

28 March 2023

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BURSA	27-Mar	Day chg	% chg
KLCI	1,396.6	-3.1	-0.22%
FTSE EMAS	10,234.0	-24.2	-0.24%
FTSE Smallcap	15,071.0	-84.00	-0.55%
FTSE MESDAQ	5,217.0	-86.9	-1.64%
KLSE Mkt Cap (RM'b)	1,604.0	-4.5	-0.28%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	39.2	47.4%
Local Retail	40.9	29.2%
Foreign	-80.1	23.4%

INDICES	27-Mar	Day chg	% chg
Dow Jones	32,432.1	194.6	0.60%
S&P 500	3,977.5	6.5	0.16%
NASDAQ	11,768.8	-55.12	-0.47%
FTSE-100	7,471.8	66.3	0.90%
Nikkei 225	27,476.9	91.6	0.33%
SHCOMP	3,251.4	-14.257	-0.44%
HSI	19,567.7	-348.0	-1.75%
STI	3,239.0	26.4	0.82%
KOSPI	2,409.2	-5.7	-0.24%
TWSE	15,830.3	-84.4	-0.53%
JCI	6,708.9	-53.321	-0.79%
SET	1,593.4	1.5	0.10%

FOREX	27-Mar	24-Mar	% chg
USD/MYR:	4.4215	4.4278	-0.14%
EUR/USD:	1.0768	1.0760	0.07%
GBP/USD:	1.2263	1.2233	0.25%
USD/YEN:	131.47	130.73	0.57%
USD/SGD:	1.3326	1.3322	0.03%
USD/HKD:	7.8498	7.8498	0.00%

KEY STATS

KLCI Spot			
Vol (m shares):	3,371.5	2,985.7	12.92%
Value (RMm):	1,718.5	1,911.0	-10.07%
KLCI Future			
March-23	1,394.5	1,395.5	-0.07%
April-23	1,396.0	1,397.0	-0.07%
CPO Price (RM/tonne)	3,576.0	3,512.0	1.82%
Soybean (US\$/bu)	1,442.3	1,428.3	0.98%
SoyOil (USc/lb)	54.7	53.4	2.36%
Gold (US\$/troy oz)	1,953.8	1,983.8	-1.51%
Nymex crude oil (US\$/bbl)	72.8	69.3	5.13%
Latex (RM/kg)	5.13	5.11	0.49%
Tin (US\$/mt)	25,567.00	24,945.0	2.49%

Research Highlights

NEWS HIGHLIGHTS

- CAB Cakaran announces bonus issue of warrants as share price rallies to four-year high
- SNS Network logs RM16.8m profit in 4Q, declares 0.3 sen dividend
- Beshom's 3Q profit falls 66% amid lower revenue contribution from MLM division
- EVD eyes RCPS conversion, and issuance of up to 132.3m shares to meet Bumiputera equity rule
- Classita shareholders greenlight rights issue with free warrants

MACRO BITS

- World Bank warns of 'Lost Decade' as potential growth slows
- Global economic outlook faces headwinds, but Malaysia remains relatively resilient (See *Economic Viewpoint: Malaysia 2Q23 Economic Outlook*)
- Govt to announce major investment this week: Anwar
- DOSM: PPI slid 0.8% in Feb 2023
- Inflation rate in 2023 could drop to projected 3.1%, says Rafizi
- Govt to complete subsidised diesel control system draft by 2H2023, says Ahmad Maslan
- China's economic recovery faces risks from global trade slump
- China's industrial profits slump deepens on soft demand, high costs
- China will maintain certain level of growth amid transition, says Premier Li
- Singapore price pressures top Hong Kong with quicker reopening
- Fed's preferred inflation gauge seen staying elevated
- UK retailers turn positive on sales hopes after bleak winter
- In inflation-hit Germany, massive strike over pay to cripple transport

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Results Note: ASTRO, UMCCA
- Company Update: GAMUDA, RHBBANK
- On Our Technical Watch: UEMS, PLS
- Economic Viewpoint: MY 2Q23 Economic Outlook

#	Top Volume				Top Gainer				Top Loser			
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	GENM	2.57	0.8	21.00	PETGAS	16.50	2.4	0.75	AMBANK	3.55	-1.9	3.77
2	PBBANK	3.89	-0.3	12.80	PCHEM	6.82	2.3	4.31	PETDAG	20.66	-1.5	0.08
3	CIMB	5.16	-0.6	7.91	GENTING	4.56	1.3	3.23	TENAGA	9.40	-1.5	3.16
4	RHBBANK	5.45	0.2	5.97	GENM	2.57	0.8	21.00	TM	4.74	-1.5	2.00
5	SIME	2.12	-1.4	5.52	DIALOG	2.27	0.4	3.31	SIMEPLT	4.16	-1.4	4.39
6	IHH	5.74	-0.9	5.13	PMETAL	4.69	0.4	3.02	SIME	2.12	-1.4	5.52
7	IOICORP	3.73	-1.3	4.93	CELCOMDIGI	4.28	0.2	1.71	IOICORP	3.73	-1.3	4.93
8	MRDIY	1.65	-0.6	4.53	RHBBANK	5.45	0.2	5.97	MAXIS	3.94	-1.0	0.48
9	SIMEPLT	4.16	-1.4	4.39	MAYBANK	8.44	0.1	4.02	IHH	5.74	-0.9	5.13
10	PCHEM	6.82	2.3	4.31	HLBANK	19.98	0.0	0.67	AXIATA	2.97	-0.7	0.95

