

03 October 2022

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BURSA	30-Sep	Day chg	% chg
KLCI	1,394.6	-2.87	-0.21%
FTSE EMAS	9,976.9	-4.6	-0.05%
FTSE Smallcap	13,719.1	29.50	0.22%
FTSE MESDAQ	4,657.9	-2.2	-0.05%
KLSE Mkt Cap (RM'b)	1,528.4	-2.5	-0.16%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	104.3	41.8%
Local Retail	-19.9	22.0%
Foreign	-84.4	36.3%

INDICES	30-Sep	Day chg	% chg
Dow Jones	28,725.5	-500.1	-1.71%
S&P 500	3,585.6	-54.8	-1.51%
NASDAQ	10,575.6	-161.89	-1.51%
FTSE-100	6,893.8	12.2	0.18%
Nikkei 225	25,937.2	-484.8	-1.83%
SHCOMP	3,024.4	-16.815	-0.55%
HSI	17,222.8	57.0	0.33%
STI	3,130.2	15.2	0.49%
KOSPI	2,155.5	-15.4	-0.71%
TWSE	13,424.6	-109.7	-0.81%
JCI	7,040.8	4.6	0.07%
SET	1,589.5	-2.9	-0.18%

FOREX	30-Sep	29-Sep	% chg
USD/MYR:	4.6375	4.6403	-0.06%
EUR/USD:	0.9802	0.9715	0.90%
GBP/USD:	1.1170	1.0832	3.12%
USD/YEN:	144.74	144.67	0.05%
USD/SGD:	1.4353	1.4380	-0.19%
USD/HKD:	7.8498	7.8500	0.00%

KEY STATS

KLCI Spot			
Vol (m shares):	2,077.1	2,277.0	-8.78%
Value (RMm):	1,912.7	1,860.9	2.78%
KLCI Future			
October-22	1,400.5	1,397.0	0.25%
November-22	1,400.5	1,397.0	0.25%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,364.8	1,410.8	-3.26%
SoyOil (USc/lb)	61.6	63.9	-3.60%
Gold (US\$/troy oz)	1,662.4	1,658.5	0.24%
Nymex crude oil (US\$/bbl)	79.5	81.2	-2.14%
Latex (RM/kg)	4.68	4.68	0.11%
Tin (US\$/mt)	20,674.00	20,542.7	0.64%

Research Highlights

NEWS HIGHLIGHTS

- Cypark's 3Q net profit slips 30%, dragged down by lower revenue
- Lion Industries plans one-for-two bonus issue of warrants
- Mudajaya bags RM57m job to construct vehicle yard in Sarawak
- Destini appointed as local distributor for global energy storage solution group
- Sentoria plans private placement to raise funds for property development business

MACRO BITS

- U.S. dollar share of global FX reserves rises in Q2; euro share slips
 - OPEC oil output in Sept hits highest since 2020
 - M3, loan, and deposit growth expanded in August on strong domestic growth (See *Economic Viewpoint: Malaysia Money & Credit*)
 - MGS/GII yields to increase ahead of Budget 2023 and rising global bond yields (See *Economic Viewpoint: Bond Market Weekly Outlook*)
 - To trade range-bound and prone to the downside as demand for USD persists (See *Economic Viewpoint: Ringgit Weekly Outlook*)
 - Thai central bank says it has acted to curb baht volatility
 - Japan spent record of nearly USD20.0b on intervention to support the yen
 - China's September new home prices fall for third straight month
 - U.S. Core PCE rise keeps aggressive Fed scenario in place
 - U.S. consumer spending rebounds, but high inflation cooling demand
 - S&P cuts UK rating outlook after tax cut plan
- IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)**
- Sector Update: Banking
 - Company Update: AEONCR, PETDAG
 - Weekly Technical Review
 - Regional News Update
 - Economic Viewpoint: Asia FX Monthly Outlook, Bond Market Weekly Outlook, Global FX Monthly Outlook, MY Money and Credit, Ringgit Weekly Outlook

