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BURSA	5-Jul	Day chg	% chg
KLCI	1,389.9	-2.59	-0.19%
FTSE EMAS	10,251.5	-7.3	-0.07%
FTSE Smallcap	15,151.4	72.53	0.48%
FTSE MESDAQ	5,165.4	70.5	1.38%
KLSE Mkt Cap (RM'b)	1,607.81	-0.1	0.00%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	19.4	40.8%
Local Retail	3.9	30.6%
Foreign	-23.2	28.6%

INDICES	5-Jul	Day chg	% chg
Dow Jones	34,288.6	-129.8	-0.38%
S&P 500	4,446.8	-8.8	-0.20%
NASDAQ	13,791.7	-25.12	-0.18%
FTSE-100	7,442.1	-77.6	-1.03%
Nikkei 225	33,338.7	-83.8	-0.25%
SHCOMP	3,222.9	-22.402	-0.69%
HSI	19,110.4	-305.3	-1.57%
STI	3,185.4	-18.4	-0.57%
KOSPI	2,579.0	-14.3	-0.55%
TWSE	17,056.4	-84.3	-0.49%
JCI	6,719.0	37.223	0.56%
SET	1,508.9	-6.4	-0.42%

FOREX	5-Jul	4-Jul	% chg
USD/MYR:	4.6520	4.6502	0.04%
EUR/USD:	1.0878	1.0896	-0.17%
GBP/USD:	1.2699	1.2708	-0.07%
USD/YEN:	144.24	144.45	-0.15%
USD/SGD:	1.3524	1.3490	0.25%
USD/HKD:	7.8240	7.8301	-0.08%

KEY STATS

KLCI Spot			
Vol (m shares):	2,541.9	2,601.1	-2.27%
Value (RMm):	1,524.1	1,560.3	-2.33%
KLCI Future			
July-23	1,392.0	1,397.0	-0.36%
August-23	1,391.0	1,397.0	-0.43%
CPO Price (RM/tonne)	3,866.0	3,874.0	-0.21%
Soybean (US\$/bu)	1,468.8	1,467.8	0.07%
SoyOil (USc/lb)	62.9	61.7	1.94%
Gold (US\$/troy oz)	1,927.1	1,929.5	-0.12%
Nymex crude oil (US\$/bbl)	71.8	69.8	2.87%
Latex (RM/kg)	4.92	4.93	-0.20%
Tin (US\$/mt)	28,352.00	28,100.0	0.90%

Research Highlights

NEWS HIGHLIGHTS

- Scientex buys land in Johor Bahru city centre to build 12,000 affordable homes (*Comment included in Kenanga Today*)
- LBS Bina teams up with land owner to undertake RM1.0b GDV mixed development in Sungai Penchala
- Priceworth proposes RM210.0m capital reduction
- Malton signs MOU with Alliance Bank for green financing
- Guh Holdings to receive RM4.0m bump in revenue from out-of-court settlement in FY23

MACRO BITS

- UN recruits robots in strive to meet global development goals
- Yellen's China visit aims at 'new normal' with Beijing
- Ministry drafting Rahmah Economic Policy to improve living standards of B40, hardcore poor
- China's services activity softens as recovery falters - Caixin PMI
- Indonesian president in Papua New Guinea for talks on border, trade
- Thai headline inflation at 22-month low, lowers 2023 price rise forecast
- Singapore's fight against inflation still on amid uncertain growth outlook, says central bank
- US new vehicle sales rise on strong demand, better supply
- Euro zone business activity contracts in June
- Euro zone producer prices drop for 5th month, below year ago level
- Euro zone consumers see lower inflation ahead - ECB poll
- ECB's Nagel 'wary' of calling new era of high rates

