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## Research Highlights

| BURSA               | 9-Apr    | Day chg | % chg  |
|---------------------|----------|---------|--------|
| KLCI                | 1,612.3  | 9.85    | 0.61%  |
| FTSE EMAS           | 11,898.9 | 36.2    | 0.31%  |
| FTSE Smallcap       | 17,367.9 | -12.98  | -0.07% |
| FTSE MESDAQ         | 9,995.5  | 66.5    | 0.67%  |
| KLSE Mkt Cap (RM'b) | 1,772.2  | 6.0     | 0.34%  |

### NEWS HIGHLIGHTS

- **Cocoaland proposes one-for-one bonus issue**
- **Menang Corp to raise RM21m in private placement to partially repay debts**
- **GFM Services to raise up to RM47m in private placement for working capital, new biz opportunity**
- **UCrest inks MoU to find and manage Sputnik V manufacturers**
- **TFP Solutions in deal to provide fintech services**

### BURSA DAILY TRADING PARTICIPATION

| Participation     | Net (RM'm) | Value (%) |
|-------------------|------------|-----------|
| Local Institution | 36.20      | 45.65     |
| Local Retail      | 13.67      | 37.95     |
| Foreign           | -49.87     | 16.40     |

### MACRO BITS

- **EU proposes six-month tariff freeze with United States**
- **Recovery hopes grow on effective vaccination rollout; downside risks persist (See *Economic Viewpoint: Malaysia 2Q21 Economic Outlook*)**
- **Growth accelerated in February due to a lower base in the manufacturing segment (See *Economic Viewpoint: Malaysia Industrial Production*)**
- **Declined at a slower pace in February due to the low base effect (See *Economic Viewpoint: Malaysia Distributive Trade*)**
- **Range-bound with a downside bias on potential UST yields rise (See *Economic Viewpoint: Ringgit Weekly Outlook*)**
- **MGS/GII yields to move sideways, with a slight downside bias (See *Economic Viewpoint: Bond Market Weekly Outlook*)**
- **US weekly jobless claims rise again, but labour market recovery**
- **Thai economy may grow less than forecast this year, says central bank**
- **Philippines revises 2020 GDP contraction to 9.6%**
- **China factory gate prices rise by most in nearly 3 years as economic recovery quickens**
- **U.S. producer inflation heats up in March as prices increase broadly**
- **Spain cuts 2021 growth forecast to 6.5% after first-quarter contraction**

| INDICES    | 9-Apr    | Day chg | % chg  |
|------------|----------|---------|--------|
| Dow Jones  | 33,800.6 | 297.0   | 0.89%  |
| S&P 500    | 4,128.8  | 31.6    | 0.77%  |
| NASDAQ     | 13,900.2 | 70.9    | 0.51%  |
| FTSE-100   | 6,915.8  | -26.5   | -0.38% |
| Nikkei 225 | 29,768.1 | 59.1    | 0.20%  |
| SHCOMP     | 3,450.7  | -31.9   | -0.92% |
| HSI        | 28,698.8 | -309.3  | -1.07% |
| STI        | 3,184.5  | -1.9    | -0.06% |
| KOSPI      | 3,131.9  | -11.4   | -0.36% |
| TWSE       | 16,854.1 | -72.3   | -0.43% |
| JCI        | 6,070.2  | -1.515  | -0.02% |
| SET        | 1,566.3  | 7.5     | 0.48%  |

| FOREX    | 9-Apr  | 8-Apr  | % chg  |
|----------|--------|--------|--------|
| USD/MYR: | 4.1340 | 4.1365 | -0.06% |
| EUR/USD: | 1.1899 | 1.1862 | 0.31%  |
| GBP/USD: | 1.3707 | 1.3740 | -0.24% |
| USD/YEN: | 109.67 | 109.55 | 0.11%  |
| USD/SGD: | 1.3415 | 1.3413 | 0.01%  |
| USD/HKD: | 7.7779 | 7.7771 | 0.01%  |

