

15 September 2022

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Research Highlights

BURSA	14-Sep	Day chg	% chg
KLCI	1,468.4	-19.4	-1.30%
FTSE EMAS	10,475.2	-123.1	-1.16%
FTSE Smallcap	14,360.7	-109.84	-0.76%
FTSE MESDAQ	4,844.9	-55.8	-1.14%
KLSE Mkt Cap (RM'b)	1,604.8	-17.0	-1.05%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	-12.6	47.9%
Local Retail	70.1	28.6%
Foreign	-57.5	23.5%

INDICES	14-Sep	Day chg	% chg
Dow Jones	31,135.1	30.1	0.10%
S&P 500	3,946.0	13.3	0.34%
NASDAQ	11,719.7	86.11	0.74%
FTSE-100	7,277.3	-108.6	-1.47%
Nikkei 225	27,818.6	-796.0	-2.78%
SHCOMP	3,237.5	-26.255	-0.80%
HSI	18,847.1	-479.8	-2.48%
STI	3,258.0	-32.1	-0.97%
KOSPI	2,411.4	-38.1	-1.56%
TWSE	14,658.3	-236.1	-1.59%
JCI	7,278.1	-39.938	-0.55%
SET	1,656.6	-4.5	-0.27%

FOREX	14-Sep	13-Sep	% chg
USD/MYR:	4.5275	4.5078	0.44%
EUR/USD:	1.0008	1.0179	-1.68%
GBP/USD:	1.1559	1.1732	-1.47%
USD/YEN:	143.27	142.08	0.84%
USD/SGD:	1.4037	1.3941	0.69%
USD/HKD:	7.8482	7.8481	0.00%

KEY STATS

KLCI Spot			
Vol (m shares):	2,631.1	2,640.1	-0.34%
Value (RMm):	1,633.5	1,738.3	-6.03%
KLCI Future			
September-22	1,462.5	1,482.0	-1.32%
October-22	1,460.0	1,480.0	-1.35%
CPO Price (RM/tonne)	3,917.0	3,940.0	-0.58%
Soybean (US\$/bu)	1,455.0	1,478.8	-1.61%
SoyOil (USc/lb)	64.9	66.7	-2.79%
Gold (US\$/troy oz)	1,698.2	1,707.1	-0.52%
Nymex crude oil (US\$/bbl)	88.5	87.3	1.34%
Latex (RM/kg)	4.82	4.85	-0.72%
Tin (US\$/mt)	21,318.00	21,505.0	-0.87%

NEWS HIGHLIGHTS

- **JAKS offers shares under long-term incentive plan to directors, employees**
- **Ranhill Utilities unit bags RM43m job from PTTEP**
- **Rubberex's shareholders approve test kit maker purchase, diversification into healthcare and name change**
- **Nexgram plans 10-to-1 share consolidation**
- **Bursa ACE Market-bound Cosmos Technology to be listed on Oct 6**

MACRO BITS

- **OPEC keeps global oil demand forecast unchanged for 2023**
- **Oil demand set to grow sharply next year, IEA says**
- **M'sia needs RM350.0b to RM400.0b investments to hit net zero greenhouse gas emissions by 2050**
- **Malaysian palm oil gaining greater global acceptance**
- **Indonesia govt, key parliament body set 2023 GDP growth target at 5.3%**
- **Indonesia orders regional heads to keep food inflation below 5.0%**
- **Yen recovers lost ground on BOJ rate check, hints on intervention**
- **Japan's machinery orders post surprise gains in July**
- **China seen holding medium-term rate steady despite growing economic gloom**
- **U.S. producer prices post second straight monthly decline**
- **UK inflation falls for first time in nearly a year**
- **Euro zone industrial production much weaker than expected in July**

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- **Company Update: KLCC**
- **On Our Technical Watch: AEMULUS, VS**

#	Top Volume			Top Gainer			Top Loser					
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	TOPGLOV	0.79	-2.5	61.60	HARTA	1.64	1.2	15.90	DIALOG	2.20	-3.9	2.36
2	HARTA	1.64	1.2	15.90	KLK	22.08	0.4	1.23	PMETAL	4.62	-3.6	5.24
3	PBBANK	4.44	-1.8	12.40	IHH	6.20	0.0	3.72	MAXIS	3.75	-3.1	1.12
4	CIMB	5.39	-1.1	10.60	MRDIY	2.13	0.0	3.24	TOPGLOV	0.79	-2.5	61.60
5	MAYBANK	8.85	-0.8	8.52	PCHEM	8.70	-0.1	6.23	PPB	16.46	-2.3	0.76
6	SIME	2.21	-1.3	6.78	AXIATA	2.90	-0.3	1.67	DIGI	3.53	-2.2	1.27
7	PCHEM	8.70	-0.1	6.23	NESTLE	130.70	-0.5	0.07	PETDAG	21.00	-2.1	0.19
8	INARI	2.77	-1.4	5.94	TM	5.80	-0.7	4.10	TENAGA	8.78	-1.9	1.97
9	PMETAL	4.62	-3.6	5.24	MAYBANK	8.85	-0.8	8.52	PBBANK	4.44	-1.8	12.40
10	GENTING	4.50	-1.1	4.56	IOICORP	4.08	-1.0	3.15	HLFG	18.96	-1.7	0.04

