

10 July 2023

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BURSA	7-Jul	Day chg	% chg
KLCI	1,377.7	-8.28	-0.60%
FTSE EMAS	10,166.5	-54.8	-0.54%
FTSE Smallcap	15,090.1	-0.77	-0.01%
FTSE MESDAQ	5,139.9	3.3	0.06%
KLSE Mkt Cap (RM'b)	1,595.57	-7.1	-0.44%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	160.6	37.1%
Local Retail	26.6	27.7%
Foreign	-187.1	35.2%

INDICES	7-Jul	Day chg	% chg
Dow Jones	33,734.9	-187.4	-0.55%
S&P 500	4,399.0	-12.6	-0.29%
NASDAQ	13,660.7	-18.32	-0.13%
FTSE-100	7,256.9	-23.6	-0.32%
Nikkei 225	32,388.4	-384.6	-1.17%
SHCOMP	3,196.6	-8.966	-0.28%
HSI	18,365.7	-167.3	-0.90%
STI	3,139.5	-11.0	-0.35%
KOSPI	2,526.7	-29.6	-1.16%
TWSE	16,664.2	-98.0	-0.58%
JCI	6,716.5	-40.872	-0.60%
SET	1,490.5	0.0	0.00%

FOREX	7-Jul	6-Jul	% chg
USD/MYR:	4.6665	4.6605	0.13%
EUR/USD:	1.0967	1.0887	0.73%
GBP/USD:	1.2839	1.2772	0.52%
USD/YEN:	142.21	143.83	-1.13%
USD/SGD:	1.3468	1.3505	-0.27%
USD/HKD:	7.8275	7.8192	0.11%

KEY STATS

KLCI Spot			
Vol (m shares):	1,974.6	2,454.7	-19.56%
Value (RMm):	1,408.8	1,648.8	-14.56%
KLCI Future			
July-23	1,376.5	1,383.0	-0.47%
August-23	1,376.0	1,382.5	-0.47%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,427.8	1,448.3	-1.42%
SoyOil (USc/lb)	60.3	60.9	-0.99%
Gold (US\$/troy oz)	1,932.5	1,915.4	0.89%
Nymex crude oil (US\$/bbl)	73.9	71.8	2.87%
Latex (RM/kg)	4.92	4.93	-0.10%
Tin (US\$/mt)	28,887.00	29,246.0	-1.23%

Research Highlights

NEWS HIGHLIGHTS

- MyEG says govt agrees to extend its contract for immigration services, appoints it as revenue collector
- Bahvest seeks to nullify RM20.4m temporary resolution over mining land dispute
- Fajarbaru clinches RM150.9m construction job in Shah Alam
- Catcha Digital shares heavily traded, up over 16% on new biz unit i-Gov
- Heitech Padu in active trade after bagging JPJ contract extensions worth RM54m

MACRO BITS

- Yellen says US, China must address economic concerns 'directly'
- UK to sign Pacific trade deal, shifting focus to China
- Continued its decline in June on FX reserves revaluation losses and BNM's intervention measures (See *Economic Viewpoint: BNM International Reserves*)
- BNM governor: Need to stay vigilant as core inflation remains elevated
- OPR status quo will not impact Malaysia's trade — Tengku Zafrul
- Australia PM's Germany, NATO trip to focus on trade, security
- Taiwan June exports slump the most in 14 years on weak China, US demand
- Fed's Goolsbee: 'golden path' includes a couple of rate hikes
- US job gains smallest in 2-1/2 years; labor market still tight
- US black employment falls despite wider job market stability
- UK's Hunt to detail plans to steer pensions into growth investment
- UK house prices post biggest annual drop since 2011: Halifax
- German economy faces uphill climb as industrial output falls

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Sector Update: Aviation, Healthcare
- On Our Technical Watch: EWINT, MALAKOF
- Economic Viewpoint: BNM International Reserves

#	Top Volume				Top Gainer				Top Loser			
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	CIMB	5.16	-1.0	12.00	PMETAL	4.79	0.8	2.49	IOICORP	3.75	-2.3	1.21
2	RHBBANK	5.40	-0.4	9.38	PCHEM	6.02	0.8	2.60	MAXIS	3.95	-1.7	1.97
3	PBBANK	3.85	-0.8	9.05	PETDAG	21.86	0.1	0.15	CELCOMDIGI	4.05	-1.5	1.95
4	GENM	2.46	-1.2	5.14	NESTLE	130.60	0.0	0.04	DIALOG	2.11	-1.4	2.66
5	MAYBANK	8.67	-0.7	4.28	PPB	15.88	0.0	0.55	KLK	22.54	-1.3	1.03
6	AXIATA	2.57	-1.2	3.54	QL	5.32	0.0	1.50	GENM	2.46	-1.2	5.14
7	TENAGA	9.05	-0.2	3.22	SIMEPLT	4.28	0.0	1.68	AXIATA	2.57	-1.2	3.54
8	GENTING	4.09	-0.2	3.06	HLFG	17.22	-0.1	0.17	AMBANK	3.60	-1.1	1.89
9	MRDIY	1.52	-0.7	3.03	PETGAS	16.88	-0.1	1.60	TM	4.79	-1.0	2.29
10	IHH	5.79	-0.2	2.75	IHH	5.79	-0.2	2.75	MISC	6.99	-1.0	1.33

