

JB Hi-Fi (JBH: \$A47.44)

JB Hi-Fi decreases 1.4% on slipping relative strength, substantial shareholder UBS Group buys Thursday September 24, 2020 16:00 AEST

JB Hi-Fi Limited (ASX:JBH), Australia's 3rd largest Retailer by market cap, has decreased 70.0c (1.4%) from its previous trading session to close at \$A47.44. Compared with the All Ordinaries Index which fell 54.8 points (0.9%) in the day, the relative price change was -0.6%.

In the Australian market, the stock's relative price strength percentile is slipping at 58 for 6 months, 51 for 3 months, and 34 for 30 days. A price fall combined with a slipping relative strength is a bearish signal.

There were 639,947 shares worth \$A30.4 million traded today. The volume was 0.9 times the average daily trading volume of 749,076 shares.

SUBSTANTIAL SHAREHOLDER BUYING

UBS Group bought 6,208,139 shares worth AUD293,396,649 (\$US211,749,349) of JB Hi-Fi on September 17, becoming a substantial shareholder with 6,208,139 shares. The last price was AUD47.30.

Figure 1: Stock Identifiers

ISIN	AU000000JBH7
PermID	4295858402

Fig 2: Stock Summary

52-Week Range	\$A20.43-\$A52.32
Market Cap	\$A5.4 billion
Shares Outstanding	114,869,585
EPS Growth (%)	21
Relative Strength (3 mo)	51

Fig 3: Technical Indicators

Name	Value	Comment
RSI	33.7	Neutral
MACD	-0.02	Sell
William % R	-57.1	Neutral
MFI	44.3	Neutral

Fig 4: Moving Averages

Name	Value	Comment
P/MAP20	0.98	Price/MAP20 below 1 and falling

Fig 5: Financials Summary

Year ended Jun	FY2020	FY2019	FY2018
Sales (\$ B)	5.8	5.2	5
Pretax (\$ M)	325.8	261.3	243.2
Net (\$ M)	219.8	181.6	169.6
EPS (AUD)	2.6311	2.1744	2.03

Bearish Signals

Downtrend

Fig 6: Price/Moving Average Price and MACD:

- The Moving Average Convergence Divergence (MACD) indicator of 12-day Exponential Moving Average (EMA) of 47.57 minus the 26-day EMA of 47.59 is negative suggesting a bearish signal. Both the 12-day EMA as well as the 26-day EMA are falling, another bearish signal.

Slipping Relative Strength (1mo, 3 mo):

- In the Australian market of 1,514 stocks and 20 units traded today, the stock has a 6-month relative strength of 58 which means it has outperformed 58% of the market.

- Also, the relative strength percentile is slipping at 51 for 3 months and 34 for 1 month.

Short Selling:

- In the Australian Short Selling market of 907 stocks, short selling (on ASX and CHI-X) as a % of issued shares ranked 182nd and within the top quartile of stocks, a bearish indicator.

Overvaluation [compared with sector average]

Dividend Yield:

- The relative yield of JBH, defined by its yield of 4%, divided by average yield of dividend yielding stocks in the All Ordinaries Index of 4.8% is 83.1%. This suggests JB Hi-Fi stock is overvalued in dividend yield terms.