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KEY HIGHLIGHTS

Company Results

MyNews Holdings (MNHB MK/SELL/RM0.55/Target: RM0.47) Page 2
3QFY23: Losses narrow, but remain within expectations. Downgrade to SELL.

VS Industry (VSI MK/BUY/RM1.02/Target: RM1.18) Page 5
FY23: Above expectations. After a gestation year in FY23, VS' main customers have started to replenish inventory again, which could fuel its growth in FY24.

TRADERS' CORNER

SWS Capital (SWS MK): Technical BUY

YBS International (YBS MK): Technical BUY

KEY INDICES

	Index	pt chg	% chg
FBMKLCI	1,445.55	2.1	0.1
Bursa Emas	10,709.64	4.8	0.0
Ind Product	174.21	0.0	0.0
Finance	16,188.52	5.9	0.0
Consumer	557.49	1.3	0.2
Construction	185.28	(1.0)	(0.5)
Properties	882.39	(3.7)	(0.4)
Plantations	6,907.26	2.1	0.0

BURSA MALAYSIA TRADING & PARTICIPATION

Malaysia Turnover	26-Sep-23	% chg
Volume (m units)	3,157	(5.3)
Value (RMm)	1,953	(4.3)

By Investor type	(%)	ppt chg
Foreign investors	27.6	0.0
Local retail	29.5	0.0
Local institution	42.9	0.0

TOP VOLUME / GAINERS / LOSERS

	Price	Chg	Volume
Top Volume	(RM)	(%)	('000)
Parkson Holdings	0.32	(3.1)	53,960
MY EG Services	0.80	0.0	47,636
UEM Sunrise	0.86	(1.7)	47,508
Astro Malaysia	0.47	(8.8)	31,255
Velesto Energy	0.25	(2.0)	30,744

Top Gainers

JobStreet Corp	1.60	6.0	1
Axiata Group Bhd	2.47	3.8	2,713
AirAsia X	2.54	3.7	3,239
UMW Holdings	4.90	2.7	4,829
SP Setia	1.04	2.0	18,972

Top Losers

SapuraEnergy	0.05	(9.1)	6,206
Astro Malaysia	0.47	(8.8)	31,255
Parkson Holdings	0.32	(3.1)	53,960
Eastern & Orient	0.69	(2.8)	21,935
POS Malaysia	0.53	(2.8)	1,328

OTHER STATISTICS

	26-Sep-23	chg	% chg
RM/US\$	4.69	0.00	0.1
CPO 3rd mth future (RM/mt)	3,692	(24.0)	(0.6)

Top volume, gainers and losers are based on FBM100 component stocks

COMPANY RESULTS

MyNews Holdings (MNHB MK)

3QFY23: Loss Making But Within Expectations

MyNews' sequential improvement in store revenue more than offset a net contraction in store count. A better sales mix lifted margins while its food processing centre saw losses narrow. These cushioned overall losses, which came in within expectations. The recent surge in its valuation appears at odds with its near-term challenging outlook. Downgrade to SELL with an unchanged target price of RM0.47.

3QFY23 RESULTS

Year to 31 Oct	3QFY23 (RMm)	qoq % chg	yoy % chg	9MFY23 (RMm)	yoy % chg	Comment
Revenue	185.8	6.7	9.2	544.1	20.7	Sequential growth owing to recovery off a low-base
Gross Profit	65.8	10.1	8.7	187.9	23.9	
EBITDA	15.5	(29.0)	(18.4)	56.8	61.7	
Pretax Profit	(1.2)	(77.8)	(47.1)	(9.7)	(57.1)	
Core Earnings	(2.2)	(65.6)	48.6	(11.7)	(40.4)	Losses but within expectations
Store Count	593	(0.3)	3.5			
Revenue Per Store	313	7.0	5.5			
	%	+/- ppt	+/- ppt	%	+/- ppt	
Gross Margin	35.4	1.1	-0.2	34.5	0.9	
EBITDA Margin	8.4	(4.2)	(2.8)	10.4	2.6	
Effective Tax Rate	164.1	125.2	161.5	60.0	59.2	
Core Margin	(1.2)	2.4	(0.3)	(2.1)	2.2	

Source: MyNews, UOB Kay Hian

RESULTS

- Within expectations despite losses.** MyNews Holdings' (MyNews) 3QFY23 losses narrowed to RM2.2m (2QFY23: -RM6.3m). 9MFY23 losses amounted to RM11.7m (9MFY22: -RM19.5m). This is within our and consensus expectations, with cumulative losses amounting to 97% and 92% of estimates respectively. We expect MyNews to continue to make headway albeit at a gradual pace. The sequential improvement was largely due to the fasting month falling in 2QFY23.

