Research Team
(603) 7890 8888
research.dept@apexsecurities.com.my

Global Markets	Close	Change
Dow Jones	38,852.86	-0.55%
S&P 500	5,306.04	0.02%
Nasdaq	17,019.88	0.59%
FTSE 100	8,254.18	-0.76%
Nikkei 225	38,855.37	-0.11%
Shanghai Composite	3,109.57	-0.46%
Shenzhen	9,391.05	-1.23%
Hang Seng	18,821.16	-0.03%
SET	1,362.70	-0.27%
JCI	7,253.63	1.08%
Malaysia Markets		
FBM KLCI	1,615.82	-0.15%
FBM Top 100	11,910.70	-0.28%
FBM Small Cap	18,922.31	-0.45%
FBM ACE	5,489.56	-1.09%
Market Activities		
Trading Volume (m)	4,865.59	-13.8%
Trading Value (RM m)	3,795.59	-3.3%
Trading Participants	**Change**	
Local Institution	153.80	46.19%
Retail	23.75	23.86%
Foreign	-177.55	29.94%
Market Breadth	**No. of stocks**	
Advancers	363	30.9%
Decliners	813	69.1%
Commodities		
FKLI (Futures)	1,613.50	-0.09%
3M CPO (Futures)	3,960.00	0.53%
Rubber (RM/kg)	811.50	3.51%
Brent Oil (USD/bbl)	84.22	1.35%
Gold (USD/oz)	2,345.77	0.63%
Forex		
USD/MYR	4.6900	0.14%
SGD/MYR	3.4798	0.05%
CNY/MYR	0.6474	0.14%
JPY/MYR	2.9899	0.26%
EUR/MYR	5.1019	0.03%
GBP/MYR	5.9919	-0.03%

Source: Bloomberg, Apex Securities

Lingering on sideways

Market Review & Outlook

- **Malaysia Market Review.** The FBM KLCI (-0.15%) took another step back as selling pressure from foreign funds intensifies. The lower liners were negative, while the consumer sector (+0.12%) was the only outperformer among the negative sectorial peers.

- **Global Markets Review.** Wall Street finished mixed with Nasdaq charging ahead while the S&P500 remained flattish and the Dow ended lower as treasury yield rose. Meanwhile, European market has retreated as travel and leisure stocks lead losses. Asia market also closed lower with investors staying on the sideline while assessing signals from ECB on potential rate cuts.

- **Market Outlook.** Once again, we opine that the FBM KLCI may continue to trend sideways as investors will continue to monitor onto the on-going flurry of corporate earnings releases on the local front. Similarly, the lower liners may trend sideways with investors takes a break ahead of the result season. Economically, investors will be monitoring EU's consumer confidence and unemployment rate as well as US's 1Q24 GDP estimate to be release this Thursday. We remain bullish on export-related stocks, as the prolonged high interest rates in the US are likely to weaken the Ringgit against the US Dollar. Additionally, we also expect the technological sector to mirror the gains on Nasdaq overnight.

FBM KLCI Technical Review & Outlook

Source: Bloomberg

- **Technical Commentary**: The FBM KLCI formed another bearish candle as the key index extended its consolidation above the middle Bollinger Band. Indicators remained positive as the MACD Line trends above the Signal Line, while the RSI hovered above 50. The immediate resistance is located at 1,650. Support is envisaged around 1,580.

Company News *(source: various)*.

- **MPHB Capital Bhd**, via its controlling shareholder Tan Sri Surin Upatkoon, is proposing to take the company private through a selective capital reduction exercise totalling RM748.11mil where shareholders will receive RM1.70 per share under the proposed capital repayment.

- **YTL Power International Bhd** 70% subsidiary SIPP Power Sdn Bhd is buying 405.18 million shares, or a 31.42% stake, in **Ranhill Utilities Bhd** for RM405.18 million or 99.5 sen per share.

- **IHH Healthcare Bhd** said it is still in the midst of looking for potential mergers and acquisitions (M&As) in Indonesia and Vietnam, with a focus on deals that are earnings accretive and offer significant synergies.

- **Aurelius Technologies Bhd** proposed to undertake a private placement of up to 39.41 million shares, or 10% of its issued share capital, mainly to build a new manufacturing plant at the Kulim Hi-Tech Park in Kedah.

- **Pestech International Bhd** has filed a counterclaim against Syarikat Pembinaan Yeoh Tiong Lai (SPYTL) at the Asian International Arbitration Centre (AIAC) over their dispute arising from the termination of a subcontract for electrification system works pertaining to the Electrified Double Track project from Gemas to Johor Bahru.

