Technical Focus

Wednesday, 17 May, 2023



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

Optimax Holdings Bhd

Visionary optometrist

- Regarded as one of the leading eye specialist providers in Malaysia that is supported by 22 eye surgeons and 54 optometrists.
- On course towards its organic expansion through hiring additional surgeons and setting up more satellite clinics to improve geographical reach within the country.
- Reopening of international borders bode well for OPTIMAX for patients that seek for overseas medical treatment.
- Technically, traders may anticipate for breakout above RM0.74, targeting the next resistances at RM0.77-0.795 with long term target at RM0.845.

OPTIMAX daily: Monitor for breakout



OPTIMAX HOLDINGS BHD			
Last Price (RM)	0.735		
5 Day Change (%)	2.1		
1 Day Range Percentile (%)	2.8		
5 Day Range Percentile (%)	2.1		
52Week Range Percentile (%)	-13.0		
Volatility 30D	15.1		
EMA9, EMA20, EMA60 Trend	Consolidation		
Price vs. EMA20 (%)	1.5		
DMI DI+	19.9		
DMI DI-	18.6		
ADX	18.7		
Price Skew	NEUTRAL		
RSI 14D	53.3		
RSI OB/OS	Positive		
Price vs. Bollinger Band (%)	86.7		
Bloomberg			

Trading Catalyst

- Optimax Holdings Bhd (OPTIMAX) is regarded as one of the leading eye specialist providers in Malaysia that is supported by 22 eye surgeons and 54 optometrists housed across 3 satellite clinic/centres, 13 ambulatory care centres and 1 specialist hospital in 2022. Bulk of OPTIMAX revenue derived from the eye specialist services such as refractive and cataract surgeries.
- After setting up 3 satellite clinic/centres in FY22, OPTIMAX remains on course towards its organic expansion through hiring additional surgeons and setting up more satellite clinics to improve geographical reach within the country. With the ageing population, growth is expected to be driven by the rising demand for cataract surgery.
- We foresee the reopening of international borders bode well for OPTIMAX for
 patients that seek for overseas medical treatment. As of FY22, OPTIMAX is
 supported by a lean balance sheet with a net cash position of RM163k, which allow
 the group to undertake further external financing to support their growth plans.

Financial snapshot

· ···aireiai siiapsiiet			
FYE Dec	FY22	FY23f	FY24f
Revenue	108.0	120.5	132.0
(RM m)			
Net profit	14.7	17.1	20.1
(RM m)			
Shares (m)	540.0	540.0	540.0
EPS (sen)	2.7	3.2	3.7
DPS (sen)	2.4	3.0	4.0
P/E (x)	27.0	23.3	19.8
DY (%)	3.3	4.1	5.4
M+ Research			

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.

Technical Focus

Wednesday, 17 May, 2023

2



Technical Outlook

Price vs. Bollinger Band (%)

 Technically, share price has trended lower since the start of the year before finding stability in recent months. After briefly fallen below daily SMA200, price has formed a bullish candle to climb mildly above daily SMA200 yesterday. For now, traders may anticipate for breakout above RM0.74, targeting the next resistances at RM0.77-0.795 with long term target at RM0.845. Support is pegged at RM0.71 and cut loss is located at RM0.705.

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. If EMA9 is greater than EMA20 and EMA20 is greater than EMA60 it will be stated as Uptrend. If the
EMA9, EMA20, EMA60 Trend	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.

Position of the price compare to the Bollinger band in percentage

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.