KEY FINANCIALS

Year to 31 Oct (RMm)	2021	2022	2023F	2024F	2025F
Net turnover	401	631	684	740	804
EBITDA	6	53	58	75	80
Operating profit	(51)	(16)	(10)	7	13
Net profit (rep./act.)	(43)	(18)	(11)	2	10
Net profit (adj.)	(43)	(18)	(11)	2	10
EPS (sen)	(6.3)	(2.7)	(1.6)	0.4	1.5
PE (x)	n.m.	n.m.	n.m.	150.9	37.9
P/B (x)	1.5	1.7	1.7	1.7	1.7
EV/EBITDA (x)	86.5	9.1	8.2	6.4	6.0
Dividend yield (%)	0.0	0.0	(0.9)	0.0	0.5
Net margin (%)	(10.8)	(2.9)	(1.6)	0.3	1.2
Net debt/(cash) to equity (%)	22.6	34.9	31.9	6.8	(19.2)
Interest cover (x)	0.9	6.0	7.4	16.2	91.4
ROE (%)	n.a.	n.a.	n.a.	1.2	4.5
Consensus net profit	-	-	(13)	9	19
UOBKH/Consensus (x)	-	-	0.83	0.27	0.52

n.m. : not meaningful; negative PE, EV/EBITDA reflected as "n.m."

Source: MyNews, Bloomberg, UOB Kay Hian

SELL

(Downgraded)

Share Price	RM0.55
Target Price	RM0.47
Upside	-14.5%

COMPANY DESCRIPTION

MyNews operates the largest homegrown convenience store chain in Malaysia.

STOCK DATA

GICS sector	Consumer Discretionary
Bloomberg ticker:	MNHB MK
Shares issued (m):	750.4
Market cap (RMm):	412.7
Market cap (US\$m):	88.0
3-mth avg daily t'over (US\$m):	0.1

Price Performance (%)

52-week high/low RM0.715/RM0.410

1mth	3mth	6mth	1yr	YTD
8.9	20.9	(5.2)	31.0	(12.7)

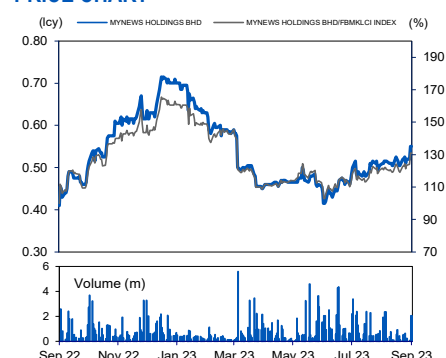
Major Shareholders

	%
D&D Consolidated	57.4
Aberdeen	5.1
EPF	4.9

FY23 NAV/Share (RM) 0.32

FY23 Net Debt/Share (RM) 0.10

PRICE CHART



Source: Bloomberg

ANALYST(S)

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• **Robust in-store performance.** 3QFY23 top-line grew 9.2% yoy and 6.7% qoq. Store revenue generation improved 5.5% yoy as MyNews appears to have benefitted from increased commercial activity following a full economic reopening. Apart from that, store count grew by 20 stores to 593 stores, up 3.5% yoy. MyNews saw sequential growth due to February being the fasting month as well as a shorter month that fell in 2QFY23. During the quarter, MyNews had successfully rebranded, repositioned and upgraded its MyNews Supervalu concept store. This store concept is aimed at the general trade segment as opposed to the CVS segment. MyNews aims to reach 31 Supervalu minimarts by year-end vs its existing 19 stores.

