

01 December 2022

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BURSA	30-Nov	Day chg	% chg
KLCI	1,488.8	11.84	0.80%
FTSE EMAS	10,633.7	89.2	0.85%
FTSE Smallcap	14,934.3	23.48	0.16%
FTSE MESDAQ	5,211.2	14.4	0.28%
KLSE Mkt Cap (RM'b)	1,625.4	10.0	0.62%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	89.7	35.6%
Local Retail	-14.3	15.5%
Foreign	-75.4	48.9%

INDICES	30-Nov	Day chg	% chg
Dow Jones	34,589.8	737.2	2.18%
S&P 500	4,080.1	122.5	3.09%
NASDAQ	11,468.0	484.22	4.41%
FTSE-100	7,573.1	61.1	0.81%
Nikkei 225	27,969.0	-58.8	-0.21%
SHCOMP	3,151.3	1.587	0.05%
HSI	18,597.2	392.5	2.16%
STI	3,290.5	14.1	0.43%
KOSPI	2,472.5	39.1	1.61%
TWSE	14,879.6	169.9	1.16%
JCI	7,081.3	69.244	0.99%
SET	1,635.4	11.0	0.68%

FOREX	30-Nov	29-Nov	% chg
USD/MYR:	4.4460	4.5095	-1.41%
EUR/USD:	1.0354	1.0383	-0.28%
GBP/USD:	1.1991	1.2010	-0.16%
USD/YEN:	138.84	137.98	0.62%
USD/SGD:	1.3676	1.3727	-0.37%
USD/HKD:	7.8007	7.8113	-0.14%

KEY STATS

KLCI Spot			
Vol (m shares):	4,709.8	3,396.2	38.68%
Value (RMm):	4,410.5	2,472.1	78.41%
KLCI Future			
December-22	1,486.5	1,471.0	1.05%
January-23	1,486.5	1,471.0	1.05%
CPO Price (RM/tonne)	4,234.0	4,219.0	0.36%
Soybean (US\$/bu)	1,469.5	1,459.5	0.69%
SoyOil (USc/lb)	71.9	73.0	-1.51%
Gold (US\$/troy oz)	1,746.0	1,748.4	-0.14%
Nymex crude oil (US\$/bbl)	80.6	78.2	3.01%
Latex (RM/kg)	4.63	4.62	0.22%
Tin (US\$/mt)	N.A.	22,918.0	N.A.

Research Highlights

NEWS HIGHLIGHTS

- Hibiscus Petroleum raises US\$120m via long-term debt facility
- Berjaya Corp posts lower 1Q loss as most biz segments improve
- Widad slips into the red in 3Q as revenue slips 22%
- Higher revenue and margin lift Bonia's 1Q net profit, pays 2 sen dividend
- TCS bags RM120m contract for service condo project in PJ

MACRO BITS

- IMF sees scope for growth from recalibration of China's zero-COVID policy
- Oil up over USD2.0 on tighter supply while OPEC+ talks limit gains
- M3, loan, and deposit growth expanded in October (See *Economic Viewpoint: Malaysia Money & Credit*)
- Malaysia's PPI down slightly to 4.0% in October
- Banks well capitalised to support economic recovery, says BNM
- Malaysia retail sales jumped 96.0% y-o-y in third quarter of 2022, says RGM
- Raised the policy rate to 1.25%, a third successive 25 bps rate hike (See *Economic Viewpoint: BoT 6th MPC Decision*)
- China's November factory, services activities fall to seven-month lows on Covid curbs
- China home sales slump persists even as rescue efforts mount
- Indonesia's monetary policy will be front-loaded - central bank
- BOJ flags broadening price increases in once deflation-prone Japan
- Exclusive: Bank of Korea ready to adjust tightening pace, hopes for peak rate near 3.5%
- Fed won't crash economy with interest-rate hikes: Powell
- U.S. job openings fall in October; labor market still tight
- U.S. private payrolls growth slows in November-ADP
- Eurozone inflation finally slows in sign of hope for ECB
- UK fresh food prices climb record 14.3% in November – BRC

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Sector Update: Banking, Oil and Gas
- Results Note: AMBANK, BIMB, CAPITALA, CIMB, FGV, JHM, MAHSING, MRCB, PBBANK, SKPRES, UZMA
- Company Update: DLADY, IHH, SIMEPROP, VELESTO, WCT
- On Our Technical Watch: HIBISCS, RAMSSOL
- Economic Viewpoint: Asia FX Monthly Outlook, BoT MPC Decision, Global FX Monthly Outlook, MY Money and Credit

