

07 May 2021

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<b>BURSA</b>	<b>6-May</b>	<b>Day chg</b>	<b>% chg</b>
KLCI	1,578.3	2.66	0.17%
FTSE EMAS	11,596.2	-8.7	-0.07%
FTSE Smallcap	16,872.0	-154.10	-0.91%
FTSE MESDAQ	8,275.8	-194.2	-2.29%
KLSE Mkt Cap (RM'b)	1,734.7	0.3	0.02%

#### BURSA DAILY TRADING PARTICIPATION

<b>Participation</b>	<b>Net (RM'm)</b>	<b>Value (%)</b>
Local Institution	-105.08	43.18
Local Retail	143.39	41.10
Foreign	-38.30	15.72

<b>INDICES</b>	<b>6-May</b>	<b>Day chg</b>	<b>% chg</b>
Dow Jones	34,548.5	318.2	0.93%
S&P 500	4,201.6	34.0	0.82%
NASDAQ	13,632.8	50.4	0.37%
FTSE-100	7,076.2	36.9	0.52%
Nikkei 225	29,331.4	N.A.	N.A.
SHCOMP	3,441.3	N.A.	N.A.
HSI	28,637.5	219.5	0.77%
STI	3,173.0	19.4	0.62%
KOSPI	3,178.7	N.A.	N.A.
TWSE	16,994.4	150.9	0.90%
JCI	5,970.2	-5.671	-0.09%
SET	1,571.9	22.7	1.46%

<b>FOREX</b>	<b>6-May</b>	<b>5-May</b>	<b>% chg</b>
USD/MYR:	4.1225	4.1205	0.05%
EUR/USD:	1.2042	1.2016	0.22%
GBP/USD:	1.3896	1.3912	-0.12%
USD/YEN:	109.12	109.30	-0.16%
USD/SGD:	1.3350	1.3351	-0.01%
USD/HKD:	7.7684	7.7689	-0.01%

#### KEY STATS

<b>KLCI Spot</b>			
Vol (m shares):	6,204.1	7,367.9	-15.80%
Value (RMm):	4,460.4	4,238.9	5.23%
<b>KLCI Future</b>			
April-21	1,575.5	1,576.0	-0.03%
May-21	1,573.0	1,573.5	-0.03%
CPO Price (RM/tonne)	4,033.0	3,850.0	4.75%
Soybean (US\$/bu)	1,569.5	1,542.3	1.77%
SoyOil (US\$/lb)	61.1	59.8	2.17%
Gold (US\$/troy oz)	1,815.7	1,784.3	1.76%
Nymex crude oil (US\$/bbl)	64.7	65.6	-1.40%
Latex (RM/kg)	6.43	6.37	1.02%
Tin (US\$/mt)	33,825.00	32,585.0	3.81%

## Research Highlights

### NEWS HIGHLIGHTS

- Inari Amertron to raise RM1.1b via private placement for capex, acquisitions and investments
- MyEG wins project from MIMOS to provide service desk for vaccine traceability system
- Cahya Mata Sarawak to hire external consultant in financial mismanagement probe
- Hong Seng partners Pow Pocket for Johor immigration registration platform
- Velesto to focus on Sunken Naga 7 rig recovery efforts

### MACRO BITS

- Vaccine IP waiver could take months for WTO to negotiate-experts
- UK working with U.S., WTO on boosting COVID vaccine supply
- Surged in March to highest since 2013, partly on seasonal rise post-LNY holidays (See *Economic Viewpoint: Malaysia Industrial Production*)
- No change on policy rate, risk to growth up on pandemic resurgence (See *Economic Viewpoint: BNM MPC Decision*)
- Moody's Analytics: Optimistic outlook for Malaysia's trade, industrial production
- ADB head urges fiscal resilience with eye on U.S. monetary normalisation
- China's exports growth seen slowing as foreign demand softens
- BOJ policymakers agreed to focus on low rates as pandemic pain persists — minutes
- Covid-19 spreading in rural India; record daily rises in infections, deaths
- US jobless claims fall more than forecast to pandemic low
- Fed's Kaplan wants taper talk 'sooner rather than later'
- Euro zone retail sales rise beats expectations in March
- BOE slows bond buying as UK economic recovery gathers pace
- UK service sector grows at fastest pace since 2013 in April — PMI