• **Gross margins improve alongside lower FPC losses but still minimally loss making.** 3QFY23 gross margins improved by 1.1ppt qoq to 35.4%. With the change in sales mix due to higher F&B sales in 3QFY23 vis-à-vis 2QFY23, margins improved sequentially. This more than offset the margin-dilutive Supervalu minimart sales. Apart from that, a lower effective tax rate resulted in better margins as losses narrowed to -RM2.2m (LATAMI margin: -1.2%). Given the stronger F&B sales, MyNews' food processing centre (FPC) saw losses shrink to RM2.2m (2QFY23: -RM3.0m). MyNews should continue to see recovery; however, we caution it could be uneven.

STOCK IMPACT

• **Placement of new shares.** On 27 June, MyNews announced its intention to undertake a placement of 68.2m new MyNews shares. This represents 10% of MyNews' existing share base. The placement is expected to generate proceeds of RM27.8m, which would be primarily utilised to fund MyNews' capex (RM22.9m) and working capital (RM4.9m). While the placement does not come as a surprise given its net gearing of -0.19x and its loss-making position, it ultimately dilutes MyNews' EPS. Following the completion of the placement, our target price will be adjusted to RM0.43 from RM0.47.

EARNINGS REVISION/RISK

• No changes to earnings. Key risks include CU store execution and slowdown in consumer spending.

VALUATION/RECOMMENDATION

• **Downgrade to SELL with an unchanged target price of RM0.47.** MyNews' valuation is relatively detached from its near-term prospects. Furthermore, the upcoming placement will be EPS dilutive. Our target price is based on a price-to-book valuation given that its earnings over FY24 is negligible. Our P/B peg is based on 1.5x FY24F P/B or -1.5SD of its five-year mean.

ENVIRONMENTAL, SOCIAL, GOVERNANCE (ESG)

<ul style="list-style-type: none"> • Environmental <ul style="list-style-type: none"> - Renewable energy. MyNews is embarking on solar energy for its HQ and food processing centres. This project will reduce 546 tonnes of CO₂ emission. • Social <ul style="list-style-type: none"> - Diversity & inclusion. 48% of its over 2,000-strong workforce is female. • Governance <ul style="list-style-type: none"> - Board composition. Independent Non-Executive Directors make up 50% of the board.
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REVENUE DRIVERS ASSUMPTIONS

	2023F	2024F	2025F
Revenue (RMm)	684	740	804
Growth yoy (%)	8.4%	8.2%	8.7%
Avg store count for the year	610	660	710
Net store addition	50	50	50
Growth yoy (%)	10.6%	8.2%	7.6%
Revenue per store (in '000)	1,121.9	1,121.9	1,133.1
Growth yoy (%)	-2.0%	0.0%	1.0%

Source: MyNews, UOB Kay Hian

FORWARD PE BAND (PRE-COVID-19)



Source: Bloomberg, UOB Kay Hian

PROFIT & LOSS

Year to 31 Oct (RMm)	2022	2023F	2024F	2025F
Net turnover	631	684	740	804
EBITDA	53	58	75	80
Deprec. & amort.	68	68	69	68
EBIT	(16)	(10)	7	13
Total other non-operating income	3	0	0	0
Associate contributions	1	1	1	1
Net interest income/(expense)	(9)	(8)	(5)	(1)
Pre-tax profit	(21)	(17)	3	12
Tax	(1)	5	0	(3)
Minorities	4	1	0	0
Net profit	(18)	(11)	2	10
Net profit (adj.)	(18)	(11)	2	10

CASH FLOW

Year to 31 Oct (RMm)	2022	2023F	2024F	2025F
Operating	92	60	93	95
Pre-tax profit	(21)	(18)	1	9
Tax	(1)	5	0	(3)
Deprec. & amort.	68	68	69	68
Associates	(3)	(3)	(3)	(3)
Working capital changes	16	(24)	(3)	(3)
Other operating cashflows	32	32	30	27
Investing	(71)	(45)	(33)	(33)
Capex (growth)	(72)	(45)	(33)	(33)
Proceeds from sale of assets	0	0	0	0
Others	1	0	0	0
Financing	(24)	(26)	(27)	(36)
Dividend payments	0	3	0	(2)
Issue of shares	0	0	0	0
Proceeds from borrowings	52	0	0	0
Loan repayment	(33)	0	(10)	(20)
Others/interest paid	(43)	(29)	(17)	(14)
Net cash inflow (outflow)	(4)	(10)	34	27
Beginning cash & cash equivalent	15	12	1	35
Changes due to forex impact	0	0	0	0
Ending cash & cash equivalent	12	1	35	62

