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## Research Highlights

BURSA	20-Jan	Day chg	% chg
KLCI	1,527.8	-2.58	-0.17%
FTSE EMAS	10,980.6	6.0	0.05%
FTSE Smallcap	15,476.4	114.75	0.75%
FTSE MESDAQ	6,161.1	69.6	1.14%
KLSE Mkt Cap (RM'b)	1667.0	2.2	0.13%

### BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	-59.4	49.2%
Local Retail	9.7	29.6%
Foreign	49.8	21.2%

INDICES	20-Jan	Day chg	% chg
Dow Jones	34,715.4	-313.3	-0.89%
S&P 500	4,482.7	-50.0	-1.10%
NASDAQ	14,154.0	-186.2	-1.30%
FTSE-100	7,585.0	-4.6	-0.06%
Nikkei 225	27,772.9	305.7	1.11%
SHCOMP	3,555.1	-3.1	-0.09%
HSI	24,952.4	824.5	3.42%
STI	3,294.8	10.9	0.33%
KOSPI	2,862.7	20.4	0.72%
TWSE	18,218.3	-9.2	-0.05%
JCI	6,626.9	34.89	0.53%
SET	1,657.0	-1.3	-0.08%

FOREX	20-Jan	19-Jan	% chg
USD/MYR:	4.1895	4.1938	-0.10%
EUR/USD:	1.1346	1.1347	-0.01%
GBP/USD:	1.3617	1.3632	-0.11%
USD/YEN:	114.26	114.48	-0.19%
USD/SGD:	1.3465	1.3483	-0.13%
USD/HKD:	7.7863	7.7923	-0.08%

### KEY STATS

KLCI Spot			
Vol (m shares):	3,389.7	3,568.5	-5.01%
Value (RMm):	2,251.7	2,606.9	-13.62%
KLCI Future			
January-22	1,528.5	1,529.5	-0.07%
February-22	1,528.0	1,529.5	-0.10%
CPO Price (RM/tonne)	5,187.0	5,124.0	1.23%
Soybean (US\$/bu)	1,425.8	1,391.3	2.48%
SoyOil (USc/lb)	62.9	60.8	3.57%
Gold (US\$/troy oz)	1,842.6	1,843.2	-0.03%
Nymex crude oil (US\$/bbl)	86.9	87.0	-0.07%
Latex (RM/kg)	5.89	5.90	-0.08%
Tin (US\$/mt)	N.A.	43,401.0	N.A.

### NEWS HIGHLIGHTS

- **SilTerra offers new manufacturing tech with Finnish firm's help**
- **Solarvest, QBE Malaysia, Anora collaborate to offer solar investment insurance product**
- **Pantech's 3Q net profit jumps 133% amid optimised operations**
- **Destini secures contracts from Mindef worth RM89m**
- **MMAG ups stake in CSH Alliance to 16.6% via right issue**

### MACRO BITS

- **Biden says 'uncertain' whether China tariffs will be lifted**
  - **Global energy transition to cause short-term economic pain -report**
  - **Policy rate unchanged, cautious growth outlook douse early tightening signal (See *Economic Viewpoint: BNM MPC Decision*)**
  - **Finance Ministry: Floods reduced economic sector production by RM4.0b to RM8.0b**
  - **MOH to roll out vaccination for children from February — Khairy**
  - **Govt intervention may be necessary to ease cost pressure on property development — REHDA Institute**
  - **Left policy rates unchanged but set to raise RRR from March (See *Economic Viewpoint: Bank Indonesia Rate Decision*)**
  - **China cuts key rates, steps up monetary stimulus to boost economy**
  - **Japan's December exports, imports hit record high by value as supply bottlenecks eased**
  - **Australia jobless number dives to lowest since 2008 as case builds for rate rise**
  - **US jobless claims surge to three-month high on Omicron impact**
  - **U.S. existing home sales tumble in December**
  - **ECB has every reason not to act as fast as Fed, Lagarde says**
  - **ECB's Lagarde: Inflation drivers will ease gradually in 2022**
- IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)**
- **Results Note: AXREIT, SENTRAL**
  - **On Our Technical Watch: EFRAME, ALCOM**
  - **Rating Summary**
  - **Economic Viewpoint: BNM MPC Decision, BI Rate Decision**

