

Econframe Bhd

Total door solution provider

- Regarded as a total door solution provider, specialising in the manufacturing and distribution of metal door frames and metal window frames that operates 2 factories with total built up of 17,400 sqf.
- Busy with the order deliveries following the resumption of properties handover.
- Proposed a bonus issue of 1 warrant for every 2 existing shares that is targeted to complete in 2H22 will boost trading activities.
- Technically, traders may anticipate for a potential breakout above RM0.655 to target the next resistances at RM0.685-0.70 with long term target at RM0.75.

EFAME daily: Monitor for breakout



M+ Wiz

ECONFRAME BHD

Last Price (RM)	0.650
5 Day Change (%)	2.4
1 Day Range Percentile (%)	100.0
5 Day Range Percentile (%)	85.7
52Week Range Percentile (%)	87.3
Volatility 30D	46.5
EMA9, EMA20, EMA60 Trend	Uptrend
Price vs. EMA20 (%)	4.4
DMI DI+	37.7
DMI DI-	12.0
ADX	41.5
Price Skew	DOWN
RSI 14D	56.3
RSI OB/OS	Positive
Price vs. Bollinger Band (%)	67.9

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Trading Catalyst

- Econframe Bhd (EFRAME) is regarded as a total door solution provide, specialising in the manufacturing and distribution of metal door frames and metal window frames that operates 2 factories with total built up of 17,400 sqf. Since incorporation in 2001, they have completed more than 100 types of products for more than 1,000 projects nationwide.
- We expect EFRAME to be kept busy with the order deliveries following the resumption of properties handover. At the same time, the commencement of wooden door manufacturing since November 2020 also bodes well to reduce the reliance over third party suppliers and improves inventory management level.
- The revision in selling prices for metal door frames, mainly due to adjustment from the increase in raw material cost will protect the group's margins moving forward. Meanwhile, the proposed a bonus issue of 1 warrant for every 2 existing shares that is targeting to be completed in 2H22 will also entice trading activities.

Financial snapshot

FYE Aug	FY20	FY21	FY22*
Revenue (RM m)	40.6	41.0	48.1
Net profit (RM m)	5.3	5.1	8.3
Shares (m)	325.0	325.0	325.0
EPS (sen)	1.6	1.6	2.6
DPS (sen)	-	-	0.5
P/E (x)	39.6	41.3	25.4
DY (%)	-	-	0.8

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FY22* based on trailing 12-months-data

Technical Outlook

- Technically, price is on the uptrend formation, hovering near the all-time high level. Following the recent rally, price has staged a mild pullback towards daily EMA20 before staging a rebound move. For now, traders may anticipate for a potential breakout above RM0.655 to target the next resistances at RM0.685-0.70 with long term target at RM0.75. Support is pegged at RM0.62 and cut loss is located at RM0.615.

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