

29 July 2021

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BURSA	28-Jul	Day chg	% chg
KLCI	1,515.4	0.79	0.05%
FTSE EMAS	11,092.2	-7.1	-0.06%
FTSE Smallcap	15,552.2	-47.58	-0.31%
FTSE MESDAQ	7,240.2	-11.1	-0.15%
KLSE Mkt Cap (RM'b)	1,672.3	-0.6	-0.04%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	5.7	40.64%
Local Retail	33.4	40.82%
Foreign	-39.1	18.54%

INDICES	28-Jul	Day chg	% chg
Dow Jones	34,930.9	-127.6	-0.36%
S&P 500	4,400.6	-0.8	-0.02%
NASDAQ	14,762.6	102.0	0.70%
FTSE-100	7,016.6	20.6	0.29%
Nikkei 225	27,581.7	-388.6	-1.39%
SHCOMP	3,361.6	-19.6	-0.58%
HSI	25,473.9	387.5	1.54%
STI	3,141.8	2.9	0.09%
KOSPI	3,236.9	4.3	0.13%
TWSE	17,135.2	-134.6	-0.78%
JCI	6,088.5	-8.526	-0.14%
SET	N.A.	N.A.	N.A.

FOREX	28-Jul	27-Jul	% chg
USD/MYR:	4.2343	4.2330	0.03%
EUR/USD:	1.1804	1.1789	0.13%
GBP/USD:	1.3881	1.3793	0.64%
USD/YEN:	109.97	110.12	-0.14%
USD/SGD:	1.3598	1.3608	-0.07%
USD/HKD:	7.7814	7.7825	-0.01%

KEY STATS

KLCI Spot			
Vol (m shares):	3,652.3	4,376.6	-16.55%
Value (RMm):	2,160.6	2,671.5	-19.13%
KLCI Future			
July-21	1,514.5	1,514.0	0.03%
August-21	1,512.5	1,510.5	0.13%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,432.0	1,418.3	0.97%
SoyOil (USc/lb)	64.9	64.4	0.84%
Gold (US\$/troy oz)			
Nymex crude oil (US\$/bbl)	72.4	71.7	1.03%
Latex (RM/kg)	4.90	4.85	1.14%
Tin (US\$/mt)	35,215.00	35,125.0	0.26%

Research Highlights

NEWS HIGHLIGHTS

- LCTitan 2QFY21 net profit retreats from record quarter in 1Q
- JAKS succeeds in appeal against order to pay damages to Star Media over corporate guarantee
- Glomac posts RM4.7m quarterly net profit amid pick-up in construction activities
- Gadang returns to the black in 4Q driven by construction and utility earnings
- Rhone Ma appointed exclusive distributor of Canada-based Citest's Covid 19 test kit in M'sia

MACRO BITS

- Fed signals taper decision closer as US economy makes 'progress'
- Raab calls for global vaccine drive as UK starts donating shots
- U.S. crude stockpiles slide as imports fall -EIA
- Exports beat expectations in June despite nationwide lockdown (See *Economic Viewpoint: Malaysia External Trade*)
- Covid-19: The immunisation timeline by state towards targeted October full inoculation
- Malaysia's economic fundamentals still strong, supported by stable capital market, liquidity
- Malaysian SMEs' GDP shrank 7.3% in 2020, more than overall economy's contraction of 5.6%
- Malaysia's 1H total trade up 26.0% to RM1.06t — MITI
- As Vietnam's coronavirus surge continues, lockdowns take their toll on factory output, small businesses
- Korea consumer confidence dips for first time in 2021 amid virus
- U.S. goods trade deficit widens; inventories rise
- Canada's annual inflation rate slows but remains above Bank of Canada target
- BoE set to keep full-speed stimulus despite split over inflation risk
- UK house prices fall in July as tax cut is scaled back-Nationwide

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Results Note: BURSA
- On Our Technical Watch: MI, ELSOFT
- Economic Viewpoint: MY External Trade, US FOMC Meeting

