

09 January 2020

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BURSA	8-Jan	Day chg	% chg
KLCI	1,589.1	-21.94	-1.36%
FTSE EMAS	11,305.7	-152.3	-1.33%
FTSE Smallcap	13,882.4	-310.01	-2.18%
FTSE MESDAQ	5,380.7	-73.8	-1.35%
KLSE Mkt Cap (RM'b)	1,631.5	-21.8	-1.32%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	56.01	49.34
Local Retail	-20.84	33.39
Foreign	-35.17	17.27

INDICES	8-Jan	Day chg	% chg
Dow Jones	28,745.1	161.4	0.56%
S&P 500	3,253.1	15.9	0.49%
NASDAQ	9,129.2	60.7	0.67%
FTSE-100	7,574.9	1.1	0.01%
Nikkei 225	23,204.8	-371.0	-1.57%
SHCOMP	3,066.9	-37.9	-1.22%
HSI	28,087.9	-234.1	-0.83%
STI	3,245.9	-2.0	-0.06%
KOSPI	2,151.3	-24.2	-1.11%
TWSE	11,817.1	-63.2	-0.53%
JCI	6,225.7	-53.7	-0.85%
SET	1,559.3	-26.0	-1.64%

FOREX	8-Jan	7-Jan	% chg
USD/MYR:	4.1010	4.0920	0.22%
EUR/USD:	1.1127	1.1176	-0.44%
GBP/USD:	1.3120	1.3161	-0.31%
USD/YEN:	108.68	108.41	0.25%
USD/SGD:	1.3507	1.3495	0.09%
USD/HKD:	7.7785	7.7740	0.06%

KEY STATS

KLCI Spot			
Vol (m shares):	3,862.0	2,986.0	29.34%
Value (RMm):	2,225.6	1,798.2	23.77%
KLCI Future			
January 20	1,597.0	1,614.5	-1.08%
February 20	1,599.0	1,616.0	-1.05%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	947.3	944.0	0.34%
SoyOil (US\$/lb)	34.9	35.0	-0.54%
Gold (US\$/troy oz)	1,560.2	1,574.3	-0.90%
Nymex crude oil (US\$/bbl)	59.6	62.7	-4.93%
Latex (RM/kg)	4.62	4.62	0.00%
Tin (US\$/mt)	N.A.	17,006.0	N.A.

Research Highlights

NEWS HIGHLIGHTS

- Manulife partners Takaful Ikhlas to tap into syariah-compliant market
- Retail solutions provider Radiant Globaltech ventures into Thailand via JV with local firm
- Tengku Ahmad Badli Shah joins Dolphin International's board
- Goodway Integrated sees new substantial shareholder as largest shareholder cuts stake
- APFT scraps collaboration plan with MATA

MACRO BITS

- World Bank trims 2020 growth forecast amid slow recovery for trade, investment
- Avenging general's killing, Iran strikes at U.S. troops in Iraq, Trump weighs response
- Swiss franc and yen retreat from highs hit after Iran strike
- Up 0.4% in December, charting the highest level in five months (See *Economic Viewpoint: BNM International Reserves*)
- Foreign debt holdings hit a 20-month high in December (See *Economic Viewpoint: Malaysia Bond Flows*)
- Malaysia has economic contingency plan if global geopolitical conditions worsen — Lim
- BOJ to nudge up growth forecast on boost from fiscal package: sources
- China's Vice-Premier Liu He shifts focus to domestic financial issues as trade war deal nears A
- U.S. private payrolls accelerate in December
- What war powers does Donald Trump have?
- UK monthly house price growth hits nearly 13-year high — Halifax
- 'Basically impossible' to agree full EU-UK deal by year end: EU head
- Euro zone economic sentiment edges up on Italy, Spain optimism

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Company Update: TSH
- On Our Technical Watch: GHLSYS, DSONIC
- Economic Viewpoint: BNM International Reserves, Malaysia Bond Flows

#	Top Volume	Price	%Chg (+/-)	Vol (m)	Top Gainer	Price	%Chg (+/-)	Vol (m)	Top Loser	Price	%Chg (+/-)	Vol (m)
	Stock				Stock				Stock			
1	GENM	3.24	-1.5	12.10	PMETAL	4.95	2.1	3.48	AXIATA	4.21	-3.4	3.49
2	SIME	2.23	-1.3	8.00	MAXIS	5.50	0.9	1.09	PPB	18.76	-2.7	0.31
3	AIRPORT	7.12	-1.9	6.04	PETDAG	23.10	0.1	0.18	PBBANK	19.60	-2.6	2.55
4	PICHEM	7.47	-1.3	5.68	PETGAS	16.96	0.0	0.34	HLFG	17.00	-2.5	0.10
5	GENTING	6.00	-0.3	4.94	GENTING	6.00	-0.3	4.94	CIMB	5.17	-2.3	4.84
6	CIMB	5.17	-2.3	4.84	HLBANK	17.56	-0.6	0.91	AIRPORT	7.12	-1.9	6.04
7	DIALOG	3.47	-1.4	4.83	HAPSENG	9.92	-0.6	0.05	MISC	8.27	-1.9	3.24
8	MAYBANK	8.54	-1.3	4.73	TENAGA	12.98	-0.6	1.98	DIGI	4.45	-1.8	4.02
9	SIMEPLT	5.43	-0.9	4.28	AMBANK	3.80	-0.8	1.59	KLK	24.50	-1.8	0.62
10	IOICORP	4.67	-1.1	4.12	TOPGLOV	4.61	-0.9	3.46	GENM	3.24	-1.5	12.10

