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BURSA	19-Jan	Day chg	% chg
KLCI	1,530.3	-12.59	-0.82%
FTSE EMAS	10,974.6	-127.7	-1.15%
FTSE Smallcap	15,361.6	-233.95	-1.50%
FTSE MESDAQ	6,091.6	-151.6	-2.43%
KLSE Mkt Cap (RM'b)	1,664.8	-17.3	-1.03%

**BURSA DAILY TRADING PARTICIPATION**

Participation	Net (RM'm)	Value (%)
Local Institution	-13.5	50.93%
Local Retail	41.2	27.81%
Foreign	-27.7	21.26%

INDICES	19-Jan	Day chg	% chg
Dow Jones	35,028.7	-339.8	-0.96%
S&P 500	4,532.8	-44.3	-0.97%
NASDAQ	14,340.3	-166.7	-1.15%
FTSE-100	7,589.7	26.1	0.35%
Nikkei 225	27,467.2	-790.0	-2.80%
SHCOMP	3,558.2	-11.7	-0.33%
HSI	24,127.9	15.1	0.06%
STI	3,283.9	3.9	0.12%
KOSPI	2,842.3	-22.0	-0.77%
TWSE	18,227.5	-151.2	-0.82%
JCI	6,592.0	-22.078	-0.33%
SET	1,658.2	-2.0	-0.12%

FOREX	19-Jan	18-Jan	% chg
USD/MYR:	4.1938	N.A.	N.A.
EUR/USD:	1.1347	1.1390	-0.38%
GBP/USD:	1.3632	1.3613	0.14%
USD/YEN:	114.48	114.75	-0.24%
USD/SGD:	1.3483	1.3494	-0.08%
USD/HKD:	7.7923	7.7942	-0.02%

**KEY STATS**

KLCI Spot			
Vol (m shares):	3,568.5	2,585.1	38.04%
Value (RMm):	2,606.9	2,005.5	29.99%
KLCI Future			
January-22	1,529.5	1,542.5	-0.84%
February-22	1,529.5	1,542.5	-0.84%
CPO Price (RM/tonne)	5,124.0	5,034.0	1.79%
Soybean (US\$/bu)	1,391.3	1,361.3	2.20%
SoyOil (USc/lb)	60.8	59.1	2.83%
Gold (US\$/troy oz)	1,843.2	1,812.4	1.70%
Nymex crude oil (US\$/bbl)	87.0	85.4	1.79%
Latex (RM/kg)	5.88	5.81	1.29%
Tin (US\$/mt)	N.A.	42,654.0	N.A.

# Research Highlights

**NEWS HIGHLIGHTS**

- Bumi Armada to dispose of four overseas subsidiaries for RM187m
- PetChem to be sole Southeast Asia melamine producer with new plant in Kedah
- BCorp to sell Berjaya University College to Thai group
- KAB set to acquire mini-hydropower plant in Indonesia
- Nestcon bags RM188.5m construction contract

**MACRO BITS**

- Oil highest since 2014 as Turkey outage adds to tight supply outlook
- Positive indicators show GDP growth of 5.5% to 6.5% in 2022 can be achieved, says Tengku Zafrul
- Take advantage of opportunities presented by RCEP, PM Ismail Sabri tells US businesses
- Indonesia govt sees Q4 GDP growth at around 5.0%
- Net profits of China's centrally owned state firms up 29.8% y/y in 2021
- Abenomics did not create sustainable economy, says Japan PM
- Japan govt panel member joins BOJ in highlighting inflation risk
- U.S. housing starts unexpectedly rise in December; building permits surge
- U.S. allocates USD14.0b to expand ports, shore up waterways
- U.S. mortgage interest rates climb for 4th straight week
- Canada's annual inflation rate hits 4.8% in Dec to three-decade high
- Betting Omicron has peaked, Johnson drops COVID rules in England
- UK inflation hits near 30-year high, pressuring BoE and households
- Germany tops 100,000 daily COVID-19 cases for first time

**IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)**

- Sector Update: MEDIA
- Company Update: ABMB
- On Our Technical Watch: EKOVEST, OVH

#	Top Volume			Top Gainer	Price	%Chg (+/-)	Vol (m)	Top Loser	Price	%Chg (+/-)	Vol (m)	
	Stock	Price	%Chg (+/-)									Stock
1	INARI	3.28	-4.7	40.10	HARTA	5.74	2.7	3.34	TOPGLOV	2.24	-4.7	15.90
2	CIMB	5.33	-3.3	19.20	KLK	21.40	1.6	0.22	INARI	3.28	-4.7	40.10
3	PBBANK	4.18	-1.0	18.60	DIALOG	2.70	1.1	16.40	CIMB	5.33	-3.3	19.20
4	DIALOG	2.70	1.1	16.40	PETGAS	16.74	1.1	0.48	DIGI	3.91	-2.3	1.80
5	TOPGLOV	2.24	-4.7	15.90	MISC	7.01	1.0	0.84	GENM	2.84	-2.1	7.50
6	MAYBANK	8.32	-1.1	9.28	MAXIS	4.44	0.5	0.77	HLFG	18.40	-1.9	0.48
7	PMETAL	5.88	-0.7	8.13	PCHEM	8.98	0.3	7.63	GENTING	4.53	-1.7	5.66
8	PCHEM	8.98	0.3	7.63	TENAGA	9.07	0.3	3.49	TM	5.12	-1.7	2.58
9	GENM	2.84	-2.1	7.50	SIMEPLT	3.98	0.3	1.27	HLBANK	19.50	-1.5	1.56
10	RHBBANK	5.76	-0.7	6.43	PPB	16.60	0.2	0.26	IOICORP	3.85	-1.3	1.25

Notes: # KL Composite Index (FBMKLCI) component stocks

## Corporate News

- **Bumi Armada to dispose of four overseas subsidiaries for RM187m**

Bumi Armada is planning to sell four overseas subsidiaries for USD44.5m (~RM186.6m), consisting of offshore service vessels. USD38m of the proceeds will be used to reduce corporate debt whilst the remainder will be retained for working capital purposes. (*Bursa Malaysia*)

*Comment: We are positive on the news, as this is in line with the group's overall strategy of gradually exiting the offshore support vessel (OSV) business to focus on its FPSO side of the group, as well as to further its efforts in continuing to pare down its borrowings. YTD, the group had already disposed a total of 27 OSVs (excluding this disposal), with 10 still remaining in its fleet prior to this disposal. Most of the vessels that were disposed this time round have been working for Lukoil in the Caspian Sea, Russia since 2016 under charter party contracts. Financially, the disposal would also be earnings enhancing, as the subsidiaries had recorded a combined 9MFY21 loss after tax of RM56.6m (versus our FY21E/FY22E earnings forecasts of RM656m/RM561m). However, post-disposal, the group will recognize a loss on disposal of RM25m, while net-gearing is expected to stay relatively flattish at ~1.7x. No changes to our FY21E/FY22E, with unchanged OUTPERFORM call and TP of RM0.57 (pegged to 6x PER, in-line with its 3-year mean valuations). Our call is premised on its balance sheet turnaround and earnings recovery story, with borrowings level looking more manageable and meeting debt repayment obligations a plausible reality. (By: Steven Chan)*

- **PetChem to be sole Southeast Asia melamine producer with new plant in Kedah**

Petronas Chemicals Group Bhd (PetChem) plans to build a 60,000 tonnes per annum melamine plant in Gurun, Kedah, which will make it the sole melamine producer in Southeast Asia. In a statement, PetChem said the plant is targeted to come onstream in 2024 but did not indicate how much it is investing in the plant. It said the project is in line with its journey to expand into derivatives by adding value to the molecules from its existing products such as urea, methanol, polyolefins and more. It plans to use urea produced from its wholly-owned Petronas Chemicals Fertiliser Kedah (PCFK) unit as feedstock to produce the melamine. (*The Edge Market*)

