

27 July 2021

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BURSA	26-Jul	Day chg	% chg
KLCI	1,512.5	-10.91	-0.72%
FTSE EMAS	11,094.3	-83.8	-0.75%
FTSE Smallcap	15,680.1	-153.57	-0.97%
FTSE MESDAQ	7,323.5	-99.7	-1.34%
KLSE Mkt Cap (RM'b)	1,673.6	-13.0	-0.77%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	48.2	40.9%
Local Retail	90.9	42.6%
Foreign	-139.1	16.5%

INDICES	26-Jul	Day chg	% chg
Dow Jones	35,144.3	82.8	0.24%
S&P 500	4,422.3	10.5	0.24%
NASDAQ	14,840.7	3.7	0.03%
FTSE-100	7,025.4	-2.1	-0.03%
Nikkei 225	27,833.3	N.A.	N.A.
SHCOMP	3,467.4	-83.0	-2.34%
HSI	26,192.3	-1,129.7	-4.13%
STI	3,139.0	-18.1	-0.57%
KOSPI	3,225.0	-29.5	-0.91%
TWSE	17,403.6	-169.4	-0.96%
JCI	6,106.4	4.704	0.08%
SET	N.A.	N.A.	N.A.

FOREX	26-Jul	23-Jul	% chg
USD/MYR:	4.2310	4.2265	0.11%
EUR/USD:	1.1792	1.1771	0.18%
GBP/USD:	1.3785	1.3748	0.27%
USD/YEN:	110.30	110.55	-0.23%
USD/SGD:	1.3602	1.3607	-0.04%
USD/HKD:	7.7776	7.7700	0.10%

KEY STATS

KLCI Spot			
Vol (m shares):	4,818.8	5,416.0	-11.03%
Value (RMm):	2,795.8	3,207.3	-12.83%
KLCI Future			
July-21	1,515.5	1,524.5	-0.59%
August-21	1,512.0	1,521.0	-0.59%
CPO Price (RM/tonne)	4,383.0	4,271.0	2.62%
Soybean (US\$/bu)	1,412.8	1,401.0	0.84%
SoyOil (US\$/lb)	65.2	64.4	1.20%
Gold (US\$/troy oz)	1,799.2	1,801.8	-0.14%
Nymex crude oil (US\$/bbl)	71.9	72.1	-0.22%
Latex (RM/kg)	4.74	4.77	-0.63%
Tin (US\$/mt)	35,746.00	35,460.0	0.81%

Research Highlights

NEWS HIGHLIGHTS

- DNeX completes acquisition of 60% interest in SilTerra from Khazanah
- Serba Dinamik nominates Nexia as new external auditor
- BCM Alliance partners HK firm to penetrate into virus reduction devices business
- YBS International says FY21 annual report delayed by one month due to disruption in service provider's ops
- Majuperak to lead purchase of vaccines for Perak Vaccine Programme

MACRO BITS

- In 'frank' talks, China accuses U.S. of creating 'imaginary enemy'
 - Delta variant raises global exposure to 'political risk' and economic slowdown, report finds
 - Most states expected to move into Phase 4 of National Recovery Plan in October at the earliest — PM
 - Govt to announce National Recovery Plan continuation, fine-tune economic recovery measures during 12MP, Budget 2022 tabling — PM
 - Govt will not advise Agong to extend state of emergency beyond Aug 1, says de facto law minister Takiyuddin
 - Malaysia records highest daily fatalities at 207 as ICU patients surge past 1,000, but new cases drop to 14,516 on July 26
 - Govt to spend RM1.2b to extend contracts for 14,000 medical, dental officers, pharmacists, says Tengku Zafrul
 - China's ongoing recovery showed signs of weakness in July
 - China jobs: inside the world's biggest workforce
 - Singapore's 'living with Covid-19' plan includes relaxed rules, quarantine-free travel from September
 - Indonesia's easing of COVID-19 curbs seen driven by economics
 - Fed meeting may test low U.S. Treasury yields
 - Fed now facing twin inflation, growth risks as virus jumps and supply chains falter
 - German Ifo business climate index falls unexpectedly
 - BOE doves are in command as Vlieghe opposes curtailing stimulus
- IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)**
- Results Note: IGBREIT
 - On Our Technical Watch: RGTBHD, MFLOUR

#	Top Volume				Top Gainer				Top Loser			
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	TOPGLOV	4.10	-1.0	17.20	PMETAL	4.90	1.5	4.97	HARTA	7.39	-4.0	4.16
2	PBBANK	4.00	-0.5	15.90	GENM	2.81	0.7	2.98	MISC	6.68	-2.6	1.27
3	CIMB	4.49	-0.4	5.23	GENTING	4.81	0.6	3.43	HAPSENG	7.71	-2.2	0.17
4	PMETAL	4.90	1.5	4.97	PETGAS	15.60	-0.1	0.45	SIMEPLT	3.58	-1.9	1.16
5	HARTA	7.39	-4.0	4.16	TM	6.00	-0.2	1.39	MAXIS	4.31	-1.8	1.06
6	MRDIY	3.48	-0.3	3.90	NESTLE	133.00	-0.2	0.05	HLBANK	18.10	-1.6	0.69
7	MAYBANK	8.00	-0.4	3.79	MRDIY	3.48	-0.3	3.90	IOICORP	3.66	-1.4	1.00
8	DIALOG	2.85	-0.7	3.73	TENAGA	9.70	-0.3	2.12	DIGI	4.14	-1.2	1.62
9	GENTING	4.81	0.6	3.43	MAYBANK	8.00	-0.4	3.79	HLFG	17.54	-1.1	0.09
10	GENM	2.81	0.7	2.98	CIMB	4.49	-0.4	5.23	KLK	19.46	-1.0	0.26

