

15 December 2020

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BURSA	14-Dec	Day chg	% chg
KLCI	1,662.7	-21.84	-1.30%
FTSE EMAS	11,932.0	-153.8	-1.27%
FTSE Smallcap	15,160.4	-247.83	-1.61%
FTSE MESDAQ	10,468.1	-603.0	-5.45%
KLSE Mkt Cap (RM'b)	1,749.7	-21.0	-1.19%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	-66.8	46.2%
Local Retail	148.5	39.2%
Foreign	-81.6	14.7%

INDICES	14-Dec	Day chg	% chg
Dow Jones	29,861.6	-184.8	-0.62%
S&P 500	3,647.5	-16.0	-0.44%
NASDAQ	12,440.0	62.2	0.50%
FTSE-100	6,531.8	-14.9	-0.23%
Nikkei 225	26,732.4	79.9	0.30%
SHCOMP	3,369.1	21.9	0.66%
HSI	26,389.5	-116.3	-0.44%
STI	2,858.1	36.4	1.29%
KOSPI	2,762.2	-7.9	-0.28%
TWSE	14,211.1	-50.6	-0.36%
JCI	6,012.5	74.2	1.25%
SET	1,476.1	N/A	N/A

FOREX	14-Dec	11-Dec	% chg
USD/MYR:	4.0560	4.0495	0.16%
EUR/USD:	1.2151	1.2112	0.32%
GBP/USD:	1.3430	1.3224	1.56%
USD/YEN:	103.72	104.04	-0.31%
USD/SGD:	1.3325	1.3368	-0.32%
USD/HKD:	7.7518	7.7513	0.01%

KEY STATS

KLCI Spot			
Vol (m shares):	11,884.4	10,031.5	18.47%
Value (RMm):	7,203.0	6,188.2	16.40%
KLCI Future			
December-20	1,665.5	1,684.5	-1.13%
January-21	1,666.5	1,683.5	-1.01%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,169.5	1,160.5	0.78%
SoyOil (USc/lb)	38.5	38.1	1.21%
Gold (US\$/troy oz)	1,832.1	1,843.6	-0.62%
Nymex crude oil (US\$/bbl)	47.0	46.6	0.90%
Latex (RM/kg)	5.83	5.83	0.09%
Tin (US\$/mt)	N/A	19,450.0	N/A

Research Highlights

NEWS HIGHLIGHTS

- Senior Deleum unit execs questioned by MACC in probe into illegal scheme involving Petronas Carigali
- Metronic Global secures two subcontracts worth RM40m for Merdeka 118 Tower project
- Bina Darulaman forms JV with MBI Kedah to develop Langkawi Premium Outlet integrated project
- Ta Win buys 32.5% stake in pharma firm for RM20.9m
- Ivory Properties buys hotel in Penang for RM75m cash

MACRO BITS

- OPEC cuts 2021 oil demand outlook again as pandemic impact lingers
- FMM welcomes reintroduction of GST, but calls for improvement over previous system
- Local tourism sector has suffered RM100.0b in losses due to pandemic
- Japan optimistic about prospects of stronger economic relations with Malaysia
- Japan to decide on third extra budget to ease COVID-19 pain
- China's new home prices slow in November as market-cooling steps take hold
- New Zealand agrees on 'travel bubble' with Australia in early 2021
- 'Dissonance' confronts Fed, with vaccine weighed against joblessness
- US lawmakers set to unveil two-part relief plan
- EU-UK trade pact 'still possible' as departure date nears
- 'No deal' Brexit could hit UK credit rating, says S&P Global
- London to move into toughest tier of COVID-19 restrictions - report

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- On Our Technical Watch: TCHONG, DRBHCORP

