

19 November 2020

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BURSA	18-Nov	Day chg	% chg
KLCI	1,604.8	-5.4	-0.34%
FTSE EMAS	11,514.5	-41.9	-0.36%
FTSE Smallcap	14,340.5	6.18	0.04%
FTSE MESDAQ	11,088.1	-231.2	-2.04%
KLSE Mkt Cap (RM'b)	1,679.5	-6.0	-0.36%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	-62.1	45.4%
Local Retail	-107.5	38.7%
Foreign	169.7	15.9%

INDICES	18-Nov	Day chg	% chg
Dow Jones	29,438.4	-344.9	-1.16%
S&P 500	3,567.8	-41.7	-1.16%
NASDAQ	11,801.6	-97.7	-0.82%
FTSE-100	6,385.2	19.9	0.31%
Nikkei 225	25,728.1	-286.5	-1.10%
SHCOMP	3,347.3	7.4	0.22%
HSI	26,544.3	129.2	0.49%
STI	2,788.6	10.0	0.36%
KOSPI	2,545.6	6.5	0.26%
TWSE	13,773.3	180.3	1.33%
JCI	5,557.5	27.6	0.50%
SET	1,364.6	14.8	1.09%

FOREX	18-Nov	17-Nov	% chg
USD/MYR:	4.0872	4.1045	-0.42%
EUR/USD:	1.1877	1.1875	0.02%
GBP/USD:	1.3292	1.3247	0.34%
USD/YEN:	103.86	104.29	-0.41%
USD/SGD:	1.3406	1.3432	-0.19%
USD/HKD:	7.7523	7.7526	0.00%

KEY STATS

KLCI Spot			
Vol (m shares):	14,414.0	16,397.9	-12.10%
Value (RMm):	5,088.3	7,957.8	-36.06%
KLCI Future			
November-20	1,604.5	1,608.0	-0.22%
December-20	1,603.5	1,607.5	-0.25%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,175.8	1,169.8	0.51%
SoyOil (USc/lb)	38.2	37.3	2.41%
Gold (US\$/troy oz)	1,873.9	1,885.1	-0.59%
Nymex crude oil (US\$/bbl)	41.8	41.4	0.94%
Latex (RM/kg)	5.85	5.89	-0.68%
Tin (US\$/mt)	N/A	19,046.0	N/A

Research Highlights

NEWS HIGHLIGHTS

- Matrix Concepts sees 28% increase in 2Q net profit to half-decade high of RM75.0m
- TA Enterprise and TA Global sink deeper into the red with bleeding hotel division
- Sam Engineering 2Q net profit falls 25% as aerospace segment drags
- Asia Poly buys 30% stake in acrylic manufacturer GB Plas for RM15.0m
- Elevator maker Eita proposes bonus issue with free warrants

MACRO BITS

- Global debt to hit record USD277.0t by year end on pandemic spending splurge: IIF
- Rate cut bets melt as vaccines boost economy hopes
- Malaysia in deal with China for Covid-19 vaccine development
- RCEP will boost Malaysia's economic revival, says MEF
- October vehicle sales up 5.2% y-o-y to 56,670, second-highest monthly sales this year
- Policy rate unchanged amid slight dovish tilt (See *Economic Viewpoint: BOT 7th MPC Decision*)
- Tokyo reports record daily virus cases, outbreak locks down Australian state
- Kuroda says BOJ's bank aid scheme won't affect yield curve control
- U.S. housing starts beat expectations; building permits flat
- US household debt rises to record as refinances surge
- EU says: we are now in last moments to reach Brexit trade deal
- Euro zone inflation confirmed negative in October on weak energy
- UK inflation ticks higher as pandemic pushes up some prices

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Thematic Report: Semiconductor landscape post US-election
- MidS: KESM
- Results Note: MEDIA, AMWAY, KLK, TSH, BJTOTO, PCHEM, TGUAN
- On Our Technical Watch: KAWAN, PWROOT
- Economic Viewpoint: BoT MPC Decision

