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KEY HIGHLIGHTS

Sector Update

Property – Malaysia

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3Q23 sector results dragged by weaker results from SP Setia and UEMS. Maintain MARKET WEIGHT.

Company Update

Sunway Construction Group (SCGB MK/HOLD/RM1.90/Target: RM1.95)

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Earnings outlook remains resilient backed by robust outstanding orderbook; to see higher earnings in coming quarters on higher progress billing and margins. Maintain HOLD.

TRADERS' CORNER

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Nationgate Holdings (NATGATE MK): Technical BUY

My EG Services (MYEG MK): Technical BUY

KEY INDICES

	Index	pt chg	% chg
FBMKLCI	1,446.39	4.4	0.3
Bursa Emas	10,679.30	48.6	0.5
Ind Product	170.69	1.0	0.6
Finance	16,364.35	30.4	0.2
Consumer	550.52	1.3	0.2
Construction	183.63	0.2	0.1
Properties	844.09	7.9	0.9
Plantations	6,977.80	20.8	0.3

BURSA MALAYSIA TRADING & PARTICIPATION

Malaysia Turnover	11-Dec-23	% chg
Volume (m units)	3,821	27.6
Value (RMm)	2,474	24.1

By Investor type	(%)	ppt chg
Foreign investors	30.5	0.6
Local retail	26.8	(0.9)
Local institution	42.8	0.4

TOP TRADING TURNOVER / GAINERS / LOSERS

Top Trading Turnover	Price (RM)	Chg 5-day ADT (%)	(RM'000)
YTL Power	2.51	3.7	100,878
YTL Corp	1.87	10.7	87,247
CIMB Group	5.78	0.3	66,250
Public Bank	4.25	0.2	62,096
Malayan Banking	9.04	0.1	50,428

Top Gainers

UEM Sunrise	0.76	11.0	21,043
YTL Corp	1.87	10.7	87,247
MRCB	0.44	4.8	4,456
Eastern & Orient	0.58	4.5	2,013
SP Setia	0.78	4.0	5,105

Top Losers

SapuraEnergy	0.04	(11.1)	2,073
IGB	2.30	(5.0)	154
Coastal Contracts	1.57	(3.1)	231
7- Eleven Malaysia	1.96	(2.0)	126
Bumi Armada	0.50	(2.0)	5,682

OTHER STATISTICS

	11-Dec-23	chg	% chg
RM/US\$	4.68	0.02	0.4
CPO 3rd mth future (RM/mt)	3,741	1.0	0.0

Notes:

ADT = Average daily turnover.

Top trading turnover, gainers and losers are based on FBM100 component stocks.

SECTOR UPDATE

Property – Malaysia

Johor Vibrancy Investment Theme Is Back

Dragged by weak results from SP Setia and UEMS (on lower progressive billings), our sector coverage's 3Q23 net profit posted an average 10.4% decline qoq. We reckon there will still be trading interest in the sector mainly on positive newsflow and developments expected in 1H24, such as the special economic zone and details on MM2H. Maintain MARKET WEIGHT. Top picks: Sunway, Eco World and Matrix.

WHAT'S NEW

- 3Q23 results round-up.** Within our coverage, companies' 3Q23 earnings generally came in within expectations, with the exception of SP Setia (which came in below expectation on lower-than-expected progressive billings from some of its Malaysia projects) and Eco World (which came in slightly above expectation on cost savings upon the finalisation of completed phases). Dragged by weak results from SP Setia and UEM Sunrise (UEMS), our sector coverage's net profit posted an average 10.4% decline qoq but 3.2% increase yoy.
- Excluding results from SP Setia and UEMS,** the remaining companies under our coverage saw their 3Q23 net profit grow by an average of 7% qoq and 29% yoy. Sunway recorded exceptionally strong 3Q23 results (+19% qoq, +32% yoy) on lumpy Singapore project contribution. Outside our coverage, Sime Darby Property (SDPR) reported notable performance, with its 3Q23 net profit growing 119% qoq and 126% yoy (9M23 accounted 89% of consensus' forecast), on higher-than-expected progress billings. Subsequently, SDPR's share price increased 11% in the two days after its results release.
- Johor theme is back.** Over the weekend, there was newsflow related to the Johor theme, which spurred trading interest yesterday (KLPRP gained 7.86 point or 0.94%) driven by IWC (+18%) and UEMS (+11%). Ekovest (not in the KLPRP index) also saw a substantial 7% gain in a day. The Sultan of Johor (SOJ) expressed in an interview with Singapore's *The Sunday Times* that he hopes the High Speed Rail (HSR) project would be realigned to run through Forest City. We believe this could potentially replace the previously aligned station at UEMS's Gerbang Nusajaya landbank. While we remain neutral on the revival of HSR project (as we believe it will be challenging to implement a fully privately-funded framework for the project), we reckon there will still be trading interest in the sector in the medium term, on the back of positive newsflow and developments expected in 1H24 (pls refer to our [Strategy report](#)).

