

07 August 2019

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BURSA	6-Aug	Day chg	% chg
KLCI	1,611.8	1.38	0.09%
FTSE EMAS	11,392.5	12.0	0.11%
FTSE Smallcap	13,120.9	40.78	0.31%
FTSE MESDAQ	4,617.9	31.8	0.69%
KLSE Mkt Cap (RM'b)	1,620.8	-18.7	-1.14%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	191.92	49.79
Local Retail	27.96	22.80
Foreign	-219.88	27.41

INDICES	6-Aug	Day chg	% chg
Dow Jones	26,029.5	311.8	1.21%
S&P 500	2,881.8	37.0	1.30%
NASDAQ	7,833.3	107.2	1.39%
FTSE-100	7,171.7	-52.2	-0.72%
Nikkei 225	20,585.3	-135.0	-0.65%
SHCOMP	2,777.6	-43.9	-1.56%
HSI	25,976.2	-175.1	-0.67%
STI	3,170.5	-24.0	-0.75%
KOSPI	1,917.5	-29.5	-1.51%
TWSE	10,394.8	-28.7	-0.27%
JCI	6,119.5	-56.2	-0.91%
SET	1,671.5	5.5	0.33%

FOREX	6-Aug	5-Aug	% chg
USD/MYR:	4.1910	4.1775	0.32%
EUR/USD:	1.1202	1.1171	0.28%
GBP/USD:	1.2186	1.2166	0.16%
USD/YEN:	106.34	106.11	0.22%
USD/SGD:	1.3810	1.3818	-0.06%
USD/HKD:	7.8364	7.8359	0.01%

KEY STATS

KLCI Spot			
Vol (m shares):	3,126.6	2,665.7	17.29%
Value (RMm):	2,622.5	1,860.4	40.97%
KLCI Future			
August-19	1,609.5	1,603.5	0.37%
September-19	1,604.5	1,600.0	0.28%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	853.0	856.0	-0.35%
SoyOil (US\$/lb)	27.7	28.0	-1.14%
Gold (US\$/troy oz)	1,478.3	1,470.6	0.52%
Nymex crude oil (US\$/bbl)	53.6	54.7	-1.94%
Latex (RM/kg)	4.44	4.43	0.11%
Tin (US\$/mt)	17,020.0	16,907.0	0.67%

Research Highlights

NEWS HIGHLIGHTS

- Lotte Chemical Titan says Indonesian plants faced 12-hour power outage
- Masteel's standalone credit profile vulnerable on steel prices fluctuations, MARC says
- DWL Resources incorporates new unit to enter ICT industry
- Dataprep, Wan Hoi & Sky Soar team up to work on potential projects
- Ta Win's rights issue oversubscribed by 54.83%

MACRO BITS

- Rout eases as China keeps yuan on a leash
- "We will make them pay": North Korea launches missiles, condemns U.S.-South Korea drills
- Malaysia says increase in food prices due to over-reliance on imports
- Malaysia plans to extend licence for rare earths producer Lynas - sources
- China says U.S. currency manipulator labeling could cause chaos in financial markets
- More flexible yuan could be positive for China's credit rating: Fitch
- Australia's central bank sees low for longer rates as trade war rages
- Japan's June household spending firm but real wages cloud outlook
- Trump says U.S. economy 'in a very strong position'
- With China a 'manipulator,' heightened pressure on Fed to ease
- 'Ready and willing' to do a Brexit deal, Britain tells EU
- UK retailers suffer weakest July sales growth on record: BRC
- No turning point for German industry after strong June orders - ministry

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Results Note: F&N, HARTA, UNISEM
- Quick Bites: MAHSING
- On Our Technical Watch: ECONBHD, PENTA

