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| BURSA | 19-Sep | Day chg | % chg |
|---------------------|----------|---------|--------|
| KLCI | 1,451.5 | -15.79 | -1.08% |
| FTSE EMAS | 10,361.2 | -113.3 | -1.08% |
| FTSE Smallcap | 14,248.8 | -143.36 | -1.00% |
| FTSE MESDAQ | 4,759.4 | -74.4 | -1.54% |
| KLSE Mkt Cap (RM'b) | 1,585.1 | -16.8 | -1.05% |

BURSA DAILY TRADING PARTICIPATION

| Participation | Net (RM'm) | Value (%) |
|-------------------|------------|-----------|
| Local Institution | -52.2 | 43.0% |
| Local Retail | 69.6 | 23.1% |
| Foreign | -17.4 | 33.9% |

| INDICES | 19-Sep | Day chg | % chg |
|------------|----------|---------|--------|
| Dow Jones | 31,019.7 | 197.3 | 0.64% |
| S&P 500 | 3,899.9 | 26.6 | 0.69% |
| NASDAQ | 11,535.0 | 86.62 | 0.76% |
| FTSE-100 | N.A. | N.A. | N.A. |
| Nikkei 225 | N.A. | N.A. | N.A. |
| SHCOMP | 3,115.6 | -10.796 | -0.35% |
| HSI | 18,566.0 | -195.7 | -1.04% |
| STI | 3,256.3 | -12.0 | -0.37% |
| KOSPI | 2,355.7 | -27.1 | -1.14% |
| TWSE | 14,425.7 | -136.1 | -0.93% |
| JCI | 7,195.5 | 26.618 | 0.37% |
| SET | 1,631.6 | 1.2 | 0.07% |

| FOREX | 19-Sep | 15-Sep | % chg |
|----------|--------|--------|--------|
| USD/MYR: | 4.5505 | 4.5350 | 0.34% |
| EUR/USD: | 0.9994 | 1.0016 | -0.22% |
| GBP/USD: | 1.1378 | 1.1420 | -0.37% |
| USD/YEN: | 143.44 | 142.92 | 0.36% |
| USD/SGD: | 1.4093 | 1.4070 | 0.16% |
| USD/HKD: | 7.8495 | 7.8492 | 0.00% |

KEY STATS

| KLCI Spot | | | |
|----------------------------|-----------|----------|---------|
| Vol (m shares): | 2,185.4 | 2,622.6 | -16.67% |
| Value (RMm): | 1,763.3 | 2,667.3 | -33.89% |
| KLCI Future | | | |
| September-22 | 1,444.5 | 1,457.5 | -0.89% |
| October-22 | 1,443.5 | 1,457.0 | -0.93% |
| CPO Price (RM/tonne) | 3,700.0 | 3,783.0 | -2.19% |
| Soybean (US\$/bu) | 1,461.3 | 1,448.5 | 0.88% |
| SoyOil (USc/lb) | 65.2 | 66.0 | -1.21% |
| Gold (US\$/troy oz) | 1,667.6 | 1,672.8 | -0.31% |
| Nymex crude oil (US\$/bbl) | 85.7 | 85.1 | 0.73% |
| Latex (RM/kg) | 4.83 | 4.85 | -0.31% |
| Tin (US\$/mt) | 21,026.00 | 21,238.0 | -1.00% |

Research Highlights

NEWS HIGHLIGHTS

- Sarawak Plantation seems shielded from volatile palm oil prices, says MIDF
- T7 Global to operate mobile offshore production unit in Southern Gulf of Thailand
- Opcom proposes to diversify into telecommunication network business
- G Capital commences operations of solar PV system at Muda Paper Mills facility
- Reservoir Link Energy bags PETRONAS services contract

