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Research Highlights

BURSA	8-Dec	Day chg	% chg
KLCI	1,465.9	-0.95	-0.06%
FTSE EMAS	10,524.6	-19.0	-0.18%
FTSE Smallcap	15,102.8	-57.69	-0.38%
FTSE MESDAQ	5,502.0	3.3	0.06%
KLSE Mkt Cap (RM'b)	1,631.6	-7.6	-0.46%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	108.9	47.5%
Local Retail	-9.0	27.5%
Foreign	-99.9	25.1%

INDICES	8-Dec	Day chg	% chg
Dow Jones	33,781.5	183.6	0.55%
S&P 500	3,963.5	29.6	0.75%
NASDAQ	11,082.0	123.45	1.13%
FTSE-100	7,472.2	-17.0	-0.23%
Nikkei 225	27,574.4	-112.0	-0.40%
SHCOMP	3,197.4	-2.269	-0.07%
HSI	19,450.2	635.4	3.38%
STI	3,236.1	10.6	0.33%
KOSPI	2,371.1	-11.7	-0.49%
TWSE	14,553.0	-77.0	-0.53%
JCI	6,804.2	-14.525	-0.21%
SET	1,620.5	-1.8	-0.11%

FOREX	8-Dec	7-Dec	% chg
USD/MYR:	4.3980	4.3975	0.01%
EUR/USD:	1.0513	1.0500	0.12%
GBP/USD:	1.2169	1.2176	-0.06%
USD/YEN:	136.88	137.43	-0.40%
USD/SGD:	1.3568	1.3586	-0.13%
USD/HKD:	7.7857	7.7902	-0.06%

KEY STATS

KLCI Spot			
Vol (m shares):	3,190.2	3,347.6	-4.70%
Value (RMm):	1,832.8	2,250.5	-18.56%
KLCI Future			
December-22	1,460.5	1,465.0	-0.31%
January-23	1,463.5	1,468.5	-0.34%
CPO Price (RM/tonne)	3,972.0	4,001.0	-0.72%
Soybean (US\$/bu)	1,486.3	1,472.0	0.97%
SoyOil (USc/lb)	60.5	60.2	0.53%
Gold (US\$/troy oz)	1,801.5	1,798.0	0.19%
Nymex crude oil (US\$/bbl)	71.5	72.0	-0.76%
Latex (RM/kg)	4.65	4.65	-0.11%
Tin (US\$/mt)	N.A.	24,387.0	N.A.

#	Top Volume			Top Gainer			Top Loser					
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	TOPGLOV	0.81	-1.2	31.80	AXIATA	3.06	3.0	2.76	PCHEM	8.41	-1.6	12.10
2	CIMB	5.61	-0.9	20.60	DIGI	3.85	2.7	2.87	PETDAG	21.98	-1.6	0.19
3	PBBANK	4.41	-0.2	19.00	PPB	17.28	1.7	0.70	TOPGLOV	0.81	-1.2	31.80
4	HARTA	1.58	0.0	12.40	PMETAL	4.85	1.0	2.40	GENTING	4.30	-1.2	5.76
5	PCHEM	8.41	-1.6	12.10	MRDIY	2.11	1.0	4.10	RHBBANK	5.64	-1.1	3.91
6	SIME	2.19	-0.5	7.53	TENAGA	9.15	0.9	2.81	CIMB	5.61	-0.9	20.60
7	MAYBANK	8.62	-0.4	6.50	IOICORP	3.80	0.5	3.34	DIALOG	2.28	-0.9	4.19
8	GENTING	4.30	-1.2	5.76	HLBANK	20.44	0.5	1.45	IHH	5.85	-0.9	4.63
9	IHH	5.85	-0.9	4.63	TM	5.41	0.2	2.55	MAXIS	3.85	-0.8	1.63
10	DIALOG	2.28	-0.9	4.19	NESTLE	135.20	0.2	0.08	INARI	2.70	-0.7	3.97

