

26 May 2023

By Teh Kian Yeong | tehy@kenanga.com.my

BURSA	25-May	Day chg	% chg
KLCI	1,402.5	-7.14	-0.51%
FTSE EMAS	10,284.4	-56.1	-0.54%
FTSE Smallcap	14,889.8	-98.97	-0.66%
FTSE MESDAQ	4,944.2	-3.6	-0.07%
KLSE Mkt Cap (RM'b)	1,618.2	-6.3	-0.39%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	-2.2	42.8%
Local Retail	27.8	27.6%
Foreign	-25.6	29.6%

INDICES	25-May	Day chg	% chg
Dow Jones	32,764.7	-35.3	-0.11%
S&P 500	4,151.3	36.0	0.88%
NASDAQ	12,698.1	213.93	1.71%
FTSE-100	7,570.9	-56.2	-0.74%
Nikkei 225	30,801.1	118.5	0.39%
SHCOMP	3,201.3	-3.49	-0.11%
HSI	18,746.9	-369.0	-1.93%
STI	3,207.7	-6.5	-0.20%
KOSPI	2,554.7	-12.8	-0.50%
TWSE	16,292.0	132.7	0.82%
JCI	6,704.2	-41.573	-0.62%
SET	1,535.4	-1.1	-0.07%

FOREX	25-May	24-May	% chg
USD/MYR:	4.6265	4.5935	0.72%
EUR/USD:	1.0723	1.0751	-0.26%
GBP/USD:	1.2357	1.2375	-0.15%
USD/YEN:	139.59	138.51	0.78%
USD/SGD:	1.3532	1.3483	0.36%
USD/HKD:	7.8322	7.8311	0.01%

KEY STATS

KLCI Spot			
Vol (m shares):	2,356.2	2,548.7	-7.55%
Value (RMm):	1,625.6	1,697.8	-4.25%
KLCI Future			
May-23	1,401.0	1,406.0	-0.36%
June-23	1,400.5	1,407.0	-0.46%
CPO Price (RM/tonne)	3,493.0	3,407.0	2.52%
Soybean (US\$/bu)	1,324.0	1,324.5	-0.04%
SoyOil (US\$/lb)	48.5	48.1	0.94%
Gold (US\$/troy oz)	1,943.7	1,964.6	-1.06%
Nymex crude oil (US\$/bbl)	71.8	74.3	-3.38%
Latex (RM/kg)	4.90	4.91	-0.10%
Tin (US\$/mt)	24,803.00	24,127.0	2.80%

#	Top Volume				Top Gainer				Top Loser			
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	PBBANK	3.89	-0.8	15.50	MRDIY	1.62	1.3	13.30	KLK	21.78	-3.4	1.10
2	MRDIY	1.62	1.3	13.30	MAXIS	4.22	1.0	1.90	SIMEPLT	4.28	-3.0	3.67
3	CIMB	4.96	-0.4	10.30	CELCOMDIGI	4.46	0.9	6.46	DIALOG	2.10	-2.8	4.47
4	MAYBANK	8.56	0.0	9.15	TENAGA	9.58	0.6	3.10	SIME	2.07	-1.9	3.23
5	CELCOMDIGI	4.46	0.9	6.46	INARI	2.26	0.4	5.61	TM	5.00	-1.8	1.76
6	PCHEM	6.97	0.3	5.84	HLBANK	19.54	0.3	0.76	IOICORP	3.91	-1.8	1.38
7	INARI	2.26	0.4	5.61	PCHEM	6.97	0.3	5.84	PETDAG	22.00	-1.5	0.18
8	PMETAL	4.68	-0.4	5.34	HLFG	17.74	0.1	0.11	GENTING	4.33	-1.4	3.53
9	DIALOG	2.10	-2.8	4.47	IHH	5.85	0.0	2.89	PETGAS	16.74	-1.2	0.66
10	GENM	2.62	-0.4	4.01	MAYBANK	8.56	0.0	9.15	AXIATA	2.96	-1.0	3.65

