APEX SECURITIES BERHAD

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Global Markets	Close	Change	5-Day Trend
Dow Jones	39,118.86	-0.12%	
S&P 500	5,460.48	-0.41%	
Nasdaq	17,732.60	-0.71%	
FTSE 100	8,164.12	-0.19%	
Nikkei 225	39,583.08	0.61%	
Shanghai Composite	2,967.40	0.73%	
Shenzhen	8,848.70	-0.01%	
Hang Seng	17,718.61	0.01%	
SET	1,300.96	-0.65%	
JCI	7,063.58	1.37%	
Malaysia Markets			
FBM KLCI	1,590.09	0.32%	
FBM Top 100	11,798.06	0.43%	
FBM Small Cap	19,289.76	0.74%	
FBM ACE	5,773.28	1.48%	
Market Activities			
Trading Volume (m)	4,298.95	17%	
Trading Value (RM m)	3,079.66	-18%	
Trading Participants	**Change**		
Local Institution	-29.18	43.15%	
Retail	-101.49	20.23%	
Foreign	130.67	36.62%	
Market Breadth	**No. of stocks**		5-Day Trend
Advancers	673	62.1%	
Decliners	410	37.9%	
Commodities			
FKLI (Futures)	1,596.50	0.92%	
3M CPO (Futures)	3,916.00	0.67%	
Rubber (RM/kg)	785.50	-0.82%	
Brent Oil (USD/bbl)	85.00	-0.02%	
Gold (USD/oz)	2,326.75	-0.07%	
Forex			
USD/MYR	4.7175	0.00%	
SGD/MYR	3.4806	-0.09%	
CNY/MYR	0.6492	-0.02%	
JPY/MYR	2.9322	-0.04%	
EUR/MYR	5.0520	-0.11%	
GBP/MYR	5.9672	-0.01%	

Source: Bloomberg, Apex Securities

Ended 1H24 on upbeat note

Market Review & Outlook

- **Malaysia Market Review.** The FBM KLCI rose 0.32%, lifted by gains in telco heavyweights following the completion of a share subscription agreement (SSA) with Digital Nasional Bhd (DNB) and the Ministry of Finance Incorporated (MoF Inc.). The lower liners also advanced, while the REIT sector (-0.04%) was the sole underperformer among the sectorial peers.

- **Global Markets Review.** Wall Street faltered as major indices reversed all their intraday gains after the first US Presidential debate whereby Joe Biden took off with a shaky start as selected sectors such as renewables tumbled. European stock markets also turned mostly downbeat, but Asia stockmarkets closed mostly higher.

- **Market Outlook.** We expect the local bourse to build onto last Friday's gains amid the improved market sentiment. After a solid start in 1H24, market participant may continue to cheer onto the signs of return of foreign funds into the emerging markets. Still, gains are expected to be measured amid the absence of fresh leads. Investors will be keeping a close tab onto a slew of manufacturing data to be release in major economies such as Japan, China, Malaysia, UK and US later today. Sector wise, we favour the telco sector post completion of a share subscription agreement (SSA) with DNB and MoF Inc. for a smoother transition to the 5G dual wholesale network (DWN) model. Meanwhile, electricity tariff will be kept unchanged till end-2024 bodes well for the consumer sector.

FBM KLCI Technical Review & Outlook

Source: Bloomberg

- **Technical Commentary**: The FBM KLCI formed a bullish candle as the key index attempts to find stability and formed a short-term consolidation. Indicators, however, 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)*.

- Four mobile network operators (MNOs) namely **YTL Power International Bhd**, **CelcomDigi Bhd**, **Maxis Bhd** and U Mobile Sdn Bhd have announced the completion of a share subscription agreement (SSA) with Digital Nasional Bhd (DNB) and the Ministry of Finance Incorporated (MoF Inc.) after fulfilling all the conditions in the conditional SSA.

- **SNS Network Technology Bhd** (SNS) has received a RM85.52mil purchase order for artificial intelligence (AI) super servers from an undisclosed eCommerce platform in South-East Asia and Taiwan

- **Coastal Contracts Bhd**'s subsidiary, Elite Point Pte Ltd, has secured a contract extension for its liftboat valued at approximately RM64.1mil.

- **Haily Group Bhd** has secured a RM53.72mil construction contract in Pulai, Johor from Venice View Development Sdn Bhd.

- **Malaysia Airports Holdings Bhd**'s two subsidiaries are seeking a summary judgement from the High Court against MYAirline Sdn Bhd in their claim for RM17.74 million owed by the troubled carrier.

- Rubber products manufacturer **Superlon Holdings Bhd**'s net profit jumped more than threefold for 4QFY2024, thanks to higher gross profit amid increased demand for its products and lower effective group taxation.

- Green energy solutions group **Cypark Resources Bhd** registered a net loss of RM57.92 million for 4QFY2024 on revenue of RM56.32 million, stemmed from a RM46 million derecognition of deferred tax assets in certain entities within the group.

- **NTPM Holdings Bhd** slipped into the red in 4QFY2024 from a year earlier, dragged down by losses in its tissue paper products business segment.

- **MCE Holdings Bhd** saw its net profit plummet by 48.6% for 3QFY2024 due to higher operating expenses and effective tax rates.

- **Astino Bhd**'s net profit fell 36.7% to RM8.04 million in 3QFY2024 from RM12.71 million a year earlier, due to a decline in sales and profit margin.

- **Hiap Teck Venture Bhd**'s net profit surged threefold to RM46.82 million for the third quarter ended April 30, 2024 (3QFY2024), from RM15.03 million a year earlier, driven by a higher share of profit from a joint venture (JV) company.