#	Top Volume			Top Gainer			Top Loser					
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	TOPGLOV	6.30	-8.7	84.10	GENM	2.80	3.7	62.50	HARTA	11.96	-12.8	15.50
2	GENM	2.80	3.7	62.50	TENAGA	10.60	2.5	12.90	TOPGLOV	6.30	-8.7	84.10
3	CIMB	4.48	0.7	52.80	GENTING	4.78	2.4	40.40	PBBANK	21.30	-2.7	17.30
4	GENTING	4.78	2.4	40.40	IHH	5.68	1.8	3.08	DIALOG	3.42	-2.6	7.99
5	PBBANK	21.30	-2.7	17.30	PETGAS	17.36	0.9	0.46	MISC	6.62	-2.4	9.11
6	HARTA	11.96	-12.8	15.50	PETDAG	20.58	0.8	0.18	HLBANK	18.60	-2.1	1.40
7	MAYBANK	8.90	-0.1	13.80	PPB	18.40	0.8	0.39	KLCCSS	7.34	-2.0	0.54
8	TENAGA	10.60	2.5	12.90	CIMB	4.48	0.7	52.80	SIMEPLT	5.09	-1.4	1.66
9	MISC	6.62	-2.4	9.11	DIGI	4.16	0.5	2.34	IOICORP	4.44	-0.9	1.90
10	DIALOG	3.42	-2.6	7.99	HAPSENG	8.29	0.4	0.33	NESTLE	136.50	-0.9	0.04

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **Senior Deleum unit execs questioned by MACC in probe into illegal scheme involving Petronas Carigali**

Two senior executives of Deleum Bhd were called up by the Malaysian Anti-Corruption Commission (MACC) last week over an alleged illegal scheme involving the group's 60%-owned subsidiary, Deleum Primera Sdn Bhd (DPSB), and Petronas Carigali Sdn Bhd. The alleged scheme was purportedly initiated to defraud Petronas Carigali in relation to multiple maintenance and services contracts between the Petronas unit and DPSB. Sources told theedgemarkets.com that the MACC investigation commenced after DPSB lodged a report on Nov 25 against its executives, Petronas Carigali executives and DPSB sub-contractors. *(The Edge)*

- **Metronic Global secures two subcontracts worth RM40m for Merdeka 118 Tower project**

Metronic Global Bhd has secured two sub-contracts worth a combined RM40.3m to undertake works for the Merdeka 118 Tower project. In a filing with Bursa Malaysia, the group said wholly-owned Metronic Engineering Sdn Bhd (MESB) was offered the sub-contracts by Samsung C&T Corp UEM Construction JV Sdn Bhd (SUJV) and WCT TSR Sdn Bhd. *(The Edge)*

- **Bina Darulaman forms JV with MBI Kedah to develop Langkawi Premium Outlet integrated project**

Bina Darulaman Bhd, which is controlled by the Kedah state government, is jointly developing an integrated project called Langkawi Premium Outlet in Kedah with the Menteri Besar Kedah Incorporated (MBI Kedah). The project in Langkawi will have a premium outlet, an International Cultural and Tourism Village, a hotel, and food and beverage outlets, according to Bina Darulaman's stock exchange filing. *(The Edge)*

- **Ta Win buys 32.5% stake in pharma firm for RM20.9m**

Ta Win Holdings Bhd will be acquiring a 32.5% stake in pharmaceutical company Royce Pharma Manufacturing Sdn Bhd for RM20.9m. In a bourse filing, the group said its wholly-owned subsidiary Ta Win Copper Biohealth Sdn Bhd (TWC Biohealth) inked a share sale agreement with Poly Lab Sdn Bhd for the acquisition of a 22.8% or 2.7m share stake in Royce Pharma for RM14.6m. At the same time, it signed a subscription agreement with Royce Pharma and the latter's shareholders Poly Lab and Jelita Serbaneka Sdn Bhd for the subscription of 1.2m new shares, which represent 9.8% of Royce Pharma's enlarged share capital, at RM6.2m. *(The Edge)*

- **Ivory Properties buys hotel in Penang for RM75m cash**

Ivory Properties Group Bhd has acquired Copthorne Orchid Hotel & Resort in Penang for RM75m cash to expand its land bank and strengthen its foothold in the property market there. The hotel sits on a parcel of freehold land measuring at 2.5 acres, and has ceased operations. Ivory Properties said it is buying the property on behalf of its wholly-owned subsidiary company, Ivory Utilities Sdn Bhd. Both Ivory Properties and Copthorne Orchid Penang Sdn Bhd have inked the sale and purchase agreement for the acquisition, the group's bourse filing showed. *(The Edge)*



Macro Bits

Global

- [OPEC cuts 2021 oil demand outlook again as pandemic impact lingers](#) Global oil demand will rebound more slowly in 2021 than previously thought because of the lingering impact of the coronavirus pandemic, OPEC said on Monday, hampering efforts by the group and its allies to support the market. *(Reuters)*

