APEX SECURITIES

APEX SECURITIES BERHAD

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

Global Markets	Close	Change	5-Day Trend
Dow Jones	39,169.52	0.13%	
S&P 500	5,475.09	0.27%	
Nasdaq	17,879.30	0.83%	
FTSE 100	8,166.76	0.03%	
Nikkei 225	39,631.06	0.12%	
Shanghai Composite	2,994.73	0.92%	
Shenzhen	8,899.17	0.57%	
Hang Seng	17,718.61	0.01%	
SET	1,299.35	-0.12%	
JCI	7,139.63	1.08%	
Malaysia Markets			
FBM KLCI	1,598.20	0.51%	
FBM Top 100	11,858.35	0.51%	
FBM Small Cap	19,454.07	0.85%	
FBM ACE	5,858.96	1.48%	
Market Activities			
Trading Volume (m)	3,660.72	-14.8%	
Trading Value (RM m)	2,765.55	-10.2%	
Trading Participants	**Change**		
Local Institution	73.79	44.76%	
Retail	-74.97	25.76%	
Foreign	1.18	29.48%	
Market Breadth	**No. of stocks**		5-Day Trend
Advancers	687	62.9%	
Decliners	406	37.1%	
Commodities			
FKLI (Futures)	1,602.00	0.00%	
3M CPO (Futures)	3,979.00	1.01%	
Rubber (RM/kg)	780.50	-0.64%	
Brent Oil (USD/bbl)	86.60	1.88%	
Gold (USD/oz)	2,332.60	-0.02%	
Forex			
USD/MYR	4.7137	0.08%	
SGD/MYR	3.4787	0.05%	
CNY/MYR	0.6485	0.09%	
JPY/MYR	2.9255	0.19%	
EUR/MYR	5.0708	-0.37%	
GBP/MYR	5.9731	-0.10%	

Source: Bloomberg, Apex Securities

Starting 2H24 on positive tone

Market Review & Outlook

- **Malaysia Market Review.** The FBM KLCI climbed 0.51% to close a hair away from the 1,600 pts, mainly lifted by gains in utilities heavyweights. The lower liners also marched higher, while the Telecommunication & media sector (-0.20%) was the sole underperformer among the positive sectorial peers.

- **Global Markets Review.** Wall Street edged mildly higher as gains from technology giants were capped by rising Treasury yield post first US Presidential election debate. European stock markets advanced after the far-right National Rally (RN) party scored historic gains in the first round of parliamentary elections, but Asia stock markets ended mostly upbeat.

- **Market Outlook.** With global developments demonstrating signs of improvement, we reckon the positive sentiment may also trickle down towards stocks across Bursa Malaysia. For now, the local bourse may attempt to take a jab towards the 1,600 pts, while the lower liners may continue to capitalise onto the positive sentiment. Investors will be keeping a close tab onto Federal Reserve Chairman Jerome Powell speech later tonight which may provide hint over an imminent rate cut. Sector wise, we reckon the energy sector may advance along with the higher oil prices on improved summer demand and extension of production cut till end-2025. Also, the improved performance on Nasdaq overnight may potentially transpire to stronger trading interest within the technology sector.

FBM KLCI Technical Review & Outlook

Source: Bloomberg

- **Technical Commentary**: The FBM KLCI formed another bullish candle as the key index re-claimed EMA20 yesterday. Indicators have turned mixed as the MACD Line trends below the Signal Line, while the RSI recovered above 50. Immediate resistance located at 1,630. Support is envisaged around 1,580.

Company News *(source: various)*.

- **Telekom Malaysia Bhd** (TM) has entered into a RM1.25bil concession agreement with the government to implement the Next Generation Emergency Services 999 (NG999) as a continuation of Malaysia Emergency Response Services 999 (MERS999).

- **Southern Score Builders Bhd** (SSBB) has received a letter of award from Smart Advance Resources Sdn Bhd to serve as the turnkey contractor for the proposed development of three residential apartment blocks in Setapak, Kuala Lumpur, worth RM315mil.

- **Tenaga Nasional Bhd** (TNB) said the decision by the Ministry of Energy Transition and Water Transformation (Petra) to maintain electricity tariffs until December 31 this year is neutral on the utility company and will not have any effect on its business operations.

- **ViTrox Corp Bhd** will begin construction of the first block of its planned five-block ViTrox Institute of Technology (VIT) on July 8 after it had appointed South Island Building Sdn Bhd (SIB) as the contractor for the project in a deal worth RM45.99 million.

