APEX SECURITIES

APEX SECURITIES BERHAD

Tuesday, June 25, 2024 **Daily Highlights**

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Global Markets	Close	Change	5-Day Trend
Dow Jones	39,411.21	0.67%	
S&P 500	5,447.87	-0.31%	
Nasdaq	17,496.82	-1.09%	
FTSE 100	8,281.55	0.53%	
Nikkei 225	38,804.65	0.54%	
Shanghai Composite	2,963.10	-1.17%	
Shenzhen	8,924.17	-1.55%	
Hang Seng	18,027.71	0.00%	
SET	1,316.73	0.79%	
JCI	6,889.17	0.13%	
Malaysia Markets			
FBM KLCI	1,589.66	-0.04%	
FBM Top 100	11,771.62	-0.38%	
FBM Small Cap	19,337.46	-0.82%	
FBM ACE	5,714.01	-1.30%	
Market Activities			
Trading Volume (m)	5,008.91	-14.1%	
Trading Value (RM m)	3,781.59	-37.6%	
Trading Participants	**Change**		
Local Institution	78.95	46.02%	
Retail	85.39	21.19%	
Foreign	-164.35	32.79%	
Market Breadth	**No. of stocks**		5-Day Trend
Advancers	306	25.2%	
Decliners	910	74.8%	
Commodities			
FKLI (Futures)	1,591.00	0.00%	
3M CPO (Futures)	3,898.00	-0.10%	
Rubber (RM/kg)	794.50	-0.38%	
Brent Oil (USD/bbl)	86.01	0.90%	
Gold (USD/oz)	2,325.26	0.25%	
Forex			
USD/MYR	4.7130	-0.01%	
SGD/MYR	3.4827	-0.08%	
CNY/MYR	0.6492	-0.03%	
JPY/MYR	2.9549	0.09%	
EUR/MYR	5.0532	-0.23%	
GBP/MYR	5.9707	-0.13%	

Source: Bloomberg, Apex Securities

Market volatility prompts caution

Market Review & Outlook

- **Malaysia Market Review.** The FBM KLCI closed slightly lower by 0.04%, rebounding from its intraday low amidst mixed regional stock market performance. Profit-taking persisted, contributing to overall market weakness, with over 900 stocks closed in red. The Construction (+0.39%) and Industrial (+0.33%) sectors were the only two sectors ended in positive territory, while the Healthcare (-2.36%) and Technology sectors (-1.75%) were the top losers

- **Global Markets Review.** US stock markets closed mixed, with the Dow Jones ending in positive territory while the S&P 500 and Nasdaq closed lower due to extended profit-taking in AI-related stocks. In contrast, European stock markets closed higher as investors traded ahead of economic data releases within the region while Asian stock markets ended mixed.

- **Market Outlook.** We continue to observe the weak sentiment in the local bourse, characterised by profit-taking and a retreat of foreign funds amidst global market volatility. We might see some bargain hunting emerging on the local market today, following yesterday's pullback. However, we advise investors to remain cautious, especially in the absence of fresh catalysts. We recommend to closely monitor Malaysia's inflation data and the US's PCE inflation figures, both scheduled for release this week. In this volatile market environment, we maintain a preference for blue-chip stocks with strong fundamentals. Meanwhile, the construction sector appears resilient amid market corrections, likely supported by significant ongoing developments in the country.

FBM KLCI Technical Review & Outlook

Source: Bloomberg

- **Technical Commentary**: The FBM KLCI recorded its sixth consecutive losing streak as the key index drifted further from EMA20. Indicators remained negative as the MACD Line trended below the Signal Line, while the RSI floated below 50. Immediate resistance located at 1,630. Support is envisaged around 1,580.

Company News *(source: various)*.

- **V.S. Industry Bhd** has proposed to undertake a bonus issue of up 395.7 million free new warrants in VS based on one warrant for 10 existing VS shares.

