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Research Highlights

BURSA	14-Sep	Day chg	% chg
KLCI	1,555.5	-14.62	-0.93%
FTSE EMAS	11,394.8	-86.6	-0.75%
FTSE Smallcap	16,069.7	-111.51	-0.69%
FTSE MESDAQ	7,139.3	-79.8	-1.11%
KLSE Mkt Cap (RM'b)	1,731.7	-11.6	-0.67%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	-123.2	40.7%
Local Retail	59.9	35.5%
Foreign	63.3	23.8%

INDICES	14-Sep	Day chg	% chg
Dow Jones	34,577.6	-292.1	-0.84%
S&P 500	4,443.1	-25.7	-0.57%
NASDAQ	15,037.8	-67.8	-0.45%
FTSE-100	7,034.1	-34.4	-0.49%
Nikkei 225	30,670.1	222.7	0.73%
SHCOMP	3,662.6	-52.8	-1.42%
HSI	25,502.2	-311.6	-1.21%
STI	3,080.4	6.1	0.20%
KOSPI	3,148.8	21.0	0.67%
TWSE	17,434.9	-11.4	-0.07%
JCI	6,129.1	40.938	0.67%
SET	1,623.8	-9.9	-0.61%

FOREX	14-Sep	13-Sep	% chg
USD/MYR:	4.1628	4.1503	0.30%
EUR/USD:	1.1804	1.1776	0.24%
GBP/USD:	1.3868	1.3827	0.30%
USD/YEN:	110.13	110.11	0.02%
USD/SGD:	1.3434	1.3435	-0.01%
USD/HKD:	7.7790	7.7791	0.00%

KEY STATS

KLCI Spot			
Vol (m shares):	4,658.9	4,014.9	16.04%
Value (RMm):	3,010.3	2,403.1	25.27%
KLCI Future			
September-21	1,550.0	1,559.0	-0.58%
October-21	1,547.5	1,557.5	-0.64%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,282.5	1,284.8	-0.18%
SoyOil (USc/lb)	56.9	56.0	1.57%
Gold (US\$/troy oz)	1,805.0	1,792.3	0.71%
Nymex crude oil (US\$/bbl)	70.5	70.5	0.01%
Latex (RM/kg)	4.99	4.95	0.81%
Tin (US\$/mt)	34,008.00	34,243.0	-0.69%

NEWS HIGHLIGHTS

- **MoF instructs banks to work on interest payment exemption for recipients of loan moratorium (Comment included in Kenanga Today)**
- **Amcorp Properties sinks deeper into the red in 1Q despite higher revenue**
- **Magni-Tech 1Q net profit falls 21.3% on lockdown impact**
- **HIL Industries 2Q profit doubles on-year, boosted by stronger contribution from its manufacturing segment**
- **JCorp re-emerges as largest shareholder of Damansara Holdings**

MACRO BITS

- **Global debt is fast approaching record USD300.0t - IIF**
- **Chinese envoy to U.S. urges stable commercial ties despite trade conflicts**
- **'Lockdown' move no longer apt — PM Ismail Sabri**
- **MoF instructs banks to work on interest payment exemption for recipients of loan moratorium**
- **Malaysia plans to lift government debt ceiling to 65.0% of GDP**
- **Indonesia govt, key parliamentary body set 2022 GDP growth target at 5.2%**
- **Thailand easing visa rules in aim to draw one million foreigners**
- **Singapore warns restrictive policies to send economy into tailspin**
- **Australia's RBA optimistic on recovery, still committed to low rates**
- **U.S. consumer prices slow further in August; inflation likely peaked**
- **Confidence among U.S. small-business owners increased slightly in August -- NFIB**
- **ECB's Weidmann wants digital euro to start small**
- **UK payrolls hit pre-pandemic level with record vacancies**
- **Britain delays implementation of post-Brexit trade controls**

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- **Company Update: INRI, KGB**
- **On Our Technical Watch: BINACOM, DRBHCOC**

