

31 May 2023

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BURSA	30-May	Day chg	% chg
KLCI	1,396.9	-8.02	-0.57%
FTSE EMAS	10,279.1	-45.9	-0.44%
FTSE Smallcap	14,927.8	31.32	0.21%
FTSE MESDAQ	4,967.1	-4.0	-0.08%
KLSE Mkt Cap (RM'b)	1,617.8	-6.6	-0.41%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	61.2	41.6%
Local Retail	51.7	25.6%
Foreign	-112.9	32.8%

INDICES	30-May	Day chg	% chg
Dow Jones	33,042.8	-50.6	-0.15%
S&P 500	4,205.5	0.1	0.00%
NASDAQ	13,017.4	41.74	0.32%
FTSE-100	7,522.1	-105.1	-1.38%
Nikkei 225	31,328.2	94.6	0.30%
SHCOMP	3,224.2	2.765	0.09%
HSI	18,595.8	44.7	0.24%
STI	3,187.6	-7.7	-0.24%
KOSPI	2,585.5	26.7	1.04%
TWSE	16,622.7	-13.6	-0.08%
JCI	6,636.4	-44.679	-0.67%
SET	1,534.8	-6.2	-0.40%

FOREX	30-May	29-May	% chg
USD/MYR:	4.6025	4.6045	-0.04%
EUR/USD:	1.0732	1.0715	0.16%
GBP/USD:	1.2427	1.2345	0.66%
USD/YEN:	140.13	140.28	-0.11%
USD/SGD:	1.3515	1.3531	-0.12%
USD/HKD:	7.8327	7.8288	0.05%

KEY STATS

KLCI Spot

Vol (m shares):	2,381.9	2,727.6	-12.67%
Value (RMm):	2,010.5	1,873.7	7.30%

KLCI Future

June-23	1,392.0	1,400.5	-0.61%
July-23	1,392.0	1,400.5	-0.61%
CPO Price (RM/tonne)	3,403.0	3,546.0	-4.03%
Soybean (US\$/bu)	1,296.5	1,337.3	-3.05%
SoyOil (USc/lb)	46.3	48.9	-5.26%
Gold (US\$/troy oz)	1,958.0	1,944.3	0.70%
Nymex crude oil (US\$/bbl)	69.5	72.7	-4.42%
Latex (RM/kg)	4.96	4.95	0.20%
Tin (US\$/mt)	25,867.00	25,214.0	2.59%

Research Highlights

NEWS HIGHLIGHTS

- CAB Cakaran sees four-fold rise in 1Q profit on higher sales
- Vestland wins RM170.0m contract to build and design Subang SOHO project
- Apollo Food sells Johor vacant land for RM34.0m
- Pestech International bags USD81.8m contract in Iraq
- Propel Global exits PN17 status

MACRO BITS

- EU balks at calling out China in joint trade strategy with US
- Malaysia semicon players well-positioned to tap opportunities in EV component production, says industry group
- EC chairman: Renewable energy export guidelines to be revealed in energy transition roadmap by end-June
- Miti calls for IPEF partners to develop vertical integration of supply chains
- China's manufacturing sector improved in May, surveys show
- Thai exports fall more than expected in April, may rebound in Q3
- Indonesia sees USD32.0b investment in battery chain — government official
- US debt ceiling deal to face its first test in Congress
- US markets jump on high hopes of debt ceiling lift off
- ECB's Simkus sees June and July rate hikes; Sept too early to say
- ECB warns of hit to top European banks if funds run into trouble
- High inflation fails to boost most UK companies' profits

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Results Note: ABMB, AIRPORT, BIMB, FGV, IOI, KIMLUN, KPJ, OCK, PMETAL, QL, SKPRÉS
- Company Update: OPPSTAR
- On Our Technical Watch: TASCO, BETA

#	Top Volume			Top Gainer			Top Loser					
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	INARI	2.47	0.0	17.20	PMETAL	4.90	3.4	2.17	AXIATA	2.77	-4.8	8.26
2	PBBANK	3.89	-0.3	15.90	TM	5.20	2.4	5.27	NESTLE	132.60	-1.4	0.07
3	MRDIY	1.61	0.6	11.90	CELCOMDIGI	4.56	2.2	6.24	GENM	2.55	-1.2	6.68
4	CIMB	4.89	-0.2	9.32	DIALOG	2.11	1.9	2.15	PCHEM	6.87	-1.2	5.38
5	AXIATA	2.77	-4.8	8.26	IOICORP	3.95	1.0	0.97	GENTING	4.25	-0.7	4.33
6	GENM	2.55	-1.2	6.68	KLK	21.86	1.0	0.98	SIME	2.05	-0.5	0.96
7	CELCOMDIGI	4.56	2.2	6.24	PETDAG	22.34	0.9	0.09	HLBANK	19.50	-0.4	1.14
8	MAYBANK	8.60	0.2	6.15	SIMEPLT	4.25	0.7	2.57	RHBBANK	5.44	-0.4	4.02
9	AMBANK	3.51	0.6	5.41	MRDIY	1.61	0.6	11.90	PBBANK	3.89	-0.3	15.90
10	PCHEM	6.87	-1.2	5.38	TENAGA	9.75	0.6	5.32	MAXIS	4.26	-0.2	0.56

