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BURSA	8-Jun	Day chg	% chg
KLCI	1,523.9	-2.07	-0.14%
FTSE EMAS	10,933.0	-8.6	-0.08%
FTSE Smallcap	15,680.1	-30.69	-0.20%
FTSE MESDAQ	5,234.1	-15.8	-0.30%
KLSE Mkt Cap (RM'b)	1,667.3	-11.6	-0.69%

**BURSA DAILY TRADING PARTICIPATION**

Participation	Net (RM'm)	Value (%)
Local Institution	36.40	48.29%
Local Retail	-3.42	27.50%
Foreign	-32.98	24.21%

INDICES	8-Jun	Day chg	% chg
Dow Jones	32,910.9	-269.2	-0.81%
S&P 500	4,115.8	-44.9	-1.08%
NASDAQ	12,086.3	-88.96	-0.73%
FTSE-100	7,593.0	-5.9	-0.08%
Nikkei 225	28,234.3	290.3	1.04%
SHCOMP	3,263.8	22.03	0.68%
HSI	22,014.6	482.9	2.24%
STI	3,225.8	-5.7	-0.18%
KOSPI	2,626.2	-0.2	-0.01%
TWSE	16,670.5	157.6	0.95%
JCI	7,193.3	52.269	0.73%
SET	1,636.9	5.0	0.30%

FOREX	8-Jun	7-Jun	% chg
USD/MYR:	4.3945	4.3947	0.00%
EUR/USD:	1.0720	1.0674	0.43%
GBP/USD:	1.2537	1.2496	0.33%
USD/YEN:	134.00	132.85	0.87%
USD/SGD:	1.3759	1.3762	-0.02%
USD/HKD:	7.8476	7.8468	0.01%

**KEY STATS**

KLCI Spot			
Vol (m shares):	3,261.2	2,618.6	24.54%
Value (RMm):	1,964.3	1,776.1	10.59%
KLCI Future			
June-22	1,521.5	1,524.5	-0.20%
July-22	1,521.0	1,525.0	-0.26%
Commodity			
CPO Price (RM/tonne)	6,300.0	6,324.0	-0.38%
Soybean (US\$/bu)	1,740.0	1,728.3	0.68%
SoyOil (USc/lb)	81.0	79.6	1.71%
Gold (US\$/troy oz)	1,856.5	1,852.1	0.24%
Nymex crude oil (US\$/bbl)	122.1	119.4	2.26%
Latex (RM/kg)	6.74	6.75	-0.15%
Tin (US\$/mt)	37,464.00	36,470.0	2.73%

# Research Highlights

**NEWS HIGHLIGHTS**

- **Ranhill Utilities secures contract to upgrade effluent treatment plant in Johor**
- **MSM committed to addressing cost pressures, focused on turnaround plan**
- **Magna Prima's shareholders reject directors' fees payment**
- **SFP Tech's IPO shares oversubscribed by 41.6 times**
- **ACE Market-bound Unique Fire inks underwriting agreement with Alliance Islamic Bank**

**MACRO BITS**

- **OECD slashes growth outlook, but sees limited stagflation risk**
- **Oil prices advance despite U.S. inventory rise**
- **Rises by 0.3% or USD0.3b in May after four straight months of declines (See Economic Viewpoint: BNM International Reserves)**
- **BNM says not to be aggressive with OPR**
- **MoF to start 2023 Pre-Budget Tour to gather input from stakeholders**
- **MoF: No new taxes until Malaysian economic recovery firmly on track**
- **Policy rate maintained at 0.50%, but signals rate hikes going forward (See Economic Viewpoint: BoT 3rd MPC Decision)**
- **India's RBI hikes rates as inflation pressures build; drops 'accommodative' from stance**
- **Yellen says inflation to stay high, Biden likely to up forecast**
- **Hot Canada inflation not yet causing a wage spiral -budget watchdog**
- **German industrial output rises smaller-than-expected 0.7% in April**
- **Turkey struggles to push Russia, Ukraine into grain deal to avert food crisis**

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

- **Company Update: TAKAFUL**
- **On Our Technical Watch: EMICO, SKPRES**
- **Economic Viewpoint: BNM International Reserves, BoT MPC Decision**