- **BCorp to sell Berjaya University College to Thai group**

Berjaya Corp Bhd (BCorp) has proposed to dispose of its 71.7% stake in Berjaya Higher Education Sdn Bhd, which owns Berjaya University College (BUC), to Nanyang International Education Group Sdn Bhd. In a statement, BCorp said its wholly-owned subsidiary Berjaya Group Bhd has inked an agreement with Nanyang for the proposed disposal. However, the group did not indicate the disposal value. (*The Edge Market*)

- **KAB set to acquire mini-hydropower plant in Indonesia**

Electrical and mechanical engineering services provider Kejuruteraan Asastera Bhd (KAB) is set to acquire a mini-hydropower plant located in North Sumatera, Indonesia. In a statement on Wednesday (Jan 19), KAB said that its wholly-owned subsidiary KAB Energy Holdings Sdn Bhd (KABEH) had entered into a term sheet agreement with Sarawak Cable Bhd (SCB) to acquire the entire issued share capital of the latter's Indonesia-based subsidiary, PT Inpola Mitra Elektrindo (PT IME), for a purchase consideration of RM10,000. (*The Edge Market*)

- **Nestcon bags RM188.5m construction contract**

Nestcon Bhd has been awarded a fixed lump sum turnkey construction job worth RM188.5m from Konsortium Exsim Development Sdn Bhd (KED) to build a 39-storey apartment building in Jalan Klang Lama, here. Nestcon, via its wholly-owned Nestcon Builders Sdn Bhd, has accepted the letter of award from KED for the job. Under the contract, Nestcon Builders will design and build the apartment building, which will have 608 units of apartment suites and three retail shops, in 36 months, and hand over the project on or before Jan 18, 2025, according to Nestcon's bourse filing. (*The Edge Market*)

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## Macro Bits

### Global

- [Oil highest since 2014 as Turkey outage adds to tight supply outlook](#) Oil prices rose for a fourth day on Wednesday after a fire on a pipeline from Iraq to Turkey briefly stopped flows, increasing concerns about an already tight short term supply outlook. *(Reuters)*

### Malaysia

- [Positive indicators show GDP growth of 5.5% to 6.5% in 2022 can be achieved, says Tengku Zafrul](#) Positive indicators, including the declining jobless rate, have shown that national economic growth of 5.5%-6.5% this year can be achieved, said Finance Minister Tengku Datuk Seri Zafrul Tengku Abdul Aziz. *(The Edge Markets)*
- [Take advantage of opportunities presented by RCEP, PM Ismail Sabri tells US businesses](#) Prime Minister Datuk Seri Ismail Sabri Yaakob is hopeful that United States (US) businesses would take advantage of the vast investment opportunities presented by the Regional Economic Comprehensive Partnership (RCEP). *(The Edge Markets)*

### Asia Pacific

- [Indonesia govt sees Q4 GDP growth at around 5.0%](#) Indonesia's annual economic growth in the fourth quarter is seen around 5.0%, which will take last year's growth to 4.0%, finance minister, Sri Mulyani Indrawati, told a parliamentary hearing on Wednesday. *(Reuters)*
- [Net profits of China's centrally owned state firms up 29.8% y/y in 2021](#) Overall net profits of China's central government-owned state firms rose 29.8% year-on-year to CNY1.8t (USD283.56b) in 2021, according to a statement from the state assets regulator on Wednesday, higher than a 2.1% growth in 2020. *(Reuters)*
- [Abenomics did not create sustainable economy, says Japan PM](#) Japanese Prime Minister Fumio Kishida said on Tuesday (Jan 18) that steps taken under former premier Shinzo Abe's "Abenomics" policy of massive monetary and fiscal stimulus were not enough to create a sustainable and inclusive economy. *(The Edge Markets)*
- [Japan govt panel member joins BOJ in highlighting inflation risk](#) Japan's central bank said on Wednesday it must be mindful of the risk of inflation overshooting, as a member of a government policy panel suggested price pressures might prompt the bank to consider an exit from its ultra-loose monetary stance. *(Reuters)*