#	Top Volume			Top Gainer			Top Loser					
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	INARI	3.29	0.3	32.30	PMETAL	6.12	4.1	12.70	MAXIS	4.37	-1.6	1.42
2	PBBANK	4.17	-0.2	19.40	TM	5.15	0.6	2.69	CIMB	5.25	-1.5	19.10
3	CIMB	5.25	-1.5	19.10	IOICORP	3.87	0.5	1.37	SIME	2.21	-1.3	4.77
4	PMETAL	6.12	4.1	12.70	PETGAS	16.82	0.5	0.68	TOPGLOV	2.21	-1.3	10.60
5	TOPGLOV	2.21	-1.3	10.60	RHBBANK	5.78	0.4	3.18	MRDIY	3.64	-1.1	2.09
6	DIALOG	2.70	0.0	8.37	INARI	3.29	0.3	32.30	HARTA	5.69	-0.9	3.11
7	MAYBANK	8.28	-0.5	5.70	NESTLE	132.20	0.2	0.02	HLBANK	19.34	-0.8	0.16
8	IHH	6.55	-0.2	5.00	GENTING	4.54	0.2	1.53	AXIATA	3.74	-0.8	1.82
9	SIME	2.21	-1.3	4.77	DIALOG	2.70	0.0	8.37	HLFG	18.30	-0.5	0.22
10	SIMEPLT	3.98	0.0	3.77	GENM	2.84	0.0	2.69	PETDAG	19.14	-0.5	0.10

Notes: # KL Composite Index (FBMKLCI) component stocks

## Corporate News

- **SilTerra offers new manufacturing tech with Finnish firm's help**

Dagang NeXchange Bhd's (DNeX) strategic investment arm, SilTerra Malaysia Sdn Bhd is offering a new manufacturing technology for microelectromechanical systems (MEMS) and photonics devices. The innovation is based on Cavity Silicon-On-Insulator (C-SOI) wafers produced and customised by Okmetic, a high value-added silicon wafer supplier based in Finland. DNeX said the technology also offers a precise, high yield and faster time to market MEMS and photonics devices fabrication to customers. *(NST Business)*

- **Solarvest, QBE Malaysia, Anora collaborate to offer solar investment insurance product**

Clean energy specialist Solarvest Holdings Bhd, insurers QBE Insurance (Malaysia) Bhd and Anora Agency Sdn Bhd collaborate to provide solar photovoltaic (PV) investors a solar investment insurance product, namely the SolarPro Line-Stoppage insurance policy. In a joint statement on Thursday (Jan 20), the trio said they signed a tripartite memorandum of understanding (MoU) to enable Solarvest to be able to take up, as well as provide its solar PV investors with an all-new solar investment insurance product. The solar investment insurance product, namely the SolarPro Line-Stoppage insurance policy, is a comprehensive general liability policy with consequential loss underwritten by QBE Malaysia, through Anora. *(The Edge Markets)*

- **Pantech's 3Q net profit jumps 133% amid optimised operations**

Pantech Group Holdings Bhd's net profit rose 132.8% to RM20.4m in the third quarter ended Nov 30, 2021 (3QFY22), from RM8.8m a year ago, due mainly to optimised operations, better product mix and higher selling prices. Earnings per share improved to 2.7 sen from 1.2 sen, the steel pipes and fittings manufacturer's filing with Bursa Malaysia showed. Revenue expanded 57.4% to RM209.3m from RM133m in 3QFY21. *(The Edge Markets)*

- **Destini secures contracts from Mindef worth RM89m**

Destini Bhd has secured two contracts worth a total of RM89m from the Ministry of Defence (Mindef) to provide its services to the military. The group said the first contract is an extension of an existing contract and involves the provision of maintenance, repair and overhaul (MRO) services and the supply of safety and survival related equipment for the Royal Malaysian Air Force. "The contract extension expires in October 2022 and it has a ceiling value of approximately RM88m," Destini said in a statement on Thursday (Jan 20). *(The Star)*

- **MMAG ups stake in CSH Alliance to 16.6% via right issue**

MMAG Holdings Bhd has raised its stake in ceramics and pottery products manufacturer CSH Alliance Bhd (formerly known as KTG Bhd) to 16.6% by subscribing for new shares in a rights issue. MMAG emerged as a substantial shareholder in CSH last May after acquiring 35m shares or a 5.1% stake in the company on the open market. In a bourse filing, MMAG said it has now subscribed for another 35m rights shares (on the basis of one share for every one existing share held) and a further 159.5m excess shares, both at 15 sen apiece for a total sum of RM29.2m. *(The Edge Markets)*



