

17 December 2020

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BURSA	16-Dec	Day chg	% chg
KLCI	1,681.4	7.39	0.44%
FTSE EMAS	12,101.0	92.0	0.77%
FTSE Smallcap	15,432.9	176.77	1.16%
FTSE MESDAQ	10,586.3	-105.1	-0.98%
KLSE Mkt Cap (RM'b)	1,771.3	10.3	0.58%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM m)	Value (%)
Local Institution	-168.9	44.9%
Local Retail	26.1	37.9%
Foreign	142.7	17.2%

INDICES	16-Dec	Day chg	% chg
Dow Jones	30,154.5	-44.8	-0.15%
S&P 500	3,701.2	6.6	0.18%
NASDAQ	12,658.2	63.1	0.50%
FTSE-100	6,570.9	57.6	0.88%
Nikkei 225	26,757.4	69.6	0.26%
SHCOMP	3,367.0	-0.3	-0.01%
HSI	26,460.3	253.0	0.97%
STI	2,872.8	16.1	0.56%
KOSPI	2,771.8	15.0	0.54%
TWSE	14,304.5	235.9	1.68%
JCI	6,118.4	108.3	1.80%
SET	1,482.1	4.9	0.33%

FOREX	16-Dec	15-Dec	% chg
USD/MYR:	4.0505	4.0525	-0.05%
EUR/USD:	1.2197	1.2159	0.31%
GBP/USD:	1.3504	1.3325	1.34%
USD/YEN:	103.37	103.98	-0.59%
USD/SGD:	1.3290	1.3342	-0.39%
USD/HKD:	7.7520	7.7522	0.00%

KEY STATS

KLCI Spot			
Vol (m shares):	11,221.6	9,964.3	12.62%
Value (RMm):	5,213.8	5,016.6	3.93%
KLCI Future			
December-20	1,677.5	1,676.5	0.06%
January-21	1,678.5	1,677.0	0.09%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,182.0	1,184.3	-0.19%
SoyOil (USc/lb)	38.7	38.9	-0.51%
Gold (US\$/troy oz)	1,868.8	1,855.3	0.73%
Nymex crude oil (US\$/bbl)	47.9	47.6	0.55%
Latex (RM/kg)	5.78	5.83	-0.86%
Tin (US\$/mt)	N/A	19,720.0	N/A

Research Highlights

NEWS HIGHLIGHTS

- Flexible packaging maker Daibochi's 1Q net profit rises 16.51% on higher sales
- Lion Industries takes over China property developer in RM210.0m debt settlement by Lion Diversified
- G Capital subsidiary gets higher feed-in tariff rate for 10MW hydropower project in Sungai Perak
- Komarkcorp inks distributorship agreement with LKL to sell disposable medical grade face masks
- Ocean Vantage inks agreement with Toyo to bid for oil storage terminal project in Sarawak

MACRO BITS

- WHO vaccine scheme risks failure, leaving poor countries no Covid shots until 2024
- National debt still within statutory limit — Tengku Zafrul
- Socso received over 37,000 applications for Employment Retention Programme, says deputy minister
- Govt disburses RM1.072b loans under Penjana SME financing as at Dec 4
- Pandemic saps 81 million jobs in Asia-Pacific in 2020, ILO says
- BOJ loads up USD6.0b in ammunition to combat market turmoil
- Japan posts record run of export declines on soft US, China demand
- US retail sales tumble in sign economic rebound is sputtering
- Potential USD900.0b U.S. COVID-19 bill to include checks for individuals -reports
- Euro zone economy performed better than expected in December but still shrank — PMI
- Euro zone trade surplus swells as exports recover more than imports
- Progress in Brexit but coming days critical, says EU chief
- Black Friday sales helped drive down UK inflation in November

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Market Strategy: Short Selling Upliftment
- On Our Technical Watch: EATECH, PRLEXUS
- Economics Viewpoint: US FOMC Meeting

