

28 July 2022

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BURSA	27-Jul	Day chg	% chg
KLCI	1,470.7	7.02	0.48%
FTSE EMAS	10,430.0	54.2	0.52%
FTSE Smallcap	14,069.3	100.60	0.72%
FTSE MESDAQ	4,779.2	49.5	1.05%
KLSE Mkt Cap (RM'b)	1,593.2	9.1	0.57%

**BURSA DAILY TRADING PARTICIPATION**

Participation	Net (RM'm)	Value (%)
Local Institution	-36.91	50.61%
Local Retail	-13.54	24.95%
Foreign	50.45	24.44%

INDICES	27-Jul	Day chg	% chg
Dow Jones	32,197.6	436.0	1.37%
S&P 500	4,023.6	102.6	2.62%
NASDAQ	12,032.4	469.85	4.06%
FTSE-100	7,348.2	41.9	0.57%
Nikkei 225	27,715.8	60.5	0.22%
SHCOMP	3,275.8	-1.681	-0.05%
HSI	20,670.0	-235.8	-1.13%
STI	3,205.1	13.0	0.41%
KOSPI	2,415.5	2.6	0.11%
TWSE	14,921.6	114.8	0.78%
JCI	6,898.2	26.679	0.39%
SET	1,576.4	23.2	1.50%

FOREX	27-Jul	26-Jul	% chg
USD/MYR:	4.4580	4.4577	0.01%
EUR/USD:	1.0154	1.0151	0.03%
GBP/USD:	1.2059	1.2000	0.49%
USD/YEN:	136.72	136.65	0.05%
USD/SGD:	1.3873	1.3885	-0.09%
USD/HKD:	7.8497	7.8491	0.01%

**KEY STATS**

KLCI Spot			
Vol (m shares):	2,187.3	2,410.9	-9.27%
Value (RMm):	1,361.9	1,222.2	11.43%
KLCI Future			
July-22	1,469.5	1,462.0	0.51%
August-22	1,465.0	1,459.0	0.41%
CPO Price (RM/tonne)	3,826.0	3,787.0	1.03%
Soybean (US\$/bu)	1,578.8	1,532.8	3.00%
SoyOil (USc/lb)	59.9	58.8	1.80%
Gold (US\$/troy oz)	1,719.1	1,717.7	0.08%
Nymex crude oil (US\$/bbl)	97.3	95.0	2.40%
Latex (RM/kg)	5.32	5.34	-0.47%
Tin (US\$/mt)	24,529.00	24,630.0	-0.41%

## Research Highlights

### NEWS HIGHLIGHTS

- LBS achieves more than RM1b sales year-to-date
- Gagasan Nadi Cergas unit bags RM189.8m contract to build affordable houses
- HUBLLine explores Kuching port development with unit of Europe's second largest port
- SNS Network fixes issue price at 25 sen, aims to raise up to RM90.7m from IPO for business expansion
- Solar construction company Sunview gets Bursa nod for ACE Market listing by 4Q22

### MACRO BITS

- IMF: Global food crisis worsens
- Monkeypox emergency could last months, with window closing to stop spread, experts say
- IMF cuts 2022 GDP growth forecast for Malaysia to 5.1% from 5.6%
- Malaysia's GDP growth to hit 7.0% in 2022, says S&P Global economist
- Producer Price Index eased to 10.9% in June — DOSM
- Fed govt expenditure at RM86.7b in 1Q22 — MOF
- China's industrial profits rebound in June though headwinds remain
- Thai exports beat forecast in June on high global demand, weak baht
- Thai factory output unexpectedly dips 0.08% y/y
- Thai economy to improve further in H2 on consumption, tourism - c.bank
- S.Korean inflation expectations hit 2-decade high
- Australian inflation speeds to 21-year high, peak still to come
- Raises 75 basis points again to fight inflation, signals third time possible (See *Economic Viewpoint: US FOMC Meeting*)
- U.S. exports, business spending may salvage second-quarter GDP
- Euro zone business lending unexpectedly surges in June
- German consumer sentiment expected to drop to new record low in August

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

- Results Note: IGBREIT
- Company Update: CIMB
- On Our Technical Watch: BONIA, OWG
- Economic Viewpoint: US FOMC Meeting

#	Top Volume			Top Gainer	Price	%Chg (+/-)	Vol (m)	Top Loser	Price	%Chg (+/-)	Vol (m)	
	Stock	Price	%Chg (+/-)									Stock
1	TOPGLOV	1.00	0.5	31.30	DIGI	3.51	3.5	2.46	IHH	6.37	-0.9	3.64
2	SIME	2.34	-0.4	13.30	DIALOG	2.13	2.9	3.90	SIME	2.34	-0.4	13.30
3	PCHEM	8.64	0.2	9.23	INARI	2.78	2.6	9.16	HARTA	2.76	-0.4	3.84
4	PBBANK	4.60	0.0	9.19	MAXIS	3.47	2.4	1.08	TM	5.57	-0.4	0.99
5	INARI	2.78	2.6	9.16	HLBANK	21.08	1.9	0.68	GENM	2.89	-0.3	2.70
6	CIMB	5.22	0.4	8.10	MRDIY	2.20	1.9	5.51	GENTING	4.70	0.0	1.70
7	MRDIY	2.20	1.9	5.51	PETGAS	16.94	1.8	0.23	IOICORP	4.03	0.0	1.40
8	MAYBANK	8.80	0.1	4.44	PETAL	4.58	1.8	3.67	PBBANK	4.60	0.0	9.19
9	DIALOG	2.13	2.9	3.90	PETDAG	22.80	1.3	0.32	PPB	16.20	0.0	0.45
10	HARTA	2.76	-0.4	3.84	RHBBANK	5.83	0.9	3.28	SIMEPLT	4.17	0.0	1.94

