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Research Highlights

BURSA	30-Jul	Day chg	% chg
KLCI	1,494.6	-18.33	-1.21%
FTSE EMAS	10,973.5	-98.3	-0.89%
FTSE Smallcap	15,420.8	-43.27	-0.28%
FTSE MESDAQ	7,080.6	-60.0	-0.84%
KLSE Mkt Cap (RM'b)	1,656.5	-15.7	-0.94%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	279.86	38.73
Local Retail	45.27	34.11
Foreign	-325.13	27.16

INDICES	30-Jul	Day chg	% chg
Dow Jones	34,935.5	-149.1	-0.42%
S&P 500	4,395.3	-23.9	-0.54%
NASDAQ	14,672.7	-105.6	-0.71%
FTSE-100	7,032.3	-46.1	-0.65%
Nikkei 225	27,283.6	-498.8	-1.80%
SHCOMP	3,397.4	-14.4	-0.42%
HSI	25,961.0	-354.3	-1.35%
STI	3,166.9	-13.7	-0.43%
KOSPI	3,202.3	-40.3	-1.24%
TWSE	17,247.4	-155.4	-0.89%
JCI	6,070.0	-50.688	-0.83%
SET	1,521.9	-15.9	-1.03%

FOREX	30-Jul	29-Jul	% chg
USD/MYR:	4.2205	4.2385	-0.42%
EUR/USD:	1.1870	1.1875	-0.04%
GBP/USD:	1.3904	1.3959	-0.39%
USD/YEN:	109.72	109.86	-0.13%
USD/SGD:	1.3544	1.3541	0.02%
USD/HKD:	7.7718	7.7724	-0.01%

KEY STATS

KLCI Spot			
Vol (m shares):	4,120.3	4,476.0	-7.95%
Value (RMm):	2,718.1	2,856.5	-4.85%
KLCI Future			
August-21	1,495.0	1,510.0	-0.99%
Sept-21	1,495.0	1,510.0	-0.99%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,414.8	1,434.3	-1.36%
SoyOil (USc/lb)	64.4	66.2	-2.72%
Gold (US\$/troy oz)	1,812.6	1,831.2	-1.02%
Nymex crude oil (US\$/bbl)	74.0	73.6	0.45%
Latex (RM/kg)	5.05	4.93	2.44%
Tin (US\$/mt)	35,738.00	35,853.0	-0.32%

NEWS HIGHLIGHTS

- YTL Hospitality REIT's 4Q NPI rises 23%, declares 2.35 sen distribution
- Chin Teck's 3Q net profit doubles to RM22.5m, declares 19 sen dividend
- Leon Fuat buys land in Port Klang to expand steel manufacturing business
- Kein Hing posts record profit in FY21, declares 1 sen dividend
- Newly listed Lim Seong Hai Capital targets RM1b market value in 10 years

MACRO BITS

- Hard-won gains at risk as Delta variant spreads — WHO
- M3 growth reached a 19-month low in June; loan and deposit growth moderated (See *Economic Viewpoint: Malaysia Money & Credit*)
- To trade with downside bias amid Malaysia's worsening political and COVID-19 situation (See *Economic Viewpoint: Ringgit Weekly Outlook*)
- MGS/GII yields may trend rangebound as COVID-19 condition worsens (See *Economic Viewpoint: Bond Market Weekly Outlook*)
- Covid-19 cases in Greater Klang Valley may decline in mid-August as vaccinations ramp up — Deputy Health D-G
- Trade risks worsen as Delta descends on Southeast Asia factories
- China will maintain prudent, flexible monetary policy in 2H — central bank
- Hong Kong recovery continues with 7.5% second-quarter growth
- South Korea July exports jump to record though growth pace slows
- Services buoy US consumer spending; inflation pushes higher
- U.S. consumer sentiment declines in July as inflation remains concern
- Bullard: Fed should taper this fall, go "fairly rapidly" to end early 2022
- Euro zone rebounds strongly, inflation above ECB target
- UK's Sunak demands urgent easing of travel rules — report