## Macro Bits

### Global

- [Biden says 'uncertain' whether China tariffs will be lifted](#) President Joe Biden said that he's not ready to lift tariffs his predecessor imposed on Chinese imports, despite calls from US businesses to relieve the duties. US Trade Representative Katherine Tai is "working on that right now," Biden said at a news conference Wednesday marking his first year in office. But "the answer is uncertain," he added. *(The Edge Markets)*
- [Global energy transition to cause short-term economic pain -report](#) The transition to clean energy required to prevent temperatures from rising swiftly could shave 2.0% off global GDP by 2050 but is likely recoverable before the end of the century, a report by natural resources consultancy Wood Mackenzie said on Thursday. *(Reuters)*

### Malaysia

- **Policy rate unchanged, cautious growth outlook douse early tightening signal** Bank Negara Malaysia's (BNM) Monetary Policy Committee (MPC) kept the overnight policy rate (OPR) at 1.75%. It was within consensus and house expectation. On economic growth, it sees Malaysia's 2021 GDP growth to be within the projected range of 3.0% – 4.0% (KIBB forecast: 3.5% - 4.0%) based on the latest high-frequency indicators, indicating a growth turnaround in the 4Q21. *(See Economic Viewpoint: BNM MPC Decision)*
- [Finance Ministry: Floods reduced economic sector production by RM4.0b to RM8.0b](#) Minister Tengku Datuk Seri Zafrul Tengku Abdul Aziz said although the disaster had a major impact on economic activities, particularly in the affected areas, the country's gross domestic product (GDP) growth forecast remained between 3.0% and 4.0% for 2021. *(The Edge Markets)*
- [MOH to roll out vaccination for children from February — Khairy](#) The Health Ministry (MOH) will begin Covid-19 vaccination for children aged five to 11 starting this February, as soon as the Pfizer vaccine (for children) supply arrives here from Jan 31, said its Minister Khairy Jamaluddin. *(The Edge Markets)*
- [Govt intervention may be necessary to ease cost pressure on property development — REHDA Institute](#) Government intervention may be necessary to ease the cost pressure on the property development industry to ensure that house prices remain stable. *(The Edge Markets)*

### Asia Pacific

- **Left policy rates unchanged but set to raise RRR from March** Bank Indonesia (BI) kept the benchmark 7-day reverse repo rate at 3.50% for the eleventh consecutive time at its first Board of Governor meetings for this year. The decision, on January 20, was in line with house and market expectation. *(See Economic Viewpoint: Bank Indonesia Rate Decision)*
- [China cuts key rates, steps up monetary stimulus to boost economy](#) China lowered mortgage lending benchmark rates on Thursday as monetary authorities step up efforts to prop up the slowing economy, after data earlier in the week pointed to a darkening outlook for the country's troubled property sector. *(Reuters)*
- [Japan's December exports, imports hit record high by value as supply bottlenecks eased](#) Japan's exports and imports in December hit record highs in terms of their value in yen, data showed on Thursday (Jan 20), as supply bottlenecks eased at the end of 2021 amid rising prices. *(The Edge Markets)*
- [Australia jobless number dives to lowest since 2008 as case builds for rate rise](#) Australian employment raced ahead in December as the jobless rate fell to its lowest point since 2008, showing strength that should help the economy weather the current surge in coronavirus cases across the country. *(The Edge Markets)*

### Americas

- [US jobless claims surge to three-month high on Omicron impact](#) Initial unemployment claims increased by 55,000 to 286,000 in the week ended Jan 15, Labor Department data showed on Thursday. The figure exceeded all estimates in a Bloomberg survey of economists. *(The Edge Markets)*
- [U.S. existing home sales tumble in December](#) U.S. home sales tumbled in December as higher prices amid record low inventory continued to shut out some first-time buyers. Existing home sales dropped 4.6% to a seasonally adjusted annual rate of 6.18m units last month, the National Association of Realtors said on Thursday. *(Reuters)*

### Europe

- [ECB has every reason not to act as fast as Fed, Lagarde says](#) The European Central Bank has "every reason" not to respond as forcefully as the Federal Reserve to soaring consumer prices, according to its President Christine Lagarde. *(The Edge Markets)*
- [ECB's Lagarde: Inflation drivers will ease gradually in 2022](#) Inflation in the euro zone will decrease gradually over the year as its main drivers, such as surging energy prices and supply bottlenecks, are expected to ease, European Central Bank (ECB) head Christine Lagarde told France Inter radio. *(The Edge Markets)*

