

10 December 2020

By Raymond Choo Ping Khoon | [pkchoo@kenanga.com.my](mailto:pkchoo@kenanga.com.my)

BURSA	9-Dec	Day chg	% chg
KLCI	1,646.5	14.83	0.91%
FTSE EMAS	11,874.6	58.8	0.50%
FTSE Smallcap	15,373.6	-52.63	-0.34%
FTSE MESDAQ	10,940.1	82.5	0.76%
KLSE Mkt Cap (RM'b)	1,749.1	5.7	0.33%

**BURSA DAILY TRADING PARTICIPATION**

Participation	Net (RM'm)	Value (%)
Local Institution	-88.86	46.24%
Local Retail	267.85	41.24%
Foreign	-178.89	12.52%

INDICES	9-Dec	Day chg	% chg
Dow Jones	30,068.8	-105.1	-0.35%
S&P 500	3,672.8	-29.4	-0.79%
NASDAQ	12,339.0	-243.8	-1.94%
FTSE-100	6,564.3	5.5	0.08%
Nikkei 225	26,817.9	350.9	1.33%
SHCOMP	3,372.0	-38.2	-1.12%
HSI	26,502.8	198.3	0.75%
STI	2,843.1	17.4	0.62%
KOSPI	2,755.5	54.5	2.02%
TWSE	14,390.1	29.7	0.21%
JCI	N/A	N/A	N/A
SET	1,482.7	3.8	0.25%

FOREX	9-Dec	8-Dec	% chg
USD/MYR:	4.0625	4.0718	-0.23%
EUR/USD:	1.2121	1.2114	0.06%
GBP/USD:	1.3452	1.3352	0.75%
USD/YEN:	104.10	104.07	0.03%
USD/SGD:	1.3356	1.3371	-0.11%
USD/HKD:	7.7518	7.7509	0.01%

**KEY STATS**

KLCI Spot			
Vol (m shares):	11,880.0	11,255.1	5.55%
Value (RMm):	6,681.8	6,391.8	4.54%
KLCI Future			
December-20	1,647.0	1,629.0	1.10%
January-21	1,647.0	1,631.0	0.98%
CPO Price (RM/tonne)	3,260.0	3,263.0	-0.09%
Soybean (US\$/bu)	1,158.5	1,145.8	1.11%
SoyOil (USc/lb)	37.7	37.3	1.15%
Gold (US\$/troy oz)	1,838.5	1,874.9	-1.94%
Nymex crude oil (US\$/bbl)	45.5	45.6	-0.18%
Latex (RM/kg)	5.96	6.00	-0.75%
Tin (US\$/mt)	N/A	19,175.0	N/A

## Research Highlights

### NEWS HIGHLIGHTS

- MyEG plans RM407.0m placement to develop healthcare-related services, fund foreign workers hostels
- KPower bags RM296.0m hydropower project in Perak
- Ho Wah explores government alliance to distribute Covid-19 vaccine
- AWC secures RM108.0m hospital support services contract
- Johan Holdings in talks to venture into glove-related business

### MACRO BITS

- S. Korea's Moon shows interest in joining CPTPP
  - Vietnam says to conclude free trade agreement talks with Britain on Friday
  - Govt assistance worth RM24.0b benefits over 1.4m SMEs
  - Interstate travel to balance the needs of the economy and healthcare — Tengku Zafrul
  - Malaysia unemployment rate expected to improve to 4.5% for December, says minister
  - China's new yuan loans expected to rebound in November on policy support: Reuters poll
  - S. Korea's agricultural exports up 7.0% through Nov.: data
  - Biden, introducing health teams, vows 100.0m COVID-19 vaccinations in first 100 days
  - U.S. job openings rise moderately; layoffs increase
  - Bank of Canada keeps key rate at 0.25%, maintains QE policy
  - UK PM Johnson warns EU over Brexit trade talks: back down or it's no-deal
  - German exports inch up, giving economy hope of avoiding fourth quarter slump
  - Merkel pushes for tougher German lockdown
- IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)**
- Result Note: TOPGLOV
  - On Our Technical Watch: MEDIA, ECONBHD

