

By Raymond Choo Ping Khoo | [pkchoo@kenanga.com.my](mailto:pkchoo@kenanga.com.my); Vincent Tee | [vincent.tee@kenanga.com.my](mailto:vincent.tee@kenanga.com.my)

BURSA	25-Sep	Day chg	% chg
KLCI	1,509.1	8.34	0.56%
FTSE EMAS	10,840.8	71.3	0.66%
FTSE Smallcap	12,876.6	102.29	0.80%
FTSE MESDAQ	10,027.2	-206.5	-2.02%
KLSE Mkt Cap (RM'b)	1,559.5	8.4	0.54%

**BURSA DAILY TRADING PARTICIPATION**

Participation	Net (RM'm)	Value (%)
Local Institution	214.9	47.1%
Local Retail	-89.7	39.6%
Foreign	-125.2	13.3%

INDICES	25-Sep	Day chg	% chg
Dow Jones	27,174.0	358.5	1.34%
S&P 500	3,298.5	51.9	1.60%
NASDAQ	10,913.6	241.3	2.26%
FTSE-100	5,842.7	19.9	0.34%
Nikkei 225	23,204.6	116.8	0.51%
SHCOMP	3,219.4	-3.8	-0.12%
HSI	23,235.4	-75.7	-0.32%
STI	2,472.3	21.5	0.88%
KOSPI	2,278.8	6.1	0.27%
TWSE	12,232.9	-31.5	-0.26%
JCI	4,945.8	103.0	2.13%
SET	1,244.9	-2.5	-0.20%

FOREX	25-Sep	24-Sep	% chg
USD/MYR:	4.1705	4.1710	-0.01%
EUR/USD:	1.1631	1.1643	-0.10%
GBP/USD:	1.2746	1.2754	-0.06%
USD/YEN:	105.58	105.47	0.10%
USD/SGD:	1.3776	1.3759	0.12%
USD/HKD:	7.7500	7.7502	0.00%

**KEY STATS**

KLCI Spot			
Vol (m shares):	5,172.7	5,898.3	-12.30%
Value (RMm):	3,958.6	4,559.2	-13.17%
KLCI Future			
September-20	1,508.5	1,497.0	0.77%
October-20	1,506.5	1,496.5	0.67%
CPO Price (RM/tonne)	2,822.0	2,757.0	2.36%
Soybean (US\$/bu)	1,002.5	1,000.0	0.25%
SoyOil (USc/lb)	32.8	32.4	1.27%
Gold (US\$/troy oz)	1,857.8	1,868.9	-0.59%
Nymex crude oil (US\$/bbl)	40.3	40.3	-0.15%
Latex (RM/kg)	4.97	4.93	0.81%
Tin (US\$/mt)	17,150.0	17,241.0	-0.53%

# Research Highlights

**NEWS HIGHLIGHTS**

- United Malacca halts JV ops in Sulawesi to address environmental issues raised by NGOs
- Tiong Nam to invest RM200.0m for new warehouses, fleet expansion
- Destini announces RM78.0m share placement to fund projects
- NTPM 1Q net profit leaps thanks to lower material and overhead costs
- Sanichi plans sizeable private placement to fund property development in Melaka

**MACRO BITS**

- Global economic outlook 'somewhat less dire' than expected — IMF
- Russia keeps China oil supplier crown in August
- FTSE Russell says China to be included in global bond index
- A technical correction expected despite heighten domestic political uncertainty (See *Economic Viewpoint: Ringgit Outlook*)
- Economic stimulus packages to contribute 3.7% to 4.0% of GDP in 2020
- Thailand: Ailing economy to get THB100.0b injection from Oct-Dec
- Singapore's August factory output beats expectations on electronics boom
- China's industrial profits grow for fourth straight month
- India opens dumping probe on Malaysia, Vietnam, Thailand copper tube, pipe imports
- U.S. business spending digging out of deep hole; outlook uncertain
- U.S. House Democrats crafting new USD2.2t COVID-19 relief package
- Europe faces insolvency balancing act
- Euro zone firms continue to load up on credit as economy reopens: ECB data
- BoE's Tenreyro says evidence on negative rates is 'encouraging'

**IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)**

- Result Notes: GAMUDA
- Company Update: ARMADA
- Weekly Technical Review
- Regional News Update
- EV: Ringgit Outlook

#	Top Volume			Top Gainer	Price	%Chg (+/-)	Vol (m)	Top Loser	Price	%Chg (+/-)	Vol (m)
	Stock	Price	%Chg (+/-)								
1	TOPGLOV	8.80	2.9	HARTA	17.00	6.9	13.20	PPB	18.40	-2.5	0.25
2	HARTA	17.00	6.9	PMETAL	5.05	3.7	2.97	PETDAG	19.76	-1.7	0.12
3	GENM	2.10	-0.5	KLCCSS	5.50	3.0	1.65	DIALOG	3.75	-1.1	2.43
4	CIMB	3.06	0.3	TOPGLOV	8.80	2.9	76.30	KLCCSS	7.77	-0.9	0.06
5	SIME	2.40	2.1	SIME	2.40	2.1	8.43	MISC	7.39	-0.8	2.02
6	AXIATA	2.97	-0.7	TENAGA	10.88	0.6	2.49	IOICORP	4.45	-0.7	1.75
7	MAYBANK	7.08	-0.1	TM	4.15	0.5	3.16	AXIATA	2.97	-0.7	6.69
8	GENTING	3.27	-0.3	CIMB	3.06	0.3	9.93	KLK	22.64	-0.6	0.59
9	PBBANK	15.44	-0.5	RHBBANK	4.60	0.2	1.30	SIMEPLT	5.02	-0.6	2.24
10	TM	4.15	0.5	MAXIS	4.97	0.2	1.41	PBBANK	15.44	-0.5	3.26

Notes: # KL Composite Index (FBMKLCI) component stocks

## Corporate News

- **United Malacca halts JV ops in Sulawesi to address environmental issues raised by NGOs**

United Malacca Bhd (UMB) is halting the operations of its 60%-owned joint venture (JV) PT Wana Rindang Lestari (WRL) in Sulawesi, to address environmental issues highlighted by non-government organisations (NGOs). In a bourse filing, the group said NGOs had highlighted environmental issues surrounding the operations of WRL, which has a business licence to source timber products (Izin Usaha Pemanfaatan Hasil Hutan Kayu Pada Hutan Tanaman Industri) over a land area of about 59,920ha in the regencies of Tojo Una-Una and Morowali in Sulawesi. (*The Edge*)

- **Tiong Nam to invest RM200.0m for new warehouses, fleet expansion**

Tiong Nam Logistics Holdings Bhd is investing RM200.0m in capital expenditure (capex), which will go towards the construction of three new warehouses, the expansion of its truck fleet and for the logistics business. The group said 90% of its capex will be used for the construction of a 190,000 sq ft warehouse in Senoko, Singapore, as well as two other warehouses in Pasir Gudang and Kempas, Johor, which are currently in the planning stage. The three warehouses are expected to be completed in its financial year ending March 31, 2022 (FY22). (*The Edge*)

- **Destini announces RM78.0m share placement to fund projects**

Destini Bhd is planning to raise RM78.0m via a private placement of up to 277.26 million shares to fund working capital for both new and existing projects. In a bourse filing, the group said it plans to issue 20% of its share capital, which stood at 1.39 billion shares as of Sept 18. The RM78.0m in proceeds is derived from an indicative price of 28.2 sen per share. Of the proceeds, RM50.0m would be used for working capital for new projects, said Destini. (*The Edge*)

