

06 September 2021

By Goh Yin Foo / gohyf@kenanga.com.my; Pritika Modhgil / pritika@kenanga.com.my

Research Highlights

BURSA	3-Sep	Day chg	% chg
KLCI	1,589.2	7.0	0.44%
FTSE EMAS	11,595.0	61.6	0.53%
FTSE Smallcap	16,185.8	165.04	1.03%
FTSE MESDAQ	7,251.8	34.2	0.47%
KLSE Mkt Cap (RM'b)	1,754.0	8.5	0.48%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	-173.66	46.33
Local Retail	24.35	35.44
Foreign	149.31	18.23

INDICES	3-Sep	Day chg	% chg
Dow Jones	35,369.1	-74.7	-0.21%
S&P 500	4,535.4	-1.5	-0.03%
NASDAQ	15,363.5	32.3	0.21%
FTSE-100	7,138.4	-25.5	-0.36%
Nikkei 225	29,128.1	584.6	2.05%
SHCOMP	3,581.7	-15.3	-0.43%
HSI	25,902.0	-188.4	-0.72%
STI	3,083.9	-5.0	-0.16%
KOSPI	3,201.1	25.2	0.79%
TWSE	17,516.9	197.2	1.14%
JCI	6,126.9	48.692	0.80%
SET	1,650.3	2.6	0.16%

FOREX	3-Sep	2-Sep	% chg
USD/MYR:	4.1460	4.1585	-0.30%
EUR/USD:	1.1880	1.1855	0.21%
GBP/USD:	1.3871	1.3793	0.57%
USD/YEN:	109.71	109.98	-0.25%
USD/SGD:	1.3412	1.3438	-0.19%
USD/HKD:	7.7719	7.7727	-0.01%

KEY STATS

KLCI Spot			
Vol (m shares):	4,250.9	4,059.3	4.72%
Value (RMm):	2,881.6	2,768.0	4.11%
KLCI Future			
Sept-21	1,577.0	1,569.5	0.48%
Oct-21	1,574.0	1,568.0	0.38%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,292.0	1,283.3	0.68%
SoyOil (USc/lb)	59.0	58.8	0.36%
Gold (US\$/troy oz)	1,831.5	1,809.4	1.22%
Nymex crude oil (US\$/bbl)	69.3	70.0	-1.00%
Latex (RM/kg)	5.01	5.03	-0.40%
Tin (US\$/mt)	33,375.00	33,900.0	-1.55%

NEWS HIGHLIGHTS

- Apex Healthcare to distribute Sinopharm vaccine in Singapore
- Mestron to fully acquire Liziz Biogas for RM3m
- Bioalpha cancels Covid-19 vaccine deal with Sinopharm unit
- XL diversifies into plantation business with RM40m Ergobumi acquisition
- Handal secures 1-year extension from SEA Hibiscus for crane provision and maintenance

MACRO BITS

- UAE to grow Asia, Africa trade, seek USD150.0b investment
- Saudis cut oil prices to woo buyers as OPEC+ boosts supply
- Global gas price surge threatens to dent the economic recovery
- To range-bound with a potential upside bias amid short-term USD weakness (See *Economic Viewpoint: Ringgit Weekly Outlook*)
- MGS/GII yields may decline ahead of the MPC meeting (See *Economic Viewpoint: Bond Market Weekly Outlook*)
- Covid: Almost half of new cases reported on Sept 4 unvaccinated, says Health DG
- Malaysia's Covid-19 vaccine doses administered top 36.0m on Sept 4; Over 70.0% of Klang Valley population fully vaccinated
- China premier urges major powers to 'take responsibility' for environment
- Japan PM candidate Kishida wants to delay economic stimulus debate
- U.S. offshore oil recovery begins with ports, refineries restarting
- Early Canada election call backfires on Trudeau, who now trails in polls
- Britain's COVID-19 cases up by 2.4% over past week
- Johnson's USD47.0b NHS Plan resisted by treasury: Times

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Weekly Technical Review
- Regional News Update
- Economic Viewpoint: Bond Market Weekly Outlook, Ringgit Weekly Outlook