#	Top Volume				Top Gainer				Top Loser			
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	GENM	3.61	0.0	40.60	HARTA	5.05	3.9	5.69	AXIATA	4.83	-2.2	12.40
2	DIGI	4.97	-0.2	12.70	AIRPORT	8.46	2.7	5.43	PMETAL	4.70	-1.5	5.72
3	AXIATA	4.83	-2.2	12.40	PCHEM	7.37	1.9	5.10	HLBANK	17.42	-1.4	1.79
4	CIMB	5.06	0.6	10.50	TOPGLOV	4.59	1.6	9.22	AMBANK	4.03	-1.2	2.81
5	MAYBANK	8.59	0.1	9.92	RHBBANK	5.43	1.3	5.08	MAXIS	5.37	-0.9	3.59
6	DIALOG	3.37	-0.3	9.28	SIME	2.16	0.9	5.25	SIMEPLT	4.42	-0.7	3.41
7	TOPGLOV	4.59	1.6	9.22	CIMB	5.06	0.6	10.50	PETGAS	15.88	-0.6	1.28
8	TENAGA	13.84	0.4	9.21	HAPSENG	9.75	0.5	0.75	PETDAG	23.12	-0.6	0.58
9	IHH	5.68	0.0	7.04	TENAGA	13.84	0.4	9.21	KLK	23.34	-0.3	0.86
10	GENTING	6.65	0.2	5.94	HLFG	17.58	0.2	0.46	PPB	18.58	-0.3	0.67

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **Lotte Chemical Titan says Indonesian plants faced 12-hour power outage**

Lotte Chemical Titan Holding Bhd announced that three of its Indonesian plants — PE1, PE2 and PE3 — underwent an unplanned shutdown on Sunday (Aug 4) due to a 12-hour power outage. Electricity supply to these plants has since been fully restored and the group said it is now working to restore operations of these plants to normal, it said in a stock exchange filing. The plants are located in Merak, Cilegon, in the Banten Province of Indonesia, and the power outage had occurred in certain parts of Java from 12 noon on Sunday, it said. The plants are held under Lotte Chemical Titan's subsidiary, PT Lotte Chemical Titan Nusantara (LCTN). *(The Edge)*

- **Masteel's standalone credit profile vulnerable on steel prices fluctuations, MARC says**

Malaysia Steel Works (KL) Bhd's (Masteel) standalone credit profile remains vulnerable to fluctuations in steel price, fluctuating cost of raw materials and increased competitive pressures in the Malaysian market, according to Malaysian Rating Corp Bhd (MARC). In a statement, MARC said given Masteel relatively modest market position in the production of steel billets and steel bars, which are mainly for local consumption, these factors have weighed on its profitability margins. Nonetheless, the rating agency has affirmed its AAA IS(fg) rating on Masteel's RM130.0m Sukuk Ijarah programme with a stable outlook. *(The Edge)*

- **DWL Resources incorporates new unit to enter ICT industry**

DWL Resources Bhd, formerly known as Spring Gallery Bhd, has incorporated a new wholly-owned subsidiary, DWL Technologies Sdn Bhd (DTSB), to enter the information and communications technology (ICT) industry. DWL in a statement said DTSB would be mainly involved in the business of providing ICT solutions including technology-based security, cross-border technology and management system solutions. It said DTSB would leverage on the experience, expertise and network of its directors Datuk Seri Aminul Islam Abdul Nor and Datuk Rathakrishnan Vellaisamy, to bid for related projects from the government and the private sector in the near future. "The directors in charge of this subsidiary are both prominent figures with more than 20 years of experience in the ICT industry. *(Bernama)*

- **Dataprep, Wan Hoi & Sky Soar team up to work on potential projects**

Information technology (IT) company, Dataprep Holdings Bhd is collaborating with Wan Hoi Technology (Asia) Sdn Bhd and China-based Sky Soar (Shenzhen) Technology Co Ltd to work as strategic partners on potential projects in Malaysia. Dataprep has sealed a five-year memorandum of collaboration starting with Wan Hoi and Sky Soar, which will see the parties operate as strategic partners with the objective of strengthening their mutual cooperation. In a filing with Bursa Malaysia, Dataprep said the areas covered included providing and marketing relevant information and communications technology solutions and other related products by leveraging the strength of each other. *(Bernama)*

