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BURSA	27-Jul	Day chg	% chg
KLCI	1,514.6	2.07	0.14%
FTSE EMAS	11,099.3	5.0	0.05%
FTSE Smallcap	15,599.8	-80.34	-0.51%
FTSE MESDAQ	7,251.2	-72.3	-0.99%
KLSE Mkt Cap (RM'b)	1,672.8	-13.8	-0.82%

**BURSA DAILY TRADING PARTICIPATION**

Participation	Net (RM'm)	Value (%)
Local Institution	-4.8	41.4%
Local Retail	56.6	39.2%
Foreign	-51.8	19.4%

INDICES	27-Jul	Day chg	% chg
Dow Jones	35,058.5	-85.8	-0.24%
S&P 500	4,401.5	-20.8	-0.47%
NASDAQ	14,660.6	-180.1	-1.21%
FTSE-100	6,996.1	-29.4	-0.42%
Nikkei 225	27,970.2	136.9	0.49%
SHCOMP	3,381.2	-86.3	-2.49%
HSI	25,086.4	-1,105.9	-4.22%
STI	3,138.8	-0.2	-0.01%
KOSPI	3,232.5	7.6	0.24%
TWSE	17,269.9	-133.7	-0.77%
JCI	6,097.0	-9.345	-0.15%
SET	1,537.6	N.A.	N.A.

FOREX	27-Jul	26-Jul	% chg
USD/MYR:	4.2330	4.2310	0.05%
EUR/USD:	1.1789	1.1792	-0.03%
GBP/USD:	1.3793	1.3785	0.06%
USD/YEN:	110.12	110.30	-0.16%
USD/SGD:	1.3608	1.3602	0.04%
USD/HKD:	7.7825	7.7776	0.06%

**KEY STATS**

KLCI Spot			
Vol (m shares):	4,376.6	4,818.8	-9.18%
Value (RMm):	2,671.5	2,795.8	-4.45%
KLCI Future			
July-21	1,514.0	1,515.5	-0.10%
August-21	1,510.5	1,512.0	-0.10%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,418.3	1,412.8	0.39%
SoyOil (USc/lb)	64.4	65.2	-1.20%
Gold (US\$/troy oz)	1,799.8	1,799.2	0.03%
Nymex crude oil (US\$/bbl)	71.7	71.9	-0.36%
Latex (RM/kg)	4.81	4.74	1.48%
Tin (US\$/mt)	N.A.	35,746.0	N.A.

# Research Highlights

**NEWS HIGHLIGHTS**

- DNeX sees new digital trade platform's revenue growing 300%
- Globetronics 2Q net profit jumps 25% on higher volume loadings, better product mix
- TH Heavy Engineering gets arbitration notice over alleged failure to fund JV firm
- Kanger gets shareholders nod to acquire 51pc stake in Sun Master
- ACO Group to leverage on Focus Electrical in expanding footprint in East Coast of Malaysia

**MACRO BITS**

- IMF lifts growth forecasts for rich nations, dims outlook for developing world
- Beijing warns US risks disaster if Biden team continues 'wrong China policies' of Trump
- Malaysia's unemployed graduates rose 22.5% in 2020
- Business gross operating surplus decreased by 6.9% in 2020 — DOSM
- Housing development sector allowed to operate under National Recovery Plan Phase 1
- Entrepreneur development ministry submits proposed enhanced SOPs to expedite opening of MSME sector
- Malaysia's daily Covid-19 vaccine doses administered hit record high of 521,923 on July 26
- Strategic plans to drive ruminant industry to optimum level, says Ronald Kiandee
- IMF cuts emerging Asia growth forecast on COVID-19 resurgence
- Burden is on fiscal policies to support struggling Southeast Asian economies — Moody's Analytics
- China's industrial profit growth slows in June on high raw material prices
- U.S. core capital goods orders and shipments rise solidly in June
- U.S. consumer confidence holds steady at a 17-month high in July
- UK retail sales dip slightly in July after post-lockdown jump-CBI
- Spain keeps unchanged 2021 and 2022 GDP growth forecasts

