

10 July 2020

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BURSA	9-Jul	Day chg	% chg
KLCI	1,583.3	-0.25	-0.02%
FTSE EMAS	11,161.0	34.4	0.31%
FTSE Smallcap	12,616.2	4.38	0.03%
FTSE MESDAQ	7,237.9	109.3	1.53%
KLSE Mkt Cap (RM'b)	1,580.9	0.9	0.05%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	264.1	48.0%
Local Retail	-32.6	37.7%
Foreign	-231.5	14.3%

INDICES	9-Jul	Day chg	% chg
Dow Jones	25,706.1	-361.2	-1.39%
S&P 500	3,152.1	-17.9	-0.56%
NASDAQ	10,547.8	55.3	0.53%
FTSE-100	6,049.6	-106.5	-1.73%
Nikkei 225	22,529.3	90.6	0.40%
SHCOMP	3,450.6	47.2	1.39%
HSI	26,210.2	81.0	0.31%
STI	2,652.7	-16.8	-0.63%
KOSPI	2,167.9	9.0	0.42%
TWSE	12,192.7	22.5	0.18%
JCI	5,052.8	-23.4	-0.46%
SET	1,365.8	3.3	0.25%

FOREX	9-Jul	8-Jul	% chg
USD/MYR:	4.2625	4.2720	-0.22%
EUR/USD:	1.1322	1.1282	0.35%
GBP/USD:	1.2638	1.2534	0.83%
USD/YEN:	107.36	107.57	-0.20%
USD/SGD:	1.3920	1.3950	-0.22%
USD/HKD:	7.7501	7.7500	0.00%

KEY STATS

KLCI Spot			
Vol (m shares):	10,236.7	11,807.5	-13.30%
Value (RMm):	5,180.6	4,355.1	18.95%
KLCI Future			
July-20	1,577.5	1,585.5	-0.50%
August-20	1,572.0	1,581.5	-0.60%
CPO Price (RM/tonne)	2,378.0	2,388.0	-0.42%
Soybean (US\$/bu)	896.5	892.5	0.45%
SoyOil (US\$/lb)	28.5	28.7	-0.91%
Gold (US\$/troy oz)	1,803.8	1,820.6	-0.92%
Nymex crude oil (US\$/bbl)	39.6	40.9	-3.13%
Latex (RM/kg)	4.68	4.70	-0.43%
Tin (US\$/mt)	17,411.0	17,134.5	1.61%

Research Highlights

NEWS HIGHLIGHTS

- KPJ says occupancy rate already recovering from April's MCO-driven lows
- UEM Edgenta unit secures up to RM284m worth of hospital services deals from Singapore govt
- Green Packet unit KiplePay inks deal to support digitalisation of schools
- Destini to supply non-proprietary aircraft parts for Royal Malaysian Air Force
- Jadi Imaging ventures into premium stationery

MACRO BITS

- U.S. in talks with India on market access, trade concessions: U.S. envoy
- U.S. sanctions four Chinese officials over abuses in Xinjiang
- Angering China, Australia suspends extradition treaty with Hong Kong, extends visas
- Malaysia's annual IPI decline slows to 22.1% in May after record drop in April
- Manufacturing sales rebounded 19.1% to RM90.2b in May 2020
- Wholesale, retail trade rebounds 26.3% to RM84.4b in May
- Indonesia finmin says second quarter GDP may shrink by as much as 5.1%
- China must take steps to stabilise foreign trade: vice premier
- BOJ offers bleakest view on Japan's regions in over a decade
- More grim job losses as U.S. hits record high on new COVID cases
- EU to back Croatia, Bulgaria in first step to join euro, sources say
- British retail to lose further 5,000 jobs in blow to economy

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Sector Update: Automotive, Aviation, Building Materials, Healthcare, Media, Ports & Logistics
- Company Update: Yinson
- On Our Technical Watch: ARBB, SERBA
- Rating Summary
- Economic Viewpoint: MY Distributive Trade, MY Industrial Production