ACTION

- Maintain MARKET WEIGHT** on the sector as the current valuation looks fair, trading largely around its 10-year P/B mean. However, for investors with a higher risk appetite, we still see some room for upside (about 23% upside for +1SD) leveraging on the investment theme, such as Johor's vibrancy. Taking cue from the previous Johor theme property rally that ran from around Sep 12 until May 13 (spurred by the announcement of the HSR), the KLPRP gained about 45% and sector P/B was trading above +2SD at the peak. Also, at that time, various property counters were trading at a premium, which narrowed the average discount to NAV of 14%. Currently, property stocks that we are tracking show a 34% discount to NAV, a reduction from the earlier 46% at the start of 2023.

PEER COMPARISON

Company	Tickers	Rec	Share Price 11 Dec 23 (RM)	Target Price (RM)	Market Cap (RMm)	P/B FY22 (x)	P/B FY23F (x)	PE FY22 (x)	PE FY23F (x)	Div Yield FY23F (%)	ROE FY23F (%)	Revenue FY23F (RMm)	Net Profit FY23F (RMm)	NP Growth yoy (%)	Net Margin FY23F (%)
Sunway Bhd	SWB MK	BUY	1.96	2.38	10,118	0.7	0.7	14.4	13.8	2.9	6.7	5,502	696	4.9	12.7
SP Setia	SPSB MK	HOLD	0.78	0.89	3,375	0.2	0.2	14.6	8.8	1.4	2.5	4,932	357	65.4	7.2
Mah Sing Group	MSGB MK	BUY	0.79	1.00	1,918	0.5	0.5	10.0	9.2	4.3	5.7	2,582	208	8.6	8.1
UEM Sunrise	UEMS MK	SELL	0.755	0.58	3,819	0.6	0.6	47.0	43.8	0.0	1.3	1,516	87	7.4	5.7
Matrix Concepts*	MCH MK	BUY	1.68	1.92	2,102	1.0	0.9	8.8	8.5	5.8	13.9	1,170	238	8.4	20.4
Eco World Development*	ECW MK	BUY	1.02	1.21	3,003	0.6	0.6	12.0	11.3	5.5	5.4	2,094	265	5.5	12.7

* Different FYE

Source: Respective companies, Bloomberg, UOB Kay Hian

MARKET WEIGHT

(Maintained)

3Q23 RESULTS SUMMARY

	3Q23 (RMm)	qoq % chg	yoy % chg	Results
Sunway Bhd	189.0	19.3	32.2	In Line
SP Setia	43.2	-28.3	-32.1	Below
Mah Sing Group	49.9	5.5	14.4	In Line
UEM Sunrise	8.5	-63.9	-64.9	In Line
Matrix Concepts*	64.0	-0.9	26.6	In Line
Eco World Dev**	66.3	5.8	43.0	Above
Sector	420.9	-10.4	3.2	

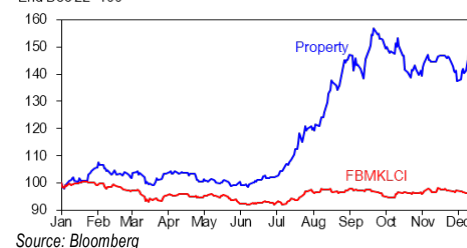
* 2QFY24 results (FYE: Mar)

** 3QFY23 results (FYE: Oct; result was released in Sept 2023)

Source: Respective companies, UOB Kay Hian

PROPERTY INDEX OUTPERFORMS FBMKLCI

End Dec 22=100



10-YEAR SECTOR P/B



Source: Bloomberg

ANALYST(S)

Nazira Abdullah

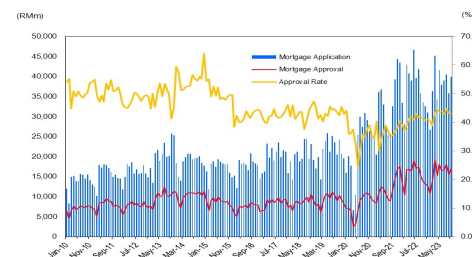
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ESSENTIALS