- **CelcomDigi Bhd** net profit rose 18% year-on-year (y-o-y) in the first quarter, thanks largely to a writeback on provisions.

- **UEM Sunrise Bhd**'s first-quarter net profit nearly halved from a year earlier as sales fell while operating expenses rose.

- **FGV Holdings Bhd** posted a net loss of RM13.49 million for the first quarter ended March 31, 2024 versus net profit RM12.09 million in the year-ago quarter, due to reduced profits from almost all divisions.

- **Eastern & Oriental Bhd**'s net profit for the financial year ended March 31, 2024 (FY2024) tripled to RM133.61 million, from RM44.54 million a year earlier, on the back of higher revenue from its properties segment.

- **Supermax Corp Bhd** posted its sixth straight quarterly loss, but the loss for its third quarter ended March 31, 2024 (3QFY2024) was smaller than a year earlier thanks to improved profit margins.

- **Berjaya Land Bhd** said its net profit surged more than sevenfold for the third quarter ended March 31, 2024 (3QFY2024), attributed to gains from equity disposal and the revaluation of retained equity interest.

- **Signature International Bhd**'s net profit more than doubled in the first quarter of 2024 compared to a year ago, driven by higher revenue from its kitchen and wardrobe system segment through its Corten and Signature brands.

Weekly Corporate Actions

Company	Corporate Actions	Entitlement	Ex-Date	Last Price (RM)	Dividend Yield
Tas Offshore Bhd	Interim	0.01	27/5/2024	0.87	1.1%
Principal Ftse Asean 40 Malays	Income	1:200	27/5/2024	1.67	4.1%
Allianz Malaysia Bhd	Interim	0.265	28/5/2024	22.92	1.2%
Star Media Group Bhd	Final	1:2	28/5/2024	0.405	2.5%
Dufu Technology Corp Bhd	Final	0.02	29/5/2024	2.34	0.9%
Teo Seng Capital Bhd	Interim	0.025	29/5/2024	1.79	1.4%
Mr Diy Group M Bhd	Interim	0.01	30/5/2024	1.81	0.6%
Gas Malaysia Bhd	Final	0.0862	30/5/2024	3.58	2.4%
Drb-Hicom Bhd	Final	0.025	30/5/2024	1.36	1.8%
Taliworks Corp Bhd	Interim	0.01	30/5/2024	0.8	1.3%
Pie Industrial Bhd	Special Cash	0.02	30/5/2024	6.1	0.3%
Pie Industrial Bhd	Interim	0.05	30/5/2024	6.1	0.8%
Systech Bhd	Bonus-Options	1:4	30/5/2024	0.455	-
Es Ceramics Technology Bhd	Final	0.005	30/5/2024	0.195	2.6%
Spring Art Holdings Bhd	Final	0.005	30/5/2024	0.24	2.1%
Supreme Consolidated Resources	Interim	0.017	30/5/2024	0.645	2.6%
Ctos Digital Bhd	Interim	0.0064	31/5/2024	1.36	0.5%
Keck Seng Malaysia Bhd	Special Cash	0.05	31/5/2024	6.23	0.8%
Keck Seng Malaysia Bhd	Final	0.05	31/5/2024	6.23	0.8%
Cck Consolidated Holdings Bhd	Final	0.0425	31/5/2024	1.46	2.9%
Kumpulan Perangsang Selangor B	Final	0.01	31/5/2024	0.78	1.3%
Tong Herr Resources Bhd	Final	0.075	31/5/2024	2.45	3.1%
Wang-Zheng Bhd	Final	0.02	31/5/2024	0.675	3.0%

Source: Bloomberg, Apex Securities

Weekly Economic Highlights

Date	Country	Key Events
Tuesday, 28 May, 2024	MY	Producer Price Index
	US	CB Consumer Confidence
Wednesday, 29 May, 2024	JP	Consumer Confidence
Thursday, 30 May, 2024	US	Fed Beige Book
	EU	Economic Sentiment
	EU	Industrial Sentiment
	EU	Services Sentiment
	EU	Consumer Confidence
	EU	Unemployment Rate
	US	1Q24 GDP Growth Rate (2nd Estimate)
	US	Pending Home Sales
Friday, 31 May, 2024	JP	Unemployment Rate
	JP	Retail Sales
	CN	NBS Manufacturing PMI
	CN	NBS Non Manufacturing PMI
	US	Core PCE Price Index
	US	Chicago PMI