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **JAKS offers shares under long-term incentive plan to directors, employees**

JAKS Resources Bhd has offered share options under its long-term incentive plan (LTIP) to eligible directors and employees of the group and its subsidiaries. In a filing with Bursa Malaysia, JAKS said the 57m LTIP shares are offered at an exercise price of 23.7 sen per share. Of these, 30m shares are offered to directors, comprising 17m to chief executive officer and managing director, 8m to executive director, and 5m to executive director. Another 13m shares are offered to the group's senior management, and 2m to other selected employees and executives. *(The Edge Markets)*

- **Ranhill Utilities unit bags RM43m job from PTTEP**

Ranhill Utilities Bhd's indirect 49%-owned unit Perunding Ranhill Worley Sdn Bhd (PRW) has secured a RM43m contract from PTTEP HK Offshore Ltd to provide front-end engineering and design services for offshore facilities of the SK10B Lang Lebah development project offshore Sarawak. PRW is 49%-owned by Ranhill Worley Sdn Bhd (RWSB), which is a 51%-owned subsidiary of Ranhill Utilities. The duration of work is eight months, commencing on July 22. In a Bursa Malaysia filing on Wednesday (Sept 14), Ranhill Utilities said the letter of award was received by PRW on July 19. *(The Edge Markets)*

- **Rubberex's shareholders approve test kit maker purchase, diversification into healthcare and name change**

Rubberex Corp (M) Bhd's shareholders have greenlit the glove manufacturer's proposal to acquire a 100% equity interest in test kit manufacturer Reszon Diagnostics International Sdn Bhd for RM180m. In a statement, Rubberex said its shareholders in an extraordinary general meeting held on Wednesday unanimously approved the proposed purchase, as well as its subsequent proposed diversification into the healthcare business and name change to Hextar Healthcare Bhd. *(The Edge Markets)*

- **Nexgram plans 10-to-1 share consolidation**

Nexgram Holdings Bhd is planning to consolidate every 10 shares in the ACE Market-listed telecommunications and media firm into one new share. As of Sept 9, Nexgram had a total of 4.4b issued shares and the last trading price closed at one sen per share. "Considering the large share base and low trading price, the proposed share consolidation is expected to enhance the company's share capital structure by consolidating the existing Nexgram shares, which will result in a reduction in the number of shares available in the market," the group said in a filing with Bursa Malaysia on Wednesday (Sept 14). *(The Edge Markets)*

- **Bursa ACE Market-bound Cosmos Technology to be listed on Oct 6**

Cosmos Technology International Bhd, which is scheduled to be listed on Bursa Malaysia's ACE Market on Oct 6 at 35 sen a share, said on Wednesday (Sept 14) that it plans to raise about RM22.4m from its initial public offering (IPO), which involves a public issue of 64.1m new shares. According to Cosmos' prospectus which was filed with Bursa on Wednesday, Cosmos plans to use the estimated RM22.4m gross proceeds to finance among others, the acquisition of a new building and purchase of new machineries. *(The Edge Markets)*



Macro Bits

Global

- [OPEC keeps global oil demand forecast unchanged for 2023](#) The Organization of the Petroleum Exporting Countries (OPEC) estimated that global oil demand would remain unchanged from its report last month of 102.7m barrels per day for 2023, according to OPEC's latest monthly oil market report. *(The Edge Markets)*
- [Oil demand set to grow sharply next year, IEA says](#) Global oil demand growth will rebound strongly next year as China eases COVID lockdowns, the International Energy Agency (IEA) said on Wednesday, adding that an economic slowdown will pause growth only briefly at the end of this year. The is built on the expectation that China will get back to work while growth in air travel will boost jet fuel demand. *(Reuters)*

Malaysia

- [M'sia needs RM350.0b to RM400.0b investments to hit net zero greenhouse gas emissions by 2050](#) Malaysia would require cumulative investments of RM350.0b to RM400.0b in its effort to become a nation with zero-greenhouse gas emissions by 2050. Most of the investment would go mainly to the energy sector, which will account for 0.8% of gross domestic product per annum by 2050, Bursa Malaysia chairman Tan Sri Abdul Wahid Omar said. *(The Edge Markets)*
- [Malaysian palm oil gaining greater global acceptance](#) Malaysian palm oil has been able to penetrate new global markets mainly in three countries, namely Estonia, the Czech Republic, and Hungary which have started purchasing the commodity in recent months. Plantation Industries and Commodities (MPIC) Minister Datuk Zuraida Kamaruddin said this shows that the commodity has gained greater international acceptance. *(The Edge Markets)*