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

- MidS: ULICORP
- Results Note: MISC, SENTRAL
- On Our Technical Watch: KAWAN, UZMA
- Economic Viewpoint: BNM MPC Decision, MY IPI

#	Top Volume				Top Gainer				Top Loser			
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	SUPERMX	4.87	-12.6	106.05	IHH	5.61	7.9	15.90	SUPERMX	4.87	-12.6	106.05
2	TOPGLOV	5.06	-4.9	28.10	AXIATA	3.77	3.3	2.70	HARTA	9.25	-5.9	12.20
3	PBBANK	4.09	-0.5	19.80	PMETAL	5.30	2.9	5.54	TOPGLOV	5.06	-4.9	28.10
4	IHH	5.61	7.9	15.90	KLK	22.20	2.8	0.59	PETDAG	19.50	-0.8	0.19
5	HARTA	9.25	-5.9	12.20	MAXIS	4.57	1.6	1.74	PBBANK	4.09	-0.5	19.80
6	GENM	2.87	0.4	7.55	HLFG	16.72	1.5	0.18	HLBANK	17.60	-0.3	0.81
7	DIALOG	3.04	1.3	6.25	MISC	6.77	1.4	1.05	HAPSENG	8.01	-0.1	0.47
8	CIMB	4.11	1.2	5.71	DIALOG	3.04	1.3	6.25	GENTING	4.94	0.0	4.44
9	PMETAL	5.30	2.9	5.54	CIMB	4.11	1.2	5.71	TENAGA	9.92	0.2	4.17
10	DIGI	4.20	0.5	5.52	SIMEPLT	4.59	1.1	1.95	MAYBANK	8.23	0.2	5.18

Notes: # KL Composite Index (FBMKLCI) component stocks

## Corporate News

- **Inari Amertron to raise RM1.1b via share placement for mega deal?**

Inari Amertron Bhd appears to be eyeing a mega acquisition that will cost over RM1 billion. The company announced to Bursa Malaysia that it wants to raise up to RM1.1b via a private share placement to be used for capital expenditure, acquisitions and investments. The enormous amount of fresh capital to be raised is likely the biggest ever among the local semiconductor-related firms taking advantage of the current share price rally. *(The Edge)*

- **MyEG wins project from MIMOS to provide service desk for vaccine traceability system**

My EG Services Bhd (MyEG) has won a contract from MIMOS Bhd to provide service desk and its related services for a vaccine traceability system. In a bourse filing, the group said the one-year project will be effective June 1, with an option for a further one-year extension. It is valued at RM400,000 for the first year and RM250,000 for the optional one-year extension. "The board of directors is of the view that the project is in the best interest of the company and is expected to contribute positively to the earnings and net assets per share of the company for the financial years ending Dec 31, 2021 onwards," said MyEG. *(The Edge)*

- **Cahya Mata Sarawak to hire external consultant in financial mismanagement probe**

Cahya Mata Sarawak expects to appoint an external consultant by the middle of this month to probe allegations of financial mismanagement in relation to its investments and operations. Replying yesterday to a query letter from Bursa Malaysia, the company said the terms of reference (TOR) are being drafted and are expected to be completed this week. *(The Edge)*

- **Hong Seng partners Pow Pocket for Johor immigration registration platform**

Hong Seng Consolidated Bhd's unit HS Bio Sdn Bhd has entered into a joint venture with Pow Pocket Sdn Bhd to undertake tender awards from the Johor state government. According to Hong Seng's filing with Bursa Malaysia, Pow Pocket's Jengu platform operates a web portal, johortravelsafe.my, which has the capability to register travellers into and out of Johor. The platform is currently being utilised for the arrangement of medical screening of Covid-19 via the Reverse Transcription Polymerase Chain Reaction testing and Antigen Rapid Test Kit for such travellers. *(The Edge)*

