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Research Highlights

BURSA	7-Apr	Day chg	% chg
KLCI	1,600.6	21.68	1.37%
FTSE EMAS	11,846.0	127.4	1.09%
FTSE Smallcap	17,262.1	172.42	1.01%
FTSE MESDAQ	9,637.5	6.4	0.07%
KLSE Mkt Cap (RM'b)	1,763.4	17.3	0.99%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	-114.54	42.99
Local Retail	-37.04	38.07
Foreign	151.59	18.94

INDICES	7-Apr	Day chg	% chg
Dow Jones	33,446.3	16.0	0.05%
S&P 500	4,080.0	6.0	0.15%
NASDAQ	13,688.8	-9.5	-0.07%
FTSE-100	6,885.3	61.8	0.91%
Nikkei 225	29,730.8	34.2	0.12%
SHCOMP	3,479.6	-3.3	-0.10%
HSI	28,674.8	N.A.	N.A.
STI	3,195.8	-11.9	-0.37%
KOSPI	3,137.4	10.3	0.33%
TWSE	16,815.4	75.5	0.45%
JCI	6,036.6	33.846	0.56%
SET	1,556.6	N.A.	N.A.

FOREX	7-Apr	6-Apr	% chg
USD/MYR:	4.1315	4.1333	-0.04%
EUR/USD:	1.1892	1.1808	0.71%
GBP/USD:	1.3812	1.3833	-0.15%
USD/YEN:	109.75	110.53	-0.71%
USD/SGD:	1.3387	1.3415	-0.21%
USD/HKD:	7.7847	7.7770	0.10%

KEY STATS

KLCI Spot			
Vol (m shares):	6,303.3	6,273.4	0.48%
Value (RMm):	3,618.5	3,227.3	12.12%
KLCI Future			
April-21	1,596.0	1,575.5	1.30%
May-21	1,592.5	1,572.0	1.30%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,408.8	1,418.8	-0.70%
SoyOil (US\$/lb)	51.0	52.0	-1.92%
Gold (US\$/troy oz)	1,741.6	1,743.0	-0.08%
Nymex crude oil (US\$/bbl)	59.8	59.3	0.74%
Latex (RM/kg)	6.49	6.54	-0.76%
Tin (US\$/mt)	27,760.00	27,775.0	-0.05%

NEWS HIGHLIGHTS

- Velesto clinches US\$17.7m contract for provision of jack-up drilling rig services (*Comment included in Kenanga Today*)
- Tropicana introduces Tropicana FreeDOM campaign
- Samaiden proposes 1-for-2 bonus issue of warrants, SIS scheme
- MGRC signs private label, right of use agreement contract worth RM7m
- Parkwood unit enters development management agreement to rebrand, manage Villa Bolton at Jalan U-Thant

MACRO BITS

- IMF says more vaccine spending is fastest way to shore up public finances
- IMF officials endorse Biden's corporate tax hike, global minimum plan
- G20 agree to boost IMF war chest by USD650.0b amid pandemic: draft
- Declined for the first time in five months in March on rising UST yields (*See Economic Viewpoint: BNM International Reserves*)
- Foreign fund inflow softened in March on impact of rising UST yields (*See Economic Viewpoint: Malaysia Bond Flows*)
- Moody's: Malaysia's 2021 GDP growth could outpace forecast on faster vaccination roll out
- Malaysian institutions, policies still 'credible' despite political changes, says Moody's
- Spike in long-term Thai govt bonds had limited impact on economy — central bank minutes
- Jokowi backs central bank mandate to aid Indonesia's growth
- Even as it tapers, BOJ invents new weapon to stimulate growth
- U.S. trade deficit hits record high in February
- Fed's Evans says policy to stay on hold 'for some time'
- Euro zone business activity expanded in March despite lockdowns
- EU regulator finds possible link between AstraZeneca vaccine and rare blood clots
- UK launches Moderna Covid-19 vaccine as daily shots slow

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- On Our Technical Watch: ASTRO, IJM
- Economic Viewpoint: MY Bond Flows, BNM International Reserves

#	Top Volume			Top Gainer				Top Loser				
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	SUPERMX	4.03	2.3	19.70	SIMEPLT	4.70	4.7	3.64	PPB	18.68	-0.1	0.57
2	PBBANK	4.22	0.5	16.70	DIGI	3.75	3.3	2.62	PCHEM	7.95	0.0	2.48
3	TOPGLOV	4.91	2.9	15.10	AXIATA	3.80	3.0	3.75	HLBANK	18.66	0.1	0.71
4	CIMB	4.35	1.2	9.42	TOPGLOV	4.91	2.9	15.10	DIALOG	3.08	0.3	6.50
5	SIME	2.42	0.8	7.81	IOICORP	4.28	2.9	1.99	PMETAL	10.14	0.4	3.76
6	DIALOG	3.08	0.3	6.50	MAXIS	4.60	2.5	2.02	KLK	22.80	0.4	0.39
7	MAYBANK	8.48	2.1	5.91	SUPERMX	4.03	2.3	19.70	PBBANK	4.22	0.5	16.70
8	HARTA	9.25	1.2	5.22	PETGAS	15.98	2.2	0.96	TM	6.12	0.5	3.65
9	GENM	3.14	1.0	4.98	MAYBANK	8.48	2.1	5.91	PETDAG	19.90	0.5	0.27
10	GENTING	5.26	1.2	4.19	IHH	5.40	1.9	2.78	NESTLE	136.50	0.7	0.12

