

Sideways to linger

Market Review

Malaysia: The FBM KLCI (+0.6%) ended the week higher, powered by the resumption of buying momentum in glove heavyweights as investors weighed on rising Covid-19 cases. The lower liners finished in the green, while the broader markets also closed higher with the exception of plantation (-0.1%) and REITs (-0.4%) sectors.

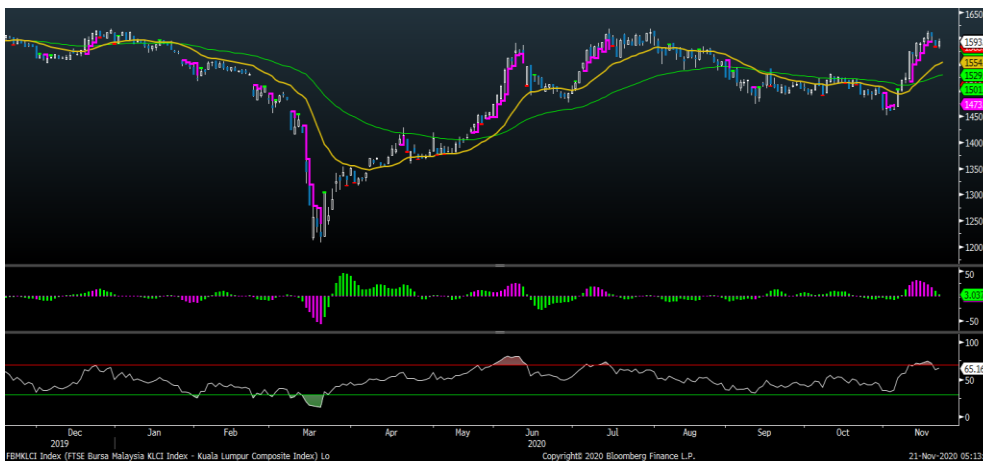
Global markets: The US stockmarkets as the Dow (-0.8%) slipped on unchecked Covid-19 spreads coupled with ongoing vaccine development. The European stockmarkets closed in the green while the Asia stockmarkets also finished mostly higher.

The Day Ahead

Mild bargain hunting activities took precedence as the FBM KLCI ended the week on a positive tone on bargain hunting in gloves heavyweights. We reckon that a consolidation will be in the picture over the near term amid the lack of fresh leads. In the meantime, gains will be limited by the rising number of Covid-19 cases that may derail the prospect of V-shaped economic recovery. Meanwhile, the lower liners are likely to trend higher, owing to the rotational play, whilst investors will continue to keep an eye on the barrage of corporate earnings releases this week as well as Budget 2021 vote this week.

Sector focus: Following the recovery trend on crude oil prices, we expect the energy sector to garner further trading interest. We also see bargain hunting activities emerging on the healthcare sector as valuations, particularly in gloves manufacturers have turned more appealing.

FBMKLCI Technical Outlook



Bloomberg

The FBM KLCI gapped up before lingering mostly in the positive territory as the key index recouped some of its previous session losses. With the daily EMA9 level remains supported, we reckon the consolidation may take place with gains limited towards the immediate resistances at 1,610, followed by 1,640. Supports are at 1,570, followed by 1,540. Indicators are mixed as the MACD Line continues to point higher, while the RSI remains overbought.

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Market Scorecard

Key indices	Last price	Change (%)
Dow Jones	29,263.48	-0.75
S&P 500	3,557.54	-0.68
NASDAQ	11,854.97	-0.42
FBM KLCI	1,593.75	0.64
FBM Small Cap	14,433.60	0.69
FBM ACE	11,153.53	0.12
Construction	173.20	1.69
Consumer	586.78	0.47
Energy	742.17	0.58
Financial Services	14,023.32	0.12
Healthcare	3,959.64	1.43
Ind Products	160.18	1.13
Plantation	7,344.48	-0.06
Property	640.62	0.25
REITs	839.65	-0.36
Technology	63.70	0.20
Telco & Media	609.57	0.77
Transport	75.182	0.64
Utilities	974.62	0.03
Trading Vol (m)	9,008.05	-5.50
Trading Val (RM m)	5,456.02	15.02
Advance/Decline	138	
FKLI	1,594.50	0.60
FCPO (RM)	3,288.00	-1.62
Brent oil (USD)	44.96	1.72
Gold (USD)	1,870.99	0.24
USD	4.0925	0.13
GBP	5.4288	-0.26
EURO	4.8585	-0.22
SGD	3.0465	-0.06

