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BURSA	12-May	Day chg	% chg
KLCI	1,422.9	-2.26	-0.16%
FTSE EMAS	10,415.7	-15.3	-0.15%
FTSE Smallcap	15,224.8	8.78	0.06%
FTSE MESDAQ	4,984.5	-41.7	-0.83%
KLSE Mkt Cap (RM'b)	1,633.8	-2.7	-0.16%

**BURSA DAILY TRADING PARTICIPATION**

Participation	Net (RM'm)	Value (%)
Local Institution	72.3	40.9%
Local Retail	-4.6	24.9%
Foreign	-67.6	34.2%

INDICES	12-May	Day chg	% chg
Dow Jones	33,300.6	-8.9	-0.03%
S&P 500	4,124.1	-6.5	-0.16%
NASDAQ	12,284.7	-43.77	-0.36%
FTSE-100	7,754.6	24.0	0.31%
Nikkei 225	29,388.3	261.6	0.90%
SHCOMP	3,272.4	-37.189	-1.12%
HSI	19,627.2	-116.5	-0.59%
STI	3,208.6	-21.0	-0.65%
KOSPI	2,475.4	-15.6	-0.63%
TWSE	15,502.4	-12.3	-0.08%
JCI	6,707.8	-48.175	-0.71%
SET	1,561.4	-6.1	-0.39%

FOREX	12-May	11-May	% chg
USD/MYR:	4.4800	4.4640	0.36%
EUR/USD:	1.0849	1.0923	-0.68%
GBP/USD:	1.2458	1.2574	-0.92%
USD/YEN:	135.70	134.54	0.86%
USD/SGD:	1.3383	1.3284	0.75%
USD/HKD:	7.8410	7.8379	0.04%

**KEY STATS**

KLCI Spot			
Vol (m shares):	2,742.9	3,396.4	-19.24%
Value (RMm):	1,775.9	1,622.4	9.46%
KLCI Future			
May-23	1,424.0	1,424.5	-0.04%
June-23	1,424.5	1,425.0	-0.04%
CPO Price (RM/tonne)	3,552.0	3,512.0	1.14%
Soybean (US\$/bu)	1,390.0	1,405.5	-1.10%
SoyOil (USc/lb)	49.4	51.0	-3.14%
Gold (US\$/troy oz)	2,019.8	2,020.5	-0.03%
Nymex crude oil (US\$/bbl)	70.0	70.9	-1.17%
Latex (RM/kg)	4.87	4.85	0.41%
Tin (US\$/mt)	25,104.00	25,616.0	-2.00%

# Research Highlights

**NEWS HIGHLIGHTS**

- **Teladan Setia's 1Q profit falls 12%; aims to launch properties worth RM1.1b in GDV**
- **Hong Seng offloads digital biz stake to Revenue Group less than six months after acquiring it**
- **Econpile gets RM20.8m foundation and basement job in Bangsar**
- **Kumpulan Kitacon secures RM101.5m construction job in Selangor**
- **Ageson, Kobena mutually abort MOUs for land deal, smart vending machine biz**

**MACRO BITS**

- **G7 agreed global financial system resilient but needs vigilance, Japan finmin says**
  - **Stronger-than-expected growth on the back of higher tourism receipts and improving labour market (See *Economic Viewpoint: Malaysia 1Q23 GDP*)**
  - **CA surplus narrowed to its lowest level since 2Q22 on weaker external demand (See *Economic Viewpoint: Malaysia 1Q23 Balance of Payments*)**
  - **Net asset surplus highest since end 2021 as sentiment improves (See *Economic Viewpoint: Malaysia 1Q23 International Investment Position*)**
  - **Anwar: Govt confident of achieving economic growth forecast despite challenges**
  - **42nd summit strengthens Asean to be central force in bringing peace, growth, says Jokowi**
  - **Indonesia's April trade surplus seen increasing to USD3.38b - Reuters poll**
  - **Fed policy on right track, but inflation still too high, officials say**
  - **US consumer sentiment plummets to six-month low on debt ceiling debacle**
  - **EU ministers back plan to reduce economic reliance on China**
  - **Tighter ECB policy could push up bad debt levels - de Guindos**
- IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)**
- **Results Note: GENTING-GENS**
  - **Company Update: NATGATE**
  - **Weekly Technical Review**
  - **Economic Viewpoint: MY 1Q23 BOP, MY 1Q23 GDP, MY 1Q23 IIP**

