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BURSA	1-Jun	Day chg	% chg
KLCI	1,383.0	-4.11	-0.30%
FTSE EMAS	10,203.2	-39.9	-0.39%
FTSE Smallcap	14,796.9	-40.38	-0.27%
FTSE MESDAQ	4,949.8	2.5	0.05%
KLSE Mkt Cap (RM'b)	1,603.1	-6.4	-0.40%

**BURSA DAILY TRADING PARTICIPATION**

Participation	Net (RM'm)	Value (%)
Local Institution	7.0	40.8%
Local Retail	24.7	26.6%
Foreign	-41.7	32.6%

INDICES	1-Jun	Day chg	% chg
Dow Jones	33,061.6	153.3	0.47%
S&P 500	4,221.0	41.2	0.99%
NASDAQ	13,101.0	165.69	1.28%
FTSE-100	7,490.3	44.1	0.59%
Nikkei 225	31,148.0	260.1	0.84%
SHCOMP	3,204.6	0.071	0.00%
HSI	18,216.9	-17.4	-0.10%
STI	3,166.3	7.5	0.24%
KOSPI	2,569.2	-7.9	-0.31%
TWSE	16,512.7	-66.3	-0.40%
JCI	N.A.	N.A.	N.A.
SET	1,521.4	-12.1	-0.79%

FOREX	1-Jun	31-May	% chg
USD/MYR:	4.6137	4.6130	0.02%
EUR/USD:	1.0709	1.0676	0.31%
GBP/USD:	1.2464	1.2367	0.78%
USD/YEN:	139.54	139.99	-0.32%
USD/SGD:	1.3517	1.3549	-0.24%
USD/HKD:	7.8329	7.8344	-0.02%

**KEY STATS**

KLCI Spot			
Vol (m shares):	2,942.4	3,541.4	-16.91%
Value (RMm):	1,828.1	5,254.9	-65.21%
KLCI Future			
June-23	1,385.0	1,389.0	-0.29%
July-23	1,385.5	1,389.0	-0.25%
CPO Price (RM/tonne)	3,285.0	3,201.0	2.62%
Soybean (US\$/bu)	1,329.5	1,299.8	2.29%
SoyOil (USc/lb)	47.8	46.3	3.30%
Gold (US\$/troy oz)	1,995.5	1,963.9	1.61%
Nymex crude oil (US\$/bbl)	70.1	68.1	2.95%
Latex (RM/kg)	4.96	4.96	-0.10%
Tin (US\$/mt)	25,672.00	25,700.9	-0.11%

## Research Highlights

**NEWS HIGHLIGHTS**

- Velesto secures USD10.9m contract for Naga 2 rig
- Citaglobal wins RM13.0m contract to dismantle rest of Port Dickson Power Plant
- Meta Bright eyes industrial equipment leasing diversification for earnings boost
- Heng Huat Resources Group changes name to HHRG
- Synergy House closes 18.0% below IPO price on ACE Market debut

**MACRO BITS**

- Global factories struggle for momentum amid patchy demand
- Manufacturing activity remains pressured in May on subdued demand (See *Economic Viewpoint: Malaysia Manufacturing PMI*)
- Anwar: Foundations must not solely depend on donations, but boost financial standings through investment, business
- Anwar orders review of affordable housing requirements for developers
- China's factory activity swings to surprise growth in May - Caixin PMI
- Japan's solid capex growth points to upward revision to Q1 GDP
- Japan's factory activity expands first time in 7 months – PMI
- South Korea factory activity slumps into longest downtrend since early 2009 – PMI
- US Senate aims for quick passage of debt ceiling bill to avoid default
- U.S. weekly jobless claims rise modestly; layoffs increase in May
- Old EU fiscal rules must apply until new ones agreed - German Finmin
- Euro zone inflation tumbles, fuelling ECB rates debate
- Euro zone factory downturn deepens in May despite price cuts

**IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)**

- Market Strategy: FBMKLCI Report Card
- Company Update: GHLSYS, IHH, PADINI
- On Our Technical Watch: SDS, GENM
- Rating Summary
- Economic Viewpoint: Asia Bonds Monthly Outlook, Bond Market Weekly Outlook, MY Manufacturing PMI, Ringgit Weekly Outlook

#	Top Volume			Top Gainer			Top Loser					
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	CIMB	4.86	0.8	21.10	MAXIS	4.20	2.2	1.54	DIALOG	2.09	-3.2	7.59
2	PBBANK	3.83	0.5	11.70	PMETAL	4.70	2.0	2.76	PPB	15.90	-2.2	0.48
3	MRDIY	1.55	-1.3	8.96	CIMB	4.86	0.8	21.10	MISC	7.15	-2.1	5.66
4	PICHEM	6.49	-1.1	8.78	HLFG	17.46	0.8	0.14	CELCOMDIGI	4.38	-2.0	6.09
5	MAYBANK	8.60	-0.6	8.70	AXIATA	2.80	0.7	5.21	QL	5.45	-1.8	1.70
6	DIALOG	2.09	-3.2	7.59	KLK	21.02	0.7	0.69	INARI	2.48	-1.6	7.29
7	GENTING	4.15	-1.2	7.38	IQICORP	3.71	0.5	3.05	SIME	2.04	-1.5	5.29
8	INARI	2.48	-1.6	7.29	PBBANK	3.83	0.5	11.70	MRDIY	1.55	-1.3	8.96
9	CELCOMDIGI	4.38	-2.0	6.09	NESTLE	134.40	0.3	0.08	GENTING	4.15	-1.2	7.38
10	GENM	2.51	0.0	5.81	AMBANK	3.64	0.0	2.81	PETGAS	16.56	-1.1	0.38

Notes: # KL Composite Index (FBMKLCI) component stocks

## Corporate News

- **Velesto secures USD10.9m contract for Naga 2 rig**

Velesto Energy Bhd has secured a contract worth an estimated USD10.9m (RM50.3m) from Vestigo Petroleum Sdn Bhd for its Naga 2 jack-up rig to drill five wells. The contract, awarded to Velesto's wholly-owned unit Velesto Malaysian Ventures Sdn Bhd, is expected to commence in 4QFY2023, Velesto said. Vestigo, which develops small and stranded oil and gas (O&G) reserves, is a wholly-owned unit of Petronas Carigali Sdn Bhd. (*The Edge Markets*)

- **Citaglobal wins RM13.0m contract to dismantle rest of Port Dickson Power Plant**

Citaglobal Bhd has secured a RM13.3m contract to dismantle the balance of the power plant owned by Malakoff Corp Bhd's unit Port Dickson Power Bhd. The job involves the decommissioning, dismantling, demolition and disposal of the balance of the 440MW Port Dickson Power Plant (PDPP), Citaglobal said. The PDPP, which was commissioned in 1995, ceased operations on Feb 28, 2019 due to the expiry of an extended power purchase agreement. (*The Edge Markets*)

- **Meta Bright eyes industrial equipment leasing diversification for earnings boost**

Towards widening its earnings base, Meta Bright Group Bhd (formerly known as Eastland Equity Bhd) plans to expand the group's leasing and financing business segment to include the provision of industrial machinery and equipment leasing. The diversified group said its current leasing and financing segment comprises provision of short- to medium-term personal and business loans, but added that the diversification into industrial equipment leasing is expected to contribute at least 25.0% of its net profit and result in diversion of at least 25.0% of net assets in the long-term. (*The Edge Markets*)

- **Heng Huat Resources Group changes name to HHRG**

ACE Market-listed Heng Huat Resources Group Bhd is changing its name to HHRG Bhd, according to an announcement by Bursa Malaysia on Thursday (June 1). The change will take effect from 9am on June 7, said the local stock exchange. Bursa said in a statement that the company will be traded and quoted under a new stock short name (HHRG), with the stock numbers remaining unchanged. Accordingly, the name of its warrants will be changed to HHRG-WA, it said. (*The Edge Markets*)