#	Top Volume			Top Gainer			Top Loser					
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	TOPGLOV	1.18	-5.6	50.70	DIALOG	2.34	3.1	7.05	TOPGLOV	1.18	-5.6	50.70
2	GENTING	5.34	2.5	26.00	SIMEPLT	4.83	2.8	4.96	HARTA	3.81	-4.5	3.97
3	GENM	3.07	0.3	13.10	GENTING	5.34	2.5	26.00	PPB	16.00	-3.4	0.58
4	PBBANK	4.57	1.1	9.66	PBBANK	4.57	1.1	9.66	AXIATA	3.04	-2.6	3.15
5	INARI	2.76	-1.1	8.07	IHH	6.53	0.5	4.24	PETDAG	21.10	-2.5	0.25
6	PMETAL	5.08	-1.9	7.54	SIME	2.26	0.4	7.20	PMETAL	5.08	-1.9	7.54
7	SIME	2.26	0.4	7.20	GENM	3.07	0.3	13.10	MAXIS	3.52	-1.4	0.88
8	DIALOG	2.34	3.1	7.05	CHMB	5.07	0.2	6.99	MRDIY	3.21	-1.2	2.42
9	CIMB	5.07	0.2	6.99	RHBBANK	5.95	0.2	2.70	HLFG	19.46	-1.1	0.05
10	PCHEM	9.85	-0.1	5.82	IOICORP	4.20	0.0	3.78	INARI	2.76	-1.1	8.07

Notes: # KL Composite Index (FBMKLCI) component stocks

## Corporate News

- **Ranhill Utilities secures contract to upgrade effluent treatment plant in Johor**

Ranhill Utilities Bhd has secured a contract to upgrade an industrial effluent treatment plant for MSM Sugar Refinery Sdn Bhd in Johor. In a Bursa Malaysia filing, the group said the RM6.1m project was awarded to its wholly-owned subsidiary, Ranhill Water Technologies Sdn Bhd (RWT). The project, to be undertaken over the next 12 months, will contribute positively to the earnings of RWT and Ranhill for the year ending Dec 31, 2022 (FY22) and FY23, said Ranhill. "The award of this contract, secured through competitive tender exercise by MSM, is a testament of RWT's capabilities and track records in the industrial wastewater industry. (*The Edge Markets*)

- **MSM committed to addressing cost pressures, focused on turnaround plan**

MSM Malaysia Holdings Bhd said it is committed to its plan to overcome cost pressures, in view of higher raw sugar, natural gas and freight costs, coupled with the weak ringgit. During a media briefing following the group's 11th annual general meeting on Wednesday (June 8), MSM group's chief executive officer said the group has taken measures to mitigate the impact of the increase in production costs. These include securing most of its wholesale requirement for the financial year ending Dec 31, 2022 (FY22), as well as its third party agreement access (TPA) with Petroliaam Nasional Bhd (Petronas) for pay-per-use and Brent hedging. (*The Edge Markets*)

- **Magna Prima's shareholders reject directors' fees payment**

Magna Prima Bhd's shareholders have refused to approve the directors' fees up to RM200k during the group's 27th annual general meeting (AGM) on Wednesday (June 8). The property developer said 14 votes representing 61.4% of voted shares were against the resolution, according to its filing with Bursa Malaysia on Wednesday. To recap, last week, the group announced the resignation of its chairman, following "failure of company to pay directors' fees, meeting attendance allowance and passage leave since April 2020". The chairman has held the position in the group since May 2006. (*The Edge Markets*)

- **SFP Tech's IPO shares oversubscribed by 41.6 times**

SFP Tech Holdings Bhd, which is set to be listed on Bursa Malaysia's ACE Market on June 20, said its shares made available for the public has been oversubscribed by 41.6 times. In a statement, the one-stop integrated engineering and automation solutions provider said it received 15.6k applications for 1.7b shares with a value of RM511.3m, for the 40m new shares made available for the public under the initial public offering (IPO). "For the Bumiputera portion, a total of 7.7k applications for 538.4m new shares were received, which represents an oversubscription rate of 25.9 times. "For the public portion, a total of 7.9k applications for 1.17b new shares were received, which represents an oversubscription rate of 57.3 times," it added. Under the eligible directors and employees category, the group said all 24m new shares made available had been fully subscribed. (*The Edge Markets*)