Trading participation 5-day trend and value (m)

Institution	Retail	Foreign
269.9	-1.0	-268.9

Source: Bloomberg, Bursa Market Place

Company Brief

Rubberex Corporation (M) Bhd's 3QFY20 net profit surged 1168.0% YoY to RM39.5m, as demand surged due to the Covid-19 pandemic and its orders have filled up to 2H2021. Revenue for the quarter gained 75.2% YoY to RM109.0m. (The Star)

The Employees Provident Fund (EPF) has emerged as the substantial shareholder of **Hartalega Holdings Bhd**, after buying 174.3m shares or 5.1% stake in the rubber glove maker company. The block was purchased by EPF on 17th November 2020. However, the transacted price was not disclosed in the filing. (The Edge)

Top Glove Corp Bhd has spent close to RM1.00bn buying back its own shares since September 2020. The world's largest glove maker forked out RM69.9m to buy 9.6m shares on the open market; marking its ninth-straight day of buybacks at between RM7.25 and RM7.35 apiece. (The Edge)

InNature Bhd's 3QFY20 net profit fell 38.6% YoY to RM6.6m, on weaker sales. Revenue for the quarter declined 10.3% YoY to RM41.7m. An interim dividend of one sen per share, payable on 15th January 2021 was declared. (The Edge)

CSC Steel Holdings Bhd's 3QFY20 net profit rose 20.8% Y.o.Y to RM12.7m, as it sold more higher-margin products. Revenue for the quarter, however, declined 12.8% YoY to RM306.8m. (The Edge)

Tropicana Corp Bhd's 3QFY20 net profit dropped 13.6% YoY to RM14.5m, on lower sales and a temporary pause in activities amid Covid-19. Revenue for the quarter slipped 9.0% YoY to RM224.0m. (The Edge)

Perdana Petroleum Bhd's 3QFY20 net loss stood at RM30.5m, from a net profit of RM18.1m recorded in the previous corresponding quarter, as it saw lower vessel utilisation rates. Revenue for the quarter, however, gained 40.0% YoY to RM87.4m. (The Edge)

Maxis Bhd's wholly-owned Maxis Broadband Sdn Bhd (MBSB) has been hit with an RM140.0m tax bill, from the Inland Revenue Board (IRB) on 17th November 2020. The notices were raised following the disallowance of MBSB's deductions of interest expenses during 2016 and 2017. It is challenging the move via legal channels. (The Edge)

AirAsia X Bhd (AAX) has been ordered to pay a total of RM133.1m in two lawsuits brought against it in the UK, involving aircraft leasing. One is a claim from BOC Aviation Ltd (BOCA) over a breach of contract, from which the court has granted a summary judgment against AAX and ordered it to pay BOCA RM97.3m, with costs. In the second lawsuit, the court made a judgment in default and ordered AAX to pay RM35.7m to International Lease Finance Corp, a trustee for two aircraft leased by AAX. (The Edge)

Technical Focus Tracker

Technical Focus Tracker											
No.	Companies	Report Date	Report Date Share Price (RM)	Resistance 1 (RM)	Resistance 2 (RM)	Long Term Target (RM)	Support (RM)	Cut Loss (RM)	Last Price (RM)	Change in Share Price (%)	Comments
1	ELSOFT	26-Oct	0.640	0.685	0.720	0.755	0.600	0.595	0.640	0.0%	On-going
2	ADVCON	4-Nov	0.365	0.435	0.455	0.475	0.345	0.340	0.375	2.7%	On-going
3	GDEX	11-Nov	0.450	0.490	0.545	0.600	0.415	0.410	0.450	0.0%	On-going
4	MYEG	16-Nov	1.490	1.530	1.610	1.700	1.410	1.400	1.570	5.4%	On-going
5	TSH	18-Nov	1.110	1.190	1.320	1.460	1.040	1.030	1.100	-0.9%	On-going
6	JTIASA	18-Nov	0.835	0.910	1.000	1.120	0.790	0.785	0.855	2.4%	On-going
7	LBALUM	18-Nov	0.550	0.590	0.615	0.680	0.510	0.505	0.550	0.0%	Initiate position