Source: TradingEconomics, Apex Securities

Futures Markets

Futures Kuala Lumpur Composite Index

	Jun	Jul	Aug	Sep
CHANGE	-5	-3	-4	-4
OPEN	1,618	1,621	1,611	1,619
High	1,622	1,625	1,613	1,619
Low	1,612	1,616	1,605	1,612
Settle	1,614	1,618	1,606	1,613
Volume	19,703	17,380	512	56
O.I.	46,012	19,080	1,241	193

Futures Crude Palm Oil

	Jun	Jul	Aug	Sep
CHANGE	87	93	91	84
OPEN	3,869	3,872	3,873	3,882
High	3,959	3,965	3,968	3,971
Low	3,869	3,872	3,873	3,882
Settle	3,951	3,958	3,960	3,961
Volume	1,331	8,171	31,712	9,338
O.I.	7,132	36,534	52,205	30,777

Top Market Participants

LOCAL			FOREIGN		
Stocks	**Value**	**Price**	**Stocks**	**Value**	**Price**
GHLSYS	186310129	1.050	MAYBANK	135550735	9.990
MAYBANK	161184836	9.990	CIMB	126038446	6.910
PBBANK	140066233	4.120	TENAGA	103906920	13.260
GCB	106838777	4.350	PBBANK	92125312	4.120
RANHILL	106458270	1.350	GCB	80814448	4.350
CIMB	83779782	6.910	AMBANK	69423991	4.260
KPJ	67954764	1.940	RANHILL	51770029	1.350
YTLPOWR	62889852	5.000	YTLPOWR	50652543	5.000
TM	58813856	6.440	PMETAL	50645188	5.390
TENAGA	55070296	13.260	KLK	45310126	21.980

RETAIL			INSTITUTION		
Stocks	**Value**	**Price**	**Stocks**	**Value**	**Price**
GHLSYS	69420109	1.050	MAYBANK	283969683	9.990
RANHILL	49636815	1.350	CIMB	204054228	6.910
GCB	42866175	4.350	PBBANK	156775255	4.120
SMART	36879106	0.460	TENAGA	142522628	13.260
TANCO	35921988	0.930	GHLSYS	108711385	1.050
PBBANK	26116682	4.120	GCB	89513633	4.350
JCY	25755582	0.495	KPJ	88679192	1.940
GENM	25563368	2.780	TM	83946310	6.440
GENTING	25513479	4.840	YTLPOWR	81188036	5.000
TANCO-WC	23814278	0.600	KLK	80555352	21.980

APEX SECURITIES BERHAD – CONTACT LIST

APEX SECURITIES BHD

Head Office:
5th Floor Menara UAC, 12, Jalan PJU 7/5,
Mutiara Damansara,
47800 Petaling Jaya,
Selangor Darul Ehsan, Malaysia

General Line: (603) 7890 8899

Petaling Jaya Office:
16th Floor, Menara Choy Fook Onn,
No.1B Jalan Yong Shook Lin,
46050 Petaling Jaya,
Selangor Darul Ehsan, Malaysia

General Line: (603) 7620 1118

DEALING TEAM

Head Office:
Kong Ming Ming (ext 2002)
Shirley Chang (ext 2026)
Norisam Bojo (ext 2027)
Ahmad Mujib (ext 2028)

Institutional Dealing Team:
Siti Nur Nadhirah (ext 2032)

PJ Office:
General Line: (603) 7620 1118
Azfar Bin Abdul Aziz (Ext 822)

RESEARCH TEAM

Head Office:
Kenneth Leong (ext 2093)
Steven Chong (ext 2068)
Jayden Tan (ext 2069)
Chelsea Chew (ext 2070)

RESEARCH RECOMMENDATION FRAMEWORK

STOCK RECOMMENDATIONS
BUY: Total returns* are expected to exceed 10% within the next 12 months.
HOLD: Total returns* are expected to be within +10% to – 10% within the next 12 months.
SELL: Total returns* are expected to be below -10% within the next 12 months.
TRADING BUY: Total returns* are expected to exceed 10% within the next 3 months.
TRADING SELL: Total returns* are expected to be below -10% within the next 3 months.
*Capital gain + dividend yield

SECTOR RECOMMENDATIONS
OVERWEIGHT: The industry defined by the analyst is expected to exceed 10% within the next 12 months.
NEUTRAL: The industry defined by the analyst is expected to be within +10% to – 10% within the next 12 months.
UNDERWEIGHT: The industry defined by the analyst, is expected to be below -10% within the next 12 months.

DISCLAIMER