BALANCE SHEET

Year to 31 Oct (RMm)	2022	2023F	2024F	2025F
Fixed assets	248	225	189	154
Other LT assets	226	226	226	226
Cash/ST investment	12	1	35	62
Other current assets	142	151	158	166
Total assets	628	603	608	608
ST debt	53	33	23	13
Other current liabilities	183	186	211	236
LT debt	37	37	27	7
Other LT liabilities	132	132	132	132
Shareholders' equity	224	215	215	220
Total liabilities & equity	628	603	608	608

KEY METRICS

Year to 31 Oct (%)	2022	2023F	2024F	2025F
Profitability				
EBITDA margin	8.3	8.5	10.2	10.0
Pre-tax margin	(3.3)	(2.5)	0.4	1.5
Net margin	(2.9)	(1.6)	0.3	1.2
ROA	n.a.	n.a.	0.4	1.6
ROE	n.a.	n.a.	1.2	4.5
Growth				
Turnover	57.6	8.4	8.2	8.7
EBITDA	846.4	11.0	29.2	6.1
Pre-tax profit	n.a.	n.a.	n.a.	366.7
Net profit	n.a.	n.a.	n.a.	298.2
Net profit (adj.)	n.a.	n.a.	n.a.	298.2
EPS	n.a.	n.a.	n.a.	298.2
Leverage				
Debt to total capital	28.7	24.5	18.8	8.3
Debt to equity	40.2	32.5	23.2	9.0
Net debt/(cash) to equity	34.9	31.9	6.8	(19.2)
Interest cover (x)	6.0	7.4	16.2	91.4

COMPANY RESULTS

VS Industry (VSI MK)

4QFY23: Above Expectations; Sunshine After The Rain

VS reported a record-high 4QFY23 on the back of strong sales orders from key customers augmented by favourable forex gains. We tweak FY24-25 earnings by +1% after model updates. After a gestation year in FY23, VS' main customers have started to replenish inventory again, which could fuel its growth in FY24. Note that it is also being approached by new MNC customers, with discussions of prospective contracts at different stages of evaluation. Maintain BUY. Target price: RM1.18.

FY23 RESULTS

Year to 31 Jul (RMm)	4QFY23	qoq % chg	yoy % chg	FY23	yoy % chg
Sales	1,161.7	16.5	15.7	4,599.8	17.5
Gross Profit	121.6	56.0	(8.8)	442.6	8.6
EBIT	99.3	156.4	169.3	273.8	29.4
PBT	94.4	199.9	176.4	245.6	22.0
Net Profit	66.1	146.9	91.2	183.9	8.4
Core Net Profit	73.1	173.4	3.6	188.8	(7.5)
Sales					
Malaysia	833.4	20.1	5.2	3,402.0	25.3
Singapore	230.1	(2.2)	85.4	808.0	2.0
Indonesia	80.7	36.5	7.0	340.7	4.0
China	17.5	102.1	40.2	49.0	(38.5)
PBT					
Malaysia	94.9	143.7	53.3	251.4	7.4
Singapore	1.2	(9.2)	(141.8)	4.4	939.4
Indonesia	0.7	(152.7)	(699.2)	7.5	(10.6)
China	(3.0)	(62.9)	(86.0)	(19.1)	(47.6)

Source: VS, UOB Kay Hian

RESULTS

- **Above expectations; back to its previous glory days again.** VS Industry (VS) reported a much stronger 4QFY23 core earnings of RM73.1m (+173% qoq, +4% yoy), bringing FY23 core net profit to RM188.8m (-8% yoy) which made up 107% and 104% of our and consensus' expectations respectively. Note that the positive deviation was mainly driven by: a) favourable forex gains, b) a better product mix, and c) record-high 4Q sales. The group has also declared a fourth interim DPS of 0.5 sen alongside a proposed 0.5 sen final DPS, with total DPS at 2.2sen.