Notes: # KL Composite Index (FBMKLCI) component stocks

Research Highlights

NEWS HIGHLIGHTS

- Hap Seng Consolidated slips 67.5% in 1Q earnings, declares 10 sen dividend
- Hextar Industries posts RM20.4m net profit for 1Q on higher gross profit margin
- Berjaya Land returns to black in 3Q amid higher revenue
- LBS Bina records higher net profit of RM30.5m for Q1
- MCT returns to the black with 1Q net profit of RM136.0k

MACRO BITS

- Oil stable as investors weigh US debt uncertainty, potential OPEC+ cuts
- Estimated RM1.6b required for cooking oil subsidies in 2023, says domestic trade deputy minister
- DOSM: Leading index down 1.2% y-o-y in March 2023
- Mosti urges finance, investment bodies to explore financing Malaysia's aerospace industry
- Policy rate maintained at 5.75% for stability and to promote growth (See *Economic Viewpoint: Bank Indonesia Rate Decision*)
- Singapore's Q1 GDP contraction raises recession risk; China revival key
- BOJ may abandon bond yield cap this year - govt panellist
- Republicans, White House see progress in US debt ceiling talks
- Fed agreed need for more rate hikes after May meeting was 'less certain'
- ECB's Villeroy urges scrapping of energy support
- ECB tells governments to roll back relief measures
- Brexit to blame for a third of Britain's food bill rise, researchers say

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Results Note: ARMADA, AXIATA, BOILERM, DLADY, ENGTEX, GENM, GENTING, INARI, KESM, KPS, MBMR, PBBANK, PETRONM, PWROOT, SEM, SIMEPROP, TM, VELESTO, WCT, YTLPOWR
- Company Update: NATGATE
- On Our Technical Watch: ARMADA, COASTAL
- Rating Summary
- Economic Viewpoint: BI Rate Decision, Bond Market Weekly Outlook, MY Labour Market, Ringgit Weekly Outlook



Corporate News

- **Hap Seng Consolidated slips 67.5% in 1Q earnings, declares 10 sen dividend**

Hap Seng Consolidated Bhd's net profit slipped 67.5% to RM50.8m in the first quarter ended March 31, 2023 (1QFY2023) against RM156.3m in the same quarter a year earlier (1QFY2022), due to lower revenue reported by its business segments. Its basic earnings per share fell to 2.04 sen from 6.28 sen. Nevertheless, the group announced its first interim dividend of 10 sen per share, payable on June 22. Its ex-date falls on June 8. (*The Edge Markets*)

- **Hextar Industries posts RM20.4m net profit for 1Q on higher gross profit margin**

Hextar Industries Bhd (HIB) posted a net profit of RM20.4m or 0.74 sen per share on revenue of RM269.4m for the first quarter ended March 31, 2023 (1QFY2023). There are no year-on-year comparative figures as the group has changed its financial year end from Aug 31 to Dec 31. HIB said that its quarterly earnings performance was mainly driven by higher gross profit margin achieved in its fertilisers division. Its fertiliser division contributed RM254.9m or 94.6% to its total revenue. (*The Edge Markets*)

- **Berjaya Land returns to black in 3Q amid higher revenue**

Berjaya Land Bhd (BLand) posted a net profit of RM4.1m in the third quarter ended March 31, 2023 (3QFY2023), versus a net loss of RM7.4m a year earlier, on the back of higher revenue. The group registered earnings per share of 0.08 sen, against a loss per share of 0.15 sen previously. Revenue rose mildly to RM1.93 billion from RM1.9b in 3QFY2022 amid higher overall occupancy and average room rates from its hotels and business segment. (*The Edge Markets*)

- **LBS Bina records higher net profit of RM30.5m for Q1**

LBS Bina Group Bhd posted a higher net profit of RM30.5m for the first quarter ended Jan 31, 2023 (1Q23) from RM30.2m a year ago, on the back of higher revenue. The property developer's revenue, however, inched down 5.9% to RM384.9m from RM409.0m previously. Earnings per share rose to 1.48 sen from 1.45 sen, according to the company's filing to Bursa Malaysia. (*New Straits Times*)

