

24 February 2021

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BURSA	23-Feb	Day chg	% chg
KLCI	1,565.1	-5.41	-0.34%
FTSE EMAS	11,550.8	3.2	0.03%
FTSE Smallcap	16,497.5	95.82	0.58%
FTSE MESDAQ	11,109.4	-200.8	-1.78%
KLSE Mkt Cap (RM'b)	1,721.1	2.6	0.15%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	-29.31	44.56
Local Retail	167.08	39.15
Foreign	-137.77	16.29

INDICES	23-Feb	Day chg	% chg
Dow Jones	31,537.4	15.7	0.05%
S&P 500	3,881.4	4.9	0.13%
NASDAQ	13,465.2	-67.9	-0.50%
FTSE-100	6,625.9	13.7	0.21%
Nikkei 225	N.A.	N.A.	N.A.
SHCOMP	3,636.4	-6.1	-0.17%
HSI	30,632.6	312.8	1.03%
STI	2,890.7	9.5	0.33%
KOSPI	3,070.1	-9.7	-0.31%
TWSE	16,443.4	33.2	0.20%
JCI	6,272.8	17.5	0.28%
SET	1,500.6	22.5	1.52%

FOREX	23-Feb	22-Feb	% chg
USD/MYR:	4.0430	4.0440	-0.02%
EUR/USD:	1.2147	1.2129	0.15%
GBP/USD:	1.4085	1.4024	0.43%
USD/YEN:	105.26	105.65	-0.37%
USD/SGD:	1.3217	1.3234	-0.13%
USD/HKD:	7.7535	7.7536	0.00%

KEY STATS

KLCI Spot			
Vol (m shares):	11,458.9	13,302.7	-13.86%
Value (RMm):	5,541.1	5,702.3	-2.83%
KLCI Future			
Feb-21	1,571.0	1,575.0	-0.25%
Mar-21	1,560.0	1,565.0	-0.32%
CPO Price (RM/tonne)	3,676.0	3,544.0	3.72%
Soybean (US\$/bu)	1,406.0	1,383.8	1.61%
SoyOil (US\$/lb)	48.4	47.2	2.44%
Gold (US\$/troy oz)	1,805.9	1,808.4	-0.14%
Nymex crude oil (US\$/bbl)	61.7	61.5	0.29%
Latex (RM/kg)	6.27	6.14	2.20%
Tin (US\$/mt)	N.A.	29,055.0	N.A.

Research Highlights

NEWS HIGHLIGHTS

- Extension of Term Facilities for Bumi Armada (Comment included in Kenanga Today)
- Frontken posts record net profit in 4Q and FY20, declares 2.8 sen dividend, proposes bonus issue
- Leong Hup 4Q net profit grew by 78% on better margins from livestock and other poultry-related products in Indonesia ops
- Samchem posts RM40.6m net profit for FY20
- Land & General swings to profit in 3Q despite falling revenue

MACRO BITS

- Fed's Powell says support for economy needed for 'some time'
- Covid vaccine jab to take 15 to 30 minutes, says Dr Adham Baba
- Khairy: Malaysia to receive additional 182,520 doses of Pfizer-BioNTech vaccine on Wednesday
- Sabah vaccination programme to be launched March 4
- Export growth eased on a drop in gold shipments, trade balance turned to deficit (See *Economic Viewpoint: Thailand External Trade*)
- Thai jobless rate dips in fourth quarter but remains near multi-year high
- Philippines offers nurses in exchange for vaccines from Britain, Germany
- Fed's Powell: 2021 GDP growth could be in range of 6%
- U.S. consumer confidence rises in February: survey
- UK PM Johnson says optimistic about fully reopening in June
- Holiday bookings soar as Britons hope for travel restart
- More expensive services lead euro zone inflation rebound in January

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Results Note: BJTOTO, IOICORP, NESTLE, PCHEM, PTRANS, SUNCON, TAKAFUL, WASEONG
- On Our Technical Watch: DSONIC, GHLSYS
- Economic Viewpoint: TH external trade