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **CAB Cakaran announces bonus issue of warrants as share price rallies to four-year high**

CAB Cakaran Corp Bhd, whose share price has risen by 40.6% this month, is planning a bonus issue of up to 234m free warrants on the basis of one warrant for every three shares held. The exercise price of the warrants has been fixed at 63 sen apiece, the poultry player said in a filing. This represents a 10% discount to the five-day volume weighted average market price of CAB shares up to and including March 24 of 70.01 sen, it said. Shares in CAB closed half a sen or 0.68% higher at 74.5 sen on Monday (March 27), giving the group a market capitalisation of RM522.9m. *(The Edge Markets)*

- **SNS Network logs RM16.8m profit in 4Q, declares 0.25 sen dividend**

ACE Market-listed SNS Network Technology Bhd posted a net profit of RM16.8m for the fourth quarter ended Jan 31, 2023 (4QFY2023), on a quarterly revenue of RM509.9m. According to the information and communications technology (ICT) solution provider's bourse filing on Monday (March 27), this translated to an earnings per share of 1.0 sen. The company declared a second interim dividend of 0.3 sen per share, with an ex-date of May 10, and payable on May 26. There are no comparative year-on-year figures, as the company listed on the ACE Market of Bursa Malaysia on Sept 2 last year. *(The Edge Markets)*

- **Beshom's 3Q profit falls 66% amid lower revenue contribution from MLM division**

Beshom Holdings Bhd's net profit fell by 66.3% to RM2.6m in the third quarter ended Jan 31, 2023 (3QFY2023), from RM7.7m a year earlier, due to lower revenue contributions from its multi-level marketing (MLM) division. Earnings per share fell to 0.9 sen from 2.6 sen in 3QFY2022, said the group in its bourse filing. Quarterly revenue decreased 27.8% to RM42.9m from RM59.4m as the MLM division reported slower new members' recruitment amid weak purchasing power. For the first nine months of FY2023, Beshom's net profit fell 40% to RM13.5m from RM22.5m in the previous corresponding period as revenue declined to RM135.2 from RM164.3m. *(The Edge Markets)*

- **EVD eyes RCPS conversion, and issuance of up to 132.3m shares to meet Bumiputera equity rule**

EVD Bhd will undertake a special Bumiputera issue of 132.3m new shares in order to comply with the Bumiputera equity condition set by regulators. According to a filing with Bursa Malaysia on Monday (March 27), EVD said it was part of its listing conditions to allocate 12.5% of its enlarged issued and paid-up share capital to Bumiputera investors recognised by the Ministry of International Trade and Industry (Miti) after the company achieved profit, or three years after the implementation of the regularisation plan, whichever is earlier. The issued share capital of EVD is RM53.8m comprising 407.1m shares, as well as some 2.3b redeemable convertible preference shares (RCPS) and 86.5m warrants 2022/2029 of EVD. *(The Edge Markets)*

- **Classita shareholders greenlight rights issue with free warrants**

Shareholders of Classita Holdings Bhd, formerly known as Caely Holdings Bhd, have approved the company's proposed rights issue comprising the issuance of up to 965.4m shares on the basis of five rights shares for every two existing shares held, together with up to 579.2m warrants on the basis of three warrants for every five rights shares subscribed for. According to a bourse filing, the Perak-based lingerie maker said the resolution was passed at its extraordinary general meeting (EGM) on Monday (March 27) after 23 shareholders who collectively hold 197.1m shares (representing 78.3% of voting shares) voted for the rights issue. The rights shares issue price has been fixed at 10 sen apiece, while the exercise price of the warrants is set at 20 sen each. *(The Edge Markets)*



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Macro Bits

Global

- [World Bank warns of 'Lost Decade' as potential growth slows](#) The global economy's potential growth through the end of the decade has slowed to the weakest in 30 years, the World Bank said, citing fallout from the coronavirus pandemic and the conflict in Ukraine. *(Reuters)*