- **Systech Bhd** has entered into a collaboration agreement with EH Integrated Systems Sdn Bhd (EISSB), a company specialising in providing industrial-grade servers and storage solutions.

- **Solarvest Holdings Bhd** has partnered with Taiwanese renewable energy (RE) player GreenRock Energy to develop one-gigawatt (GW) green energy projects in Taiwan and Malaysia in the next five years.

- **Kinergy Advancement Bhd** has inked a memorandum of understanding (MOU) with state-owned investment company Permodalan Kedah Bhd (PKB) to develop sustainable energy projects.

- **Kronologi Asia Bhd**'s net profit for the first quarter ended April 30, 2024 (1QFY2025) fell 43.43% year-on-year due to lower profit from its business operations and higher operating costs such as solution centre-related expenses as well as right-of-use assets and lower revenue.

- **ECA Integrated Solutions Bhd**'s net profit for the second quarter ended April 30, 2024 (2QFY2024) tumbled 92.9% year-on-year due to the slowdown in demand for semiconductor components and equipment.

- The unconditional mandatory general offer (MGO) for furniture maker **Eurospan Holdings Bhd** by its substantial shareholders is "fair" and "reasonable", with independent adviser BDO Capital Consultants Sdn Bhd advising holders to accept the offer.

- Marine transportation and offshore storage company **EA Technique (M) Bhd** has received shareholders' approval for its proposed regularisation plan.

Weekly Corporate Actions

Company	Corporate Actions	Entitlement	Ex-Date	Last Price (RM)	Dividend Yield
Supercomnet Technologies Bhd	Final	0.015	24/6/2024	1.44	1.0%
Ysp Southeast Asia Holdings Bh	Special Cash	0.03	24/6/2024	2.93	1.0%
Ysp Southeast Asia Holdings Bh	Final	0.08	24/6/2024	2.93	2.7%
Lee Swee Kiat Group Bhd	Bonus	1:2	24/6/2024	0.98	-
Carlsberg Brewery Malaysia Bhd	Interim	0.22	25/6/2024	19.10	1.2%
Matrix Concepts Holdings Bhd	Interim	0.025	25/6/2024	1.80	1.4%
Rgt Bhd	Bonus-Options	1:5	25/6/2024	0.95	-
Brite-Tech Bhd	Final	0.01	25/6/2024	0.36	2.8%
New Hoong Fatt Holdings Bhd	Stock Split	1:2	26/6/2024	4.45	-
Yoong Onn Corp Bhd	Interim	0.04	26/6/2024	2.28	1.8%
Heineken Malaysia Bhd	Final	0.88	27/6/2024	23.18	3.8%
Ijm Corp Bhd	Special Cash	0.01	27/6/2024	3.00	0.3%
Ijm Corp Bhd	Interim	0.05	27/6/2024	3.00	1.7%
Vitrox Corp Bhd	Final	0.011	27/6/2024	4.35	0.3%
Oriental Holdings Bhd	Final	0.2	27/6/2024	7.09	2.8%
Sarawak Oil Palms Bhd	Final	0.06	27/6/2024	2.86	2.1%
Sports Toto Bhd	Interim	0.03	27/6/2024	1.64	1.8%
Lbs Bina Group Bhd	Interim	0.0135	27/6/2024	0.77	1.8%
Lim Seong Hai Capital Bhd	Interim	0.0122	27/6/2024	0.88	1.4%
Rgb International Bhd	Interim	0.006	27/6/2024	0.46	1.3%
Mgb Bhd	Final	0.00818	27/6/2024	0.83	1.0%
Mitrajaya Holdings Bhd	Final	0.01	27/6/2024	0.35	2.9%
Marco Holdings Bhd	Final	0.02	27/6/2024	0.20	10.3%
Leon Fuat Bhd	Final	0.015	27/6/2024	0.60	2.5%
Trc Synergy Bhd	Final	0.012	27/6/2024	0.46	2.6%
Notion Vtec Bhd	Interim	0.01	27/6/2024	2.38	0.4%
Rhone Ma Holdings Bhd	Final	0.01	27/6/2024	0.69	1.5%
Tek Seng Holdings Bhd	Interim	0.005	27/6/2024	0.32	1.6%
Tpc Plus Bhd	Interim	0.01	27/6/2024	0.36	2.8%
Bina Darulaman Bhd	Final	0.01	27/6/2024	0.41	2.4%
Muda Holdings Bhd	Final	0.03	28/6/2024	1.45	2.1%
Bcb Bhd	Stock Dividend	1:100	28/6/2024	0.42	-