#	Top Volume			Top Gainer				Top Loser				
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	PBBANK	4.01	0.0	17.10	RHBBANK	5.18	1.6	1.73	KLK	19.14	-1.3	0.25
2	TOPGLOV	4.00	0.0	10.00	DIGI	4.24	1.4	0.97	PMETAL	4.84	-1.2	3.78
3	SIMEPLT	3.56	-0.6	5.48	PETDAG	18.50	1.3	0.13	GENM	2.80	-1.1	4.77
4	CIMB	4.51	-0.4	5.13	HLFG	17.48	1.0	0.05	IOICORP	3.69	-0.8	0.83
5	GENM	2.80	-1.1	4.77	MAXIS	4.32	0.7	0.49	GENTING	4.81	-0.6	2.77
6	PCHEM	7.99	0.5	4.48	HARTA	7.34	0.6	2.55	NESTLE	133.00	-0.6	0.01
7	PMETAL	4.84	-1.2	3.78	TENAGA	9.78	0.5	1.42	SIMEPLT	3.56	-0.6	5.48
8	MAYBANK	8.04	0.5	3.77	PETGAS	15.70	0.5	0.31	IHH	5.80	-0.5	1.65
9	GENTING	4.81	-0.6	2.77	PCHEM	7.99	0.5	4.48	CIMB	4.51	-0.4	5.13
10	MRDIY	3.50	0.0	2.73	MAYBANK	8.04	0.5	3.77	MISC	6.80	-0.4	1.44

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **LCTitan 2QFY21 net profit retreats from record quarter in 1Q**

Lotte Chemical Titan Holding Bhd's (LCTitan) net profit retreated 13.1% quarter-on-quarter (q-o-q) to RM382.3m for the second quarter ended June 30, 2021 (2QFY21), from a record of RM440m in 1QFY21, as higher feedstock prices started to catch up with the rise in selling prices of its petrochemical products. The rise brought the gross profit margin lower to 20% from 23% in 1QFY21, LCTitan said in a filing. Year-on-year (y-o-y), the latest quarterly results were still up 330.9% from RM88.7m as average selling prices (ASPs) remained higher by 69%. *(The Edge)*

- **JAKS succeeds in appeal against order to pay damages to Star Media over corporate guarantee**

JAKS Resources Bhd has succeeded in its appeal against the High Court decision requiring the company to pay damages to Star Media Group Bhd in relation to the latter's corporate guarantee claim. The claim is related to the balance purchase price of RM134.5m for the sale of a piece of land in Section 13, Petaling Jaya from Star Media to JAKS. Star Media filed the suit against JAKS on April 30, 2019, claiming a RM134.5m balance purchase price, along with late payment interest of RM43.2m, after attempting to call on the RM50m bank guarantee by JAKS. *(The Edge)*

- **Glomac posts RM4.7m quarterly net profit amid pick-up in construction activities**

Glomac Bhd posted a net profit of RM4.7m for the fourth quarter ended April 30, 2021 (4QFY21), versus a net loss of RM8.6m a year earlier, amid a pick-up in construction activities after the movement control order (MCO). The property developer proposed a final dividend of one sen per share for FY21. Revenue for the quarter jumped 98% to RM115.4m, from RM58.4m a year earlier, the group's bourse filing showed. *(The Edge)*

- **Gadang returns to the black in 4Q driven by construction and utility earnings**

Gadang Holdings Bhd returned to the black in the fourth quarter ended May 31, 2021, by posting a net profit of RM3.7m from a net loss of RM259,000, driven by profit from its construction and utility divisions. Gadang said in a bourse filing that its quarterly revenue rose 31.8% to RM152.3m from RM115.6m a year ago. The group has proposed the first and final dividend of 0.3 sen per share for the financial year ended May 31, 2021. The entitlement and payment dates of the dividend will be announced at a later date. *(The Edge)*

- **Rhone Ma appointed exclusive distributor of Canada-based Citest's Covid 19 test kit in Msia**