### KEY STATS

| KLCI Spot                  |           |          |         |
|----------------------------|-----------|----------|---------|
| Vol (m shares):            | 6,581.6   | 7,596.2  | -13.36% |
| Value (RMm):               | 4,144.3   | 4,892.2  | -15.29% |
| KLCI Future                |           |          |         |
| April-21                   | 1,612.0   | 1,595.0  | 1.07%   |
| May-21                     | 1,607.0   | 1,592.0  | 0.94%   |
| CPO Price (RM/tonne)       | 3,554.0   | 3,603.0  | -1.36%  |
| Soybean (US\$/bu)          | 1,403.0   | 1,415.3  | -0.87%  |
| SoyOil (USc/lb)            | 50.9      | 51.4     | -0.93%  |
| Gold (US\$/troy oz)        | 1,744.8   | 1,758.2  | -0.76%  |
| Nymex crude oil (US\$/bbl) | 59.3      | 59.6     | -0.47%  |
| Latex (RM/kg)              | 6.33      | 6.36     | -0.47%  |
| Tin (US\$/mt)              | 27,623.00 | 27,520.0 | 0.37%   |

### IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- **Sector Update: Banking**
- **Company Update: MAYBANK, KERJAYA**
- **Weekly Technical Review**
- **Regional News Update**
- **Economic Viewpoint: Ringgit Weekly Outlook, Bond Market Weekly Outlook, MY Distributive Trade, MY IPI, Malaysia 2Q21 Economic Outlook**

| #  | Top Volume |       |            | Top Gainer |         |        | Top Loser  |         |         |       |            |         |
|----|------------|-------|------------|------------|---------|--------|------------|---------|---------|-------|------------|---------|
|    | Stock      | Price | %Chg (+/-) | Vol (m)    | Stock   | Price  | %Chg (+/-) | Vol (m) | Stock   | Price | %Chg (+/-) | Vol (m) |
| 1  | DIGI       | 4.46  | 18.9       | 72.60      | DIGI    | 4.46   | 18.9       | 72.60   | SUPERMX | 4.57  | -6.2       | 58.20   |
| 2  | SUPERMX    | 4.57  | -6.2       | 58.20      | AXIATA  | 4.11   | 8.2        | 47.00   | TOPGLOV | 5.23  | -3.2       | 31.90   |
| 3  | AXIATA     | 4.11  | 8.2        | 47.00      | MAXIS   | 4.80   | 1.9        | 5.37    | HARTA   | 9.89  | -2.5       | 6.28    |
| 4  | TOPGLOV    | 5.23  | -3.2       | 31.90      | PETGAS  | 16.10  | 1.3        | 0.85    | PETDAG  | 19.72 | -1.3       | 0.47    |
| 5  | PBBANK     | 4.20  | -0.2       | 12.10      | MISC    | 6.98   | 1.2        | 4.13    | PMETAL  | 10.02 | -1.0       | 2.09    |
| 6  | HARTA      | 9.89  | -2.5       | 6.28       | TENAGA  | 10.24  | 1.0        | 2.71    | SIMEPLT | 4.56  | -0.7       | 2.05    |
| 7  | CIMB       | 4.29  | 0.5        | 6.15       | GENTING | 5.23   | 0.8        | 3.43    | HLBANK  | 18.52 | -0.6       | 0.29    |
| 8  | MAXIS      | 4.80  | 1.9        | 5.37       | NESTLE  | 136.10 | 0.7        | 0.06    | HAPSENG | 8.21  | -0.5       | 0.13    |
| 9  | SIME       | 2.40  | 0.0        | 5.28       | TM      | 6.09   | 0.5        | 3.70    | PBBANK  | 4.20  | -0.2       | 12.10   |
| 10 | GENM       | 3.10  | 0.0        | 5.25       | IOICORP | 4.20   | 0.5        | 2.06    | HLFG    | 17.30 | -0.2       | 0.08    |