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Sector Update: Banking
- Results Note: CIMB (Niaga), UNISEM, WPRTS, MAXIS
- Company Update: KERJAYA, AXIATA
- Weekly Technical Review
- Regional News Update
- Economic Viewpoint: Asia FX Monthly Outlook, Global FX Monthly Outlook, Ringgit Weekly Outlook, Bond Market Weekly Outlook, MY Money & Credit

#	Top Volume			Top Gainer			Top Loser					
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	PBBANK	3.98	-0.3	23.50	MRDIY	3.49	1.8	1.48	SIMEPLT	3.40	-6.3	4.90
2	TOPGLOV	3.98	0.3	21.70	PETDAG	18.40	0.7	0.29	KLK	18.52	-3.8	0.70
3	CIMB	4.45	-2.2	19.50	HLFG	17.24	0.5	0.21	DIALOG	2.75	-3.2	7.12
4	MAYBANK	8.01	-0.4	12.30	TOPGLOV	3.98	0.3	21.70	AXIATA	3.73	-2.9	2.86
5	DIALOG	2.75	-3.2	7.12	HAPSENG	7.70	0.0	0.45	IHH	5.64	-2.6	2.54
6	PICHEM	8.04	-0.9	6.98	NESTLE	133.00	0.0	0.10	PETGAS	15.24	-2.6	1.35
7	HARTA	7.04	-1.5	6.77	PBBANK	3.98	-0.3	23.50	CIMB	4.45	-2.2	19.50
8	TM	5.94	-0.8	6.20	MAYBANK	6.70	-0.3	2.66	DIGI	4.15	-2.1	3.09
9	PMETAL	4.82	-0.6	5.79	MAYBANK	8.01	-0.4	12.30	HARTA	7.04	-1.5	6.77
10	RHBBANK	5.11	-1.2	5.66	SIME	2.15	-0.5	5.41	GENTING	4.71	-1.5	5.21

Notes: # KL Composite Index (FBM KLCI) component stocks

Corporate News

- **YTL Hospitality REIT's 4Q NPI rises 23%, declares 2.35 sen distribution**

YTL Hospitality REIT's net property income (NPI) for the fourth quarter ended June 30, 2021 rose 23% to RM54.7m, from RM44.3 a year earlier, amid a higher hotel and property rental contribution. Quarterly revenue increased 28% to RM89.4m, from RM69.8m in the previous year's corresponding quarter, according to the REIT's filing with the bourse. YTL Hospitality REIT declared a distribution of 2.35 sen per unit for the quarter. *(The Edge)*

- **Chin Teck's 3Q net profit doubles to RM22.5m, declares 19 sen dividend**

Chin Teck Plantations Bhd saw its net profit double to RM22.5m in the third quarter ended May 31 (3QFY21), from RM11.2m a year earlier, fuelled by significant improvements in the group's revenue. Earnings per share jumped to 24.66 sen from 12.25 sen, the group's Bursa Malaysia filing showed. Quarterly revenue surged 45.82% to RM49.1m from RM33.7m, amid significant increases in the average selling price of fresh fruit bunches (FFB), crude palm oil (CPO) and palm kernel. *(The Edge)*

- **Leon Fuat buys land in Port Klang to expand steel manufacturing business**

Leon Fuat Bhd is acquiring a leasehold industrial land in Port Klang for RM20.4m to expand its welded steel pipe manufacturing activities. The 27,108 square metre-land is located less than 500 metres from the group's existing welded steel pipe manufacturing plant in Kawasan Perusahaan Bandar Suleiman, the steel specialist said in a bourse filing. "The proposed acquisition is timely to facilitate the future expansion of the group's manufacturing capacity," said Leon Fuat. The land, currently owned by Irama Utama Sdn Bhd, will be used as additional storage space for steel pipe finished products, the group said. *(The Edge)*

