APEX SECURITIES BERHAD

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Global Markets	Close	Change
Dow Jones	38,571.03	-0.30%
S&P 500	5,283.40	0.11%
Nasdaq	16,828.67	0.56%
FTSE 100	8,262.75	-0.15%
Nikkei 225	38,923.03	1.13%
Shanghai Composite	3,078.49	-0.27%
Shenzhen	9,370.50	0.07%
Hang Seng	18,403.04	1.79%
SET	1,345.66	-0.43%
JCI	7,036.19	0.94%
Malaysia Markets		
FBM KLCI	1,596.68	-0.47%
FBM Top 100	11,769.66	-0.56%
FBM Small Cap	18,613.10	-1.42%
FBM ACE	5,389.57	-1.11%
Market Activities		
Trading Volume (m)	5,453.67	2.3%
Trading Value (RM m)	6,845.50	71.4%
Trading Participants		**Change**
Local Institution	341.00	28.89%
Retail	147.00	13.74%
Foreign	-489.00	57.37%

Market Breadth	No. of stocks	
Advancers	368	30.1%
Decliners	854	69.9%
Commodities		
FKLI (Futures)	1,603.00	-0.28%
3M CPO (Futures)	4,076.00	2.08%
Rubber (RM/kg)	832.50	-0.77%
Brent Oil (USD/bbl)	78.36	-3.39%
Gold (USD/oz)	2,330.83	0.86%
Forex		
USD/MYR	4.7065	-0.04%
SGD/MYR	3.4816	0.00%
CNY/MYR	0.6500	0.08%
JPY/MYR	3.0023	-0.39%
EUR/MYR	5.1054	-0.36%
GBP/MYR	5.9889	-0.15%

Source: Bloomberg, Apex Securities

Expecting bargain hunting to emerge

Market Review & Outlook

- **Malaysia Market Review.** The FBM KLCI (-0.47%) ended below the psychological level of 1,600 on the last trading day of May 2024 as an extended correction took place. Similarly, lower liners closed lower. The REIT and financial sectors were the only sectors that closed in the green, indicating a risk aversion sentiment in the market.

- **Global Markets Review.** US stock markets closed higher, led by technology stocks despite weaker manufacturing data released. Meanwhile, European stock markets ended higher ahead of the ECB interest rate decision later this week. Asian stock markets mostly closed in the green, led by India's stock market.

- **Market Outlook.** We expect some bargain hunting to emerge today after last week's correction, supported by positive sentiment in global stock markets overnight and the end of the earnings season, which may boost market confidence. Additionally, better-than-expected China manufacturing activity is likely to support the local bourse today. Key economic events to watch this week include the European interest rate decision and US non-farm payrolls. We are bullish on data centre-related stocks after Google announced a RM9.4b investment plan in Malaysia. The technology sector is also likely to see buying interest following gains in US technology stocks overnight. However, we may see some selling pressure in O&G counters following the dip in oil prices.

FBM KLCI Technical Review & Outlook

Source: Bloomberg

- **Technical Commentary**: The FBM KLCI formed an extended pullback pattern as the key index slipped below the 1,600 psychological level. Indicators turned negative as the MACD Line remained below the Signal Line, while the RSI slipped below 50. The immediate resistance is located at 1,630. Support is envisaged around 1,580.

Company News *(source: various)*.

- **AME Elite Consortium Bhd** via its wholly-owned subsidiary Golden Symphony Sdn Bhd has proposed to acquire three parcels of freehold land in Taman Teknologi Johor in Kulai, Johor, for a total RM106.17mil cash.

- **CIMB Group Holdings Bhd**'s net profit rose 18% in the first quarter from a year earlier as both interest and non-interest income grew faster than costs and provisions.

- **Tenaga Nasional Bhd**'s net profit fell 28.6% to RM715.7 million in the first quarter ended March 31, 2024 from RM1 billion a year ago due to foreign exchange translation losses and higher tax expenses.

- **Sime Darby Plantation Bhd** said its first quarter net profit tripled from a year earlier, thanks to lower tax and strong downstream operations.

- **Berjaya Corp Bhd**'s latest quarterly net profit jumped over 200 times to a nine-year high, thanks largely to divestment and accounting gains.

- **I-Bhd**'s first quarter net profit rose six-fold to RM4.07 million from RM675,000 a year earlier, which the group attributed to its "strong financial management and strategic foresight".

- **Feytech Holdings Bhd**, an automotive seat manufacturer listed on May 21, proposes to acquire a plot of land measuring 9.76 acres for RM19.98 million from **DRB-Hicom Bhd**'s unit Proton City Development Corp Sdn Bhd (PCDC).