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **CAB Cakaran sees four-fold rise in 1Q profit on higher sales**

CAB Cakaran Corp Bhd's net profit rose by more than four times to RM28.5m for the second quarter ended March 31, 2023 (2QFY2023), from RM6.7m a year earlier, on higher revenue from higher sales, especially at the integrated poultry division. Earnings per share increased to 4.07 sen from 0.96 sen. Revenue rose by 20.0% to RM570.9m from RM475.9m in 2QFY2022. The integrated poultry division brought in RM542.1m in revenue, compared with RM446.2m previously, amid higher average selling prices for broiler, feed, processed chicken and most of the further processed food products. (*The Edge Markets*)

- **Vestland wins RM170.0m contract to build and design Subang SOHO project**

Vestland Bhd has bagged an RM170.0m design and build contract to undertake the main building and associated works for the small office home office (SOHO) and retail units in Subang Jaya. The latest contract win brings Vestland's total outstanding order book to about RM1.7b, providing a strong earnings visibility to the group for the next four and five years to come, its group managing director said in a statement. Vestland said its wholly owned subsidiary Vestland Resources Sdn Bhd accepted a letter of award from Tafi Home & Office Sdn Bhd (THOSB) for the construction job. (*The Edge Markets*)

- **Apollo Food sells Johor vacant land for RM34.0m**

Apollo Food Holdings Bhd's unit has proposed to dispose of three vacant freehold parcels of land in Johor Bahru, Johor for RM33.9m to Ha Teng Holdings Sdn Bhd. Apollo Food said that it is expected to generate a net gain of RM18.3m through the disposal, some of which it intends to utilise for working capital, the group wrote in its bourse filing on Tuesday (May 30). "However, the company has yet to determine the proportion of the proceeds to be used for the working capital at this juncture and the net proceeds from the proposed disposal will be placed in interest-bearing accounts with financial institutions in the interim period," it said. (*The Edge Markets*)

- **Pestech International bags USD81.8m contract in Iraq**

Pestech International Bhd, through its wholly owned unit Pestech Sdn Bhd's joint venture with China Energy Engineering Group Tianjin Electric Power Construction Co Ltd, has secured a USD81.8m (RM376.3m) contract from Iraq's Ministry of Electricity. The contract is for the completion of works known as the Electricity Sector Reconstruction Project Phase (III), Lot 1 construction of four 132-kilovolt gas insulated switchgear (GIS) substations in Baghdad, Iraq. Pestech said the contract entails the design, manufacture, test, delivery, installation, pre-commission and commission of the project, which includes the four GIS substations. (*The Edge Markets*)

- **Propel Global exits PN17 status**

Oil and gas service provider Propel Global Bhd, which took over the listing status of troubled Daya Materials Bhd last year, will no longer be classified as a Practice Note 17 (PN17) company from Wednesday (May 31). Propel said that after the completion of the implementation of its regularisation plan in October 2022, it had regularised its financial condition and level of operations, and no longer triggers any of the criteria under PN17 of Bursa's Main Market listing requirements. (*The Edge Markets*)

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Macro Bits

Global

- [EU balks at calling out China in joint trade strategy with US](#) The European Union (EU) stripped out explicit references to China as a non-market economy in its joint trade strategy with the US. (*The Edge Markets*)

Malaysia

- [Malaysia semicon players well-positioned to tap opportunities in EV component production, says industry group](#) Malaysia semiconductor players appear well-positioned to tap business opportunities in producing electric vehicles (EV) components given their existing expertise, especially in the outsourced semiconductor assembly and test (OSAT) segment, says Malaysia Semiconductor Industry Association (MSIA) president Datuk Seri Wong Siew Hai. (*The Edge Markets*)
- [EC chairman: Renewable energy export guidelines to be revealed in energy transition roadmap by end-June](#) The government plans to release the National Energy Transition Roadmap, which contains more details on the country's renewable energy export guidelines and policies, tentatively around June, according to Energy Commission chairman Mohd Rashdan Mohd Yusof. (*The Edge Markets*)
- [Miti calls for IPEF partners to develop vertical integration of supply chains](#) The Ministry of Investment, Trade and Industry (Miti) has called for all Indo-Pacific Economic Framework for Prosperity (IPEF) partner countries to work towards building vertical integration of supply chains to achieve holistic and progressive growth for all. (*The Edge Markets*)

Asia Pacific

- [China's manufacturing sector improved in May, surveys show](#) Two surveys suggest China's manufacturing sector improved or at least stabilised in May compared with the previous month, providing some respite following signs of a slowdown in the economy's recovery. (*The Edge Markets*)
- [Thai exports fall more than expected in April, may rebound in Q3](#) Thailand's customs-based exports contracted more than expected in April as global economic uncertainty crimped demand but the commerce ministry said on Tuesday it was expecting shipments to pick up from the third quarter of the year. (*The Edge Markets*)
- [Indonesia sees USD32.0b investment in battery chain — government official](#) Indonesia could receive an estimated USD31.9b in investments for projects tied to the battery supply chain by 2026, a senior government minister said on Tuesday, as the government looks to encourage value-added production. (*The Edge Markets*)

