



AmWatch

Equity Research Team
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BURSA MALAYSIA

KLCI	1,511.36 (+6.51)
52-Week Range	1,207.80 – 1,618.01
Mkt Cap (RMb)	1,643.90
Daily Volume (m shares)	9,632.49
Daily Value (RMmil)	6,497.75

TOP 5 GAINERS

	Closing Price (RM)	Chg (RM)
NESTLE	140.00	1.50
SUPERMX	9.00	1.50
CARLSBG	20.60	1.10
MPI	17.40	0.82
TOPGLOV	8.58	0.82

TOP 5 LOSERS

	Closing Price (RM)	Chg (RM)
TENAGA	11.18	-0.24
IHH	5.30	-0.20
BURSA	8.60	-0.19
MAYBANK	7.28	-0.17
UTDPLT	14.42	-0.16

REGIONAL MARKETS

Market	Index	1D (%)	YTD (%)
KLCI	1,511.36	0.4	-4.9
Singapore	2,482.55	-0.3	-23.0
Thailand	1,272.34	-0.6	-19.5
Philippines	5,997.14	0.5	-23.3
Indonesia	5,161.83	2.9	-18.1
Hong Kong	24,640.28	0.6	-12.6
Korea	2,427.91	1.3	10.5
Taiwan	12,787.82	0.9	6.6
Japan	23,559.30	0.7	-0.4
Dow Jones	27,993.33	1.2	-1.9
Nasdaq	11,056.65	1.9	23.2

ECONOMIC STATISTICS

	Close	1D (%)	YTD (%)
MYR/USD	4.1445	-0.2	1.3
OPR (%)	1.75	0.0	-41.7
BLR (% Maybank)	5.40	0.0	-18.8
NYMEX Crude oil			
US spot (US\$/barrel)	37.26	-0.2	-39.0
CPO spot price (RM/tonne)	2,876.50	0.0	-4.6

STOCK FOCUS OF THE DAY

Petronas Chemicals: Oxyalkylate investment supports long-term growth **Buy**

We maintain our BUY recommendation on Petronas Chemicals Group (PChem) with an unchanged fair value of RM7.05/share, pegged to an FY21F EV/EBITDA of 10x, 1 standard deviation above its 2-year EV/EBITDA average of 8.5x.

PChem plans to buy a 50% stake in PCC Oxyalkylates Malaysia Sdn Bhd (PCCOM) for an undisclosed sum from PCC SE. PCCOM is building an oxyalkylate facility within the Kertih Integrated Petrochemical Complex, Terengganu to produce ethoxylates and polyether polyols.

Ethoxylates are used to produce detergent, home care and personal care products while polyether polyols are used in foam mattresses and upholstery applications.

We are positive on the group's longer term prospects as these developments indicate management's confidence in the growth in demand for specialty chemicals in the region. We estimate that a 10% return on investment translates to a substantive 6% of FY20F earnings.

Others:

IOI Properties Group: Staying focused while remaining prudent **Buy**

RETAIL RESEARCH

Stocks On Radar: LKL International, GD Express Carrier

NEWS HIGHLIGHTS

Kerjaya Prospek: Secures RM154mil job under Seri Tanjung Pinang development

Macpie: Says largest shareholder has exited company in response to UMA query

Singapore: Retrenchments more than double to 8,130 in 2Q: MOM

US-China tech war: Oracle-TikTok deal to undergo US national security review

DIRECT BUSINESS TRANSACTIONS ON BURSA MALAYSIA

Stock	Quantity (’000)	Price (RM)	Turnover (RM’000)
TDEX	18,790	0.070	1,320
CME-LA	15,000	0.020	300
CHINHIN	9,000	1.350	12,150
G3	5,450	2.200	11,990
PTRANS	5,000	0.280	1,400
PARLO	2,000	0.280	560
SMCAP	1,900	0.190	361
GENM	1,290	2.209	2,850
LEESK	1,000	0.470	470
DNONCE	720	0.653	470
FSBM	500	0.150	75
ATAIMS	300	1.350	405
ATRIUM	300	1.050	315
KTB	50	0.140	7

News Highlights

Kerjaya Prospek (RM1.01)

Secures RM154mil job under Seri Tanjung Pinang development

Kerjaya Prospek Group Bhd has secured a RM154.4mil contract to build a temporary coastal protection structure for phases 2B and 2C of the Seri Tanjung Pinang (Phase 2) reclamation project in Tanjung Tokong, Penang. In a stock exchange filing, the group said the 40-month contract will start on 23 Sep. "The contract is expected to provide an additional stream of revenue for the group over the next five financial years," it said, adding it would raise its outstanding order book to RM3.7bil. — *The Edge CEO Morning Brief*

Macpie (RM0.51)

Says largest shareholder has exited company in response to UMA query

Macpie Bhd, which has received an unusual market activity query (UMA) from Bursa Malaysia yesterday following the recent spike in its share price, says its largest shareholder has exited the company after disposing of a 24.54% stake in the company on Friday (11 Sep).

In a stock exchange filing, the information technology services company said it has received notifications from its executive director Ng Chee Heng and the latter's private vehicle SEG Capital Intelligence Sdn Bhd that SEG Capital has disposed of 86.71 million Macpie shares via the open market. The shares were disposed of at 33 sen apiece, Macpie noted in a separate filing, which meant a total of RM28.61mil. — *The Edge CEO Morning Brief*

Singapore

Retrenchments more than double to 8,130 in 2Q: MOM

Retrenchments in more than doubled to 8,130 in the three months to end-June, compared with the first quarter of the year, as unemployment climbed further, according to Ministry of Manpower (MOM) data released on Monday (14 Sep). Retrenchments were sharply higher than the preliminary estimate of 6,700 released in July, as well as the first quarter figure of 3,220. The second-quarter layoffs brought the total number of job losses to 11,350 in the first half of the year. — *The Straits Times*

US-China tech war

Oracle-TikTok deal to undergo US national security review

The Treasury Department said it would review an agreement for Oracle Corp and others to revamp TikTok's US operations with the aim of avoiding a ban of the popular video-sharing app because of its Chinese ownership. Business software provider Oracle said Monday that it was part of the proposal submitted by TikTok's Chinese parent ByteDance Ltd to the US government in which the American tech company would "serve as the trusted technology provider". — *WSJ.com*

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