

### New Energy Solar (NEW: 91.0c)

New Energy Solar increases 1.1% on rising relative strength  
Wednesday January 13, 2021 16:00 AEST

New Energy Solar (ASX:NEW), Australia's 6th largest Utility company by market cap, has increased 1.0c (1.1%) from its previous trading session to close at 91.0c. Compared with the All Ordinaries Index which rose 14.8 points (0.2%) in the day, the relative price increase was 0.9%.

In the Australian market, the stock's relative price strength percentile is rising at 10 for 6 months, 65 for 3 months, and 78 for 30 days. A price rise combined with a rising relative strength is a bullish signal.

There were 221,797 shares worth \$A201,835 traded today. The volume was 0.6 times the average daily trading volume of 363,665 shares.

#### Figure 1: Stock Identifiers

<b>ISIN</b>	AU000000NEW2
<b>PermID</b>	5052539641

#### Fig 2: Stock Summary

<b>Market Cap</b>	\$A319.5 million
<b>Shares Outstanding</b>	351,059,886
<b>Relative Strength (3 mo)</b>	65

#### Fig 3: Technical Indicators

Name	Value	Comment
MACD	0.02	Buy
William % R	-30.8	Neutral
MFI	77.6	Neutral

#### Fig 4: Moving Averages

Name	Value	Comment
P/MAP20	1.05	Price/MAP20 above 1 and rising
P/MAP50	1.03	Price/MAP50 above 1 and rising

#### Fig 5: Financials Summary

Year ended Dec	FY2019	FY2018	FY2017
Sales (\$ M)	(7.7)	54.7	(2.7)
Pretax (\$ M)	(4.1)	61.5	(5.5)
Net (\$ M)	(3.3)	62.4	(5.5)
EPS (AUD)	(0.01)	0.24	(0.0353)

### 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 0.89 minus the 26-day EMA of 0.88 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 1.0, a bullish indicator. In the past 50 days this ratio has exceeded 1.0, 19 times suggesting further upside. The 50-day EMAP has increased to 87.23c. An increase is another bullish indicator.

Past Month:

- Rises to Falls: in the past month the number of rises outnumbered falls 12:5 or 2.4:1.

Fig 7: High Price Performance Indicator and rank of New Energy Solar in the Australian market:

Description	NEW Value	Rank In Market
Volatility %	1.1	In Top 11%

#### Undervaluation [compared with sector average]

Dividend Yield:

- The relative yield of NEW, defined by its yield of 3.3%, divided by average yield of dividend yielding stocks in the All Ordinaries Index of 3.0% is 110.4%. This suggests New Energy Solar stock is undervalued in dividend yield terms.

Price to Book:

- Price to Book of 0.6 [3.0]. We estimate New Energy Solar stock is trading at a current year Price to Book of 0.6 and a forward year Price to Book of 0.5.

MCap/Total Assets:

- Tobin's Q Ratio, defined as MCap divided by Total Assets, is 0.6.

Compared with the rest of the market the stock is undervalued and ranks in the top quartile of stock by value of Q Ratio.