#	Top Volume				Top Gainer				Top Loser			
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	TOPGLOV	21.18	3.1	23.10	TOPGLOV	21.18	3.1	23.10	HAPSENG	8.80	-2.8	0.48
2	CIMB	3.76	-1.1	17.70	PBBANK	18.50	2.8	8.98	PETDAG	20.46	-2.6	0.36
3	GENM	2.53	-0.8	12.00	KLCCSS	16.60	1.1	10.50	SIME	2.12	-2.3	10.10
4	MAYBANK	7.91	0.0	10.70	RHBBANK	5.10	0.8	6.88	AXIATA	3.41	-2.3	6.01
5	HARTA	16.60	1.1	10.50	IOICORP	4.50	0.7	2.59	PETGAS	16.68	-1.9	0.80
6	DIALOG	3.87	0.3	10.50	DIALOG	3.87	0.3	10.50	MISC	7.85	-1.9	1.99
7	SIME	2.12	-2.3	10.10	TM	4.16	0.2	4.87	PCHEM	6.44	-1.8	5.86
8	PBBANK	18.50	2.8	8.98	HLFG	13.80	0.0	0.34	SIMEPLT	4.96	-1.8	3.36
9	RHBBANK	5.10	0.8	6.88	MAYBANK	7.91	0.0	10.70	IHH	5.27	-1.3	3.94
10	AXIATA	3.41	-2.3	6.01	PMETAL	4.78	0.0	3.68	CIMB	3.76	-1.1	17.70

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **KPJ says occupancy rate already recovering from April's MCO-driven lows**

KPJ Healthcare Bhd, which saw its occupancy rate drop significantly during the Movement Control Order (MCO) as many chose to delay hospital visits for check-ups and surgeries, is confident the figure will recover as Malaysia resumes its economy in full swing. KPJ's bed occupancy rate for its hospitals fell to its lowest of 27% in April at the peak of the MCO, before climbing to 31% in May. "In Malaysia, private healthcare has not been spared from Covid-19. However, our view is that it remains positive in the medium to long term. As the demand for healthcare continues, patients will be returning to hospitals. *(The Edge)*

- **UEM Edgenta unit secures up to RM284m worth of hospital services deals from Singapore govt**

UEMS Solutions Pte Ltd (UEMS), a 97.5%-owned unit of UEM Edgenta Bhd, has secured contracts estimated to be worth up to RM284m to provide hospital support services to the Ministry of Health of Singapore's restructured hospitals. The final value of the contracts is subject to actual manpower resources deployed, but is estimated to be no less than RM264.6m, according to UEM Edgenta's stock exchange filing. *(The Edge)*

- **Green Packet unit KiplePay inks deal to support digitalisation of schools**

KiplePay Sdn Bhd, a wholly-owned subsidiary of Green Packet Bhd, signed a memorandum of understanding (MoU) with the Malaysia Xiang Lian Youth Association Charity and Education Fund to support the association's corporate social responsibility (CSR) programme on digitalising 500 schools in Malaysia through cashless solutions and AI facial recognition. *(The Edge)*

- **Destini to supply non-proprietary aircraft parts for Royal Malaysian Air Force**

Destini Bhd has landed a contract from the Ministry of Defence Malaysia (MINDEF) to supply non-proprietary aircraft parts for the Royal Malaysian Air Force (RMAF). In a filing, Destini said the contract was awarded to its wholly-owned unit Destini Prima Sdn Bhd. It is one of 30 local companies identified by the Malaysian government to receive the letter of award, which has a combined ceiling of approximately RM121m, it said. *(The Edge)*

- **Jadi Imaging ventures into premium stationery**

Jadi Imaging Holdings Bhd is set to make its foray into the premium stationery segment as the exclusive distributor of the Nesign brand products. The group said it signed an international commercial agency with Ningbo Deli Import & Export Co Ltd (Deli), through its wholly-owned subsidiary Jadi Life Solutions Sdn Bhd (JLS). "The exclusivity covers the territory of Malaysia, where JLS has exclusive rights to distribute all products under the Nesign trademark brand name," it said in a filing with Bursa Malaysia. *(The Edge)*