### Americas

- [U.S. housing starts unexpectedly rise in December; building permits surge](#) U.S. homebuilding unexpectedly increased in December amid unseasonably mild temperatures, but soaring prices for materials after the government nearly doubled duties on imported Canadian softwood lumber could hamper activity in the coming months. *(Reuters)*
- [U.S. allocates USD14.0b to expand ports, shore up waterways](#) The Biden administration on Wednesday said it will fund USD14.0b in projects to improve the country's ports and waterways in an effort to increase climate resilience, improve drinking water sources and bolster the U.S. supply chain. *(Reuters)*
- [U.S. mortgage interest rates climb for 4th straight week](#) The interest rate on the most popular U.S. home loan rose for a fourth straight week last week, with residential real estate borrowing costs now the highest in nearly two years as financial markets anticipate that the Federal Reserve will raise rates sooner and faster than previously expected to combat inflation. *(Reuters)*
- [Canada's annual inflation rate hits 4.8% in Dec to three-decade high](#) Canada's annual inflation rate accelerated to 4.8% in December, the highest since September 1991, Statistics Canada said on Wednesday. Analysts polled by Reuters had expected the annual rate to rise to 4.8% in December. *(Reuters)*

### Europe

- [Betting Omicron has peaked, Johnson drops COVID rules in England](#) British Prime Minister Boris Johnson announced the end of COVID-19 measures introduced to curb the rapid spread of the Omicron variant in England as he looks to live with the virus after a peak in cases. *(Reuters)*
- [UK inflation hits near 30-year high, pressuring BoE and households](#) Inflation in Britain rose faster than expected to a near 30-year high in December, intensifying a squeeze on living standards and putting pressure on the Bank of England to raise interest rates again. *(Reuters)*
- [Germany tops 100,000 daily COVID-19 cases for first time](#) Germany reported a record 112,323 new coronavirus cases on Wednesday, after the health minister said the peak had not been reached yet and compulsory vaccination should be introduced by May. *(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
PENTAMASTER CORP BHD	4.180	12.30	6.65	1.51	4.100
D&O GREEN TECHNOLOGIES BHD	4.370	16.05	8.97	0.75	4.220
DUFU TECHNOLOGY CORP BHD	3.400	17.17	10.31	1.12	3.360
AEMULUS HOLDINGS BHD	0.905	19.43	10.88	0.44	0.880
JF TECHNOLOGY BHD	1.210	19.50	11.89	0.89	1.200
KOBAY TECHNOLOGY BHD	4.470	20.30	12.11	0.89	4.420
UNISEM (M) BERHAD	3.020	20.87	18.44	18.26	2.980
PIE INDUSTRIAL BHD	3.000	22.16	16.08	7.88	2.990
GLOBETRONICS TECHNOLOGY BHD	1.410	23.09	16.77	7.71	1.400
SKP RESOURCES BHD	1.420	23.10	13.63	0.53	1.390
MALAYSIAN PACIFIC INDUSTRIES	39.780	23.33	18.39	13.36	39.420
FRONTKEN CORP BHD	3.180	23.83	16.88	4.98	3.140
SUPERCOMNET TECHNOLOGIES BHD	1.650	24.93	15.92	2.31	1.620
JHM CONSOLIDATION BHD	1.420	25.17	18.44	2.11	1.400
DATAPREP HOLDINGS BHD	0.650	25.80	20.75	18.75	0.650
DUTCH LADY MILK INDS BHD	32.280	27.60	17.17	1.10	32.220
MY EG SERVICES BHD	0.945	27.61	19.35	4.80	0.925
PINTARAS JAYA BHD	2.610	27.92	19.86	1.21	2.610
KESM INDUSTRIES BHD	11.000	28.29	20.82	4.51	10.960
RCE CAPITAL BHD	1.720	28.68	21.20	4.38	1.700
KELINGTON GROUP BHD	1.460	28.70	20.96	4.15	1.450
UCHI TECHNOLOGIES BHD	2.910	29.71	25.92	22.67	2.880