#	Top Volume				Top Gainer				Top Loser			
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	PBBANK	4.50	2.0	81.20	NESTLE	138.90	6.5	0.49	HLFG	18.52	-2.5	0.51
2	TOPGLOV	0.87	-0.6	81.10	PETDAG	23.78	6.2	2.51	IHH	5.80	-2.5	16.70
3	CIMB	5.80	-0.3	48.70	PPB	17.20	6.0	3.14	SIME	2.15	-2.3	25.80
4	MAXIS	3.84	-1.8	37.10	AXIATA	3.25	5.2	22.20	SIMEPLT	4.26	-2.1	16.60
5	MRDIY	2.10	5.0	31.20	MRDIY	2.10	5.0	31.20	INARI	2.66	-1.9	9.99
6	DIALOG	2.27	1.8	26.30	TENAGA	9.42	4.4	17.70	MAXIS	3.84	-1.8	37.10
7	SIME	2.15	-2.3	25.80	DIGI	4.00	3.1	16.90	HARTA	1.73	-1.7	23.00
8	MAYBANK	8.63	-0.8	24.40	PBBANK	4.50	2.0	81.20	IOICORP	3.82	-1.6	7.67
9	HARTA	1.73	-1.7	23.00	DIALOG	2.27	1.8	26.30	KLK	20.90	-1.1	1.90
10	AXIATA	3.25	5.2	22.20	PMETAL	4.85	1.0	16.00	RHBBANK	5.62	-0.9	18.90

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **Hibiscus Petroleum raises US\$120m via long-term debt facility**

Hibiscus Petroleum Bhd has entered into its maiden long-term debt facility agreement with four banks — HSBC Bank Malaysia Bhd, Bank of China Malaysia Bhd, Industrial and Commercial Bank of China (M) Bhd and Standard Chartered Bank Malaysia Bhd — to raise US\$120m (RM533.7m). The facility — comprising a US\$99m term loan and a US\$21m revolving credit facility — will be used primarily to drive organic growth plans for current producing and development assets as well as to fund working capital requirements, the group said in a statement. “Our geographical footprint covers Southeast Asia and the UK Continental Shelf, and we believe that this grouping of reputable financial institutions will provide the ideal foundation upon which we can build and grow a sustainable business in the years to come in these regions,” said Hibiscus Petroleum’s managing director. *(The Edge Markets)*

- **Berjaya Corp posts lower 1Q loss as most biz segments improve**

Diversified group Berjaya Corp Bhd (BCorp) narrowed its net loss to RM16.4m for the first quarter of FY2023 (1QFY2023) from RM59.3m in the same quarter a year ago, as most of its business segments showed better performance. Group revenue for 1QFY2023 of July-September came in at RM2.2b, up 62% from RM1.4b in 1QFY2022, its Bursa Malaysia filing showed. Loss per share contracted to 0.3 sen from 1 sen. The segments that performed better under the group were the retail-food, property, hospitality and services segments, following the resumption of international and domestic travel, and further relaxation of Covid-19 standard operating procedures, the filing showed. *(The Edge Markets)*

- **Widad slips into the red in 3Q as revenue slips 22%**

Widad Group Bhd posted a net loss of RM919,000 for the third quarter ended Sept 30, 2022, compared to a net profit of RM6.9m a year earlier, in line with a decrease in revenue. The construction and integrated facilities management (IFM) group said quarterly revenue fell 21.7% to RM26.8m from RM34.3m, following completion of a contract for the provision of IFM services to Istana Negara. “The IFM segment has to incur one-off costs in relation to facility condition audit, building condition assessment and upgrading works totalling RM1.6m prior to hand over to client,” Widad said in its financial report filed with Bursa Malaysia. For the nine-month period ended Sept 30, net profit increased 3.9% to RM12.8m from RM12.3m in the previous corresponding period, while revenue rose 55.4% to RM128.4m from RM82.6m. *(The Edge Markets)*

- **Higher revenue and margin lift Bonia’s 1Q net profit, pays 2 sen dividend**

Bonia Corp Bhd posted a net profit of RM14.2m or 7.1 sen earnings per share for the first quarter ended Sept 30, 2022 (1QFY2023), as revenue and gross profit margin improved as economic activities resumed. In the same period last year, it posted a net loss of RM4.8m or loss per share of 2.4 sen. The improved quarterly net profit was also due to a low base effect in the same quarter last year, as sales were depressed by Covid-19 restrictions and lockdown affecting its operations in both Malaysia and Singapore, the fashion retailer’s bourse filing showed. Quarterly revenue more than doubled to RM91.7m, from RM42.9m a year ago, primarily driven by the growth in volume as a result of normalisation of business, opening of new stores and the continuous brand-building exercise and product development during the quarter. *(The Edge Markets)*