KEY FINANCIALS

Year to 31 Jul (RMm)	2022	2023	2024F	2025F	2026F
Net turnover	3,914	4,600	5,336	5,788	5,928
EBITDA	330	394	505	570	593
Operating profit	212	274	383	444	462
Net profit (rep./act.)	166	184	268	314	327
Net profit (adj.)	201	189	268	314	327
EPS (sen)	5.2	4.9	6.9	8.1	8.5
PE (x)	19.6	20.8	14.7	12.5	12.0
P/B (x)	1.9	1.8	1.7	1.6	1.5
EV/EBITDA (x)	12.8	10.7	8.4	7.4	7.1
Dividend yield (%)	2.0	2.1	3.1	3.7	3.8
Net margin (%)	4.3	4.0	5.0	5.4	5.5
Net debt/(cash) to equity (%)	15.5	7.7	3.2	(0.4)	(6.7)
Interest cover (x)	34.1	13.3	19.3	21.8	22.6
ROE (%)	8.1	8.7	12.0	13.2	12.8
Consensus net profit	-	-	242	288	327
UOBKH/Consensus (x)	-	-	1.11	1.09	1.00

Source: VS, Bloomberg, UOB Kay Hian

BUY

(Maintained)

Share Price	RM1.02
Target Price	RM1.18
Upside	+15.8%
(Previous TP)	RM1.10)

COMPANY DESCRIPTION

VS Industry is involved in the manufacturing of plastic parts and components, contract manufacturing, precision mould making, the sub-assembly of electronic and electrical equipment and other secondary processes. It has plants in Malaysia, China, and Indonesia.

STOCK DATA

GICS sector	Information Technology
Bloomberg ticker:	VSI MK
Shares issued (m):	3,844.3
Market cap (RMm):	3,921.2
Market cap (US\$m):	836.2
3-mth avg daily t'over (US\$m):	1.0

Price Performance (%)

52-week high/low RM1.05/RM0.765

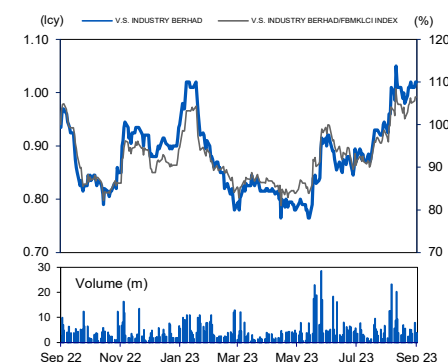
1mth	3mth	6mth	1yr	YTD
7.9	11.5	30.8	10.9	15.9

Major Shareholders

	%
Kumpulan Wang Persaraan Diperbadankan	9.1
Beh Kim Ling	7.7
Beh Hwee See	7.3

FY24 NAV/Share (RM)	0.60
FY24 Net Debt/Share (RM)	0.02

PRICE CHART



Source: Bloomberg

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- **FY23 revenue jumped 18% yoy**, anchored by strong sales from the Malaysia segment which improved by 25% following new labour onboarding and a full quarter's recognition of its key customers' order rechannelling. Revenue from the Singapore segment returned to growth trajectory again after dropping 14% in 9MFY23. Meanwhile, sales growth from China remained in the negative territory amid the streamlining of non-profitable operations. That being said, core net profit dropped 8% due to suboptimal utilisation in 1H (amid customers' inventory adjustment) alongside unfavourable forex exchange. Qoq, revenue and net profit jumped 17% and 173% respectively on stronger sales orders from existing customers, better operational efficiency and favourable forex gains.