Notes: # KL Composite Index (FBMKLCI) component stocks

## Corporate News

- **LBS achieves more than RM1b sales year-to-date**

LBS Bina Group Bhd has hit more than RM1b in its year-to-date sales target, on track to achieve its whole year sales target of RM1.6b. In the press release on Wednesday (July 27), its Executive Chairman said the achievement is an exceptional one. "The sales target for 2022 is RM1.6b and I am very pleased to note that we have achieved more than RM1b in our year-to-date sales target, which is an exceptional achievement in the first half of 2022. All of these were made possible, thanks to everyone seated here and also those virtually with us today," said the Executive Chairman during the company's town hall meeting. *(The Edge Market)*

- **Gagasan Nadi Cergas unit bags RM189.8m contract to build affordable houses**

Construction group Gagasan Nadi Cergas Bhd's wholly-owned subsidiary Nadi Cergas Sdn Bhd has secured a RM189.8m contract from Paramount Property Development Sdn Bhd, a unit of Paramount Corporation Bhd, to build affordable high-rise residences in Kemuning Utama, Shah Alam. Under the contract, Nadi Cergas will undertake the turnkey contract of designing and developing 929 residential units in Kemuning Utama township in Shah Alam, Selangor. Gagasan Nadi Cergas Group Managing Director said the group has made positive progress in the operations of its property and construction segments. *(The Edge Market)*

- **HUBLLine explores Kuching port development with unit of Europe's second largest port**

HUBLLine Bhd is exploring a potential collaboration with the Europe-based Port of Antwerp-Bruges International (POABI) in the development and operation of a proposed deep-sea port in Kuching, Sarawak. "This is congruent with HUBLLine's objective of expanding its business operations into the provision of port and terminal management, operations and related marine services," HUBLLine said in a filing. The company has inked a one-year memorandum of understanding (MoU) with POABI on July 26 for the purpose. POABI is a subsidiary of Europe's second largest port, Port of Antwerp Bruges. The unit has stakes in Port of Duqm in Oman, Port of Acu in Brazil, and San Pedro Manutention in Ivory Coast, its website showed. *(The Edge Market)*

- **SNS Network fixes issue price at 25 sen, aims to raise up to RM90.7m from IPO for business expansion**

SNS Network Technology Bhd, which is tentatively scheduled to debut on the Ace Market on Sept 2, expects to raise up to RM90.7m from its initial public offering (IPO) to support its business expansion. In a statement on Wednesday (July 27), the information and communications technology (ICT) system and solutions provider said it will be issuing 362.9m new shares in the company, representing 22.5% of the enlarged share capital. Of the new shares, 80.6m will be offered to the Malaysian public via balloting, while 48.4m will be offered to its eligible directors, employees and persons who have contributed to the success of the group. *(The Edge Market)*

- **Solar construction company Sunview gets Bursa nod for ACE Market listing by 4Q22**

Solar photovoltaic (PV) system construction group Sunview Group Bhd has received the nod from Bursa Malaysia Securities Bhd to list on the ACE Market, and is expected to make its debut in the fourth quarter of this year (4Q22). Sunview is involved in the provision of engineering, procurement, construction and commissioning of solar PV facilities for commercial and industrial (C&I) and residential buildings. The initial public offering (IPO) comprises a public issue of 118m new shares, representing 25.2% of the company's enlarged issued share capital upon listing. Of that amount, 85.4m shares will be placed out to selected investors, and 23.6m shares made available for application by the Malaysian public. *(The Edge Market)*

## Macro Bits

### Global

- [IMF: Global food crisis worsens](#) Global food prices have stabilised in recent months but remain much higher than in 2021. The principal driver of global food price inflation — particularly prices of cereal, such as wheat — has been the war in Ukraine. *(The Edge Markets)*
- [Monkeypox emergency could last months, with window closing to stop spread, experts say](#) Scientists advising the World Health Organization (WHO) on monkeypox say the window is closing to stop its spread, with cases currently doubling every two weeks, raising concerns that it will take several months for the outbreak to peak. *(Reuters)*