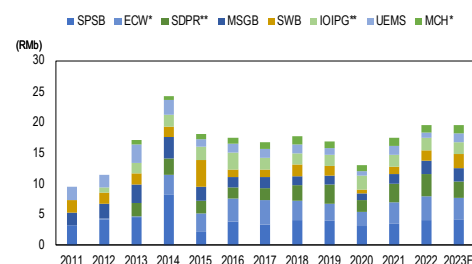
- Loan applications and approvals rebounded mom in Oct 23.** After weaker loan applications and approvals in Sep 23 (-11% and -14%, respectively), which we attribute to rate hikes, mortgage loan applications increased 11.4% mom and 19% yoy in Oct 23. Meanwhile, mortgage loan approvals was also strong with an increase of 11% mom and 23% yoy in Oct 23. Cumulative mortgage loan applications for 10M23 amounted to RM377b, indicating a 1% yoy decline. This is, however, still higher than pre-pandemic levels. Approved mortgage loans in 10M23 rose to RM162b (+3.7% yoy) despite slightly fewer mortgage applications, which in turn brought the approval rate to 43% (from 41% in the same period last year).
- On track to achieve 2023 sales target.** In 9M23, most companies under our coverage were on track to reach their full-year sales targets, at around 83% (excluding UEMS). In terms of sales, UEMS has exceeded its sales target of RM1.5b (recorded RM1.8b sales in 9M23), mainly attributed to its fund-through project in Collingwood, Australia (RM874m). Other developers such as SP Setia, Eco World, Sime Darby Property and Lagenda are also set to exceed their sales targets as well, having already achieved >87% of their sales targets.
- Compared with the property upcycle from 2011 to 2014, the sales targets for Mah Sing Group, SP Setia, and UEMS in 2023 are lower, indicating a more cautious approach among developers. In contrast, Sunway Bhd's sales target for 2023 is higher compared with 2011-14, primarily due to the expected increase in sales of projects in Singapore. For 2024, we expect developers to maintain a conservative stance regarding property sales. Consequently, the sales targets for 2024 are likely to be similar to those of 2023, with only a possible slight increase.
- 2024 targets.** We expect 2024 sector revenue to grow by an average 8.3% yoy, with SP Setia leading the growth with a 21% yoy revenue growth on higher realisation of land sales revenue. Other developers are expected to post stronger 2024 revenue on strong unbilled sales and catch-up in construction work on the back of improved labour conditions. We forecast sector net profit to grow faster at 13.4% yoy on better margins as raw material prices ease. We believe that among developers in our coverage, SP Setia will report the highest net profit growth of 65% on higher land sales. Excluding land sales, we expect Mah Sing Group to have the highest earnings growth under our coverage (+8.6% yoy) on the completion of a few projects.
- 2024 may see more launches in Johor.** Most developers have exceeded their 2023 launch targets with the exception of SP Setia. We believe SP Setia may prioritise reducing its inventory and generating revenue through land sales to improve its balance sheet. Developers with projects in Johor, such as Sunway Bhd, and UEMS, have reported an uptick in sales momentum in the Johor region. Hence, we think these developers will start launching in Johor in view of the state's promising outlook. UEMS, for instance, intends to launch about RM2.3b worth of new products (mostly landed houses) in the Johor region. These will be launched from 2Q24 onwards, which we think will be well-received.
- Industrial-centric property companies in Johor likely to benefit from Johor-Singapore special economic zone.** We see growing demand for industrial land driven by economic recovery, US-China trade diversion as well as growing demand for data centres. We believe companies like AME Elite and Eco World with landbanks in the industrial space in Johor could benefit.