#	Top Volume				Top Gainer				Top Loser			
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	TOPGLOV	0.63	6.8	109.6	TOPGLOV	0.63	6.8	109.6	PETDAG	20.02	-3.9	0.60
2	PBBANK	4.23	0.7	30.90	HARTA	1.66	5.1	16.30	TENAGA	8.05	-2.4	6.74
3	CIMB	5.13	-0.4	16.40	GENM	2.79	1.5	4.70	MISC	6.76	-2.0	1.47
4	HARTA	1.66	5.1	16.30	GENTING	4.48	1.1	5.15	TM	5.47	-1.8	10.00
5	MAYBANK	8.58	0.2	13.60	HLBANK	20.50	1.1	1.78	AXIATA	2.62	-1.5	3.46
6	PMETAL	4.04	1.0	10.70	PMETAL	4.04	1.0	10.70	DIALOG	1.99	-1.5	8.18
7	TM	5.47	-1.8	10.00	PBBANK	4.23	0.7	30.90	SIMEPLT	4.09	-1.5	2.04
8	INARI	2.52	-1.2	8.53	PETGAS	16.50	0.6	1.03	INARI	2.52	-1.2	8.53
9	DIALOG	1.99	-1.5	8.18	SIME	2.14	0.5	5.48	MAXIS	3.51	-1.1	1.86
10	TENAGA	8.05	-2.4	6.74	MAYBANK	8.58	0.2	13.60	NESTLE	130.50	-1.1	0.09

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **Cypark's 3Q net profit slips 30%, dragged down by lower revenue**

Cypark Resources Bhd's net profit for the third quarter ended July 31, 2022 (3QFY22) fell 29.2% to RM11.8m from RM16.7m a year earlier, dragged down by lower revenue. Earnings per share declined to 1.4 sen from 2.8 sen, the group's Bursa Malaysia filing showed. Quarterly revenue dropped 30.9% to RM45.5m from RM65.9m on lower contribution from the renewable energy division, whose revenue decreased to RM20.3m from RM56.2m. *(The Edge Markets)*

- **Lion Industries plans one-for-two bonus issue of warrants**

Lion Industries Corp Bhd (LICB) has proposed a bonus issue of warrants in the form of one warrant for every two existing shares with a three-year maturity. The warrants' entitlement date and exercise price will be determined at a later date, LICB said. Based on LICB's 680.8m issued shares, the exercise will involve the issuance of up to 340.4m warrants, Lion Industries said in a filing. For illustrative purposes, LICB said that the indicative exercise price is at 35.4 sen apiece, a 20% premium to the five-day volume-weighted-average-market-price of its shares up to and including Sept 29 of 29.6 sen. *(The Edge Markets)*

- **Mudajaya bags RM57m job to construct vehicle yard in Sarawak**

Mudajaya Group Bhd has secured a contract from the Public Works Department of Sarawak (JKR Sarawak) to undertake the design and construction of a vehicle yard and associated facilities at Senari Port in Sarawak for RM56.9m. The project is targeted for completion by October 2024, with a construction period of 24 months, Mudajaya said. The letter of award from JKR Sarawak was awarded to Kendiri Emas Mudajaya Sdn Bhd, an associate of Mudajaya Corp Bhd, which in turn is wholly owned by Mudajaya. *(The Edge Markets)*

- **Destini appointed as local distributor for global energy storage solution group**

Destini Bhd has been appointed as the exclusive distributor in Malaysia for a global group's energy storage systems for residential and commercial usage, and electric vehicle (EV) chargers. The engineering solutions provider said its 70%-owned subsidiary, Destini ESS Sdn Bhd (DESS), was awarded the deal by Singapore-based Alpha ESS International Pte Ltd, a wholly-owned subsidiary of global energy storage solution service provider Alpha ESS Co Ltd. The China-based group specialises in the manufacturing of battery storage products and intelligent energy management systems for residential and commercial energy storage applications. *(The Edge Markets)*

- **Sentoria plans private placement to raise funds for property development business**