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Sector Update: Automotive

#	Top Volume	Price	%Chg (+/-)	Vol (m)	Top Gainer	Price	%Chg (+/-)	Vol (m)	Top Loser	Price	%Chg (+/-)	Vol (m)
1	PBBANK	3.90	-0.3	8.21	KLK	22.96	3.1	1.47	MRDIY	1.53	-3.8	7.13
2	MRDIY	1.53	-3.8	7.13	SIMEPLT	4.37	1.6	1.32	QL	5.29	-2.0	1.09
3	CIMB	5.18	-0.4	6.37	IOICORP	3.84	0.8	1.33	TM	4.87	-1.6	2.37
4	MAYBANK	8.70	0.0	3.85	GENTING	4.07	0.5	2.76	PETDAG	21.88	-1.4	0.07
5	GENM	2.47	0.4	3.51	SIME	2.06	0.5	1.15	DIALOG	2.14	-1.4	2.14
6	WPRTS	3.58	-1.1	2.99	GENM	2.47	0.4	3.51	NESTLE	130.30	-1.1	0.06
7	MISC	7.06	-0.3	2.91	PETGAS	16.92	0.1	0.30	WPRTS	3.58	-1.1	2.99
8	GENTING	4.07	0.5	2.76	CELCOMDIGI	4.20	0.0	1.33	AMBANK	3.64	-0.8	1.56
9	PCHEM	5.99	-0.7	2.72	HLBANK	18.88	0.0	0.38	AXIATA	2.62	-0.8	2.45
10	RHBBANK	5.42	-0.7	2.58	IHH	5.83	0.0	1.80	RHBBANK	5.42	-0.7	2.58

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **Scientex buys land in Johor Bahru city centre to build 12,000 affordable homes**

Scientex Bhd's subsidiary Scientex Lestari Sdn Bhd is buying 960-acre land in Johor Bahru city centre for RM547.7m, to build 12,000 affordable homes. The company entered into a conditional sale and purchase agreement (SPA) with SP Setia Bhd's subsidiary Pelangi Sdn Bhd for the eight parcels of land in Tebrau, Johor. The proposed land acquisition is subject to approval by the Estate Land Board and the Economic Planning Unit of the Prime Minister's Department of Malaysia, and if required, the approval of Scientex's shareholders. (*New Straits Times*)

Comment: The proposed deal is a revisitation of SPSETIA and SCIENTX's March 2021's land deal for 8 parcels in Tebrau, Johor which were registered for agriculture use and planted with matured oil palm trees. Initially at a price tag of RM518.1m, the deal was then terminated at March 2023 due to the non-fulfilment of its conditional approvals, namely on the requirements set by the Economic Planning Unit. Now priced at RM547.7m translating to RM13.10/sq ft, the value of the land appears to be at the higher range of the transaction price average of RM11-RM14/sq ft there. We reckon that SPSETIA could be charging a premium owing to the large land mass secured through this land deal whereas other transactions are of significantly smaller size (up to 35 acres). On the flipside, we believe SCIENTX would be willing to accept this premium given the enlarged GDV potential from developing a more well-connected integrated township. Albeit, SCIENTX has not disclosed a tentative GDV expectation for the development despite indicating it aims to provide up to 12,000 affordable housing units in that given space. Pursuing this land deal would expand its net gearing from 0.22x to 0.46x, which stands to be larger than its FY22's 0.32x levels. Meanwhile, the deal is in line with SPSETIA's intention to rebalance its landbank and smoothen its gearing level (currently at c.0.7x). We make no changes to our calls for **SPSETIA (UP; TP: RM0.38)** and **SCIENTX (UP; TP: RM2.99)**. (Analyst: Clement Chua Tze Min)

- **LBS Bina teams up with land owner to undertake RM1.0b GDV mixed development in Sungai Penchala**

LBS Bina Group Bhd has partnered with a land owner to jointly undertake a RM1.0b gross development value (GDV) mixed development in Sungai Penchala, Kuala Lumpur. The development will be carried out atop six parcels of land measuring 6.97 acres, owned by Saga Tunas Sdn Bhd, in phases over a five-year period, said LBS Bina. LBS Bina said its indirect wholly-owned subsidiary Sejuta Bina Sdn Bhd inked an agreement with Saga Tunas on Wednesday (July 5) for the joint development. (*The Edge Markets*)