MORTGAGE APPLICATION AND APPROVAL



Source: BNM, UOB Kay Hian

DEVELOPERS' ANNUAL SALES TREND



Source: Respective companies, UOB Kay Hian

2023 SALES TARGET

Company	2023 Sales Target (RMm)	9M23 Sales (RMm)	% of Target
Mah Sing Group	2,200	1,800	82
SP Setia	4,200	3,890	93
Sunway Bhd	2,200	1,860	85
UEM Sunrise	1,500	1,800	120
Matrix Concepts*	1,300	616	47
Eco World Development*	3,500	3,060	87
NOT RATED			
Sime Darby Property	2,700	2,520	93
IOI Properties*	No target	587	n.a.
Lagenda	900	796	88
Eastern & Oriental*	500	451	90

* Different FYE
Source: Respective companies, UOB Kay Hian

KEY ASSUMPTIONS

(%)	2021	2022	2023F	2024F
Revenue Growth	9.0	24.5	(0.6)	8.3
EBIT Margin	12.5	14.9	13.5	14.2
Net Profit Growth	5.8	48.6	4.0	13.4
Net Margin	7.7	9.2	9.6	10.2

Source: Respective companies, UOB Kay Hian

COMPANY UPDATE

Sunway Construction Group (SCGB MK)

Ending 2023 On a Firm Footing

Suncon's earnings outlook remains resilient, supported by its robust outstanding orderbook of RM5.8b as of end-3Q23. We anticipate higher earnings in the coming quarters on stronger progress billing and margin improvements. We also believe the group may be able to record higher replenishment in 2024 in anticipation of the awards of multiple mega infrastructure projects. Maintain HOLD. Target price: RM1.95.

WHAT'S NEW

- To end 2023 on a firm footing.** We remain upbeat on Sunway Construction Group's (Suncon) earnings outlook, underpinned by a sturdy orderbook of RM5.8b as of end-3Q23. Management also maintains its prudent guidance of flattish or slightly lower earnings in 2023 despite higher revenue. This is partially due to the margin compression in both construction and precast segments amid the higher raw material and transportation costs. Moving forward to 2024, we believe margin improvements are highly possible in view of the easing of building materials prices in recent months as compared with 1H23. The margin improvements coupled with higher revenue as the group gradually ramps up progress billing would thus anchor higher earnings in 2024.
- Anticipate higher replenishment in 2024.** The group's replenishment outlook in 2024 remains steady in light of the potential awards of multiple mega projects such as Mass Rapid Transit 3 (MRT3) and Penang Light Rail Transit (PLRT). While the tender validity for MRT3 has recently been extended to end-Mar 24 (from end-Dec 23 previously), the railway project is widely anticipated to be concluded by 1H24. Meanwhile, we also understand that PLRT is expected to be rolled out within the next 3-4 months. In addition, the contract award of the 2,100MW coal-fired power plant in Song Hau, Vietnam (estimated contract value of U\$2.42b or RM11b) would likely to materialise by 1H24, following the extension of issuance of Notice to Proceed to 30 Jun 24.

Note that around 70% of its active tenderbook of RM26.4b as of end-3Q23 is mainly from MRT3 and the coal-fired power plant in Vietnam, with multiple bids submitted for data centres, semiconductor manufacturing plants and precast jobs making up the remaining 30%. In addition, the steady job flow from parent company Sunway Bhd would also further strengthen its replenishment outlook.

KEY FINANCIALS

Year to 31 Dec (RMm)	2021	2022	2023F	2024F	2025F
Net turnover	1,729	2,155	2,821	3,435	3,618
EBITDA	167	210	232	290	311
Operating profit	139	187	202	255	271
Net profit (rep./act.)	113	135	128	167	180
Net profit (adj.)	113	135	128	167	180
EPS (sen)	8.7	10.5	9.9	13.0	14.0
PE (x)	21.8	18.1	19.2	14.6	13.6
P/B (x)	3.5	3.3	3.1	2.9	2.6
EV/EBITDA (x)	15.9	12.6	11.4	9.2	8.5
Dividend yield (%)	2.8	2.9	3.4	4.1	4.5
Net margin (%)	6.5	6.3	4.5	4.9	5.0
Net debt/(cash) to equity (%)	25.4	9.9	15.1	17.1	18.7
Interest cover (x)	387.8	50.6	9.0	10.5	12.1
Consensus net profit	-	-	139	162	174
UOBKH/Consensus (x)	-	-	0.92	1.03	1.04

Source: Sunway Construction, Bloomberg, UOB Kay Hian

HOLD

(Maintained)

Share Price	RM1.90
Target Price	RM1.95
Upside	+2.6%

COMPANY DESCRIPTION

A leading construction company in Malaysia.