STOCK IMPACT

- **Light at the end of the tunnel; expect a much stronger FY24.** After a gestation period during Jan-Jun 23 amid customers' inventory adjustment, management noted that most of its key customers have ramped up orders from 2QFY23 onwards, and this will be followed by the launch of new models from its US customers and which would be growth drivers for FY24. Country-wise, sales from Indonesia is picking up steam, anchored by trade diversion-related orders. Meanwhile, for China, the group will continue to adopt an asset-light business model to minimise losses. For better value chain integration, the group is vertically enhancing its services by insourcing parts
- **Sunshine after the rain.** Beyond the current slowdown, we see bright spots stemming from: a) order rechannelling that would cushion the general weakness, b) a relief in systemic disruption ie labour shortage and supply chain disruption, and c) undemanding valuation with de-rating catalysts being sufficiently priced in. Note that VS is benefitting from the fallout of its peer on the common customer's business engagement, where it has secured three various segments of new models. This would rake in at least >RM500m in revenue, with earnings potential of >RM25m (better margins) to cushion the demand softness from other key customers.
- **Eyeing new contracts; discussions still in infancy stage.** We understand that VS is still being approached by new MNC customers, with discussions of prospective contracts at the early stages of evaluation. Based on the recent customer acquisition trend, we believe any prospective contracts could carry better margins. We are not assuming any new customer wins for now. Assuming that a RM500m contract is secured with full contribution in FY24 on a net margin of 5.7%, the earnings accretion would be 9%.

EARNINGS REVISION/RISK

- After making the model updates, we tweak our earnings by 1-2% for house-keeping purposes.

VALUATION/RECOMMENDATION

- **Maintain BUY with a higher target price of RM1.18** as we peg our valuation back to mean valuation of 17x (from 15x being -0.5SD below its five-year mean previously). VS is now back to its high-growth cycle again, offering a two-year net profit CAGR of 29% (from FY23-25), notwithstanding the new meaningful contract pipeline for VS.

ENVIRONMENTAL, SOCIAL, GOVERNANCE (ESG) UPDATES

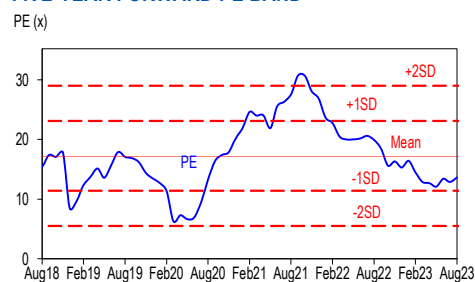
<ul style="list-style-type: none"> • Environmental
<ul style="list-style-type: none"> - VS has been certified with the ISO 14001:2015 Environment Management System for assembly services for mechanical and electrical products.
<ul style="list-style-type: none"> • Social
<ul style="list-style-type: none"> - VS held an In-House Vaccination Programme in Aug 21 and achieved a 99.8% vaccination record for the entire workforce. - It is engaging with migrant worker rights specialists and independent auditor proactively for the betterment migrant workers' welfare in Malaysia.
<ul style="list-style-type: none"> • Governance
<ul style="list-style-type: none"> - The company has in place an Anti-Corruption Framework which fulfils the requirements in the Guidelines on Adequate Procedures to Section 17A (5) of the Malaysian Anti-Corruption Commission Act 2009.

SALES ASSUMPTION

(RMm)	FY22	FY23	FY24F	FY25F
Sales	3,914	4,600	5,336	5,788
Key Customer	1,730	2,454	2,760	2,790
Customer Z	470	400	439	483
China	80	72	72	72
Indonesia	328	344	327	311
New Key Customers	1020	1000	1300	1650
Others	287	329	438	482
Core Net Margin (%)	5.1	4.1	5.0	5.4

Source: UOB Kay Hian

FIVE-YEAR FORWARD PE BAND



PROFIT & LOSS

Year to 31 Jul (RMm)	2023	2024F	2025F	2026F
Net turnover	4,600	5,336	5,788	5,928
EBITDA	394	505	570	593
Deprec. & amort.	120	122	126	131
EBIT	274	383	444	462
Associate contributions	2	2	2	2
Net interest income/(expense)	(30)	(26)	(26)	(26)
Pre-tax profit	246	359	420	438
Tax	(71)	(95)	(111)	(116)
Minorities	9	4	5	5
Net profit	184	268	314	327
Net profit (adj.)	189	268	314	327