- **NTPM 1Q net profit leaps thanks to lower material and overhead costs**

Tissue paper maker NTPM Holdings Bhd's net profit for the first quarter ended July 31, 2020 (1QFY21) skyrocketed to RM14.6m, from RM503,000 in last financial year's corresponding quarter. In a bourse filing, the Penang-based company said the sharp rise in its quarterly net profit was mainly due to lower raw material costs, such as virgin pulp and waste paper prices, and overhead costs in 1QFY21. (*The Edge*)

- **Sanichi plans sizeable private placement to fund property development in Melaka**

Loss-making Sanichi Technology Bhd plans to raise RM31.9m — 43% of its current market capitalisation of RM75.2m — through a private share placement to fund its maiden property development project launched in November 2016 in Melaka. In a bourse filing, the property developer, which owns a 10.21% stake in Metronic Global Bhd, said it will be placing up to 524.8m shares, equivalent to 30% of its issued share capital, to independent third-party investors to be identified later and at an issue price to be determined later. (*The Edge*)



## Macro Bits

### Global

- [Global economic outlook 'somewhat less dire' than expected — IMF](#) The global economic outlook is not quite as dark as expected even just three months ago, a top International Monetary Fund official said on Thursday, citing better-than-anticipated economic data from China and other advanced economies. (*The Edge Markets*)
- [Russia keeps China oil supplier crown in August](#) Russia was the biggest oil supplier to China in August for a second consecutive month, customs data showed on Friday, with Saudi Arabia trailing after its volumes dropped by one-third. (*Reuters*)
- [FTSE Russell says China to be included in global bond index](#) Chinese sovereign bonds have won inclusion into FTSE Russell's benchmark bond index a year after they were rejected. The index compiler owned by the London Stock Exchange Group said the debt would be added to its flagship World Government Bond Index. The inclusion will start in October 2021. (*Bloomberg*)

### Malaysia

- [A technical correction expected despite heighten domestic political uncertainty](#) MYR depreciated to a two-week low last week, weighed by the cloudy local political scene and a weaker oil price. Rising COVID-19 infections further weaken the local note amid strengthening USD. (*See Economic Viewpoint: Ringgit Outlook*)
- [Economic stimulus packages to contribute 3.7% to 4.0% of GDP in 2020](#) Finance Minister Tengku Datuk Seri Zafrul Tengku Abdul Aziz said the economic stimulus packages announced by the government — Prihatin, Prihatin SME+, Penjana and Kita Prihatin — worth a total of RM305.0b, are expected to contribute 3.7% to 4.0% of the nation's gross domestic product (GDP) this year. (*The Edge Markets*)

### Asia Pacific

- [Thailand: Ailing economy to get THB100.0b injection from Oct-Dec](#) Government stimulus schemes are expected to inject THB100.0b into the economy in the last three months of this year, said Deputy Prime Minister Supattanapong Punmeechaow. (*The Star*)
- [Singapore's August factory output beats expectations on electronics boom](#) Singapore's industrial output in August rose 13.7% from a year earlier, surging past economists' expectations as electronics production rose at its fastest pace in nearly three years, official data showed on Friday. (*Reuters*)
- [China's industrial profits grow for fourth straight month](#) Profits at China's industrial firms grew for the fourth straight month in August, buoyed in part by a rebound in commodities prices and equipment manufacturing, the statistics bureau said on Sunday. Industrial firm profits grew 19.1% year-on-year in August to CNY612.81b (USD89.8b), the statistics bureau said. (*Reuters*)
- [India opens dumping probe on Malaysia, Vietnam, Thailand copper tube, pipe imports](#) India is investigating imports of copper tubes and pipes from Malaysia, Vietnam, and Thailand, to determine whether producers in these countries were receiving unfair subsidies, the government said. (*The Edge Markets*)