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **DNeX completes acquisition of 60% interest in SilTerra from Khazanah**

Dagang Nexchange Bhd (DNeX) announced that it has completed the acquisition of 60% equity interest in SilTerra Malaysia Sdn Bhd (SilTerra) from Khazanah Nasional Bhd. In a statement, the group said following completion of the acquisition, DNeX is now the majority shareholder of SilTerra. *(The Edge)*

- **Serba Dinamik nominates Nexia as new external auditor**

Serba Dinamik Holdings Bhd has nominated Nexia SSY PLTS as its new external auditor for the financial year ended June 30, 2021, following the departure of KPMG PLT a month ago. In a statement, Serba Dinamik said the appointment will be subject to professional clearance from KPMG, in accordance with Section 320 By-Law of the Malaysian Institute of Accountants (MIA), following which further announcements will be made. *(The Edge)*

- **BCM Alliance partners HK firm to penetrate into virus reduction devices business**

BCM Alliance Bhd, which distributes commercial laundry equipment and medical devices, is teaming up with Hong Kong-based rLoop Ltd to manufacture and assemble virus attenuation devices using photon-mediated electrons and emitters under rLoop's own brand name "rGuard". In a bourse filing, BCM Alliance said its wholly-owned subsidiary BC Medicare Sdn Bhd has entered into a memorandum of understanding (MoU) with rLoop on the proposed project. *(The Edge)*

- **YBS International says FY21 annual report delayed by one month due to disruption in service provider's ops**

YBS International Bhd, which engages in the precision engineering and precision injection moulding services, said its annual report for the financial year ended March 31, 2021 (FY21) will be issued one month later, that is, by Aug 31. It said the extension of time for the issuance of its FY21 annual report is due to disruption in operations of service provider, that is, the printer and mailer for the distribution of its annual report, and pending engagement of service provider for its virtual annual general meeting. *(The Edge)*

- **Majuperak to lead purchase of vaccines for Perak Vaccine Programme**

Property and construction outfit Majuperak Holdings Bhd, the 50.1%-owned associate of Perak State Development Corp (PSDC), will be leading the purchase of vaccines for the Perak Vaccine Programme (PVP) for PSDC, which has been granted the authority to lead the purchase of vaccines for the PVP by the Perak state government. In a statement, Majuperak said the group is taking the lead to ensure a consistent and authorised supply of the vaccines to address the need for a greater supply for the state, following the federal government's recent approval for state governments and the private sector to purchase vaccines. *(The Edge)*

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Macro Bits

Global

- [In 'frank' talks, China accuses U.S. of creating 'imaginary enemy'](#) A top Chinese diplomat took a confrontational tone on Monday in rare high-level talks with the United States, accusing it of creating an "imaginary enemy" to divert attention from domestic problems and suppress China. (*Reuters*)
- [Delta variant raises global exposure to 'political risk' and economic slowdown, report finds](#) The Delta variant of the coronavirus, when factored together with a number of persistent economic issues being seen throughout the world, could lead to both political risks and greater social pressures, a new assessment has found. (*South China Morning Post*)

Malaysia

- [Most states expected to move into Phase 4 of National Recovery Plan in October at the earliest — PM](#) Prime Minister Tan Sri Muhyiddin Yassin today said that the government anticipates that most states will move into Phase 4 or the final phase of the National Recovery Plan (PPN) by October at the earliest. (*The Edge Markets*)
- [Govt to announce National Recovery Plan continuation, fine-tune economic recovery measures during 12MP, Budget 2022 tabling — PM](#) The government will announce the continuation of the National Recovery Plan (PPN) and fine-tune other economic recovery measures during the tabling of the 12th Malaysia Plan (12MP) and Budget 2022. (*The Edge Markets*)
- [Govt will not advise Agong to extend state of emergency beyond Aug 1, says de facto law minister Takiyuddin](#) The government has decided not to advise the Yang di-Pertuan Agong (YDPA) to extend the Proclamation of Emergency beyond Aug 1, according to de facto Law Minister Datuk Seri Takiyuddin Hassan. (*The Edge Markets*)
- [Malaysia records highest daily fatalities at 207 as ICU patients surge past 1,000, but new cases drop to 14,516 on July 26](#) Malaysia recorded the highest number of daily fatalities at 207 on Monday, pushing the national death toll linked to the coronavirus to 8,201. (*The Edge Markets*)
- [Govt to spend RM1.2b to extend contracts for 14,000 medical, dental officers, pharmacists, says Tengku Zafrul](#) The government has agreed to extend the contracts of about 14,000 medical doctors, dentists and pharmacists for a period of two years (or 7,000 per cohort/year) which will involve a financial implication of RM1.2b. (*The Edge Markets*)