Asia Pacific

- [Indonesia govt, key parliament body set 2023 GDP growth target at 5.3%](#) Indonesia's parliamentary budget committee and the government on Wednesday agreed to set a 2023 economic growth target of 5.3%, the committee's chair said, similar with President Joko Widodo's proposal. The committee and the government also agreed on 2023 spending of IDR3,061.2t (USD205.31b), slightly higher than the proposed budget. *(Reuters)*
- [Indonesia orders regional heads to keep food inflation below 5.0%](#) Indonesia's central government on Wednesday ordered regional heads to keep food inflation below 5.0% as the recent hike in fuel prices could add 1.6%-2% to the inflation rate, a senior minister said. Chief Economic Minister Airlangga Hartarto said in a meeting Q3 GDP growth will be at about 5.4% and year-to-date GDP growth was about 5.2%. *(Reuters)*
- [Yen recovers lost ground on BOJ rate check, hints on intervention](#) The yen jumped over 1.0% on Wednesday after media reports the Bank of Japan conducted a rate check in apparent preparation for currency intervention, while other majors tried to regain the ground they'd lost a day earlier on the surging dollar. *(Reuters)*
- [Japan's machinery orders post surprise gains in July](#) Japan's core machinery orders extended gains in July, raising hopes business growth spending may offset near-term headwinds from a global economic slowdown and a weaker yen, which has pushed up costs at home. *(Reuters)*
- [China seen holding medium-term rate steady despite growing economic gloom](#) China's central bank is widely expected to pause its monetary easing efforts and keep the medium-term policy rate steady this month, a Reuters survey showed, as widening policy divergence with the Federal Reserve could put further pressure on the Chinese yuan and risk capital outflows. *(Reuters)*

Americas

- [U.S. producer prices post second straight monthly decline](#) U.S. producer prices fell for second straight month in August as the cost of gasoline declined further, resulting in the smallest annual increase in a year, which could allay fears of inflation becoming entrenched. The producer price index for final demand dipped 0.1% last month after slipping 0.4% in July. *(Reuters)*

Europe

- [UK inflation falls for first time in nearly a year](#) British consumer price inflation fell for the first time in almost a year in August as a drop in fuel prices offered some unexpected - and probably brief - respite to households and the Bank of England. Annual consumer price growth slowed to 9.9% from July's 40-year high of 10.1%, the Office for National Statistics said on Wednesday. *(Reuters)*
- [Euro zone industrial production much weaker than expected in July](#) Euro zone industrial production was much weaker than expected in July, data showed on Wednesday, mainly because of a sharp drop in the output of capital goods that are used for to make finished products and reflect business investment. The European Union's statistics office Eurostat said industrial production in the 19 countries sharing the euro fell 2.3% month-on-month in July for a 2.4% year-on-year decline. *(Reuters)*

15 September 2022

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
BERJAYA CORP BHD	0.240	22.11	4.99	0.00	0.230
TH PLANTATIONS BHD	0.460	22.21	13.13	2.81	0.450
KUMPULAN FIMA BHD	2.100	24.34	14.83	1.10	2.070
GDEX BHD	0.120	24.69	23.43	22.84	0.120
MANULIFE HOLDINGS BHD	1.980	28.11	23.50	14.90	1.980
GHL SYSTEMS BERHAD	0.975	29.26	26.16	38.31	0.955

*Only for stocks with market cap >RM300m

Source: Bloomberg

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D
PMB TECHNOLOGY BHD	4.340	83.24	87.53	95.15	4.490
IMASPRO CORP BHD	4.990	79.02	84.61	92.67	5.000
RAPID SYNERGY BHD	13.660	77.54	83.05	93.07	13.680
TMC LIFE SCIENCES BHD	0.645	75.24	77.03	71.22	0.660
TANCO HOLDINGS BHD	0.310	73.94	81.93	96.62	0.320
PERUSAHAAN SADUR TIMAH MALAY	4.600	72.53	72.20	55.60	4.800
HARRISONS HOLDINGS MALAYSIA	6.500	70.97	75.43	88.25	6.600
YNH PROPERTY BHD	4.050	70.64	72.86	79.26	4.050
SAM ENGINEERING & EQUIPMENT	4.990	70.30	77.41	97.25	5.090
BERJAYA LAND BHD	0.230	70.04	71.16	52.49	0.240

*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
BAHVEST RESOURCES BHD-WA	0.055	24.34	15.54	1.01	0.050	20/8/2024
HANG SENG INDEX-JB	0.010	25.51	20.38	8.25	0.010	29/9/2022
HANG SENG INDEX-JA	0.005	25.78	20.67	3.72	0.005	29/9/2022
HANG SENG INDEX-JD	0.010	27.80	22.82	15.69	0.010	28/10/2022
GENTING BHD-T	0.055	28.55	22.90	19.02	0.055	6/2/2023
TOP GLOVE CORP BHD-Y	0.035	28.57	29.05	33.83	0.035	28/2/2023

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
PERAK TRANSIT BHD-WB	0.245	87.90	93.68	99.41	0.245	2/8/2026
CLASSIC SCENIC BHD-WA	0.575	86.24	89.19	95.97	0.585	8/8/2026
OPTIMAX HOLDINGS BHD-WA	0.290	73.58	74.98	64.59	0.300	29/12/2026

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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