Source: Bloomberg, Apex Securities

Weekly Economic Highlights

Date	Country	Key Events
Tuesday, 25 June, 2024	MY	Inflation Rate
	US	CB Consumer Confidence
Wednesday, 26 June, 2024	US	New Home Sales
Thursday, 27 June, 2024	JP	Retail Sales
	MY	Producer Price Index
	EU	Services Sentiment
	EU	Consumer Confidence
	EU	Economic Sentiment
	EU	Industrial Sentiment
	US	1Q24 GDP Growth Rate (Final)
	US	Pending Home Sales
Friday, 28 June, 2024	JP	Unemployment Rate
	UK	1Q24 GDP Growth Rate (Final)
	US	Core PCE Index
	US	Chicago PMI
	US	Michigan Consumer Sentiment

Source: TradingEconomics, Apex Securities

Futures Markets

Futures Kuala Lumpur Composite Index

	Jul	Aug	Sep	Oct
CHANGE	-1	-1	-2	-1
OPEN	1,591	1,597	1,583	1,591
High	1,597	1,602	1,587	1,593
Low	1,584	1,591	1,576	1,584
Settle	1,591	1,597	1,582	1,591
Volume	15,073	7,055	59	42
O.I.	42,407	6,586	1,623	334

Futures Crude Palm Oil

	Jul	Aug	Sep	Oct
CHANGE	11	2	0	-3
OPEN	3,908	3,883	3,870	3,869
High	3,956	3,935	3,919	3,906
Low	3,900	3,880	3,868	3,861
Settle	3,937	3,914	3,898	3,888
Volume	1,344	3,581	20,935	4,596
O.I.	8,371	35,287	60,714	26,440

Top Market Participants

LOCAL			FOREIGN		
Stocks	**Value**	**Price**	**Stocks**	**Value**	**Price**
TM	192147413	6.730	TENAGA	262757559	13.720
TENAGA	167645893	13.720	CIMB	131385093	6.680
MAYBANK	160328545	9.880	PMETAL	119602332	5.830
CIMB	131777022	6.680	MYEG	103332531	0.995
MYEG	120636250	0.995	GAMUDA	88497556	6.540
GAMUDA	118792160	6.540	MAYBANK	77215313	9.880
YTLPOWR	84927646	4.880	VS	74332956	1.320
PBBANK	72960388	4.030	PBBANK	61420222	4.030
MISC	72532174	8.500	AIRPORT	59305179	9.790
NOTION	68161536	2.320	SIME	56696998	2.570

RETAIL			INSTITUTION		
Stocks	**Value**	**Price**	**Stocks**	**Value**	**Price**
JCY	39479708	0.775	TENAGA	411776933	13.720
NOTION	38105582	2.320	CIMB	253258259	6.680
TANCO	30922868	1.060	TM	231466774	6.730
MYEG	24783103	0.995	MAYBANK	218524830	9.880
KAB	24575999	0.375	GAMUDA	199974609	6.540
K1	24441860	0.300	MYEG	165284653	0.995
TOPGLOV	23784704	1.070	PMETAL	133551275	5.830
YTLPOWR	21642394	4.880	YTLPOWR	97196812	4.880
SNS	21030239	0.795	PBBANK	96877951	4.030
PERTAMA	20906988	2.330	MISC	94370278	8.500

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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