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Research Highlights

BURSA	3-Sep	Day chg	% chg
KLCI	1,591.5	-20.62	-1.28%
FTSE EMAS	11,200.6	-147.9	-1.30%
FTSE Smallcap	12,787.8	-89.21	-0.69%
FTSE MESDAQ	4,442.6	-45.6	-1.02%
KLSE Mkt Cap (RM'b)	1,594.3	-20.4	-1.27%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	128.57	42.78
Local Retail	-5.75	21.72
Foreign	-122.82	35.50

INDICES	3-Sep	Day chg	% chg
Dow Jones	26,118.0	N.A.	N.A.
S&P 500	2,906.3	N.A.	N.A.
NASDAQ	7,874.2	N.A.	N.A.
FTSE-100	7,268.2	-13.8	-0.19%
Nikkei 225	20,625.2	5.0	0.02%
SHCOMP	2,930.2	6.0	0.21%
HSI	25,527.9	-98.7	-0.39%
STI	3,090.6	7.7	0.25%
KOSPI	1,965.7	-3.5	-0.18%
TWSE	10,558.2	-76.6	-0.72%
JCI	6,261.6	-29.0	-0.46%
SET	1,642.3	-11.9	-0.72%

FOREX	3-Sep	2-Sep	% chg
USD/MYR:	4.2203	N.A.	N.A.
EUR/USD:	1.0938	1.0967	-0.26%
GBP/USD:	1.2034	1.2075	-0.34%
USD/YEN:	106.18	106.39	-0.20%
USD/SGD:	1.3932	1.3910	0.16%
USD/HKD:	7.8439	7.8428	0.01%

KEY STATS

KLCI Spot			
Vol (m shares):	2,259.6	2,220.3	1.77%
Value (RMm):	1,588.5	2,007.6	-20.88%
KLCI Future			
September-19	1,578.5	1,598.0	-1.22%
October-19	1,578.0	1,598.0	-1.25%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	868.5	N.A.	N.A.
SoyOil (USc/lb)	29.1	N.A.	N.A.
Gold (US\$/troy oz)	1,549.6	N.A.	N.A.
Nymex crude oil (US\$/bbl)	53.9	N.A.	N.A.
Latex (RM/kg)	4.34	4.31	0.70%
Tin (US\$/mt)	16,705.0	16,812.0	-0.64%

NEWS HIGHLIGHTS

- Ranhill to undertake pipe replacement works in Kota Bharu
- Berjaya Land awarded RM2.6b public housing and mixed project in Myanmar
- UWC reports 16.0% jump in FY19 net profit
- Priceworth signs MoU with Innoprise for supply of logs
- Thriven Global obtains RM15.0m credit facility to finance working capital needs

MACRO BITS

- Trump warns China against dragging its feet in trade talks
- US imposes sanctions on Iran space agencies
- Opponents of 'no-deal' Brexit defeat British PM Johnson in parliament
- Deteriorates further in August, while business optimism improves (*See Economic Viewpoint: Malaysia Manufacturing PMI*)
- No need to increase retirement age to 65 — Dr Mahathir
- Dr Mahathir: Sanction by superpowers hurt small countries
- China opposes trade war, not good for it, U.S. and the world: Xinhua
- China's Xi says country facing a period of 'concentrated risks'
- US manufacturing shrinks, 10-year yield hits three-year low
- With Trump's blessing, Pompeo sought 'reset' with new EU leaders: envoy
- 'No deal' Brexit would cost at least USD16b in UK sales to the EU: U.N.
- Italy's 5-Star votes in favor of PD coalition, opening way for government
- France pushes USD15b credit line plan for Iran, if U.S. allows it

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Market Strategy: 2QCY19 Results Review
- Sector Update: Banking
- Company Update: DAYANG
- On Our Technical Watch: PETDAG, PENTA
- Economic Viewpoint: Malaysia Manufacturing PMI