CASH FLOW

Year to 31 Jul (RMm)	2023	2024F	2025F	2026F
Operating	428	305	364	454
Pre-tax profit	246	359	420	438
Tax	(42)	(95)	(111)	(116)
Deprec. & amort.	120	122	126	131
Working capital changes	38	(114)	(104)	(32)
Non-cash items	28	28	28	28
Other operating cashflows	38	6	6	6
Investing	(135)	(100)	(100)	(100)
Capex (growth)	(136)	(100)	(100)	(100)
Investments	0	0	0	0
Proceeds from sale of assets	5	0	0	0
Others	(4)	0	0	0
Financing	134	(123)	(180)	(186)
Dividend payments	(77)	(123)	(144)	(150)
Issue of shares	13	0	0	0
Proceeds from borrowings	n.a.	n.a.	n.a.	n.a.
Loan repayment	212	0	0	0
Others/interest paid	(15)	0	(36)	(36)
Net cash inflow (outflow)	427	82	84	168
Beginning cash & cash equivalent	279	689	781	865
Changes due to forex impact	(16)	9	0	0
Ending cash & cash equivalent	689	781	865	1,033

BALANCE SHEET

Year to 31 Jul (RMm)	2023	2024F	2025F	2026F
Fixed assets	985	1,154	1,127	1,097
Other LT assets	271	38	40	42
Cash/ST investment	689	781	865	1,033
Other current assets	2,102	2,309	2,483	2,538
Total assets	4,047	4,281	4,516	4,710
ST debt	270	270	270	270
Other current liabilities	843	936	1,006	1,028
LT debt	585	585	585	585
Other LT liabilities	64	64	64	64
Shareholders' equity	2,154	2,298	2,468	2,644
Minority interest	132	128	123	118
Total liabilities & equity	4,047	4,281	4,516	4,710

KEY METRICS

Year to 31 Jul (%)	2023	2024F	2025F	2026F
Profitability				
EBITDA margin	8.6	9.5	9.9	10.0
Pre-tax margin	5.3	6.7	7.3	7.4
Net margin	4.0	5.0	5.4	5.5
ROA	4.7	6.4	7.1	7.1
ROE	8.7	12.0	13.2	12.8
Growth				
Turnover	17.5	16.0	8.5	2.4
EBITDA	19.2	28.2	13.0	3.9
Pre-tax profit	22.0	46.1	17.0	4.2
Net profit	10.5	45.7	17.0	4.2
Net profit (adj.)	(6.0)	42.0	17.0	4.2
EPS	(6.0)	42.0	17.0	4.2
Leverage				
Debt to total capital	27.2	26.1	24.8	23.6
Debt to equity	39.7	37.2	34.6	32.3
Net debt/(cash) to equity	7.7	3.2	(0.4)	(6.7)
Interest cover (x)	13.3	19.3	21.8	22.6

TRADERS' CORNER



Source: UOBKH ChartGenie

SWS Capital (SWS MK)

Technical BUY with +23.5% potential return

Last price: RM0.34

Target price: RM0.395, RM0.42

Support: RM0.30

Stop-loss: RM0.295

BUY with a target price of RM0.42 and stop-loss at RM0.295. Currently, share price is consolidating within the immediate support of RM0.30 and yesterday's positive closing above the BBI sets a new tone for the short-term outlook. We expect SWS to move higher and retest the previous high of RM0.425 in the near term. This is supported by an uptick in the RSI and bullish crossover in DMI. Currently, MACD is on the verge of making golden cross to the positive signal.

Expected timeframe: Two weeks to two months.

Note: Not available for CFD Trading



Source: UOBKH ChartGenie

YBS International (YBS MK)

Technical BUY on breakout with +25.6% potential return

Last price: RM0.615

Target price: RM0.745, RM0.81

Support: RM0.565

Stop-loss: RM0.56

BUY on breakout with a target price of RM0.81 and stop-loss at RM0.56. A bullish crossover from the MACD could lift share price while a closing above RM0.645 should create a base for a new up-leg. Moving forward, we expect YBS to move higher to retest our targets at RM0.745 and RM0.81. This is supported by an uptick in the RSI and the DMI is on a bullish crossover.

Expected timeframe: Two weeks to two months

Note: Not available for CFD Trading

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