#	Top Volume			Top Gainer	Price	%Chg (+/-)	Vol (m)	Top Loser	Price	%Chg (+/-)	Vol (m)	
	Stock	Price	%Chg (+/-)									Stock
1	TOPGLOV	7.01	0.1	58.60	HAPSENG	8.47	2.1	0.34	MISC	6.90	-6.9	3.64
2	CIMB	3.72	-2.1	31.00	TM	4.47	1.8	7.96	DIALOG	3.63	-3.5	19.00
3	GENTING	4.16	-0.5	24.40	AXIATA	3.40	1.8	6.76	CIMB	3.72	-2.1	31.00
4	GENM	2.55	0.4	20.20	PCHEM	6.75	1.5	1.61	RHBBANK	5.18	-2.1	6.18
5	DIALOG	3.63	-3.5	19.00	HLFG	16.24	1.5	0.62	HARTA	14.42	-1.5	9.22
6	MAYBANK	8.23	-0.8	13.40	NESTLE	141.00	1.4	0.09	TENAGA	11.26	-1.4	3.86
7	HARTA	14.42	-1.5	9.22	KLK	23.32	1.4	0.34	MAXIS	5.13	-1.4	1.46
8	TM	4.47	1.8	7.96	DIGI	4.10	1.2	1.69	PETGAS	16.18	-0.9	0.68
9	AXIATA	3.40	1.8	6.76	IOICORP	4.56	0.9	2.61	MAYBANK	8.23	-0.8	13.40
10	RHBBANK	5.18	-2.1	6.18	PBBANK	19.06	0.9	5.42	HLBANK	17.78	-0.7	1.45

Notes: # KL Composite Index (FBMVKLCI) component stocks

Corporate News

- **Matrix Concepts sees 28% increase in 2Q net profit to half-decade high of RM75.0m**

Matrix Concepts Holdings Bhd reported a 28% increase in its net profit to RM75.1m for its second quarter ended Sept 30, 2020 (2QFY21), marking the highest quarterly earnings for the property developer in five years. The group declared a second interim dividend of three sen per share for FY21, bringing the total dividend payout for the financial year to five sen per share or RM41.7m in total. *(The Edge)*

- **TA Enterprise and TA Global sink deeper into the red with bleeding hotel division**

Bleeding hotel operations continued to drag the third quarter ended Sept 30, 2020 (3QFY20) of TA Enterprise Bhd (TAE) and its 60% subsidiary TA Global Bhd deeper into the red. In a bourse filing, TAE said quarterly loss increased to RM65.8m in 3QFY20 from RM14.94 million in net loss seen in 3QFY19. Quarterly loss per share (LPS) rose to 3.84 sen from 0.87 sen seen in the corresponding quarter last year. This brought cumulative LPS for the nine months ended Sept 30, 2020 (9MFY20) to 14.98 sen, compared with earnings per share (EPS) of 7.57 sen in the corresponding period in the last financial year. *(The Edge)*

- **Sam Engineering 2Q net profit falls 25% as aerospace segment drags**

Sam Engineering & Equipment (M) Bhd's net profit for the second quarter ended Sept 30, 2020 (2QFY21) fell 24.67% year-on-year to RM15.5m from RM20.6m, despite stronger revenue, as its aerospace segment dragged with lower profit contribution amid the Covid-19 pandemic. Revenue for 2QFY21 was up 4.96% y-o-y at RM220.9m versus RM210.5m previously, as its equipment segment saw stronger demand from data storage and semiconductor customers, while a favourable currency translation also boosted the topline. *(The Edge)*

- **Asia Poly buys 30% stake in acrylic manufacturer GB Plas for RM15.0m**

Asia Poly Holdings Bhd has inked a heads of agreement to acquire a 30% stake in GB Plas Sdn Bhd for RM15.0m. Asia Poly, which is involved in the manufacturing of cast acrylic sheets, said the agreement was signed with GB Plas' managing director Gooi Chin Hooi who is currently its largest shareholder. Gooi currently holds a 65% stake in GB Plas, followed by Ng Kar Hung with 25%, and Gooi Wen Xin and Gooi Wen Ning with a 5% stake each. *(The Edge)*

- **Elevator maker Eita proposes bonus issue with free warrants**

Elevator manufacturer Eita Resources Bhd has proposed the issuance of bonus shares, together with free warrants, to reward its shareholders. The bonus issuance will be on the basis of one bonus share for each existing share held (one-for-one) on an entitlement date to be announced. As for the free warrants, to be issued after the bonus issue, will be on the basis of one free warrant for every three existing shares held (one-for-three). *(The Edge)*