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

Corporate News

- **Velesto clinches US\$17.7m contract for provision of jack-up drilling rig services**

Velesto has received a letter of award from Sarawak Shell / Sabah Shell for a contract for the provision of jack-up drilling rig services. The contract is namely for the rig Naga 4, with an estimated contract value of USD17.68m. The contract is to drill seven firm wells, with an expected commencement date between 15 Aug 2021 to 15 Oct 2021. *(The Edge)*

Comment: We are positive on the award, providing further rig utilisation visibility for VELESTO moving forward. While the contract duration was undisclosed, we guesstimate it to be roughly 7 months, at a charter rate of ~USD70k per day. Expect the contract to fetch EBITDA margins of ~45%. No changes to our FY21E/FY22E, as the new contract is still well within our rig utilisation assumption of 60%/70%. Maintain UP and TP of RM0.11, pegged to 0.4x PBV at -2SD below 3-year mean, given weaker rig utilisation outlook. (By: Steven Chan)

- **Tropicana introduces Tropicana FreeDOM campaign**

Tropicana Corp Bhd recently launched the Tropicana FreeDOM campaign that offers big savings on move-in-ready units. It allows buyers to enjoy zero down payment, up to 50% rebates, 100% financing with Maybank Islamic's HouzKEY programme as well as free maintenance of up to 10 years. Tropicana group managing director Dion Tan said in a press release on April 2 that the core benefit of Tropicana FreeDOM is that no waiting is required. The participating units are all ready for residents to move in, and offer much more freedom in financing. *(The Edge)*

- **Samaiden proposes 1-for-2 bonus issue of warrants, SIS scheme**

Solar engineering, procurement, construction and commissioning (EPCC) service provider Samaiden Group Bhd has proposed a bonus issue of up to 105 million warrants on the basis of one warrant for every two existing shares. The exercise price of the warrants of RM1.20 represents a discount of approximately 24.57% to the five-day volume weighted average market price (VWAMP) of Samaiden shares up to and including the latest practicable date of RM1.5909 per share. *(The Edge)*

- **MGRC signs private label, right of use agreement contract worth RM7m**

Malaysian Genomics Resource Centre Bhd (MGRC) said it has entered into a private label and right of use agreement with Eostre Bhd for the latter's procurement of the former's know-how to research, design, develop and provide genetic screening tests and other products under private label for sale to customers. In a filing with Bursa Malaysia, MGRC said the total contract sum amounts to RM7 million based on invoicing during the contractual agreement. *(The Edge)*

- **Parkwood unit enters development management agreement to rebrand, manage Villa Bolton at Jalan U-Thant**

Parkwood Holdings Bhd's unit has entered into a development management agreement with its indirect subsidiary Triangle Asia Bhd to manage and rebrand Villa Bolton along Jalan Taman U-Thant as a low-density private and luxurious complex of condominiums and penthouse. In a bourse filing, the company said its wholly-owned subsidiary Parkwood Developments Sdn Bhd as the development manager, will provide development management services for 60 months from the date of the sale and purchase agreement between Triangle Asia and Idam Jernih Sdn Bhd, the seller of Villa Bolton being concluded. *(The Edge)*



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Macro Bits

Global

- [IMF says more vaccine spending is fastest way to shore up public finances](#) The COVID-19 pandemic will continue to swell global public debt in 2021, but spending more money to accelerate vaccinations is the fastest way to start to normalize government finances, the International Monetary Fund said on Wednesday. *(Reuters)*
- [IMF officials endorse Biden's corporate tax hike, global minimum plan](#) International Monetary Fund officials on Wednesday endorsed U.S. President Joe Biden's plan to raise corporate income taxes and negotiate a global minimum tax, adding that companies and wealthy individuals that have prospered during the pandemic can afford to pay more. *(Reuters)*
- [G20 agree to boost IMF war chest by USD650.0b amid pandemic: draft](#) The world's financial leaders will agree on Wednesday to boost the resources of the International Monetary Fund by USD650.0b so it can better help vulnerable countries deal with the effects of the COVID-19 pandemic, a draft communique showed. *(Reuters)*

Malaysia

- [Declined for the first time in five months in March on rising UST yields](#) Bank Negara Malaysia (BNM) international reserves registered the first contraction in five months, falling by USD0.4b or 0.3% MoM to USD108.6b as of 31 March 2021. *(See Economic Viewpoint: BNM International Reserves)*
- [Foreign fund inflow softened in March on impact of rising UST yields](#) Foreign investors retained as net buyers of Malaysia's debt securities for the eleventh successive month, although the inflow moderated to RM5.8b in March (Feb: RM7.2b). *(See Economic Viewpoint: Malaysia Bond Flows)*
- [Moody's: Malaysia's 2021 GDP growth could outpace forecast on faster vaccination roll out](#) Moody's said its 2021 GDP growth forecast of 6% for Malaysia could see further upside if the National Covid-19 Immunisation Programme roll-out proceeds faster than anticipated. *(The Edge Markets)*
- [Malaysian institutions, policies still 'credible' despite political changes, says Moody's](#) Moody's says the political noise seen by investors in Malaysia has not been a dead weight in its analysis on the nation's sovereign ratings. *(The Edge Markets)*

