APEX SECURITIES

APEX SECURITIES BERHAD

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Global Markets	Close	Change	5-Day Trend
Dow Jones	38,886.17	0.20%	
S&P 500	5,352.96	-0.02%	
Nasdaq	17,173.12	-0.09%	
FTSE 100	8,285.34	0.47%	
Nikkei 225	38,703.51	0.55%	
Shanghai Composite	3,048.79	-0.54%	
Shenzhen	9,340.01	-0.57%	
Hang Seng	18,476.80	0.28%	
SET	1,328.41	-0.74%	
JCI	6,974.90	0.39%	
Malaysia Markets			
FBM KLCI	1,614.73	0.39%	
FBM Top 100	11,895.77	0.44%	
FBM Small Cap	19,084.36	1.66%	
FBM ACE	5,499.94	0.59%	
Market Activities			
Trading Volume (m)	5,352.87	25.0%	
Trading Value (RM m)	4,499.41	32.3%	
Trading Participants	**Change**		
Local Institution	-49.90	46.48%	
Retail	-113.74	2195%	
Foreign	163.64	3157%	
Market Breadth	**No. of stocks**		5-Day Trend
Advancers	782	62.8%	
Decliners	463	37.2%	
Commodities			
FKLI (Futures)	1,616.50	0.22%	
3M CPO (Futures)	3,960.00	1.67%	
Rubber (RM/kg)	811.00	0.37%	
Brent Oil (USD/bbl)	79.87	1.86%	
Gold (USD/oz)	2,361.15	0.65%	
Forex			
USD/MYR	4.6950	0.06%	
SGD/MYR	3.4851	0.04%	
CNY/MYR	0.6480	0.03%	
JPY/MYR	3.0092	-0.23%	
EUR/MYR	5.1082	0.00%	
GBP/MYR	6.0024	-0.01%	

Source: Bloomberg, Apex Securities

US non-farm payroll data in focus

Market Review & Outlook

- **Malaysia Market Review.** The FBM KLCI (+0.39%) closed higher yesterday, driven by positive spillover from Wall Street. Similarly to lower liners ended higher as trading activities flourished. Utilities sector (+3.5%) led the gainers among the sectors, while plantation sector and telecom sector were the only two sectors ended in red as profit taking emerged.

- **Global Markets Review.** Wall street ended mixed ahead the non-farm payrolls data which will be release today as investors turned to sidelines for further indications of the Fed interest rates stances. Meanwhile, European market ended higher with the key benchmark index closed at record high after ECB announced the first interest rate cut since 2019. Asia stock market mostly ended higher following with the positive spillover from Wall Street.

- **Market Outlook.** We expect the local market to trade sideways on the last trading day of the week while awaiting fresh catalysts. However, any the downside will be capped by signs of returning foreign funds. The overall market will be closely watching the US non-farm payroll report, which will be released today, for further signs of cooling in the labour market as an indicator of the Fed's interest rate stance. Sector-wise, the technology sector is expected to see some buying interest following the announcement of strong global semiconductor industry sales data and forecasts by the Semiconductor Industry Association (SIA). Meanwhile, glove counters may attract trading interest following the Deputy Minister's positive remarks over the outlook on glove exports in achieving double-digit growth for 2024.

FBM KLCI Technical Review & Outlook

Source: Bloomberg

- **Technical Commentary**: The FBM KLCI formed a bullish harami candle as the key index flirts around the middle Bollinger Band. Indicators, however, remained mixed as the MACD Line lingered below the Signal Line, while the RSI steadied above 50. The immediate resistance is located at 1,630. Support is envisaged around 1,580.

Company News *(source: various)*.

- **Sunway Bhd**, one of Malaysia's largest conglomerates, will make its entry into the FBM KLCI as **AMMB Holdings Bhd** is to be removed from the 30-stock benchmark index effective June 24.

- **Kinergy Advancement Bhd** is acquiring an Indonesian company for RM8.89 million to build a 4.26-megawatt biogas plant in Aceh.