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **MyEG says govt agrees to extend its contract for immigration services, appoints it as revenue collector**

MyEG Services Bhd announced that the government has agreed to extend its concession as the provider of online services for the Immigration Department of Malaysia, and has appointed it as the collection agent for government revenue. In a Bursa Malaysia filing, the e-government services provider said it received a notification letter dated Tuesday (July 4) from the Ministry of Finance on Friday. “The terms of the extension will be finalised pursuant to further discussion with the government in due course and an agreement to formalise the extension will be signed at a later stage,” MyEG said. *(The Edge Markets)*

- **Bahvest seeks to nullify RM20.4m temporary resolution over mining land dispute**

Gold mining company Bahvest Resources Bhd has filed a suit to annul the RM20.4m temporary resolution agreed between its wholly-owned subsidiary Wullersdorf Resources Sdn Bhd and Southsea Gold Sdn Bhd, over Wullersdorf’s wrongful occupation of Southsea Gold’s mining lease land. Previously, Wullersdorf agreed to pay a non-refundable deposit of RM13m in two tranches to start talks pertaining to a final compensation sum, without prejudice to Southsea Gold claiming the full demand of RM20.4m over the wrongful occupation of Southsea Gold’s land from September 2017 till April 2023. According to Bahvest’s bourse filing on Thursday (July 6), the group’s suit filed with the Sandakan High Court also seeks the return of the RM6m Wullersdorf paid Southsea Gold on May 10 as one of the tranches of its RM13 m non-refundable deposit of the RM20.4m temporary resolution. *(The Edge Markets)*

- **Fajarbaru clinches RM150.9m construction job in Shah Alam**

Fajarbaru Builder Group Bhd has secured a RM150.89m contract for the building and related infrastructure works of an 18-storey serviced apartment and retail complex in Shah Alam, Selangor. In a bourse filing on Friday (July 7), Fajarbaru said its wholly owned Fajarbaru Builder Sdn Bhd has accepted the letter of award from Temasya Development Co Sdn Bhd. “The contract period is 40 months, commencing on July 17, 2023, and shall be completed on Nov 16, 2026,” the group said. *(The Edge Markets)*

- **Catcha Digital shares heavily traded, up over 16% on new biz unit i-Gov**

Catcha Digital Group Bhd shares were actively traded after the noon break on Friday (July 7), with 19.16m shares changed hands — over 20-fold its average trading volume. The digital media and advertising group announced on Thursday it will establish a new business unit called “i-Gov” to work on developing technology solutions and software for the government and the public sector. The counter closed 16.33% or four sen higher at 28.5 sen, after having touched its intraday high of 31 sen earlier on Friday. The group’s market capitalisation stood at RM76.74m. *(The Edge Markets)*



- **Heitech Padu in active trade after bagging JPJ contract extensions worth RM54 mil**

Shares of loss-making Heitech Padu Bhd were actively traded in Friday's (July 7) early session on Bursa Malaysia amid its announcement of contract extensions worth RM54m, a notable figure compared to its market capitalisation of just over RM65m. With 441,300 shares changing hands at market close — about seven times its average trading volume — the counter then closed 2.5 sen or 4.03% higher at 64.5 sen, valuing the group at RM65.29m. However, its share price fell 10.42% year-to-date, and over the past one year, it declined 23.21%. (*The Edge Markets*)

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Macro Bits

Global

- [Yellen says US, China must address economic concerns 'directly'](#) Treasury Secretary Janet Yellen said the US and China should communicate “directly” on specific economic concerns, reiterating the need for improved exchanges between the two sides in her meetings with Chinese leaders. *(The Edge Markets)*
- [UK to sign Pacific trade deal, shifting focus to China](#) The UK is set to sign a Pacific trade deal in Auckland next weekend, formally becoming the first new member since the framework came into force, and shifting attention to a list of other applicant countries headed by China. *(The Edge Markets)*

Malaysia

- **Continued its decline in June on FX reserves revaluation losses and BNM's intervention measures** Bank Negara Malaysia (BNM) international reserves remained on a downtrend for the third straight month, declining by USD1.3b or 1.1% MoM to a seven-month low of USD111.4b as of 30 June 2023. BNM to maintain status quo on policy rate for the next 6-12 months amid rising global economic uncertainties and decelerating domestic inflation rates. *(See Economic Viewpoint: BNM International Reserves)*
- [BNM governor: Need to stay vigilant as core inflation remains elevated](#) Malaysia must stay vigilant on inflation, given that core inflation is still elevated at a higher-than-usual level, according to Bank Negara Malaysia (BNM) governor Datuk Abdul Rasheed Ghaffour. *(The Edge Markets)*
- [OPR status quo will not impact Malaysia's trade — Tengku Zafrul](#) The decision by Bank Negara Malaysia (BNM) to maintain the Overnight Policy Rate (OPR) at 3.0% will not impact Malaysia's trade at all as it is more affected by external factors. *(The Edge Markets)*