- **Ta Win's rights issue oversubscribed by 54.83%**

Ta Win Holdings Bhd saw its rights shares and irredeemable convertible preference shares (ICPS) with warrants oversubscribed by 54.83%. In a filing with Bursa Malaysia, Ta Win said it has received total valid acceptances and excess applications for 369.8m rights shares and 739.6m ICPS, compared with the 238.84 million rights shares and 477.7m ICPS made available for subscription. "(This) representing an over-subscription rate of 54.83% or 130.9m rights shares and 261.9m ICPS over the total number of rights shares and ICPS available for subscription under the rights issue," it added. *(The Edge)*



Macro Bits

Global

- [Rout eases as China keeps yuan on a leash](#) A rout in global markets eased on Tuesday as China kept the yuan on a tight leash after its landmark drop past 7 to the dollar led the United States to label Beijing a currency manipulator. *(Reuters)*
- ["We will make them pay": North Korea launches missiles, condemns U.S.-South Korea drills](#) North Korea fired missiles into the sea off its east coast for the fourth time in less than two weeks, South Korea said on Tuesday, as Pyongyang warned that hostile moves against it "have reached the danger line." *(Reuters)*

Malaysia

- [Malaysia says increase in food prices due to over-reliance on imports](#) One of the reasons that has contributed to costlier food items in Malaysia is the country's over-reliance on imports, according to Domestic Trade and Consumer Affairs Minister Datuk Seri Saifuddin Nasution Ismail. *(The Edge Markets)*
- [Malaysia plans to extend licence for rare earths producer Lynas - sources](#) Malaysia plans to extend Lynas Corp's licence to operate a rare earths processing plant, though it could be for a shorter duration than the usual three years, two sources with direct knowledge of the matter said. *(The Edge Markets)*

Asia Pacific

- [China says U.S. currency manipulator labeling could cause chaos in financial markets](#) China's central bank said on Tuesday that Washington's decision to label Beijing as a currency manipulator would "severely damage international financial order and cause chaos in financial markets". *(Reuters)*
- [More flexible yuan could be positive for China's credit rating: Fitch](#) A freer-floating yuan could be a positive for China's sovereign credit rating, agency Fitch said on Tuesday, by helping preserve its foreign exchange reserves and cushioning some of the negative effects of U.S. trade tariffs. *(Reuters)*
- [Australia's central bank sees low for longer rates as trade war rages](#) Australia's central bank held rates at an all-time low of 1% on Tuesday as it weighed the impact of past easing, though markets are wagering the tide of policy stimulus sweeping the world will compel it to cut again before year-end. *(Reuters)*
- [Japan's June household spending firm but real wages cloud outlook](#) Japan's household spending rose for a seventh straight month in June, amid signs resilient consumer activity could help counter the effects of weak global demand, although the consumption outlook was clouded by softer wages. *(Reuters)*

Americas

- [Trump says U.S. economy 'in a very strong position'](#) U.S. President Donald Trump on Tuesday dismissed concerns over a protracted trade war with China, saying the United States was "in a very strong position," a day after his administration ratcheted up tensions by labeling Beijing a currency manipulator. *(Reuters)*
- [With China a 'manipulator,' heightened pressure on Fed to ease](#) Federal Reserve Chair Powell, who last week cut U.S. interest rates as an insurance policy against the effects of "simmering" trade tensions, may need to buy more coverage after the United States late on Monday designated China a currency manipulator. *(Reuters)*

Europe

- ['Ready and willing' to do a Brexit deal, Britain tells EU](#) Britain is "ready and willing" to do a deal to leave the European Union if Brussels renegotiates the agreement, a senior government source said on Tuesday, denying that a no-deal Brexit was Prime Minister Boris Johnson's central plan. *(Reuters)*
- [UK retailers suffer weakest July sales growth on record: BRC](#) Major British retailers reported the weakest July sales growth since records began more than 20 years ago on Tuesday, and overall consumer spending was lackluster too, despite a boost from summer blockbusters "The Lion King" and "Toy Story 4". *(Reuters)*
- [No turning point for German industry after strong June orders - ministry](#) German industrial orders exceeded expectations in June but that was mainly due to a jump in bookings for big-ticket items and the economy ministry said this sector of Europe's biggest economy has not yet reached a turning point. *(Reuters)*