### Malaysia

- [IMF cuts 2022 GDP growth forecast for Malaysia to 5.1% from 5.6%](#) The International Monetary Fund (IMF) has cut its year-on-year economic growth forecast for Malaysia to 5.1% in 2022, from 5.6% previously, according to the fund's latest World Economic Outlook Update published on Tuesday (July 26). *(The Edge Markets)*
- [Malaysia's GDP growth to hit 7.0% in 2022, says S&P Global economist](#) S&P Global Market Intelligence projects Malaysia's gross domestic product (GDP) growth to hit 7.0% by 2022 due to strengthening domestic demand, strong exports and the reopening of international borders. *(The Edge Markets)*
- [Producer Price Index eased to 10.9% in June — DOSM](#) The rise in Malaysia's Producer Price Index (PPI), which measures the prices of goods at factory gate, eased to 10.9% in June 2022 from 11.2% in May 2022, said the Department of Statistics Malaysia (DOSM). *(The Edge Markets)*
- [Fed govt expenditure at RM86.7b in 1Q22 — MOF](#) The federal government's total expenditure stood at RM86.7b in the first quarter of 2022 (1Q22). Of this, it spent RM22.0b for emolument payments, RM9.1b for debt service payments, and RM8.4b for pension payments, the ministry said. *(The Edge Markets)*

### Asia Pacific

- [China's industrial profits rebound in June though headwinds remain](#) Profits at China's industrial firms bounced back to growth in June after two months in the red, underpinned by the resumption of activity in major manufacturing hubs, but fears of a COVID-19 resurgence have cast a shadow over future factory output. *(Reuters)*
- [Thai exports beat forecast in June on high global demand, weak baht](#) Thailand's customs-based exports rose by a more than expected 11.9% in June from a year earlier, helped by increased global demand as well as a weak baht, the commerce minister said on Wednesday. *(Reuters)*
- [Thai factory output unexpectedly dips 0.08% y/y](#) Thailand's manufacturing production index (MPI) in June dropped 0.08% from a year earlier, dragged down by lower production of hard disk drives, plastic pellets and steel, the industry ministry said on Wednesday. *(Reuters)*
- [Thai economy to improve further in H2 on consumption, tourism - c.bank](#) Thailand's economy improved in June and the momentum should continue into the second half thanks to increased tourism and domestic consumption as pandemic curbs ease, a central bank official said on Wednesday. *(Reuters)*
- [S.Korean inflation expectations hit 2-decade high](#) South Koreans' inflation expectations hit their highest in at least 20 years this month and consumer confidence fell to a two-year low, a survey showed on Tuesday, as a central bank board member pointed to risks to economic growth. *(Reuters)*
- [Australian inflation speeds to 21-year high, peak still to come](#) Australian consumer price inflation sped to a 21-year high last quarter, and is likely to accelerate even further as food and energy costs explode, stoking speculation interest rates will need to more than double to bring the outbreak under control. *(The Edge Markets)*

### Americas

- [Raises 75 basis points again to fight inflation, signals third time possible](#) As widely expected, the Federal Reserve raised its key interest rate by 75 basis points (bps) for the second straight time, bringing the federal funds rate target range to 2.25%-2.50% (prev: 1.50%-1.75%). *(See Economic Viewpoint: US FOMC Meeting)*
- [U.S. exports, business spending may salvage second-quarter GDP](#) The U.S. trade deficit in goods narrowed sharply in June as exports surged, while business spending on equipment remained strong, reducing the risk that the economy contracted again in the second quarter. *(Reuters)*

### Europe

- [Euro zone business lending unexpectedly surges in June](#) Lending to euro zone companies accelerated in June, confounding fears that banks are tightening access to credit as uncertainty about inflation and the fallout of the war in Ukraine are pointing to recession risks, European Central Bank data showed. *(Reuters)*
- [German consumer sentiment expected to drop to new record low in August](#) Consumer confidence in Germany is set to fall in August to an all-time low, as inflation weighs heavily on households' sentiment. *(MarketWatch)*

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
WAH SEONG CORP BHD	0.510	27.66	32.03	60.86	0.500
COMFORT GLOVE BHD	0.520	28.73	26.22	21.45	0.515
MY EG SERVICES BHD	0.745	28.76	25.93	27.78	0.730

\*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
BREM HOLDING BHD	1.190	87.46	97.04	100.00	1.200
RAPID SYNERGY BHD	13.100	81.44	88.32	98.20	13.100
ATLAN HOLDINGS BERHAD	2.980	77.08	84.92	90.99	2.990

\*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
HENGYUAN REFINING CO BHD-C31	0.005	13.12	14.34	14.52	0.005	10/2/2023
KOSSAN RUBBER INDUSTRIES BHD-C44	0.010	26.13	24.75	25.46	0.010	30/9/2022
HENGYUAN REFINING CO BHD-C32	0.005	26.89	29.95	30.58	0.005	10/2/2023
MY EG SERVICES BHD-C	0.060	29.41	28.70	11.71	0.060	30/12/2022
S&P 500 INDEX-C10	0.010	29.90	22.64	1.22	0.010	19/9/2022

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
CHIN HIN GROUP BHD-CE	0.280	73.48	79.61	96.71	0.310	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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