#	Top Volume			Top Gainer	Price	%Chg (+/-)	Vol (m)	Top Loser	Price	%Chg (+/-)	Vol (m)	
	Stock	Price	%Chg (+/-)									Stock
1	TOPGLOV	3.23	-1.5	36.80	MISC	7.00	0.6	1.75	PMETAL	5.58	-4.0	15.80
2	PBBANK	4.00	-1.5	25.10	PPB	18.42	0.4	0.44	RHBBANK	5.35	-2.2	6.92
3	CIMB	4.78	-1.2	17.70	DIALOG	2.66	0.4	5.03	AXIATA	4.04	-2.2	3.46
4	PMETAL	5.58	-4.0	15.80	PETGAS	16.76	0.4	0.49	KLK	20.42	-2.0	0.51
5	GENM	3.02	-0.7	10.00	HARTA	6.32	0.3	7.73	HLBANK	18.46	-1.8	0.96
6	HARTA	6.32	0.3	7.73	MAXIS	4.77	0.2	2.57	SIMEPLT	3.84	-1.5	2.66
7	MAYBANK	8.29	-0.1	7.73	NESTLE	134.80	0.1	0.11	TOPGLOV	3.23	-1.5	36.80
8	RHBBANK	5.35	-2.2	6.92	DIGI	4.48	0.0	2.35	PBBANK	4.00	-1.5	25.10
9	GENTING	4.94	-1.2	6.48	IHH	6.54	0.0	5.42	HLFG	18.30	-1.3	0.26
10	TM	5.98	-0.7	5.67	MRDIY	3.90	0.0	2.58	CIMB	4.78	-1.2	17.70

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **MoF instructs banks to work on interest payment exemption for recipients of loan moratorium**

The Ministry of Finance (MoF) has instructed banking institutions to work on the exemption from interest payments for recipients of the bank loan moratorium immediately. Finance Minister Tengku Datuk Seri Zafrul Tengku Abdul Aziz said in a statement that this will involve recipients of the moratorium from the bottom 50% of all Malaysians, in terms of income classification, for a period of three months in the fourth quarter of 2021 (4Q21). Following a Cabinet meeting on Sept 10, Tengku Zafrul said the Cabinet ministers had approved a proposal to table amendments to the Temporary Measures for Government Financing (Covid-19), which entail raising the ceiling limit of the Covid-19 Fund to RM110b from RM65b previously as well as increasing the statutory limit of federal government debt from 60% to 65% of gross domestic product (GDP). *(The Edge)*

Comment: While we are surprised by the move, we do not see the translated impact on modification loss incurred by the banks to be significant if made effective. While the current moratorium saw an inflation in applicants as compared to CY20's automatic blanket one, the banks represented that a large proportion is made up of T20 accounts (between 30-55% of existing TRA) which will not qualify for the exemption. Secondly, the above only affects the 4QCY21 period which itself would further reduce any exposure. We remain our NEUTRAL call on the banking sector for now. (By: Clement Chua)

- **Amcorp Properties sinks deeper into the red in 1Q despite higher revenue**

Amcorp Properties Bhd sank into a deeper net loss of RM7.3m for the first quarter ended June 30, 2021 (1QFY22) from RM867,000 a year ago. This came despite revenue increasing 25.4% to RM26.2m for 1QFY22 from RM20.9m in the previous year. The renewable energy and contracting division contributed RM18.2m to revenue while its Malaysian properties division contributed RM8m to revenue. *(The Edge)*

- **Magni-Tech 1Q net profit falls 21.3% on lockdown impact**

Magni-Tech Industries Bhd's net profit for the first quarter ended July 31, 2021 (1QFY21) fell 21.3% to RM21.1m from RM26.8m a year earlier, due to higher cost of sales coupled with the adverse effects of the lockdown. Earnings per share declined to 4.86 sen from 6.17 sen, the garment manufacturer's filing with Bursa Malaysia showed. Revenue was up 4.7% to RM305.6m from RM292m in 1QFY20, on higher sales order for garments. *(The Edge)*



- **HIL Industries 2Q profit doubles on-year, boosted by stronger contribution from its manufacturing segment**