#	Top Volume				Top Gainer				Top Loser			
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	TOPGLOV	3.74	-3.1	21.00	MAXIS	4.64	3.3	1.52	TOPGLOV	3.74	-3.1	21.00
2	PBBANK	4.13	1.5	16.50	HLFG	18.40	2.1	0.15	HARTA	6.92	-2.3	7.95
3	SIME	2.36	0.4	11.10	PETGAS	17.00	1.8	0.89	MRDIY	3.85	-1.8	9.33
4	CIMB	4.96	1.0	10.20	PETDAG	20.20	1.7	0.13	HLBANK	19.00	-0.8	1.08
5	MRDIY	3.85	-1.8	9.33	KLK	21.50	1.6	0.59	PICHEM	8.24	-0.6	2.84
6	HARTA	6.92	-2.3	7.95	HAPSENG	8.80	1.5	0.31	SIMEPLT	3.98	-0.5	2.13
7	PMETAL	5.45	0.6	7.67	RHBBANK	5.49	1.5	3.54	IHH	6.33	-0.5	4.95
8	DIALOG	2.70	0.8	7.34	PBBANK	4.13	1.5	16.50	TENAGA	10.36	-0.2	3.28
9	GENM	3.00	1.0	7.28	MISC	7.02	1.5	1.88	NESTLE	135.30	-0.2	0.03
10	MAYBANK	8.36	1.1	5.15	MAYBANK	8.36	1.1	5.15	PPB	18.38	-0.1	0.54

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **Apex Healthcare to distribute Sinopharm vaccine in Singapore**

Apex Healthcare Bhd said it has inked an agreement with Innova Bio-Medical Pte Ltd to supply the Sinopharm Covid-19 vaccine to private healthcare practitioners in Singapore. Innova is part of the Innova Medical Group, a global company specializing in innovative screening, testing and diagnostics for cancer, heart disease, arterial calcification, stroke, and virus detection focused on infectious diseases. Under the deal, Innova will supply the Chinese-made vaccine to Apex's wholly-owned unit in Singapore, Apex Pharma Marketing Pte Ltd, for onward sale and distribution to hospitals and private clinics within the city state, said Apex Healthcare. *(The Edge)*

- **Mestron to fully acquire Liziz Biogas for RM3m**

Mestron Holdings Bhd has signed a share sale agreement with Maxcom Engineering Sdn Bhd to acquire 100% of Liziz Biogas Sdn Bhd for RM3m. Liziz is involved in the generation of biogas electric energy. Mestron said in a statement this was its "second effort into the green technology business to enhance recurring income for the group, where the earlier one was a venture into solar power for the telecommunication industry." *(The Edge)*

- **Bioalpha cancels Covid-19 vaccine deal with Sinopharm unit**

Bioalpha Holdings Bhd's wholly-owned subsidiary Bioalpha International Sdn Bhd (BISB) has called off a deal it entered into in January to distribute Covid-19 vaccines in Malaysia. In a Bursa Malaysia filing, the group said it has mutually agreed to terminate the agreement with Shanghai Bukun Trading Co Ltd (SBTC) with immediate effect. Bioalpha said its directors and management are of the opinion that the deal is not viable for the group. *(The Edge)*

- **XL diversifies into plantation business with RM40m Ergobumi acquisition**

XL Holdings Bhd has proposed to acquire a 100% stake in Ergobumi Sdn Bhd for RM40m. In a filing with Bursa Malaysia, XL said the proposed acquisition, comprising 500,000 ordinary shares from Lee Kok Soon and Edmund Chan Seng Kee, represents an opportunity for the edible bird nest and arowana breeding company to pursue its diversification strategy. Ergobumi, which has been profitable for the last three financial years, is principally involved in planting, growing, cultivating, producing and trading pineapples. *(The Edge)*

- **Handal secures 1-year extension from SEA Hibiscus for crane provision and maintenance**

Handal Energy Bhd said its wholly-owned unit has received a contract extension from SEA Hibiscus Sdn Bhd for the provision of offshore crane maintenance services. The extension secured by Handal Cranes Sdn Bhd is valid for one year from Oct 31, Handal Energy said in a filing. "The contract extension does not have any specified value as it is on a 'call-out' basis, whereby work orders will be issued at the discretion of SEA Hibiscus based on their activities schedule and rates throughout the duration of the contract," it added. *(The Edge)*