### Americas

- [U.S. business spending digging out of deep hole; outlook uncertain](#) New orders for key U.S.-made capital goods increased more than expected in August and shipments raced to their highest level in nearly six years, suggesting a rebound in business spending on equipment was underway after a prolonged slump. (*Reuters*)
- [U.S. House Democrats crafting new USD2.2t COVID-19 relief package](#) Democrats in the U.S. House of Representatives are working on a USD2.2t coronavirus stimulus package that could be voted on next week, a key lawmaker said on Thursday, as House Speaker Nancy Pelosi reiterated that she is ready to negotiate with the White House. (*Reuters*)

### Europe

- [Europe faces insolvency balancing act](#) Even as the European economy slumps into its deepest recession in modern history, the number of bankruptcies across the continent has fallen sharply as government subsidies and a temporary loosening of insolvency rules keep companies afloat. (*Reuters*)
- [Euro zone firms continue to load up on credit as economy reopens: ECB data](#) Euro zone companies continued to load up on bank credit in August, European Central Bank data showed on Friday, two months after most economies had eased restrictions on economic activity aimed at controlling the coronavirus pandemic. (*Reuters*)
- [BoE's Tenreyro says evidence on negative rates is 'encouraging'](#) The Bank of England's investigation into whether negative rates might help the British economy through its current downturn has found "encouraging" evidence, policymaker Silvana Tenreyro said in an interview published late on Saturday. (*Reuters*)

28 September 2020

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
ECONPILE HOLDINGS BHD	0.455	17.47	11.96	1.41	0.455
BINTULU PORT HOLDINGS BHD	3.680	18.59	11.96	17.31	3.670
MY EG SERVICES BHD	1.250	22.73	12.02	0.44	1.240
YINSON HOLDINGS BHD	5.700	22.82	13.87	0.94	5.640
KKB ENGINEERING BHD	1.410	24.47	18.42	4.94	1.400
KSL HOLDINGS BHD	0.500	24.72	19.12	8.34	0.495
CAPITALAND MALAYSIA MALL TRU	0.620	25.90	21.92	10.20	0.615
CAHYA MATA SARAWAK BHD	1.190	26.12	23.54	9.74	1.160
EASTERN & ORIENTAL BHD	0.385	26.40	14.59	0.09	0.380
MULPHA INTERNATIONAL BHD	1.320	27.64	22.58	26.38	1.300
DATASONIC GROUP BHD	1.000	28.20	24.75	12.60	0.980
DAGANG NEXCHANGE BHD	0.180	28.31	20.69	5.01	0.175

\*Only for stocks with market cap &gt;RM300m

Source: Bloomberg

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
AEON CREDIT SERVICE M BHD	10.800	79.65	85.12	93.58	11.100
KWANTAS CORP BHD	1.390	79.00	78.00	78.64	1.460
BLD PLANTATION BHD	7.300	76.17	83.33	97.24	7.300
FAR EAST HOLDINGS BHD	2.550	73.23	83.30	99.20	2.550
FAVELLE FAVCO BHD	2.370	70.39	73.47	75.31	2.390

\*Only for stocks with market cap &gt;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
HK HANG SENG INDEX-V	0.050	23.64	16.36	3.77	0.050	30/10/2020
HK HANG SENG INDEX-U	0.015	24.07	15.51	2.60	0.015	30/10/2020
HK HANG SENG INDEX-BB	0.095	24.94	17.04	4.34	0.090	27/11/2020
HIBISCUS PETROLEUM BHD-WC	0.065	25.17	20.19	14.38	0.055	18/3/2021
HK HANG SENG INDEX-W	0.150	26.62	19.58	5.23	0.145	30/10/2020
HK HANG SENG INDEX-BC	0.200	28.92	22.28	11.12	0.195	27/11/2020

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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Published and printed by:

**KENANGA INVESTMENT BANK BERHAD (15678-H)**

Level 17, Kenanga Tower, 237, Jalan Tun Razak, 50400 Kuala Lumpur, Malaysia  
Telephone: (603) 2172 0880 Website: [www.kenanga.com.my](http://www.kenanga.com.my) E-mail: [research@kenanga.com.my](mailto:research@kenanga.com.my)