#	Top Volume			Top Gainer	Price	%Chg (+/-)	Vol (m)	Top Loser	Price	%Chg (+/-)	Vol (m)
	Stock	Price	%Chg (+/-)								
1	TOPGLOV	6.77	5.6	TOPGLOV	6.77	5.6	39.40	PCHEM	7.60	-4.5	2.96
2	CIMB	4.50	0.0	HARTA	12.44	3.8	7.81	SIME	2.29	-1.7	7.58
3	GENM	2.83	0.7	TM	5.49	3.6	4.60	IOICORP	4.40	-1.6	2.13
4	DIALOG	3.38	0.6	AXIATA	3.87	1.3	6.77	PETDAG	20.50	-1.3	0.49
5	RHBBANK	5.70	0.2	PPB	18.72	1.2	0.66	HLBANK	18.70	-0.7	0.80
6	GENTING	4.84	0.8	HAPSENG	8.30	1.1	0.41	DIGI	4.20	-0.7	2.77
7	MAYBANK	8.81	-0.5	PBBANK	21.88	0.9	6.78	SIMEPLT	5.12	-0.6	1.79
8	MISC	6.63	0.3	GENTING	4.84	0.8	11.30	PETGAS	17.38	-0.6	0.57
9	HARTA	12.44	3.8	GENM	2.83	0.7	17.50	PMETAL	7.86	-0.5	2.25
10	SIME	2.29	-1.7	IHH	5.74	0.7	1.82	MAYBANK	8.81	-0.5	10.10

Notes: # KL Composite Index (FBMVKLCI) component stocks

Corporate News

- **Flexible packaging maker Daibochi's 1Q net profit rises 16.51% on higher sales**

Flexible packaging manufacturer Daibochi Bhd's net profit for the first quarter ended Oct 31, 2020 (1QFY21) rose 16.51% to RM12.8m from RM11.0m a year ago, driven by higher sales to major consumer brands. The group's revenue for 1QFY21 grew 2.7% to RM156.7m from RM152.6m, led by contributions from packaging sales in the Malaysian market, which expanded 5.1% to RM88.5m from RM84.2m previously, its filing to Bursa Malaysia showed. On a quarter-on-quarter basis, the group's net profit grew 13.92% from RM11.2m in 4QFY20, while revenue climbed 0.58% from RM155.8m. *(The Edge)*

- **Lion Industries takes over China property developer in RM210.0m debt settlement by Lion Diversified**

Lion Industries Corp Bhd (LICB) will take over China-based property developer Well Morning Ltd, in a RM210.4m debt settlement by Lion Diversified Holdings Bhd (LDHB), which is currently in liquidation. Of the total RM210.4m outstanding debt, LDHB owes RM26.8m to Antara Steel Mills Sdn Bhd and RM35.2m to Lion Waterway Logistics Sdn Bhd, both being subsidiaries of LICB, as well as RM148.4m to Posim Marketing Sdn Bhd, which is a 74% indirect subsidiary of LICB. *(The Edge)*

- **G Capital subsidiary gets higher feed-in tariff rate for 10MW hydropower project in Sungai Perak**

G Capital Bhd's 90%-owned subsidiary Gunung Hydropower Sdn Bhd's has received the Sustainable Energy Development Authority's (SEDA) nod for a higher feed-in tariff (FiT) rate for its small 10MW hydropower project in Sungai Perak, Salu. In a Bursa Malaysia filing, G Capital said Gunung Hydropower received SEDA's feed-in approval certificate on Monday, which will increase its FiT rate from 25 sen per kWh to 28.98 sen per kWh. In addition, the contract is effective from the scheduled FiT date of Dec 14 up to December 2025, while the yearly energy yield has been increased to 68 million kWh from 67.77 kWh. *(The Edge)*

- **Komarkcorp inks distributorship agreement with LKL to sell disposable medical grade face masks**

Komarkcorp Bhd has entered into a distributorship agreement with LKL International Bhd to sell and distribute its disposable medical grade face masks worldwide. The distributorship agreement was signed by the subsidiaries of both companies, namely Komark Mask (M) Sdn Bhd and LKL Advance Metaltech Sdn Bhd, the statement showed. Komarkcorp, involved in printing labels and packaging solutions, in June this year diversified into mask and personal protection equipment (PPE) manufacturing via the incorporation of Komark Mask to carry out the new business. *(The Edge)*

- **Ocean Vantage inks agreement with Toyo to bid for oil storage terminal project in Sarawak**