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

- Results Note: KOSSAN
- On Our Technical Watch: PESTECH, LYC

#	Top Volume			Top Gainer	Price	%Chg (+/-)	Vol (m)	Top Loser	Price	%Chg (+/-)	Vol (m)
	Stock	Price	%Chg (+/-)								
1	PBBANK	4.01	0.3	MISC	6.83	2.3	0.63	TOPGLOV	4.00	-2.4	23.20
2	TOPGLOV	4.00	-2.4	IOICORP	3.72	1.6	0.84	PETDAG	18.26	-1.8	0.24
3	CIMB	4.53	0.9	PPB	18.40	1.1	0.31	HLFG	17.30	-1.4	0.05
4	GENM	2.83	0.7	IHH	5.83	1.0	3.47	HARTA	7.30	-1.2	3.27
5	GENTING	4.84	0.6	DIGI	4.18	1.0	0.95	RHBBANK	5.10	-0.6	1.29
6	MAYBANK	8.00	0.0	SIME	2.19	0.9	3.01	AXIATA	3.82	-0.5	1.17
7	IHH	5.83	1.0	CIMB	4.53	0.9	8.01	PICHEM	7.95	-0.5	2.33
8	HARTA	7.30	-1.2	GENM	2.83	0.7	7.08	MAXIS	4.29	-0.5	0.71
9	PMETAL	4.90	0.0	HLBANK	18.22	0.7	0.58	KLK	19.40	-0.3	0.26
10	SIME	2.19	0.9	GENTING	4.84	0.6	5.64	HAPSENG	7.70	-0.1	0.09

Notes: # KL Composite Index (FBMKLCI) component stocks

## Corporate News

- **DNeX sees new digital trade platform's revenue growing 300%**

Dagang NeXchange Bhd (DNeX), which had today launched its digital trade and logistics platform known as SealNet to provide users with one-stop cloud-based logistics and cross-border services, expects SealNet's revenue to grow about 300% from a low base as DNeX positions SealNet as a global digital trade connector. In a statement issued to reporters covering SealNet's virtual launch, DNeX said SealNet is targeted at importers, exporters, manufacturers and trade-related businesses. DNeX said, "SealNet empowers customers with a platform that is easy to use and can be accessed anytime, anywhere in real time." (*The Edge*)

- **Globetronics 2Q net profit jumps 25% on higher volume loadings, better product mix**

Miniaturised optical sensors manufacturer Globetronics Technology Bhd saw its net profit jump 24.5% to RM6.2m in the second quarter ended June 30, 2021 (2QFY21) from RM5.0m a year earlier, on higher volume loadings and a better mix of products. As a result, earnings per share rose to 0.93 sen from 0.75 sen. Its quarterly revenue grew by 3.3% to RM46.4m in 2QFY21 from RM44.9m a year earlier, its filing with the local bourse showed. For the cumulative six-month period ended June 30, 2021 (6MFY21), its net profit rose 18.1% to RM18.8m from RM15.9m a year before, while cumulative revenue expanded 3% to RM101.8m for 6MFY21 from RM98.8m for 6MFY20. (*The Edge*)

- **TH Heavy Engineering gets arbitration notice over alleged failure to fund JV firm**

TH Heavy Engineering Bhd (THHE) has received an arbitration notice from Coral Intoil Sdn Bhd (CISB) over alleged failure to provide funding to a firm established by the two companies to bid for hook-up and commissioning (HUC) jobs. The joint-venture (JV) firm, THHE Offshore Services Sdn Bhd, was set up in 2013 with THHE holding a 70% stake and CISB owning the remaining 30%. "CISB alleges, among others, that THHE failed to provide the required funding to the JV company pursuant to the express terms of the JV agreement," THHE said in a bourse filing. (*The Edge*)

- **Kanger gets shareholders nod to acquire 51pc stake in Sun Master**

Kanger International Bhd (Kanger) has received shareholders approval for the 51 per cent acquisition of Sung Master Holdings Sdn Bhd (SMSB). Kanger executive director said the acquisition of SMSB represents a significant step in the company's strategic plans to develop new income streams complementary to its recent diversification into the property-related and construction business segments. (*NST Business*)