Malaysia

- [FMM welcomes reintroduction of GST, but calls for improvement over previous system](#) The Federation of Malaysian Manufacturers (FMM) welcomes the government's proposal for a reintroduction of the goods and services tax (GST) and said it has been a strong supporter of the tax regime, as compared to the sales and services tax (SST). *(The Edge Markets)*
- [Local tourism sector has suffered RM100.0b in losses due to pandemic](#) Malaysia's tourism industry incurred an estimated RM100.0b in losses in 2020 due to the Covid-19 pandemic, the Dewan Rakyat was told today. Tourism, Arts and Culture Minister Datuk Seri Nancy Shukri said efforts are ongoing to promote domestic tourism activities and assist businesses to ensure they remain competitive and resilient. *(New Straits Times)*

Asia Pacific

- [Japan optimistic about prospects of stronger economic relations with Malaysia](#) Japan and Malaysia are poised for stronger economic relations in the future, said Ambassador of Japan to Malaysia Hiroshi Oka. He said Japan was the fourth largest trading partner of Malaysia last year and was the largest source of foreign direct investment (FDI) to Malaysia, accounting for one-third of total investments. *(The Edge Markets)*
- [Japan to decide on third extra budget to ease COVID-19 pain](#) Japan's cabinet is set to endorse on Tuesday a third extra budget for the financial year ending in March, with spending of around JPY19.2t (USD185.0b) to fund a new stimulus package, a draft document seen by Reuters showed on Monday. *(Reuters)*
- [China's new home prices slow in November as market-cooling steps take hold](#) China's new home prices grew in November at their slowest monthly pace since March, official data showed on Monday, as policymakers wary of financial risk in the highly leveraged sector continued to pursue market-cooling measures. *(The Edge Markets)*
- [New Zealand agrees on 'travel bubble' with Australia in early 2021](#) New Zealand agreed on Monday to allow quarantine-free travel with Australia in the first quarter of 2021, nearly a year after it locked down its borders to protect its population from the novel coronavirus. *(The Edge Markets)*

Americas

- ['Dissonance' confronts Fed, with vaccine weighed against joblessness](#) In about two weeks, at least 9 million jobless U.S. residents are at risk of losing the unemployment benefits that have helped sustain them through the pandemic. Delayed rent, estimated at USD70.0b spread among perhaps 11 million families, will start coming due. *(The Edge Markets)*
- [US lawmakers set to unveil two-part relief plan](#) A bipartisan group of lawmakers is readying a two-part proposal with USD908.0b in pandemic relief to help boost the battered U.S. economy. They are planning to release it as soon as Monday so it can be considered by congressional leaders negotiating a final package that can be included in a government spending bill needed by Dec. 18. *(The Edge Markets)*

Europe

- [EU-UK trade pact 'still possible' as departure date nears](#) The European Union's (EU) Brexit negotiator, Michel Barnier, said today that sealing a new pact with Britain was still possible as the date for the country's departure from the bloc edged nearer. *(The Edge Markets)*
- ['No deal' Brexit could hit UK credit rating, says S&P Global](#) Credit ratings firm S&P Global said on Monday a 'no deal' Brexit that cut Britain off from key European markets for a prolonged period of time could leave the country facing another sovereign rating downgrade. *(Reuters)*
- [London to move into toughest tier of COVID-19 restrictions - report](#) London will be placed in the toughest tier of COVID-19 restrictions following a sharp rise in coronavirus infection rates, the Daily Mirror reported on Monday, as one of the world's richest cities struggles to contain the disease. *(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
HARTALEGA HOLDINGS BHD	11.960	20.61	14.05	2.66	11.800
HONG LEONG CAPITAL BHD	6.560	20.63	25.01	37.00	6.350
SCGM BHD	2.480	28.04	21.38	6.88	2.430