Sarawak-based oil and gas (O&G) integrated support services provider Ocean Vantage Holdings Bhd has collaborated with Toyo Engineering & Construction Sdn Bhd to jointly bid for the tender of a downstream O&G, Senari Synergy Sdn Bhd project in Kuching, Sarawak. According to the group's filing to Bursa Malaysia, its wholly-owned subsidiary Ocean Vantage Engineering Sdn Bhd signed an unincorporated consortium agreement (UCA) with Toyo. *(The Edge)*



Macro Bits

Global

- [WHO vaccine scheme risks failure, leaving poor countries no Covid shots until 2024](#) The global scheme to deliver Covid-19 vaccines to poorer countries faces a "very high" risk of failure, potentially leaving nations home to billions of people with no access to vaccines until as late as 2024, internal documents say. *(The Edge Markets)*

Malaysia

- [National debt still within statutory limit — Tengku Zafrul](#) The federal government's debt to gross domestic product (GDP) ratio as at end November 2020 was RM818.2b or 56.8%, said Finance Minister Tengku Datuk Seri Zafrul Tengku Abdul Aziz. *(The Edge Markets)*
- [Socso received over 37,000 applications for Employment Retention Programme, says deputy minister](#) The Social Security Organisation (Socso) has received 37,901 applications for the Employment Retention Programme (ERP) from employers of 340,252 workers between March 16 and Nov 27, the Senate was told. *(The Edge Markets)*
- [Govt disburses RM1.072b loans under Penjana SME financing as at Dec 4](#) The Government has approved 5,397 loan applications from small and medium enterprises (SMEs) worth RM1.072b to support businesses under the PENJANA SME Financing Scheme as at Dec 4, 2020. *(The Edge Markets)*

Asia Pacific

- [Pandemic saps 81 million jobs in Asia-Pacific in 2020, ILO says](#) The economic blow from coronavirus has wiped out 81 million jobs across Asia-Pacific this year, with women and young people disproportionately affected, according to the International Labour Organization. *(The Edge Markets)*
- [BOJ loads up USD6.0b in ammunition to combat market turmoil](#) The Bank of Japan will tap USD6.0b in cash from a government account in a rare arrangement to ensure it has enough ammunition to combat any market disruptions caused by a recent resurgence in coronavirus infections. *(The Edge Markets)*
- [Japan posts record run of export declines on soft US, China demand](#) Japan's exports fell in November, dashing expectations for an end to the two-year run of declines, largely due to weaker U.S.- and China-bound shipments and suggesting a slower pace of recovery for the world's third-largest economy. *(The Edge Markets)*

Americas

- [US retail sales tumble in sign economic rebound is sputtering](#) US retail sales dropped by more than forecast in November and the prior month was revised to a decline, indicating the economic rebound is hitting bumps amid record coronavirus cases and lawmakers' extended wrangling over a new stimulus package. *(The Edge Markets)*
- [Potential USD900.0b U.S. COVID-19 bill to include checks for individuals -reports](#) U.S. congressional negotiators neared a USD900.0b deal to address COVID-19, including direct payments to Americans but no financial aid for states and cities and no liability protections for businesses, according to media reports on Wednesday. *(Reuters)*

Europe

- [Euro zone economy performed better than expected in December but still shrank — PMI](#) The euro zone economy performed much better than expected this month — although it still contracted slightly — as a second wave of coronavirus infections and renewed lockdowns had less of an impact than earlier in the year, a survey showed. *(The Edge Markets)*
- [Euro zone trade surplus swells as exports recover more than imports](#) The euro zone's unadjusted trade surplus jumped year-on-year in October, data showed on Wednesday, as exports held up better than imports amid the economic slowdown caused by the COVID-19 pandemic. *(Reuters)*
- [Progress in Brexit but coming days critical, says EU chief](#) The EU's chief executive said on Wednesday she could not say if there would be a trade deal with Britain but there had been progress and the next few days would be critical. *(The Edge Markets)*
- [Black Friday sales helped drive down UK inflation in November](#) British inflation slowed by much more than expected in November, possibly reflecting Black Friday discounts as clothing and footwear prices fell by the most in a decade, official data showed on Wednesday. *(The Edge Markets)*