#	Top Volume				Top Gainer				Top Loser			
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	MRDIY	1.60	0.6	30.10	TENAGA	9.46	4.1	13.10	PCHEM	7.03	-1.8	5.54
2	CIMB	4.95	0.0	18.40	DIALOG	2.25	2.3	6.00	INARI	2.22	-1.8	5.06
3	TENAGA	9.46	4.1	13.10	CELCOMDIGI	4.48	1.4	8.96	MAXIS	4.33	-1.6	2.87
4	PBBANK	3.97	-1.0	11.30	IOICORP	3.92	1.0	1.31	PPB	16.22	-1.6	0.24
5	RHBBANK	5.48	-0.5	9.26	KLK	22.20	0.8	1.27	MISC	7.24	-1.4	2.77
6	CELCOMDIGI	4.48	1.4	8.96	MRDIY	1.60	0.6	30.10	GENTING	4.57	-1.1	1.77
7	MAYBANK	8.69	-0.6	8.07	GENM	2.72	0.4	2.99	PBBANK	3.97	-1.0	11.30
8	DIALOG	2.25	2.3	6.00	SIMEPLT	4.46	0.2	1.37	SIME	2.12	-0.9	4.31
9	PCHEM	7.03	-1.8	5.54	AXIATA	3.09	0.0	2.37	PETDAG	22.12	-0.9	0.10
10	INARI	2.22	-1.8	5.06	CIMB	4.95	0.0	18.40	PMETAL	4.86	-0.8	2.68

Notes: # KL Composite Index (FBMKLCI) component stocks

## Corporate News

- **Teladan Setia's 1Q profit falls 12%; aims to launch properties worth RM1.1b in GDV**

Teladan Setia Group Bhd's net profit fell 12.3% to RM8.3m for the first quarter ended March 31, 2023 (1QFY2023) from RM9.5m in 1QFY2022, mainly due to higher administrative expenses. As such, the group's earnings per share for the quarter slipped to 1 sen from 1.2 sen a year earlier, said the Melaka-based property developer in its filing on Friday (May 12). Revenue, in contrast, increased by 4.6% to RM61.6m from RM59m, mainly derived from Taman Desa Bertam Phase 3A and 3B and Taman Bertam Heights Phase 1B, as well as the new launching of Taman Desa Bertam Phase 4A. *(The Edge Markets)*

- **Hong Seng offloads digital biz stake to Revenue Group less than six months after acquiring it**

In less than six months after acquiring a controlling 51% stake in Innov8tif Holdings Sdn Bhd in January to venture into the digital industry, Hong Seng Consolidated Bhd is offloading the stake to Revenue Group Bhd — citing its lack of experience in the digital business as the reason. The RM36m disposal, announced via a bourse filing on Friday (May 12), came prior to Hong Seng's payment of the balance consideration of RM24.4m for the stake. It has paid only RM3.1m of the RM30.9m price tag so far. Hong Seng expects to pocket a gain of RM5.2m from the disposal of the stake to Revenue Group, saying this is a positive for the group as it came without exposure to any business, financial and competition risks. *(The Edge Markets)*

- **Econpile gets RM20.8m foundation and basement job in Bangsar**

Piling and foundation specialist Econpile Holdings Bhd has won a contract worth RM20.8m from Bangsar Hill Park Development Sdn Bhd (BHPD) to undertake foundation and basement works for two blocks of apartments on Lorong Maarof, Bangsar. In a bourse filing on Friday (May 12), Econpile said its wholly-owned subsidiary Econpile (M) Sdn Bhd had received a letter of award from BHPD. The project is to undertake earthworks, piling, pile cap, basement slab and reinforced concrete ramp works for two blocks of apartments, namely Phase 1B1 (Block B) of a 62-storey apartment block, comprising 410 units, and Phase 1B2 (Block C) of a 49-storey apartment block with 392 units at Lot 365, Lorong Maarof, Seksyen 96 in Kuala Lumpur. *(The Edge Markets)*