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List of Oversold Stocks (14-Day RSI<30-mark)

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
CYPARK RESOURCES BHD	1.360	12.71	6.94	1.39	1.360
PUBLIC BANK BERHAD	21.600	13.14	8.35	11.60	21.020
SYARIKAT TAKAFUL MALAYSIA KE	5.960	15.75	6.95	2.93	5.750
PETRONAS DAGANGAN BHD	23.120	15.88	11.77	8.08	23.000
HONG LEONG BANK BERHAD	17.420	18.14	11.73	2.90	16.820
BRITISH AMERICAN TOBACCO BHD	22.500	18.24	12.59	4.32	22.200
MALAYSIA BUILDING SOCIETY	0.850	18.49	9.88	0.19	0.840
BOUSTEAD PLANTATIONS BHD	0.650	18.58	11.69	1.04	0.650
PETRON MALAYSIA REFINING & M	5.690	20.02	13.20	1.62	5.670
MALAYAN FLOUR MILLS BHD	0.630	20.71	12.03	0.77	0.595
MUDA HOLDINGS BERHAD	1.590	20.78	16.04	7.45	1.550
HONG LEONG FINANCIAL GROUP	17.580	21.37	16.42	13.61	17.320
PETRONAS GAS BHD	15.880	21.39	13.43	0.96	15.760
GADANG HOLDINGS BHD	0.735	21.83	14.48	4.09	0.715
SP SETIA BHD	1.840	21.98	14.81	2.59	1.820
MALAYAN BANKING BHD	8.590	22.00	19.03	20.34	8.510
APM AUTOMOTIVE HOLDINGS BHD	2.490	23.23	19.18	24.80	2.480
MALAYSIA SMELTING CORP BHD	0.815	23.87	15.71	1.52	0.800
UNISEM (M) BERHAD	2.140	24.11	16.75	1.71	2.140
BIMB HOLDINGS BHD	4.160	24.93	24.35	31.19	4.050
AMMB HOLDINGS BHD	4.030	25.06	18.09	4.72	4.000
I-BHD	0.335	25.08	23.57	19.75	0.330
GENTING PLANTATIONS BHD	9.360	25.41	19.75	9.16	9.170
HEVEABOARD BHD	0.590	26.09	22.80	31.49	0.570
DELEUM BERHAD	0.860	26.35	17.33	1.48	0.855
YTL POWER INTERNATIONAL BHD	0.755	26.88	20.94	3.78	0.750
SCIENTEX BHD	8.350	26.89	18.02	8.65	8.330
BINTULU PORT HOLDINGS BHD	4.270	26.94	22.57	48.60	4.210
HAI-O ENTERPRISE BHD	2.150	27.51	19.21	1.18	2.110
TA ANN HOLDINGS BERHAD	2.120	27.78	18.67	1.10	2.100
BURSA MALAYSIA BHD	6.460	28.30	18.95	13.49	6.380
MKH BHD	1.180	28.31	23.59	11.92	1.160
BAHVEST RESOURCES BHD	0.565	28.32	23.24	20.06	0.540
DAIBOCHI BHD	1.710	28.59	25.01	16.07	1.690
BERJAYA LAND BHD	0.160	28.72	25.36	10.54	0.150
AEON CREDIT SERVICE M BHD	16.120	28.81	21.62	7.94	16.040
CSC STEEL HOLDINGS BHD	1.010	29.27	21.00	2.31	0.995
YTL CORP BHD	1.000	29.27	25.38	15.14	1.000
UOA DEVELOPMENT BHD	2.030	29.39	24.66	13.63	2.000
KUALA LUMPUR KEPONG BHD	23.340	29.48	29.31	26.43	23.000
STAR MEDIA GROUP BHD	0.610	29.64	24.90	23.15	0.595
NTPM HOLDINGS BHD	0.400	29.71	22.26	5.84	0.400
PARAMOUNT CORP BHD	1.430	29.80	25.79	34.56	1.350
MUHIKBAH ENGINEERING (M) BHD	2.590	29.91	24.95	11.47	2.550