Malaysia

- **Global economic outlook faces headwinds, but Malaysia remains relatively resilient** The risk of a global economic slowdown looms as major central banks tightens monetary policy, but China's reopening could partially counterbalance negative effects. However, US banking crises and complications with monetary policy remain concerning. *(See Economic Viewpoint: Malaysia 2Q23 Economic Outlook)*
- [Govt to announce major investment this week: Anwar](#) A new investment, representing the government's "highest commitment", will be announced either on Thursday or Friday, said Prime Minister Datuk Seri Anwar Ibrahim. *(The Star)*
- [DOSM: PPI slid 0.8% in Feb 2023](#) The Producer Price Index (PPI) for local production, which measures prices of goods at factory gate, shrank 0.8% year-on-year (y-o-y) in February 2023 against a 1.3% growth in January 2023, the Department of Statistics Malaysia (DOSM) reported on Monday (March 27). *(The Edge Markets)*
- [Inflation rate in 2023 could drop to projected 3.1%, says Rafizi](#) The national inflation rate could reach a projected 3.1% to 3.3% this year if the monthly inflation rate remains subdued, said Economy Minister Rafizi Ramli. He said at a press conference here on Monday (March 27) that since December 2022, the country's inflation rate has reached a more stable level. *(The Edge Markets)*
- [Govt to complete subsidised diesel control system draft by 2H2023, says Ahmad Maslan](#) The government is drafting the subsidised diesel control system, which is expected to be completed in the second half of this year (2H2023), said Deputy Finance Minister Datuk Seri Ahmad Maslan. *(The Edge Markets)*

Asia Pacific

- [China's economic recovery faces risks from global trade slump](#) China's economic recovery was mixed in March with business confidence and the housing market improving but the global outlook darkening amid heightened financial market turmoil. *(The Edge Markets)*
- [China's industrial profits slump deepens on soft demand, high costs](#) The slump in Chinese industrial firms' profits deepened in the first two months of 2023, weighed by lacklustre demand and stubbornly high costs as the world's second-largest economy struggled to fully shake the long-term effects of COVID. *(Reuters)*
- [China will maintain certain level of growth amid transition, says Premier Li](#) China will maintain a certain level of economic expansion as it speeds up a transition towards higher quality growth, Chinese state media quoted Premier Li Qiang as saying on Monday (March 27). *(Reuters)*
- [Singapore price pressures top Hong Kong with quicker reopening](#) Singapore's overtaking of Covid-battered Hong Kong in the last two editions of the Global Financial Centres Index may have come with some costs: The city-state's inflation has outpaced its rival's in nearly every monthly reading over the past two years. *(Bloomberg)*

Americas

- [Fed's preferred inflation gauge seen staying elevated](#) The Federal Reserve's preferred measure of underlying price pressures probably remained elevated in February, keeping officials in a precarious spot as they seek to balance inflation-fighting resolve and stress on the banking system. *(Bloomberg)*

Europe

- [UK retailers turn positive on sales hopes after bleak winter](#) British retailers reported their first positive sales expectations in seven months, according to a survey published by the Confederation of British Industry on Monday, adding to other recent signs of recovery in the economy. *(Reuters)*
- [In inflation-hit Germany, massive strike over pay to cripple transport](#) A massive strike in Germany was set to begin early Monday, crippling mass transport and airports in one of the biggest walkouts in decades as Europe's largest economy reels from soaring inflation. *(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
SHIN YANG SHIPPING CORP BHD	0.525	17.40	12.98	7.59	0.520
I-BHD	0.225	19.14	14.64	3.20	0.215
DUTCH LADY MILK INDS BHD	26.100	20.62	20.86	44.32	25.940
JAKS RESOURCES BHD	0.190	24.50	24.30	30.09	0.180
TA ANN HOLDINGS BERHAD	3.060	25.58	22.78	17.65	3.030
HAP SENG CONSOLIDATED	5.030	25.99	26.13	25.90	5.010
V.S. INDUSTRY BERHAD	0.790	28.20	26.97	34.51	0.775
PHARMANIAGA BERHAD	0.285	29.84	30.80	12.81	0.220

*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
HARRISONS HOLDINGS MALAYSIA	8.940	80.23	80.23	64.24	9.290
CAB CAKARAN CORP BHD	0.745	76.59	78.65	89.86	0.770
MGB BHD	0.710	75.61	80.74	82.71	0.740
PIE INDUSTRIAL BHD	3.630	73.74	73.66	76.12	3.650
MULPHA INTERNATIONAL BHD	2.390	70.39	73.67	91.13	2.440

*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
COMPUTER FORMS MALAYSIA BHD-WA	0.045	9.76	5.74	10.10	0.045	22/12/2025
CLASSIC SCENIC BHD-WA	0.260	16.74	16.36	29.86	0.250	8/8/2026
VS INDUSTRY BHD-WB	0.045	17.27	16.60	27.73	0.040	14/6/2024
REVENUE GROUP BHD-WA	0.050	21.33	9.98	0.10	0.045	14/1/2024
GENTING MALAYSIA BHD-W	0.030	27.68	32.26	81.52	0.025	28/4/2023
MY EG SERVICES BHD-P	0.005	28.22	22.72	6.49	0.005	31/3/2023
GABUNGAN AQRS BHD-WB	0.005	29.13	21.65	2.47	0.005	26/9/2023
HANG SENG INDEX-LI	0.015	29.53	27.29	26.93	0.010	30/3/2023
TANCO HOLDINGS BHD-WC	0.140	29.83	16.90	0.26	0.135	25/8/2025
HANG SENG INDEX-LH	0.005	29.91	25.33	31.03	0.005	30/3/2023

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
MENANG CORP M BHD-WC	0.165	80.00	80.85	74.86	0.210	13/12/2024

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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