MACRO BITS

- BIS backs "forceful" rate hikes despite rising recession risk
- Biden says he warned Xi of investment chill if China backs Putin
- China lodges complaint after Biden says US would defend Taiwan in a Chinese invasion
- Govt mulls extending moratorium for MSME entrepreneurs, says minister
- MAA: August vehicle sales jump 36.0% m-o-m on booking fulfilment
- Budget 2023: Shipowners hope for funds, tax breaks to tame pandemic effects
- China's central bank cuts 14-day reverse repo rate, steps up cash injections
- China to accelerate projects, boost consumption to spur recovery
- China plans easier border entry rules for some foreign tourists
- Hong Kong's June-August unemployment eases to 4.1%, outlook improving
- Thailand expects USD64.5b in 2023 tourism revenue — govt spox
- U.S. home builder sentiment falls for ninth straight month - NAHB
- Canada may need a recession to cool down inflation
- Further interest rate hikes will depend on data, ECB's de Guindos says
- Europe races to prepare for energy crunch this winter

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Company Update: GASMSIA
- On Our Technical Watch: GCB, MRDIY

| # | Top Volume | | | Top Gainer | | | Top Loser | | | | | |
|----|------------|-------|------------|------------|---------|--------|------------|---------|---------|-------|------------|---------|
| | Stock | Price | %Chg (+/-) | Vol (m) | Stock | Price | %Chg (+/-) | Vol (m) | Stock | Price | %Chg (+/-) | Vol (m) |
| 1 | TOPGLOV | 0.71 | -7.8 | 77.93 | PETGAS | 16.82 | 1.9 | 0.72 | TOPGLOV | 0.71 | -7.8 | 77.93 |
| 2 | HARTA | 1.49 | -6.9 | 41.20 | AXIATA | 2.84 | 1.4 | 4.21 | HARTA | 1.49 | -6.9 | 41.20 |
| 3 | CIMB | 5.42 | 0.9 | 27.40 | IOICORP | 3.92 | 1.0 | 3.53 | PMETAL | 4.43 | -6.1 | 7.25 |
| 4 | PBBANK | 4.45 | -0.5 | 21.80 | NESTLE | 130.00 | 1.0 | 0.11 | INARI | 2.68 | -4.3 | 6.46 |
| 5 | MAYBANK | 8.63 | -2.6 | 10.50 | CIMB | 5.42 | 0.9 | 27.40 | PPB | 16.34 | -4.1 | 0.94 |
| 6 | SIME | 2.20 | 0.0 | 9.80 | SIMEPLT | 4.37 | 0.7 | 3.04 | MRDIY | 2.03 | -3.8 | 9.55 |
| 7 | MRDIY | 2.03 | -3.8 | 9.55 | TM | 5.79 | 0.5 | 2.58 | MAXIS | 3.64 | -3.7 | 2.60 |
| 8 | PMETAL | 4.43 | -6.1 | 7.25 | PETDAG | 21.36 | 0.5 | 0.27 | MAYBANK | 8.63 | -2.6 | 10.50 |
| 9 | INARI | 2.68 | -4.3 | 6.46 | HLFG | 18.90 | 0.4 | 0.21 | IHH | 6.16 | -2.5 | 6.22 |
| 10 | IHH | 6.16 | -2.5 | 6.22 | HLBANK | 20.74 | 0.2 | 0.90 | DIALOG | 2.24 | -2.2 | 5.04 |

Notes: # KL Composite Index (FBMVKLCI) component stocks

Corporate News

- **Sarawak Plantation seems shielded from volatile palm oil prices, says MIDF**

Sarawak Plantation Bhd's healthy balance sheet is likely to help the group tide through a possible downcycle of the industry as crude palm oil (CPO) prices gradually lose steam, said MIDF Research. With a strong balance sheet of about only 4% of net gearing registered to-date, the company is now on a stronger footing and liquidity to pursue landbank expansion following the normalisation of estates market price ahead, the research house said in a note on Monday (Sept 19). MIDF Research, which initiated coverage on Sarawak Plantation with a "buy" recommendation and RM2.70 target price, said that despite recent volatility in CPO prices, they are still higher than normal times. *(The Edge Markets)*

