

ATA IMS Bhd

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New facility to drive growth

- Regarded as one of the top 30 Electronics Manufacturing Service (EMS) provider in the world with products shipped to over 80 countries.
- Expansion of approximately 378,000 sqf. Pasir Gudang facility is expected to be fully utilised in 2H21 as demand remains relatively robust.
- EMS players will continue to thrive under the prevailing situation, riding on the semiconductor upcycle with global semiconductor sales that rose 29.2% YoY to US\$44.5bn in June 2021. Technically, traders may anticipate for a breakout above RM2.79 to target the next resistances at RM2.91-3.05 with long term target set at RM3.48.

ATAIMS daily: Monitor for breakout



M+ Wiz

Trading Catalyst

- ATA IMS Bhd (ATAIMS) is regarded as one of the top 30 Electronics Manufacturing Service (EMS) provider in the world with products shipped to over 80 countries. ATAIMS offers vertically integrated capabilities from design and engineering, mould design and fabrication, plastic injection moulding to box build assembly.
- Moving forward, the expansion of approximately 378,000 sqf. Pasir Gudang facility is expected to be fully utilised in 2H21 as demand remains relatively robust. We gather that the current work-from-home trend is expected to remain in place that will sustain and drive the demand for home appliances.
- We also believe that the EMS players will continue to thrive under the prevailing situation, riding on the semiconductor upcycle with global semiconductor sales that rose 29.2% YoY to US\$44.5bn in June 2021. As of FY21, ATAIMS operates in a healthy balance sheet with a net gearing at 0.2x as the group continue to hinge on external funding for their expansion plans.

ATA IMS BHD

Last Price (RM)	2.77
5 Day Change (%)	3.0
1 Day Range Percentile (%)	100.0
5 Day Range Percentile (%)	88.9
52Week Range Percentile (%)	66.8
Volatility 30D	47.2
EMA9, EMA20, EMA60 Trend	Uptrend
Price vs. EMA20 (%)	3.3
DMI DI+	25.5
DMI DI-	15.0
ADX	27.6
Price Skew	DOWN
RSI 14D	63.9
RSI OB/OS	Positive
Price vs. Bollinger Band (%)	66.0

Bloomberg

Financial snapshot

FYE Mar	FY21	FY22f	FY23f
Revenue (RM m)	4221.8	5303.6	6043.8
Net profit (RM m)	150.1	181.5	219.2
Shares (m)	1203.3	1203.3	1203.3
EPS (sen)	12.5	15.1	18.2
DPS (sen)	-	4.8	6.0
P/E (x)	22.2	18.4	15.2
DY (%)	-	1.7	2.2

Bloomberg

Technical Outlook

- Technically, share price on the move again after two months of consolidation. With the recent rebound, price has pullback towards the daily EMA120 level before trading sideways over the short term. The uptrend formation has been re-established since the start of the month and price has formed a bullish engulfing candle. Traders may anticipate for a breakout above RM2.79 to target the next resistances at RM2.91-3.05 with long term target set at RM3.48. Support is pegged at RM2.61 and cut loss is located at RM2.60.

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. 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