- **Kumpulan Kitacon secures RM101.5m construction job in Selangor**

Kumpulan Kitacon Bhd has won an RM101.5m contract for construction work pertaining to a residential development in Gombak, Selangor. The job won by its wholly-owned subsidiary Kitacon Sdn Bhd from GLM Emerald West (Rawang) Sdn Bhd, involves the main building and infrastructure works of the development, according to the construction services outfit's bourse filing on Friday (May 12). Kumpulan Kitacon said the construction work is split into two phases: Phase 10A which comprises 161 units of two-storey terrace houses and an electrical substation, and Phase 10B which comprises 139 units of two-storey terrace houses, an electrical substation, as well as a pond and recreation area. *(The Edge Markets)*



- **Ageson, Kobena mutually abort MOUs for land deal, smart vending machine biz**

Ageson Bhd's subsidiaries and Koperasi Belia Nasional Bhd (Kobena) have mutually agreed to terminate three memoranda of understanding (MOUs) in relation to a vending machine business and the sale and development of a parcel of land in Gombak. In a series of bourse filings on Friday (May 12), Ageson said two MOUs entered into by its indirect units Ageson Retails Sdn Bhd (ARSB) and Ageson Net Sdn Bhd (ANSB) with Kobena concerning the sale of 4,000 Internet-of-Things-enabled vending machines and/or retail fridges by ARSB to Kobena for RM120m, and the appointment of ANSB as the operator of Kobena's vending machine business, were ended. (*The Edge Markets*)

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## Macro Bits

### Global

- [G7 agreed global financial system resilient but needs vigilance, Japan finmin says](#) Finance ministers and central banks from the Group of Seven rich nations agreed the global financial system is resilient but the need for vigilance remains, Japan's finance minister Shunichi Suzuki said on Saturday. *(Reuters)*

### Malaysia

- **Stronger-than-expected growth on the back of higher tourism receipts and improving labour market** The economy expanded by 5.6% YoY in 1Q23, although at a slower pace than the previous quarter (4Q22: 7.1%). Notably, this growth exceeded both house and market expectations of 5.1%. 2023 GDP forecast maintained at 4.7% (2022: 8.7%), underpinned by the persistent strength in both external and domestic demand in 1H23. However, our forecast is subject to potential downside risks stemming from a possible deceleration in the global economy in 2H23. *(See Economic Viewpoint: Malaysia 1Q23 GDP)*
- **CA surplus narrowed to its lowest level since 2Q22 on weaker external demand** The current account (CA) surplus of the balance of payments narrowed considerably to RM4.3b (1.0% of GDP) in 1Q23 (4Q22: RM27.5b or 5.9% of GDP), reaching its lowest level in three quarters. 2023 CA forecast maintained at 2.6% of GDP (2022: 3.1%) as weaker exports and robust domestic demand will likely outweigh a solid recovery in tourism and stronger return of capital inflows. *(See Economic Viewpoint: Malaysia 1Q23 Balance of Payments)*
- **Net asset surplus highest since end 2021 as sentiment improves** Malaysia's International Investment Position (IIP) recorded higher net surplus at the end of 1Q23 (RM84.5b; 4Q22: RM54.2b), the highest since 4Q21. IIP may sustain a net surplus in 2Q23 and onwards due to a potential rise in FDI and foreign portfolio inflows driven by a positive domestic economic outlook. *(See Economic Viewpoint: Malaysia 1Q23 International Investment Position)*
- [Anwar: Govt confident of achieving economic growth forecast despite challenges](#) Despite global economic challenges and uncertainties, the government is confident of achieving its economic growth forecast of 4.0% to 5.0% for 2023, supported by strong economic fundamentals and implementation of Budget 2023 measures, said Prime Minister Datuk Seri Anwar Ibrahim. *(The Edge Markets)*

### Asia Pacific

- [42nd summit strengthens Asean to be central force in bringing peace, growth, says Jokowi](#) Indonesian President Joko Widodo on Sunday thanked regional leaders for their presence at the summit last week, stressing that the meeting had strengthened Asean to be the central force in bringing peace and growth. *(The Edge Markets)*
- [Indonesia's April trade surplus seen increasing to USD3.38b - Reuters poll](#) Indonesia's April trade surplus was seen increasing from the previous month, with imports softening due to less production activities during the holiday of Ramadan, a Reuters poll showed. *(Reuters)*

### Americas

- [Fed policy on right track, but inflation still too high, officials say](#) The Federal Reserve is getting interest rates closer to where they need to be to win the battle against inflation, a pair of U.S. central bankers said on Friday, though neither gave a clear signal on whether they feel they have reached that point. *(Reuters)*
- [US consumer sentiment plummets to six-month low on debt ceiling debacle](#) U.S. consumer sentiment slumped to a six-month low in May on worries that political haggling over raising the federal government's borrowing cap could trigger a recession. *(Reuters)*