#	Top Volume			Top Gainer			Top Loser					
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	TOPGLOV	6.84	-3.5	93.80	PBBANK	19.86	7.6	19.80	TOPGLOV	6.84	-3.5	93.80
2	CIMB	4.05	3.1	27.60	HLBANK	18.88	3.6	2.16	TM	5.13	-2.1	5.21
3	PBBANK	19.86	7.6	19.80	RHBBANK	5.80	3.6	7.89	AXIATA	3.71	-1.9	2.98
4	GENTING	4.39	-1.6	15.10	CIMB	4.05	3.1	27.60	MISC	7.01	-1.8	1.86
5	GENM	2.59	0.0	11.40	HLFG	17.60	2.3	0.49	PETGAS	17.34	-1.6	0.68
6	MAYBANK	8.38	1.7	8.83	MAYBANK	8.38	1.7	8.83	GENTING	4.39	-1.6	15.10
7	TENAGA	10.64	-1.1	8.01	PMETAL	8.03	1.7	5.79	TENAGA	10.64	-1.1	8.01
8	RHBBANK	5.80	3.6	7.89	IOICORP	4.45	1.1	1.35	DIALOG	3.57	-0.8	5.47
9	PMETAL	8.03	1.7	5.79	PCHEM	7.67	0.9	5.24	MAXIS	5.00	-0.6	2.87
10	DIALOG	3.57	-0.8	5.47	SIME	2.35	0.9	3.70	DIGI	4.15	-0.2	2.77

Notes: # KL Composite Index (FBMKLCI) component stocks

## Corporate News

- **MyEG plans RM407.0m placement to develop healthcare-related services, fund foreign workers hostels**

My EG Services Bhd (MyEG) is planning to raise up to RM407.0m via placement to fund the development of hostels for foreign workers under an ongoing project, develop healthcare-related services, and to buy fixed assets like kiosks for the online renewal of car and motorcycle road tax under its e-government concession business. It intends to place out up to 220m new shares that represent up to 6.29% of its total issued shares to third-party investors to be identified, the group said in a stock exchange filing. *(The Edge)*

- **KPower bags RM296.0m hydropower project in Perak**

Kumpulan Powernet Bhd (KPower) has bagged a contract worth RM296.0m for a mini-hydropower plant in Perak. In a bourse filing, the group announced that its wholly-owned subsidiary KPower Engineering Sdn Bhd had received and accepted a letter of award day before from Kangsar Hidro Sdn Bhd to undertake the engineering, design, procurement, construction, commissioning and completion of a mini-hydropower plant with a total capacity of 27.3MW in Sungai Singor, Perak. *(The Edge)*

- **Ho Wah explores government alliance to distribute Covid-19 vaccine**

Ho Wah Genting Bhd has submitted a letter to the Ministry of Science, Technology and Innovation Malaysia to explore potential collaboration on its research study and distribution of E-Mo Covid-19 Vaccine developed by E-Mo Biology Inc (EBI) upon approval by US Food And Drug Administration being obtained. Ho Wah, in a statement, said the potential collaboration would support its participation through subsidiary HWGB Biotech Sdn Bhd in research study on the Covid-19 vaccine. *(New Straits Times)*

- **AWC secures RM108.0m hospital support services contract**

AWC Bhd has secured a hospital support services contract from the Health Ministry worth RM107.9m. The group said in a bourse filing that the ministry had accepted its tender to provide the services for the Shah Alam Hospital. The contract period will be five years commencing from Jan 1, 2021 to Dec 31, 2025. *(The Edge)*

- **Johan Holdings in talks to venture into glove-related business**

Johan Holdings Bhd said its board is in the midst of discussion on a potential new business venture involving glove-related products. However, there are no definitive terms and conditions that are firm and agreed upon by the company at this juncture, Johan said in a filing with Bursa Malaysia in response to an unusual market activity (UMA) query by the bourse earlier. *(The Edge)*



## Macro Bits

### Global

- [S. Korea's Moon shows interest in joining CPTPP](#) South Korean President Moon Jae-in yesterday mooted the idea of his country entering the revised Trans-Pacific Partnership trade deal, joining China in expressing interest in a pact that Japan is credited for leading to fruition. *(The Straits Times)*
- [Vietnam says to conclude free trade agreement talks with Britain on Friday](#) Britain and Vietnam will conclude negotiations on a free trade agreement on Friday, Vietnam's Ministry of Industry and Trade said. The two sides will sign an agreement in Hanoi to confirm the conclusion of the talks, the ministry said in a statement on Wednesday on its website, a move that should pave the way for an imminent official signing of the free trade agreement. *(Reuters)*

### Malaysia

- [Govt assistance worth RM24.0b benefits over 1.4m SMEs](#) Various assistance whether direct or in the form of funding or grants provided by the government to the tune of over RM24.0b have benefited over 1.4m micro and small and medium enterprises (SMEs) as of Nov 27, said Finance Minister Tengku Datuk Seri Zafrul Abdul Aziz. *(The Edge Markets)*
- [Interstate travel to balance the needs of the economy and healthcare — Tengku Zafrul](#) The move to allow interstate and inter-district travel throughout the country except in areas under the Enhanced Movement Control Order (EMCO) was made to strike a balance between improving the economy and health safety. *(The Edge Markets)*
- [Malaysia unemployment rate expected to improve to 4.5% for December, says minister](#) The Ministry of Human Resources expects Malaysia's unemployment rate to continue trending downwards to 4.5% for December, from a peak of 5.3% in May due to job losses after the enforcement of the Movement Control Order (MCO) starting March 18 this year. *(The Edge Markets)*