Sentoria Group Bhd aims to raise as much as RM15.3m via a private placement, mainly for working capital requirements of its property development business. The proposed exercise will entail the placement of up to 113.4m new shares — representing 20% of its 557.7m issued shares — at a price to be determined later, the property developer and resort operator said in a filing. However, Sentoria said that based on an illustrative issue price of 13.5 sen a share — a discount of 9.5% to the five-day volume-weighted-average-market-price of its shares up to Sept 20 of 14.9 sen — it expects to raise up to RM15.3m from the fund-raising exercise. *(The Edge Markets)*



Macro Bits

Global

- [U.S. dollar share of global FX reserves rises in Q2; euro share slips](#) The U.S. dollar's share of currency reserves reported to the International Monetary Fund rose in the second quarter, with the Federal Reserve in the midst of an aggressive tightening cycle aimed at stamping out uncomfortably high inflation. The greenback's share of reserves rose to 59.5%, from 58.8% in the first quarter, IMF data showed on Friday. The euro's share, however, slipped to 19.8% in the second quarter from 20.0% in the first, declining for three straight quarters. *(Reuters)*
- [OPEC oil output in Sept hits highest since 2020](#) OPEC oil output rose in September to its highest since 2020, surpassing a pledged hike for the month, after production in Libya recovered from disruption and Gulf members boosted output under a deal with allies, a Reuters survey found on Friday. *(Reuters)*

Malaysia

- **M3, loan, and deposit growth expanded in August on strong domestic growth** M3 grew 6.5% YoY in August (Jul: 5.5%) backed by a 0.9% MoM growth rebound (Jul: -0.1%), its fastest pace in 9-months. Deposit growth rose to 7.5% YoY (Jul: 6.2%), increasing by 1.3% MoM (Jul: 0.1%). Loan growth rose to 6.8% in August, a 41-month high (Jul: 5.9%). Loan growth may find strong support for the remainder of the year, in line with our raised 2022 GDP forecast of 6.5% - 7.0% from a previous 5.5% - 6.0% (2021: 3.1%). *(See Economic Viewpoint: Malaysia Money & Credit)*
- **MGS/GII yields to increase ahead of Budget 2023 and rising global bond yields** Domestic yields may continue to rise this week, as investors await the tabling of Budget 2023 (Oct 7). Local yields may also be partly steered by rising global bond yields, amid heightened volatility in UK markets and ongoing expectations of a hawkish US Fed. *(See Economic Viewpoint: Bond Market Weekly Outlook)*
- **To trade range-bound and prone to the downside as demand for USD persists** The continued hawkishness of the Fed (another round of Fed members' comments), coupled with the US red-hot labour market, may spark another cycle of risk asset selling off and USD's haven rallying. The ringgit may continue to trade above the 4.60 threshold level against the greenback as the USD index is expected to trade above the 112.0 level. Nevertheless, PBoC's yuan interventions and the tabling of budget 2023 may help to limit ringgit's downside. *(See Economic Viewpoint: Ringgit Weekly Outlook)*

Asia Pacific

- [Thai central bank says it has acted to curb baht volatility](#) Thailand's central bank has been in the foreign exchange market to reduce currency volatility, the central bank said on Saturday, as the Thai baht currency hovered at 16-year lows against the dollar. The baht has fallen 11.7% against the dollar this year, which the central bank said had been driven by dollar strength. *(Reuters)*
- [Japan spent record of nearly USD20.0b on intervention to support the yen](#) Japan spent up to a record JPY2.8t (USD19.7b) intervening in the foreign exchange market last week to prop up the yen, Ministry of Finance data showed on Friday, draining nearly 15.0% of funds it has readily available for intervention. The figure was less than the JPY3.6t estimated by Tokyo money market brokers. *(Reuters)*
- [China's September new home prices fall for third straight month](#) New home prices in China fell for the third straight month in September as a mortgage boycott across the country and a slowing economy discouraged potential home buyers, a private survey showed on Saturday. China's property market crisis worsened this summer, with official data showing home prices, sales and investment all falling in August. *(Reuters)*