4Q20 Stock Picks											
No.	Companies	Report Date	Report Date Share Price (RM)	Resistance 1 (RM)	Resistance 2 (RM)	Long Term Target (RM)	Support (RM)	Cut Loss (RM)	Last Price (RM)	Change in Share Price (%)	Comments
1	CAREPLS	6-Oct	3.540	4.030	4.540	4.800	2.970	2.900	2.800	-20.9%	Closed on 16-Nov
2	ESCERAM	6-Oct	0.625	0.690	0.780	0.870	0.505	0.445	0.525	-16.0%	Closed on 16-Nov
3	DNONCE	6-Oct	0.680	0.755	0.860	0.900	0.600	0.580	0.585	-14.0%	Closed on 16-Nov
4	PECCA	6-Oct	1.410	1.500	1.600	1.870	1.280	1.250	1.500	6.4%	On-going
5	TOMYPAK	6-Oct	0.805	0.870	1.000	1.060	0.710	0.675	0.840	4.3%	On-going
6	LCTITAN	6-Oct	2.300	2.560	2.800	3.000	2.080	2.000	2.410	4.8%	On-going
7	AME	6-Oct	1.940	2.120	2.270	2.400	1.750	1.820	2.270	17.0%	On-going
8	WEGMANS	6-Oct	0.335	0.405	0.420	0.500	0.300	0.285	0.375	11.9%	On-going

Technical Focus Tracker Summary	
Total recommendations	68
Total winners	34
Total losers	31
Portfolio performance (Since 10-Jun)	200.7%
Accuracy	50.0%
FBM KLCI (Since 10-Jun)	1.2%
FBM Small Cap (Since 10-Jun)	16.7%