*Only for stocks with market cap >RM300m

Source: Bloomberg

List of Overbought Stocks (14-Day RSI>70-mark)

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
TASEK CORP BHD	5.790	81.33	90.96	98.70	5.840
YNH PROPERTY BHD	2.770	74.04	69.21	56.86	2.800
GREEN PACKET BHD	0.580	72.95	69.67	40.50	0.630

*Only for stocks with market cap >RM300m

Source: Bloomberg



07 August 2019

List of Oversold Warrants (14-Day RSI<30-mark)

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
SYARIKAT TAKA-CE	0.135	17.07	9.15	9.03	0.135	31/1/2020
GADANG HOLDINGS - WB	0.210	18.67	10.82	1.46	0.195	29/11/2021
LAY HONG-WA	0.160	19.61	9.17	0.04	0.150	13/10/2021
PUBLIC BANK B-C33	0.025	19.62	8.92	0.04	0.025	31/1/2020
AIRASIA GROUP-C87	0.070	21.12	21.08	12.21	0.055	31/1/2020
HANG SENG IND-7D	0.105	23.08	15.06	1.40	0.075	30/12/2019
HANG SENG IND-7C	0.105	24.21	16.15	1.87	0.060	28/11/2019
HANG SENG IND-7Q	0.145	24.35	17.45	10.48	0.070	27/9/2019
IHH HEALTHCAR-C12	0.075	25.14	15.63	1.22	0.075	14/10/2019
ISHARES FTSE-C42	0.260	25.57	17.74	2.51	0.220	31/12/2019
HANG SENG IND-5T	0.085	26.64	19.51	9.26	0.055	30/10/2019
ISHARES FTSE-C38	0.040	28.27	20.20	3.10	0.030	30/9/2019
HANG SENG IND-5O	0.020	28.35	20.06	2.39	0.015	27/9/2019
BAHVEST-WA	0.310	28.38	24.35	19.80	0.295	20/8/2024
HANG SENG IND-5P	0.080	28.82	23.33	22.23	0.030	27/9/2019
FGV HOLDINGS-C78	0.055	29.49	27.98	15.73	0.050	31/1/2020

Source: Bloomberg

List of Overbought Warrants (14-Day RSI>70-mark)

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
HANG SENG IND-6T	0.855	75.95	85.09	98.58	1.120	30/10/2019
HANG SENG IND-6Q	0.485	75.53	85.58	96.30	0.750	27/9/2019
DATASONIC GROUP BHD-WA	0.275	74.97	75.08	88.92	0.280	5/7/2023
HANG SENG IND-6P	0.275	73.36	85.67	99.33	0.445	27/9/2019
HANG SENG IND-6S	0.450	73.08	81.27	86.88	0.655	30/10/2019

Source: Bloomberg

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Stock Ratings are defined as follows:**Stock Recommendations**

OUTPERFORM	: A particular stock's Expected Total Return is MORE than 10%
MARKET PERFORM	: A particular stock's Expected Total Return is WITHIN the range of -5% to 10%
UNDERPERFORM	: A particular stock's Expected Total Return is LESS than -5%

Sector Recommendations***

OVERWEIGHT	: A particular sector's Expected Total Return is MORE than 10%
NEUTRAL	: A particular sector's Expected Total Return is WITHIN the range of -5% to 10%
UNDERWEIGHT	: A particular sector's Expected Total Return is LESS than -5%

******Sector recommendations are defined based on market capitalisation weighted average expected total return for stocks under our coverage.***

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