Top Volume				Top Gainer				Top Loser			
Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1 TOPGLOV	5.67	-1.9	34.60	GENM	2.87	4.0	33.80	HARTA	11.06	-5.0	9.19
2 GENM	2.87	4.0	33.80	GENTING	4.65	3.8	18.00	TOPGLOV	5.67	-1.9	34.60
3 PBBANK	4.08	-0.5	30.30	DIGI	3.78	1.1	4.74	AXIATA	3.35	-1.8	2.73
4 SUPERMX	5.45	-1.5	19.70	PETGAS	16.24	1.0	0.50	HLBANK	17.40	-1.6	1.18
5 GENTING	4.65	3.8	18.00	CIMB	4.19	0.7	9.54	SUPERMX	5.45	-1.5	19.70
6 SIME	2.15	-0.5	10.40	PPB	18.32	0.7	0.76	HLFG	16.20	-1.0	0.21
7 MAYBANK	7.89	-0.8	9.61	MAXIS	4.68	0.4	3.47	MAYBANK	7.89	-0.8	9.61
8 CIMB	4.19	0.7	9.54	PMETAL	8.72	0.2	3.91	PCHEM	7.50	-0.7	3.51
9 HARTA	11.06	-5.0	9.19	NESTLE	135.30	0.2	0.05	DIALOG	3.21	-0.6	7.32
10 TM	6.45	-0.5	7.60	SIMEPLT	4.88	0.2	4.38	PBBANK	4.08	-0.5	30.30

Notes: # KL Composite Index (FBM KLCI) component stocks

Corporate News

- **Extension of Term Facilities for Bumi Armada**

In a Bursa announcement, ARMADA announced that the Tranche 1 facility agreement (facility of USD260m, or ~RM1b) has been amended to extend the final maturity date to 23 Nov 2022, from May 2021 previously. The final maturity date for its Tranche 2 (facility of USD400m or ~RM1.6b) remains unchanged at 23 May 2024. (Source: Bursa Malaysia)

Comments: We are NEGATIVE on this news, as we view that the extension of the maturity date could indicate that ARMADA are facing difficulties in securing a refinancing from the banks. To recall, the aforementioned facility agreement (Tranches 1 & 2) were signed back in April 2019 to refinance unsecured term loans held at the holding-level company, as the group faced difficulties in repayment amidst the challenging business environments. Should the group ultimately fail to secure yet another refinancing, we believe the group may face risk of equity fund raising and/or default risks. We reiterate our UNDERPERFORM call, and TP of RM0.21 based on 0.3x PBV at -1.5SD below mean, pending results and analyst briefing on 26 Feb 2021. (By: Steven Chan)

- **Frontken posts record net profit in 4Q and FY20, declares 2.8 sen dividend, proposes bonus issue**

Frontken Corp Bhd has registered a record net profit of RM23.3m in the fourth quarter ended Dec 31, 2020 (4QFY20), 28% higher than RM18.2m a year ago, due to improved revenue and better profit margin resulting from continual efforts to improve efficiency across the group. Earnings per share, accordingly, rose to 2.22 sen, from 1.74 sen in 4QFY19. Quarterly revenue also leapt by 13.7% to RM101.04 million, from RM88.9m a year ago, a filing with the local bourse showed. (The Edge)

- **Leong Hup 4Q net profit grew by 78% on better margins from livestock and other poultry-related products in Indonesia ops**

Leong Hup International Bhd's net profit was up by 78% to RM52.6m in the fourth quarter ended Dec 31, 2020 (4QFY20) from RM29.5m last year, primarily due to better margins from its livestock and other poultry-related products as a result of higher average selling prices of day-old-chicks (DOC) in Indonesia. Earnings per share increased to 1.44 sen from 0.81 sen in 4QFY19. (The Edge)

- **Samchem posts RM40.6m net profit for FY20**

Integrated chemicals and lubricants distributor Samchem Holdings Bhd's net profit rose to RM40.6m for the financial year ended Dec 31, 2020 (FY20) from RM23.8m in the preceding year due to the higher gross profit margin and lower finance costs. Revenue, however, eased to RM1.052 billion from RM1.057 billion previously. The decrease in revenue was due to dampened demand regionally in the current financial year, it said in a filing with Bursa Malaysia. (The Edge)