21 January 2022

**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
DUFU TECHNOLOGY CORP BHD	3.460	22.17	17.75	21.32	3.360
MALAYSIAN PACIFIC INDUSTRIES	40.020	24.68	20.30	18.28	39.400
UNISEM (M) BERHAD	3.090	24.72	23.51	30.24	2.980
D&O GREEN TECHNOLOGIES BHD	4.560	24.91	21.74	31.99	4.220
DUTCH LADY MILK INDS BHD	32.180	26.09	15.70	0.87	32.000
KESM INDUSTRIES BHD	10.840	26.75	19.21	3.69	10.640
AEMULUS HOLDINGS BHD	0.945	28.03	23.98	32.79	0.880
DATAPREP HOLDINGS BHD	0.660	28.09	24.66	29.80	0.650
FRONTKEN CORP BHD	3.260	28.96	24.48	25.92	3.090
IGB REAL ESTATE INVESTMENT T	1.540	29.26	23.17	3.95	1.540
LUXCHEM CORP BHD	0.680	29.37	18.71	0.29	0.675

\*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	3.490	93.31	97.15	99.93	3.540
HOCK SENG LEE BERHAD	1.340	89.73	89.89	82.25	1.370
DAGANG NEXCHANGE BHD	0.965	77.22	82.15	91.96	0.980
BUMI ARMADA BERHAD	0.535	76.17	84.76	97.08	0.545

\*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
GREATECH TECHNOLOGY BHD-CN	0.015	17.12	11.31	1.28	0.010	28/6/2022
HANG SENG INDEX-A7	0.135	18.87	16.41	8.17	0.135	29/6/2022
D&O GREEN TECHNOLOGIES BHD-CI	0.045	19.18	14.78	17.18	0.030	7/2/2022
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	0.035	29/4/2022
BSL CORP BHD-WA	0.180	22.95	28.23	9.47	0.140	11/11/2024
HANG SENG INDEX-IU	0.005	23.11	14.37	2.56	0.005	28/1/2022
INARI AMERTRON BHD-C99	0.030	23.81	20.79	9.61	0.030	30/6/2022
INARI AMERTRON BHD-C92	0.030	24.45	16.52	1.10	0.025	27/5/2022
INARI AMERTRON BHD-C94	0.090	24.84	20.14	19.80	0.080	13/5/2022
INARI AMERTRON BHD-C95	0.040	25.28	23.86	25.74	0.035	30/6/2022
MY EG SERVICES BHD-I	0.080	25.90	17.48	1.38	0.075	31/5/2022
D&O GREEN TECHNOLOGIES BHD-CP	0.060	25.95	23.33	34.92	0.040	28/6/2022
HANG SENG INDEX-ML	0.060	26.10	18.95	5.70	0.050	28/1/2022
INARI AMERTRON BHD-C97	0.065	26.43	24.25	25.98	0.060	17/10/2022
D&O GREEN TECHNOLOGIES BHD-CO	0.120	26.71	23.61	30.10	0.095	18/7/2022
INARI AMERTRON BHD-C91	0.050	27.10	23.42	25.61	0.045	28/6/2022
HANG SENG INDEX-MR	0.035	27.32	19.77	2.18	0.020	25/2/2022
HANG SENG INDEX-MS	0.090	27.65	20.17	6.85	0.090	25/2/2022
MY EG SERVICES BHD-K	0.145	27.73	22.54	15.63	0.140	29/7/2022
BRITISH AMERICAN TOBACCO MALAYSIA BHD-C13	0.025	27.92	20.53	3.81	0.020	29/4/2022
FOCUS DYNAMICS GROUP BHD-WD	0.005	28.10	12.87	0.02	0.005	26/11/2025
HANG SENG INDEX-MT	0.335	28.85	22.22	10.86	0.335	25/2/2022
HANG SENG INDEX-MU	0.100	29.21	22.32	10.44	0.100	25/2/2022
HANG SENG INDEX-MZ	0.305	29.28	23.94	11.49	0.305	30/3/2022
JF TECHNOLOGY BHD-WA	0.575	29.42	25.78	31.66	0.540	23/1/2026
KELINGTON GROUP BHD-WB	0.605	29.64	27.51	36.53	0.545	24/7/2026
FRONTKEN CORP BHD-C7	0.110	29.78	25.56	21.25	0.100	15/8/2022

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
DAGANG NEXCHANGE BHD-CN	0.155	77.18	79.95	91.00	0.160	30/8/2022
ECO WORLD DEVELOPMENT GROUP BHD-WA	0.010	74.71	92.01	100.00	0.010	26/3/2022
HIBISCUS PETROLEUM BHD-C24	0.060	70.65	66.56	43.55	0.065	29/8/2022

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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