\*Only for stocks with market cap &gt;RM300m

Source: Bloomberg

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D
COMPLETE LOGISTIC SERVICES	3.150	89.94	95.26	99.82	3.200
HOCK SENG LEE BERHAD	1.340	89.73	89.89	82.25	1.370
ECOFIRST CONSOLIDATED BHD	0.520	76.12	77.29	61.34	0.550
BUMI ARMADA BERHAD	0.530	74.95	83.50	96.27	0.545
ATLAN HOLDINGS BERHAD	2.900	73.87	83.25	98.85	2.900
DAGANG NEXCHANGE BHD	0.910	71.19	75.22	83.54	0.920

\*Only for stocks with market cap &gt;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
PENTAMASTER CORP BHD-C11	0.015	4.96	4.03	0.58	0.015	26/5/2022
JHM CONSOLIDATION BHD-CD	0.020	14.72	15.39	11.35	0.020	29/6/2022
GREATECH TECHNOLOGY BHD-CJ	0.020	16.55	10.73	0.75	0.020	28/3/2022
D&O GREEN TECHNOLOGIES BHD-CP	0.050	16.98	10.20	1.16	0.040	28/6/2022
MI TECHNOVATION BHD-CZ	0.010	18.68	15.17	9.52	0.010	30/8/2022
KELINGTON GROUP BHD-WB	0.555	18.73	12.02	1.49	0.555	24/7/2026
JF TECHNOLOGY BHD-WA	0.550	20.17	11.67	0.72	0.540	23/1/2026
PENTAMASTER CORP BHD-C13	0.055	20.42	10.70	0.22	0.055	30/8/2022
D&O GREEN TECHNOLOGIES BHD-CQ	0.040	20.90	16.71	5.42	0.040	29/4/2022
INARI AMERTRON BHD-C94	0.085	22.75	16.92	9.61	0.080	13/5/2022
HANG SENG INDEX-IU	0.005	23.11	14.37	2.56	0.005	28/1/2022
INARI AMERTRON BHD-C96	0.030	23.30	17.19	4.89	0.030	30/6/2022
BSL CORP BHD-WA	0.190	23.81	30.58	12.65	0.140	11/11/2024
INARI AMERTRON BHD-C91	0.045	23.85	18.40	11.39	0.045	28/6/2022
HANG SENG TECH INDEX-CG	0.045	23.85	31.29	43.82	0.030	28/4/2022
SKP RESOURCES BHD-WB	0.135	23.91	15.36	3.42	0.135	25/4/2026
INARI AMERTRON BHD-C92	0.030	24.45	16.52	1.10	0.025	27/5/2022
MY EG SERVICES BHD-I	0.080	25.90	17.48	1.38	0.075	31/5/2022
FRONTKEN CORP BHD-WB	0.410	26.28	18.70	5.14	0.395	3/5/2026
HANG SENG INDEX-IV	0.005	26.89	27.41	17.34	0.005	28/1/2022
FRONTKEN CORP BHD-C4	0.085	27.05	19.14	4.54	0.085	29/4/2022
INARI AMERTRON BHD-C93	0.010	27.63	23.00	14.57	0.010	29/4/2022
FRONTKEN CORP BHD-C7	0.105	27.70	22.39	10.64	0.100	15/8/2022
FOCUS DYNAMICS GROUP BHD-WD	0.005	28.10	12.87	0.02	0.005	26/11/2025
FRONTKEN CORP BHD-C3	0.070	28.16	22.84	9.42	0.065	28/3/2022
HANG SENG INDEX-MR	0.050	29.39	22.53	5.05	0.045	25/2/2022

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
HIBISCUS PETROLEUM BHD-C24	0.065	83.33	85.77	99.02	0.065	29/8/2022

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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