Plastic solutions provider cum property developer HIL Industries Bhd's net profit for the second quarter ended June 30, 2021 (2QFY21) nearly doubled to RM4.3m from RM2.2m in the same period last year, boosted by stronger contributions from its manufacturing segment. Revenue was up 16.8% to RM25.6m from RM21.9m. The company's manufacturing division is involved in plastic injection moulding, which produces plastic original equipment manufacturer (OEM) parts, mainly for automotive and IT-related products. The division achieved a revenue of RM17.4m in 2QFY21, up 34.9% from RM12.9m in 2QFY20, amid the launch of several new car models and increased sales enjoyed by its customers on the extension of the waiver of sales tax under the Penjana plan, it said in a statement. *(The Edge)*

- **JCorp re-emerges as largest shareholder of Damansara Holdings**

Johor Corp Bhd (JCorp), the state-controlled investment arm of Johor, has re-emerged as the largest shareholder of Damansara Holdings Bhd after buying a 49.6% stake in the company for RM78.9m. JCorp — through wholly-owned Absolute Ambient Sdn Bhd — bought the stake comprising 157.8m shares from Seaview Holdings Sdn Bhd at 50 sen per share, Damansara Holdings said in a Bursa Malaysia filing. *(The Edge)*

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Macro Bits

Global

- [Global debt is fast approaching record USD300.0t - IIF](#) Global debt rose to a new record high of nearly USD300.0t in the second quarter, but the debt-to-GDP ratio declined for the first time since the start of the pandemic as economic growth rebounded, the Institute of International Finance (IIF) said on Tuesday. *(Reuters)*
- [Chinese envoy to U.S. urges stable commercial ties despite trade conflicts](#) China's new ambassador to the United States called on Monday for stable and constructive commercial ties between the world's two biggest economies, even as they struggle to resolve political and trade differences, a trade group said. *(Reuters)*

Malaysia

- ['Lockdown' move no longer apt — PM Ismail Sabri](#) The government's decision to reopen more economic sectors was made as the "lockdown" move is no longer apt and is feared to have more implications, including on mental health, Prime Minister Datuk Seri Ismail Sabri Yaakob said. *(The Edge Markets)*
- [MoF instructs banks to work on interest payment exemption for recipients of loan moratorium](#) On top of that, Tengku Zafrul highlighted that under the upcoming Budget 2022, the MoF will work to accelerate the economic recovery through the formulation of business and investment-friendly policies, as well as further enhancing national resilience. *(The Edge Markets)*
- [Malaysia plans to lift government debt ceiling to 65.0% of GDP](#) Malaysia's cabinet has proposed raising the government's statutory debt ceiling to 65.0% of gross domestic product, as part of measures to deal with the economic fallout of the COVID-19 pandemic, the finance minister said on Tuesday. *(Reuters)*

Asia Pacific

- [Indonesia govt, key parliamentary body set 2022 GDP growth target at 5.2%](#) The Indonesian parliament's budget committee and the government have agreed to set a 2022 economic growth target of 5.2%, roughly the midpoint of President Joko Widodo's proposal for 5.0%-5.5%, the committee's chair Said Abdullah said. *(Reuters)*
- [Thailand easing visa rules in aim to draw one million foreigners](#) Thailand aims to attract one million "high-potential" foreigners through an overhaul of visa rules that will boost investment and help the tourism-dependent economy, the government said. *(The Edge Markets)*
- [Singapore warns restrictive policies to send economy into tailspin](#) Singapore's finance minister Lawrence Wong said on Tuesday companies would move their business to other places if the financial hub's policies turned overly restrictive, which would send its small and open economy into a tailspin. *(The Edge Markets)*
- [Australia's RBA optimistic on recovery, still committed to low rates](#) Australia's top central banker said on Tuesday coronavirus lockdowns would cause a sharp contraction in the economy this quarter but was confident activity would rebound quickly once restrictions were eased in coming months. *(Reuters)*

Americas

- [U.S. consumer prices slow further in August; inflation likely peaked](#) Underlying U.S. consumer prices increased at their slowest pace in six months in August as used motor vehicle prices tumbled, suggesting that inflation had probably peaked, though it could remain high for a while amid persistent supply constraints. *(Reuters)*
- [Confidence among U.S. small-business owners increased slightly in August -- NFIB](#) Small-business owners in the U.S. were slightly more optimistic in August compared with the previous month but the short-term outlook darkened, according to a survey compiled by the National Federation of Independent Business. *(MarketWatch)*

