

## Challenger (CGF: \$A7.83)

Challenger drops on increasing volatility Monday June 23, 2025 16:00 AEST

Challenger Limited's (ASX: CGF \$A7.83) stock price traded between an intraday low of \$A7.78 and a high of \$A7.94, suggesting a trading opportunity between peaks and troughs.

Challenger's stock price decreased 6.0c (0.8%) from its previous trading session to close at \$A7.83.

Compared with the All Ordinaries Index which fell 35.5 points (0.4%) in the day, the relative price change was -0.3%.

There were 942,000 shares worth \$A7.4 million traded today; the volume was 0.4 times the average daily trading volume of 2.4 million shares.

Figure 1: Stock Identifiers

ISIN	AU000000CGF5
PermID	4295858283

Fig 2: Stock Summary

52-Week Range	\$A5.21-\$A8.23
Market Cap	\$A5.4 billion
Shares Outstanding	691,395,691
Relative Strength (3 mo)	89

Fig 3: Technical Indicators

Name	Value	Comment
RSI	58.8	Neutral
William % R	-74.1	Neutral
MFI	25.4	Neutral

Fig 4: Moving Averages

Name	Value	Comment
P/MAP10	1.0	Price/MAP10 below 1 and falling

Fig 5: Financials Summary

Year ended Jun 30	FY2024	FY2023	FY2022
Sales (\$ M)	19.2	42.9	783.7
Pretax (\$ M)	122.5	156.5	240.7
Net (\$ M)	84	110.8	164

EPS (AUD) 0.19 0.25 0.38

EPS down 24% to 19.0c in FY2024 [ y.e. 30 Jun 2024]

Net profit was down 24.2% from \$110.8 million in FY2023 to \$84 million in FY2024. Earnings Per Share (EPS) was down 24% from 25.0c in FY2023 to 19.0c in FY2024.

## Bearish Signals

### Downtrend

Past Week:

- In the past week, volume was 4.2 times average and the shares were down 0.1%.

Fig 6: Low Price Performance Indicator and rank of Challenger in the Australian market:

Description	CGF Value	Rank In Market
% Prem to Vol Wtd Price	0.4	In Bottom 3%

Short Selling:

- In the Australian Short Selling market of 1254 stocks, short selling (on ASX and CHI-X) as a % of issued shares ranked 162nd and within the top quartile of stocks, a bearish indicator.
- The current short volume is 1.4 times its own historical average of 0.03%. It been up 14.7% from the previous day, been up 662.9% from a week ago and been up 350.0% from a month ago, a significant bearish indicator.

### Overvaluation [compared with sector average]

Earnings Yield:

- Earnings yield of 2.4% is below the 10-year bond yield of 4.21%.

Dividend Yield:

- The relative yield of CGF, defined by its yield of 3.6%, divided by average yield of dividend yielding stocks in the All Ordinaries Index of 3.6% is 99.2%. This suggests Challenger stock is overvalued in dividend yield terms.

Overvaluation Indicator and rank of Challenger in the Australian market:

Description	Value	Rank In Market
Price/Earnings	41.2	In Bottom 12%