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Macro Bits

Global

- [U.S. in talks with India on market access, trade concessions: U.S. envoy](#) The United States is in talks with India on market access for its goods in exchange for reinstating New Delhi's trade concessions under the Generalised System Of Preferences (GSP), U.S. ambassador to India Kenneth Juster said on Thursday. *(Reuters)*
- [U.S. sanctions four Chinese officials over abuses in Xinjiang](#) The United States on Thursday imposed sanctions on Chinese officials, including a member of the country's powerful Politburo, accusing them of serious human rights abuses against the Uighur Muslim minority, a move likely to further ratchet up tensions between Washington and Beijing. *(Reuters)*
- [Angering China, Australia suspends extradition treaty with Hong Kong, extends visas](#) Australia said on Thursday it was suspending its extradition treaty with Hong Kong in response to a new security law imposed there and announced measures to attract businesses from the Asian financial hub, provoking an angry response from Beijing. *(Reuters)*

Malaysia

- [Malaysia's annual IPI decline slows to 22.1% in May after record drop in April](#) Malaysia's industrial production index (IPI) tumbled 22.1% year-on-year in May 2020 from a year earlier due to the decrease in all three components of the index. In a statement today, the statistics department said the IPI's manufacturing component fell 23.2% while the mining and electricity segments declined 22.2% and 10.3% respectively. *(The Edge Markets)*
- [Manufacturing sales rebounded 19.1% to RM90.2b in May 2020](#) Malaysia's manufacturing sales rebounded 19.1% to RM90.2 billion in May 2020 as compared to the previous month, said the Department of Statistics Malaysia. *(The Edge Markets)*
- [Wholesale, retail trade rebounds 26.3% to RM84.4b in May](#) Wholesale and retail trade rose by RM17.5 billion or 26.3% month-on-month (m-o-m) to RM84.4 billion in May 2020 compared to April 2020. *(The Edge Markets)*

Asia Pacific

- [Indonesia finmin says second quarter GDP may shrink by as much as 5.1%](#) Indonesia's gross domestic product may have shrunk by as much as 5.1% on-year in April-June because of the fallout from the coronavirus pandemic, but will likely expand in subsequent quarters, its finance minister said on Thursday. *(Reuters)*
- [China must take steps to stabilise foreign trade: vice premier](#) China must take steps to stabilise foreign trade and support firms to survive the difficult times, the official Xinhua News Agency reported on Thursday, citing comments made by Vice Premier Hu Chunhua. *(Reuters)*
- [BOJ offers bleakest view on Japan's regions in over a decade](#) The Bank of Japan cut its economic view for all of the country's nine regions for the second straight quarter, the first such downgrade since Lehman Brothers collapsed in 2008, backing signs the economy could fall deeper into recession. *(Reuters)*

Americas

- [More grim job losses as U.S. hits record high on new COVID cases](#) As the number of new coronavirus cases in the United States rose to a single-day record, fresh government data on Thursday showed another 1.3 million Americans filed for jobless benefits, highlighting the pandemic's devastating impact on the economy. *(Reuters)*

Europe

- [EU to back Croatia, Bulgaria in first step to join euro, sources say](#) Euro zone officials are ready to let Croatia and Bulgaria into the ERM-2 mechanism, a preliminary stage for adopting the euro as their currency in the next three years, four sources told Reuters. *(Reuters)*
- [British retail to lose further 5,000 jobs in blow to economy](#) Britain's high street faces more than 5,000 job cuts after two of its biggest names said that customers were unlikely to return to their old shopping habits after the coronavirus crisis, in the latest blow to the country's ailing economy. *(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
IOI PROPERTIES GROUP BHD	0.965	29.70	22.95	13.32	0.965