#	Top Volume			Top Gainer			Top Loser					
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	IHH	5.76	-0.5	10.60	AIRPORT	8.45	2.7	1.71	PETDAG	21.42	-6.4	0.51
2	GENM	3.08	-1.9	10.30	MAYBANK	8.70	0.1	8.60	AMBANK	3.98	-5.2	3.26
3	SIME	2.27	-0.9	10.20	DIALOG	3.47	-0.3	9.16	SIMEPLT	4.78	-4.0	1.08
4	DIALOG	3.47	-0.3	9.16	PPB	18.60	-0.3	0.46	PETGAS	15.54	-3.4	0.51
5	MAYBANK	8.70	0.1	8.60	NESTLE	147.00	-0.3	0.09	GENTING	5.86	-2.3	4.12
6	CIMB	5.04	-0.4	8.29	CIMB	5.04	-0.4	8.29	MAXIS	5.45	-2.2	1.72
7	PCHEM	6.80	-1.9	5.63	IHH	5.76	-0.5	10.60	GENM	3.08	-1.9	10.30
8	TENAGA	13.76	-1.4	5.49	HARTA	5.09	-0.8	1.68	PCHEM	6.80	-1.9	5.63
9	PBBANK	20.08	-1.2	4.31	TOPGLOV	4.71	-0.8	2.34	PMETAL	4.84	-1.6	1.73
10	GENTING	5.86	-2.3	4.12	SIME	2.27	-0.9	10.20	KLK	23.60	-1.6	0.75

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **Ranhill to undertake pipe replacement works in Kota Bharu**

Ranhill Holdings has won a RM18.6m contract to undertake pipe replacement works in Kota Bharu. The group said its wholly-owned subsidiary, Ranhill Water Services Sdn Bhd (RWS), was awarded the contract by Pengurusan Aset Air Bhd (PAAB). "The project was secured through a competitive open tender process undertaken by PAAB," Ranhill said in a filing with Bursa Malaysia. The one-year contract, which is to last till March 9, 2020, includes the supply and laying of PVC-O and Mild Steel pipelines to replace existing pipes. *(The Edge)*

- **Berjaya Land awarded RM2.6b public housing and mixed project in Myanmar**

Berjaya Land Bhd (BLand) says it has secured a public housing and mixed development project in Yangon, Myanmar, that carries an estimated gross development value of USD624.0m project or approximately RM2.6b. It said it has received a certificate of award for the proposed development from the Yangon Region Government, and that the project is located on a land measuring about 183 acres along the Myanandar Road and Shweli Road in the Seikkan Township. *(The Edge)*

- **UWC reports 16.0% jump in FY19 net profit**

UWC Bhd, a newscomer on Bursa Malaysia's Main Market, said its net profit for the fourth quarter ended July 31, 2019 (4QFY19) came in at RM10.1m against a revenue of RM46.9m. This brings the integrated engineering support services provider's full-year (FY19) net profit to RM36.2m, up 16.1% from RM31.2m in the preceding year. Full-year revenue meanwhile rose 5.8% to RM144.4m from RM136.5m, on stronger demand. UWC, in its stock exchange filing, said contributing to the quarterly profit and revenue were the group's sheet metal fabrication and assembly, as well as machining segments, mainly from its semiconductor industry customers. *(The Edge)*

- **Priceworth signs MoU with Innoprise for supply of logs**

Priceworth International Bhd, whose logging operations have been affected by a verification exercise, has signed a memorandum of understanding (MoU) with Innoprise Corp Bhd for the supply of logs. The proposal will also see Innoprise, which is the investment holding vehicle of Yayasan Sabah, taking up a 30% stake in Priceworth. In a filing with Bursa Malaysia, Priceworth said Innoprise is in possession of several timber concessions and controls a significant supply of timber logs. The group said it had approached Yayasan Sabah to procure a constant supply of logs from Innoprise for processing in its plywood and sawn timber factories. *(The Edge)*

- **Thriven Global obtains RM15.0m credit facility to finance working capital needs**

Thriven Global Bhd has accepted a RM15.0m credit facility from Bank Islam Malaysia Bhd to finance its working capital requirements. In a bourse filing, the group said the one-year credit facility will also be used to help defray expenses from its Klang Valley development projects. In addition, the credit facility will be used to settle subsidiary Bakat Stabil Sdn Bhd's business financing facility with the bank. As security, the group has pledged bungalow lots and a commercial land in Kulim, Kedah, owned by subsidiary Golden Cignet Sdn Bhd (GCSB). Also pledged is an industrial land in Section 13, Petaling Jaya, owned by Bakat Stabil. *(The Edge)*



Macro Bits

Global

- [Trump warns China against dragging its feet in trade talks](#) U.S. President Donald Trump on Tuesday warned he would be “tougher” on Beijing in a second term if trade talks dragged on, compounding market fears that ongoing trade disputes between the United States and China could trigger a U.S. recession. *(Reuters)*
- [US imposes sanctions on Iran space agencies](#) The US imposed sanctions on Iran’s civilian space agency and two research organizations, saying they were being used to advance Tehran’s ballistic missile program. *(Reuters)*
- [Opponents of 'no-deal' Brexit defeat British PM Johnson in parliament](#) A cross-party alliance defeated Prime Minister Johnson in parliament in a bid to prevent him taking Britain out of the EU without a divorce agreement - a move that the government warned would thrust Britain towards an October snap election. *(Reuters)*

