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Research Highlights

BURSA	4-Aug	Day chg	% chg
KLCI	1,507.7	17.14	1.15%
FTSE EMAS	10,694.3	122.1	1.15%
FTSE Smallcap	14,418.1	148.15	1.04%
FTSE MESDAQ	4,885.3	94.8	1.98%
KLSE Mkt Cap (RM'b)	1,632.7	16.4	1.01%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	-205.5	49.5%
Local Retail	-78.7	24.1%
Foreign	284.2	26.4%

INDICES	4-Aug	Day chg	% chg
Dow Jones	32,726.8	-85.7	-0.26%
S&P 500	4,151.9	-3.2	-0.08%
NASDAQ	12,720.6	52.42	0.41%
FTSE-100	7,448.1	2.4	0.03%
Nikkei 225	27,932.2	190.3	0.69%
SHCOMP	3,189.0	25.365	0.80%
HSI	20,174.0	407.0	2.06%
STI	3,269.9	17.8	0.55%
KOSPI	2,473.1	11.7	0.47%
TWSE	14,702.2	-74.8	-0.51%
JCI	7,057.3	10.713	0.15%
SET	1,598.8	4.0	0.25%

FOREX	4-Aug	3-Aug	% chg
USD/MYR:	4.4578	4.4557	0.05%
EUR/USD:	1.0192	1.0188	0.04%
GBP/USD:	1.2182	1.2182	0.00%
USD/YEN:	134.19	133.36	0.62%
USD/SGD:	1.3786	1.3808	-0.16%
USD/HKD:	7.8499	7.8500	0.00%

KEY STATS

KLCI Spot			
Vol (m shares):	2,650.4	1,908.2	38.89%
Value (RMm):	1,893.4	1,354.2	39.82%
KLCI Future			
August-22	1,505.0	1,489.0	1.07%
Sept-22	1,495.0	1,479.0	1.08%
CPO Price (RM/tonne)	3,826.0	3,883.0	-1.47%
Soybean (US\$/bu)	1,461.3	1,403.8	4.10%
SoyOil (USc/lb)	61.6	61.1	0.77%
Gold (US\$/troy oz)	1,796.2	1,766.1	1.70%
Nymex crude oil (US\$/bbl)	88.5	90.7	-2.34%
Latex (RM/kg)	5.34	5.33	0.19%
Tin (US\$/mt)	24,760.25	24,455.0	1.25%

#	Top Volume			Top Gainer			Top Loser					
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	TOPGLOV	1.01	4.1	37.40	AXIATA	2.98	5.3	4.67	PCHEM	8.86	-0.5	9.99
2	PBBANK	4.65	0.9	21.80	MAXIS	3.80	4.7	3.59	HARTA	2.80	0.0	9.49
3	CIMB	5.25	0.4	15.50	TOPGLOV	1.01	4.1	37.40	MRDIY	2.32	0.0	7.52
4	INARI	2.93	2.5	12.70	DIALOG	2.29	3.2	2.99	PMETAL	4.95	0.0	9.34
5	MAYBANK	8.90	0.8	10.70	DIGI	3.66	2.8	2.65	TM	5.54	0.0	1.77
6	SIME	2.37	0.4	10.10	TENAGA	8.47	2.7	3.91	HLBANK	20.82	0.1	1.60
7	PCHEM	8.86	-0.5	9.99	INARI	2.93	2.5	12.70	CIMB	5.25	0.4	15.50
8	HARTA	2.80	0.0	9.49	PPB	16.54	2.1	0.63	HLFG	19.36	0.4	0.17
9	PMETAL	4.95	0.0	9.34	MISC	7.25	1.7	1.18	SIME	2.37	0.4	10.10
10	MRDIY	2.32	0.0	7.52	GENTING	4.79	1.5	3.00	PETDAG	22.90	0.4	0.20

Notes: # KL Composite Index (FBMKLCI) component stocks

NEWS HIGHLIGHTS

- DNeX to wield Excalibur for Avalon adventure
- Malaysia Smelting Corp 2Q profit jumps to RM39.0m on higher tin prices
- Kelington wins RM117.0m contract in Singapore
- TWL Holdings to buy land in USJ, Putra Heights to develop affordable housing
- Ingenieur Gudang sells properties back to former shareholder for RM26.0m

MACRO BITS

- Oil fall on demand fears, supply tightness offers floor
- OPEC: Malaysia to raise monthly crude oil output to 595,000 barrels in Sept 2022
- Govt has channelled RM20.92b to wage subsidy programme
- Ban on chicken exports expected to end on Aug 31
- Yen's recent rise is temporary, two-thirds of strategists say
- Foreigners cut China debt, dump equities in July
- New COVID case numbers in New Zealand trending lower
- U.S. weekly jobless claims increase, but labour market remains tight
- U.S. trade deficit narrows sharply; exports at record high
- Bank of England raises rates by most since 1995 even as long recession looms
- Euro zone consumers brace for recession and high inflation
- German industrial orders slump less than expected

