

MN Holdings Berhad

Tagging along the growing construction industry

- MNHLDG registered an increase in net profit for 1Q24 to RM4.2m from RM1.2m (+250.3% YoY)
- As of 29Nov23, MNHLDG's order book stands at RM345.37m and in early Jan24, they bagged a RM98m contract.
- MNHLDG will benefit from the continued growth in the construction sector.
- Technically, MNHLDG has experienced a breakout above RM0.575 and last closed at RM0.615. Monitor for an extension of the rally, targeting RM0.655-0.66, with a LT target at RM0.68. Support is set around RM0.59-0.595, while cut loss is at RM0.58.

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Company profile

MNHLDG is principally engaged in the underground utilities engineering services and solutions and substation engineering services and solutions.

MN HOLDINGS BHD

| | |
|------------------------------|----------|
| Last Price (RM) | 0.615 |
| 5 Day Change (%) | 7.0 |
| 1 Day Range Percentile (%) | 100.0 |
| 5 Day Range Percentile (%) | 73.3 |
| 52Week Range Percentile (%) | 92.5 |
| Volatility 30D | 55.6 |
| EMA9, EMA20, EMA60 Trend | Uptrend |
| Price vs. EMA20 (%) | 6.1 |
| DMI DI+ | 31.5 |
| DMI DI- | 12.5 |
| ADX | 32.8 |
| RSI 14D | 47.4 |
| RSI OB/OS | Negative |
| Price vs. Bollinger Band (%) | 85.7 |

Bloomberg

Financial snapshot

| FYE Dec | FY22 | FY23 | LTM |
|-------------------|-------|-------|-------|
| Revenue (RM m) | 104.0 | 164.5 | 192.5 |
| Net profit (RM m) | 5.5 | 9.5 | 12.5 |
| Shares (m) | 341.1 | 408.8 | 409.0 |
| EPS (sen) | 1.6 | 2.3 | 3.1 |
| DPS (sen) | 0.0 | 0.0 | 0.0 |
| P/E (x) | 38.3 | 26.7 | 20.1 |
| DY (%) | 0.0 | 0.0 | 0.0 |

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LTM represents the trailing 12 months financial figures.

MNHLDG daily: Sideways consolidation breakout



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Trading Catalyst

- **MNHLDG started on a strong note in 1Q24.** MNHLDG net profit increased in 1Q24 to RM4.2m from RM1.2m (+250.3% YoY) on the back of stronger revenue of RM55.1m from RM27.1m (+94.3% YoY) due to the heightened construction activities within both the underground utilities and substation engineering segments.
- **Strong orderbook in FY24 to support revenue.** As of 29Nov23, MNHLDG's order book stands at RM345.4m, and in early Jan24, the group has bagged a RM98m contract to undertake high voltage horizontal directional drilling and cable bridge works for a data centre located in the southern region of Peninsular Malaysia.
- **Growing construction sector in Malaysia.** On a QoQ basis, in 3Q23 the construction sector experienced a growth of 7.2% from 6.2% in 2Q23, primarily supported by stronger ongoing large infrastructure projects and small-scale projects. MNHLDG should benefit from the continued growth of the construction sector.



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Tuesday, 30 Jan, 2024

Technical Outlook

- Share price had experienced a breakout above RM0.575, and is currently consolidated for the past two trading days, closing at RM0.615, pending another breakout. As the technical readings are positive, we expect follow-through buying interest to be seen in the near term, targeting RM0.655-0.66, with a LT target at RM0.68. Support is set around RM0.59-0.595, with a cut loss set around RM0.58.

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As of **Tuesday, 30 Jan, 2024**, the analyst(s), Loui Low Ley Yee, whose name(s) appears on the front page, who prepared this report, has interest in the following securities covered in this report:

(a) nil.

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 |



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