*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	3.080	86.44	86.71	72.63	3.090
GUOCOLAND MALAYSIA BHD	0.755	86.18	90.48	98.24	0.830
HIAP TECK VENTURE BHD	0.500	84.90	86.15	82.43	0.545
PANSAR BHD	0.780	84.41	91.86	99.43	0.800
AIRASIA X BHD	0.105	84.24	90.67	99.56	0.120
TAMBUN INDAH LAND BHD	0.700	83.72	88.71	94.39	0.710
MALAYSIA SMELTING CORP BHD	1.040	83.70	85.51	85.15	1.080
MPHB CAPITAL BHD	1.230	82.29	89.38	98.97	1.290
KPOWER BHD	5.880	82.24	86.17	97.08	5.990
MICROLINK SOLUTIONS BHD	2.020	82.05	88.25	96.86	2.150
WAH SEONG CORP BHD	0.745	81.11	82.54	69.63	0.790
ALLIANZ MALAYSIA BHD	14.740	80.78	86.95	94.51	15.380
KWANTAS CORP BHD	1.610	79.87	83.89	93.07	1.610
CAB CAKARAN CORP BHD	0.480	79.84	86.55	90.37	0.495
BOILERMECH HOLDINGS BERHAD	1.070	78.24	79.13	72.96	1.130
SUNWAY BHD	1.600	77.52	84.04	95.53	1.600
O.S.K. HOLDINGS BHD	0.920	77.46	80.54	87.84	0.920
BUMI ARMADA BERHAD	0.385	76.83	79.37	83.49	0.405

*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
KOSSAN RUBBER INDUSTRIES-C7	0.380	20.44	14.96	4.27	0.375	26/4/2021
TOP GLOVE CORP BHD-C88	0.050	22.09	18.00	7.71	0.045	26/2/2021
HK HANG SENG INDEX-DJ	0.100	27.25	26.63	19.81	0.085	30/12/2020
TOP GLOVE CORP BHD-C81	0.125	27.58	24.94	13.12	0.125	31/12/2020
TOP GLOVE CORP BHD-A	0.030	27.84	29.77	24.38	0.025	21/5/2021
TOP GLOVE CORP BHD-C87	0.075	28.01	24.27	12.54	0.070	26/2/2021
SUPERMAX CORP BHD-J	0.070	28.83	23.32	6.59	0.070	25/5/2021
SUPERMAX CORP BHD-C98	0.605	29.23	23.72	8.76	0.600	31/5/2021
SUPERMAX CORP BHD-I	0.070	29.24	23.81	7.46	0.065	26/7/2021
MI TECHNOVATION BHD-CN	0.325	29.62	23.25	8.36	0.325	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
AEON CO M BHD-C1	0.245	90.76	94.98	99.43	0.265	31/3/2021
AEON CO M BHD-C2	0.115	90.75	94.07	99.80	0.125	6/9/2021
CIMB GROUP BHD-C73	0.240	85.46	88.66	97.12	0.275	29/7/2021
GENTING MALAYSIA BHD-C88	0.130	84.88	89.63	99.51	0.145	28/7/2021
CIMB GROUP BHD-C67	0.095	83.10	90.67	99.35	0.125	29/3/2021
AIRASIA GROUP BHD-J	0.155	83.02	88.22	97.56	0.170	26/4/2021
HIAP TECK VENTURE BHD-WB	0.195	82.27	84.45	85.98	0.250	23/6/2021
CIMB GROUP BHD-C72	0.295	81.71	85.94	96.70	0.350	28/6/2021
CIMB GROUP BHD-C64	0.225	81.44	87.91	98.98	0.275	26/4/2021
AIRASIA GROUP BHD-K	0.155	79.18	86.56	96.03	0.165	26/2/2021
BUMI ARMADA BHD-C59	0.125	78.26	79.06	82.56	0.135	27/9/2021
MALAYAN BANKING BHD-C70	0.165	78.25	84.20	96.50	0.175	30/6/2021
MY EG SERVICES BHD-F	0.155	78.13	76.77	77.29	0.175	27/5/2021
AIRASIA GROUP BHD-E	0.030	78.01	83.84	91.99	0.030	15/1/2021
MY EG SERVICES BHD-J	0.170	77.73	76.28	76.12	0.200	29/10/2021
GENTING BHD-C87	0.165	76.78	82.90	97.57	0.195	26/4/2021
GENTING BHD-C91	0.210	76.61	81.57	94.63	0.240	30/6/2021
GENTING MALAYSIA BHD-C84	0.240	75.65	81.68	96.13	0.260	30/6/2021
WIDAD GROUP BHD-WA	0.305	74.87	80.59	93.09	0.310	5/8/2023
PUBLIC BANK BHD-C46	0.245	73.54	74.62	71.56	0.400	15/1/2021

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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