- **ACE Market-bound Unique Fire inks underwriting agreement with Alliance Islamic Bank**

Unique Fire Holdings Bhd signed an underwriting agreement with Alliance Islamic Bank Bhd on Wednesday (June 8) in conjunction with its initial public offering (IPO). The group, which manufactures fire protection systems, equipment and accessories for the built environment, is seeking a listing on Bursa Malaysia's ACE market. The IPO entails a public issue of 83.8m new shares and an offer for sale of 30m existing shares, the group said in a statement. Of the 83.8m new shares, 20m shares will be allocated to the Malaysian public via balloting and 8m shares will be made available for application by the group's eligible directors, employees and persons who have contributed to the success of Unique Fire. Another 5.8m shares will be placed out to selected investors, while 50m shares will be made available to government-approved Bumiputera investors. (*The Edge Markets*)

## Macro Bits

### Global

- [OECD slashes growth outlook, but sees limited stagflation risk](#) The war in Ukraine has made the growth outlook far bleaker even though the global economy should avoid a bout of 1970s-style stagflation, the OECD said on Wednesday, slashing its growth forecasts and jacking up its inflation estimates. *(Reuters)*
- [Oil prices advance despite U.S. inventory rise](#) Oil prices rose on Wednesday, despite a likely rise in U.S. oil stocks, on the easing of Chinese COVID-19 related lockdowns and a possible strike by Norwegian oil workers. *(Reuters)*

### Malaysia

- [Rises by 0.3% or USD0.3b in May after four straight months of declines](#) After a sharp drop in April (-USD3.1b), Bank Negara Malaysia (BNM) international reserves rebounded by USD0.3b or 0.3% MoM to USD112.8b as of 31 May 2022. Sufficient to finance 5.7 months of imports of goods and services (previously retained imports) and is 1.1 times total short-term external debt. BNM to lean towards further tightening amid emerging inflation fears and weak ringgit environment. *(See Economic Viewpoint: BNM International Reserves)*
- [BNM says not to be aggressive with OPR](#) Malaysia's monetary policy will remain unaggressive in future, with adjustments based on the economic growth and inflation, according to Bank Negara Malaysia (BNM) deputy governor Datuk Abdul Rasheed Ghaffour. *(The Edge Markets)*
- [MoF to start 2023 Pre-Budget Tour to gather input from stakeholders](#) The Ministry of Finance (MoF) will begin the 2023 Pre-Budget Tour soon to gather ideas, opinions and suggestions from all stakeholders, Finance Minister Tengku Datuk Seri Zafrul Abdul Aziz said. *(The Edge Markets)*
- [MoF: No new taxes until Malaysian economic recovery firmly on track](#) There will be no new taxes including the reintroduction of the goods and services tax (GST) in Malaysia until the country's economic recovery is firmly on track following the impact of movement restrictions due to the Covid-19 outbreak which began in early 2020, according to the Ministry of Finance's (MoF) deputy secretary general of treasury Datuk Johan Mahmood Merican on Wednesday (June 8). *(The Edge Markets)*

### Asia Pacific

- [Policy rate maintained at 0.50%, but signals rate hikes going forward](#) The Bank of Thailand (BoT) kept the policy rate at a record low 0.50%, in line with house and market expectations. The Monetary Policy Committee (MPC) voted 4 – 3 to retain the policy rate, in the first split decision since August 2021. The three dissenters voted to raise the rate by 25bps, signalling a hawkish turn. The committee assessed that the Thai economy could expand faster than expected, whilst inflation would continue to rise and remain elevated for longer than initially estimated. Overall, the MPC believes that very accommodative monetary policy would be less necessary going forward. We expect the BoT to raise the policy rate by 25bps at its next meeting in August. *(See Economic Viewpoint: BoT 3rd MPC Decision)*
- [India's RBI hikes rates as inflation pressures build; drops 'accommodative' from stance](#) The Reserve Bank of India's key interest rate was raised by 50 basis points on Wednesday as widely expected, the second hike in as many months, in a bid to cool persistently high inflation in Asia's third-largest economy. *(Reuters)*