### Asia Pacific

- [China's new yuan loans expected to rebound in November on policy support: Reuters poll](#) China's new bank loans are expected to rebound in November from a one-year low the previous month as the central bank maintains policy support for the economy amid the global pandemic. *(Reuters)*
- [S. Korea's agricultural exports up 7.0% through Nov.: data](#) South Korea's agricultural exports rose nearly 7.0% on-year over the January-November period, data showed Wednesday, setting a fresh high despite the new coronavirus pandemic. *(Yonhap News Agency)*

### Americas

- [Biden, introducing health teams, vows 100.0m COVID-19 vaccinations in first 100 days](#) President-elect Joe Biden on Tuesday laid out his plan to fight the coronavirus pandemic during his first 100 days in office, saying his administration would vaccinate 100.0m Americans, push to reopen schools and strengthen mask mandates. *(Reuters)*
- [U.S. job openings rise moderately; layoffs increase](#) U.S. job openings increased modestly in October and layoffs rose, strengthening views that the labor recovery from the COVID-19 pandemic was slowing. Job openings, a measure of labor demand, increased to 6.65m on the last day of October from 6.49m the prior month, the Labor Department said on Wednesday in its monthly Job Openings and Labor Turnover Survey, or JOLTS. *(Reuters)*
- [Bank of Canada keeps key rate at 0.25%, maintains QE policy](#) The Bank of Canada left its key interest rate unchanged at 0.25%, as expected, and said it would maintain its current policy of quantitative easing, in a regular rate decision statement on Wednesday. The central bank reiterated that rates would remain at their effective lower bound until economic slack is absorbed, with that not expected to happen until into 2023. *(Reuters)*

### Europe

- [UK PM Johnson warns EU over Brexit trade talks: back down or it's no-deal](#) British Prime Minister Boris Johnson warned the European Union on Wednesday it must scrap demands which he says are unacceptable if there is to be a Brexit trade deal to avoid a turbulent breakup in three weeks. *(Reuters)*
- [German exports inch up, giving economy hope of avoiding fourth quarter slump](#) German exports rose less than expected in October but foreign trade still gave Europe's largest economy a boost at the start of the fourth quarter as it struggles to avoid slipping into a double-dip contraction. *(Reuters)*
- [Merkel pushes for tougher German lockdown](#) Chancellor Angela Merkel threw her weight behind calls for a fuller lockdown in Germany that would include closing shops after Christmas, telling legislators that vaccines alone would not majorly alter the pandemic's course in the first quarter. *(Reuters)*

10 December 2020

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
HONG LEONG CAPITAL BHD	6.620	19.81	23.93	58.42	6.350