- **T7 Global to operate mobile offshore production unit in Southern Gulf of Thailand**

T7 Global Bhd's wholly owned subsidiary Tanjung Offshore Services Sdn Bhd has entered into a contract with Busrakham G11 Ltd for the provision of leasing, operation and maintenance of a mobile offshore production unit in Nong Yao Field, in the Southern Gulf of Thailand. It said in a filing with Bursa Malaysia the contract, with an estimated value of about RM400m, was for a period of five years with an extension of two years. "The Board envisages that the contract will contribute positively to the earnings and net assets of the Company for the financial periods during the duration of the contract," it said. *(The Star)*

- **Opcom proposes to diversify into telecommunication network business**

Fibre optic cable manufacturer Opcom Holdings Bhd has proposed to diversify its business to include the provision of telecommunication network infrastructure solutions. The group said it is buying the entire equity interest in T&J Engineering Sdn Bhd (TJE) from T&J Assets Holdings Sdn Bhd at a price of up to RM90m, to be paid via a combination of cash (30%) and new shares (70%). TJE provides telecommunications network infrastructure solutions, encompassing civil, as well as mechanical and electrical engineering telecommunication infrastructure deployment. *(The Edge Markets)*

- **G Capital commences operations of solar PV system at Muda Paper Mills facility**

G Capital Bhd's 70%-owned subsidiary Solarcity Malaysia Sdn Bhd has completed the installation and commenced operations of a solar photovoltaic electric power generation system, in line with the supplemental power purchase agreement (PPA) with Muda Paper Mills Sdn Bhd. It said in a filing with Bursa Malaysia both Solarcity and Muda Paper Mills have accepted the commercial operation date of the plant to be Sept 15, 2022. The project was pursuant to the PPA dated May 30, 2022, whereby Solarcity was contracted to install the 507.28 KWp solar PV system at 391, Jalan Tasek, Kampung Jawi Sempit, Simpang Ampat, Pulau Pinang. *(The Star)*

- **Reservoir Link Energy bags PETRONAS services contract**

Reservoir Link Energy Bhd's unit Reservoir Link Sdn Bhd has secured a contract from PETRONAS Carigali Sdn Bhd to provide the completion new technology, Boron EaziGoFlo sand screen erosion resistant and related services. The oil and gas service provider said the contract is for a period of 12 months effective Aug 1, 2022, to July 31, 2022. According to the company, Reservoir Link will provide sand screen technology and related services including personnel, product and equipment on a "call-out" basis. *(The Star)*



Macro Bits

Global

- [BIS backs "forceful" rate hikes despite rising recession risk](#) The world's central bank umbrella body, the Bank for International Settlements (BIS), has urged major economies to forge ahead with forceful interest rate hikes despite the growing threat of recessions and currency market volatility. *(Reuters)*
- [Biden says he warned Xi of investment chill if China backs Putin](#) President Joe Biden said he warned Chinese President Xi Jinping it would be a "gigantic mistake" to violate sanctions imposed on Russia, but that there's been no indication that Beijing has provided weapons to Moscow for its invasion of Ukraine. *(The Edge Markets)*
- [China lodges complaint after Biden says US would defend Taiwan in a Chinese invasion](#) The Chinese Foreign Ministry said on Monday that China has lodged "stern representations" with the United States, after US President Joe Biden said US forces would defend Taiwan in the event of a Chinese invasion. *(The Edge Markets)*

Malaysia

- [Govt mulls extending moratorium for MSME entrepreneurs, says minister](#) The Ministry of Entrepreneur Development and Cooperatives is considering extending the moratorium to micro, small and medium enterprise (MSME) entrepreneurs who have not yet recovered from the Covid-19 pandemic. *(The Edge Markets)*
- [MAA: August vehicle sales jump 36.0% m-o-m on booking fulfilment](#) Vehicles sold in the month of August rose 36.0% to 66,614 units from 48,922 units in July, as automotive companies fulfilled bookings received prior to June 30, 2022 that qualify for the sales tax exemption, according to the Malaysian Automotive Association (MAA). *(The Edge Markets)*
- [Budget 2023: Shipowners hope for funds, tax breaks to tame pandemic effects](#) The domestic shipping industry hopes that the government will look closely at including sufficient financing and tax exemptions for shipowners in Budget 2023. *(The Edge Markets)*