Upcoming Dividend List

Stock	Entitlement	Description	Declare Date (DD)	Ex-Date	DD Price (RM)	Last Price (RM)	DY (%)	Price Chg Since DD (%)
DGB (0152)	Stock Split	1:10	10/11/2020	23/11/2020	RM0.03	RM0.05	-	50.0
PNEPCB (6637)	Stock Split	2:1	10/11/2020	23/11/2020	RM1.02	RM1.38	-	35.3
EKSONS (9016)	Stock Dividend	1:100	30/6/2020	23/11/2020	RM0.57	RM0.52	-	-9.6
FINTEC (0150)	Rights Issue	1:1	11/11/2020	24/11/2020	RM0.14	RM0.11	-	-18.5
YHNPPOP (3158)	Final	RM0.025	28/9/2020	24/11/2020	RM2.73	RM2.75	0.9	0.7
MFCB (3069)	Interim	RM0.060	10/11/2020	24/11/2020	RM7.24	RM7.34	0.8	1.4
KOSSAN (7153)	Interim	RM0.030	9/11/2020	24/11/2020	RM7.50	RM6.23	0.5	-16.9
RCECAP (9296)	Interim	RM0.060	10/11/2020	24/11/2020	RM1.94	RM2.26	2.7	16.5
KLCC (5235SS)	3rd Interim	RM0.075	10/11/2020	24/11/2020	RM7.72	RM7.75	1.0	0.4
EURO (7208)	Bonus	2:1	15/10/2020	24/11/2020	RM1.86	RM3.87	-	108.1
SUCCESS (7207)	Regular Cash	RM0.010	11/11/2020	25/11/2020	RM0.57	RM0.64	1.6	11.4
KHIND (7062)	Interim	RM0.100	10/11/2020	25/11/2020	RM1.96	RM2.27	4.4	15.8
PNEPCB (6637)	Bonus-Options	1:3	15/11/2020	26/11/2020	RM1.23	RM1.38	-	12.2
NESTLE (4707)	Interim	RM0.700	10/11/2020	26/11/2020	RM141.00	RM140.00	0.5	-0.7
ATLAN (7048)	1st Interim	RM0.050	11/11/2020	26/11/2020	RM3.69	RM3.67	1.4	-0.5
EKOVEST (8877)	Final	RM0.005	27/10/2020	27/11/2020	RM0.49	RM0.51	1.0	4.1
YINSON (7293)	Interim	RM0.040	28/9/2020	27/11/2020	RM5.64	RM5.02	0.8	-11.0
PESTECH (5219)	Special Cash	RM0.005	30/10/2020	27/11/2020	RM0.67	RM0.84	0.6	25.6
KOTRA (0002)	Final	RM0.045	2/10/2020	27/11/2020	RM3.01	RM3.34	1.3	11.0
MAXIS (6012)	3rd Interim	RM0.040	23/10/2020	27/11/2020	RM4.98	RM5.11	0.8	2.6
MRDIY (5296)	Interim	RM0.007	5/11/2020	30/11/2020	RM1.88	RM2.33	0.3	23.9
NHFATT (7060)	Interim	RM0.030	12/11/2020	30/11/2020	RM1.95	RM2.13	1.4	9.2
GOCEAN (0074)	Rights Issue	2:1	18/11/2020	1/12/2020	RM0.17	RM0.16	0.0	-5.9
DIALOG (7277)	Final	RM0.019	15/10/2020	1/12/2020	RM3.74	RM3.64	0.5	-2.7
LEWKO (8745)	Rights Issue	-	18/11/2020	1/12/2020	RM0.17	RM0.17	-	0.0
OKA (7140)	Final	RM0.02	29/9/2020	1/12/2020	RM0.58	RM0.66	3.0	13.8
TALIWRK (8524)	3rd Interim	RM0.02	16/11/2020	1/12/2020	RM0.80	RM0.78	2.1	-3.1
PETDAG (5681)	Interim	RM0.11	17/11/2020	1/12/2020	RM19.50	RM19.62	0.6	0.6
NOVA (0201)	Final	RM0.01	1/9/2020	1/12/2020	RM1.07	RM0.94	0.9	-12.1
HEXZA (3298)	Final & Special Cash	RM0.08	27/10/2020	2/12/2020	RM1.26	RM1.33	5.6	5.6
SMILE (03023)	Interim	RM0.00	18/11/2020	2/12/2020	RM0.17	RM0.17	0.6	0.0
MIKROMB (0112)	Final	RM0.00	28/10/2020	2/12/2020	RM0.20	RM0.22	0.2	10.0
VSTECs (5162)	Interim	RM0.03	5/11/2020	2/12/2020	RM2.07	RM2.30	1.1	11.1
MISC (3816)	3rd Interim	RM0.07	17/11/2020	2/12/2020	RM7.41	RM7.00	1.0	-5.5
LIHEN (7089)	3rd Interim	RM0.05	16/11/2020	3/12/2020	RM4.38	RM4.68	1.1	6.8
HARTA (5168)	1st Interim	RM0.04	27/10/2020	3/12/2020	RM18.28	RM14.40	0.3	-21.2
KAREX (5247)	Final	RM0.01	9/10/2020	3/12/2020	RM0.72	RM0.88	0.6	22.2
ESAFE (0190)	Interim	RM0.01	19/11/2020	3/12/2020	RM0.28	RM0.28	3.6	-1.8
REXIT (0106)	Interim	RM0.04	18/11/2020	3/12/2020	RM0.85	RM0.93	4.3	8.8
MYKRIS (03010)	Interim	RM0.01	17/11/2020	3/12/2020	RM0.55	RM0.63	1.9	14.5
ELKDESA (5228)	Interim	RM0.03	19/11/2020	4/12/2020	RM1.39	RM1.41	1.8	1.4