Notes: # KL Composite Index (FBMKLCI) component stocks

## Corporate News

- **Cocoaland proposes one-for-one bonus issue**

Snack product manufacturer Cocoaland Holdings Bhd has proposed to undertake a bonus issue of 228.8m shares on the basis of one bonus share for every one existing share held on a date to be announced later. In a filing with Bursa Malaysia, it said the bonus issue serves to reward the shareholders for their loyalty and continued support to the group. Cocoaland added that the proposed bonus issue also enables the existing shareholders to have greater participation in the equity of the company, encourages trading liquidity and marketability of Cocoaland shares on the Main Market via a larger base, and maintains the company's reserves and total net asset. *(The Edge)*

- **Menang Corp to raise RM21m in private placement to partially repay debts**

Menang Corp Bhd is undertaking a private placement to raise RM21.4m in order to repay some of its debts. In a bourse filing, the company announced that it would be placing 48.1m shares or 10% of its share capital to third party investors at an indicative issuance price of 44.5 sen. Menang Corp disclosed that it plans to use RM21.3m of the proceeds to reduce borrowings totalling RM557.2m as of Dec 31, 2020. *(The Edge)*

- **GFM Services to raise up to RM47m in private placement for working capital, new biz opportunity**

Integrated facilities management service provider GFM Services Bhd has proposed a private placement of up to 20% of its issued shares to raise up to RM47.5m, which will mainly be used for the group's working capital and new business opportunity. The shares will be placed to third party investors at an issue price that will be fixed at a later date, it said in a stock exchange filing. The group said the placement shares will be issued at a price of not more than a 10% discount to the five-day volume weighted average market price (VWAP) of GFM shares immediately preceding the price-fixing date. *(The Edge)*

- **UCrest inks MoU to find and manage Sputnik V manufacturers**

UCrest Bhd has signed a memorandum of understanding (MoU) with Russian Direct Investment Fund (RDIF) to identify and manage contract manufacturers for the production of the Sputnik V vaccine for RDIF. RDIF is a Russian sovereign wealth fund set up in 2011 to co-invest in Russian companies and to attract global investors to invest in the country, according to its official website. *(The Edge)*

- **TFP Solutions in deal to provide fintech services**

TFP Solutions Bhd has signed memorandums of understanding with two firms to provide fintech services. In a bourse filing, the group said the MoUs signed by its wholly-owned subsidiary OneCent Sdn Bhd, with Bumijez Sdn Bhd and Vearich International Sdn Bhd, are effective for 10 years, and are expected to positively contribute to its earnings for the financial year ending Dec 31, 2021. *(The Edge)*



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## Macro Bits

### Global

- [EU proposes six-month tariff freeze with United States](#) The European Union has suggested that it and the United States suspend tariffs imposed on billions of dollars of imports for six months, EU trade chief Valdis Dombrovskis was quoted as telling Germany's Der Spiegel on Saturday. *(Reuters)*

### Malaysia

- **Recovery hopes grow on effective vaccination rollout; downside risks persist** 2Q21 marks a possible resumption of a stronger pace of global economic recovery, amid the ongoing COVID-19 vaccination drive, subsiding daily COVID-19 cases, deployment of additional fiscal stimulus by major economies and the release of pent-up demand. 2Q21 and 2021 GDP forecasts have been upgraded to 14.3% (previously: 10.3%) and 6.5% (previously: 4.5%) respectively. *(See Economic Viewpoint: Malaysia 2Q21 Economic Outlook)*
- **Growth accelerated in February due to a lower base in the manufacturing segment** Industrial Production Index (IPI) grew at a faster pace in February (1.5%; Jan: 1.2%), a tad below house expectation. Primarily reflecting the lower base in the preceding year, amid the onset of the COVID-19 pandemic. *(See Economic Viewpoint: Malaysia Industrial Production)*
- **Declined at a slower pace in February due to the low base effect** Distributive trade sales fell for the fifth straight month, but at a slower pace in February (-0.9% YoY; Jan: -2.6%) due to the low base effect. The improved performance was broad-based, propelled mainly by the wholesale trade and motor vehicle sales. *(See Economic Viewpoint: Malaysia Distributive Trade)*
- **Range-bound with a downside bias on potential UST yields rise** Upside to the MYR appears to be limited this week as the direction of the ringgit will be heavily influence by the volatile oil market and UST yields. MYR is seen to trade range-bound between 4.13-4.14 before closing the week slightly lower against the greenback. *(See Economic Viewpoint: Ringgit Weekly Outlook)*
- **MGS/GII yields to move sideways, with a slight downside bias** Yields may move sideways this week, with a slight bias towards the downside, amid sustained foreign demand for local bonds. Nevertheless, in the medium to long-term MGS/GII yields may move higher following an expected domestic economic recovery. *(See Economic Viewpoint: Bond Market Weekly Outlook)*

