

Pengana International Equities (PIA)

Pengana International Equities hits year-high Monday
September 28, 2020 16:00 AEST

Pengana International Equities Limited (ASX:PIA), Australia's 59th largest Diversified financials company by market cap, hit a 52-week high of \$A1.20 during the day. In the past month the stock has hit a new 52-week high five times and in the last three months nine times, pointing to a significant uptrend.

Pengana International Equities' stock price has lifted 3.0c (2.6%) from its previous trading session to close at \$A1.20. Compared with the All Ordinaries Index which fell 5.6 points (0.09%) in the day, the relative price increase was 2.7%.

There were 145,250 shares worth \$A173,574 traded today. The volume was 0.7 times the average daily trading volume of 216,198 shares.

Figure 1: Stock Identifiers

ISIN	AU000000PIA4
PermID	4296126848

Fig 2: Stock Summary

52-Week Range	70.15c-\$A1.20
Market Cap	\$A303.7 million
Shares Outstanding	254,126,976
EPS Growth (%)	43.3
Relative Strength (3 mo)	45

Fig 3: Technical Indicators

Name	Value	Comment
MACD	0.02	Buy
CCI	163.2	Buy
MFI	64.6	Neutral

Fig 4: Moving Averages

Name	Value	Comment
P/MAP20	1.03	Price/MAP20 above 1 and rising
P/MAP50	1.07	Price/MAP50 above 1 and rising
P/MAP200	1.13	Price/MAP200 above 1 and rising

Fig 5: Financials Summary

Year ended Jun	FY2020	FY2019	FY2018
Sales (\$ M)	28.8	19.4	28.1
Pretax (\$ M)	24.3	1.6	23.6
Net (\$ M)	17	11.8	17.3
EPS (AUD)	0.095	0.0663	0.1004

Bullish Signals

Uptrend

Fig 6: Price/Moving Average Price and MACD:

- The Price/MAP of 1.13 for PIA is higher than the Price/MAP for the All Ordinaries Index of 1.01.
- The Moving Average Convergence Divergence (MACD) indicator of 12-day Exponential Moving Average (EMA) of 1.17 minus the 26-day EMA of 1.15 is positive suggesting a bullish signal. Both the 12-day EMA as well as the 26-day EMA are rising, another bullish signal.
- The price to 50-day EMAP ratio is 1.1, a bullish indicator. In the past 50 days this ratio has exceeded 1.1 just thrice suggesting a resistance level. The 50-day EMAP has increased to \$A1.13. An increase is another bullish indicator.
- The price to 200-day MAP ratio is 1.13, a bullish indicator. The stock is trading above both its MAPs and the 50-day MAP of \$A1.11 is higher than the 200-day MAP of \$A1.06, another bullish indicator.

Past Week:

- Pengana International Equities is placed 387/1453 in BuySellSignals' ranking of Australian performers in the past week, a percentile ranking of 73.
- In the past week, volume was 0.9 times average and the shares were up 3.0%. Monday's close price is at a 1.3% premium to its 5-day Volume Weighted Average Price (VWAP) of \$A1.18.

Past Month:

- The present value of AUD1,000 (PV1000) invested one month ago in Pengana International Equities is \$A1,017, for a capital gain of \$A17.

PV\$1000	1-week	1-month	1-year
PIA.ASX	1,030	1,017	1,230
All Ordinaries Index	1,020	1,004	899

Undervaluation [compared with sector average]

Price/Earnings and Earnings Yield:

- Price/Earnings of 12.6 [23.0]. We estimate Pengana International Equities stock is trading at a current year P/E of 11.9 and a forward year P/E of 11.2. The P/E of 12.6 plus annual inflation in the Australia of -0.3% adds up to 12.3, well within the value benchmark Rule of 19.
- Earnings yield of 8.0% is 9.4 times the 10-year bond yield of 0.85%.

Dividend Yield:

- The relative yield of PIA, defined by its yield of 5%, divided by average yield of dividend yielding stocks in the All Ordinaries Index of 4.1% is 123.0%. This suggests Pengana International Equities stock is undervalued in dividend yield terms.

Price to Book:

- Price to Book of 1 [2.2]. We estimate Pengana International Equities stock is trading at a current year Price to Book of 0.9 and a forward year Price to Book of 0.9.

MCap/Total Assets:

- Tobin's Q Ratio, defined as MCap divided by Total Assets, is 0.9. Compared with the rest of the market the stock is undervalued.

Undervaluation Indicator and rank of Pengana International Equities in the Australian market:

Description	Value	Rank In Market
Price/Earnings/Growth	0.29	In Top 24%