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Research Highlights

BURSA	10-Sep	Day chg	% chg
KLCI	1,576.0	-2.92	-0.18%
FTSE EMAS	11,522.8	-11.7	-0.10%
FTSE Smallcap	16,250.9	110.38	0.68%
FTSE MESDAQ	7,255.1	61.5	0.86%
KLSE Mkt Cap (RM'b)	1,747.9	-1.2	-0.07%

NEWS HIGHLIGHTS

- Hextar Global secures RM45m Islamic financing facility
- AT Systematization to acquire 25.9% in D'Nonce for RM65m at 80 sen per share
- LYC Healthcare forms new unit to explore data centre related projects
- Fintec Global emerges as substantial shareholder in NetX
- Vsolar buys minor stakes in Meridian and Symphony Life for RM15.2m

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	-133.17	46.21
Local Retail	52.28	35.46
Foreign	80.89	18.33

MACRO BITS

- 'Prospects for US-China trade, military talks rise' with Xi-Biden call
- BioNTech to seek approval soon for vaccine for five- to 11-year-olds — report
- Fell 5.2% YoY in July, its first contraction in eight months (See Economic Viewpoint: Malaysia Industrial Production)
- Contraction deepened in July amid weak consumer spending (See Economic Viewpoint: Malaysia Distributive Trade)
- Market sentiment may remain positive despite technical correction (See Economic Viewpoint: Ringgit Weekly Outlook)
- MGS/GII yields to trend rangebound following weak IPI data (See Economic Viewpoint: Bond Market Weekly Outlook)
- China's non-cash payments soar in 2Q
- Singapore seeks to keep Covid-19 endemic path despite case surge
- Fed's Mester says she would still like to begin taper this year
- Strained supply chains keep U.S. producer prices hot
- U.S. wholesale inventories rise; inventories-to-sales ratio lowest in seven years
- EU ministers want EU budget rules to support investment, realistic debt cuts
- Spread of 'Delta' Covid-19 knocks wind out of UK economy in July

INDICES	10-Sep	Day chg	% chg
Dow Jones	34,607.7	-271.7	-0.78%
S&P 500	4,458.6	-34.7	-0.77%
NASDAQ	15,115.5	-132.8	-0.87%
FTSE-100	7,029.2	5.0	0.07%
Nikkei 225	30,381.8	373.7	1.25%
SHCOMP	3,703.1	10.0	0.27%
HSI	26,205.9	489.9	1.91%
STI	3,098.8	27.1	0.88%
KOSPI	3,125.8	11.1	0.36%
TWSE	17,474.6	170.2	0.98%
JCI	6,094.9	26.654	0.44%
SET	1,635.4	6.2	0.38%

FOREX	10-Sep	9-Sep	% chg
USD/MYR:	4.1355	4.1485	-0.31%
EUR/USD:	1.1814	1.1832	-0.15%
GBP/USD:	1.3839	1.3811	0.20%
USD/YEN:	109.94	109.90	0.04%
USD/SGD:	1.3415	1.3438	-0.17%
USD/HKD:	7.7776	7.7772	0.01%

KEY STATS

KLCI Spot			
Vol (m shares):	4,395.1	4,180.6	5.13%
Value (RMm):	2,752.7	2,919.3	-5.71%
KLCI Future			
Sept-21	1,567.0	1,563.5	0.22%
Oct-21	1,564.0	1,562.0	0.13%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,286.5	1,270.5	1.26%
SoyOil (USc/lb)	56.0	56.2	-0.36%
Gold (US\$/troy oz)	1,789.9	1,797.8	-0.44%
Nymex crude oil (US\$/bbl)	69.7	68.1	2.32%
Latex (RM/kg)	4.89	4.97	-1.51%
Tin (US\$/mt)	34,368.00	34,091.7	0.81%

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Sector Update: Plantation
- Company Update: TOPGLOV
- Weekly Technical Review
- Regional News Update
- Economic Viewpoint: Bond Market Weekly Outlook, MY Industrial Production, MY Distributive Trade, 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	3.43	0.9	71.10	PETDAG	20.00	1.5	0.05	SIME	2.25	-3.9	5.45
2	PCHEM	7.95	-1.6	16.00	TOPGLOV	3.43	0.9	71.10	IOICORP	3.91	-1.8	0.91
3	PBBANK	4.10	0.0	12.20	PMETAL	5.87	0.9	4.30	PCHEM	7.95	-1.6	16.00
4	HARTA	6.39	-0.5	9.98	CIMB	4.85	0.4	7.44	DIALOG	2.65	-1.5	3.14
5	IHH	6.60	-0.2	8.97	TENAGA	10.30	0.4	1.23	MAXIS	4.66	-1.3	2.28
6	CIMB	4.85	0.4	7.44	MAYBANK	8.29	0.4	5.58	KLK	20.98	-1.0	0.20
7	GENM	3.09	-0.3	7.20	DIGI	4.48	0.0	0.87	HAPSENG	8.76	-0.8	0.10
8	MAYBANK	8.29	0.4	5.58	GENTING	5.10	0.0	1.52	HLFG	18.36	-0.8	0.13
9	SIME	2.25	-3.9	5.45	MRDIY	3.90	0.0	1.98	MISC	6.92	-0.7	1.87
10	PMETAL	5.87	0.9	4.30	PBBANK	4.10	0.0	12.20	RHBBANK	5.45	-0.6	3.33