- **Priceworth proposes RM210.0m capital reduction**

Priceworth International Bhd has proposed to undertake a capital reduction of RM210.0m of its issued shares, which is lost and unrepresented by available assets. Priceworth said the money would be utilised to set off its accumulated losses. Priceworth said any remaining balance from the proposed exercise would be credited to the retained earnings of the company and be used in such manner as the board deems fit. (*The Star*)

- **Malton signs MOU with Alliance Bank for green financing**

Malton Bhd signed a memorandum of understanding (MOU) with Alliance Bank on Wednesday (July 5) to offer green mortgage financing package, which will immediately benefit homebuyers of its green-certified River Park project in Bangar South, Kuala Lumpur. According to the developer's press release, the sustainable financing option features lower interest rates and a faster turnaround time for end-financing. The River Park development has attained a provisional GreenRE Bronze certification in the residential category. The project's green features include electric vehicle (EV) charging station, rainwater harvesting for its landscaping, high-performance glass to aid heat reduction, and water monitoring system. (*The Edge Markets*)



- **Guh Holdings to receive RM4.0m bump in revenue from out-of-court settlement in FY23**

Electronics, properties and utilities company Guh Holdings Bhd today said that an out of court settlement it is due to receive will bump up revenue for the financial year (FY) ending 2023 by RM4.0m. The company said its subsidiary Teknoserv Engineering Sdn Bhd will receive RM9.1m from the out of court settlement it reached with JAKS Sdn Bhd and KACC Construction Sdn Bhd for disputes in connection with the project known as "PAKEJ D43 – Pembinaan Rangkaian Paip Pemetungan dan Rationalisasi Loji Rawatan Kumbahan Di Batu, Jinjang-Kepong, Kuala Lumpur (Reka & Bina)". (*New Straits Times*)

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Macro Bits

Global

- [UN recruits robots in strive to meet global development goals](#) Dozens of robots, including several humanoid ones, will take centre stage at a conference organised by the U.N. technology agency in Switzerland this week to showcase their potential to help it reach a series of increasingly improbable global goals. *(Reuters)*
- [Yellen's China visit aims at 'new normal' with Beijing](#) Janet Yellen's first trip to China as U.S. Treasury Secretary will focus on recalibrating ties between the world's two largest economies as military communications remain frozen and Beijing's new restrictions on exports of some metals spark fresh tensions. *(Reuters)*

Malaysia

- [Ministry drafting Rahmah Economic Policy to improve living standards of B40, hardcore poor](#) The Ministry of Domestic Trade and Cost of Living (KPDN) is currently drafting the Rahmah Economic Policy to improve the living standards of the B40 group and hardcore poor, said its minister, Datuk Seri Salahuddin Ayub. *(The Edge Markets)*

Asia Pacific

- [China's services activity softens as recovery falters - Caixin PMI](#) China's services activity expanded at the slowest pace in five months in June, a private-sector survey showed on Wednesday, as weakening demand weighed on post-pandemic recovery momentum. *(Reuters)*
- [Indonesian president in Papua New Guinea for talks on border, trade](#) Indonesian President Joko Widodo met his Papua New Guinea counterpart James Marape in Port Moresby on Wednesday, the latest leader to visit the island nation as major powers compete for influence in the strategically-located region. *(The Edge Markets)*
- [Thai headline inflation at 22-month low, lowers 2023 price rise forecast](#) Thailand's annual headline inflation unexpectedly rose in June but at its slowest pace in 22 months, and the commerce ministry on Wednesday lowered its forecast for consumer prices rises for the whole year. *(Reuters)*
- [Singapore's fight against inflation still on amid uncertain growth outlook, says central bank](#) Singapore's central bank warned on Wednesday (July 5) of weak near-term growth for one of Asia's top financial hubs and said its fight against rising prices was not yet over, even as it lowered its 2023 headline inflation forecast. *(The Edge Markets)*