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Results Note: MRDIY, TAKAFUL
- Company Update: KGB, RHB, UEMS
- On Our Technical Watch: LCTITAN, NCT
- Rating Summary

Corporate News

- **DNeX to wield Excalibur for Avalon adventure**

Dagang NeXchange Bhd (DNeX)'s subsidiary Ping Petroleum United Kingdom (UK) PLC (Ping) has renamed its recently-acquired floating production storage and offloading (FPSO) vessel to Excalibur from Sevan Hummingbird previously. Group managing director said the FPSO was renamed Excalibur ahead of its deployment at the Avalon development. He said it was ready to progress in its maiden greenfield upstream project, starting on a clean slate in line with DNeX's and Ping's growth strategies. *(New Straits Times)*

- **Malaysia Smelting Corp 2Q profit jumps to RM39.0m on higher tin prices**

Malaysia Smelting Corporation Bhd's (MSC) second quarter net profit jumped by over 13 times to RM39.5m from RM2.9m a year earlier, on the back of higher revenue. Earnings per share for the quarter ended June 30, 2022 rose to 9.4 sen from 0.7 sen, according to the group's filing with Bursa Malaysia. Quarterly revenue rose 25.0% to RM408.8m from RM327.1m, underpinned by higher average tin prices. On a quarter-on-quarter basis, however, MSC's net profit was down 39.0% against the RM64.3m in the immediate preceding quarter, while revenue came in higher by 14.0% from RM359.5m. *(The Edge Market)*

- **Kelington wins RM117.0m contract in Singapore**

Kelington Group Bhd's wholly-owned subsidiary, Kelington Engineering (Singapore) Pte Ltd, has bagged a contract worth RM117.0m in Singapore. The integrated engineering solution provider said the contract is to provide bulk and specialty gas system distribution works for a world leader in innovative memory solutions' fabrication facilities in Singapore. Kelington said the contract was awarded by a leader in the design, engineering, and delivery of major complex projects and facilities for high-tech industries. The project is expected to be completed by June 2024. *(The Star)*

- **TWL Holdings to buy land in USJ, Putra Heights to develop affordable housing**

TWL Holdings Bhd, formerly known as Tiger Synergy Bhd, is buying three plots of freehold land in UEP Subang Jaya (USJ) and Putra Heights for RM45.0m. The vendors are INTA Development Sdn Bhd and Sime Darby Property (Bukit Raja) Sdn Bhd, a wholly-owned subsidiary of Sime Darby Property Bhd, said TWL Holdings. The group said its 80.0%-owned indirect subsidiary Tinta Kaca Development Sdn Bhd is buying 22,234 sq metres of land for RM10.0m, while another 80.0%-owned indirect subsidiary Tinta Heights Development Sdn Bhd is acquiring a 23,237 sq metre plot for RM12.0m. Both these plots are located in USJ. *(The Edge Market)*

- **Ingenieur Gudang sells properties back to former shareholder for RM26.0m**

Ingenieur Gudang Bhd, formerly known as Dynaciate Group Bhd, is selling two parcels of leasehold industrial land with buildings back to former shareholder Dynaciate Engineering Sdn Bhd (DESB) for RM26.0m. The sale proceeds will be mainly used to repay debts that the company owes to DESB. Ingenieur said its wholly-owned subsidiary Ingenieur EPCM Sdn Bhd has entered into a conditional sale and purchase agreement with DESB for the divestments. *(The Edge Market)*

Macro Bits

Global

- [Oil fall on demand fears, supply tightness offers floor](#) Oil prices fell on Thursday, pressured by concerns economic weakness in the United States and Europe would cut demand, but prices seesawed as the market also considered tight supply. *(Reuters)*

Malaysia

- [OPEC: Malaysia to raise monthly crude oil output to 595,000 barrels in Sept 2022](#) The Organization of the Petroleum Exporting Countries (OPEC) said non-OPEC participating country Malaysia will raise its monthly crude oil output to 595,000 barrels in September 2022 from 594,000 barrels in August 2021 at time when insufficient investment into the upstream oil and gas sector will impact the availability of adequate crude oil supply. *(The Edge Markets)*
- [Govt has channelled RM20.92b to wage subsidy programme](#) The Government has channelled RM20.92b to 357,904 employers through the wage subsidy programme (PSU) to sustain the jobs of 2.96m local workers to reduce the unemployment rate in the country. *(The Edge Markets)*
- [Ban on chicken exports expected to end on Aug 31](#) Malaysia's ban on chicken exports is expected to end on Aug 31, as domestic prices and supplies have begun to stabilise, Agriculture and Food Industries Minister Datuk Seri Dr Ronald Kiandee told parliament on Thursday. *(The Edge Markets)*