Europe

- [ECB's Weidmann wants digital euro to start small](#) A digital euro, currently under design by the European Central Bank, should have a limited role initially as it could disrupt the bank sector and overly extend the role of central banking, Bundesbank President Jens Weidmann said on Tuesday. *(Reuters)*
- [UK payrolls hit pre-pandemic level with record vacancies](#) The figures from the Office for National Statistics suggest the labor market remained buoyant over the summer even as a resurgence in virus cases and supply disruptions weighed heavily on overall economic growth. *(The Edge Markets)*
- [Britain delays implementation of post-Brexit trade controls](#) Britain said on Tuesday it was delaying the implementation of some post-Brexit import controls, the second time they have been pushed back, citing pressures on businesses from the pandemic and global supply chain strain. *(The Edge Markets)*



15 September 2021

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
RUBBEREX CORP M BHD	0.640	18.75	14.71	24.28	0.620
COMFORT GLOVE BHD	1.530	21.10	13.02	4.95	1.500
SOLUTION GROUP BHD	0.695	24.14	19.22	6.40	0.690
CAREPLUS GROUP BHD	1.410	27.00	21.24	25.83	1.360
SUPERMAX CORP BHD	2.640	29.79	22.88	4.46	2.560
EURO HOLDINGS BHD	0.680	29.98	23.17	3.02	0.675

*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
TROPICANA CORP BHD	1.030	89.10	93.93	99.23	1.040
THREE-A RESOURCES BHD	0.990	80.54	83.53	91.42	1.070
PMB TECHNOLOGY BHD	7.150	79.52	80.16	71.39	7.250
HONG LEONG CAPITAL BHD	6.520	78.77	82.32	74.19	6.580
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FAJARBARU BUILDER GROUP BHD	0.860	78.31	83.48	90.73	0.860
BP PLASTICS HOLDING BHD	2.650	76.76	79.33	80.57	2.750
DAIBOCHI BHD	2.690	76.14	80.68	90.80	2.700
GENETEC TECHNOLOGY BHD	33.200	73.88	75.42	88.57	33.880
MALAYSIAN GENOMICS RESOURCE	2.460	73.51	74.06	88.47	2.480
IHH HEALTHCARE BHD	6.540	73.16	73.68	62.74	6.780
SURIA CAPITAL HOLDINGS BHD	1.160	73.13	81.11	97.18	1.190
CAN-ONE BHD	3.840	70.53	66.93	32.21	4.130
SUPERCOMNET TECHNOLOGIES BHD	1.670	70.29	75.87	78.73	1.740
TAMBUN INDAH LAND BHD	0.775	70.23	70.41	62.64	0.810
DKSH HOLDINGS MALAYSIA BHD	4.380	70.18	66.54	42.01	4.850

*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
DAYANG ENTERPRISE HOLDINGS BHD-C15	0.030	20.07	15.66	10.61	0.030	7/2/2022
SUPERMAX CORP BHD-L	0.080	23.25	18.07	2.46	0.075	31/1/2022
TOP GLOVE CORP BHD-V	0.025	25.62	21.61	13.54	0.025	31/1/2022
ALIBABA GROUP HOLDING LTD-C5	0.040	29.07	29.60	17.91	0.035	2/3/2022
MAH SING GROUP BHD-C33	0.005	29.80	25.90	5.64	0.005	21/10/2021

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
CN ASIA CORP BHD-WA	0.715	91.57	93.76	91.10	0.745	7/6/2024
DAIBOCHI BHD-WB	0.320	78.72	85.06	94.92	0.325	19/6/2022
FRONTKEN CORP BHD-WB	0.475	74.54	78.43	87.69	0.480	3/5/2026
KELINGTON GROUP BHD-WB	0.445	73.71	76.69	86.28	0.460	24/7/2026

Source: Bloomberg

15 September 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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