STOCK DATA

GICS sector	Industrials
Bloomberg ticker:	SCGB MK
Shares issued (m):	1,289.4
Market cap (RMm):	2,449.8
Market cap (US\$m):	523.2
3-mth avg daily t'over (US\$m):	0.2

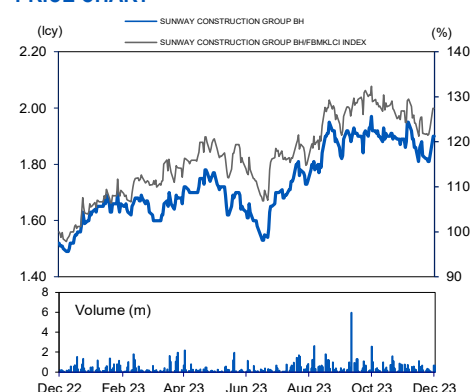
Price Performance (%)

52-week high/low	RM1.97/RM1.49			
1mth	3mth	6mth	1yr	YTD
0.5	2.2	15.9	24.2	21.8

Major Shareholders

	%
Sunway Holdings Sdn Bhd	54.6
Sungei Way Corp Sdn Bhd	10.1
Employees Provident Fund Board	10.0
FY23 NAV/Share (RM)	0.61
FY23 Net Debt/Share (RM)	0.09

PRICE CHART



Source: Bloomberg

ANALYST(S)

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STOCK IMPACT

- Precast segment remains on the growth path.** Meanwhile, the earnings trajectory for its precast segment also remains solid, backed by stronger contributions from the Integrated Construction & Prefabrication Hub (ICPH). Operationally, we understand that ICPH's utilisation rate has been hovering around 40-50% in 3Q23. While the group targets to achieve a 60% utilisation for the plant, the immediate hurdle would be the storage capacity constraints as it strives to maintain an optimal inventory turnover. Subsequently, it has also made an application to the local authority to secure a parcel of new land to resolve the storage capacity bottlenecks, despite limited clarity on the timelines.

Recall that Singapore's Housing and Development Board is on track to launch 23,000 flats in 2023 and a total of 100,000 flats between 2021 and 2025 to cater for the higher housing demand. This would provide earnings momentum for the division given that HDB flats typically contribute >90% of precast sales. While Suncon's market share in the HDB flats segment is guided at only 15% currently, we believe the higher average price of its products (60-78% higher than pre-pandemic levels, partially due to higher raw material prices) as well as the upcoming storage capacity expansion would provide the near-term earnings impetus.

- Slight hiccups in solar venture.** The group's capacity in the upcoming solar plant under the Corporate Green Power Programme (CGPP) has been reduced to 11.8MW (from 29.99MW previously), mainly due to interconnection capacity issues. This subsequently lowers the capex for the solar farm to RM46m from the previous guidance of RM120m. While noting that it is on the lookout for another parcel of land to house the remaining 18MW capacity, we caution that the group may give up the quota given the unattractive return from solar assets. Still, the earnings impacts from the cut in the solar capacity would be manageable as we expect the asset to generate an annual recurring after-tax profit of only RM5m (~2% of 2026 earnings) based on 29.99MW.

- Weathering external headwinds.** The group is also expected to weather multiple external headwinds on the back of its resilient operations. To recap, the group earlier highlighted that the higher sales and service tax (from 6% to 8%) and the implementation of diesel subsidy rationalisation (from 2Q24 onwards) would likely impact its earnings in 2024. Theoretically, both policies are expected to result in higher building material prices and thus erode its profit margins for ongoing projects. However, we believe the margin compression would be mitigated by the group ramping up construction progress and swiftly replenishing its orderbook with newer projects that factor in higher building material prices. The government also mentioned that diesel subsidies for logistics companies will likely be maintained, which may soften the blow for construction firms.

EARNINGS REVISION/RISK

- We keep our forecasts unchanged.

VALUATION/RECOMMENDATION

- Maintain HOLD with an unchanged target price of RM1.95.** Our target price ascribes a 13x 2024F PE which is in line with the Bursa Malaysia Construction Index's one-year forward PE. The group's fundamentals remain robust, underpinned by its proven capability to clinch a balanced mix of external and internal projects which will ultimately lead to decent earnings visibility for the next two to three years.