Malaysia

- [Deteriorates further in August, while business optimism improves](#) Manufacturing condition worsened marginally in August, remaining in a contractionary mode for the eleventh consecutive month. The deterioration in the PMI was attributable to rocky demand conditions and growing cost pressures. August’s PMI reading stood at 47.4, below July’s 47.6. *(See Economic Viewpoint: Malaysia Manufacturing PMI)*
- [No need to increase retirement age to 65 — Dr Mahathir](#) There is no need to increase the mandatory retirement age from 60 to 65, Prime Minister Tun Dr Mahathir Mohamad said today. He agreed with Youth and Sports Minister Syed Saddiq Syed Abdul Rahman’s view to retain the current retirement age, so as not to block employment opportunities for the younger generation. *(The Edge Markets)*
- [Dr Mahathir: Sanction by superpowers hurt small countries](#) Malaysian Prime Minister Tun Dr Mahathir slammed several world superpowers for imposing sanctions on small countries in the region. *(The Edge Markets)*

Asia Pacific

- [China opposes trade war, not good for it, U.S. and the world: Xinhua](#) Chinese Vice Premier Liu He said that China firmly opposes a trade war as it is not good for it, the US and the world. *(Reuters)*
- [China's Xi says country facing a period of 'concentrated risks'](#) China is entering a period where it faces “concentrated risks” - economically, politically and diplomatically - and the country must be able to fight and win against those who challenge China’s bottom lines, President Xi Jinping said on Tuesday. *(Reuters)*

Americas

- [US manufacturing shrinks, 10-year yield hits three-year low](#) U.S. Treasury yields fell, with the benchmark 10-year yield hitting its lowest since July 2016, after manufacturing data showed the US factory sector contracted for the first time since 2016 amid worries about a weakening global economy and trade tensions between China and the United States. *(Reuters)*
- [With Trump's blessing, Pompeo sought 'reset' with new EU leaders: envoy](#) U.S. Secretary of State Mike Pompeo sought to reestablish friendlier ties with the incoming leaders of the European Union and mark an end to troubled relations since President Donald Trump took office, a senior U.S. diplomat said. *(Reuters)*

Europe

- ['No deal' Brexit would cost at least USD16b in UK sales to the EU: U.N.](#) Leaving the European Union without a trade deal would cost Britain at least USD16b in lost EU sales, and probably far more after accounting for indirect effects and other markets, a report by the U.N. trade agency UNCTAD said on Tuesday. *(Reuters)*
- [Italy's 5-Star votes in favor of PD coalition, opening way for government](#) Members of Italy’s anti-establishment 5-Star Movement overwhelmingly backed a proposed coalition with the center-left Democratic Party (PD) on Tuesday, opening the way for a new government to take office in the coming days. *(Reuters)*
- [France pushes USD15b credit line plan for Iran, if U.S. allows it](#) France has proposed offering Iran about USD15b in credit lines until year-end if Tehran comes fully back into compliance with its 2015 nuclear deal, a move that hinges on Washington not blocking it, Western and Iranian sources said. *(Reuters)*