Macro Bits

Global

- [UAE to grow Asia, Africa trade, seek USD150.0b investment](#) The United Arab Emirates plans to deepen its trade ties in fast-growing economies in Asia and Africa, and draw USD150.0b in foreign investment from mainly older partners to reposition itself as a global hub for business and finance. (*Bloomberg*)
- [Saudis cut oil prices to woo buyers as OPEC+ boosts supply](#) Saudi Arabia cut oil prices for sales to Asia next month by more than twice the expected amount in a sign the world's largest crude exporter wants to entice buyers to take more of its barrels. (*Bloomberg*)
- [Global gas price surge threatens to dent the economic recovery](#) The cost of the fuel is already at record seasonal highs in most major markets and looks likely to rise further, threatening to dent the recovery from the Covid-19 pandemic. (*Bloomberg*)

Malaysia

- **To range-bound with a potential upside bias amid short-term USD weakness** MYR is expected to trade range-bound between 4.14 – 4.16 with an upside bias against the USD as the DXY is seen to hover near the 92.0 level amid a big downside miss for US non-farm payrolls in August. Additionally, little to no impact is expected from BNM 5th policy meeting as the central bank is likely to maintain status quo on interest rate. The direction of the ringgit will also be influenced by Malaysia's key economic indicators for this week. (*See Economic Viewpoint: Ringgit Weekly Outlook*)
- **MGS/GII yields may decline ahead of the MPC meeting** Domestic yields may continue to fall this week, tracking an expected decline in UST yields, following weak non-farm payrolls data, and ahead of the Monetary Policy Committee meeting, where BNM will likely stand pat on the policy rate. In the medium to long-term, we expect domestic yields to return to an uptrend as local restrictions are eased further and as the US Fed possibly commences tapering at the end of the year. (*See Economic Viewpoint: Bond Market Weekly Outlook*)
- [Covid: Almost half of new cases reported on Sept 4 unvaccinated, says Health DG](#) A total of 44.8% or 8,544 cases from 19,057 new Covid-19 infections reported on Saturday (Sept 4) have no history of Covid-19 vaccination. (*The Edge Markets*)
- [Malaysia's Covid-19 vaccine doses administered top 36.0m on Sept 4; Over 70.0% of Klang Valley population fully vaccinated](#) Malaysia's daily number of administered Covid-19 vaccine doses fell to 300,501 yesterday (Sept 4) from 321,349 the day before, while 70.1% of the population in the Klang Valley had been fully vaccinated so far, according to the latest updates on Facebook today by the country's Special Committee for Ensuring Access to Covid-19 Vaccine Supply (JKJAV), citing data from the Covid-19 Immunisation Task Force (CITF). (*The Edge Markets*)

Asia Pacific

- [China premier urges major powers to 'take responsibility' for environment](#) Chinese Premier Li Keqiang urged major powers to "show responsibility" and play a leading role in improving global environmental governance and addressing such challenges as climate change. (*Reuters*)
- [Japan PM candidate Kishida wants to delay economic stimulus debate](#) Fumio Kishida, a key contender to succeed Yoshihide Suga as Japan's prime minister, said on Sunday that debate on funding economic stimulus measures he has proposed should wait until after a general election later this year. (*Reuters*)

Americas

- [U.S. offshore oil recovery begins with ports, refineries restarting](#) U.S. Gulf Coast energy companies on Saturday got a boost from the reopening of ports and restart of oil refineries shut by Hurricane Ida, but damage to key facilities still crimped oil production. (*Reuters*)
- [Early Canada election call backfires on Trudeau, who now trails in polls](#) Canada's Liberal Prime Minister Justin Trudeau finds himself behind in polls ahead of a snap election he called hoping his management of the COVID-19 crisis would propel him to victory. (*Reuters*)

Europe

- [Britain's COVID-19 cases up by 2.4% over past week](#) Britain has reported 37,578 new cases of COVID-19, government data showed on Saturday, meaning cases reported between Aug. 29 and Sept. 4 were up 2.4% compared with the previous seven days. (*Reuters*)
- [Johnson's USD47.0b NHS Plan resisted by treasury: Times](#) U.K. Prime Minister Boris Johnson's plan to reform health and social care by handing 34.0b pounds (USD47.0b) to the National Health Service faces resistance from the Treasury, the Sunday Times reported. (*Bloomberg*)