- **TCS bags RM120m contract for service condo project in PJ**

TCS Group Holdings Bhd announced its wholly owned subsidiary TCS Construction Sdn Bhd has bagged a RM119.6m contract from Eupe PJ South Development Sdn Bhd for the construction and completion of main building works for a service condominium project known as Helix2. “We are pleased to be selected to participate in this project named Helix2 by award-winning developer Eupe PJ South Development Sdn Bhd, a subsidiary of Eupe Corporation Bhd,” according to TCS’ managing director in a press statement on Wednesday (Nov 30). *(The Edge Markets)*



Macro Bits

Global

- [IMF sees scope for growth from recalibration of China's zero-COVID policy](#) The International Monetary Fund sees scope for a further gradual, safe recalibration of China's zero-COVID policy that could allow economic growth in the country to pick up in 2023, an IMF spokesperson said on Wednesday. *(Reuters)*
- [Oil up over USD2.0 on tighter supply while OPEC+ talks limit gains](#) Oil prices rose by over USD2.0 on Wednesday on signs of tighter supply, a weaker dollar and optimism over a Chinese demand recovery. *(Reuters)*

Malaysia

- [M3, loan, and deposit growth expanded in October](#) M3 growth expanded to 6.0% YoY in October (Sep: 5.7%), even as MoM growth eased further to 0.1% (Sep: 0.6%). The expansion was driven by greater growth in demand deposits (6.5%; Sep: 5.3%) and foreign currency deposits (34.9%; Sep: 28.0%). *(See Economic Viewpoint: Malaysia Money & Credit)*
- [Malaysia's PPI down slightly to 4.0% in October](#) Malaysia's producer price index (PPI) eased slightly to 4.0% in October, compared with 4.9% in the preceding month. *(The Edge Markets)*
- [Banks well capitalised to support economic recovery, says BNM](#) The banking sector remains strong, and banks are well capitalised to support economic recovery and to withstand potential stress, Bank Negara Malaysia (BNM) said. *(The Edge Markets)*
- [Malaysia retail sales jumped 96.0% y-o-y in third quarter of 2022, says RGM](#) The Malaysia retail industry jumped 96.0% year-on-year in retail sales in the third quarter of 2022. In the November 2022 Malaysia Retail Industry Report, it said the figure was beyond market expectation. *(The Edge Markets)*

Asia Pacific

- [Raised the policy rate to 1.25%, a third successive 25 bps rate hike](#) The Bank of Thailand (BoT) raised the key rate by 25bps to 1.25%, in line with house and market expectations. We expect one more 25 bps rate hike in 1Q23, bringing it to a terminal rate of 1.50% (2022: 1.25%). *(See Economic Viewpoint: BoT 6th MPC Decision)*
- [China's November factory, services activities fall to seven-month lows on Covid curbs](#) China's factory activity contracted at a faster pace in November, weighed down by Covid-19 curbs and softening global demand, underscoring the increasing pressure faced by the world's second-largest economy. *(The Edge Markets)*
- [China home sales slump persists even as rescue efforts mount](#) China's home sales slump persisted in November, underscoring the challenge for policy makers as they seek to revive the embattled industry. *(The Edge Markets)*
- [Indonesia's monetary policy will be front-loaded - central bank](#) Indonesian central bank governor Perry Warjiyo emphasised on Wednesday the need to adjust interest rates early to control inflation, which is near its highest rate in seven years. *(Reuters)*
- [BOJ flags broadening price increases in once deflation-prone Japan](#) A wider range of Japanese companies are raising prices, including those in sectors historically reluctant to pass on higher costs to customers, a Bank of Japan research note said on Wednesday in a nod to broadening inflationary pressure. *(Reuters)*
- [Exclusive: Bank of Korea ready to adjust tightening pace, hopes for peak rate near 3.5%](#) South Korea's central bank is ready to adjust its pace of policy tightening to achieve a soft landing in real estate and hopes the peak of its target rate in this cycle will be around 3.5%, its governor said at the Reuters NEXT conference. *(Reuters)*