04 September 2019

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
PUBLIC BANK BERHAD	20.080	13.61	10.82	1.82	20.080
BRITISH AMERICAN TOBACCO BHD	19.480	16.20	13.38	16.71	19.480
KUMPULAN PERANGSANG SELANGOR	0.710	16.28	13.68	12.66	0.700
SYARIKAT TAKAFUL MALAYSIA KE	5.650	19.06	12.98	0.90	5.650
Y.S.P.SOUTHEAST ASIA HOLDING	2.280	20.16	14.27	10.89	2.280
IBRACO BHD	0.625	20.34	8.81	0.03	0.625
ECO WORLD DEVELOPMENT GROUP	0.640	21.75	15.68	1.77	0.625
AEON CREDIT SERVICE M BHD	14.880	21.78	20.55	27.21	14.700
UNISEM (M) BERHAD	1.920	22.22	19.68	10.53	1.920
PETRON MALAYSIA REFINING & M	5.220	22.77	20.48	9.76	5.190
KARAMBUNAI CORP BHD	0.085	23.29	13.35	0.22	0.085
TH PLANTATIONS BHD	0.365	23.69	19.34	15.18	0.360
BERJAYA FOOD BHD	1.510	23.86	17.54	7.87	1.510
LATITUDE TREE HOLDINGS BHD	3.220	24.01	17.07	7.63	3.180
STAR MEDIA GROUP BHD	0.565	24.11	22.02	17.46	0.565
BERMAZ AUTO BHD	2.280	24.84	17.57	3.87	2.270
TASEK CORP BHD	5.380	24.95	15.11	0.77	5.300
SP SETIA BHD	1.470	25.25	26.53	30.22	1.470
MALAYSIAN RESOURCES CORP BHD	0.710	25.27	24.20	26.94	0.700
ANN JOO RESOURCES BHD	1.210	25.47	24.55	39.07	1.160
MCT BHD	0.245	25.47	18.07	0.87	0.245
UEM SUNRISE BHD	0.670	25.80	24.01	33.69	0.655
HIBISCUS PETROLEUM BHD	0.895	25.97	21.35	15.93	0.890
FIMA CORP BHD	1.850	26.12	16.05	0.90	1.850
TUNE PROTECT GROUP BHD	0.600	26.17	20.33	4.50	0.590
HONG LEONG BANK BERHAD	16.380	27.14	27.92	31.05	16.220
KAREX BHD	0.450	27.28	20.13	2.68	0.445
BINTULU PORT HOLDINGS BHD	3.890	27.29	25.54	13.63	3.890
MALAYSIA SMELTING CORP BHD	0.785	27.77	22.62	4.25	0.785
AIRASIA X BHD	0.175	27.82	25.16	18.28	0.170
APM AUTOMOTIVE HOLDINGS BHD	2.380	29.10	28.38	16.81	2.360
GENTING BHD	5.860	29.27	28.30	29.90	5.830
CHIN WELL HOLDINGS BHD	1.680	29.27	21.36	3.04	1.660
MSM MALAYSIA HOLDINGS BHD	1.170	29.39	20.69	8.65	1.130
SKP RESOURCES BHD	1.080	29.68	28.05	21.07	1.060
AMCORP PROPERTIES BHD	0.515	29.81	23.18	9.08	0.510
TELEKOM MALAYSIA BHD	3.580	29.94	24.30	13.36	3.580

*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	LOW 30D
PINTARAS JAYA BHD	3.180	80.15	85.78	96.94	3.190
MBM RESOURCES BERHAD	4.190	77.57	77.07	73.71	4.280
POWER ROOT BHD	2.050	75.69	80.47	90.02	2.060
UEM EDGENTA BHD	3.330	73.58	78.01	86.62	3.340
DUFU TECHNOLOGY CORP BHD	2.320	72.64	74.40	80.70	2.330
KOSSAN RUBBER INDUSTRIES	4.230	72.17	76.60	89.60	4.270
PANASONIC MANUFACTURING MALA	41.200	71.77	75.72	87.12	41.200
ABF MALAYSIA BOND INDEX FUND	1.220	71.74	80.43	98.91	1.220

*Only for stocks with market cap >RM300m

Source: Bloomberg

04 September 2019

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
SYARIKAT TAKA-CE	0.090	19.72	14.43	2.13	0.085	31/1/2020
HANG SENG IND-7J	0.165	20.27	24.19	22.35	0.130	27/2/2020
HANG SENG IND-7K	0.370	21.01	23.47	15.45	0.330	27/2/2020
GENTING MALAY-C60	0.070	22.03	25.73	33.09	0.065	31/3/2020
HANG SENG IND-5Q	0.020	23.89	20.56	13.55	0.015	27/9/2019
SUPERMAX CORP-C62	0.005	23.96	18.46	7.08	0.005	30/9/2019
HANG SENG IND-7C	0.035	24.27	19.89	8.02	0.035	28/11/2019
HANG SENG IND-5P	0.005	24.49	18.37	4.65	0.005	27/9/2019
HANG SENG IND-7M	0.370	24.69	24.28	18.67	0.325	28/4/2020
TELEKOM MALAY-C50	0.070	24.98	19.03	10.62	0.070	31/1/2020
GFM SERVICES BHD-WC	0.090	25.12	18.58	2.04	0.085	28/1/2022
HOMERITZ CORP-WA	0.020	26.93	17.87	1.87	0.020	9/7/2020
HANG SENG IND-5S	0.010	28.36	23.50	5.61	0.005	30/10/2019
HANG SENG IND-5M	0.065	28.61	18.24	1.03	0.065	31/1/2020
HANG SENG IND-7F	0.290	29.10	31.62	23.68	0.210	30/12/2019
GAMUDA BHD-WE	0.270	29.17	24.41	19.33	0.270	6/3/2021

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
GREEN PACKET BHD-WB	0.205	75.02	77.48	87.82	0.205	24/11/2023

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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