Asia Pacific

- [Yen's recent rise is temporary, two-thirds of strategists say](#) The Japanese yen's rise against the U.S. dollar since mid-July is a temporary shift, nearly two-thirds of currency strategists in a Reuters poll said, despite looming uncertainties over the global economy that have curbed the U.S. currency's rally. The yen was down as much as 17.5% against the dollar for the year just three weeks ago. *(Reuters)*
- [Foreigners cut China debt, dump equities in July](#) Foreign investors continued to cut holdings in Chinese bonds in July and dumped equities for the first time in four months, according to a report by the Institute of International Finance (IIF). Chinese debt witnessed outflows of around USD3.0b last month, while USD6.0b exited other EM, IIF estimated. *(Reuters)*
- [New COVID case numbers in New Zealand trending lower](#) New Zealand's health ministry sees strong signs that the country's latest COVID-19 wave has peaked, as new cases continue to trend lower. The number of people in hospitals with COVID is also down on late July. *(Reuters)*

Americas

- [U.S. weekly jobless claims increase, but labour market remains tight](#) The number of Americans filing new claims for unemployment benefits increased last week, suggesting some softening in the labour market, though overall conditions remain tight. Initial claims for state unemployment benefits rose 6,000 to a seasonally adjusted 260,000 for the week ended July 30, the Labor Department said. Economists polled by Reuters had forecast 259,000 applications for the latest week. *(Reuters)*
- [U.S. trade deficit narrows sharply; exports at record high](#) The U.S. trade deficit narrowed sharply in June as exports surged to a record high, a trend that could see trade continuing to contribute to gross domestic product in the third quarter. The Commerce Department said on Thursday that the trade deficit decreased 6.2% to USD79.6b. Exports of goods and services shot up 1.7% to an all-time high of USD260.8b, while imports slipped 0.3% to USD340.4b. *(Reuters)*

Europe

- [Bank of England raises rates by most since 1995 even as long recession looms](#) The Bank of England raised interest rates by the most in 27 years on Thursday, despite warning that a long recession is on its way, as it rushed to smother a rise in inflation which is now set to top 13.0%. Reeling from a surge in energy prices caused by Russia's invasion of Ukraine, the BoE's Monetary Policy Committee voted 8-1 for a half percentage point rise in Bank Rate to 1.75% - its highest level since late 2008. *(Reuters)*
- [Euro zone consumers brace for recession and high inflation](#) Consumers in the euro zone are bracing for the economy to shrink and for high inflation to continue eating into their income in the next year, a European Central Bank survey showed on Thursday. The Consumer Expectations Survey, showed households were beginning to lose faith in the ECB's ability to bring inflation back down to its 2.0% goal. *(Reuters)*
- [German industrial orders slump less than expected](#) German industrial orders posted a smaller-than-expected month-on-month drop in June, data showed on Thursday. Orders for industrial goods fell by 0.4% on the month in seasonally adjusted terms, figures from the Federal Statistical Office showed. *(Reuters)*

05 August 2022

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
IDEAL CAPITAL BHD	1.500	78.54	82.53	86.74	1.510
ELSOFT RESEARCH BHD	0.725	78.13	88.59	99.41	0.725
SAM ENGINEERING & EQUIPMENT	4.690	77.42	83.70	89.91	4.840
PMB TECHNOLOGY BHD	3.350	76.59	86.16	98.16	3.360
UNISEM (M) BERHAD	3.050	74.52	81.11	84.23	3.120
HARN LEN CORP BHD	1.700	72.89	77.39	94.32	1.720

*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
MY EG SERVICES BHD-E	0.015	18.90	9.91	0.83	0.015	30/8/2022
HANG SENG INDEX-Q2	0.005	25.57	14.71	0.26	0.005	30/8/2022
BURSA MALAYSIA BHD-C60	0.050	26.20	27.40	24.35	0.045	17/10/2022
S&P 500 INDEX-C11	0.460	26.32	19.29	7.21	0.455	19/9/2022
MALAYSIA AIRPORTS HOLDINGS BHD-C38	0.010	26.42	21.71	14.51	0.010	15/8/2022
MR DIY GROUP M BHD-C4	0.025	27.23	30.87	57.56	0.020	20/10/2022
NASDAQ 100 STOCK INDEX-H2	0.120	27.56	20.82	6.17	0.115	19/9/2022
ICON OFFSHORE BHD-WA	0.035	28.20	19.80	1.04	0.035	13/2/2028
NASDAQ 100 STOCK INDEX-H3	0.105	29.83	21.60	8.50	0.100	19/12/2022

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
TELADAN SETIA GROUP BHD-WA	0.435	82.04	85.14	88.15	0.435	31/12/2099
CHIN HIN GROUP BHD-CE	0.415	75.26	78.08	82.54	0.415	27/1/2023
HARN LEN CORP BHD-WB	1.010	72.31	74.19	81.89	1.030	19/9/2026

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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