- Permodalan Nasional Bhd's (PNB) 44.11%-owned associate **Duopharma Biotech Bhd** is currently reviewing merger and acquisition (M&A) proposals for firms in Indonesia and the Philippines, as it bids to diversify revenue streams geographically in order to reduce a reliance on ringgit-denominated earnings

- **TAFI Industries Bhd**'s wholly-owned unit, TA Furniture & Projects Sdn Bhd (TAFPSB) is disposing of one of its industrial premises comprising a factory annexed with a storey office in Muar, Johor for RM12 million.

- **Tasco Bhd** plans to invest an additional RM400 million from now to 2026 to expand its warehouse capacity.

- **Nestcon Bhd** has secured a RM37.7 million contract for construction works on a development project in Kota Seri Langat in Banting, Selangor.

- The Italian government has again rejected the proposed disposal by **KNM Bhd**'s wholly-owned subsidiary KNM Europa BV of its entire stake in FBM Hudson Italiana SpA (FBM Hudson).

- **Parkson Holdings Bhd** said two of its units in mainland China have renewed their respective tenancy for another 10 years until December 2034.

- **Jati Tinggi Group Bhd** said its 30% joint venture company has secured a RM25.55 million contract from **Tenaga Nasional Bhd** to install a 132kV underground double circuit cable for a semiconductor factory in Kuala Lumpur.

- **Nextgreen Global Bhd** has signed a memorandum of understanding (MOU) with Sawit Palm Oil Industrial Cluster Sdn Bhd (SPOIC) on establishing the 400-acre Green Technology Park Sandakan in Sabah.

- **Sime Darby Property Bhd** has proposed an internal reorganisation, which involves transferring selected assets, liabilities and business activities to its wholly-owned subsidiaries.

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	4	5	4	4
OPEN	1,613	1,617	1,603	1,615
High	1,621	1,624	1,610	1,615
Low	1,612	1,616	1,603	1,612
Settle	1,617	1,621	1,607	1,613
Volume	6,164	255	190	47
O.I.	44,855	322	1,445	216

Futures Crude Palm Oil

	Jun	Jul	Aug	Sep
CHANGE	65	47	54	57
OPEN	3,890	3,914	3,912	3,911
High	3,960	3,975	3,978	3,980
Low	3,890	3,894	3,890	3,890
Settle	3,935	3,956	3,960	3,960
Volume	307	5,111	29,003	10,842
O.I.	3,097	27,406	56,074	39,630

Top Market Participants

LOCAL			FOREIGN		
Stocks	**Value**	**Price**	**Stocks**	**Value**	**Price**
TENAGA	120322567	13.260	CIMB	207664478	6.890
YTLPOWR	99649393	4.990	TENAGA	187995190	13.260
CIMB	87209147	6.890	PMETAL	152968429	5.820
MAYBANK	72344000	9.980	MAYBANK	115556761	9.980
DNEX	68071375	0.480	PBBANK	69955280	4.130
INARI	58734943	3.410	AMBANK	66708327	4.270
MYEG	51043846	1.090	IJM	59731028	2.890
JCY	50023184	0.615	YTLPOWR	58350777	4.990
PBBANK	48019841	4.130	INARI	57433536	3.410
MAHSING	46202035	1.600	MYEG	51752579	1.090

RETAIL			INSTITUTION		
Stocks	**Value**	**Price**	**Stocks**	**Value**	**Price**
DNEX	42038465	0.480	TENAGA	287430334	13.260
JSB	41020709	0.920	CIMB	280022416	6.890
JCY	35470294	0.615	MAYBANK	179962700	9.980
TANCO	30430538	0.935	PMETAL	177317045	5.820
NOTION	29566505	1.530	YTLPOWR	117662952	4.990
DSONIC	27544935	0.520	PBBANK	105297196	4.130
PERTAMA	24402066	2.340	INARI	99794833	3.410
YTLPOWR	24212019	4.990	AMBANK	82981685	4.270
SNS	23453246	0.650	IJM	82002166	2.890
WCT	20688987	0.625	MYEG	75852657	1.090

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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.

DISCLAIMER