### Asia Pacific

- [US weekly jobless claims rise again, but labour market recovery](#) gains steam Indonesia's central bank considers the rupiah exchange rate to be "stable" despite recent depreciation triggered by rising U.S. Treasury yields, Governor Perry Warjiyo said on Friday. *(The Star)*
- [Thai economy may grow less than forecast this year, says central bank](#) Thailand's economy may expand less than forecast this year after a new wave of coronavirus infections, a central bank official has announced. Uncertainties remain high and there is a risk that growth could be less than the central bank's 3.0% forecast this year, said senior director Chayawadee Chai-Anant. *(The Star)*
- [Philippines revises 2020 GDP contraction to 9.6%](#) The Philippine economy shrank by 9.6% last year, the Philippine Statistics Authority has announced, revising the figure from an initial estimate of a 9.5% contraction, which already was the worst slump on a yearly basis on record. *(The Star)*
- [China factory gate prices rise by most in nearly 3 years as economic recovery quickens](#) China's factory gate prices beat analyst expectations to rise at their fastest annual pace since July 2018 in March in the latest sign that a recovery in the world's second-largest economy is gathering momentum. China's producer price index (PPI) rose 4.4% in annual terms, the National Bureau of Statistics (NBS) said in a statement. *(Reuters)*

### Americas

- [U.S. producer inflation heats up in March as prices increase broadly](#) U.S. producer prices increased more than expected in March, resulting in the largest annual gain in 9-1/2 years and likely marking the start of higher inflation as the economy reopens amid an improved public health environment and massive government aid. *(Reuters)*

### Europe

- [Spain cuts 2021 growth forecast to 6.5% after first-quarter contraction](#) Spain's government slashed its forecast for this year's economic recovery on Friday to reflect a COVID-induced contraction in the first quarter and expected delays to the arrival of EU rescue funds. *(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 |
|------------------------------|------------|---------|--------|--------|---------|
| VIVOCOM INTERNATIONAL HOLDIN | 0.680      | 24.35   | 14.99  | 2.62   | 0.670   |
| MMAG HOLDINGS BHD            | 0.265      | 25.92   | 21.31  | 9.40   | 0.255   |
| EURO HOLDINGS BHD            | 3.690      | 29.98   | 19.45  | 2.43   | 3.600   |