Macro Bits

Global

- [Global debt to hit record USD277.0t by year end on pandemic spending splurge: IIF](#) Global debt is expected to soar to a record USD277.0t by the end of the year as governments and companies continue to spend in response to the COVID-19 pandemic, the Institute of International Finance said in a report on Wednesday. *(Reuters)*
- [Rate cut bets melt as vaccines boost economy hopes](#) Expectations of interest rate cuts in some of the world's biggest economies have melted within the space of a month on hopes a successful coronavirus vaccine will fuel a growth bounceback next year. *(Reuters)*

Malaysia

- [Malaysia in deal with China for Covid-19 vaccine development](#) Malaysia said on Wednesday it has signed an agreement with China to cooperate on the development of a safe and efficacious vaccine, as part of efforts to combat the Covid-19 pandemic. *(The Edge Markets)*
- [RCEP will boost Malaysia's economic revival, says MEF](#) The Malaysian Employers Federation (MEF) believes that the recent signing of the Regional Comprehensive Economic Partnership (RCEP) provides a much-needed boost to revive Malaysia's economy impacted by the COVID-19 pandemic. *(The Edge Markets)*
- [October vehicle sales up 5.2% y-o-y to 56,670, second-highest monthly sales this year](#) Malaysia's vehicle sales rose by 5.2% to 56,670 vehicles in October, from 53,870 vehicles registered a year prior. From a production perspective, production volume increased by 5.12% in October to 58,631 units, from 55,775 units last year. *(The Edge Markets)*

Asia Pacific

- [Policy rate unchanged amid slight dovish tilt](#) Policy rate retained at a record low of 0.50%, for the fourth straight meeting, in line with house and market expectations. The Bank of Thailand (BoT) foresees a slow pace of recovery, with private consumption weighed by low income and the phase-out of stimulus measures. *(See Economic Viewpoint: BOT 7th MPC Decision)*
- [Tokyo reports record daily virus cases, outbreak locks down Australian state](#) Daily coronavirus cases in Tokyo and South Korea hit fresh highs on Wednesday, as pollution-cloaked New Delhi struggled with rising cases and Australia reported a highly contagious virus strain which forced a state-wide lockdown. *(Reuters)*
- [Kuroda says BOJ's bank aid scheme won't affect yield curve control](#) The Bank of Japan's new relief scheme for regional lenders will not affect monetary policy, its governor Haruhiko Kuroda said on Wednesday, rebuffing the view the scheme could make it tougher for the central bank to achieve its interest rate targets. *(The Edge Markets)*

Americas

- [U.S. housing starts beat expectations; building permits flat](#) U.S. homebuilding increased more than expected in October, suggesting the housing market continues to be sustained by record low mortgage rates even as the economic recovery shows signs of strain amid a resurgence in new COVID-19 infections. *(Reuters)*
- [US household debt rises to record as refinances surge](#) U.S. household debt rose slightly in the third quarter, reaching the highest level ever as record-low interest rates continue to fuel a surge in home loan borrowing among consumers with excellent credit. *(The Edge Markets)*

Europe

- [EU says: we are now in last moments to reach Brexit trade deal](#) Britain and the European Union are in the last moments to reach a trade deal that would regulate their relationship after Britain's transition period ends on Jan 1, 2021, the EU's Trade Commissioner Valdis Dombrovskis said on Wednesday. *(Reuters)*
- [Euro zone inflation confirmed negative in October on weak energy](#) Euro zone annual inflation was negative for a third consecutive month in October, matching a four-year low, as energy prices were around 8.0% lower than a year earlier. *(Reuters)*
- [UK inflation ticks higher as pandemic pushes up some prices](#) British inflation picked up by a little more than expected in October as the COVID-19 pandemic continued to affect the cost of goods, with clothing and food prices rising during the month, official data showed on Wednesday. *(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
HARTELEGA HOLDINGS BHD	14.420	29.00	20.23	11.52	13.660