- **ACO Group to leverage on Focus Electrical in expanding footprint in East Coast of Malaysia**

ACO Group Bhd will accelerate plans to expand geographical footprint in the east coast of Malaysia, leveraging on the company's 49 per cent acquisition of Focus Electrical Malaysia Sdn Bhd (FESB) for RM7.3m which was completed on 30 November 2020. According to group managing director, the company's investment in FESB is a strategic call and significantly enhances ACO Group's market reach as it expedites expansion plans into new states across Peninsular Malaysia. (*NST Business*)



## Macro Bits

### Global

- [IMF lifts growth forecasts for rich nations, dims outlook for developing world](#) The International Monetary Fund on Tuesday maintained its 6.0% global growth forecast for 2021, upgrading its outlook for the United States and other wealthy economies but cutting estimates for a number of developing countries struggling with surging COVID-19 infections. *(Reuters)*
- [Beijing warns US risks disaster if Biden team continues 'wrong China policies' of Trump](#) Chinese Foreign Minister Wang Yi blamed US President Joe Biden's administration for continuing the "wrong China policies" of Donald Trump, warning that it risked "big disaster" if Washington did not take remedial action. *(South China Morning Post)*

### Malaysia

- [Malaysia's unemployed graduates rose 22.5% in 2020](#) Malaysia saw its number of unemployed graduates rise 22.5% last year to 202,400 from 165,200 in 2019, the latest report from the Department of Statistics Malaysia (DOSM) revealed. *(The Edge Markets)*
- [Business gross operating surplus decreased by 6.9% in 2020 — DOSM](#) Malaysia's gross operating surplus (GOS) slumped 6.9% in 2020 compared with 3.7% in 2019 — the lowest since 2009 (-12.6%) — due to lower capacity of production, according to the Department of Statistics Malaysia (DOSM). *(The Edge Markets)*
- [Housing development sector allowed to operate under National Recovery Plan Phase 1](#) The housing development sector is allowed to operate under Phases 1 and 2 of the National Recovery Plan (PPN) effective immediately, said the Ministry of Housing and Local Government (KPKT) today. *(The Edge Markets)*
- [Entrepreneur development ministry submits proposed enhanced SOPs to expedite opening of MSME sector](#) The Ministry of Entrepreneur Development and Cooperatives (MEDAC) today submitted a proposed set of enhanced standard operating procedures (SOPs) to the government to help speed up the opening of the micro, small and medium enterprise (MSME) sector, particularly the FCLO (first to close, last to open) categories, safely. *(The Edge Markets)*
- [Malaysia's daily Covid-19 vaccine doses administered hit record high of 521,923 on July 26](#) Malaysia's daily number of administered Covid-19 vaccines hit a record high of 521,923 doses yesterday (July 26), compared with 399,135 the day before. *(The Edge Markets)*
- [Strategic plans to drive ruminant industry to optimum level, says Ronald Kiandee](#) The National Beef Industry Development Strategic Plan (BIF PLAN) 2021-2025 and the National Dairy Industry Development Strategic Plan (DAIRY PLAN) were launched today to drive the country's ruminant industry to the optimum level. *(The Edge Markets)*

### Asia Pacific

- [IMF cuts emerging Asia growth forecast on COVID-19 resurgence](#) The International Monetary Fund on Tuesday cut this year's economic growth forecast for emerging Asia, as a spike in coronavirus cases from new variants and slow vaccinations cloud the region's recovery prospects. *(Reuters)*
- [Burden is on fiscal policies to support struggling Southeast Asian economies — Moody's Analytics](#) As central banks have little monetary support space left, the onus is on fiscal policies to do the heavy lifting in Southeast Asia, where Covid-19 infection rates are rising as the Delta variant sweeps the region, according to Moody's Analytics. *(The Edge Markets)*
- [China's industrial profit growth slows in June on high raw material prices](#) Profit growth at China's industrial firms slowed for the fourth straight month in June, as high raw material prices weighed on factories' margins, pointing to some weakness in the recovery of the world's second-biggest economy. *(Reuters)*