- **Synergy House closes 18.0% below IPO price on ACE Market debut**

Synergy House Bhd, a cross-border e-commerce seller and exporter of ready-to-assemble home furniture, ended its first day on the ACE Market of Bursa Malaysia at 35 sen, down 18.0% from its initial public offering price (IPO) of 43 sen. The stock traded between 35 sen and 40.5 sen, but never reached its IPO price, marking a dismal debut for the company on Thursday (June 1). The third most actively traded stock on the local bourse for the day, it saw 82.4m shares done. (*The Edge Markets*)



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## Macro Bits

### Global

- [Global factories struggle for momentum amid patchy demand](#) Sluggish global demand deepened the decline in manufacturing activity across Europe and remained a major challenge for many of Asia's big exporters, business surveys for May showed on Thursday. *(Reuters)*

### Malaysia

- **Manufacturing activity remains pressured in May on subdued demand** Manufacturing Purchasing Managers' Index (PMI) fell to a four-month low in May (47.8; Apr: 48.8). 2023 GDP growth forecast maintain at 4.7% (2022: 8.7%) for now. *(See Economic Viewpoint: Malaysia Manufacturing PMI)*
- [Anwar: Foundations must not solely depend on donations, but boost financial standings through investment, business](#) Prime Minister Datuk Seri Anwar Ibrahim said foundations in the country must not solely depend on donations, but rather enhance their financial standings through investment and business ventures. *(The Edge Markets)*
- [Anwar orders review of affordable housing requirements for developers](#) Prime Minister Datuk Seri Anwar Ibrahim wants the Local Government Development Ministry to review conditions set for housing developers to ensure that they provide affordable housing for all mega projects developed. *(The Edge Markets)*

### Asia Pacific

- [China's factory activity swings to surprise growth in May - Caixin PMI](#) China's factory activity unexpectedly swung to growth in May from decline, a private sector survey showed on Thursday, driven by improved production and demand, helping struggling firms that have been hit by slumping profits. *(Reuters)*
- [Japan's solid capex growth points to upward revision to Q1 GDP](#) Japanese companies raised spending on plant and equipment in January-March at the fastest rate since 2015, with a stronger-than-expected showing by manufacturers signalling a possible upward revision to first-quarter economic growth. *(Reuters)*
- [Japan's factory activity expands first time in 7 months – PMI](#) Japan's factory activity expanded in May for the first time in seven months thanks to increases in output and new orders and buoyed by a positive outlook for the year ahead, a private sector survey showed on Thursday. *(Reuters)*
- [South Korea factory activity slumps into longest downtrend since early 2009 – PMI](#) South Korea's factory activity shrank for an 11th consecutive month in May, slumping into its longest downtrend in 14 years, a survey showed on Thursday, as a slowing global economy hit output and orders and ratcheted up pressure on manufacturers. *(Reuters)*

### Americas

- [US Senate aims for quick passage of debt ceiling bill to avoid default](#) The U.S. Senate on Thursday was set to take up a bill to lift the government's USD31.4t debt ceiling, with just four days left to pass the measure and send it to Democratic President Joe Biden to sign, averting a catastrophic default. *(Reuters)*
- [U.S. weekly jobless claims rise modestly; layoffs increase in May](#) The number of Americans filing new claims for unemployment benefits increased modestly last week, suggesting the labor market remains tight despite growing fears of a recession amid higher borrowing costs. *(Reuters)*