- **Velesto to focus on Sunken Naga 7 rig recovery efforts**

Offshore drilling company Velesto Energy Bhd will focus on recovery efforts of its rig, Velesto Naga 7, which submerged off the coast of Sarawak on Tuesday. In a filing with Bursa Malaysia, the company said that the "operation of Velesto Naga 7 was interrupted". "The incident happened due to soil rapid penetration while operating for a client on May 3 (Monday)." Drilling activities had not commenced at the site and no well had been drilled. *(The Edge)*



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## Macro Bits

### Global

- [Vaccine IP waiver could take months for WTO to negotiate-experts](#) Now that the U.S. President Joe Biden has backed a proposed waiver for COVID-19 vaccine intellectual property rights, the next stop is for the World Trade Organization to hammer out a deal - a process that could take months. *(Reuters)*
- [UK working with U.S., WTO on boosting COVID vaccine supply](#) Britain is discussing ways of increasing production and supply of COVID-19 vaccines with the United States and World Trade Organization, a government spokesperson said on Thursday after Washington supported waiving their intellectual property rights. *(Reuters)*

### Malaysia

- **Surged in March to highest since 2013, partly on seasonal rise post-LNY holidays** Industrial Production Index (IPI) growth accelerated in March (9.3%; Feb: 1.5%) to its highest since July 2013, outperforming house and market expectations (KIBB: 7.8%; consensus: 8.7%). *(See Economic Viewpoint: Malaysia Industrial Production)*
- **No change on policy rate, risk to growth up on pandemic resurgence** As expected, Bank Negara Malaysia (BNM) retained its overnight policy rate (OPR) at 1.75%. BNM, however, noted with concern that growth outlook, "remains subject to downside risks, stemming mainly from ongoing uncertainties in developments related to the pandemic." *(See Economic Viewpoint: BNM MPC Decision)*
- [Moody's Analytics: Optimistic outlook for Malaysia's trade, industrial production](#) Malaysia's trade and industrial production both paint an optimistic outlook on the nation's economy but the reimposition of the Movement Control Order (MCO) may threaten its road to recovery, said Moody's Analytics. *(The Edge Markets)*

### Asia Pacific

- [ADB head urges fiscal resilience with eye on U.S. monetary normalisation](#) Emerging Asian countries must raise tax revenue and mobilise domestic financial resources as they brace for U.S. interest rate hikes that could cause another financial crisis, Asian Development Bank President Masatsugu Asakawa told Reuters. *(Reuters)*
- [China's exports growth seen slowing as foreign demand softens](#) China's exports growth likely lost some momentum in April on moderating overseas demand and the fading base effect of the trade slump seen early last year, while higher commodity prices are expected to have kept a brisk pace of imports. *(Reuters)*
- [BOJ policymakers agreed to focus on low rates as pandemic pain persists — minutes](#) Bank of Japan (BOJ) policymakers agreed on the need to focus on keeping interest rates stably low while the economy remains under the strain caused by the COVID-19 pandemic, minutes of the central bank's March meeting showed on Thursday. *(The Edge Markets)*
- [Covid-19 spreading in rural India; record daily rises in infections, deaths](#) India reported a record 412,262 new Covid-19 cases on Thursday and a record 3,980 daily death toll, as a second wave of infections swamps the health system and spreads from cities into the vast countryside. *(The Edge Markets)*

### Americas

- [US jobless claims fall more than forecast to pandemic low](#) Applications for US state unemployment insurance fell last week to a fresh pandemic low as labour market conditions continue to improve and the economy reopens. *(The Edge Markets)*
- [Fed's Kaplan wants taper talk 'sooner rather than later'](#) Dallas Federal Reserve Bank President Robert Kaplan on Thursday said he wants the central bank to start talking about reducing policy accommodation "sooner rather than later," saying the economy has improved faster than he expected, and citing worries about excesses and imbalances in markets. *(Reuters)*