Americas

- [U.S. Core PCE rise keeps aggressive Fed scenario in place](#) The personal consumption expenditures (PCE) price index rose 0.3% last month after dipping 0.1% in July, the U.S. Commerce Department reported on Friday. In the 12 months through August, the PCE price index increased 6.2% after advancing 6.4% in July. Excluding the volatile food and energy components, the PCE price index jumped 0.6% after being unchanged in July. *(Reuters)*
- [U.S. consumer spending rebounds, but high inflation cooling demand](#) U.S. consumer spending increased more than expected in August, but stubbornly high inflation is dampening demand, potentially limiting an anticipated rebound in economic growth this quarter. Consumer spending, which accounts for more than two-thirds of U.S. economic activity, increased 0.4% last month after falling 0.2% in July. *(Reuters)*

Europe

- [S&P cuts UK rating outlook after tax cut plan](#) Ratings agency Standard & Poor's cut the outlook for its AA credit rating for British sovereign debt on Friday to "negative" from "stable" as it judged Prime Minister Liz Truss's tax cut plans would cause debt to keep rising. Finance minister Kwasi Kwarteng announced around GBP45.0b (USD50.0b) of permanent, unfunded tax cuts on Sept. 23 as well as costly temporary subsidies to household and business energy bills, sending sterling and bond markets into a tailspin. *(Reuters)*



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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
KUMPULAN FIMA BHD	1.910	13.25	7.92	2.42	1.820
TAMBUN INDAH LAND BHD	0.725	15.96	9.22	0.75	0.725
HUP SENG INDUSTRIES BHD	0.660	17.01	10.83	1.01	0.645
HIAP TECK VENTURE BHD	0.210	18.06	11.40	1.85	0.205
SARAWAK OIL PALMS BERHAD	2.190	19.19	12.27	1.94	2.170
WELLCALL HOLDINGS BHD	1.130	20.50	12.43	2.27	1.120
TH PLANTATIONS BHD	0.395	22.02	19.50	19.00	0.380
TASCO BHD	0.800	22.19	15.33	4.59	0.785
CB INDUSTRIAL PRODUCT HLDG	1.080	22.23	14.56	1.63	1.060
JAYA TIASA HOLDINGS BHD	0.480	22.26	16.19	12.48	0.470
MALAYSIAN RESOURCES CORP BHD	0.300	24.19	17.13	2.20	0.295
BOILERMECH HOLDINGS BERHAD	0.650	24.23	16.78	0.64	0.635
GENTING PLANTATIONS BHD	5.740	24.88	21.40	32.44	5.510
WESTPORTS HOLDINGS BHD	3.060	24.96	19.10	3.27	3.060
MKH BHD	1.150	25.05	16.87	2.44	1.110
LBS BINA GROUP BHD	0.395	25.88	18.42	3.11	0.390
PHARMANIAGA BERHAD	0.515	26.26	20.59	4.31	0.505
O.S.K. HOLDINGS BHD	0.865	27.24	20.44	8.25	0.860
PIE INDUSTRIAL BHD	2.770	27.94	22.28	22.85	2.700
ANN JOO RESOURCES BHD	0.905	27.97	22.99	23.12	0.885
FGV HOLDINGS BHD	1.410	28.12	23.52	20.58	1.400
EKOVEST BHD	0.325	28.45	24.77	12.90	0.310
MSM MALAYSIA HOLDINGS BHD	0.800	29.04	22.73	6.77	0.795
SARAWAK PLANTATION BHD	1.940	29.08	24.41	17.95	1.910
MALAYSIA SMELTING CORP BHD	1.460	29.58	28.30	41.16	1.360
MALAYSIAN BULK CARRIERS BHD	0.355	29.97	23.12	19.19	0.350

