

16 June 2021

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BURSA	15-Jun	Day chg	% chg
KLCI	1,581.4	-1.09	-0.07%
FTSE EMAS	11,567.9	2.6	0.02%
FTSE Smallcap	16,486.2	-8.19	-0.05%
FTSE MESDAQ	7,704.9	37.4	0.49%
KLSE Mkt Cap (RM'b)	1,729.9	1.2	0.07%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	-106.5	46.8%
Local Retail	4.0	37.3%
Foreign	102.5	16.0%

INDICES	15-Jun	Day chg	% chg
Dow Jones	34,299.3	-94.4	-0.27%
S&P 500	4,246.6	-8.6	-0.20%
NASDAQ	14,072.9	-101.3	-0.71%
FTSE-100	7,172.5	25.8	0.36%
Nikkei 225	29,441.3	279.5	0.96%
SHCOMP	3,556.6	N/A	N/A
HSI	28,638.5	N/A	N/A
STI	3,174.9	21.7	0.69%
KOSPI	3,258.6	6.5	0.20%
TWSE	17,371.3	N/A	N/A
JCI	6,089.0	8.654	0.14%
SET	1,622.3	-10.8	-0.66%

FOREX	15-Jun	14-Jun	% chg
USD/MYR:	4.1173	4.1140	0.08%
EUR/USD:	1.2118	1.2121	-0.02%
GBP/USD:	1.4085	1.4107	-0.16%
USD/YEN:	110.07	109.67	0.36%
USD/SGD:	1.3264	1.3266	-0.02%
USD/HKD:	7.7625	7.7617	0.01%

KEY STATS

KLCI Spot			
Vol (m shares):	5,858.1	7,007.4	-16.40%
Value (RMm):	3,657.7	3,937.5	-7.10%
KLCI Future			
June-21	1,576.5	1,584.0	-0.47%
July-21	1,577.0	1,583.5	-0.41%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,465.8	1,472.3	-0.44%
SoyOil (USc/lb)	63.3	63.9	-0.92%
Gold (US\$/troy oz)	1,856.4	1,865.9	-0.51%
Nymex crude oil (US\$/bbl)	72.1	70.9	1.75%
Latex (RM/kg)	5.55	5.58	-0.45%
Tin (US\$/mt)	33,103.00	32,856.0	0.75%

Research Highlights

NEWS HIGHLIGHTS

- UWC 3Q profit rise 58% y-o-y, propped up by higher earnings from semiconductor and life science segments
- VS Industry set to post another record year as 9MFY21 profit surpasses previous highest annual profit seen in FY19, declares 0.8 sen dividend
- BCorp unveils three-year strategic plan to streamline business, unlock value
- Poh Kong swings back to black in 3Q on higher demand for gold products
- TRC Synergy unit secures RM43m maintenance contract

MACRO BITS

- Millions of missing jobs should make inflation hawks think twice
- UK and Australia agree 'comprehensive and ambitious' free trade deal
- Four-phase strategy to exit the COVID-19 crisis (See Economic Viewpoint: COVID-19: National Recovery Plan)
- PM: Parliament can reconvene in September or October with strict SOPs
- Govt confident daily vaccine jabs to pass 300,000 in coming months, says Muhyiddin
- Muhyiddin: Malaysia suffers RM1.0b losses throughout MCO 3.0
- Govt to review policy involving foreigners in the country, says Hamzah
- BNM: Malaysia's daily forex turnover dips below USD10.0b for first time since June 2
- Exports surged to highest since January 2010 in May due to base effect (See Economic Viewpoint: Indonesia External Trade)
- China c.bank injects 200 bln yuan through medium-term loans
- BOJ is said to see no need for extra bond-buying tweaks for now
- U.S. retail sales fall as spending shifts back to services; producer prices rise
- U.S. manufacturing output accelerates in May on autos
- UK payrolled employees surge by 197,000 in May

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- On Our Technical Watch: CYPARK, MYEG
- Economic Viewpoint: Covid-19: National Recovery Plan, ID External Trade

#	Top Volume				Top Gainer				Top Loser			
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	CIMB	4.62	0.7	29.00	AXIATA	3.92	1.8	3.71	IOICORP	3.89	-2.3	2.74
2	TOPGLOV	4.74	-0.6	18.10	MISC	7.01	1.7	1.53	KLK	20.98	-1.5	0.81
3	PBBANK	4.21	-0.5	15.90	IHH	5.57	1.3	4.81	SIME	2.24	-1.3	4.74
4	SUPERMX	3.74	0.5	8.58	HLFG	18.20	1.1	0.17	TENAGA	9.94	-1.2	3.46
5	MAYBANK	8.20	0.1	6.90	DIALOG	3.02	1.0	3.87	HAPSENG	7.88	-0.9	0.17
6	PICHEM	8.10	0.0	6.82	DIGI	4.24	1.0	2.07	PETDAG	19.04	-0.8	0.12
7	GENM	3.00	-0.3	5.47	MAXIS	4.54	0.9	1.11	SIMEPLT	4.14	-0.7	1.94
8	PMETAL	5.10	0.2	5.45	CIMB	4.62	0.7	29.00	TOPGLOV	4.74	-0.6	18.10
9	TM	6.15	0.0	5.28	HARTA	8.48	0.6	3.82	PPB	18.50	-0.5	0.41
10	IHH	5.57	1.3	4.81	SUPERMX	3.74	0.5	8.58	HLBANK	18.80	-0.5	0.53

