

**Kenneth Leong**  
[kennethleong@msec.com.my](mailto:kennethleong@msec.com.my)  
(603) 2201 2100

## Dayang Enterprise Holdings Bhd

### Revival of work orders

- An integrated services provider to the oil and gas industry with established track record of 30 years, supported by 2,000 employees.
- Earnings recovery will be supported by a solid outstanding orderbook of approximately RM1.80bn, translating to a healthy cover ratio of 2.7x of FY21 revenue of RM667.7m.
- Oil & gas activities turn more viable following the elevated crude oil prices, which would lead to improve work orders over the foreseeable future.
- Technically, traders may anticipate a potential breakout above RM0.99, targeting the next resistances at RM1.05-1.12 with long term target set at RM1.22.

### DAYANG daily: Monitor for breakout



### DAYANG ENTERPRISE HOLDINGS BHD

Last Price (RM)	0.980
5 Day Change (%)	-1.0
1 Day Range Percentile (%)	100.0
5 Day Range Percentile (%)	33.3
52Week Range Percentile (%)	31.9
Volatility 30D	31.9
EMA9, EMA20, EMA60 Trend	Uptrend
Price vs. EMA20 (%)	1.2
DMI DI+	27.5
DMI DI-	14.3
ADX	42.6
Price Skew	DOWN
RSI 14D	53.3
RSI OB/OS	Positive
Price vs. Bollinger Band (%)	59.6

### Bloomberg

### Trading Catalyst

- Dayang Enterprise Holdings Bhd (DAYANG) is regarded as an integrated services provider to the oil and gas industry, with services include provision of maintenance services, fabrication operations, hook-up and commissioning and chartering of marine vessels. With approximately 30 years of oil and gas experience, DAYANG has successfully established a solid track record, supported by 2,000 employees.
- Moving forward, DAYANG's earnings recovery will be supported by a solid outstanding orderbook of approximately RM1.80bn, translating to a healthy cover ratio of 2.7x of FY21 revenue of RM667.7m. We expect crude oil prices to remain elevated amid supply disruptions from the Russia-Ukraine tensions and improving demand outlook.
- Following the elevated crude oil prices, we reckon that oil & gas activities will turn more viable which would lead to improve work orders over the foreseeable future.

### Financial snapshot

FYE Dec	FY21	FY22f	FY23f
Revenue (RM m)	731.4	830.0	864.0
Net profit (RM m)	56.4	64.9	90.0
Shares (m)	1157.8	1157.8	1157.8
EPS (sen)	4.9	5.6	7.8
DPS (sen)	-	-	-
P/E (x)	20.1	17.5	12.6
DY (%)	-	-	-

### Bloomberg

Already, DAYANG's vessel utilisation rate in 1Q22 rose to 25.0% vs. 20.0% in the previous corresponding quarter.

## Technical Outlook

- Technically, share price appears to have bottomed out since end-2021 alongside with the rising crude oil prices. Price is currently on the recovery trend and has climbed above daily SMA200 since end-May 2022. For now, traders may anticipate for a potential breakout above RM0.99, targeting the next resistances at RM1.05-1.12 with long term target set at RM1.22. Support is pegged at RM0.94 and cut loss is located at RM0.935.

## Glossary

Last Price (RM)	Last closing price
5 Day Change (%)	Percent change in price over the last five days. The formula is: [(Last Trade - Closing Price Five Days Ago) / Closing Price Five Days Ago] x 100.
1 Day Range Percentile (%)	Calculates the percentile value within the 1-day range
5 Day Range Percentile (%)	Calculates the percentile value within the 5-day range
52 Week Range Percentile (%)	Calculates the percentile value within the 52-week range
Volatility 30D	A measure of the risk of price moves for a security calculated from the standard deviation of day-to-day logarithmic historical price changes. The 30-day price volatility equals the annualised standard deviation of the relative price change for the 30 most recent trading days closing price, expressed as a percentage.
EMA9, EMA20, EMA60 Trend	If EMA9 is greater than EMA20 and EMA20 is greater than EMA60 it will be stated as Uptrend. If the EMA9 is lesser than EMA20 and the EMA20 is lesser than EMA60, it will be stated as Downtrend, otherwise Consolidation.
Price vs. EMA20 (%)	Position of the price away from the EMA20 level
DMI DI+	Positive directional movement.
DMI DI-	Negative directional movement.
ADX	ADX is a moving average of the directional movement index.
Price Skew	If the average of 20 days closing price is greater than 20 days Median price, it will be stated Up. If the average of 20 days closing price is lower than 20 days Median price, it will be stated Down.
RSI 14D	RSI measures the momentum of a security to determine whether it is in an overbought or oversold condition. If RSI 14 days is greater or equal to 70, it will be stated Overbought.
RSI OB/OS	If the RSI 14 days is greater or equal to 50, but lower than 70, it will be stated Positive. If the RSI 14 days is greater than 30, but lower than 50, it will be stated Negative. If the RSI 14 days is lower or equal to 30, it will be stated Oversold.
Price vs. Bollinger Band (%)	Position of the price compare to the Bollinger band in percentage