*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
JF TECHNOLOGY BHD	3.380	89.57	93.08	99.04	3.460
PANSAR BHD	1.000	89.36	91.78	99.34	1.010
SUPERMAX CORP BHD	12.440	83.89	89.24	99.46	12.580
JHM CONSOLIDATION BHD	1.710	83.42	88.26	98.11	1.760
KOSSAN RUBBER INDUSTRIES	11.680	83.03	89.05	99.43	11.880
BATU KAWAN BHD	15.500	81.88	85.04	87.67	15.860
TOP GLOVE CORP BHD	21.180	81.70	86.21	98.77	21.420
FIMA CORP BHD	1.650	81.55	89.42	99.61	1.680
VITROX CORP BHD	10.220	80.66	85.55	91.69	10.460
HARTALEGA HOLDINGS BHD	16.600	80.13	83.47	81.57	17.100
RCE CAPITAL BHD	2.090	77.91	85.47	98.08	2.100
KUB MALAYSIA BHD	0.675	77.91	81.21	80.55	0.715
IRIS CORP BHD	0.275	77.71	79.43	74.57	0.300
UNISEM (M) BERHAD	2.430	77.04	81.97	84.20	2.540
DUFU TECHNOLOGY CORP BHD	5.850	75.75	82.14	97.59	5.880
KAWAN FOOD BHD	2.150	75.62	81.13	97.94	2.200
BURSA MALAYSIA BHD	8.520	75.55	83.22	99.59	8.590
INARI AMERTRON BHD	1.900	75.37	81.56	97.86	1.930
PUBLIC BANK BERHAD	18.500	75.05	83.20	99.01	18.600
SAM ENGINEERING & EQUIPMENT	8.000	74.99	76.81	61.08	8.230
MALAYSIAN PACIFIC INDUSTRIES	12.200	74.52	81.59	94.03	12.400
SERN KOU RESOURCES BHD	1.400	74.34	74.23	83.10	1.410
AMCORP PROPERTIES BHD	0.455	73.95	75.90	59.80	0.490
BERJAYA FOOD BHD	1.200	73.75	81.82	97.53	1.200
MNRB HOLDINGS BHD	0.870	73.54	77.66	72.31	0.915
PENTAMASTER CORP BHD	5.810	72.96	77.21	87.55	5.980
INSAS BHD	0.745	72.70	78.57	79.71	0.755
SARAWAK CONSOLIDATED INDUSTRIES	2.670	72.61	77.47	80.91	2.880
MYETF DJ ISLAMIC TITANS 25	1.270	71.86	75.51	88.72	1.270

*Only for stocks with market cap >RM300m

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
HANG SENG IND - AV	0.100	24.41	17.94	3.29	0.100	30/10/2020
HANG SENG IND - AX	0.245	27.40	21.94	7.24	0.215	30/10/2020
HANG SENG IND - AS	0.130	28.01	21.71	13.77	0.105	28/8/2020
HANG SENG IND - AT	0.205	29.47	23.67	14.80	0.160	28/8/2020
HENGYUAN REFI - C13	0.005	29.69	19.34	1.11	0.005	7/8/2020

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
KOSSAN RUBBER-C10	0.510	98.86	99.28	99.96	0.510	24/12/2020
EA HOLDINGS-WE	0.010	97.32	99.83	100.00	0.015	22/4/2023
MTUCHE TECHNOLOGY-WC	0.010	91.10	99.00	100.00	0.010	2/11/2020
ASIA POLY HOLDINGS -WA	0.195	84.54	84.59	78.58	0.220	13/12/2020
ASIA POLY HOLDINGS-WB	0.220	82.69	82.29	73.78	0.265	12/12/2022
KOSSAN RUBBER-C6	0.920	82.17	88.81	99.44	0.945	24/12/2020
HARTALEGA HOL-C33	1.910	81.76	85.85	87.94	1.970	7/12/2020
HARTALEGA HOL-C44	0.875	80.53	86.79	90.90	0.930	31/12/2020
SUPERMAX CORP-C91	1.630	79.11	88.40	99.54	1.640	31/12/2020
DGB ASIA BHD-WB	0.015	77.46	85.89	99.88	0.020	26/6/2021
ASIA KNIGHT BHD-WB	0.290	77.39	80.79	75.23	0.315	14/5/2023
SUPERMAX CORP-C88	2.350	77.19	86.53	99.55	2.650	26/1/2021
ASIA BIOENERGY TECH-WA	0.035	76.28	82.75	97.93	0.045	19/4/2024
KOSSAN RUBBER-C7	0.755	75.60	86.74	99.47	0.780	26/4/2021
PUBLIC BANK B-C47	0.155	74.87	81.63	98.58	0.160	29/1/2021
PUBLIC BANK B-C46	0.135	74.84	82.56	97.04	0.135	15/1/2021

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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