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
RUBBEREX CORP M BHD	0.730	22.82	12.13	0.40	0.730

*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
DKSH HOLDINGS MALAYSIA BHD	4.660	90.45	92.89	93.44	4.850
CAN-ONE BHD	3.840	89.22	94.79	99.51	4.100
FORMOSA PROSONIC INDS BHD	4.170	88.60	92.76	99.18	4.180
HONG LEONG CAPITAL BHD	6.500	84.46	92.13	99.93	6.500
HONG LEONG CAPITAL BHD	6.500	84.46	92.13	99.93	6.500
INNOPRISE PLANTATIONS BHD	1.300	81.74	86.51	89.03	1.300
TROPICANA CORP BHD	0.985	79.64	83.71	81.95	0.985
KNM GROUP BHD	0.285	78.91	81.59	83.87	0.295
MUDA HOLDINGS BERHAD	2.960	76.99	82.88	90.84	2.970
PESTECH INTERNATIONAL BHD	1.080	76.37	83.51	94.62	1.080
HAP SENG CONSOLIDATED	8.800	75.86	81.42	94.09	8.800
DESTINI BHD	0.260	75.58	82.12	95.61	0.265
THREE-A RESOURCES BHD	0.905	75.14	78.62	74.80	0.925
ASIA FILE CORP BHD	2.600	75.13	80.82	93.81	2.720
THONG GUAN INDUSTRIES BHD	2.920	74.70	79.59	90.01	2.960
MEDIA PRIMA BHD	0.585	73.91	79.16	83.29	0.620
IHH HEALTHCARE BHD	6.330	73.88	76.47	69.38	6.500
ANN JOO RESOURCES BHD	2.830	73.09	79.31	94.85	2.850
GUAN CHONG BHD	3.000	73.02	78.22	80.63	3.020
ECONPILE HOLDINGS BHD	0.440	72.95	81.72	96.77	0.445
PERUSAHAAN SADUR TIMAH MALAY	4.280	72.17	75.69	74.41	4.290
KAREX BHD	0.515	72.14	83.64	98.61	0.515
MULPHA INTERNATIONAL BHD	2.360	71.35	76.87	82.33	2.400
YTL HOSPITALITY REIT	0.930	71.07	79.53	96.03	0.930
EVERGREEN FIBREBOARD BHD	0.425	71.05	78.68	93.13	0.425
KELINGTON GROUP BHD	1.390	71.03	77.01	85.63	1.430
APOLLO FOOD HOLDINGS BHD	4.080	70.98	74.32	81.13	4.080
LEON FUAT BHD	1.120	70.82	77.52	86.01	1.140
TANCO HOLDINGS BHD	0.240	70.14	72.42	89.56	0.245

*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
FTSE BURSA MALAYSIA KLCI INDEX - KUALA LUMPUR COMPOSITE INDEX-DL	0.075	27.63	21.31	20.60	0.065	29/10/2021
DIALOG GROUP BHD-C72	0.050	27.97	34.56	52.31	0.040	28/3/2022
ALIBABA GROUP HOLDING LTD-C5	0.055	29.03	31.77	47.64	0.035	2/3/2022

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
CN ASIA CORP BHD-WA	0.530	86.87	90.74	95.60	0.540	7/6/2024
CTOS DIGITAL BHD-CA	0.155	78.05	83.01	93.45	0.155	30/6/2022
CTOS DIGITAL BHD-CC	0.295	77.00	80.11	89.34	0.300	28/2/2022
PDZ HOLDINGS BHD-WB	0.160	74.42	77.28	92.66	0.270	29/1/2023
CTOS DIGITAL BHD-CE	0.145	72.31	75.46	89.09	0.150	11/2/2022
TFP SOLUTIONS BHD-WB	0.190	72.28	74.12	83.18	0.195	21/9/2025
NI HSIN GROUP BHD-WB	0.095	71.58	76.83	75.31	0.100	13/5/2022

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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Level 17, Kenanga Tower, 237, Jalan Tun Razak, 50400 Kuala Lumpur, Malaysia
Telephone: (603) 2172 0880 Website: www.kenanga.com.my E-mail: research@kenanga.com.my