- **MCT returns to the black with 1Q net profit of RM136.0k**

MCT Bhd returned to profitability in the first quarter ended March 31, 2023 (1QFY2023) with net profit RM136.0k, versus net loss RM12.2m a year earlier, on the back of higher property sales. The developer said revenue for the quarter jumped by almost twofold to RM76.6m, from RM38.6m. Earnings per share was 0.01 sen, versus loss per share of 0.84 sen previously. (*The Edge Markets*)



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Macro Bits

Global

- [Oil stable as investors weigh US debt uncertainty, potential OPEC+ cuts](#) Oil prices were little changed on Thursday as uncertainty over whether the United States will avoid a debt default weighed against the prospect of further OPEC+ production cuts. *(Reuters)*

Malaysia

- [Estimated RM1.6b required for cooking oil subsidies in 2023, says domestic trade deputy minister](#) An estimated RM1.6b is required in 2023 for the implementation of the cooking oil stabilisation scheme (Coss), said Deputy Minister of Domestic Trade and Cost of Living, Fuziah Salleh. *(The Edge Markets)*
- [DOSM: Leading index down 1.2% y-o-y in March 2023](#) Malaysia's leading index (LI) decreased by 1.2% to 110.1 points in March 2023, from 111.4 points in March 2022, according to the Department of Statistics Malaysia (DOSM). *(The Edge Markets)*
- [Mosti urges finance, investment bodies to explore financing Malaysia's aerospace industry](#) The Ministry of Science, Technology and Innovation (Mosti) has called for finance and investment bodies to open their doors to funding space-related industries in Malaysia. *(The Edge Markets)*

Asia Pacific

- [Policy rate maintained at 5.75% for stability and to promote growth](#) Bank Indonesia (BI) kept the benchmark 7-day reverse repo rate unchanged at 5.75% at its fifth Board of Governor meeting for this year, in line with expectations. BI is likely to keep its policy rate unchanged at 5.75% for the rest of the year. *(See Economic Viewpoint: Bank Indonesia Rate Decision)*
- [Singapore's Q1 GDP contraction raises recession risk; China revival key](#) Singapore's economy contracted in the first quarter, raising the risk of a recession in the city state as the global economic outlook weakens and major trading partner China struggles for a post-COVID lift-off. *(Reuters)*
- [BOJ may abandon bond yield cap this year - govt panellist](#) The Bank of Japan (BOJ) may abandon a controversial bond yield cap this year if risks clouding the outlook, such as global banking sector woes, subside, Toshihiro Nagahama, an economist who participated in a key government panel, told Reuters. *(Reuters)*

Americas

- [Republicans, White House see progress in US debt ceiling talks](#) Negotiators for Democratic President Joe Biden and top congressional Republican Kevin McCarthy held what both sides called productive talks on Wednesday to try to reach a deal to raise the United States' USD31.4t debt ceiling and avoid a catastrophic default. *(Reuters)*
- [Fed agreed need for more rate hikes after May meeting was 'less certain'](#) Federal Reserve officials "generally agreed" last month that the need for further interest rate increases "had become less certain," with several saying that the quarter-percentage-point hike they approved might be the last, according to minutes of the May 2-3 meeting released on Wednesday. *(Reuters)*