- Digital payment solutions provider **PUC Bhd** said it has entered into a deal to sell some of its software and intellectual property (IP) rights for RM22 million, cash.

- **Kinergy Advancement Bhd** has partnered with Johor Corp (JCorp) to undertake and develop sustainable energy solution projects with a specific focus on energy-efficient initiatives for data centres.

- **Heineken Malaysia Bhd** has appointed Martijn Rene van Keulen as new managing director (MD), effective Monday.

- **Country Heights Holdings Bhd** is working closely with the Malaysian Department of Insolvency (MDI) to resolve the winding-up of its indirect wholly-owned subsidiary Mines Waterfront Business Park Sdn Bhd (MWBP) and return it to solvent status.

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	1.5%
Manulife Holdings Bhd	Final	0.07	1/7/2024	2.28	3.1%
Kimlun Corp Bhd	Final	0.01	1/7/2024	1.33	0.8%
Pwf Corp Bhd	Interim	0.01	1/7/2024	0.86	1.2%
Nationgate Holdings Bhd	Final	0.0025	2/7/2024	1.83	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	1.73	3.8%
Lysaght Galvanized Steel Bhd	Final	0.05	3/7/2024	2.82	1.8%
Eco World Development Group Bh	Interim	0.02	4/7/2024	1.50	1.3%
Aeon Credit Service M Bhd	Final	0.14	4/7/2024	7.47	1.9%
Scientex Packaging Ayer Keroh	Interim	0.025	4/7/2024	2.08	1.2%
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	1.0%
Batu Kawan Bhd	Interim	0.2	5/7/2024	19.82	1.0%
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	15	8	-9	12
OPEN	1,595	1,594	1,583	1,586
High	1,602	1,604	1,588	1,595
Low	1,591	1,591	1,577	1,583
Settle	1,602	1,604	1,588	1,595
Volume	6,989	716	261	80
O.I.	38,256	441	1,921	560

Futures Crude Palm Oil

	Jul	Aug	Sep	Oct
CHANGE	48	70	68	61
OPEN	4,032	3,977	3,969	3,948
High	4,060	4,027	4,011	3,995
Low	4,021	3,973	3,955	3,943
Settle	4,024	3,998	3,979	3,965
Volume	298	4,168	28,982	7,475
O.I.	4,323	28,437	58,976	30,081

Top Market Participants

LOCAL			FOREIGN		
Stocks	**Value**	**Price**	**Stocks**	**Value**	**Price**
TENAGA	105356845	14.000	CIMB	184248600	6.830
TM	97103733	6.780	TENAGA	124352724	14.000
YTLPOWR	87133452	4.900	SUNWAY	64218980	3.710
SNS	79611613	0.840	MAYBANK	47923548	9.970
CIMB	78067886	6.830	RHBBANK	46623492	5.500
JCY	64754791	0.790	MYEG	41748703	0.995
MYEG	58245318	0.995	YTL	41050278	3.620
NOTION	55858300	2.070	PBBANK	40915664	4.030
YTL	51960138	3.620	IJM	40559838	3.040
IFCAMSC	45482729	0.880	IHH	30314083	6.300

RETAIL			INSTITUTION		
Stocks	**Value**	**Price**	**Stocks**	**Value**	**Price**
SNS	52354790	0.840	CIMB	256438246	6.830
JCY	48836033	0.790	TENAGA	200087986	14.000
TANCO	42167480	1.090	TM	120823051	6.780
NOTION	34729920	2.070	YTLPOWR	91894903	4.900
IFCAMSC	30529783	0.880	SUNWAY	89178021	3.710
PERTAMA	27811754	2.330	MAYBANK	80143101	9.970
TENAGA	23829195	14.000	RHBBANK	74510558	5.500
TECHNAX	23674164	0.375	YTL	68574950	3.620
ATAIMS	23188409	0.505	IHH	67833424	6.300
JTGROUP	17013662	0.610	MYEG	59315067	0.995

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)
Lee Chen Ming (ext 2029)
Shirley Chang (ext 2026)
Ahmad Mujib (ext 2028)
Azfar Bin Abdul Aziz (ext 2031)
Aizzat Bin Mohd Daud (ext 2030)

Institutional Dealing Team:

PJ Office:
General Line: (603) 7620 1118

RESEARCH TEAM

Head Office:
Kenneth Leong (ext 2093)
Steven Chong (ext 2068)
Jayden Tan (ext 2069)
Chelsea Chew (ext 2070)
Tan Sue Wen (ext 2095)

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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