- **Land & General swings to profit in 3Q despite falling revenue**

Land & General Bhd returned to the black in the third quarter ended Dec 31, 2020 (3QFY21) with a net profit of RM7.3m, compared with a net loss of RM637,000 a year earlier. Earnings per share stood at 0.24 sen versus a loss per share of 0.02 sen previously, according to the group's filing with Bursa Malaysia. The group attributed the earnings to write-backs in its property and other divisions totalling RM4.4m, as well as the share of profit from associate company, Country Garden Properties (M) Sdn Bhd, of RM1.1m (versus share of loss of RM290,000 a year ago). (The Edge)



Macro Bits

Global

- [Fed's Powell says support for economy needed for 'some time'](#) The U.S. economic recovery remains “uneven and far from complete” and it will be “some time” before the Federal Reserve considers changing policies it adopted to help the country back to full employment, Fed Chair Jerome Powell said on Tuesday. *(Reuters)*

Malaysia

- [Covid vaccine jab to take 15 to 30 minutes, says Dr Adham Baba](#) Individuals who will be receiving Covid-19 vaccine shots need to go through five stations at a Vaccine Dispensing Centre (PPV), taking about 15 to 30 minutes including monitoring for side effects. *(The Edge Markets)*
- [Khairy: Malaysia to receive additional 182,520 doses of Pfizer-BioNTech vaccine on Wednesday](#) Malaysia will receive its second batch of 182,520 doses of Pfizer-BioNTech vaccine on Wednesday for distribution to states that have yet to receive the vaccine, said Coordinating Minister for National Covid-19 Immunisation Programme Khairy Jamaluddin. *(The Edge Markets)*
- [Sabah vaccination programme to be launched March 4](#) Sabah Chief Minister Datuk Seri Hajiji Noor is scheduled to launch the state-level Covid-19 Vaccination Programme on March 4, said State Local Government and Housing Minister Datuk Masidi Manjun. *(The Edge Markets)*

Asia Pacific

- [Export growth eased on a drop in gold shipments, trade balance turned to deficit](#) Exports moderated in January (0.3% YoY; consensus: 1.9%; Dec: 4.7%), but remained in the positive territory for two straight months. *(See Economic Viewpoint: Thailand External Trade)*
- [Thai jobless rate dips in fourth quarter but remains near multi-year high](#) Thailand's unemployment rate fell in the fourth quarter of 2020 from the third quarter, as an easing of COVID-19 curbs led to a revival in economic activity, but a recent rise in infections poses a risk, the state planning agency said on Tuesday. *(Reuters)*
- [Philippines offers nurses in exchange for vaccines from Britain, Germany](#) The Philippines will let thousands of its healthcare workers, mostly nurses, take up jobs in Britain and Germany if the two countries agree to donate much-needed coronavirus vaccines, a senior official said on Tuesday. *(Reuters)*

Americas

- [Fed's Powell: 2021 GDP growth could be in range of 6%](#) Federal Reserve Chair Jerome Powell on Tuesday said the U.S. economy may grow in the range of 6% this year as a recovery from the COVID-19 pandemic gathers pace on the back of the rollout of vaccines against the disease. *(Reuters)*
- [U.S. consumer confidence rises in February: survey](#) U.S. consumer confidence increased in February, likely lifted by declining new COVID-19 infections and expectations for additional fiscal stimulus. *(Reuters)*

Europe

- [UK PM Johnson says optimistic about fully reopening in June](#) British Prime Minister Boris Johnson said on Tuesday that he was very optimistic that all COVID-19 restrictions in England would end on June 21, and added that the government would hold a review into the use of vaccine certificates. *(Reuters)*
- [Holiday bookings soar as Britons hope for travel restart](#) Britons rushed to book foreign holidays after the government laid out plans to gradually relax coronavirus restrictions, giving battered airlines and tour operators hope that a bumper summer could come to their rescue. *(Reuters)*
- [More expensive services lead euro zone inflation rebound in January](#) More expensive services and industrial goods led a rebound in inflation in January after months of falling prices, offsetting the downward pull of cheaper energy, data showed on Tuesday. *(Reuters)*