Americas

- [US new vehicle sales rise on strong demand, better supply](#) New vehicle sales in the United States for top global automakers rose in the second quarter on improving supply and pent-up demand, signaling that rising interest rates have not yet had a meaningful impact on purchases. *(Reuters)*

Europe

- [Euro zone business activity contracts in June](#) Sick of customs delays and extra bureaucracy since Britain left the European Union, Farrat, a small manufacturer on the edge of Manchester, is ramping up investment to compensate - in Germany. *(Reuters)*
- [Euro zone producer prices drop for 5th month, below year ago level](#) Euro zone producer prices fell for a fifth consecutive month in May, data showed on Wednesday, and were lower than a year earlier for the first time since the end of 2020. *(Reuters)*
- [Euro zone consumers see lower inflation ahead - ECB poll](#) Euro zone consumers in May cut their inflation expectations again for the following 12 months, although they still saw prices growing faster than the European Central Bank (ECB) would like for years to come, a new ECB poll showed on Wednesday. *(Reuters)*
- [ECB's Nagel 'wary' of calling new era of high rates](#) Euro zone business activity slipped into contractionary territory last month in a broad-based downturn across the bloc's dominant services industry and a deepening decline of factory output, a survey showed. *(Reuters)*

06 July 2023

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
DUTCH LADY MILK INDS BHD	21.500	5.35	2.14	0.03	21.380
FARM FRESH BHD	1.100	14.33	8.91	0.51	0.990
HONG LEONG CAPITAL BHD	6.060	21.22	11.81	1.89	6.000
HONG LEONG CAPITAL BHD	6.060	21.22	11.81	1.89	6.000
SPRITZER BHD	1.480	25.30	17.62	1.62	1.470
MUDA HOLDINGS BERHAD	1.400	25.74	18.69	4.85	1.400

*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
NAIM HOLDINGS BERHAD	0.875	89.47	92.90	94.51	0.915
SARAWAK CONSOLIDATED INDUSTR	0.475	85.59	86.31	94.44	0.480
EWEIN BHD	1.070	79.62	80.22	62.89	1.130
HUME CEMENT INDUSTRIES BHD	1.750	78.74	81.56	91.97	1.770
RCE CAPITAL BHD	2.390	75.94	79.44	87.40	2.470
RGB INTERNATIONAL BHD	0.355	74.85	74.83	74.27	0.365
ZHULIAN CORP BHD	1.870	70.21	77.44	92.02	1.870

*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
TOP GLOVE CORP BHD-N	0.065	13.33	15.75	42.81	0.060	25/3/2024
ASTRO MALAYSIA HOLDINGS BHD-C47	0.020	24.90	21.16	6.15	0.020	15/12/2023
ASTRO MALAYSIA HOLDINGS BHD-C46	0.030	25.16	15.48	0.31	0.025	28/11/2023
MALAYAN FLOUR MILLS BHD-WC	0.030	26.52	20.60	2.00	0.025	23/1/2024
ASTRO MALAYSIA HOLDINGS BHD-C45	0.010	28.07	21.44	7.18	0.010	10/11/2023
MY EG SERVICES BHD-L	0.105	28.42	18.23	1.85	0.105	30/8/2023
COMPUTER FORMS MALAYSIA BHD-WA	0.040	29.37	35.63	7.07	0.035	22/12/2025

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
WCE HOLDINGS BHD-WF	0.335	85.23	91.67	99.56	0.345	18/11/2029
WONG ENGINEERING CORP BHD-WA	0.115	78.07	84.47	97.05	0.120	26/4/2027
UEM SUNRISE BHD-C82	0.070	75.34	81.70	92.76	0.075	29/9/2023
SAMAIDEN GROUP BHD-WA	0.245	70.87	76.33	90.08	0.245	21/6/2026

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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