Rhone Ma Holdings Bhd has been appointed as the exclusive distributor of Canada-based Citest Diagnostics Inc's Covid-19 antigen rapid test kit in Malaysia. The animal health solutions provider said the distributorship agreement was signed by its indirect wholly-owned subsidiary APSN Healthcare & Diagnostics Sdn Bhd. The test kit to be distributed by APSN Healthcare has obtained the "recommended to be used" status from the Medical Device Authority of the Ministry of Health, Rhone Ma said in a bourse filing. *(The Edge)*



Macro Bits

Global

- [Fed signals taper decision closer as US economy makes 'progress'](#) The Federal Reserve signalled it was moving closer to the moment when it will withdraw its support for the US recovery by tapering the central bank's asset purchases, declaring that "progress" had been made towards meeting its economic goals. (*Financial Times*)
- [Raab calls for global vaccine drive as UK starts donating shots](#) British Foreign Secretary Dominic Raab warned that the world would not be adequately vaccinated until 2024 unless other countries joined Britain in donating shots to poorer nations, an effort that could bring that date forward to the middle of next year. (*Reuters*)
- [U.S. crude stockpiles slide as imports fall -EIA](#) U.S. crude oil stockpiles fell last week as imports dropped, while gasoline stocks and distillate inventories also declined, the Energy Information Administration said on Wednesday. (*Reuters*)

Malaysia

- [Exports beat expectations in June despite nationwide lockdown](#) Exports moderated to 27.2% YoY in June (May: 47.0%) but beating expectations (KIBB: 7.1%; consensus 11.0%). MoM (14.3%; May: -12.6%): rebounded sharply, a three-month high despite the imposition of nationwide total lockdown from June 1 amid a resurgence of COVID-19 cases. Exports forecast retained at 11.8% (2020: -1.1%) on solid external demand and continued manufacturing expansion. (*See Economic Viewpoint: Malaysia External Trade*)
- [Covid-19: The immunisation timeline by state towards targeted October full inoculation](#) The government has projected that the percentage of adults in Kuala Lumpur and Selangor that is fully vaccinated against Covid-19, which stood at 29.7% as of July 27, will reach 100.0% by the end of August. (*The Edge Markets*)
- [Malaysia's economic fundamentals still strong, supported by stable capital market, liquidity](#) Malaysia's economic fundamentals are still strong and its growth prospects for the medium term are still bright, supported by a stable capital market, while the financial sector has ample liquidity and capital buffer, said Finance Minister Tengku Datuk Seri Zafrul Abdul Aziz. (*The Edge Markets*)
- [Malaysian SMEs' GDP shrank 7.3% in 2020, more than overall economy's contraction of 5.6%](#) Malaysia's small and medium enterprises (SMEs) gross domestic product (GDP) in 2020 contracted 7.3%, sharper than the decline in Malaysia's GDP and non-SMEs GDP, which shrank 5.6% and 4.6% respectively, according to the Department of Statistics Malaysia (DOSM) chief statistician Datuk Seri Dr Mohd Uzir Mahidin. (*The Edge Markets*)
- [Malaysia's 1H total trade up 26.0% to RM1.06t — MITI](#) Malaysia's trade rose 26% to RM1.06t in the first half of this year (1H21), from the same period last year, according to the Ministry of International Trade and Industry (MITI). (*The Edge Markets*)

Asia Pacific

- [As Vietnam's coronavirus surge continues, lockdowns take their toll on factory output, small businesses](#) Vietnam's Covid-19 hotspot Ho Chi Minh City has twice extended its lockdown, hitting manufacturers trying to export items such as clothing. An economist said the fourth wave is more devastating for labour migrants, informal workers and those in service industries who cannot work from home. (*South China Morning Post*)
- [Korea consumer confidence dips for first time in 2021 amid virus](#) South Korean consumers turned less optimistic about the economy as the country grapples with its worst coronavirus outbreak to date, a development that will be closely watched by the central bank as it mulls when to start raising interest rates. (*Bloomberg*)

Americas

- [U.S. goods trade deficit widens; inventories rise](#) The U.S. trade deficit in goods increased in June as imports continued to rise amid strong economic activity, suggesting trade likely remained a drag on growth in the second quarter. (*Reuters*)
- [Canada's annual inflation rate slows but remains above Bank of Canada target](#) Canada's inflation rate slowed more than expected in June from a decade-high in May as food, transport and clothing costs eased, data showed on Wednesday, but some analysts said it might be only a brief reprieve. (*Reuters*)

