

SFP Tech Holdings Bhd

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Expansion on the cards

- One-stop automated equipment solution provider with key clients predominantly in the semiconductor, electrical & engineering and solar photovoltaic industries.
- To expand production capacity through the construction of Plant 3 and addition of 41 new numerical control milling machines and over the next 3 years.
- Proposed to undertake 2 bonus shares for every 1 existing share held as part of their efforts to reward existing shareholders.
- Technically, price has established a short-term breakout above RM2.47, targeting the next resistances at RM2.63-2.75 with long term target set at RM2.94.

SFPTECH daily: Resistance breakout



M+ Wiz

Trading Catalyst

- SFP Tech Holdings Bhd (SFPTECH) is regarded as a one-stop automated equipment solution provider that offers conceptualising, designing, assembling, and commissioning of automated equipment and production line systems for factory manufacturing lines. Their key clients are predominantly in the semiconductor, electrical & engineering and solar photovoltaic industries.
- Going forward, SFPTECH is on track to expand their production capacity through the construction of Plant 3 and addition of 41 new numerical control milling machines and over the next 3 years. Meanwhile, the vision inspection equipment handler platforms' first-generation equipment from the design and development (D&D) activities was developed in 2023 in conjunction with certain customer's end application space will boost topline growth.
- SFPTECH has also proposed to undertake 2 bonus shares for every 1 existing share held as part of their efforts to reward existing shareholders for their loyalty and continuous support. Despite undertaking a relatively massive expansion plan,

SFP TECH HOLDINGS BHD

Last Price (RM)	2.51
5 Day Change (%)	2.0
1 Day Range Percentile (%)	1.7
5 Day Range Percentile (%)	1.0
52Week Range Percentile (%)	81.7
Volatility 30D	28.7
EMA9, EMA20, EMA60 Trend	Consolidation
Price vs. EMA20 (%)	1.7
DMI DI+	23.6
DMI DI-	19.8
ADX	6.6
Price Skew	NEUTRAL
RSI 14D	43.8
RSI OB/OS	Neutral
Price vs. Bollinger Band (%)	71.0

Bloomberg

Financial snapshot

FYE Dec	FY22	FY23f	FY24f
Revenue (RM m)	85.8	116.5	151.5
Net profit (RM m)	33.4	45.7	62.1
Shares (m)	800.0	800.0	800.0
EPS (sen)	4.2	5.7	7.8
DPS (sen)	1.0	-	-
P/E (x)	60.1	44.0	32.4
DY (%)	0.4	-	-

Bloomberg

SFPTECH continues to operate in a lean balance sheet with net gearing only at 0.01x in 1QFY23.

Technical Outlook

- Technically, share price has staged a strong rally since debuting on Bursa Malaysia nearly a year ago. Price has topped in February 2023 before staging a pullback. After forming a triple bottom formation, price has formed a bullish candle to close above EMA60 and subsequently established a short-term breakout above RM2.47. Price may trend higher, targeting the next resistances at RM2.63-2.75 with long term target set at RM2.94. Support is pegged at RM2.35 and cut loss is located at RM2.34.

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