- **Kein Hing posts record profit in FY21, declares 1 sen dividend**

Kein Hing International Bhd, whose share price has climbed by over 50% this month, returned to the black in the latest quarter on higher revenue from both its Malaysian and Vietnam operations and ongoing cost savings efforts. The group reported a net profit of RM3.0m or 2.77 sen per share for the fourth quarter ended April 30, 2021 (4QFY21), compared with a net loss of RM108,000 or 0.1 sen per share a year earlier. The group declared a dividend of RM1.1m or 1 sen per share, with the entitlement date to be determined later. Quarterly revenue rose 84.33% to RM66.7m, from RM36.2m, the group said. *(The Edge)*

- **Newly listed Lim Seong Hai Capital targets RM1b market value in 10 years**

Construction-related products and service provider Lim Seong Hai Capital Bhd, which debuted on Bursa Malaysia's LEAP Market on July 30, envisages becoming a billion-ringgit company in the next 10 years. Speaking at a virtual interview, non-executive chairman Tan Sri Lim Keng Cheng says the RM1b market value target will be achieved through a future injection of some of its other businesses under Lim Seong Hai Holdings Sdn Bhd. *(The Edge)*



Macro Bits

Global

- [Hard-won gains at risk as Delta variant spreads — WHO](#) The world is at risk of losing hard-won gains in fighting Covid-19 as the highly transmissible Delta variant spreads, but WHO-approved vaccines remain effective, the World Health Organization said on Friday. (*The Edge Markets*)

Malaysia

- **M3 growth reached a 19-month low in June; loan and deposit growth moderated** M3 growth edged lower in June (3.4; May: 3.8%), its lowest level since November 2019. (*See Economic Viewpoint: Malaysia Money & Credit*)
- **To trade with downside bias amid Malaysia's worsening political and COVID-19 situation** MYR is expected to weaken around the 4.23 – 4.25 level against the USD this week as domestic political concerns grow. However, higher crude oil prices should limit ringgit's losses. (*See Economic Viewpoint: Ringgit Weekly Outlook*)
- **MGS/GII yields may trend rangebound as COVID-19 condition worsens** Domestic yields may move sideways this week, as cautious sentiment remains given Malaysia's worsening COVID-19 condition. (*See Economic Viewpoint: Bond Market Weekly Outlook*)
- [Covid-19 cases in Greater Klang Valley may decline in mid-August as vaccinations ramp up — Deputy Health D-G](#) The daily Covid-19 cases may begin to show a downward trend in the middle of August as efforts are taken to ramp up the vaccination rate in the Greater Klang Valley. (*The Edge Markets*)

Asia Pacific

- [Trade risks worsen as Delta descends on Southeast Asia factories](#) The pandemic's impact on global trade risks worsening in coming weeks as more factories across Southeast Asia brace for closures amid one of the world's deadliest outbreaks. (*The Edge Markets*)
- [China will maintain prudent, flexible monetary policy in 2H — central bank](#) China will maintain a prudent, flexible and targeted monetary policy in the second half of the year, its central bank said on Saturday, as it seeks to support growth while keeping the digital economy in check. (*The Edge Markets*)
- [Hong Kong recovery continues with 7.5% second-quarter growth](#) Hong Kong's economy grew slightly slower than expected in the second quarter, with the recovery set to get a boost from the distribution of consumption vouchers beginning this weekend. (*The Edge Markets*)
- [South Korea July exports jump to record though growth pace slows](#) South Korean exports jumped to a record high in July as overseas demand for chips and biohealth products extended export growth to a ninth consecutive month, supporting an economic recovery facing headwind from the country's worst Covid-19 outbreak yet. (*The Edge Markets*)