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **UWC 3Q profit rise 58% y-o-y, propped up by higher earnings from semiconductor and life science segments**

UWC Bhd saw its net profit for the third quarter ended April 30, 2021 (3QFY21) increase by 58%, following higher earnings from its semiconductor and life science segments. In a bourse filing, the group announced that its net profit had increased to RM23m in 3QFY21, from RM14.6m in the corresponding quarter last financial year. Quarterly revenue increased by 28.7% to RM71.8m from RM55.8m. Breaking down its results, the group said its semiconductor segment contributed 63% to total revenue, while its life science segment contributed 28%. *(The Edge)*

- **VS Industry set to post another record year as 9MFY21 profit surpasses previous highest annual profit seen in FY19, declares 0.8 sen dividend**

Electronics manufacturing services provider VS Industry Bhd announced its best-ever quarterly net profit of RM73.4m for the third quarter ended April 30, 2021 (3QFY21), due to higher contribution across all of its business segments. The group's revenue doubled to RM1.1b during the quarter from RM505.7m in 3QFY20, underpinned by stronger sales. Earnings per share rose to 3.90 sen, from a loss per share of 1.05 sen in 3QFY20, when it recorded a net loss of RM19.5m, its stock exchange filing showed. *(The Edge)*

- **BCorp unveils three-year strategic plan to streamline business, unlock value**

Berjaya Corp Bhd's (BCorp) newly appointed group chief executive officer (CEO) Abdul Jalil Abdul Rasheed has revealed a three-year strategic plan to transform the conglomerate back towards profitability. At a virtual press conference, Abdul Jalil underlined key initiatives of the plan, including to recategorise and streamline existing operations, institutionalise and monitor performance, and ultimately to unlock value in the group. *(The Edge)*

- **Poh Kong swings back to black in 3Q on higher demand for gold products**

Poh Kong Holdings Bhd swung back to the black in its third quarter ended April 30, 2021 (3QFY21) with a net profit of RM24m, compared with a net loss of RM2.3m a year earlier, due to higher revenue and cost control initiatives. In a bourse filing, the jeweller said revenue more than doubled to RM364.2m, from RM112.5m in 3QFY20, thanks to higher demand for gold investment products, such as gold bars, wafers and gold jewellery items. *(The Edge)*

- **TRC Synergy unit secures RM43m maintenance contract**

TRC Synergy Bhd's unit has secured a RM43m maintenance contract from BHIC Submarine Engineering Services Sdn Bhd to maintain the Royal Malaysian Navy Submarine Base in Kota Kinabalu, Sabah. TRC said in a bourse filing that its wholly-owned Trans Resources Corp Bhd accepted the two-year award on May 28. *(The Edge)*



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Macro Bits

Global

- [Millions of missing jobs should make inflation hawks think twice](#) One reason why so many policy makers are refusing to panic about inflation is that the world economy is still short so many millions of jobs. (*Bloomberg*)
- [UK and Australia agree 'comprehensive and ambitious' free trade deal](#) Britain and Australia announced a free trade deal on Tuesday which the British government hailed as an important step in building new trade relationships following its departure from the European Union. (*Reuters*)

Malaysia

- [Four-phase strategy to exit the COVID-19 crisis](#) On June 15, Prime Minister Tan Sri Muhyiddin Yassin announced the National Recovery Plan, a phased exit strategy from the COVID-19 crisis and the Movement Control Order (MCO), which will be enacted from June to December 2021. The National Recovery Plan is long overdue to ensure Malaysia exit the pandemic speedily. Of importance is the fact that it takes into account both the daily average cases and percentage of the population vaccinated as the yardstick to measure progress. (*See Economic Viewpoint: COVID-19: National Recovery Plan*)
- [PM: Parliament can reconvene in September or October with strict SOPs](#) Prime Minister Tan Sri Muhyiddin Yassin has given his commitment that Parliament will reconvene when the nation enters Phase 3 of the National Recovery Plan in September or October. (*The Edge Markets*)
- [Govt confident daily vaccine jabs to pass 300,000 in coming months, says Muhyiddin](#) The government is confident of administering more than 300,000 doses of daily vaccination jab per day in the coming months, said Prime Minister Tan Sri Muhyiddin Yassin. (*The Edge Markets*)
- [Muhyiddin: Malaysia suffers RM1.0b losses throughout MCO 3.0](#) The government has suffered losses of RM1.0b daily throughout the current Movement Control Order 3.0 (MCO 3.0), said Prime Minister Tan Sri Muhyiddin Yassin. (*The Edge Markets*)
- [Govt to review policy involving foreigners in the country, says Hamzah](#) The Home Ministry will review and issue a policy involving foreigners to resolve problems that arise which have an impact on local communities, said Minister Datuk Seri Hamzah Zainudin. (*The Edge Markets*)
- [BNM: Malaysia's daily forex turnover dips below USD10.0b for first time since June 2](#) Malaysia's daily foreign exchange (forex) turnover fell to USD9.87b (about RM40.66b) yesterday (Monday, June 14) from RM10.1b on Friday (June 11), according to latest updates on Bank Negara Malaysia's (BNM) website. (*The Edge Markets*)