*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
COMPUTER FORMS (MALAYSIA) BH	1.880	86.75	89.22	87.44	1.940
RAPID SYNERGY BHD	13.860	80.74	84.84	79.32	13.880
MULPHA INTERNATIONAL BHD	2.280	75.45	85.51	98.77	2.290
IMASPRO CORP BHD	4.980	75.36	76.71	47.81	5.000
CCK CONSOLIDATED HOLDINGS BH	0.660	73.79	79.36	94.88	0.660
BERJAYA LAND BHD	0.260	70.79	68.43	52.02	0.275

*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
HARVEST MIRACLE CAPITAL BHD-WC	0.025	14.62	6.80	0.02	0.025	19/4/2026
WIDAD GROUP BHD-WA	0.045	15.08	6.95	0.08	0.045	5/8/2023
GENTING BHD-Z	0.010	19.83	21.33	36.26	0.005	30/12/2022
MALAYSIA AIRPORTS HOLDINGS BHD-C50	0.020	20.72	18.58	4.09	0.020	31/1/2023
HANG SENG INDEX-LC	0.275	20.82	17.17	5.58	0.260	27/2/2023
HANG SENG INDEX-LB	0.120	21.40	18.03	12.75	0.110	27/2/2023
HANG SENG TECH INDEX-CN	0.045	22.21	19.50	4.64	0.040	27/2/2023
GENTING MALAYSIA BHD-Q	0.025	23.04	20.63	9.36	0.025	31/1/2023
HANG SENG INDEX-JO	0.080	23.55	17.08	2.80	0.075	29/11/2022
HARTALEGA HOLDINGS BHD-C96	0.005	23.58	23.47	35.56	0.005	13/1/2023
HANG SENG INDEX-JR	0.225	24.19	16.73	6.98	0.200	29/11/2022
HANG SENG INDEX-JH	0.005	24.59	18.40	1.50	0.005	28/10/2022
AFFIN BANK BHD-CY	0.070	24.63	17.30	1.63	0.065	31/7/2023
HANG SENG INDEX-JW	0.110	24.65	20.15	23.57	0.090	29/12/2022
MALAYSIA BUILDING SOCIETY BHD-C43	0.010	24.89	19.27	4.16	0.010	12/10/2022
HANG SENG INDEX-J5	0.135	25.09	22.16	23.85	0.005	30/1/2023
HANG SENG INDEX-JN	0.040	25.30	19.59	3.65	0.030	29/11/2022
KUALA LUMPUR KEPONG BHD-C12	0.015	25.80	18.14	0.74	0.015	31/10/2022
HANG SENG INDEX-J9	0.100	25.80	23.32	25.02	0.090	27/2/2023
HANG SENG INDEX-JG	0.005	26.86	24.05	30.40	0.005	28/10/2022
HANG SENG INDEX-JV	0.030	27.13	22.18	21.53	0.025	29/12/2022
HANG SENG INDEX-JM	0.020	28.11	24.78	36.06	0.010	29/11/2022
PA RESOURCES BHD-WB	0.130	28.47	18.62	1.35	0.130	17/12/2022
KOSSAN RUBBER INDUSTRIES BHD-C46	0.030	29.28	37.53	72.12	0.020	31/1/2023
CN ASIA CORP BHD-WA	0.045	29.93	35.49	90.00	0.035	7/6/2024
MEITUAN-H4	0.005	29.96	24.71	8.25	0.005	4/10/2022

Source: Bloomberg



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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
HANG SENG INDEX-EU	1.070	76.34	81.12	81.64	1.130	29/11/2022
HANG SENG INDEX-EK	0.525	72.73	76.08	76.70	0.570	28/10/2022
TANCO HOLDINGS BHD-WC	0.140	72.60	70.55	72.71	0.165	25/8/2025
FTSE BURSA MALAYSIA KLCI INDEX - KUALA LUMPUR COMPOSITE INDEX-GL	0.140	71.70	78.87	87.58	0.145	30/11/2022
HANG SENG INDEX-EM	0.540	71.18	75.04	72.67	0.620	28/10/2022
HANG SENG INDEX-ET	0.510	70.34	75.18	75.66	0.545	29/11/2022
HARN LEN CORP BHD-WB	1.170	70.32	76.74	95.59	1.180	19/9/2026

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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