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# Rebound on Wall Street spurs optimism

## Market Review & Outlook

Global Markets	Close	Change	5-Day Trend
Dow Jones	39,446.49	+1.76%	
S&P 500	5,319.31	+2.30%	
Nasdaq	16,660.02	+2.87%	
FTSE 100	8,144.97	-0.27%	
Nikkei 225	34,831.15	+0.74%	
Shanghai Composite	2,869.90	0.00%	
Shenzhen	8,446.21	-0.04%	
Hang Seng	16,891.83	0.08%	
SET	1,296.25	0.44%	
JCI	7,195.12	-0.24%	

  

Malaysia Markets	Close	Change	5-Day Trend
FBM KLCI	1,590.38	-0.09%	
FBM Top 100	11,721.98	-0.25%	
FBM Small Cap	17,950.65	-0.38%	
FBM ACE	5,199.39	-0.35%	

  

Market Activities	Value	Change	5-Day Trend
Trading Volume (m)	4,319.67	-15.7%	
Trading Value (RM m)	3,097.83	-22.9%	

  

Trading Participants	Change	5-Day Trend
Local Institution	43.36%	
Retail	19.81%	
Foreign	36.83%	

  

Market Breadth	No. of stocks	5-Day Trend
Advancers	462 (42.0%)	
Decliners	638 (58.0%)	

  

Commodities	Close	Change	5-Day Trend
FKLI (Futures)	1,582.50	+0.85%	
3M CPO (Futures)	3,704.00	+0.76%	
Rubber (RM/kg)	#N/A N/A	+1.65%	
Brent Oil (USD/bbl)	79.16	+1.06%	
Gold (USD/oz)	2,405.32	+0.80%	

  

Forex	Close	Change	5-Day Trend
USD/MYR	4.4730	+0.56%	
SGD/MYR	3.3760	+0.32%	
CNY/MYR	0.6233	+0.56%	
JPY/MYR	3.0613	+1.01%	
EUR/MYR	4.8879	+0.43%	
GBP/MYR	5.6684	+0.85%	

Source: Bloomberg, Apex Securities

- Malaysia Market Review.** The FBM KLCI (-0.1%) ended marginally lower after two days of oversold recovery. Lower liners also finished in the red, mirroring the weak performance of the US market. The Telecom (+0.5%) sector emerged as the top gainers, while Construction (-1.5%) and Utilities (-0.7%) sectors were the top decliners as profit-taking emerged.
- Global Markets Review.** Wall Street surged with a strong rebound overnight, as recession fears eased following better-than-expected jobless claims data, indicating improved job market conditions after last week's unexpectedly high unemployment rate. European market ended mixed, with main index closing just +0.02% higher, while Asian markets mostly closed lower, mirroring the earlier performance of the US market on the release of Japan's trade data and India's monetary policy decisions ahead.
- Market Outlook.** On the global stage, concerns on U.S. recession have eased, leading to a strong rebound on Wall Street. We anticipate that this positive sentiment will spill over into the local bourse today, driven by the expected return of foreign funds. Additionally, news of direct domestic investment by the six government-led GLICs is likely to further bolster market sentiment. However, the upside could be limited as investors might stay on the sidelines, given that today is the last trading day of the week, with many awaiting the upcoming corporate results season and the release of more US economic data next week. We expect improve sector performance in Construction, Utilities, and Technology today, as these sectors remain the preferred choice of foreign investors.

## FBM KLCI Technical Review & Outlook



Source: Bloomberg

- Technical Commentary:** The FBM KLCI staged a minor pullback after recovering most of its intraday losses yesterday. Indicators, however, remained negative as the MACD Line treaded below the zero level, while the RSI remain below 50. Immediate resistance is located at 1,600. Support is envisaged around 1,530.

## Company News *(source: various)*

- **ATA IMS Bhd** has teamed up with Shanghai-listed Jinhua Chunguang Technology Co Ltd (Chunguang) to venture into the household and electrical appliances sector.
- **MK Land Holdings Bhd** has reached a settlement with the tax authority that would cut the additional bills and penalty imposed on its unit by nearly 85%.
- **Seal Inc Bhd** is raising its shareholding in loss-making MSR Green Energy Sdn Bhd to 30% by acquiring an additional 10% for RM21 million.
- **Ge-Shen Corp Bhd** net profit for the second quarter doubled to RM4.47 million from RM2.19 million a year earlier, on increased sales revenue from a higher utilisation rate across its factories in Penang, and Hanoi, Vietnam.
- **TSH Resources Bhd**'s land sales, which would have fetched roughly 2.43 trillion Indonesian rupiah (RM731.09 million), in North Kalimantan have been downsized to RM447.17 million.
- **Ranhill Utilities Bhd** announced the appointment of five new directors, four of whom are linked to **YTL Power International Bhd** following the successful takeover of Ranhill by YTL Power and its 70%-owned unit, SIPP Power Sdn Bhd, on July 9, when they completed their mandatory general offer (MGO) for the Johor-based utility company, securing a controlling stake of 53.19%.

