

# Technical Focus

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## TCS Group Bhd

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### A strong start into 2021

- Established relationship with past and existing clientele with repeating notable customers include Worldwide Holdings Bhd, UM Land Group and Tropicana Group.
- Bagged a total of 5 major construction contracts with combined value at RM646.6m since listing in July 2020, bumping unbilled orderbook to approximately RM950.0m to provide earnings visibility over next 2 years.
- Proposed 1-for-2 free warrants as part of the initiative to reward existing shareholders. Technically, price has formed a flag-formation breakout above RM0.545, targeting the next resistances at RM0.59-0.605 with long term target at RM0.65.

### TCS daily: Flag-formation breakout



M+ Wiz

### Trading Catalyst

- TCS Group Bhd (TCS Group) is principally involved in the construction of building and civil works. Given the established relationship with past and existing clientele, repeating notable customers include Worldwide Holdings Bhd, UM Land Group and Tropicana Group.
- Since listing in July 2020, we gather that TCS Group has bagged a total of 5 major construction contracts with combined value at RM646.6m (inclusive of the 2 major construction contracts valued at RM108.9m secured last week); a testament to the proven track record in continuously securing major projects in the construction industry.
- Moving forward, TCS Group's unbilled orderbook of approximately RM950.0m will provide earnings visibility over the next 2 years. As part of the initiative to reward existing shareholders, TCS Group has proposed 1-for-2 free warrants.

### TCS GROUP BHD

Last Price (RM)	0.565
5 Day Change (%)	6.6
1 Day Range Percentile (%)	100.0
5 Day Range Percentile (%)	88.9
52Week Range Percentile (%)	86.0
Volatility 30D	38.1
EMA9, EMA20, EMA60 Trend	Uptrend
Price vs. EMA20 (%)	6.0
DMI DI+	24.1
DMI DI-	13.3
ADX	20.1
Price Skew	DOWN
RSI 14D	60.0
RSI OB/OS	Positive
Price vs. Bollinger Band (%)	128.4

### Bloomberg

### Financial snapshot

FYE Dec	FY18	FY19	FY20*
Revenue (RM m)	146.3	358.4	236.4
Net profit (RM m)	9.8	15.7	14.9
Shares (m)	360.0	360.0	360.0
EPS (sen)	2.7	4.4	4.1
DPS (sen)	-	-	1.0
P/E (x)	20.8	13.0	13.7
DY (%)	-	-	1.8

### Bloomberg

FY20\* based on annualised 12-months data

## Technical Outlook

- Technically, share price has been on the uptrend since bottoming out in November-2020. Following the recent pullback towards RM0.50, price has once again found some stability. Price has recently formed a flag-formation breakout above RM0.545, targeting the next resistances at RM0.59-0.605 with long term target at RM0.65. Support is pegged at RM0.525 and cut loss is located at RM0.505.

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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. If RSI 14 days is greater or equal to 70, it will be stated Overbought.
RSI OB/OS	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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