SAMCHEM (5147)	2nd Interim	RM0.01	10/11/2020	4/12/2020	RM1.07	RM1.17	1.0	9.3
CWG (9423)	Final	RM0.01	26/8/2020	4/12/2020	RM0.30	RM0.35	1.4	15.0
TMCLIFE (0101)	Final	RM0.00	25/8/2020	4/12/2020	RM0.51	RM0.57	0.3	12.9
PETGAS (6033)	Interim	RM0.18	19/11/2020	4/12/2020	RM16.32	RM16.76	1.1	2.7
PHARMA (7081)	Interim	RM0.02	19/11/2020	4/12/2020	RM5.72	RM5.59	0.3	-2.3
AMWAY (6351)	3rd Interim	RM0.05	18/11/2020	4/12/2020	RM5.12	RM5.36	0.9	4.7
SUPERMX (7106)	Stock Dividend	RM0.02	10/8/2020	7/12/2020	RM10.60	RM8.08	-	-23.8
FPGROUP (5277)	Interim	RM0.01	18/11/2020	7/12/2020	RM1.11	RM1.01	0.5	-9.0
SLP (7248)	3rd Interim	RM0.02	6/11/2020	7/12/2020	RM0.93	RM0.93	1.6	0.5
FIBON (0149)	Regular Cash	RM0.01	24/9/2020	7/12/2020	RM0.32	RM0.33	1.6	3.1
AMFIRST (5120)	Distribution	RM0.01	20/11/2020	8/12/2020	RM0.42	RM0.42	3.3	0.0
KPOWER (7130)	Final	RM0.02	28/10/2020	8/12/2020	RM3.40	RM4.79	0.5	40.9
BJFOOD (5196)	1st Interim	RM0.01	12/11/2020	9/12/2020	RM1.14	RM1.44	0.3	26.3
APOLLO (6432)	Regular Cash	RM0.30	2/7/2020	10/12/2020	RM3.43	RM4.20	7.1	22.4
ARANK (7214)	Final	RM0.02	24/9/2020	10/12/2020	RM0.42	RM0.55	3.7	29.8
FIMACOR (3107)	Interim	RM0.05	12/11/2020	11/12/2020	RM1.53	RM1.78	2.8	16.3
JAYCORP (7152)	Final	RM0.07	16/11/2020	14/12/2020	RM1.43	RM1.47	4.4	2.8
EITA (5208)	2nd Interim	RM0.03	20/11/2020	14/12/2020	RM1.75	RM1.75	1.7	0.0
TRIMODE (0199)	Interim	RM0.01	18/11/2020	14/12/2020	RM0.50	RM0.51	1.3	2.0
OIB (5827)	Interim	RM0.08	19/11/2020	16/12/2020	RM1.80	RM1.89	4.2	5.0
GLOMAC (5020)	Final	RM0.01	14/7/2020	16/12/2020	RM0.29	RM0.30	3.3	5.3
MATANG (0189)	Final	RM0.00	27/8/2020	17/12/2020	RM0.09	RM0.08	1.9	-5.9
LATITUD (7006)	Final	RM0.03	25/8/2020	17/12/2020	RM2.14	RM4.05	0.7	89.3
YOCB (5159)	Final	RM0.02	27/8/2020	21/12/2020	RM0.62	RM0.82	1.8	31.5
PTRANS (0186)	3rd Interim	RM0.00	19/11/2020	22/12/2020	RM0.27	RM0.28	0.9	3.7
KLUANG (2453)	Final	RM0.01	8/10/2020	22/12/2020	RM3.20	RM3.20	0.3	0.0
KUCHAI (2186)	Final & Regular Cash	RM0.01	8/10/2020	22/12/2020	RM1.25	RM1.27	0.9	1.6
SBAGAN (2569)	Final	RM0.02	8/10/2020	22/12/2020	RM2.80	RM2.80	0.7	0.0
MATRIX (5236)	2nd Interim	RM0.03	18/11/2020	23/12/2020	RM1.69	RM1.74	1.7	3.0
PTARAS (9598)	Final	RM0.06	23/9/2020	23/12/2020	RM2.30	RM2.68	2.2	16.5
POHUAT (7088)	4th Interim	RM0.02	30/10/2020	24/12/2020	RM1.75	RM1.96	1.0	11.9
INNATURE (5295)	Interim	RM0.01	20/11/2020	24/12/2020	RM0.50	RM0.50	2.0	0.0
SWKPLNT (5135)	2nd Interim	RM0.05	20/11/2020	28/12/2020	RM2.11	RM2.11	2.4	0.0
PRLEXUS (8966)	Final	RM0.01	28/10/2020	30/12/2020	RM1.58	RM1.53	0.7	-3.2
TGUAN (7034)	3rd Interim	RM0.01	18/11/2020	30/12/2020	RM3.26	RM2.95	0.3	-9.5
BJTOTO (1562)	Interim	RM0.04	18/11/2020	30/12/2020	RM2.10	RM2.16	1.9	2.9
PANTECH (5125)	2nd Interim	RM0.01	20/10/2020	30/12/2020	RM0.43	RM0.39	1.3	-10.5
DAIBOCI (8125)	Final	RM0.03	17/9/2020	30/12/2020	RM2.68	RM2.67	1.1	-0.4
HIAPTEK (5072)	Final	RM0.00	15/11/2020	31/12/2020	RM0.23	RM0.24	1.3	2.2
SCIENTX (4731)	Final	RM0.13	18/9/2020	4/1/2021	RM9.50	RM12.50	1.0	31.6
IMASPRO (7222)	Regular Cash	RM0.04	19/10/2020	5/1/2021	RM2.14	RM2.04	1.7	-4.7
KESM (9334)	Final	RM0.06	26/10/2020	13/1/2021	RM8.22	RM10.12	0.6	23.1
GDEX (0078)	Regular Cash	RM0.00	25/8/2020	21/1/2021	RM0.39	RM0.45	0.4	15.4

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