

Harbour-Link Group Bhd

Kenneth Leong
kennethleong@msec.com.my
(603) 2201 2100

Riding the wave

- An integrated logistics services provider, shipping and engages in construction works, heavy lifting and haulage as well as property development that owns a total of 12 container vessels.
- Domestic shipping between East and West Malaysia will continue to deliver consistent cargo volume and favorable freight rates whereby in 9M22, total trade grew by 32.9% YoY.
- Equipped with a healthy balance sheet with a net cash position of RM241.4m, translating to net cash per share of 60.3 sen (c.53.8% of share price).
- Technically, price has formed a short-term resistance breakout above RM1.10, targeting the next resistances at RM1.19-1.26 with long term target set at RM1.35.

HARBOUR daily: Short-term resistance breakout



M+ Wiz

Trading Catalyst

- Harbour-Link Group Bhd (HARBOUR) history traces back since 1975 in the shipping industry and now has grown into an integrated logistics services provider, shipping and engages in construction works, heavy lifting and haulage as well as property development. HARBOUR owns a total of 12 container vessels with a total capacity of 6,100 twenty-foot equivalent units (TEUs).
- We reckon that domestic shipping between East and West Malaysia will continue to deliver consistent cargo volume and favorable freight rates whereby in 9M22, total trade grew by 32.9% YoY. Meanwhile, the integrated logistics segment will be supported by increasing activities of handling project cargo logistics and haulage as well as heavy equipment sales and rental services from the oil & gas industry following the elevated oil prices.
- Moving forward, we expect the upliftment of lockdowns in certain China ports may

HARBOUR-LINK GROUP BHD

Last Price (RM)	1.12
5 Day Change (%)	3.7
1 Day Range Percentile (%)	100.0
5 Day Range Percentile (%)	85.7
52Week Range Percentile (%)	28.6
Volatility 30D	34.6
EMA9, EMA20, EMA60 Trend	Downtrend
Price vs. EMA20 (%)	2.5
DMI DI+	27.3
DMI DI-	27.6
ADX	17.1
Price Skew	DOWN
RSI 14D	75.0
RSI OB/OS	Overbought
Price vs. Bollinger Band (%)	136.8

Bloomberg

Financial snapshot

FYE Jun	FY20	FY21	FY22
Revenue (RM m)	617.3	609.0	907.5
Net profit (RM m)	25.9	60.6	149.7
Shares (m)	400.4	400.4	400.4
EPS (sen)	6.5	15.1	37.4
DPS (sen)	1.0	1.0	2.5
P/E (x)	17.3	7.4	3.0
DY (%)	0.9	0.9	2.2
Bloomberg			

Disclaimer: This report is prepared exclusively for Malacca Securities Sdn Bhd's (MSSB) clients and is not intended to be distributed to any other party in any form or manner. All information, assumptions, estimates and opinions contained in this report is based on available data and the information is believed to be reliable at the time of writing. MSSB and/or its associated persons does not warrant, represent and/or guarantee the accuracy of any opinions and information herein in any manner whatsoever and no reliance upon the report and/or any parts thereof by anyone shall give rise to any claim whatsoever against MSSB. This report is for information purposes only and shall not be construed as an offer, invitation or solicitation to buy or sell the securities or any related investment or financial instruments mentioned in this report. MSSB and/or its associated persons may from time to time have an interest in the securities mentioned herein.

improve shipping volumes. As of FY22, HARBOUR is also equipped with a healthy balance sheet with a net cash position of RM241.4m, translating to net cash per share of 60.3 sen (c.53.8% of share price).

Technical Outlook

- Technically, share price has staged a pullback since early September 2022 before finding stability towards end of the month. Price was traded in a consolidation mode over the past month. Recently, price has formed a short-term resistance breakout above RM1.10 accompanied by improved trading volumes, targeting the next resistances at RM1.19-1.26 with long term target set at RM1.35. Support is pegged at RM1.06 and cut loss is located at RM1.05.

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.
RSI OB/OS	If RSI 14 days is greater or equal to 70, it will be stated Overbought. 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