### Europe

- [EU ministers back plan to reduce economic reliance on China](#) European Union ministers on Friday backed reducing the bloc's economic dependence on China but will now have to figure out how to make that a reality, foreign policy chief Josep Borrell said. *(Reuters)*
- [Tighter ECB policy could push up bad debt levels - de Guindos](#) European Central Bank interest rate hikes are in their final stretch, ECB Vice President Luis de Guindos told an Italian newspaper, while warning that higher borrowing costs could put stress on banks' asset quality, even if indicators so far remain healthy. *(Reuters)*



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**List of Oversold Stocks (14-Day RSI<30-mark)**

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
DAGANG NEXCHANGE BHD	0.430	16.30	9.83	2.55	0.415
BERJAYA FOOD BHD	0.810	25.46	20.57	6.03	0.795
FRONTKEN CORP BHD	2.830	25.90	18.56	9.45	2.830
FORMOSA PROSONIC INDS BHD	2.590	26.14	23.20	12.29	2.580
KOBAY TECHNOLOGY BHD	2.330	27.52	18.98	2.73	2.300
HEXTAR GLOBAL BHD	0.645	29.63	22.36	5.15	0.620

\*Only for stocks with market cap &gt;RM300m

Source: Bloomberg

**List of Overbought Stocks (14-Day RSI>70-mark)**

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D
HARRISONS HOLDINGS MALAYSIA	9.880	76.82	78.23	76.81	10.060
ORIENTAL INTEREST BHD	1.030	75.33	83.13	96.14	1.030
RAPID SYNERGY BHD	18.260	71.82	76.28	80.19	18.280

\*Only for stocks with market cap &gt;RM300m

Source: Bloomberg

**List of Oversold Warrants (14-Day RSI<30-mark)**

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
COMPUTER FORMS MALAYSIA BHD-WA	0.040	14.56	15.67	4.20	0.035	22/12/2025
DAGANG NEXCHANGE BHD-C14	0.005	15.01	9.40	0.13	0.005	31/7/2023
CIMB GROUP HOLDINGS BHD-A	0.025	24.25	15.35	0.37	0.025	28/8/2023
S&P 500 INDEX-C23	0.070	25.25	22.06	14.07	0.070	19/6/2023
DATASONIC GROUP BHD-C51	0.015	26.07	20.68	1.47	0.010	30/8/2023
HANG SENG INDEX-LX	0.015	27.52	20.84	8.88	0.015	30/6/2023
MI TECHNOVATION BHD-C10	0.025	28.26	24.21	24.20	0.020	31/7/2023
HANG SENG INDEX-KX	0.010	29.27	24.51	15.02	0.010	30/5/2023
RESERVOIR LINK ENERGY BHD-WA	0.060	29.31	23.85	4.54	0.060	27/4/2026
HANG SENG INDEX-OC	0.010	29.56	24.19	9.85	0.010	30/5/2023
NASDAQ 100 STOCK INDEX-H5	0.005	29.57	30.02	34.03	0.005	19/6/2023
HANG SENG INDEX-LY	0.080	29.63	25.02	16.56	0.075	30/6/2023

Source: Bloomberg

**List of Overbought Warrants (14-Day RSI>70-mark)**

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
EITA RESOURCES BHD-WA	0.140	72.78	79.49	86.74	0.175	2/2/2024

Source: Bloomberg

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**Stock Ratings are defined as follows:****Stock Recommendations**

OUTPERFORM	: A particular stock's Expected Total Return is MORE than 10%
MARKET PERFORM	: A particular stock's Expected Total Return is WITHIN the range of -5% to 10%
UNDERPERFORM	: A particular stock's Expected Total Return is LESS than -5%

**Sector Recommendations\*\*\***

OVERWEIGHT	: A particular sector's Expected Total Return is MORE than 10%
NEUTRAL	: A particular sector's Expected Total Return is WITHIN the range of -5% to 10%
UNDERWEIGHT	: A particular sector's Expected Total Return is LESS than -5%

***\*\*\*Sector recommendations are defined based on market capitalisation weighted average expected total return for stocks under our coverage.***

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