

# Technical Focus

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## Unisem (M) Bhd

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### Expansion of new factory to drive growth

- Regarded as a global provider of semiconductor assembly and test services, supported by approximately 7,000 employees worldwide with factory located in Ipoh, Malaysia and Chengdu, China.
- Construction of new semiconductor production facility in Gopeng, Perak with Phase 1 comprising 57,000 sqm built-up area to be completed in April 2023.
- Expect the gradual upliftment of Covid-19 restrictions in China to bode well for operations at Chengdu.
- Technically, traders may anticipate for a potential flag-formation breakout above RM2.63, targeting the next resistances at RM2.77-2.88 with long term target at RM3.10.

### UNISEM daily: Potential flag-formation breakout



M+ Wiz

### Trading Catalyst

- Unisem (M) Bhd (UNISEM) is regarded as a global provider of semiconductor assembly and test services, supported by approximately 7,000 employees worldwide with factory located in Ipoh, Malaysia and Chengdu, China.
- Moving forward, the on-going construction of new semiconductor production facility on a piece of industrial land in Gopeng, Perak with Phase 1 comprising 57,000 sqm built-up area is expected to be completed in April 2023. Upon completion, this should enable UNISEM to expand its portfolio of products and services and will double the production capacity of existing operations in Ipoh.
- We expect the gradual upliftment of Covid-19 restrictions in China bodes well for UNISEM's operations at Chengdu, while Phase 3A expansion in Chengdu is expected to be completed by early-2023. As of 2QFY22, UNISEM is also equipped with a healthy balance sheet with a net cash position of RM389.1m, translating to net cash

### UNISEM (M) BHD

Last Price (RM)	2.61
5 Day Change (%)	5.2
1 Day Range Percentile (%)	100.0
5 Day Range Percentile (%)	50.0
52Week Range Percentile (%)	22.3
Volatility 30D	44.2
EMA9, EMA20, EMA60 Trend	Consolidation
Price vs. EMA20 (%)	1.2
DMI DI+	22.6
DMI DI-	22.4
ADX	15.3
Price Skew	DOWN
RSI 14D	55.4
RSI OB/OS	Positive
Price vs. Bollinger Band (%)	57.2

### Bloomberg

### Financial snapshot

FYE Dec	FY21	FY22f	FY23f
Revenue (RM m)	1568.9	1746.2	1810.6
Net profit (RM m)	197.8	239.2	246.6
Shares (m)	1613.1	1613.1	1613.1
EPS (sen)	12.3	14.8	15.3
DPS (sen)	6.0	6.9	6.9
P/E (x)	17.6	14.6	14.1
DY (%)	2.8	3.2	3.2

### Bloomberg

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per share of 24.1 sen (c.9.2% of share price).

## Technical Outlook

- Technically, the share could be due for a rebound move, forming a higher low formation since mid-2022. Price has recently re-tested the SMA200 before staging a mild pullback. For now, traders may anticipate for a potential flag-formation breakout above RM2.63, targeting the next resistances at RM2.77-2.88 with long term target at RM3.10. Support is pegged at RM2.48 and cut loss is located at RM2.47.

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## Glossary

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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

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