Americas

- [Fed won't crash economy with interest-rate hikes: Powell](#) The Federal Reserve has been "pretty aggressive" already with its interest rate hikes and won't try to crash the economy with further sharp increases just to get inflation under control faster, Fed Chair Jerome Powell said on Wednesday. *(Reuters)*
- [U.S. job openings fall in October; labor market still tight](#) U.S. job openings decreased in October, but remained significantly high, pointing to continued labor market resilience despite the Federal Reserve's efforts to cool demand by aggressively raising interest rates. *(Reuters)*
- [U.S. private payrolls growth slows in November-ADP](#) U.S. private payrolls increased far less than expected in November, suggesting demand for labor was cooling amid high interest rates, a survey showed on Wednesday. *(Reuters)*

Europe

- [Eurozone inflation finally slows in sign of hope for ECB](#) Eurozone inflation slowed for the first time in one-and-a-half years, offering a glimmer of hope to the European Central Bank (ECB) in its struggle to quell the worst consumer-price shock in a generation. *(The Edge Markets)*
- [UK fresh food prices climb record 14.3% in November – BRC](#) The cost of fresh food sold in British shops increased in November at the fastest annual rate since records began in 2005, a new blow for households grappling with the cost-of-living crisis, a survey showed on Wednesday. *(Reuters)*

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D
MALAYAN FLOUR MILLS BHD	0.795	91.17	95.54	99.72	0.825
RCE CAPITAL BHD	1.940	86.96	91.59	96.75	1.950
KAREX BHD	0.635	82.82	85.12	92.56	0.645
FRONTKEN CORP BHD	3.110	77.66	81.26	81.35	3.170
AJIYA BHD	1.750	77.06	78.88	81.35	1.760
GUOCOLAND MALAYSIA BHD	0.705	76.93	86.44	98.97	0.780
RAPID SYNERGY BHD	15.980	75.89	74.43	78.38	16.000
MICROLINK SOLUTIONS BHD	1.030	75.43	73.24	78.23	1.030
Y.S.P.SOUTHEAST ASIA HOLDING	2.390	74.68	77.79	86.48	2.400
NTPM HOLDINGS BHD	0.475	74.42	79.20	83.20	0.515
WAH SEONG CORP BHD	0.650	74.35	85.15	99.61	0.650
COMPUTER FORMS (MALAYSIA) BH	1.830	74.14	77.98	76.91	1.940
APM AUTOMOTIVE HOLDINGS BHD	2.000	73.77	80.59	93.71	2.000
MALAYSIAN BULK CARRIERS BHD	0.435	73.42	80.85	95.79	0.435
HUP SENG INDUSTRIES BHD	0.720	73.36	80.66	93.20	0.730
ELK-DESA RESOURCES	1.510	73.32	74.87	63.47	1.570
ALLIANZ MALAYSIA BHD	13.700	72.96	79.30	92.13	13.800
SPRITZER BHD	2.080	72.01	79.05	81.96	2.100
KUMPULAN PERANGSANG SELANGOR	0.775	71.83	77.10	87.65	0.780
REDTONE DIGITAL BHD	0.510	71.25	79.63	97.98	0.515
MUDAJAYA GROUP BHD	0.205	71.24	77.47	95.15	0.205
BONIA CORP BHD	2.090	71.20	79.62	94.32	2.110
NESTLE (MALAYSIA) BERHAD	138.900	71.10	77.41	92.19	138.900
JF TECHNOLOGY BHD	0.775	71.08	76.25	92.13	0.775
RANHILL UTILITIES BHD	0.415	70.36	76.75	83.09	0.420
SCICOM (MSC) BHD	1.080	70.30	73.64	55.57	1.100

*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
DATASONIC GROUP BHD-C46	0.010	23.43	25.16	29.18	0.010	10/2/2023
MESB BHD-WA	0.130	27.33	21.37	7.01	0.125	30/12/2022

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
K SENG SENG CORP BHD-WA	0.445	81.10	86.38	95.68	0.460	10/10/2029
ECO WORLD DEVELOPMENT GROUP BHD-WB	0.115	80.90	86.32	97.50	0.120	12/4/2029
MALAYAN FLOUR MILLS BHD-WC	0.235	79.81	83.86	85.39	0.270	23/1/2024
TENAGA NASIONAL BHD-E	0.170	77.40	81.81	89.62	0.175	30/12/2022
XL HOLDINGS BHD-WA	0.090	73.16	84.08	99.33	0.105	10/5/2024
MAG HOLDINGS BHD-WC	0.045	72.64	81.06	98.22	0.045	8/11/2024
NOTION VTEC BHD-WC	0.080	72.38	79.40	94.79	0.100	14/3/2023

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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