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
HONG LEONG CAPITAL BHD	6.460	19.84	22.99	20.63	6.350
HARTEALEGA HOLDINGS BHD	11.980	20.93	14.56	3.85	11.800
SCGM BHD	2.440	26.53	19.65	5.66	2.380
APOLLO FOOD HOLDINGS BHD	3.790	28.87	24.03	23.19	3.720
DIALOG GROUP BHD	3.360	29.54	22.74	3.42	3.300

*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
HIAP TECK VENTURE BHD	0.500	84.90	86.15	82.43	0.545
PANSAR BHD	0.785	84.84	92.18	99.50	0.800
MALAYSIA SMELTING CORP BHD	1.050	84.41	86.48	89.88	1.080
MICROLINK SOLUTIONS BHD	2.040	83.02	89.09	97.33	2.150
KPOWER BHD	5.940	82.85	86.88	97.47	6.000
WAH SEONG CORP BHD	0.755	81.82	83.52	77.06	0.790
ALLIANZ MALAYSIA BHD	14.800	81.58	87.69	95.17	15.380
KWANTAS CORP BHD	1.610	79.87	83.89	93.07	1.610
MUDA HOLDINGS BERHAD	2.750	78.76	79.25	78.87	3.020
SUNWAY BHD	1.600	77.52	84.04	95.53	1.620
GUOCOLAND MALAYSIA BHD	0.720	77.30	79.03	77.50	0.830
MIECO CHIPBOARD BERHAD	0.865	77.28	79.09	92.13	0.865
BUMI ARMADA BERHAD	0.385	76.83	79.37	83.49	0.405
PADINI HOLDINGS BERHAD	3.000	76.78	78.20	84.11	3.050
CAB CAKARAN CORP BHD	0.475	76.69	81.43	74.42	0.495
UOA REAL ESTATE INVESTMENT	1.270	76.22	86.22	99.67	1.270
BOILERMECH HOLDINGS BERHAD	1.060	75.77	75.46	62.35	1.130
SUNSURIA BHD	0.530	75.19	78.93	86.93	0.530
EVERGREEN FIBREBOARD BHD	0.520	74.64	78.61	89.65	0.530
CCK CONSOLIDATED HOLDINGS BH	0.610	74.47	76.07	70.29	0.635
ANN JOO RESOURCES BHD	1.120	74.24	71.80	45.18	1.230

*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
HARTEALEGA HOLDINGS BHD-C59	0.065	21.87	15.68	3.44	0.065	26/7/2021
KOSSAN RUBBER INDUSTRIES-C7	0.410	24.22	20.65	17.65	0.370	26/4/2021
HARTEALEGA HOLDINGS BHD-C46	0.105	27.68	22.14	25.11	0.095	12/3/2021
SUPERMAX CORP BHD-11	0.065	27.80	22.04	6.01	0.065	26/7/2021
TOP GLOVE CORP BHD-1A	0.030	27.84	29.77	24.38	0.025	21/5/2021
SUPERMAX CORP BHD-C98	0.605	29.23	23.72	8.76	0.595	31/5/2021
HK HANG SENG INDEX-DJ	0.110	29.31	30.72	39.54	0.085	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
TIGER SYNERGY BHD-WC	0.095	86.07	90.16	97.45	0.140	11/2/2021
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 HOLDINGS BHD-C64	0.230	82.10	88.52	99.13	0.275	26/4/2021
AIRASIA GROUP BHD-K	0.155	79.18	86.56	96.03	0.165	26/2/2021
GENTING BHD-C87	0.170	77.76	83.97	97.99	0.195	26/4/2021
PUBLIC BANK BHD-C46	0.295	77.19	78.82	80.31	0.400	15/1/2021
AHMAD ZAKI RESOURCES BHD-WA	0.140	75.39	81.02	95.89	0.150	13/5/2024
WIDAD GROUP BHD-WA	0.305	74.87	80.59	93.09	0.325	5/8/2023
SUNZEN BIOTECH BHD-WB	0.030	72.45	77.79	89.68	0.055	25/2/2021
PUBLIC BANK BHD-C49	0.460	70.77	72.61	75.04	0.560	26/4/2021
DYNACIATE GROUP BHD-WA	0.065	70.67	74.87	76.07	0.075	26/12/2023
TFP SOLUTIONS BHD-WB	0.160	70.63	74.57	82.77	0.165	21/9/2025

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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