Europe

- [ECB's Villeroy urges scrapping of energy support](#) European governments need to wind down measures used to soften the blow of the energy price shock last year in order to help the European Central Bank fight inflation, French ECB policymaker Francois Villeroy de Galhau said on Thursday. *(Reuters)*
- [ECB tells governments to roll back relief measures](#) Euro zone governments should roll back relief measures introduced in response to the energy crisis of last year if they don't want to fuel inflation further, the ECB's vice-president Luis de Guindos said on Thursday. *(Reuters)*
- [Brexit to blame for a third of Britain's food bill rise, researchers say](#) Britain's departure from the European Union has accounted for about a third of the increase in food bills for households since 2019, equivalent to about GBP250.0 (USD316.0), researchers from the London School of Economics and other universities said. *(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
KOBAY TECHNOLOGY BHD	1.930	12.44	6.69	1.26	1.900
BERJAYA FOOD BHD	0.595	16.06	13.26	9.91	0.590
SKP RESOURCES BHD	0.990	22.32	19.17	21.85	0.965
PMB TECHNOLOGY BHD	3.780	23.00	15.01	2.71	3.700
HAP SENG CONSOLIDATED	4.230	23.88	20.42	20.86	4.190
DAGANG NEXCHANGE BHD	0.405	24.24	21.45	7.77	0.400
BERJAYA CORP BHD	0.280	25.84	23.29	29.32	0.240
GDEX BHD	0.165	25.86	17.68	6.35	0.160
FORMOSA PROSONIC INDS BHD	2.390	26.24	24.68	22.24	2.300
BONIA CORP BHD	1.940	27.50	23.94	19.07	1.910
CHIN WELL HOLDINGS BHD	1.450	27.81	19.38	0.99	1.450
ECOFIRST CONSOLIDATED BHD	0.310	28.37	23.40	10.53	0.300
GENETEC TECHNOLOGY BHD	2.400	28.71	25.12	22.98	2.330
CYPARK RESOURCES BHD	0.635	28.78	20.77	3.55	0.635

*Only for stocks with market cap >RM300m

Source: Bloomberg

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D
RAPID SYNERGY BHD	20.400	83.61	84.51	79.45	20.460
AIRASIA X BHD	2.000	80.38	86.14	92.72	2.070
ELK-DESA RESOURCES	1.220	78.90	87.46	99.55	1.220
MSM MALAYSIA HOLDINGS BHD	1.050	78.80	84.70	96.83	1.100
HEXTAR GLOBAL BHD	0.765	74.46	81.58	92.44	0.780
WESTPORTS HOLDINGS BHD	3.850	72.02	81.04	98.03	3.870
RCE CAPITAL BHD	1.980	71.61	75.13	82.84	2.000
ORIENTAL INTEREST BHD	1.090	71.10	70.60	54.06	1.150

*Only for stocks with market cap >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
PUBLIC BANK BHD-C89	0.025	15.56	10.57	0.33	0.025	29/9/2023
FTSE BURSA MALAYSIA KLCI INDEX - KUALA LUMPUR COMPOSITE INDEX-IJ	0.010	23.08	21.47	8.32	0.010	30/8/2023
DAGANG NEXCHANGE BHD-C11	0.030	24.19	17.82	9.25	0.030	25/10/2023
HANG SENG INDEX-LY	0.030	27.01	22.09	9.68	0.025	30/6/2023
HANG SENG INDEX-LQ	0.005	27.89	23.55	12.59	0.005	30/5/2023
HANG SENG INDEX-KX	0.005	27.92	22.12	7.67	0.005	30/5/2023
CLASSIC SCENIC BHD-WA	0.100	28.00	24.54	4.68	0.100	8/8/2026
HANG SENG INDEX-LR	0.250	28.10	22.52	9.13	0.245	30/5/2023
SIME DARBY BHD-C66	0.010	29.15	26.60	7.36	0.010	29/9/2023
FAJARBARU BUILDER GROUP BHD-WC	0.075	29.61	20.52	0.42	0.075	14/10/2026
JD.COM INC-C13	0.005	29.74	21.11	0.70	0.005	4/7/2023
HANG SENG INDEX-OJ	0.005	29.82	22.26	2.00	0.005	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
CENTRAL GLOBAL BHD-WA	0.585	82.35	84.15	90.07	0.620	26/7/2025
YTL CORP BHD-C54	0.140	78.35	77.17	62.29	0.155	21/8/2023

Source: Bloomberg

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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KENANGA INVESTMENT BANK BERHAD (15678-H)

Level 17, Kenanga Tower, 237, Jalan Tun Razak, 50400 Kuala Lumpur, Malaysia

Telephone: (603) 2172 0880 Website: www.kenanga.com.my E-mail: research@kenanga.com.my