



AmInvestment Bank

# AmWatch

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22 February 2021

## BURSA MALAYSIA

KLCI	1,584.93 (+9.09)
52-Week Range	1,207.80 – 1,695.96
Mkt Cap (RMb)	1,811.04
Daily Volume (m shares)	14,520.65
Daily Value (RMmil)	6,461.55

## TOP 5 GAINERS

	Closing Price (RM)	Chg (RM)
MPI	38.40	1.50
CARLSBG	23.38	0.88
VITROX	17.80	0.60
NESTLE	135.50	0.60
KLK	23.30	0.48

## TOP 5 LOSERS

	Closing Price (RM)	Chg (RM)
HLBANK	17.78	-0.34
HARTA	12.06	-0.32
HENGYUAN	6.05	-0.26
G3	1.44	-0.25
LIHEN	3.74	-0.22

## REGIONAL MARKETS

Market	Index	1D (%)	YTD (%)
KLCI	1,584.93	0.6	-2.6
Singapore	2,880.64	-1.0	1.3
Thailand	1,500.51	-0.7	3.5
Philippines	6,926.41	1.1	-3.0
Indonesia	6,231.93	0.5	4.2
Hong Kong	30,644.73	0.2	12.5
Korea	3,107.62	0.7	8.1
Taiwan	16,341.38	-0.5	10.9
Japan	30,017.92	-0.7	9.4
Dow Jones	31,494.32	0.0	2.9
Nasdaq	13,874.46	0.1	7.7

## ECONOMIC STATISTICS

	Close	1D (%)	YTD (%)
MYR/USD	4.0422	0.0	0.5
OPR (%)	1.75	0.0	0.0
BLR (% Maybank)	5.40	0.0	0.0
NYMEX Crude oil			
US spot (US\$/barrel)	59.24	-2.1	22.1
CPO spot price (RM/tonne)	3,905.00	-2.2	1.4

## STOCK FOCUS OF THE DAY

**CIMB Group:** *Stable NIM; decline in Covid-19 restructured loans for Niaga in 4Q20* **Buy**

We upgrade our call on CIMB Group Holdings (CIMB) to BUY from HOLD with a revised fair value (FV) of RM5.20/share (previously: RM4.10/share) after rolling over our valuation to FY22. Our revised FV is based on FY22 ROE of 7.0%, leading to a P/BV of 0.8x. We retain our earnings estimates.

Valuation remains undemanding with the stock trading at 0.7x P/BV. Also, CIMB is one of the systematically important banks that is envisaged to post improved earnings riding on the economic recovery.

Niaga reported an improved net profit of Rp148bil (+23.3% QoQ) in 4Q20. This was due to higher operating income from an uplift in net interest income (NII) partially offset by increase in provisions. The Indonesian subsidiary's NOI declined QoQ in 4Q20 largely attributed to lower gains from marketable securities.

### Others:

**Mah Sing Group:** *First land deal in 2021*

**Telekom Malaysia:** *MyDigital boost for wholesale business*

**Luxchem Corporation:** *FY20 core net profit grows 24%*

**Malakoff:** *Hit by high tax rate and lower associate earnings in 4Q*

**Buy**

**Buy**

**Hold**

**Hold**

## QUICK TAKE

**Plantation Sector:** *News flow for week 15 to 19 Feb*

**Neutral**

## RETAIL RESEARCH

**Stocks On Radar:** *Muhibbah Engineering (M), Wegmans Holdings*

## NEWS HIGHLIGHTS

**Covid-19:** *Plans for vaccine passport as proof of vaccination*

**Covid-19:** *571,802 frontliners registered for immunisation — Khairy*

**Malaysia:** *Exports of timber, timber products, to hit RM23 bil in 2021 — MPIC*

**Cryptocurrency:** *Bitcoin hits fresh high*

## DIRECT BUSINESS TRANSACTIONS ON BURSA MALAYSIA

Stock	Quantity ('000)	Price (RM)	Turnover (RM'000)
PEB	45,290	1.070	48,460
YONGTAI	23,640	0.224	5,300
PTRANS	15,000	0.840	12,600
HOHUP	12,000	0.425	5,100
KTB	10,000	0.140	1,400
TAWIN	10,000	0.265	2,650
TDEX	10,000	0.240	2,400
MUIIND	7,900	0.120	948
HONGSENG	6,430	1.390	8,940
MINETEC	5,750	0.200	1,150
KAB	2,780	1.500	4,170
KENANGA	2,680	1.851	4,960
BINTAI	1,000	0.580	580
DGB	1,000	0.140	140
SUNREIT	499	1.430	714
XIANLNG	433	1.025	443
CNASIA	100	1.700	170
TURBO	50	0.811	41

# News Highlights

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## Covid-19

### *Plans for vaccine passport as proof of vaccination*

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The government plans to issue Covid-19 passports as verification for individuals who have received the vaccine, said Health Minister Datuk Seri Dr Adham Baba.

"We are proposing two ways of doing it, have it (proof of vaccination) displayed in the MySejahtera application or maintain the proof in physical form which is a passport that can be accepted by other countries," he told a press conference after the arrival of the first batch of the Pfizer-BioNTech vaccine yesterday. — *Bernama*

## Covid-19

### *571,802 frontliners registered for immunisation — Khairy*

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A total of 571,802 frontliners have registered to receive the Covid-19 vaccination as of Saturday, said Coordinating Minister for National Covid-19 Immunisation Programme Khairy Jamaluddin in a statement.

Of the total, 57.3% were medical and health personnel, with 39.8% being from the Ministry of Health and the remaining 17.5% from the Malaysian Armed Forces (ATM). The other 42.7% were non-health personnel in the ATM, Fire and Rescue Department, police, RELA, Prisons Department, Customs Department, Social Welfare Department.

"We are pleased to inform, that the first immunisation programme involving Prime Minister Tan Sri Muhyiddin Yassin and Health director-general Tan Sri Dr Noor Hisham Abdullah has been brought forward to 24 Feb, two days earlier than scheduled," he said. — *Bernama*

## Malaysia

### *Exports of timber, timber products, to hit RM23 bil in 2021 — MPIC*

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The Ministry of Plantation Industries and Commodities (MPIC) is confident Malaysia's export of timber and timber products can reach RM23 billion this year, following the arrival of the Covid-19 vaccines.

Its Minister Datuk Dr Mohd Khairuddin Aman Razali said the ministry through the Malaysia Timber Industry Board (MTIB) and Malaysian Timber Council (MTC) would strive to ensure the local wood-based industry will remain competitive in both the domestic and global markets. — *Bernama*

## Cryptocurrency

### *Bitcoin hits fresh high*

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Bitcoin continued gaining on Sunday, rising to a fresh high and extending a two-month rally that took its market capitalization above US\$1 trillion on Friday. The world's most popular cryptocurrency rose to a record US\$58,354, taking its weekly gain to around 20%. It has surged around 100% this year. — *Reuters*

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