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **Manulife partners Takaful Ikhlas to tap into syariah-compliant market**

Manulife Insurance Bhd (MIB) plans to tap into the under-penetrated takaful market in Malaysia by inking a five-year strategic partnership with Takaful Ikhlas Family Bhd and is eyeing over RM30.0m in new business premiums over the period. Chief executive officer (CEO) Lee Sang Hui said the partnership would enable MIB agency members to market and sell four Takaful Ikhlas products by providing options to its existing and new customers to choose a life insurance product which is syariah-compliant. *(The Edge)*

- **Retail solutions provider Radiant Globaltech ventures into Thailand via JV with local firm**

Retail technology solutions provider Radiant Globaltech Bhd today announced that it has entered into a joint venture (JV) with Thailand's Simat Technologies Public Company Ltd to provide point of sales equipment and retail software solutions to retailers in Thailand. In a filing with Bursa Malaysia, Radiant Globaltech said it has entered into a shareholders' agreement with Simat Technologies, and the latter's marketing manager Phenpuk Chintanapat, chief financial officer Thammanoon Korkiatwanich, as well as chief accountant Thanapoom Khetraksa to jointly form a new company in Thailand. *(The Edge)*

- **Tengku Ahmad Badli Shah joins Dolphin International's board**

Pelaburan Mara Bhd (PMB) group chief operating officer Tengku Ahmad Badli Shah Raja Hussin has joined the board of directors of Dolphin International Bhd, a manufacturer of palm oil milling machinery, as an independent and non-executive director. In a filing with Bursa Malaysia, Dolphin said Tengku Ahmad Badli Shah, 50, also currently holds directorship in NetX Holdings Bhd, Fintec Global Bhd, PDZ Holdings Bhd, PMB Investment Bhd and PMB Tijari Bhd. He has extensive years of exposure in the financial industry, where he started his career as resident manager in HSBC in Hong Kong in 1993. *(The Edge)*

- **Goodway Integrated sees new substantial shareholder as largest shareholder cuts stake**

Goodway Integrated Industries Bhd has a new substantial shareholder in lawyer Yee Wei Meng, who acquired 14.5m shares in an off-market transaction, increasing his equity holding in the tyre maker to 11.9%. Yee is likely to have bought his shares from Goodway's largest shareholder Ng Chee Siong, who sold off half of his shares or 14.5m in an off-market transaction today as well. According to the group's filings to the exchange, following the transactions, Ng, who is also Revenue Group Bhd co-founder, managing director and chief executive officer, now remains with an 11.9% stake in Goodway. *(The Edge)*

- **APFT scraps collaboration plan with MATA**

Practice Note 17 company APFT Bhd has aborted its plan to collaborate with Malaysian Aviation Training Academy Sdn Bhd (MATA), an aircraft maintenance academy, to provide training for aviation professionals in the country. The decision comes as its wholly-owned subsidiary APFT Aviation Sdn Bhd (AASB) had been served with a notice of application for interim injunction seeking to repossess its fleet of 16 aircraft. In a bourse filing, APFT said it has issued a letter to MATA to terminate the memorandum of business collaboration agreement entered into by the two companies on July 8 last year. *(The Edge)*



Macro Bits

Global

- [World Bank trims 2020 growth forecast amid slow recovery for trade, investment](#) The World Bank on Wednesday trimmed its global growth forecasts slightly for 2019 and 2020 due to a slower-than-expected recovery in trade and investment despite cooler trade tensions between the United States and China. *(Reuters)*
- [Avenging general's killing, Iran strikes at U.S. troops in Iraq, Trump weighs response](#) Iranian forces fired missiles at military bases housing U.S. troops in Iraq in retaliation for the U.S. killing of an Iranian general, raising the stakes in its conflict with Washington amid concern of a wider war in the Middle East. *(Reuters)*
- [Swiss franc and yen retreat from highs hit after Iran strike](#) Global currencies whipsawed on Wednesday as initial fears Iran's attack on U.S. forces in Iraq could lead to more violence in the Middle East gave way to a perception that a wider regional conflict was unlikely. *(Reuters)*

Malaysia

- **Up 0.4% in December, charting the highest level in five months** BNM international reserves edged up by USD0.4b or 0.4% MoM to a five-month high of USD103.6b as at 31st December 2019, driven by an increase in foreign currency reserves and other reserve assets. *(See Economic Viewpoint: BNM International Reserves)*
- **Foreign debt holdings hit a 20-month high in December** Foreign investors retained as net buyers of Malaysia's debt securities for the second successive month. The inflow was driven by a net increase in holdings of Malaysian Government Securities (MGS), Malaysian Government Investment Issues (GII) and Private Debt Securities (PDS). *(See Economic Viewpoint: Malaysia Bond Flows)*
- [Malaysia has economic contingency plan if global geopolitical conditions worsen — Lim](#) Malaysia has an economic contingency plan in place if the global trade war worsens, and the same plan can be adopted should the ongoing US-Iran conflict escalate, says Finance Minister Lim Guan Eng. *(The Edge Markets)*