Asia Pacific

- [China's central bank cuts 14-day reverse repo rate, steps up cash injections](#) China's central bank lowered the borrowing cost of 14-day reverse repos on Monday and stepped up cash injections to counteract higher demand towards the quarter-end. *(The Edge Markets)*
- [China to accelerate projects, boost consumption to spur recovery](#) China will speed up fund injections to expedite project construction and boost domestic consumption, China's state planner said at a news conference on Monday (Sept 19). That came after the world's second-biggest economy slowed sharply in the second quarter, dragged down by a deepening property crisis, and slowing exports and imports. *(The Edge Markets)*
- [China plans easier border entry rules for some foreign tourists](#) China's government on Monday (Sept 19) issued draft rules aimed at making it easier for some foreigners to enter China for visits to tourism sites along the Chinese border. *(The Edge Markets)*
- [Hong Kong's June-August unemployment eases to 4.1%, outlook improving](#) Hong Kong's seasonally adjusted unemployment rate eased to 4.1% in the June-August quarter, improving for the fourth consecutive period as economic activities revived in an easing COVID situation and support from a consumption voucher scheme, the government said on Monday. *(Reuters)*
- [Thailand expects USD64.5b in 2023 tourism revenue — govt spox](#) Thailand expects to earn THB2.38t (USD64.50b) in tourism revenue in 2023, a government official said on Monday. The government wants tourism next year to reach 80.0% of its 2019, pre-pandemic level, as the key growth sector is starting to see a recovery as the pandemic eases, said government spokesperson Anucha Burapachaisri. *(The Edge Markets)*

Americas

- [U.S. home builder sentiment falls for ninth straight month - NAHB](#) Confidence among U.S. single-family homebuilders fell for the ninth straight month in September as soaring mortgage rates and persistently high prices for building materials made new housing less affordable for many first-time buyers. The National Association of Home Builders/Wells Fargo Housing Market index dropped three points to 46 this month. *(Reuters)*
- [Canada may need a recession to cool down inflation](#) The underlying pressures driving inflation in Canada are likely to peak in the fourth quarter of this year, economists told Reuters, though most see signs fast rising prices are becoming entrenched and warn a recession may be needed to avoid a spiral. *(Reuters)*

Europe

- [Further interest rate hikes will depend on data, ECB's de Guindos says](#) The exact number of further interest rate increases by the European Central Bank will depend on upcoming macroeconomic data, ECB Vice-president Luis de Guindos said on Monday. *(Reuters)*
- [Europe races to prepare for energy crunch this winter](#) European governments outlined new measures on Monday to cope with potential energy shortages this winter and raced to improve energy networks to share power, with Russian gas flows still running at severely reduced rates amid the Ukraine war. *(Reuters)*



20 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 | 0.235 | 22.11 | 4.99 | 0.00 | 0.230 |
| TH PLANTATIONS BHD | 0.445 | 22.21 | 13.13 | 2.81 | 0.450 |
| KUMPULAN FIMA BHD | 2.060 | 23.14 | 13.49 | 0.78 | 2.070 |
| GHL SYSTEMS BERHAD | 0.915 | 24.34 | 19.27 | 9.24 | 0.920 |
| GDEX BHD | 0.120 | 24.69 | 23.43 | 22.84 | 0.120 |
| MANULIFE HOLDINGS BHD | 1.970 | 27.37 | 22.35 | 11.33 | 1.970 |
| WESTPORTS HOLDINGS BHD | 3.310 | 28.17 | 21.42 | 5.72 | 3.220 |
| NESTLE (MALAYSIA) BERHAD | 130.000 | 28.63 | 21.65 | 6.04 | 128.700 |