Asia Pacific

- [Exports surged to highest since January 2010 in May due to base effect](#) Exports' YoY growth spiked to a 136-month high in May (58.8%; consensus: 57.5%; Apr: 52.0%) above market expectations. The higher export growth was mainly associated with the low base effect. 2021 export growth forecast remained at 15.1% (2020: -2.6%), but downside risks to persist. (*See Economic Viewpoint: Indonesia External Trade*)
- [China c.bank injects 200 bln yuan through medium-term loans](#) China's central bank rolled over maturing medium-term loans on Tuesday, while keeping the interest rate unchanged for the 14th month in a row. (*Reuters*)
- [BOJ is said to see no need for extra bond-buying tweaks for now](#) The Bank of Japan remains convinced it doesn't need to take any further measures to improve the functioning of the government debt market for now after offering more clarity on its bond-buying operations, according to people familiar with the matter. (*Bloomberg*)

Americas

- [U.S. retail sales fall as spending shifts back to services; producer prices rise](#) U.S. retail sales dropped more than expected in May, with spending rotating back to services from goods as vaccinations allow Americans to travel and engage in other activities that had been restricted by the COVID-19 pandemic. (*Reuters*)
- [U.S. manufacturing output accelerates in May on autos](#) Production at U.S. factories increased more than expected in May as motor vehicle output rebounded, but shortages of raw materials and labor continue to cast a shadow over the manufacturing industry. (*Reuters*)

Europe

- [UK payrolled employees surge by 197,000 in May](#) The number of employees on British company payrolls in May surged by 197,000 from April as COVID restrictions eased and pubs and restaurants resumed indoor service, tax data showed on Tuesday. (*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
EURO HOLDINGS BHD	1.720	12.74	7.36	0.60	1.720
POWER ROOT BHD	1.350	22.73	20.42	21.52	1.350
GENTING PLANTATIONS BHD	7.480	25.28	24.15	22.50	7.390
AT SYSTEMATIZATION BHD	0.070	26.99	18.91	1.12	0.070
MEDIA PRIMA BHD	0.455	29.27	23.65	22.39	0.430

*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
AMCORP PROPERTIES BHD	0.880	84.66	78.59	15.08	0.895
KOBAY TECHNOLOGY BHD	2.740	81.01	83.15	85.14	2.790
YTL HOSPITALITY REIT	0.960	79.62	86.82	96.58	0.970
SAM ENGINEERING & EQUIPMENT	7.180	75.63	82.68	90.66	7.180
MANULIFE HOLDINGS BHD	2.590	74.89	77.90	80.20	2.610
HARBOUR-LINK GROUP BHD	1.080	74.49	83.05	99.38	1.100
MPHB CAPITAL BHD	1.630	74.09	76.41	68.83	1.760
FORMOSA PROSONIC INDS BHD	2.950	72.22	78.94	94.32	2.980
RCE CAPITAL BHD	2.970	71.04	74.07	81.21	3.000

*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 BHD-D	0.030	11.06	10.06	0.97	0.030	10/12/2021
EURO HOLDINGS BHD-CA	0.015	15.23	11.27	1.92	0.015	31/1/2022
S&P 500 INDEX-HT	0.120	23.70	20.07	2.35	0.120	20/9/2021
JCY INTERNATIONAL BHD-C9	0.005	24.58	21.42	4.19	0.005	29/7/2021
SERN KOU RESOURCE BHD-WA	0.445	25.72	22.54	23.16	0.390	20/3/2023
EURO HOLDINGS BHD-CB	0.005	26.61	23.63	12.18	0.005	17/11/2021
GENTING MALAYSIA BHD-C97	0.080	26.67	27.33	64.50	0.040	17/11/2021
TOP GLOVE CORP BHD-D	0.005	27.62	18.42	0.54	0.005	30/7/2021
MALAYAN BANKING BHD-C77	0.030	28.61	17.88	0.33	0.030	14/10/2021
HANG SENG INDEX-GM	0.010	28.88	25.01	23.60	0.010	29/6/2021
WEGMANS HOLDINGS BHD-WA	0.050	29.10	24.55	7.11	0.045	13/1/2022
TOP GLOVE CORP BHD-L	0.060	29.72	24.27	14.69	0.055	8/10/2021

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
IJM PLANTATIONS BHD-CE	0.355	88.01	92.05	96.58	0.360	17/12/2021
INSAS BHD-WC	0.290	74.00	79.53	90.40	0.305	28/2/2026

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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