

## EP Manufacturing Bhd

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

### Transforming into a sustainable automotive player

- Manufactures a wide range of products such as engineering plastic components, metal stamping parts and/or modular assemblies for both domestic and international automotive OEMs.
- Obtained a license from the Ministry of International Trade and Industry to assemble and manufacture two-wheeled electric vehicles at its upcoming facility in Glenmarie, Shah Alam that is expected to be completed in 3Q23.
- Recently entered into a Memorandum of Agreement with California's Saeon Group Inc to mass produce 20,000 electric cars a year for the South-East Asian market.
- Technically, traders may anticipate for a potential breakout above RM1.13 to target the next resistances at RM1.18-1.23 with long term target at RM1.35.

### EPMB daily: Monitor for breakout



M+ Wiz

### EP MANUFACTURING BHD

Last Price (RM)	1.12
5 Day Change (%)	10.9
1 Day Range Percentile (%)	100.0
5 Day Range Percentile (%)	80.6
52Week Range Percentile (%)	50.0
Volatility 30D	42.2
EMA9, EMA20, EMA60 Trend	Consolidation
Price vs. EMA20 (%)	6.4
DMI DI+	27.6
DMI DI-	13.9
ADX	23.7
Price Skew	UP
RSI 14D	59.1
RSI OB/OS	Positive
Price vs. Bollinger Band (%)	125.0

Bloomberg

### Trading Catalyst

- EP Manufacturing Bhd (EPMB) started off since 1982 and commenced the manufacturing of moulds in 1991. Today, EPMB manufactures a wide range of products such as engineering plastic components, metal stamping parts and/or modular assemblies for both domestic and international automotive OEMs, including Proton, Perodua, Toyota, TRW, Honda and Suzuki.
- EPMB has obtained a license from the Ministry of International Trade and Industry to assemble and manufacture two-wheeled electric vehicles at its upcoming facility in Glenmarie, Shah Alam that is expected to be completed in 3Q23. Partnering with China-based Sharkgulf Technologies Group Ltd, the group aims to roll out 50,000 units of Blueshark-branded two-wheeled EV per annum.
- At the same time, EPMB has recently entered into a Memorandum of Agreement with California's Saeon Group Inc to mass produce 20,000 electric cars a year for the

### Financial snapshot

FYE Dec	FY20	FY21	FY22*
Revenue (RM m)	408.9	345.2	456.4
Net profit (RM m)	-15.2	-8.2	0.8
Shares (m)	220.3	220.3	220.3
EPS (sen)	-6.9	-3.7	0.4
DPS (sen)	-	-	-
P/E (x)	-	-	294.1
DY (%)	-	-	-

Bloomberg

FY22\* based on trailing-12-months data

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South-East Asian market. We expect EV market to thrive under the initiatives announced in the previous Budget 2023 that EVs would be exempt from import and excise duties, with the exemption period being up to 31st December 2025, for locally-assembled (CKD) EVs.

## Technical Outlook

- Technically, share price has staged a pullback before finding stability towards mid-November 2022. Price has since rebounded to close above daily SMA200 accompanied by improved trading activities. For now, traders may anticipate for a potential breakout above RM1.13 to target the next resistances at RM1.18-1.23 with long term target at RM1.35. Support is pegged at RM1.05 and cut loss is located at RM1.04.

## Glossary

Last Price (RM)	Last closing price
5 Day Change (%)	Percent change in price over the last five days. The formula is: $\frac{[(\text{Last Trade} - \text{Closing Price Five Days Ago}) / \text{Closing Price Five Days Ago}] \times 100}{}$
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