ENVIRONMENTAL, SOCIAL, GOVERNANCE (ESG) UPDATES

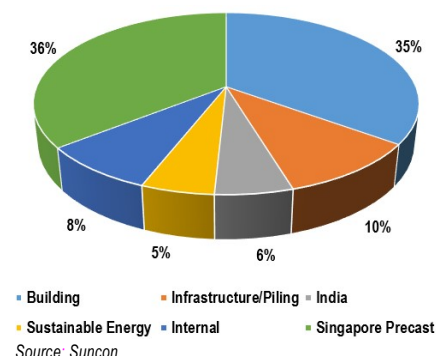
<ul style="list-style-type: none"> Environmental <ul style="list-style-type: none"> Mitigate the release of emissions, biodiversity impacts, waste disposal, pollution.
<ul style="list-style-type: none"> Social <ul style="list-style-type: none"> Work with local authorities and communities to ensure projects' success.
<ul style="list-style-type: none"> Governance <ul style="list-style-type: none"> Independent directors (four out of seven) comprise the majority of the board.

OUTSTANDING ORDERBOOK AS OF END-3Q23

Projects	(RMm)
STeP Data Centre	1,500
RTS Link Package 1B & 5	551
Daiso Warehouse	298
Sustainable energy	300
India Highway	318
Others	274
Total External (A)	3,241
Sunway Belfield	162
South Quay Square Superstructure	357
South Quay Square Superstructure VO	607
Sunway Carnival Refurbishment	239
Sunway Flora	250
Others	446
Total Internal (B)	2,061
Precast Concrete (C)	486
Grand Total (A+B+C)	5,788

Source: Suncon

ORDERBOOK BREAKDOWN



SEGMENTAL FORECASTS

(RMm)	2023F	2024F	2025F
Revenue	2,821	3,435	3,618
- Construction	2,621	3,225	3,398
- Precast Concrete	200	210	221
Operating Profit	202	255	271
- Construction	172	223	238
- Precast Concrete	30	31	33
Orderbook Replenishment Assumptions			
- Construction	2,400	2,400	2,400
- Precast Concrete	250	250	250

Source: Suncon, UOB Kay Hian

VALUATION

	(RMm)	Valuation (RMm)	Remarks
2024F Net Profit (ex Net Interest Cost)	193	2,503	13x PE
End-22 Net Debt		11	
Total SOTP		2,514	
Share Base		1,289	
TP (RM)		1.95	

Source: Suncon, UOB Kay Hian

PROFIT & LOSS

Year to 31 Dec (RMm)	2022	2023F	2024F	2025F
Net turnover	2,155	2,821	3,435	3,618
EBITDA	210	232	290	311
Deprec. & amort.	24	30	36	40
EBIT	187	202	255	271
Associate contributions	2	0	0	0
Net interest income/(expense)	(4)	(26)	(28)	(26)
Pre-tax profit	184	176	227	245
Tax	(45)	(45)	(55)	(59)
Minorities	(4)	(4)	(5)	(6)
Net profit	135	128	167	180
Net profit (adj.)	135	128	167	180

CASH FLOW

Year to 31 Dec (RMm)	2022	2023F	2024F	2025F
Operating	(215)	82	123	138
Pre-tax profit	184	176	227	245
Tax	(51)	(45)	(55)	(59)
Deprec. & amort.	24	30	36	40
Working capital changes	(382)	(89)	(85)	(88)
Other operating cashflows	10	9	0	0
Investing	424	(46)	(50)	(56)
Capex (growth)	(27)	(46)	(50)	(56)
Proceeds from sale of assets	25	0	0	0
Others	426	0	0	0
Financing	143	71	(134)	(153)
Dividend payments	(90)	(82)	(101)	(109)
Proceeds from borrowings	239	153	(33)	(43)
Others/interest paid	(6)	0	0	0
Net cash inflow (outflow)	351	107	(61)	(70)
Beginning cash & cash equivalent	61	408	514	454
Changes due to forex impact	(4)	0	0	0
Ending cash & cash equivalent	408	514	454	384