## Weekly Corporate Actions

Company	Corporate Actions	Entitlement	Ex-Date	Last Price (RM)	Dividend Yield
Axis Real Estate Investment	Distribution	0.0225	5/8/2024	1.81	1.2%
Perak Transit Bhd	Interim	0.005	5/8/2024	0.68	0.7%
United U-Li Corp Bhd	Interim	0.02	5/8/2024	2.06	1.0%
lgb Real Estate Investment T	Distribution	0.0256	7/8/2024	1.96	1.3%
British American Tobacco Bhd	Interim	0.12	7/8/2024	8.26	1.5%
lgb Commercial Real Estate I	Distribution	0.0097	7/8/2024	0.49	2.0%
Ame Real Estate Investment T	Distribution	0.0184	7/8/2024	1.50	1.2%
Favelle Favco Bhd	Final	0.09	7/8/2024	2.18	4.1%
Sns Network Technology Bhd	Interim	0.0025	7/8/2024	0.76	0.3%
Gamuda Bhd	Interim	0.1	8/8/2024	7.64	1.3%
Uoa Real Estate Investment	Distribution	0.029	8/8/2024	1.10	2.6%
Luxchem Corp Bhd	Interim	0.008	8/8/2024	0.59	1.4%
Kip Reit	Distribution	0.01965	8/8/2024	0.91	2.2%
Engtex Group Bhd	Bonus	3.4	8/8/2024	1.31	-
Betamek Bhd	Interim	0.01	8/8/2024	0.43	2.4%
Master-Pack Group Bhd	Interim	0.06	8/8/2024	4.03	1.5%
Pasdec Holdings Bhd	Final	0.01	8/8/2024	0.30	3.4%
Westports Holdings Bhd	Interim	0.0889	9/8/2024	4.36	2.0%
Dxn Holdings Bhd	Interim	0.009	9/8/2024	0.64	1.4%
Eg Industries Bhd	Interim	0.01	9/8/2024	2.00	0.5%

Source: Bloomberg, Apex Securities

## Weekly Economic Highlights

Date	Country	Key Events	
Monday, 5 August, 2024	JP	Bank of Japan Monetary Policy Meeting Minutes	
	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	
	EU	Producer Price Index	
	UK	S&P Global Services PMI	
	UK	S&P Global Composite PMI	
	US	ISM Services PMI	
	Tuesday, 6 August, 2024	EU	Retail Sales
	Thursday, 8 August, 2024	MY	Retail Sales
Friday, 9 August, 2024	CN	Inflation Rate	
	CN	Producer Price Index	
	MY	Industrial Production	
	MY	Unemployment Rate	

Source: TradingEconomics, Apex Securities

## Futures Markets

### Futures Kuala Lumpur Composite Index

	Aug	Sep	Oct	Nov
<b>CHANGE</b>	-10	-9	-7	-11
<b>OPEN</b>	1,593	1,575	1,580	1,567
<b>High</b>	1,594	1,575	1,580	1,568
<b>Low</b>	1,581	1,563	1,567	1,556
<b>Settle</b>	1,583	1,566	1,571	1,559
<b>Volume</b>	8,818	385	103	48
<b>O.I.</b>	37,290	2,485	735	111

### Futures Crude Palm Oil

	Aug	Sep	Oct	Nov
<b>CHANGE</b>	-15	4	6	4
<b>OPEN</b>	3,810	3,802	3,730	3,701
<b>High</b>	3,811	3,812	3,752	3,725
<b>Low</b>	3,770	3,737	3,670	3,648
<b>Settle</b>	3,807	3,770	3,704	3,682
<b>Volume</b>	66	5,737	34,504	16,016
<b>O.I.</b>	2,120	22,071	55,161	34,061

## Top Market Participants

LOCAL			FOREIGN		
Stocks	Value	Price	Stocks	Value	Price
CEB	188124433	0.475	CIMB	180229741	7.300
YTLPOWR	127868423	4.230	MAYBANK	134919377	10.140
CIMB	111847827	7.300	TENAGA	129616000	14.000
GAMUDA	110203262	7.380	PBBANK	85271113	4.220
TENAGA	77753712	14.000	SUNWAY	78900811	3.920
YTL	77497048	3.200	YTLPOWR	76148238	4.230
THETA	66312129	2.730	PCHEM	68455405	5.470
MAYBANK	66224856	10.140	GAMUDA	63536250	7.380
PBBANK	54741858	4.220	YTL	51509043	3.200
SUNWAY	51222623	3.920	SIMEPROP	48065612	1.430

RETAIL			INSTITUTION		
Stocks	Value	Price	Stocks	Value	Price
CEB	111776522	0.475	CIMB	280633602	7.300
THETA	47010433	2.730	TENAGA	183388950	14.000
TANCO	40855275	0.995	MAYBANK	178965650	10.140
YTLPOWR	37713155	4.230	GAMUDA	156112801	7.380
EDARAN	23749760	2.530	YTLPOWR	129560582	4.230
PERTAMA	20871174	2.160	PBBANK	128359367	4.220
SEALINK	18817868	0.375	SUNWAY	117259326	3.920
XL	18814621	0.795	YTL	102519917	3.200
MAYBANK	18281904	10.140	TM	77766753	6.870
SIMEPROP	16743959	1.430	MISC	77541471	8.430

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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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