Notes: # KL Composite Index (FBMKLCI) component stocks

NEWS HIGHLIGHTS

- Ranhill secures engineering design contract for solar powered offshore platform
- Sapura Energy returns to black in Q3, posts net profit of RM10.2m
- Cypark secures biogas projects totalling 2.7 MW capacity from Seda
- Mitrajaya wins RM265.9m construction contract
- Propel Global to acquire 51.0% stake in Best Wide Engineering for RM7.8m

MACRO BITS

- Column: Oil prices slump as receding price-cap threat unmasking worsening demand
- Foreign selling eased following GE15 and the return of global risk-on sentiment (See Economic Viewpoint: Malaysia Bond Flows)
- MGS/GII to trend rangebound ahead of US FOMC meeting (See Economic Viewpoint: Bond Market Weekly Outlook)
- Rafizi outlines Economy Ministry's priorities for the first week
- Nik Nazmi to focus on WST 2040 in making water sector an economic source
- Saudi Arabia and China sign strategic deals, Xi heralds 'new era'
- Hong Kong government eases COVID quarantine and testing regime after Beijing moves
- China Nov passenger vehicle sales drop 9.5%, first fall in six months - CPCA
- U.S. weekly jobless claims rise; continuing claims at 10-month high
- White House seeks to cut federal building emissions 30.0% by 2030
- UK labour market loses more momentum in November: REC survey
- UK card spending shows pre-Christmas pick-up: ONS
- Germany fell short of gas savings target last week - regulator

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Results Note: BAUTO, SCIENTX
- Company Update: KGB
- On Our Technical Watch: OPI, PGF
- Economic Viewpoint: Bond Market Weekly Outlook, MY Bond Flows, Ringgit Weekly Outlook
- Rating Summary

Corporate News

- **Ranhill secures engineering design contract for solar powered offshore platform**

Ranhill Utilities Bhd has secured a detailed design engineering (DDE) contract from Malaysia Marine and Heavy Engineering Sdn Bhd (MMHE) worth RM15.0m. Ranhill said Perunding Ranhill Worley Sdn Bhd PRW), a subsidiary of Ranhill Worley Sdn Bhd (which in turn is a subsidiary of Ranhill) had received a letter of award from MMHE. Ranhill said the Sarawak-based job will have an approximate duration of six months. (*The Star*)

- **Sapura Energy returns to black in Q3, posts net profit of RM10.2m**

Sapura Energy Bhd has recorded a net profit of RM10.2m in the third quarter ended Oct 31, 2022 (Q3) compared with a net loss of RM669.3m recorded in the same quarter a year ago. The improvement in earnings was due to lower recognition of provision for foreseeable losses, lower project costs recognised, lower depreciation, higher share of profit from associates and joint-ventures (JV), and a favourable foreign exchange gain. Revenue for the quarter under review declined 12.4% to RM1.3b from RM1.5b previously. (*New Straits Times*)

- **Cypark secures biogas projects totalling 2.7 MW capacity from Seda**

Cypark Resources Bhd said its indirect subsidiaries have been awarded feed-in approval certificates from the government to carry out biogas projects with a total capacity of 2.7 MW in Johor and Terengganu. The feed-in approval certificates were awarded by Sustainable Energy Development Authority (Seda) for a period of 21 years, Cypark said. Tenaga Nasional Bhd will purchase electricity from the project companies at pre-agreed feed-in tariff rates, it added. The first biogas project comprises a 1.2 MW installed capacity biogas plant in Layang-Layang, Johor, which was awarded to Cypark's 51.0% indirectly owned Reviva BACRE (Ulu Remis) Sdn Bhd. The second is a 1.5 MW plant in Kemaman, Terengganu awarded to BACRE Reviva Biogas (Kemaman) Sdn Bhd, which is 80.0%-owned by BACRE Reviva Biogas Holdings Sdn Bhd, which in turn is an indirect 51.0% subsidiary of Cypark. (*The Edge Markets*)