### Europe

- [Old EU fiscal rules must apply until new ones agreed - German Finmin](#) As long as there is no agreement on the reform of European Union fiscal rules, the old rules will have to be applied, German Finance Minister Christian Lindner said on Thursday. *(Reuters)*
- [Euro zone inflation tumbles, fuelling ECB rates debate](#) Euro zone inflation eased more than expected last month as underlying price growth also slowed, fuelling a debate about the need for further European Central Bank rate hikes beyond an increase later this month. *(Reuters)*
- [Euro zone factory downturn deepens in May despite price cuts](#) The downturn in euro zone manufacturing activity deepened in May as demand slumped despite factories cutting prices for the first time since September 2020, according to a survey which painted a gloomy outlook. *(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
HAP SENG CONSOLIDATED	3.380	10.45	5.77	0.62	3.350
PERUSAHAAN SADUR TIMAH MALAY	4.080	11.76	6.17	1.56	4.000
PMB TECHNOLOGY BHD	3.630	16.35	8.37	0.27	3.530
CHIN WELL HOLDINGS BHD	1.330	17.38	11.63	8.31	1.300
PLS PLANTATIONS BHD	0.755	18.60	12.18	0.68	0.745
GUOCOLAND MALAYSIA BHD	0.590	19.23	13.55	1.89	0.570
FARM FRESH BHD	1.330	21.52	15.80	3.97	1.290
BONIA CORP BHD	1.810	22.01	17.68	12.25	1.780
HUP SENG INDUSTRIES BHD	0.665	23.41	13.06	0.25	0.660
BERJAYA FOOD BHD	0.615	24.36	25.22	47.25	0.590
FGV HOLDINGS BHD	1.310	24.59	15.77	1.63	1.300
HONG LEONG INDUSTRIES BHD	8.830	25.47	16.51	1.72	8.820
DUTCH LADY MILK INDS BHD	25.080	25.90	19.69	2.65	25.040
HONG LEONG BANK BERHAD	19.280	27.58	22.32	12.05	19.260
FORMOSA PROSONIC INDS BHD	2.340	28.03	27.61	29.45	2.300
D&O GREEN TECHNOLOGIES BHD	3.620	28.08	25.44	17.89	3.490
JAKS RESOURCES BHD	0.180	28.10	20.39	2.01	0.180
KOBAY TECHNOLOGY BHD	1.980	28.89	30.98	46.17	1.900
HIAP TECK VENTURE BHD	0.305	29.55	20.15	1.86	0.300

\*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
RAPID SYNERGY BHD	20.480	81.75	81.65	70.13	20.500
ELK-DESA RESOURCES	1.240	78.14	82.41	87.76	1.250
ALLIANZ MALAYSIA BHD	14.580	76.50	82.33	92.48	14.720
ORIENTAL INTEREST BHD	1.090	71.10	70.60	54.06	1.150
SMRT HOLDINGS BHD	0.790	70.98	76.07	85.81	0.810

\*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	20.94	35.53	59.57	0.035	22/12/2025
GENTING BHD-M	0.050	22.68	14.84	1.32	0.050	29/9/2023
HANG SENG INDEX-LZ	0.060	25.49	19.19	3.07	0.060	30/6/2023
HANG SENG INDEX-LY	0.020	27.28	23.24	12.71	0.020	30/6/2023
HANG SENG INDEX-OT	0.070	27.38	21.44	4.09	0.005	30/8/2023
HANG SENG INDEX-OW	0.165	27.88	27.08	15.69	0.150	30/8/2023
HANG SENG INDEX-L4	0.025	28.21	22.75	3.24	0.020	28/7/2023
HANG SENG INDEX-OO	0.060	28.87	21.83	5.21	0.050	28/7/2023
HANG SENG INDEX-OR	0.260	28.94	22.08	3.01	0.245	30/10/2023
HANG SENG INDEX-OI	0.020	29.23	23.62	4.62	0.020	30/8/2023
HANG SENG INDEX-OM	0.065	29.98	22.52	4.87	0.060	29/9/2023

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
VSOLAR GROUP BHD-WB	0.015	97.35	99.84	100.00	0.020	7/7/2023
YTL CORP BHD-C54	0.255	78.06	76.23	61.59	0.325	21/8/2023
YTL CORP BHD-C56	0.380	73.15	70.98	53.08	0.465	31/7/2023
YTL CORP BHD-C55	0.265	71.84	69.32	52.47	0.335	25/9/2023

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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Published by:

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