Asia Pacific

- [Spike in long-term Thai govt bonds had limited impact on economy — central bank minutes](#) Thailand's central bank felt that a spike in long-term government bond yields had only a limited impact on the Thai economy when it decided to keep its key rate at a record low last month, meeting minutes showed on Wednesday. *(The Edge Markets)*
- [Jokowi backs central bank mandate to aid Indonesia's growth](#) President Joko Widodo is backing a push to expand Bank Indonesia's mandate to include bolstering the economy, throwing his public support behind a legislative move that some analysts see as risking the central bank's independence. *(The Edge Markets)*
- [Even as it tapers, BOJ invents new weapon to stimulate growth](#) A largely overlooked scheme created by the Bank of Japan (BOJ) to mitigate the drawbacks of its massive stimulus programme may become the central bank's new weapon to stimulate the economy, sources familiar with its thinking said. *(The Edge Markets)*

Americas

- [U.S. trade deficit hits record high in February](#) The U.S. trade deficit surged to a record high in February as the nation's economic activity rebounded more quickly than that of its global rivals and could remain elevated this year, with massive fiscal stimulus expected to spur the fastest growth in nearly four decades. *(Reuters)*
- [Fed's Evans says policy to stay on hold 'for some time'](#) Chicago Federal Reserve Bank President Charles Evans on Wednesday said that while he's become much more positive about the economic outlook, he continues to expect the U.S. central bank will need to keep policy easy for some time in order to boost inflation to healthier levels. *(Reuters)*

Europe

- [Euro zone business activity expanded in March despite lockdowns](#) Euro zone business activity bounced back to growth last month, underpinned by a record expansion in manufacturing, according to a survey on Wednesday that also showed the service industry was coping better than expected with new lockdowns. *(Reuters)*
- [EU regulator finds possible link between AstraZeneca vaccine and rare blood clots](#) The European Medicines Agency (EMA) said on Wednesday that it had found a possible link between AstraZeneca's coronavirus vaccine and reports of very rare cases of blood clots in people who had received the shot. *(The Edge Markets)*
- [UK launches Moderna Covid-19 vaccine as daily shots slow](#) Britain began using Moderna's COVID-19 vaccine on Wednesday in Wales just as its rollout of other shots fell to their lowest level this year due to a supply crunch caused by manufacturing problems at AstraZeneca. *(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
FOCUS DYNAMICS GROUP BHD	0.455	22.36	14.95	1.79	0.440
VIVOCOM INTERNATIONAL HOLDIN	0.695	25.81	16.79	5.37	0.675
MMAG HOLDINGS BHD	0.270	26.57	22.18	12.08	0.270
PHARMANIAGA BERHAD	3.220	27.61	29.25	27.04	3.160

*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
GUOCOLAND MALAYSIA BHD	0.820	84.81	90.02	98.25	0.820
BERJAYA LAND BHD	0.445	80.19	79.06	65.94	0.520
BERJAYA FOOD BHD	2.100	77.21	80.42	83.42	2.100
BERJAYA CORP BHD	0.450	76.54	74.84	67.39	0.505
MULPHA INTERNATIONAL BHD	1.530	74.73	75.74	70.86	1.610
ASTINO BHD	1.210	74.44	79.86	94.51	1.220
CHIN WELL HOLDINGS BHD	1.230	74.38	79.76	92.48	1.240
LBS BINA GROUP BHD	0.535	73.57	76.23	74.46	0.565
KERJAYA PROSPEK GROUP BHD	1.370	72.44	72.56	66.25	1.390
MCT BHD	0.330	72.19	73.51	79.31	0.355

*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
EKOVEST BHD-C14	0.005	10.80	2.53	0.00	0.005	30/4/2021
MMAG HOLDINGS BHD-WB	0.080	19.61	13.74	1.30	0.080	27/11/2022
FOCUS DYNAMICS GROUP BH-WD	0.010	23.79	14.94	0.56	0.005	26/11/2025
PW21 S&P 500 INDEX-HR	0.270	24.63	17.42	3.41	0.265	21/6/2021
EURO HOLDINGS-CA	0.110	25.52	21.25	7.18	0.110	31/1/2022
JIANKUN INTERNATIONAL-WA	0.110	28.64	23.98	20.37	0.090	23/12/2021

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
SANICHI TECHNOLOGY BHD-WE	0.075	73.88	74.07	72.80	0.095	13/12/2021
D&O GREEN TEC-CI	0.320	73.51	74.68	78.21	0.330	7/2/2022
BERJAYA COR-WB	0.115	72.39	71.36	60.62	0.145	22/4/2022

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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