- **Mitrajaya wins RM265.9m construction contract**

Mitrajaya Holdings Bhd has secured a contract for the construction and completion of two blocks of housing apartments and ancillaries at Bandar Tun Razak, Kuala Lumpur, for RM265.9m. The group said its wholly owned subsidiary, Pembinaan Mitrajaya Sdn Bhd, had on Dec 8, 2022, accepted and executed the letter of acceptance on the contract awarded by the Retro Highland Sdn Bhd dated Dec 5, 2022. The contract is for a duration of 40 months from the date for possession of the site on Dec 15, 2022 and is expected to be completed by April 14, 2026. (*The Star*)

- **Propel Global to acquire 51.0% stake in Best Wide Engineering for RM7.8m**

Propel Global Bhd has entered into a conditional share sale agreement to acquire a 51.0% stake in Best Wide Engineering (M) Sdn Bhd (BWE) for RM7.8m. As part of the share sale agreement, Propel has also entered into a put and call option agreement with the BWE's shareholders that requires the company to purchase up to 49.0% of the remaining equity interest in BWE from them and, BWE's shareholders will grant Propel Global the right during the call option period that requires them to sell up to 34.0% equity interest in BWE to the company. (*The Star*)

Macro Bits

Global

- [Column: Oil prices slump as receding price-cap threat unmasks worsening demand](#) Global oil prices have tumbled more than 20.0% as the threat to production from the G7 Russia price cap has receded allowing traders to refocus on the deteriorating outlook for consumption. *(Reuters)*

Malaysia

- **Foreign selling eased following GE15 and the return of global risk-on sentiment** Foreign investors remained net sellers of Malaysia's debt securities for the third straight month in November (-RM1.0b; Oct: -RM6.3b), albeit to a lesser extent. Total foreign debt holdings fell to RM247.6b (Oct: RM248.7b), as its share to total outstanding debt edged lower (13.3%; Oct: 13.4%). The smaller outflow was driven by a larger sell-off of Malaysian Treasury Bills (MTB), which outweighed a rebound in holdings of Government Investment Issues (GII) and a softer outflow of Malaysian Government Securities (MGS). Debt market may see a modest return of foreign inflows in December. *(See Economic Viewpoint: Malaysia Bond Flows)*
- **MGS/GII to trend rangebound ahead of US FOMC meeting** Local bonds remained mostly well bid this week despite a lack of domestic catalysts, likely steered by falling global bond yields. Meanwhile, foreign selling of domestic bonds eased in November (-RM1.0b; Oct: -RM6.3b) on the back of improved political stability and expectations of a less hawkish Fed. Yields may trend rangebound next week, driven by potential volatility in US Treasuries amid the final US FOMC meeting (Dec 13 – 14) of the year. *(See Economic Viewpoint: Bond Market Weekly Outlook)*
- [Rafizi outlines Economy Ministry's priorities for the first week](#) Newly appointed Economy Minister Rafizi Ramli on Thursday outlined some priorities for his ministry for the first week. He said the most important thing for him is to get to know closely all the top officials of the Economy Ministry who are his team and the heart of improving the country's economy. *(The Edge Markets)*
- [Nik Nazmi to focus on WST 2040 in making water sector an economic source](#) Natural Resources, Environment and Climate Change Minister Nik Nazmi Nik Ahmad will focus on the implementation of the Water Sector Transformation 2040 (WST 2040) towards making the water sector an economic source and Malaysia a global water hub by 2040. *(The Edge Markets)*

Asia Pacific

- [Saudi Arabia and China sign strategic deals, Xi heralds 'new era'](#) Saudi Arabia and China showcased deepening ties with a series of strategic deals on Thursday during a visit by President Xi Jinping, including one with tech giant Huawei, whose growing foray into the Gulf region has raised U.S. security concerns. *(Reuters)*
- [Hong Kong government eases COVID quarantine and testing regime after Beijing moves](#) The Hong Kong government said on Thursday that the isolation period for COVID-19 patients and their close contacts will be cut to five days from seven days. *(Reuters)*
- [China Nov passenger vehicle sales drop 9.5%, first fall in six months - CPCA](#) China's passenger vehicle sales fell for the first time in six months in November and are expected to stay flat next year, an industry body said on Thursday, as demand weakens faster than expected, even as stringent COVID rules are eased. *(Reuters)*

