

## ECA Integrated Solution Bhd

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### Leveraging onto global transitioning towards automation

- Started off since 1993 and has evolved into one of the leading design and manufacturer for automation solution providers.
- Automated test equipment segment will ride onto more repeat orders from EV-related projects.
- Demand to be supported by the global transitioning towards automation as businesses strive to maintain competitiveness.
- Technically, price has formed a short-term consolidation breakout above RM0.89 and may target the next resistances at RM0.955-1.00 with long term target set at RM1.13.

#### ECA daily: Consolidation breakout



M+ Wiz

### Trading Catalyst

- ECA Integrated Solution Bhd (ECA) started off since 1993 and is now regarded as one of the leading design and manufacturer for automation solution providers. Their customers range from variety of industries located all around the world from continents such as America, Europe, Asia Pacific and ASEAN.
- Moving forward, we gather that the automated test equipment segment will ride onto more repeat orders from EV-related projects. Meanwhile, the expansion of new plant, which has a total production floor space of 11,000 sqf is expect to commence operations to house all computer numerical control (CNC) machines after having secured the certificate of completion and compliance (CCC) from the local authority.
- With businesses taking aggressive approach to maintain competitiveness, we expect demand to be supported by the global transitioning towards automation and this should bode well for ECA. Should the growth momentum sustained in the coming year, we reckon that it may transfer to the Main Board of Bursa Malaysia.

#### ECA INTEGRATED SOLUTION BHD

Last Price (RM)	0.920
5 Day Change (%)	10.2
1 Day Range Percentile (%)	100.0
5 Day Range Percentile (%)	100.0
52Week Range Percentile (%)	56.3
Volatility 30D	48.0
EMA9, EMA20, EMA60 Trend	Uptrend
Price vs. EMA20 (%)	7.1
DMI DI+	23.6
DMI DI-	15.7
ADX	13.6
Price Skew	DOWN
RSI 14D	60.9
RSI OB/OS	Positive
Price vs. Bollinger Band (%)	130.5

Bloomberg

#### Financial snapshot

FYE Oct	FY22	FY23f	FY24f
Revenue (RM m)	27.5	46.1	57.3
Net profit (RM m)	7.8	14.7	18.5
Shares (m)	577.5	577.5	577.5
EPS (sen)	1.4	2.5	3.2
DPS (sen)	-	0.1	0.2
P/E (x)	59.9	31.8	25.3
DY (%)	-	0.1	0.2

Bloomberg

## Technical Outlook

- Technically, price has staged a correction for nearly 3 months before staging a swift recovery at end-May 2023. Price has recovered to close all its moving average lines before forming a short-term consolidation. Coming closer, price has formed a breakout above RM0.89 and follow-through buying interest was noted above the breakout-point yesterday. Price may charge higher to target the next resistances at RM0.955-1.00 with long term target set at RM1.13. Support is pegged at RM0.825 and cut loss is located at RM0.82.

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(a) nil.

## 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