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **Hextar Global secures RM45m Islamic financing facility**

Hextar Global Bhd has secured RM45m additional Islamic financing facility from Al-Rajhi Banking and Investment Corporation (Malaysia) Bhd. In a filing with Bursa Malaysia, it said the additional facility is in the form of Structured Commodity Financing-i (SCF i-2) that would be utilised as the capital requirement of its Shariah-compliant business. It said the facility would also be allowed for third party utilisation by its subsidiaries, namely Hextar Chemicals Sdn Bhd, Halex (M) Sdn Bhd and Halex Woolton (M) Sdn Bhd. *(The Edge)*

- **AT Systematization to acquire 25.9% in D'Nonce for RM65m at 80 sen per share**

AT Systematization Bhd, which recently called off its offer to take over Asdion Bhd, has now proposed to acquire 25.93% in component and packaging manufacturer D'Nonce Technology Bhd for RM65m cash. The acquisition of 81.2m D'Nonce shares prices the target company at a whopping 80 sen per share. Earlier, shares of D'Nonce plunged at the final minutes of trading, closing down 6.5 sen or 10.92% at 53 sen per share. *(The Edge)*

- **LYC Healthcare forms new unit to explore data centre related projects**

LYC Healthcare Bhd, the information technology-turned-healthcare group, has formed a new subsidiary to be used as a vehicle to explore data centre related projects in Malaysia. Known as Juniper DC Sdn Bhd, the subsidiary will provide infrastructure for hosting, data processing services and related activities, data processing activities, and research and development on information and communications technology. *(The Edge)*

- **Fintec Global emerges as substantial shareholder in NetX**

Fintec Global Bhd, which just made its third placement in less than two years to raise funds to build its glove factory in Perak, has bought into loss-making NetX Holdings Bhd. The group emerged as NetX's substantial shareholder via its wholly-owned Fintec Global Ltd after the latter acquired 53.2m shares or a 6.36% stake in the group from the open market, between Aug 26 and Sept 9, according to its bourse filing with Bursa Malaysia. It did not state how much it paid for the stake. Between Aug 26 and Sept 9, NetX shares traded between nine sen and 15 sen apiece. *(The Edge)*

- **Vsolar buys minor stakes in Meridian and Symphony Life for RM15.2m**

Vsolar Group Bhd, which undertook share placements and rights issue to raise fresh capital for the renewable energy business, has spent RM15.2m to buy minor stakes in two property development companies — Meridian Bhd and Symphony Life Bhd that was recently embroiled in a boardroom tussle after the change of major shareholders. Vsolar said in the filings to Bursa Malaysia that the share purchases were funded entirely by internally-generated funds of Vsolar and its subsidiaries. *(The Edge)*



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Macro Bits

Global

- [‘Prospects for US-China trade, military talks rise’ with Xi-Biden call](#) In their first phone call in six months, the leaders of the US and China agreed to manage the growing rivalry between their two countries to stop it from devolving into conflict – a pledge seen as raising prospects for talks as both nations face pressure to improve ties. (*South China Morning Post*)
- [BioNTech to seek approval soon for vaccine for five- to 11-year-olds — report](#) BioNTech is set to request approval across the globe to use its Covid-19 vaccine in children as young as five years over the next few weeks and preparations for a launch are on track, the biotech firm's two top executives told Der Spiegel. (*The Edge Markets*)

Malaysia

- **Fell 5.2% YoY in July, its first contraction in eight months** Industrial Production Index (IPI) registered its biggest contraction in 14 months (-5.2%; Jun: 1.4%), falling considerably below expectations (KIBB: -0.8%; consensus: -0.7%). (*See Economic Viewpoint: Malaysia Industrial Production*)
- **Contraction deepened in July amid weak consumer spending** Despite partial easing of standard operating procedures in certain states, distributive trade sales contracted for the second consecutive month in July (-14.7%; Jun: -10.3%), partly due to last year's high base. (*See Economic Viewpoint: Malaysia Distributive Trade*)
- **Market sentiment may remain positive despite technical correction** MYR may trade around the 4.14 level against the USD as profit-taking activities is likely to emerge following last week's strong gains. Despite facing selling pressure, the ringgit is expected to remain firm on a relatively weak USD narrative and bullish market sentiment due to positive progress in US-China relations. (*See Economic Viewpoint: Ringgit Weekly Outlook*)
- **MGS/GII yields to trend rangebound following weak IPI data** Domestic yields may trend rangebound this week, following the weaker-than-expected IPI reading of -5.2% in July (Jun: 1.4%), which may renew concerns regarding Malaysia's recovery outlook. (*See Economic Viewpoint: Bond Market Weekly Outlook*)