Europe

- [BoE set to keep full-speed stimulus despite split over inflation risk](#) The Bank of England looks set to keep its stimulus running at full speed next week despite two policymakers breaking ranks to suggest that its nearly 900.0b pounds (USD1.2t) bond-buying scheme might have to end early as inflation speeds up. (*Reuters*)
- [UK house prices fall in July as tax cut is scaled back-Nationwide](#) British house prices fell in July after a coronavirus emergency tax break for buyers was scaled back at the end of June but demand for bigger homes as a result of the pandemic is likely to support the market, mortgage lender Nationwide said. (*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
DAYANG ENTERPRISE HLDGS BHD	1.060	19.94	14.42	4.20	1.050
SOLUTION GROUP BHD	0.900	23.31	16.25	3.96	0.890
EURO HOLDINGS BHD	0.715	25.26	24.12	4.06	0.550
PERUSAHAAN SADUR TIMAH MALAY	3.830	26.11	19.15	6.73	3.830
UEM EDGENTA BHD	1.580	28.43	22.46	11.35	1.570
KAREX BHD	0.475	28.89	28.49	10.89	0.460
GENTING PLANTATIONS BHD	6.680	29.01	29.78	27.17	6.610
NAIM HOLDINGS BERHAD	0.660	29.18	23.25	7.27	0.655
WAH SEONG CORP BHD	0.645	29.34	26.95	34.69	0.635

*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
AEMULUS HOLDINGS BHD	1.070	75.57	80.20	87.37	1.100
AMCORP PROPERTIES BHD	0.895	72.61	70.25	96.23	0.910
JHM CONSOLIDATION BHD	2.280	72.37	77.21	91.14	2.280
GENETEC TECHNOLOGY BHD	19.420	72.09	68.53	57.73	20.600
7-ELEVEN MALAYSIA HOLDINGS B	1.550	70.70	77.27	94.18	1.550
SAM ENGINEERING & EQUIPMENT	7.890	70.66	74.44	89.97	8.000
BERJAYA FOOD BHD	2.020	70.57	83.22	99.60	2.020

*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	0.025	20.64	17.30	16.88	0.020	26/3/2022
HANG SENG TECH INDEX-C7	0.110	22.98	20.86	16.74	0.080	29/11/2021
HANG SENG INDEX-IQ	0.140	23.74	21.57	15.39	0.105	30/12/2021
S&P 500 INDEX-HV	0.755	27.97	28.70	13.01	0.745	20/12/2021
MALAYSIAN RESOURCES CORP BHD-WB	0.075	27.98	22.57	3.66	0.070	29/10/2027
HANG SENG INDEX-IF	0.160	28.22	23.84	12.25	0.120	28/10/2021
HANG SENG INDEX-IA	0.030	28.40	24.40	14.37	0.025	29/9/2021
HANG SENG INDEX-IE	0.075	28.67	24.65	11.45	0.070	28/10/2021
HANG SENG INDEX-FW	0.020	29.01	23.85	6.21	0.010	30/8/2021
TENCENT HOLDINGS LTD-C10	0.020	29.51	27.44	24.76	0.010	25/11/2021
MEITUAN-C2	0.020	29.91	23.94	15.35	0.010	25/11/2021

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
SERSOL TECHNOLOGIES BHD-WA	0.300	87.93	92.68	98.44	0.310	18/4/2023
HANG SENG IND-MB	0.315	79.05	85.68	96.85	0.360	29/11/2021
TANCO HOLDINGS BHD-WB	0.105	78.71	87.04	99.68	0.105	23/8/2021
COMFORT GLOVE BHD-WB	0.590	73.85	67.32	41.20	0.745	26/6/2026
HANG SENG IND-GV	0.585	73.28	78.44	85.47	0.700	30/8/2021
SAMAIDEN GROUP BHD-WA	0.400	70.85	75.69	83.09	0.460	21/6/2026

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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