### Americas

- [Yellen says inflation to stay high, Biden likely to up forecast](#) U.S. Treasury Secretary Janet Yellen told senators on Tuesday that she expected inflation to remain high and the Biden administration would likely increase the 4.7% inflation forecast for this year in its budget proposal. *(Reuters)*
- [Hot Canada inflation not yet causing a wage spiral -budget watchdog](#) Prices in Canada are rising at their quickest pace in 31 years, but that is not yet feeding in to a wage spiral, Canada's budgetary watchdog said on Tuesday, with inflation still expected to return to target in coming years. *(Reuters)*

### Europe

- [German industrial output rises smaller-than-expected 0.7% in April](#) German industrial production recovered but rose less than expected in April as pandemic restrictions and war in Ukraine disrupted supply chains, official data showed on Wednesday. *(Reuters)*
- [Turkey struggles to push Russia, Ukraine into grain deal to avert food crisis](#) Turkish efforts to ease a global food crisis by negotiating safe passage for grain stuck in Black Sea ports met resistance as Ukraine said Russia was imposing unreasonable conditions and the Kremlin said free shipment depended on an end to sanctions. *(Reuters)*

09 June 2022

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D
RANHILL UTILITIES BHD	0.470	23.42	17.19	5.36	0.470
GUOCOLAND MALAYSIA BHD	0.650	25.39	14.88	0.42	0.605
PHARMANIAGA BERHAD	0.640	25.62	21.57	8.04	0.640
TA WIN HOLDINGS BHD	0.100	26.45	22.50	11.59	0.100
JAYA TIASA HOLDINGS BHD	0.740	27.21	22.49	25.94	0.720
HARTALEGA HOLDINGS BHD	3.810	27.37	24.67	17.35	3.810
MUDA HOLDINGS BERHAD	2.130	28.05	24.26	23.69	2.090
MALAYSIA SMELTING CORP BHD	3.220	28.29	24.23	8.36	3.170
GENTING PLANTATIONS BHD	7.300	28.31	23.37	15.80	7.300
DRB-HICOM BHD	1.190	28.40	24.44	11.83	1.190

\*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
CHIN TECK PLANTATIONS BHD	9.790	87.52	93.46	99.72	9.790
BREM HOLDING BHD	1.190	87.46	97.04	100.00	1.190
COCOALAND HOLDINGS BHD	1.460	77.44	85.32	98.44	1.470
HARBOUR-LINK GROUP BHD	1.430	76.40	80.50	89.68	1.430
SKP RESOURCES BHD	1.650	74.05	82.61	97.69	1.660
PIE INDUSTRIAL BHD	3.360	73.15	80.55	97.62	3.400
CHIN WELL HOLDINGS BHD	1.870	71.85	77.06	81.27	1.890
KUMPULAN FIMA BHD	2.700	71.72	73.58	73.91	2.740
BERJAYA FOOD BHD	4.890	71.30	76.61	96.95	4.920

\*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
TAFI INDUSTRIES BHD-WA	0.120	19.77	13.29	1.96	0.110	15/2/2027
DAGANG NEXCHANGE BHD-CX	0.100	22.22	21.41	14.67	0.095	24/11/2022
TA WIN HOLDINGS BHD-WA	0.005	23.24	17.80	2.49	0.005	5/8/2022
TA WIN HOLDINGS BHD-WB	0.035	24.09	15.21	0.34	0.035	19/8/2024
COUNTRY HEIGHTS HOLDINGS BHD-WB	0.120	27.36	23.00	8.81	0.115	20/12/2023
PRESS METAL ALUMINIUM HOLDINGS BHD-C68	0.015	28.16	24.04	4.15	0.015	24/11/2022
MALAYSIA SMELTING CORP BHD-CC	0.040	28.37	23.51	9.12	0.035	11/11/2022
WONG ENGINEERING CORP BHD-WA	0.105	28.77	27.29	15.74	0.105	26/4/2027

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
HARN LEN CORP BHD-WB	0.670	70.57	72.96	95.77	0.700	19/9/2026
GENTING BHD-R	0.240	70.29	73.97	84.40	0.250	30/8/2022
GENTING BHD-V	0.160	70.08	71.82	79.26	0.165	27/1/2023

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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