### Europe

- [Euro zone retail sales rise beats expectations in March](#) Euro zone retail sales rose by more than expected in March, data showed on Thursday, pointing to pent-up consumer demand as pandemic lockdowns ease. *(Reuters)*
- [BOE slows bond buying as UK economic recovery gathers pace](#) The Bank of England slowed its emergency bond-buying and signalled it's on course to end that crisis support later this year, as a strong rebound takes hold across the economy with the removal of pandemic restrictions. *(The Edge Markets)*
- [UK service sector grows at fastest pace since 2013 in April — PMI](#) Britain's services sector recorded its fastest growth in more than seven years last month as hospitality businesses and retailers began to reopen to the public after months of lockdown. *(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	0.090	16.23	14.46	6.51	0.085
GLOBETRONICS TECHNOLOGY BHD	2.140	22.46	18.23	8.54	2.130
PIE INDUSTRIAL BHD	2.900	23.23	13.19	1.97	2.830
EURO HOLDINGS BHD	2.940	24.11	17.89	3.45	2.940
IRIS CORP BHD	0.290	24.97	17.28	2.05	0.285
FRONTKEN CORP BHD	2.960	27.78	18.29	1.86	2.950
YTL HOSPITALITY REIT	0.835	28.18	22.86	16.20	0.835
BERJAYA SPORTS TOTO BHD	2.030	28.39	19.68	1.51	2.030
FAVELLE FAVCO BHD	2.180	28.71	20.09	6.19	2.180
HONG LEONG BANK BERHAD	17.600	28.94	23.36	10.14	17.520
PENTAMASTER CORP BHD	5.150	28.98	21.31	5.23	5.140
O.S.K. HOLDINGS BHD	0.880	29.80	23.33	25.22	0.870

\*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
SOUTHERN STEEL BERHAD	1.190	86.14	91.88	99.31	1.220
MALAYSIA STEEL WORKS KL BHD	0.865	82.43	87.66	93.45	0.905
HIAP TECK VENTURE BHD	0.670	81.10	86.68	93.81	0.695
ASTINO BHD	1.670	79.98	83.50	96.10	1.700
MYCRON STEEL BHD	0.945	79.80	82.04	77.51	0.985
ENGTEX GROUP BHD	0.865	78.84	84.49	94.42	0.925
EVERGREEN FIBREBOARD BHD	0.485	77.87	87.91	99.22	0.515
AMCORP PROPERTIES BHD	0.545	77.53	80.18	84.08	0.575
FAJARBARU BUILDER GROUP BHD	0.845	77.50	85.00	98.36	0.870
MALAYSIAN BULK CARRIERS BHD	0.820	76.95	81.88	96.87	0.835
ANN JOO RESOURCES BHD	3.050	76.92	83.63	97.74	3.060
LEON FUAT BHD	1.190	76.67	77.63	70.67	1.310
MIECO CHIPBOARD BERHAD	0.680	76.58	81.00	89.53	0.695
CSC STEEL HOLDINGS BHD	1.900	76.23	77.01	62.93	2.000
KUMPULAN FIMA BHD	1.980	75.99	82.44	95.66	1.990
ATRIUM REAL ESTATE INVESTMEN	1.490	74.57	73.46	62.15	1.510
UNITED U-LI CORP BHD	1.480	73.88	77.20	81.44	1.480
JAYA TIASA HOLDINGS BHD	0.830	72.40	76.91	81.07	0.835
FIAMMA HOLDINGS BERHAD	0.620	70.02	76.92	89.45	0.650

\*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
S&P 500 INDEX-HT	0.250	17.19	18.62	26.00	0.240	20/9/2021
GLOBETRONICS-C12	0.005	17.98	9.73	0.33	0.005	28/6/2021
CAHYA MATA SA-C23	0.135	23.74	16.76	6.87	0.105	22/7/2021
CAHYA MATA SA-C22	0.110	25.50	16.00	3.16	0.090	30/9/2021

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
TANCO HOLDINGS BHD-WB	0.045	74.84	81.26	90.43	0.045	23/8/2021
MINHO M BHD-WC	0.105	74.57	81.05	92.52	0.110	2/8/2021
MELEWAR INDUSTRIAL GROUP BHD-WB	0.435	74.33	78.92	80.46	0.455	18/8/2023

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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