### Americas

- [U.S. core capital goods orders and shipments rise solidly in June](#) New orders for key U.S.-made capital goods increased solidly in June despite supply constraints hampering production at some factories, suggesting business spending on equipment could remain strong beyond the second quarter. *(Reuters)*
- [U.S. consumer confidence holds steady at a 17-month high in July](#) U.S. consumer confidence hovered at a 17-month high in July, suggesting the economy maintained its strong growth clip at the start of the third quarter. *(Reuters)*

### Europe

- [UK retail sales dip slightly in July after post-lockdown jump-CBI](#) British retailers reported only a slight slowdown in July after sales growth hit its highest in almost three years in June, the first full month after non-essential shops reopened from a coronavirus shutdown, industry data showed on Tuesday. *(Reuters)*
- [Spain keeps unchanged 2021 and 2022 GDP growth forecasts](#) The Spanish government kept unchanged its economic growth forecast for this year at 6.5% as it was set in April, Economy Minister Nadia Calvino said on Tuesday. *(Reuters)*

28 July 2021

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
BURSA MALAYSIA BHD	7.530	18.14	15.14	7.01	7.500
DAYANG ENTERPRISE HLDGS BHD	1.140	26.26	21.87	11.68	1.130
EURO HOLDINGS BHD	0.745	26.31	26.28	6.78	0.550
SOLUTION GROUP BHD	0.960	28.06	21.93	8.05	0.935
PERUSAHAAN SADUR TIMAH MALAY	3.850	28.09	21.94	11.07	3.840
NAIM HOLDINGS BERHAD	0.665	29.97	24.13	8.01	0.665

\*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
GENETEC TECHNOLOGY BHD	20.400	78.92	78.21	85.84	20.400
FAVELLE FAVCO BHD	2.270	76.65	84.83	96.49	2.280
AMCORP PROPERTIES BHD	0.895	72.61	70.25	96.23	0.910
AEMULUS HOLDINGS BHD	1.030	72.31	76.16	76.94	1.100
ELSOFT RESEARCH BHD	0.865	72.16	76.00	89.39	0.910
KESM INDUSTRIES BHD	12.460	70.39	77.31	93.57	12.600
GENETEC TECHNOLOGY BHD	20.400	78.92	78.21	85.84	20.400
FAVELLE FAVCO BHD	2.270	76.65	84.83	96.49	2.280
AMCORP PROPERTIES BHD	0.895	72.61	70.25	96.23	0.910
AEMULUS HOLDINGS BHD	1.030	72.31	76.16	76.94	1.100

\*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-WA	0.025	20.64	17.30	16.88	0.025	26/3/2022
HSTECH-C7	0.090	20.85	17.52	6.32	0.080	29/11/2021
HANG SENG IND-WA	0.130	22.73	20.02	10.31	0.105	30/12/2021
HSTECH-C9	0.065	23.55	20.70	9.79	0.060	30/12/2021
CANSINO BIOLO-C2	0.115	23.97	13.07	0.58	0.105	24/2/2022
ISHARES FTSE-C78	0.030	26.24	20.88	4.02	0.030	31/12/2021
ALIBABA GROUP-WA	0.015	27.30	24.32	11.41	0.015	30/12/2021
HANG SENG IND-WA	0.155	27.84	23.24	10.23	0.120	28/10/2021
MALAYSIAN RESOURCES-WB	0.075	27.98	22.57	3.66	0.070	29/10/2021
HANG SENG IND-WA	0.030	28.40	24.40	14.37	0.025	29/9/2021
S&P 500 INDEX-HV	0.765	28.54	29.70	15.21	0.745	20/12/2021

Source: Bloomberg

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D
HANG SENG IND-WA	0.605	76.60	82.80	95.07	0.695
HANG SENG IND-WA	0.615	76.27	82.52	94.49	0.690
COMFORT GLOVE BHD-WB	0.600	75.21	69.23	45.08	0.745
BIOALPHA HOLDINGS-WA	0.085	72.59	80.11	83.91	0.095

Source: Bloomberg

28 July 2021

**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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