Weekly Corporate Actions

Company	Corporate Actions	Entitlement	Ex-Date	Last Price (RM)	Dividend Yield
Maxis Bhd	Interim	0.04	4/6/2024	3.63	1.1%
Malaysian Pacific Industries B	Interim	0.25	4/6/2024	37.1	0.7%
Hong Leong Industries Bhd	Interim	0.37	4/6/2024	12.06	3.1%
Cahya Mata Sarawak Bhd	Final	0.02	4/6/2024	1.15	1.7%
Aeon Co M Bhd	Final	0.04	5/6/2024	1.41	2.8%
Ayer Holdings Bhd	Final	0.2	5/6/2024	7.31	2.7%
Kkb Engineering Bhd	Final	0.07	5/6/2024	1.82	3.8%
Mesiniaga Bhd	Final	0.025	5/6/2024	1.52	1.6%
Petronas Dagangan Bhd	Interim	0.18	6/6/2024	19.8	0.9%
British American Tobacco Malay	Interim	0.1	6/6/2024	8.9	1.1%
Karex Bhd	Interim	0.005	6/6/2024	0.83	0.6%
Elk-Desa Resources Bhd	Interim	0.03	6/6/2024	1.28	2.3%
Spritzer Bhd	Final	0.055	6/6/2024	2.68	2.1%
Seng Fong Holdings Bhd	Bonus	1:3	6/6/2024	1.22	-
Ifca Msc Bhd	Final	0.005	6/6/2024	0.535	0.9%
Opensys M Bhd	Interim	0.0045	6/6/2024	0.415	1.1%
Klccp Stapled Group	Interim	0.09	7/6/2024	7.6	1.2%
Inari Amertron Bhd	Interim	0.019	7/6/2024	3.25	0.6%
Carlsberg Brewery Malaysia Bhd	Final	0.31	7/6/2024	19.8	1.6%
Uchi Technologies Bhd	Final	0.075	7/6/2024	3.99	1.9%
Amway Malaysia Holdings Bhd	Interim	0.05	7/6/2024	7.4	0.7%
Three-A Resources Bhd	Interim	0.01	7/6/2024	0.945	1.1%
Rgt Bhd	Share Consolidation	3:1	7/6/2024	0.295	-
Country View Bhd	Interim	0.025	7/6/2024	1.44	1.7%

Source: Bloomberg, Apex Securities

Weekly Economic Highlights

Date	Country	Key Events
Monday, 3 June, 2024	JP	Jibun Bank Manufacturing PMI
	CN	Caixin Manufacturing PMI
	EU	HCOB Manufacturing PMI
	UK	S&P Global Manufacturing PMI
	US	S&P Global Manufacturing PMI
	US	ISM Manufacturing PMI
Tuesday, 4 June, 2024	MY	S&P Global Manufacturing PMI
	US	Factory Orders
Wednesday, 5 June, 2024	JP	Jibun Bank Services PMI
	JP	Jibun Bank Composite PMI
	CN	Caixin Services PMI
	CN	Caixin Composite PMI
	EU	HCOB Services PMI
	EU	HCOB Composite PMI
	UK	S&P Global Services PMI
	UK	S&P Global Composite PMI
	EU	Producer Price Index
	US	S&P Global Services PMI
	US	S&P Global Composite PMI
	US	ISM Services PMI
Thursday, 6 June, 2024	EU	Retail Sales
	EU	European Central Bank Interest Rate Decision
Friday, 7 June, 2024	EU	1Q24 GDP Growth Rate (3rd Est)
	US	Unemployment Rate

Source: TradingEconomics, Apex Securities

Futures Markets

Futures Kuala Lumpur Composite Index

	Jun	Jul	Aug	Sep
CHANGE	-7	-5	-5	-5
OPEN	1,608	1,608	1,597	1,601
High	1,614	1,615	1,604	1,608
Low	1,600	1,599	1,590	1,595
Settle	1,601	1,603	1,592	1,598
Volume	2,991	10,314	181	81
O.I.	5,261	44,495	1,432	220

Futures Crude Palm Oil

	Jun	Jul	Aug	Sep
CHANGE	93	84	85	77
OPEN	4,030	3,987	3,990	3,986
High	4,078	4,087	4,087	4,078
Low	4,030	3,970	3,968	3,969
Settle	4,069	4,076	4,076	4,069
Volume	365	7,276	36,336	13,562
O.I.	4,097	33,528	57,523	35,653

Top Market Participants

LOCAL			FOREIGN		
Stocks	**Value**	**Price**	**Stocks**	**Value**	**Price**
GENM	173354935	2.650	CIMB	969837605	6.840
PBBANK	155305720	4.100	MAYBANK	748082091	9.930
MYEG	138114163	1.100	PBBANK	373167263	4.100
MAYBANK	123182487	9.930	PMETAL	303555580	5.600
YTL	120470814	3.590	KLK	301261716	20.860
GENTING	114779870	4.760	YTL	267620844	3.590
YTLPOWR	112257482	4.910	TENAGA	257136656	13.040
NOTION	112028936	1.490	AIRPORT	251630988	9.940
MAHSING	100021027	1.500	GAMUDA	215705586	6.070
MISC	98940558	8.340	YTLPOWR	206424009	4.910

RETAIL			INSTITUTION		
Stocks	**Value**	**Price**	**Stocks**	**Value**	**Price**
GENM	94818467	2.650	CIMB	1034047382	6.840
GENTING	66532083	4.760	MAYBANK	853752481	9.930
NOTION	65777912	1.490	PBBANK	435704454	4.100
LAGENDA	52354380	1.220	PMETAL	354974326	5.600
YTL	45113488	3.590	KLK	343030258	20.860
MYEG	41073428	1.100	YTL	319942658	3.590
KENERGY	36074799	0.640	TENAGA	314445274	13.040
DSONIC	31403469	0.485	MISC	289027770	8.340
YTLPOWR	30266278	4.910	YTLPOWR	264920205	4.910
JCY	29893939	0.525	AIRPORT	261568344	9.940

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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.

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