

Kein Hing International Bhd

New plant at Vietnam to scale growth

- Established since 1981 and engages in the supply of parts and metal components to various industries such as automotive, electrical & electronics, home appliances and audio-visual equipment industries.
- Undertaking expansion at Vietnam that entails the construction of a single-storey factory with a total built-up of approximately 53,000 sqf.
- Demand for its products to remain resilient on the back of the higher sales orders from both the automotive and home appliances industry.
- Technically, traders may anticipate for a potential short-term breakout above RM1.08 to target the next resistances at RM1.14-1.20 with long term target set at RM1.25.

KEINHIN daily: Monitor for breakout



M+ Wiz

KEIN HING INTERNATIONAL BHD

Last Price (RM)	1.08
5 Day Change (%)	2.9
1 Day Range Percentile (%)	100.0
5 Day Range Percentile (%)	75.0
52Week Range Percentile (%)	57.6
Volatility 30D	42.3
EMA9, EMA20, EMA60 Trend	Consolidation
Price vs. EMA20 (%)	1.1
DMI DI+	26.8
DMI DI-	17.2
ADX	15.7
Price Skew	DOWN
RSI 14D	47.1
RSI OB/OS	Negative
Price vs. Bollinger Band (%)	53.6

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Trading Catalyst

- Kein Hing International Bhd (KEINHIN) was established since 1981 and engages in the supply of parts and metal components to various industries such as automotive, electrical & electronics, home appliances and audio-visual equipment industries. Since 2006, KEINHIN manufacture and sale of consumer products namely gas appliances under its own brand name "ZENNE".
- Moving forward, KEINHIN will be undertaking a manufacturing plant expansion at Vietnam that entails the construction of a single-storey factory with a total built-up of approximately 53,000 sqf. Upon completion tentatively at end-2022, the move will boost manufacturing capacity by approximately 9.0%.
- We expect demand for its products to remain resilient on the back of the higher sales orders from the automotive industry that is riding onto the sales and service tax (SST) exemption till 30th June 2022 and ever evolving technological

Financial snapshot

FYE Apr	FY20	FY21	FY22*
Revenue (RM m)	202.3	253.1	268.2
Net profit (RM m)	2.6	11.9	13.6
Shares (m)	108.9	108.9	108.9
EPS (sen)	2.4	10.9	12.5
DPS (sen)	-	1.0	1.0
P/E (x)	45.1	9.9	8.6
DY (%)	-	0.9	0.9

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FY22* based on trailing-12-months data

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advancement of home appliances. As of 3QFY22, KEINHIN net gearing stood at 0.03x, suggesting ample of room to tap into external financing to fund their expansion plans.

Technical Outlook

- Technically, price is on the gradual uptrend mode. Coming closer, price has experienced a mild pullback towards near SMA200. Price has since then rebounded and staged a short-term consolidation in the recent weeks. For now, traders may anticipate for a potential short-term breakout above RM1.08 to target the resistances at RM1.14-1.20 with long term target set at RM1.25. Support is pegged at RM0.99 and cut loss is located at RM0.985.

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