\*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 | LOW 30D |
|------------------------------|------------|---------|--------|--------|---------|
| GUOCOLAND MALAYSIA BHD       | 0.925      | 91.18   | 95.25  | 99.62  | 0.925   |
| CHIN WELL HOLDINGS BHD       | 1.330      | 82.57   | 88.29  | 97.84  | 1.350   |
| KERJAYA PROSPEK GROUP BHD    | 1.440      | 77.80   | 80.01  | 88.13  | 1.450   |
| BERJAYA FOOD BHD             | 2.100      | 77.21   | 80.42  | 83.42  | 2.100   |
| AEON CREDIT SERVICE M BHD    | 12.960     | 76.07   | 81.99  | 95.33  | 13.380  |
| ASTINO BHD                   | 1.260      | 75.44   | 79.82  | 87.88  | 1.280   |
| BERJAYA CORP BHD             | 0.445      | 75.02   | 72.81  | 60.45  | 0.505   |
| LUSTER INDUSTRIES BERHAD     | 0.255      | 74.97   | 82.61  | 95.49  | 0.260   |
| MULPHA INTERNATIONAL BHD     | 1.530      | 72.18   | 71.54  | 52.46  | 1.610   |
| D&O GREEN TECHNOLOGIES BHD   | 4.980      | 72.06   | 76.90  | 88.87  | 5.080   |
| BERJAYA LAND BHD             | 0.415      | 71.73   | 68.51  | 42.65  | 0.520   |
| CCK CONSOLIDATED HOLDINGS BH | 0.740      | 71.15   | 74.84  | 85.33  | 0.745   |
| AMFIRST REAL ESTATE INVESTM  | 0.440      | 70.71   | 72.43  | 80.59  | 0.445   |
| LBS BINA GROUP BHD           | 0.545      | 70.68   | 71.29  | 61.08  | 0.585   |

\*Only for stocks with market cap &gt;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 |
|----------------------------|------------|---------|--------|--------|---------|-------------|
| MMAG HOLDINGS BHD -WB      | 0.075      | 18.81   | 12.78  | 0.77   | 0.075   | 27/11/2022  |
| EURO HOLDINGS-CA           | 0.090      | 21.02   | 15.83  | 3.24   | 0.090   | 31/1/2022   |
| FOCUS DYNAMICS GROUP BH-WD | 0.010      | 23.79   | 14.94  | 0.56   | 0.005   | 26/11/2025  |
| HARALEGA HOL-C59           | 0.015      | 24.89   | 26.24  | 28.03  | 0.015   | 26/7/2021   |
| PDZ HOLDINGS BHD-WB        | 0.015      | 27.09   | 16.82  | 0.13   | 0.010   | 29/1/2023   |
| SUPERMAX CORP-1J           | 0.010      | 27.19   | 27.50  | 59.31  | 0.005   | 25/5/2021   |

Source: Bloomberg

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

| NAME                          | LAST PRICE | RSI 14D | RSI 9D | RSI 3D | LOW 30D | EXPIRY DATE |
|-------------------------------|------------|---------|--------|--------|---------|-------------|
| DIGI.COM BHD-C46              | 0.300      | 85.78   | 91.26  | 98.70  | 0.330   | 30/9/2021   |
| DIGI.COM BHD-C45              | 0.095      | 84.75   | 89.58  | 97.23  | 0.115   | 21/10/2021  |
| DIGI.COM BHD-C43              | 0.170      | 80.78   | 88.21  | 97.56  | 0.185   | 30/6/2021   |
| AXIATA GROUP BHD-C67          | 0.225      | 79.59   | 82.29  | 93.93  | 0.250   | 8/9/2021    |
| REVENUE GROUP BHD-WA          | 1.490      | 78.70   | 85.48  | 98.13  | 1.530   | 14/1/2024   |
| D&O GREEN TECHNOLOGIES BHD-CI | 0.360      | 78.16   | 81.11  | 91.04  | 0.370   | 7/2/2022    |
| DIGI.COM BHD-C41              | 0.115      | 77.51   | 85.38  | 96.93  | 0.130   | 6/9/2021    |
| LUSTER INDUSTRIES BHD-WA      | 0.155      | 76.68   | 84.20  | 94.96  | 0.160   | 3/6/2022    |
| LUSTER INDUSTRIES BHD-WB      | 0.170      | 73.76   | 81.37  | 95.21  | 0.170   | 26/5/2023   |
| LBI CAPITAL BHD-WB            | 0.275      | 71.15   | 73.99  | 80.93  | 0.280   | 24/6/2024   |
| AXIATA GROUP BHD-C64          | 0.210      | 70.66   | 75.82  | 90.08  | 0.225   | 22/7/2021   |

Source: Bloomberg



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**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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