Asia Pacific

- [China's non-cash payments soar in 2Q](#) Non-cash payments, involving bank cards, online payment vehicles, commercial papers, credit transfer and other settlements, totalled CNY1,080.82t (USD167.05t) in the second quarter, up 6.25% year on year, according to the People's Bank of China. (*The Edge Markets*)
- [Singapore seeks to keep Covid-19 endemic path despite case surge](#) Rather than re-impose strict rules as cases surge, the island nation of about 5.7m people will start its vaccine booster program from Sept. 14 for vulnerable groups like the elderly and immunocompromised. (*The Edge Markets*)

Americas

- [Fed's Mester says she would still like to begin taper this year](#) Cleveland Federal Reserve Bank President Loretta Mester said on Friday that she would still like the central bank to begin tapering asset purchases this year, joining the chorus of policymakers making it clear that their plans to begin scaling back support were not derailed by weaker jobs growth in August. (*Reuters*)
- [Strained supply chains keep U.S. producer prices hot](#) U.S. producer prices increased solidly in August, leading to the biggest annual gain in nearly 11 years, suggesting that high inflation is likely to persist for a while as the unrelenting COVID-19 pandemic continues to pressure supply chains. (*Reuters*)
- [U.S. wholesale inventories rise; inventories-to-sales ratio lowest in seven years](#) U.S. wholesale inventory accumulation slowed in July, lagging further behind sales, and it is now taking wholesalers the shortest time in seven years to clear shelves. (*Reuters*)

Europe

- [EU ministers want EU budget rules to support investment, realistic debt cuts](#) European Union finance ministers said on Friday that changes to EU budget rules, now under review, should support investment in the post-pandemic economy and allow for a more realistic path in cutting some countries' huge public debts. (*Reuters*)
- [Spread of 'Delta' Covid-19 knocks wind out of UK economy in July](#) Britain's economy unexpectedly slowed to a crawl in July as the Delta variant of Covid-19 spread rapidly after lockdown restrictions were eased and as a "pingdemic" kept many workers at home self-isolating. (*The Edge Markets*)

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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	0.660	16.93	9.71	10.95	0.645
COMFORT GLOVE BHD	1.600	25.48	17.72	11.67	1.550
CAREPLUS GROUP BHD	1.440	27.63	21.11	24.87	1.380

*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
FORMOSA PROSONIC INDS BHD	4.550	86.95	89.44	95.21	4.620
TROPICANA CORP BHD	1.010	85.86	90.97	97.73	1.010
CAN-ONE BHD	3.980	83.64	85.05	72.25	4.130
PMB TECHNOLOGY BHD	6.990	80.35	81.70	74.28	7.250
Y&G CORP BHD	1.650	79.40	88.54	98.08	1.780
BP PLASTICS HOLDING BHD	2.670	79.28	83.24	95.62	2.670
HONG LEONG CAPITAL BHD	6.490	78.77	83.07	75.81	6.580
HONG LEONG CAPITAL BHD	6.490	78.77	83.07	75.81	6.580
IHH HEALTHCARE BHD	6.600	78.12	81.08	86.20	6.780
TAMBUN INDAH LAND BHD	0.775	76.93	80.07	90.33	0.785
INNOPRISE PLANTATIONS BHD	1.300	76.31	77.09	67.52	1.330
TAFI INDUSTRIES BHD	2.820	75.31	77.48	87.64	2.860
AMANAHRAYA REIT	0.700	73.00	80.22	97.31	0.705
MULPHA INTERNATIONAL BHD	2.470	72.91	75.92	64.70	2.530
SUPERCOMNET TECHNOLOGIES BHD	1.640	71.60	80.15	97.42	1.650
RCE CAPITAL BHD	3.130	71.58	74.13	77.35	3.140
THREE-A RESOURCES BHD	0.925	71.42	71.68	57.13	0.965
FAJARBARU BUILDER GROUP BHD	0.810	71.04	75.36	76.80	0.815
GENETEC TECHNOLOGY BHD	31.900	70.80	70.47	74.42	32.480
O.S.K. HOLDINGS BHD	0.905	70.64	75.33	73.10	0.910
DKSH HOLDINGS MALAYSIA BHD	4.360	70.08	66.28	37.57	4.850
PINTARAS JAYA BHD	2.890	70.03	73.21	78.73	3.080

*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
HLT GLOBAL BHD-WA	0.475	21.76	12.12	0.76	0.465	27/12/2022
TOP GLOVE CORP BHD-1T	0.020	26.67	19.01	0.51	0.020	29/3/2022
TOP GLOVE CORP BHD-1V	0.035	28.20	25.30	25.55	0.025	31/1/2022
HARTALEGA HOLDINGS BHD-C80	0.035	28.89	22.03	3.15	0.030	28/2/2022
IOI PROPERTIES GROUP BHD-C3	0.005	29.72	28.42	28.43	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
CN ASIA CORP BHD-WA	0.720	93.08	95.92	99.14	0.745	7/6/2024
PRESS METAL ALUMINIUM HOLDINGS BHD-C58	0.125	78.19	78.56	71.18	0.140	27/4/2022
KELINGTON GROUP BHD-WB	0.440	72.97	75.69	84.85	0.440	24/7/2026
ANN JOO RESOURCES BHD-CR	0.135	72.31	79.53	90.82	0.145	28/3/2022

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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