*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 |
|------------------------------|------------|---------|--------|--------|----------|
| IMASPRO CORP BHD | 5.000 | 79.02 | 84.61 | 92.67 | 5.000 |
| HARRISONS HOLDINGS MALAYSIA | 6.970 | 78.31 | 83.38 | 94.84 | 7.500 |
| RAPID SYNERGY BHD | 13.740 | 78.08 | 83.63 | 93.66 | 13.700 |
| TMC LIFE SCIENCES BHD | 0.625 | 77.61 | 80.24 | 84.01 | 0.670 |
| TANCO HOLDINGS BHD | 0.305 | 73.94 | 81.93 | 96.62 | 0.320 |
| 7-ELEVEN MALAYSIA HOLDINGS B | 1.560 | 73.89 | 86.99 | 99.83 | 1.600 |
| PERUSAHAAN SADUR TIMAH MALAY | 4.530 | 73.79 | 74.09 | 72.93 | 4.800 |
| SAM ENGINEERING & EQUIPMENT | 5.080 | 73.65 | 81.69 | 98.84 | 5.250 |
| POS MALAYSIA BERHAD | 0.660 | 72.06 | 76.59 | 93.25 | 0.700 |
| KOTRA INDUSTRIES BHD | 4.460 | 70.37 | 76.16 | 94.59 | 4.700 |
| BERJAYA LAND BHD | 0.250 | 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 | 0.045 | 19.98 | 11.30 | 0.44 | 0.045 | 20/8/2024 |
| HARTELEGA HOLDINGS BHD-C97 | 0.010 | 19.99 | 20.27 | 28.30 | 0.010 | 31/1/2023 |
| HANG SENG INDEX-JB | 0.005 | 24.95 | 19.41 | 6.17 | 0.005 | 29/9/2022 |
| SUPERMAX CORP BHD-C | 0.025 | 25.44 | 23.52 | 11.23 | 0.030 | 31/1/2023 |
| CN ASIA CORP BHD-WA | 0.050 | 25.65 | 23.37 | 21.34 | 0.045 | 7/6/2024 |
| HANG SENG INDEX-JA | 0.005 | 25.78 | 20.67 | 3.72 | 0.005 | 29/9/2022 |
| DATASONIC GROUP BHD-WA | 0.050 | 27.42 | 24.26 | 25.03 | 0.045 | 5/7/2023 |
| HANG SENG INDEX-JD | 0.010 | 27.80 | 22.82 | 15.69 | 0.010 | 28/10/2022 |
| TOP GLOVE CORP BHD-Y | 0.025 | 28.57 | 29.05 | 33.83 | 0.035 | 28/2/2023 |
| TA WIN HOLDINGS BHD-WB | 0.020 | 28.73 | 26.42 | 19.02 | 0.010 | 19/8/2024 |
| HANG SENG INDEX-JC | 0.020 | 29.05 | 25.95 | 15.56 | 0.045 | 29/9/2022 |
| KUAISHOU TECHNOLOGY-C8 | 0.020 | 29.12 | 23.13 | 18.61 | 0.045 | 2/12/2022 |
| HANG SENG INDEX-JG | 0.020 | 29.76 | 27.35 | 19.66 | 0.025 | 28/10/2022 |

Source: Bloomberg

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

| NAME | LAST PRICE | RSI 14D | RSI 9D | RSI 3D | HIGH 30D | EXPIRY DATE |
|-------------------------|------------|---------|--------|--------|----------|-------------|
| PERAK TRANSIT BHD-WB | 0.230 | 87.90 | 93.68 | 99.41 | 0.245 | 2/8/2026 |
| CLASSIC SCENIC BHD-WA | 0.565 | 83.60 | 85.09 | 82.62 | 0.585 | 8/8/2026 |
| OPTIMAX HOLDINGS BHD-WA | 0.290 | 76.47 | 78.92 | 81.42 | 0.310 | 29/12/2026 |

Source: Bloomberg

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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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