- Property developer **UEM Sunrise Bhd** said it will file an appeal with the High Court here after the Special Commissioners of Income Tax ruled in favour of the Inland Revenue Board (IRB) that the additional tax and penalty totalling RM73.84 million is to be maintained.

Weekly Corporate Actions

Company	Corporate Actions	Entitlement	Ex-Date	Last Price (RM)	Dividend Yield
Skyworld Development Bhd	Final	0.01	1/7/2024	0.65	15%
Manulife Holdings Bhd	Final	0.07	1/7/2024	2.28	3.1%
Kimlun Corp Bhd	Final	0.01	1/7/2024	133	0.8%
Pwf Corp Bhd	Interim	0.01	1/7/2024	0.86	12%
Nationgate Holdings Bhd	Final	0.0025	2/7/2024	183	0.1%
Dksh Holdings Malaysia Bhd	Final	0.17	2/7/2024	5.38	3.2%
Eco World International Bhd	Interim	0.06	3/7/2024	0.42	14.3%
Jcbnext Bhd	Final	0.065	3/7/2024	173	3.8%
Lysaght Galvanized Steel Bhd	Final	0.05	3/7/2024	2.82	18%
Eco World Development Group Bh	Interim	0.02	4/7/2024	150	13%
Aeon Credit Service M Bhd	Final	0.14	4/7/2024	7.47	19%
Scientex Packaging Ayer Keroh	Interim	0.025	4/7/2024	2.08	12%
Upa Corp Bhd	Final	0.03	4/7/2024	0.79	3.8%
Gfm Services Bhd	Bonus-Options	1:2	4/7/2024	0.42	-
Kuala Lumpur Kepong Bhd	Interim	0.2	5/7/2024	20.64	10%
Batu Kawan Bhd	Interim	0.2	5/7/2024	19.82	10%
Tien Wah Press Holdings Bhd	Final	0.028	5/7/2024	0.87	3.2%

Source: Bloomberg, Apex Securities

Weekly Economic Highlights

Date	Country	Key Events
Monday, 1 July, 2024	JP	Jibun Bank Manufacturing PMI
	MY	S&P Global Manufacturing PMI
	CN	Caixin Manufacturing PMI
	JP	Consumer Confidence
	EU	HCOB Manufacturing PMI
	UK	S&P Global Manufacturing PMI
	US	S&P Global Manufacturing PMI
	US	ISM Manufacturing PMI
Tuesday, 2 July, 2024	EU	Unemployment Rate
	US	Fed Chair Powell Speech
Wednesday, 3 July, 2024	JP	Jibun Bank Services PMI
	JP	Jibun Bank Composite PMI
	CN	Caixin Services PMI
	CN	Caixin Composite PMI
	EU	HCOB Global Services PMI
	EU	HCOB Global 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
	US	Factory Orders
Thursday, 4 July, 2024	US	FOMC Minutes
Friday, 5 July, 2024	EU	Retail Sales
	US	Unemployment Rate

Source: TradingEconomics, Apex Securities

Futures Markets

Futures Kuala Lumpur Composite Index

	Jul	Aug	Sep	Oct
CHANGE	6	15	16	14
OPEN	1,582	1,582	1,570	1,576
High	1,592	1,598	1,584	1,589
Low	1,582	1,582	1,569	1,576
Settle	1,588	1,597	1,584	1,589
Volume	3,759	10,838	260	113
O.I.	7,256	38,282	1,839	549

Futures Crude Palm Oil

	Jul	Aug	Sep	Oct
CHANGE	23	19	21	19
OPEN	3,955	3,913	3,895	3,889
High	3,994	3,947	3,932	3,923
Low	3,955	3,909	3,893	3,885
Settle	3,976	3,932	3,916	3,905
Volume	1,013	6,276	30,025	6,434
O.I.	4,443	29,316	55,881	28,121

Top Market Participants

LOCAL			FOREIGN		
Stocks	**Value**	**Price**	**Stocks**	**Value**	**Price**
TENAGA	125947611	13.780	MAYBANK	288998184	9.960
GAMUDA	102784390	6.580	CIMB	192276884	6.800
MAYBANK	90638575	9.960	TENAGA	166006115	13.780
TM	71818856	6.760	PBBANK	92424409	4.020
CIMB	70715525	6.800	IJM	61611690	3.050
MYEG	69057815	1.020	MYEG	57564704	1.020
CDB	55357083	3.680	FRONTKN	52832008	4.460
AXIATA	53311781	2.610	GAMUDA	49089594	6.580
PMETAL	48659201	5.760	SUNWAY	48561950	3.610
IJM	48117120	3.050	AMBANK	46527410	4.290

RETAIL			INSTITUTION		
Stocks	**Value**	**Price**	**Stocks**	**Value**	**Price**
TENAGA	45191401	13.780	MAYBANK	364814747	9.960
TANCO	27576424	1.080	CIMB	255381219	6.800
EG-WD	26702038	0.470	TENAGA	235879313	13.780
YNHPROP	26427553	0.545	GAMUDA	147207668	6.580
NOTION	26055438	2.050	PBBANK	103193830	4.020
JSB	26004861	0.900	TM	102864356	6.760
CABNET	24585159	0.560	IJM	102698875	3.050
PERTAMA	24362805	2.300	MYEG	87605811	1.020
TANCO-WC	24222125	0.705	AXIATA	84965005	2.610
WCT	20950481	0.870	PMETAL	84580411	5.760

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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