Americas

- [Services buoy US consumer spending; inflation pushes higher](#) US consumer spending surged in June, as vaccinations against Covid-19 boosted demand for travel-related services, but part of the increase reflected higher prices, with annual inflation accelerating further above the Federal Reserve's 2.0% target. (*The Edge Markets*)
- [U.S. consumer sentiment declines in July as inflation remains concern](#) The University of Michigan's Consumer Sentiment Index fell to a final reading of 81.2, the lowest level since February, from June's final level of 85.5. (*Reuters*)
- [Bullard: Fed should taper this fall, go "fairly rapidly" to end early 2022](#) The Federal Reserve should start reducing its USD120.0b in monthly bond purchases this fall and cut them "fairly rapidly" so the program ends in the first months of 2022 and paves the way for an interest rate increase that year if needed. (*Reuters*)

Europe

- [Euro zone rebounds strongly, inflation above ECB target](#) The euro zone economy grew faster than expected in the second quarter, pulling out of a recession caused by the Covid-19 pandemic as curbs to stop the virus were eased, while inflation shot past the European Central Bank's 2.0% target in July. (*The Edge Markets*)
- [UK's Sunak demands urgent easing of travel rules — report](#) Rishi Sunak has urged an easing of the UK's travel restrictions, which he said are damaging the country's tourism industry and overall economy. (*The Edge Markets*)

02 August 2021

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
WAH SEONG CORP BHD	0.620	24.42	19.28	8.01	0.550
WESTPORTS HOLDINGS BHD	4.060	26.87	20.37	9.62	4.060
GENTING PLANTATIONS BHD	6.600	26.99	25.89	16.05	6.600
ALLIANZ MALAYSIA BHD	12.740	27.55	22.77	5.88	12.700
DAYANG ENTERPRISE HLDGS BHD	1.070	27.77	26.37	27.68	1.050
COASTAL CONTRACTS BHD	0.740	27.95	21.57	9.44	0.735
SOLUTION GROUP BHD	0.915	28.32	25.24	32.16	0.610
NAIM HOLDINGS BERHAD	0.655	28.37	22.33	6.38	0.650
YINSON HOLDINGS BHD	4.780	28.77	20.76	4.70	4.730
IRIS CORP BHD	0.205	29.80	24.43	7.54	0.205

*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
TANCO HOLDINGS BHD	0.210	98.29	99.77	100.00	0.235
SAM ENGINEERING & EQUIPMENT	10.800	91.10	94.18	99.31	10.800
GENETEC TECHNOLOGY BHD	22.820	79.28	79.56	87.93	23.940
KESM INDUSTRIES BHD	13.200	74.32	79.38	86.89	15.000
UNISEM (M) BERHAD	8.350	70.13	74.71	85.93	8.530

*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
GADANG HOLDINGS BHD-WB	0.020	8.98	3.23	0.00	0.015	29/11/2021
APPASIA BHD-WA	0.100	17.55	17.11	7.03	0.095	23/12/2024
ECO WORLD DEVELOPMENT GROUP BHD-WA	0.020	18.20	14.12	7.40	0.020	26/3/2022
GENTING BHD-C96	0.130	25.45	20.36	4.44	0.130	8/11/2021
HANG SENG INDEX-IA	0.020	27.13	22.38	8.58	0.015	29/9/2021
MALAYSIAN RESOURCES CORP BHD-WB	0.075	27.98	22.57	3.66	0.070	29/10/2027
HANG SENG INDEX-FW	0.015	28.33	22.63	3.77	0.005	30/8/2021
HANG SENG INDEX-IE	0.065	28.86	25.30	17.17	0.055	28/10/2021
HANG SENG TECH INDEX-C7	0.160	29.22	30.41	40.97	0.080	29/11/2021
CAHYA MATA SARAWAK BHD-C25	0.005	29.98	25.70	24.50	0.005	21/10/2021

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
SERSOL BHD-WA	0.390	84.73	86.77	88.49	0.455	18/4/2023
JOE HOLDING BHD-WB	0.020	84.10	96.60	100.00	0.020	20/5/2024
GLOBALTEC FORMATION BHD-WA	0.145	70.27	74.80	82.41	0.190	17/12/2021

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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