

## Objective (OCL: \$A12.25)

Three-bagger Objective lifts 2.5% Tuesday September 15, 2020 16:00 AEST

Objective Corporation Limited (ASX:OCL), Australia's 13th largest Software & services company by market cap, ending a two-day streak of losses. Objective's stock price has lifted 30.0c (2.5%) from its previous trading session to close at \$A12.25. Compared with the All Ordinaries Index which rose 0.8 points (0.01%) in the day, the relative price increase was 2.4%. Today the stock traded at its four-day high of \$A12.31.

The value of AUD1,000 invested one year ago is \$A3,262 [vs \$A897 for the All Ordinaries Index], including a capital gain of \$A2,243 and dividend reinvested of \$A19. The total return to shareholders for 1 year is 226.2%.

The volume was 0.6 times the average daily trading volume of 55,172 shares. There were 32,729 shares worth \$A400,930 traded today.

### OBJECTIVE DIVIDENDS

The shares increased 0.5% in the 5 trading sessions since the ex-dividend date of September 08. The company paid a dividend of 7.0c per share. Based on dividends of 7.0c per share for the trailing twelve months and the last price of \$A12.25 the dividend yield is 0.6%.

### Figure 1: Stock Identifiers

<b>ISIN</b>	AU000000OCL7
<b>PermID</b>	4295856703

### Fig 2: Stock Summary

<b>52-Week Range</b>	\$A3.78-\$A13.0
<b>Market Cap</b>	\$A1.1 billion
<b>Shares Outstanding</b>	93,580,371
<b>EPS Growth (%)</b>	25
<b>Relative Strength (3 mo)</b>	84

### Fig 3: Technical Indicators

Name	Value	Comment
RSI	52.8	Neutral
MACD	0.5	Buy
William % R	-56.0	Neutral
MFI	62.8	Neutral

### Fig 4: Moving Averages

Name	Value	Comment
P/MAP10	1.04	Price/MAP10 above 1 and rising
P/MAP20	1.03	Price/MAP20 above 1 and rising
P/MAP50	1.17	Price/MAP50 above 1 and rising
P/MAP200	1.68	Price/MAP200 above 1 and rising

### Fig 5: Financials Summary

Year ended Jun	FY2019	FY2018	FY2017
Sales (USD M)	45.2	45.9	45.6
Pretax (USD M)	7.9	6.8	7.2
Net (USD M)	6.6	5.4	6
EPS (AUD)	0.1	0.08	0.09

## Bullish Signals

### Uptrend

Today's Volatility:

- The 5.8% discount to 12-month high of \$A13.0 against the 224.3% premium to 12-month low of \$A3.78 suggests the stock continues to push for new highs.

Fig 6: Price/Moving Average Price and MACD:

- The Price/MAP of 1.68 for OCL 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 12.0 minus the 26-day EMA of 11.53 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, 41 times suggesting further upside. The 50-day EMAP has increased to \$A10.66. An increase is another bullish indicator.
- The price to 200-day MAP ratio is 1.68, a bullish indicator. In the past 200 days this ratio has exceeded 1.68, 23 times suggesting further upside. The stock is trading above both its MAPs and the 50-day MAP of \$A10.51 is higher than the 200-day MAP of \$A7.30, a bullish indicator. The 200-day MAP has increased to \$A7.30. An increase is another bullish indicator.

Past Week:

- Objective is placed 695/1546 in BuySellSignals' ranking of Australian performers in the past week, a percentile ranking of 55.
- In the past week, volume was 0.9 times average and the shares were up 0.5%. Tuesday's close price is at a 0.6% premium to its 5-day Volume Weighted Average Price (VWAP) of \$A12.18.

Past Month:

- The price soared 14.3% in the past month. The rise has been propped up by a strong volume of 2.5 times average for the month.
- A three-bagger in the past year, the present value of AUD1,000 (PV1000) invested one month ago in Objective is \$A1,150, comprising a capital gain of \$A143 and dividend reinvested of \$A7.

	PV\$1000	1-week	1-month	1-year
OCL.ASX		1,011	1,150	3,262
All Ordinaries Index		984	965	897

Relative Strength(6 months):

- In the Australian market of 1,555 stocks and 21 units traded today, the stock has a 6-month relative strength of 77 indicating it has outperformed 77% of the market.