Asia Pacific

- [China's ongoing recovery showed signs of weakness in July](#) China's economy continued its stable pace of recovery in July, though there were some signs of weakness as property sales slumped, small business confidence slipped and the stock market fell. (*Bloomberg*)
- [China jobs: inside the world's biggest workforce](#) China has always placed a high priority on support for the job market, seeing a high level of employment as being the main ingredient in overall social stability. In addition, the working element of the country's 1.4b population is crucial to driving economic growth. (*South China Morning Post*)
- [Singapore's 'living with Covid-19' plan includes relaxed rules, quarantine-free travel from September](#) Tighter restrictions for fully vaccinated residents in Singapore could be eased before August 18, with quarantine-free travel on the cards in the months ahead, finance minister Lawrence Wong said on Monday. (*South China Morning Post*)
- [Indonesia's easing of COVID-19 curbs seen driven by economics](#) Indonesia's decision to relax some COVID-19 curbs this week, despite reporting record-high deaths in recent days, is being driven by social and economic concerns rather than epidemiological advice, public health experts said on Monday. (*Reuters*)

Americas

- [Fed meeting may test low U.S. Treasury yields](#) The USD22.0t market for U.S. Treasury securities may get a reality check from the Federal Reserve this week following a plunge in interest rates that bucked expectations of higher yields this year as the economy rebounds from the COVID-19 pandemic. (*Reuters*)
- [Fed now facing twin inflation, growth risks as virus jumps and supply chains falter](#) A U.S. Federal Reserve divided over how to respond to fast-rising prices meets this week with the fresh complication of increased coronavirus infections and a global supply chain that, far from sorting out its problems, may be headed for more inflation-inducing trouble. (*Reuters*)

Europe

- [German Ifo business climate index falls unexpectedly](#) German business morale fell unexpectedly in July on continuing supply chain worries and amid rising coronavirus infections, a survey showed on Monday. (*Reuters*)
- [BOE doves are in command as Vlieghe opposes curtailing stimulus](#) It's too early to tighten U.K. monetary policy, at least until there are clearer data on how the labor market copes when government support measures are unwound. (*Bloomberg*)



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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
BURSA MALAYSIA BHD	7.580	20.63	18.80	14.97	7.500
EURO HOLDINGS BHD	0.760	26.82	27.37	8.72	0.550
WAH SEONG CORP BHD	0.645	27.92	24.02	26.13	0.635
PERUSAHAAN SADUR TIMAH MALAY	3.850	28.09	21.94	11.07	3.840

*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
MULPHA INTERNATIONAL BHD	2.320	78.74	78.05	63.29	2.430
GENETEC TECHNOLOGY BHD	18.720	75.18	72.24	68.06	19.460
FAVELLE FAVCO BHD	2.260	74.68	82.94	95.40	2.260
AEMULUS HOLDINGS BHD	1.040	74.62	79.78	89.23	1.100
HEXTAR GLOBAL BHD	1.290	73.89	77.28	61.10	1.350
AMCORP PROPERTIES BHD	0.895	72.61	70.25	96.23	0.900
ELSOFT RESEARCH BHD	0.865	72.16	76.00	89.39	0.870

*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
ECO WORLD DEVELOPMENT GROUP BHD-WA	0.030	23.11	20.56	27.20	0.030	26/3/2022
HANG SENG TECH INDEX-C1	0.005	24.39	15.95	2.76	0.005	29/9/2021
CANSINO BIOLOGICS INC-C2	0.120	24.65	13.72	0.68	0.120	24/2/2022
HANG SENG INDEX-IQ	0.210	25.22	23.29	15.17	0.210	30/12/2021
PUBLIC BANK BHD-C62	0.025	27.91	23.73	15.66	0.025	14/10/2021
MALAYSIAN RESOURCES CORP BHD-WB	0.075	27.98	22.57	3.66	0.075	29/10/2027
ECO WORLD INTERNATIONAL BHD-WA	0.015	28.65	27.46	29.50	0.015	4/4/2022
HANG SENG INDEX-IA	0.035	28.96	25.25	16.33	0.030	29/9/2021
HANG SENG INDEX-IE	0.090	29.48	25.76	13.04	0.080	28/10/2021
HANG SENG INDEX-FW	0.025	29.58	24.78	7.69	0.020	30/8/2021

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
BIOALPHA HOLDINGS BHD-WA	0.090	77.89	87.80	99.02	0.095	5/1/2022
HARN LEN CORP BHD-WB	0.320	77.34	84.05	97.16	0.325	19/9/2026
SERSOL BHD-WA	0.195	75.34	81.71	92.33	0.215	18/4/2023
GLOBALTEC FORMATION BHD-WA	0.150	73.84	80.29	95.64	0.190	17/12/2021
SAMAIDEN GROUP BHD-WA	0.405	72.72	78.93	96.22	0.460	21/6/2026

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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