*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	HIGH 30D
CHEMICAL CO OF MALAYSIA BHD	2.990	89.52	92.80	98.74	3.010
RCE CAPITAL BHD	2.270	88.75	92.70	90.61	2.290
MALAYSIA SMELTING CORP BHD	0.835	87.78	91.77	97.75	0.850
HUME INDUSTRIES BHD	1.090	86.52	92.60	99.72	1.150
MIECO CHIPBOARD BERHAD	0.695	85.80	88.59	92.92	0.715
EURO HOLDINGS BHD	3.330	85.16	85.57	80.81	3.730
DKSH HOLDINGS MALAYSIA BHD	3.660	84.25	90.53	98.73	3.860
FIMA CORP BHD	1.710	83.83	91.82	99.68	1.720
VIVOCOM INTERNATIONAL HOLDIN	1.860	82.04	81.58	74.50	1.950
MUHIBBAH ENGINEERING (M) BHD	1.020	82.00	84.57	84.09	1.080
CSC STEEL HOLDINGS BHD	0.915	81.99	90.38	99.65	0.945
KUMPULAN POWERNET BHD	4.730	81.71	87.63	97.25	4.920
TMC LIFE SCIENCES BHD	0.555	81.35	89.53	99.75	0.560
HONG LEONG BANK BERHAD	17.780	80.10	82.03	82.33	18.480
PMB TECHNOLOGY BHD	3.400	78.39	79.61	81.96	3.400
YTL HOSPITALITY REIT	0.855	76.24	79.12	70.14	0.895
BERJAYA FOOD BHD	1.360	76.04	82.33	92.02	1.380
WESTPORTS HOLDINGS BHD	4.400	75.74	83.64	94.06	4.490
EVERGREEN FIBREBOARD BHD	0.440	75.69	78.84	84.77	0.465
CB INDUSTRIAL PRODUCT HLDG	1.050	75.56	80.81	85.05	1.050
LATITUDE TREE HOLDINGS BHD	4.100	75.54	75.96	80.47	4.170

*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
TOP GLOVE CORP BHD-C90	0.065	18.28	10.99	1.02	0.050	26/2/2021
TOP GLOVE CORP BHD-C91	0.060	20.63	13.12	1.99	0.050	30/4/2021
HK HANG SENG INDEX-DI	0.065	22.57	16.27	2.91	0.065	30/12/2020
TOP GLOVE CORP BHD-C81	0.360	27.74	20.54	10.56	0.245	31/12/2020
ES CERAMICS TECHNOLOGY BHD-WB	0.290	27.84	24.95	14.66	0.260	19/10/2023
KOSSAN RUBBER INDUSTRIES-C7	0.730	29.47	20.49	4.70	0.545	26/4/2021
TOP GLOVE CORP BHD-C84	0.285	29.66	23.44	12.27	0.210	29/1/2021
TOP GLOVE CORP BHD-C83	0.520	29.80	23.68	6.82	0.420	31/5/2021

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
PUBLIC BANK BHD-C46	0.100	84.44	90.01	95.33	0.120	15/1/2021
MALAYAN BANKING BHD-C68	0.095	83.75	90.31	97.54	0.100	29/1/2021
PUBLIC BANK BHD-C47	0.140	80.66	87.20	96.03	0.145	29/1/2021
CIMB GROUP HOLDINGS BHD-C68	0.105	76.98	86.84	97.39	0.125	30/4/2021
GENTING BHD-C91	0.155	76.86	83.41	94.50	0.175	30/6/2021
VIVOCOM INTL HOLDINGS BHD-WE	1.070	76.74	74.32	63.84	1.190	22/8/2023
MALAYSIA BUILDING SOCIETY BHD-C30	0.065	76.62	84.38	94.59	0.075	26/5/2021
CIMB GROUP HOLDINGS BHD-C69	0.195	74.02	77.20	74.96	0.295	30/8/2021
CIMB GROUP HOLDINGS BHD-C72	0.170	71.90	74.95	71.72	0.210	28/6/2021
MALAYSIA BUILDING SOCIETY BHD-C31	0.065	70.78	74.50	69.97	0.100	29/1/2021
EA HOLDINGS BHD-WE	0.020	70.18	82.04	99.66	0.025	22/4/2023

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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