24 February 2021

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
POS MALAYSIA BERHAD	0.895	25.21	16.40	2.36	0.850
COMFORT GLOVE BHD	2.340	26.36	19.13	7.59	2.300
SCGM BHD	1.940	28.24	22.09	7.01	1.890
ABF MALAYSIA BOND INDEX FUND	1.216	29.33	23.52	5.07	1.210

*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	LOW 30D
MEDIA PRIMA BHD	0.585	85.90	88.62	93.74	0.595
TROPICANA CORP BHD	0.940	84.34	91.64	99.82	0.950
DATAPREP HOLDINGS BHD	0.785	83.80	83.65	75.61	0.900
ANCOM BHD	1.330	80.26	84.16	95.80	1.330
DAGANG NEXCHANGE BHD	0.730	77.92	77.38	68.64	0.840
FGV HOLDINGS BHD	1.340	77.70	86.63	99.40	1.340
ES CERAMICS TECHNOLOGY BHD	0.875	76.16	79.67	93.26	0.890
RAPID SYNERGY BHD	7.850	75.46	75.81	62.27	8.000
DAYANG ENTERPRISE HLDGS BHD	1.540	74.20	77.50	75.86	1.600
FRONTKEN CORP BHD	5.320	73.97	77.25	90.79	5.380
KERJAYA PROSPEK GROUP BHD	1.150	73.61	80.41	93.22	1.250
CB INDUSTRIAL PRODUCT HLDG	1.180	73.25	82.07	98.31	1.180
RCE CAPITAL BHD	2.900	72.23	75.45	79.25	2.940
PERUSAHAAN SADUR TIMAH MALAY	4.100	72.10	78.95	87.63	4.180
COASTAL CONTRACTS BHD	0.835	71.98	75.29	66.29	0.870
MUHIBBAH ENGINEERING (M) BHD	0.970	71.89	83.79	99.07	0.985
AIRASIA X BHD	0.100	71.62	77.19	88.58	0.105
D&O GREEN TECHNOLOGIES BHD	3.540	71.61	71.66	66.02	3.660
HEXTAR GLOBAL BHD	1.210	70.97	71.74	70.46	1.300
REDTONE DIGITAL BHD	0.420	70.88	75.78	82.08	0.460
TMC LIFE SCIENCES BHD	0.785	70.49	75.77	94.31	0.785

*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
SUPERMAX CORP-11	0.025	29.34	23.60	9.88	0.025	26/7/2021

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
TA WIN HOLDINGS BHD-WA	0.180	86.28	91.42	98.79	0.235	5/8/2022
CHIN HIN GROUP PROPERTY BHD-WA	0.750	82.47	83.77	94.02	0.750	7/7/2023
AEON CO M BHD-C1	0.400	82.21	90.13	98.88	0.425	31/3/2021
DAGANG NEXCHANGE BHD-WD	0.365	82.04	82.62	78.68	0.480	30/7/2021
PA RESOURCES BHD-WB	0.425	79.89	79.28	72.95	0.475	17/12/2022
ES CERAMICS TECHNOLOGY BHD-WB	0.655	79.15	82.59	93.54	0.670	19/10/2023
GENTING MALAYSIA BHD-C90	0.085	78.44	87.89	99.69	0.090	30/7/2021
AEON CO M BHD-CZ	0.045	76.07	85.42	98.57	0.050	29/3/2021
FRONTKEN CORP BHD-CR	0.285	74.04	77.72	90.80	0.285	26/7/2021
SECUREMETRIC BHD-WA	0.100	73.55	79.27	88.28	0.135	21/1/2023
AEON CO M BHD-C2	0.155	72.88	78.21	89.66	0.160	6/9/2021
DAYANG ENTERPRISE HOLDINGS BHD-C11	0.090	72.53	76.66	77.86	0.100	28/6/2021
REVENUE GROUP BHD-WA	1.160	71.81	70.83	63.42	1.320	14/1/2024
SINMAH CAPITAL BHD-WC	0.330	71.34	79.71	97.27	0.340	29/8/2023

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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