Asia Pacific

- [BOJ to nudge up growth forecast on boost from fiscal package: sources](#) The Bank of Japan is likely to revise up slightly its economic forecast for the fiscal year starting in April to reflect an expected boost from the government's latest spending package, sources familiar with its thinking said. *(Reuters)*
- [China's Vice-Premier Liu He shifts focus to domestic financial issues as trade war deal nears](#) A top Chinese commission in charge of the country's financial industry, led by Vice-Premier Liu He, has held five meetings in the past 40 days, reflecting a shift in focus to domestic issues ahead of the potential signing of a trade truce with the United States. *(South China Morning Post)*

Americas

- [U.S. private payrolls accelerate in December](#) U.S. private payrolls surged in December, but the pace of job growth was likely flattered by a seasonal quirk. The ADP National Employment Report showed private payrolls jumped by 202,000 jobs last month after an upwardly revised 124,000 gain in November. *(Reuters)*
- [What war powers does Donald Trump have?](#) The US drone strike that killed top Iranian commander Qassem Soleimani has revived debate about whether American presidents have unilateral authority to launch attacks and send soldiers into battle, or must await congressional approval. *(South China Morning Post)*

Europe

- [UK monthly house price growth hits nearly 13-year high — Halifax](#) British house prices jumped in December by the most in monthly terms in nearly 13 years, mortgage lender Halifax said on Wednesday. *(The Edge Markets)*
- ['Basically impossible' to agree full EU-UK deal by year end: EU head](#) Britain will find it "basically impossible" to negotiate all aspects of its future relationship with the European Union by the end of this year, the head of the European Commission said on Wednesday, adding that both sides must pick priorities. *(Reuters)*
- [Euro zone economic sentiment edges up on Italy, Spain optimism](#) Euro zone economic mood improved in December, driven up by optimism in Italy and Spain, as growing confidence in services more than offset worsening sentiment among consumers and at factories, European Commission data showed. *(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
AEON CREDIT SERVICE M BHD	13.620	15.57	7.50	0.08	13.000
CAN-ONE BHD	2.800	21.06	15.15	1.81	2.750
GEORGE KENT (MALAYSIA) BHD	0.885	21.70	16.40	3.84	0.880
WELLCALL HOLDINGS BHD	1.080	24.52	17.47	4.99	1.080
YINSON HOLDINGS BHD	6.300	26.72	17.97	1.04	6.290
BLD PLANTATION BHD	5.300	27.72	24.05	32.02	5.260
RANHILL HOLDINGS BHD	1.010	29.02	29.64	36.42	0.990
MALAYSIAN BULK CARRIERS BHD	0.505	29.36	26.28	17.59	0.500
ASIA FILE CORP BHD	2.150	29.70	26.54	17.36	2.120

*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
GHL SYSTEMS BERHAD	1.570	77.77	84.08	94.97	1.610
DATASONIC GROUP BHD	1.480	75.37	75.09	62.79	1.530
MEGA FIRST CORP BHD	5.130	74.77	77.16	63.26	5.160
CARLSBERG BREWERY MALAYSIA B	30.400	73.54	75.93	62.01	31.000
BAHVEST RESOURCES BHD	0.550	72.96	80.88	89.38	0.570
FOCUS DYNAMICS GROUP BHD	0.525	71.72	73.88	85.85	0.555
ENGTEX GROUP BHD	0.765	70.00	68.77	40.45	0.805

*Only for stocks with market cap >RM300m

Source: Bloomberg

List of Oversold Warrants (14-Day RSI<70-mark)

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
HANG SENG IND-8J	0.030	23.69	15.64	0.79	0.025	27/2/2020
MY EG SERVICE-C85	0.060	27.74	18.35	0.42	0.060	15/5/2020
EKOVEST BHD-CX	0.030	28.53	19.85	0.44	0.030	30/4/2020
MALAYSIA AIRP-C9	0.025	28.75	22.57	3.70	0.025	30/4/2020
EKOVEST BHD-CY	0.050	29.22	19.89	0.54	0.045	29/5/2020
HANG SENG IND-8W	0.150	29.43	28.78	51.97	0.110	30/3/2020

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
DATASONIC GRO-C11	0.330	83.66	84.52	90.17	0.330	30/7/2020
DATASONIC GRO-C14	0.185	81.25	76.47	61.19	0.195	19/6/2020
BAHVEST-WA	0.355	76.06	82.58	88.76	0.360	20/8/2024
MELEWAR INDUSTRIAL GROU-WB	0.140	76.04	77.99	72.72	0.165	18/8/2023
DATASONIC GRO-C12	0.215	70.90	66.84	46.30	0.235	30/7/2020

Source: Bloomberg



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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