Americas

- [US debt ceiling deal to face its first test in Congress](#) A bipartisan deal to raise the USD31.4t U.S. debt ceiling faces its first test in Congress on Tuesday, setting up what could be a nail-biting week of voting before the United States runs out of money to pay its bills. (*Reuters*)
- [US markets jump on high hopes of debt ceiling lift off](#) Wall Street was tipped for a strong open on Tuesday, while the cost of insuring against a U.S. debt default fell and the safe-haven dollar weakened in a sign of broad optimism across markets that a U.S. debt ceiling crisis might be averted. (*Reuters*)

Europe

- [ECB's Simkus sees June and July rate hikes; Sept too early to say](#) The European Central Bank could raise interest rates in June and July, Lithuanian policymaker Gediminas Simkus said on Tuesday, joining a large group of policymakers suggesting that a flagged June increase will not be the last one. (*Reuters*)
- [ECB warns of hit to top European banks if funds run into trouble](#) The euro zone's top banks may take a hit if their financial clients, such as funds, insurers and clearing houses, withdrew their deposits or otherwise ran into trouble, the European Central Bank warned on Tuesday. (*Reuters*)
- [High inflation fails to boost most UK companies' profits](#) Britain's highest inflation in four decades failed to boost company profits last year, with the exception of oil and gas extractors who benefited from a surge in energy prices, official figures showed on Tuesday. (*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
CHIN WELL HOLDINGS BHD	1.350	18.95	13.15	11.03	1.300
NESTLE (MALAYSIA) BERHAD	130.000	19.25	11.11	0.63	128.200
HAP SENG CONSOLIDATED	4.060	19.67	14.80	6.39	4.010
BERJAYA FOOD BHD	0.605	21.54	20.99	29.80	0.590
PMB TECHNOLOGY BHD	3.770	22.46	14.37	2.05	3.700
PLS PLANTATIONS BHD	0.790	24.58	19.49	3.13	0.745
BONIA CORP BHD	1.910	26.30	22.45	12.96	1.880
D&O GREEN TECHNOLOGIES BHD	3.620	26.96	23.70	12.99	3.490
FORMOSA PROSONIC INDS BHD	2.350	26.98	26.13	28.52	2.300
KOBAY TECHNOLOGY BHD	1.980	27.11	28.40	39.80	1.900
FGV HOLDINGS BHD	1.340	27.75	19.00	2.58	1.330
SKP RESOURCES BHD	1.020	28.89	29.01	52.34	0.965
PADINI HOLDINGS BERHAD	3.660	29.88	20.00	2.03	3.600

*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	20.500	84.21	85.24	81.90	20.500
RCE CAPITAL BHD	2.060	78.04	81.63	87.77	2.100
REDTONE DIGITAL BHD	0.640	75.93	78.71	89.69	0.670
ELK-DESA RESOURCES	1.220	72.13	74.16	61.07	1.230
ORIENTAL INTEREST BHD	1.090	71.10	70.60	54.06	1.150
ALLIANZ MALAYSIA BHD	14.360	70.78	76.24	87.04	14.360

*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
BERJAYA FOOD BHD-CF	0.005	11.76	11.68	2.28	0.005	29/9/2023
GENTING MALAYSIA BHD-E	0.040	16.67	14.03	1.69	0.040	29/9/2023
ALLIANCE BANK MALAYSIA BHD-C11	0.040	20.53	18.12	7.12	0.040	31/10/2023
CIMB GROUP HOLDINGS BHD-D	0.050	23.99	20.98	11.19	0.050	29/9/2023
BERJAYA FOOD BHD-CE	0.015	25.14	18.57	3.21	0.015	31/10/2023
DAGANG NEXCHANGE BHD-C14	0.010	25.63	30.81	76.00	0.005	31/7/2023
PLS PLANTATIONS BHD-WA	0.215	27.95	18.65	1.54	0.215	4/3/2030
HANG SENG INDEX-LZ	0.125	28.52	23.30	7.49	0.110	30/6/2023
CLASSIC SCENIC BHD-WA	0.095	28.55	25.94	22.49	0.090	8/8/2026
HANG SENG INDEX-LY	0.030	28.79	25.97	23.59	0.025	30/6/2023
DAGANG NEXCHANGE BHD-C11	0.030	29.98	29.24	48.38	0.020	25/10/2023

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
YTL CORP BHD-C54	0.260	90.26	91.93	96.35	0.280	21/8/2023
YTL CORP BHD-C55	0.270	89.16	91.26	95.56	0.295	25/9/2023
YTL POWER INTERNATIONAL BHD-C24	0.310	70.49	73.08	74.81	0.355	31/10/2023

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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