

Zip Co (Z1P: AUD9.16)

Zip Co adds AUD109 million in MCap, top heavyweight rise in Diversified financials sector Monday August 31, 2020 16:00 AEST

Zip Co Limited (ASX:Z1P), Australia's 6th largest Diversified financials company by market cap, has lifted 28.0c (3.1%) from its previous trading session to close at AUD9.16. Compared with the All Ordinaries Index which fell 14.9 points (0.2%) in the day, the relative price increase was 3.4%. Today the stock traded between its three-day high of AUD9.18 and five-day low of AUD8.65.

It posted the highest rise in MCap (AUD109.3 million) with the most influence on the Diversified financials sector. Its MCap is AUD3.6 billion.

There were 11,018,766 shares worth AUD100.9 million traded today. Monday's price rise was propped up by a firm volume of 1.4 times the average daily volume of 7.9 million shares.

Bullish Turning Point

Momentum Up

The price increase of 3.1% was fuelled by volume of 1.4 times average. On the previous day, the price decreased 3.5% on volume of 2.2 times average. The Beta of the stock is 2.6, indicating the bullish trend might be sustained in the short-term.

Figure 1: Stock Identifiers

ISIN	AU000000Z1P6
PermID	5000603679

Fig 2: Stock Summary

52-Week Range	AUD1.05-AUD10.64
Market Cap	AUD3.6 billion
Shares Outstanding	390,403,189
Relative Strength (3 mo)	92

Fig 3: Technical Indicators

Name	Value	Comment
MACD	0.7	Buy
William % R	-32.5	Neutral
CCI	138.3	Buy

Fig 4: Moving Averages

Name	Value	Comment
P/MAP10	1.18	Price/MAP10 above 1 and rising
P/MAP20	1.31	Price/MAP20 above 1 and rising
P/MAP50	1.42	Price/MAP50 above 1 and rising

Fig 5: Financials Summary

Year ended Jun	FY2019	FY2018	FY2017
Sales (USD M)	60.4	28.6	12
Pretax (USD M)	(8.1)	(16.4)	(15.1)
Net (USD M)	(8.1)	(16.4)	(14.7)
EPS (AUD)	(0.0352)	(0.0784)	(0.086)

Bullish Signals

Uptrend

Fig 6: Price/Moving Average Price and MACD:

- The Moving Average Convergence Divergence (MACD) indicator of 12-day Exponential Moving Average (EMA) of 7.89 minus the 26-day EMA of 7.15 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 1.4, a bullish indicator. In the past 50 days this ratio has exceeded 1.4, nine times suggesting further upside. The 50-day EMAP has increased to AUD6.43. An increase is another bullish indicator.

Past Week:

- Zip Co is placed 78/1494 in BuySellSignals' ranking of Australian performers in the past week, a percentile ranking of 94.
- In the past week, volume was 3.4 times average and the shares were up 23.0%. Monday's close price is at a 0.3% premium to its 5-day Volume Weighted Average Price (VWAP) of AUD9.13.

Past Month:

- The price soared 52.4% in the past month. The rise has been propped up by a firm volume of 1.3 times average for the month.
- Compared with the All Ordinaries Index which rose 3.1% for the month, this represented a relative price increase for Zip Co's stock of 49.3% for the month.

Relative Strength(6 months):

- In the Australian market of 1,574 stocks and 23 units traded today, the stock has a 6-month relative strength of 93 which means it is beating 93% of the market.
- A price rise combined with a high relative strength is a bullish signal.

Fig 7: High Price Performance Indicators and rank of Zip Co in the Australian market:

Description	Value	Rank In Market
Today's Trading Turnover	AUD100.9 million	In Top 2%
MCap	AUD3.6 billion	In Top 8%
Price/MAP50	1.42	In Top 9%
% Prem to Vol Wtd Price	15.8	In Top 20%