\*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	HIGH 30D
HIAP TECK VENTURE BHD	0.490	88.41	91.00	91.64	0.545
MALAYSIA SMELTING CORP BHD	1.050	86.87	90.01	98.82	1.080
CHEMICAL CO OF MALAYSIA BHD	3.080	86.44	86.71	72.63	3.090
ANN JOO RESOURCES BHD	1.180	84.88	86.38	86.10	1.230
WAH SEONG CORP BHD	0.735	82.99	85.77	83.10	0.755
MY EG SERVICES BHD	1.960	81.78	84.19	79.45	2.190
MUDA HOLDINGS BERHAD	2.670	81.51	82.91	78.18	3.020
YONG TAI BHD	0.355	80.43	80.87	71.35	0.455
CCK CONSOLIDATED HOLDINGS BH	0.585	80.24	88.44	97.14	0.590
PETRON MALAYSIA REFINING & M	6.000	79.91	80.21	76.41	6.750
KWANTAS CORP BHD	1.610	79.87	83.89	93.07	1.610
EURO HOLDINGS BHD	2.380	79.07	75.55	47.68	2.600
RCE CAPITAL BHD	2.430	78.12	79.53	81.06	2.500
O.S.K. HOLDINGS BHD	0.900	77.52	81.44	92.83	0.900
PARAMOUNT CORP BHD	0.880	77.34	81.78	89.76	0.890
PADINI HOLDINGS BERHAD	2.840	77.25	78.95	61.36	2.900
KUMPULAN FIMA BHD	1.710	77.20	84.09	98.93	1.720
APM AUTOMOTIVE HOLDINGS BHD	2.560	77.09	76.33	67.10	2.660
ASIA FILE CORP BHD	2.130	76.98	79.43	79.62	2.170
TUNE PROTECT GROUP BHD	0.450	76.97	80.51	77.66	0.475
AIRASIA X BHD	0.085	76.36	83.21	98.23	0.120
CSC STEEL HOLDINGS BHD	1.220	76.10	75.40	72.47	1.330
HONG LEONG BANK BERHAD	18.880	76.04	78.97	88.21	19.000
PANSAR BHD	0.705	75.86	85.28	97.99	0.710
PESTECH INTERNATIONAL BHD	0.975	75.64	78.03	79.90	1.010
FIMA CORP BHD	1.800	75.37	76.05	84.66	1.820
BUMI ARMADA BERHAD	0.365	74.96	77.20	73.17	0.385
SURIA CAPITAL HOLDINGS BHD	1.030	74.87	75.03	52.73	1.060
PMB TECHNOLOGY BHD	4.270	74.79	72.22	51.04	4.700
YINSON HOLDINGS BHD	5.750	74.71	79.05	74.26	6.000
BOILERMECH HOLDINGS BERHAD	0.965	74.39	74.88	69.54	1.100
HOMERITZ CORP BHD	1.080	73.33	77.26	90.32	1.110
KUMPULAN POWERNET BHD	5.220	72.75	72.83	71.27	5.400
HOCK SENG LEE BERHAD	1.010	72.70	73.90	50.37	1.040
TAN CHONG MOTOR HOLDINGS BHD	1.180	71.89	72.64	63.38	1.210
HARBOUR-LINK GROUP BHD	0.775	71.72	71.13	52.59	0.830
SPRITZER BHD	2.060	71.49	76.01	78.88	2.200
MALAYSIAN BULK CARRIERS BHD	0.590	71.19	72.07	70.09	0.675
SOUTHERN STEEL BERHAD	0.715	71.14	70.76	57.09	0.850
TDM BHD	0.340	71.05	71.87	61.50	0.380
MPHB CAPITAL BHD	1.080	70.78	77.79	93.79	1.080
ALLIANZ MALAYSIA BHD	14.100	70.46	79.02	98.60	14.380
PETRA ENERGY BHD	1.190	70.24	67.86	59.25	1.280
LATITUDE TREE HOLDINGS BHD	4.320	70.09	71.96	84.92	4.800
SUNSURIA BHD	0.475	70.04	74.03	68.01	0.500

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

Source: Bloomberg

10 December 2020

## 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-DI	0.015	21.47	16.54	4.60	0.015	30/12/2020
HK HANG SENG INDEX-DJ	0.120	28.27	28.76	31.18	0.100	30/12/2020

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
MY EG SERVICES BHD-J	0.170	85.71	87.76	98.61	0.200	29/10/2021
HIAP TECK VENTURE BHD-WB	0.175	83.88	87.10	89.07	0.250	23/6/2021
BRITISH AMERICAN TOBACCO MALAYSIA BHD-C2	0.410	82.11	82.29	75.13	0.505	31/3/2021
MY EG SERVICES BHD-E	0.195	81.99	84.93	86.92	0.255	30/6/2021
MY EG SERVICES BHD-C93	0.145	80.64	87.80	98.09	0.195	15/1/2021
MR DIY GROUP M BHD-CJ	0.220	79.14	77.36	71.71	0.235	27/9/2021
BRITISH AMERICAN TOBACCO MALAYSIA BHD-C4	0.270	79.04	78.76	72.15	0.340	26/8/2021
MY EG SERVICES BHD-G	0.300	78.88	82.28	83.89	0.350	6/9/2021
CAHYA MATA SARAWAK BHD-C23	0.200	78.51	77.66	63.63	0.215	22/7/2021
MR DIY GROUP M BHD-CI	0.320	76.57	73.55	64.54	0.350	5/7/2021
IOI PROPERTIES GROUP BHD-C2	0.210	76.47	74.39	68.33	0.275	26/7/2021
MR DIY GROUP M BHD-CH	0.515	76.22	74.39	65.61	0.555	10/5/2021
MY EG SERVICES BHD-B	0.090	72.98	80.38	79.34	0.120	30/4/2021
SWS CAPITAL BHD-WB	0.130	71.97	81.05	97.43	0.135	19/7/2023

Source: Bloomberg

10 December 2020

**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.**

---

This document has been prepared for general circulation based on information obtained from sources believed to be reliable but we do not make any representations as to its accuracy or completeness. Any recommendation contained in this document does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may read this document. This document is for the information of addressees only and is not to be taken in substitution for the exercise of judgement by addressees. Kenanga Investment Bank Berhad accepts no liability whatsoever for any direct or consequential loss arising from any use of this document or any solicitations of an offer to buy or sell any securities. Kenanga Investment Bank Berhad and its associates, their directors, and/or employees may have positions in, and may effect transactions in securities mentioned herein from time to time in the open market or otherwise, and may receive brokerage fees or act as principal or agent in dealings with respect to these companies.

---

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)