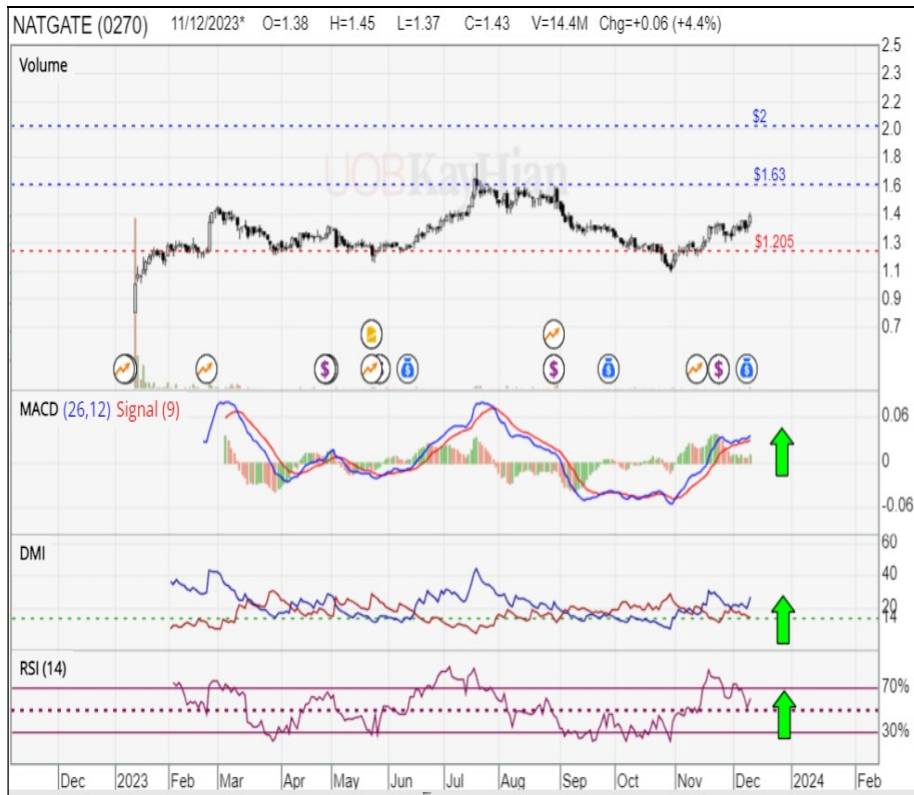
BALANCE SHEET

Year to 31 Dec (RMm)	2022	2023F	2024F	2025F
Fixed assets	108	124	138	154
Other LT assets	491	491	491	491
Cash/ST investment	408	514	454	384
Other current assets	1,230	1,507	1,748	1,825
Total assets	2,236	2,636	2,831	2,853
ST debt	172	222	210	195
Other current liabilities	931	1,119	1,275	1,264
LT debt	309	412	391	362
Other LT liabilities	3	3	3	3
Shareholders' equity	737	792	858	929
Minority interest	84	88	93	99
Total liabilities & equity	2,236	2,636	2,831	2,853

KEY METRICS

Year to 31 Dec (%)	2022	2023F	2024F	2025F
Profitability				
EBITDA margin	9.8	8.2	8.5	8.6
Pre-tax margin	8.5	6.2	6.6	6.8
Net margin	6.3	4.5	4.9	5.0
Net profit (adj.)	20.1	(5.5)	31.0	7.6
Leverage				
Debt to total capital	36.9	41.9	38.7	35.2
Debt to equity	65.2	80.0	70.0	60.0
Net debt/(cash) to equity	9.9	15.1	17.1	18.7
Interest cover (x)	50.6	9.0	10.5	12.1

TRADERS' CORNER



Source: UOBKH ChartGenie



Source: UOBKH ChartGenie

Nationgate Holdings (NATGATE MK)

Technical BUY with +31.2% potential return

Last price: RM1.43

Target price: RM1.62, RM1.99

Support: RM1.20

Stop-loss: RM1.10

BUY with a target price of RM1.99 and stop-loss at RM1.105. Following a correction from the recent high, NATGATE has established strong support at RM1.10 in the past few days and managed to close above the 7- and 21-day EMA lines. Which signals the end of the recent consolidation. This is supported by the rising RSI and DMI indicators, which show positive momentum would strengthen in the near term. We expect NATGATE to continue the bullish momentum towards our targets of RM1.62 and RM1.99 in the near to medium term.

Expected timeframe: Two weeks to two months

Note: Not available for CFD Trading

My EG Services (MYEG MK)

Technical BUY on breakout with +15.1% potential return

Last price: RM0.825

Target price: RM0.865, RM0.95

Support: RM0.775

Stop-loss: RM0.770

BUY on breakout with a target price of RM0.950 and stop-loss at RM0.770. Based on the daily chart, MYEG has formed a higher high and higher low towards the breakout level of RM0.840. This is consistent with renewed buying interest as indicated by an uptick in the RSI and a bullish crossover in both the MACD and the DMI. We peg our targets at RM0.865 and RM0.95 if MYEG penetrates above the breakout level of RM0.840.

Expected timeframe: Two weeks to two months

Note: Not available for CFD Trading

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