Americas

- [U.S. weekly jobless claims rise; continuing claims at 10-month high](#) The number of Americans filing new claims for jobless benefits increased moderately last week, while unemployment rolls hit a 10-month high towards the end of November, suggesting the labor market was gradually slowing down. *(Reuters)*
- [White House seeks to cut federal building emissions 30.0% by 2030](#) The White House on Wednesday launched the first standard on cutting carbon emissions from federal buildings as part of the Biden administration's policy on curbing climate change. *(Reuters)*

Europe

- [UK labour market loses more momentum in November: REC survey](#) Britain's labour market cooled noticeably last month, with demand for staff and pay growth easing, and staff shortages became less acute, a survey showed on Thursday. *(Reuters)*
- [UK card spending shows pre-Christmas pick-up: ONS](#) British consumer spending picked up in early December, in line with usual seasonal trends as people spent more in the run-up to Christmas, despite a surging cost of living, the Office for National Statistics said on Thursday. *(Reuters)*
- [Germany fell short of gas savings target last week - regulator](#) German gas consumption rose last week, causing Europe's biggest economy to fall short of its gas savings target for the first time this winter, regulator Federal Network Agency said on Thursday. *(Reuters)*

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D
COMINTEL CORP BHD	0.915	91.48	94.26	99.27	0.990
COMPUTER FORMS (MALAYSIA) BH	2.360	83.20	87.45	96.01	2.440
MALAYAN FLOUR MILLS BHD	0.825	81.70	80.51	52.46	0.860
RCE CAPITAL BHD	1.940	79.77	79.68	61.74	1.970
MUDAJAYA GROUP BHD	0.225	79.47	86.56	98.87	0.230
KAREX BHD	0.685	79.03	79.30	81.13	0.695
BERJAYA CORP BHD	0.275	77.80	78.47	68.63	0.285
MICROLINK SOLUTIONS BHD	1.100	76.45	74.53	59.94	1.130
BONIA CORP BHD	2.390	75.20	77.09	68.87	2.480
BOILERMECH HOLDINGS BERHAD	0.780	73.01	78.53	94.74	0.780
GUOCOLAND MALAYSIA BHD	0.715	72.22	74.76	57.52	0.780
RAPID SYNERGY BHD	15.960	71.34	68.40	65.65	16.000
GHL SYSTEMS BERHAD	0.900	71.00	73.66	57.51	0.970
APOLLO FOOD HOLDINGS BHD	3.900	70.97	74.77	74.23	3.920
AJIYA BHD	1.740	70.50	69.69	73.91	1.770
O.S.K. HOLDINGS BHD	0.945	70.44	74.70	88.22	0.950
COASTAL CONTRACTS BHD	2.550	70.07	70.50	62.82	2.680

*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
RHB BANK BHD-C40	0.050	27.72	26.68	27.94	0.050	20/2/2023
HENGYUAN REFINING CO BHD-C24	0.010	29.34	23.24	6.59	0.005	27/1/2023

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
CAELY HOLDINGS BHD-WB	0.145	88.95	92.27	96.45	0.215	22/12/2024
K SENG SENG CORP BHD-WA	0.735	88.09	90.49	92.10	0.745	10/10/2029
ALIBABA GROUP HOLDING LTD-C22	0.275	75.05	75.20	71.88	0.285	4/7/2023
NEXGRAM HOLDINGS BHD-WD	0.020	74.20	72.95	68.93	0.035	1/3/2032
PERAK TRANSIT BHD-WB	0.465	72.95	74.52	89.91	0.470	2/8/2026
BORNEO OIL BHD-WC	0.015	72.31	81.87	99.24	0.015	8/11/2025

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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