Asia Pacific

- [Australia PM's Germany, NATO trip to focus on trade, security](#) Trade and security will be priorities for Australian Prime Minister Anthony Albanese on a trip this week to meet German Chancellor Olaf Scholz and attend a NATO summit in Lithuania, Albanese's office said. *(Reuters)*
- [Taiwan June exports slump the most in 14 years on weak China, US demand](#) Taiwan's exports fell more than expected in June, slumping the most in almost 14 years, as the island struggled with persistent weakness in demand from the U.S. and China for its hi-tech products. *(Reuters)*

Americas

- [Fed's Goolsbee: 'golden path' includes a couple of rate hikes](#) Chicago Federal Reserve Bank president Austan Goolsbee on Friday said he does not disagree with his fellow US central bankers that rates will need to rise a couple more times this year to beat back too-high inflation. *(Reuters)*
- [US job gains smallest in 2-1/2 years; labour market still tight](#) The U.S. economy added the fewest jobs in 2-1/2 years in June, but persistently strong wage growth pointed to still-tight labour market conditions that most certainly ensure the Federal Reserve will resume raising interest rates later this month. *(Reuters)*
- [U.S. Black employment falls despite wider job market stability](#) The U.S. Black unemployment rate hit a 10-month high in June, driven in large part by Black workers leaving the labour market, a development some economists worry may be a "canary in the coal mine" that may mean a recession is approaching. *(Reuters)*

Europe

- [UK's Hunt to detail plans to steer pensions into growth investment](#) British finance minister Jeremy Hunt will spell out on Monday long-awaited plans to encourage pension funds and other asset managers to invest in high-growth sectors, the Treasury said on Sunday. *(Reuters)*
- [UK house prices post biggest annual drop since 2011: Halifax](#) British house prices fell last month in annual terms at the fastest rate in 12 years and soaring interest rates are likely to herald more weakness in the housing market, mortgage lender Halifax said on Friday. *(Reuters)*
- [German economy faces uphill climb as industrial output falls](#) A swift economic recovery for Germany appeared less likely on Friday as data showed a surprise fall in industrial production. *(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
DUTCH LADY MILK INDS BHD	20.520	3.85	1.36	0.01	20.500
FARM FRESH BHD	1.060	12.52	7.30	0.29	0.990
SPRITZER BHD	1.460	21.69	13.55	0.59	1.450
MY EG SERVICES BHD	0.715	26.94	17.05	0.65	0.710
THONG GUAN INDUSTRIES BHD	2.090	28.18	23.26	11.90	2.090
DKSH HOLDINGS MALAYSIA BHD	4.770	29.62	20.31	7.64	4.770

*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	0.895	83.23	84.34	74.96	0.945
EWEIN BHD	1.170	82.65	83.94	82.56	1.240
RGB INTERNATIONAL BHD	0.380	79.72	81.73	91.93	0.380
EG INDUSTRIES BHD	1.400	72.93	81.38	98.01	1.440
GLOBETRONICS TECHNOLOGY BHD	1.390	72.21	76.06	87.10	1.430
YTL HOSPITALITY REIT	0.990	71.56	80.46	98.20	0.990
HUME CEMENT INDUSTRIES BHD	1.700	70.46	68.31	45.10	1.770

*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
GENTING MALAYSIA BHD-E	0.020	11.09	7.11	0.12	0.020	29/9/2023
ASTRO MALAYSIA HOLDINGS BHD-C46	0.020	21.43	11.62	0.11	0.015	28/11/2023
MY EG SERVICES BHD-K	0.070	22.69	17.26	2.06	0.070	28/11/2023
TOP GLOVE CORP BHD-J	0.050	26.09	26.82	31.91	0.045	31/1/2024
MY EG SERVICES BHD-L	0.095	26.18	15.81	0.90	0.090	30/8/2023
ASTRO MALAYSIA HOLDINGS BHD-C45	0.010	28.07	21.44	7.18	0.005	10/11/2023
HANG SENG INDEX-OO	0.005	29.81	25.09	9.56	0.005	28/7/2023

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
WCE HOLDINGS BHD-WF	0.365	88.82	94.40	99.86	0.375	18/11/2029
SAMAIDEN GROUP BHD-WA	0.300	82.09	87.38	97.07	0.315	21/6/2026
GLOBETRONICS TECHNOLOGY BHD-C24	0.150	75.05	80.57	96.06	0.150	30/11/2023
LOTUS KFM BHD-WB	0.085	73.92	79.40	95.11	0.095	25/11/2024
MESTRON HOLDINGS BHD-WA	0.145	70.73	75.82	97.06	0.150	17/8/2026

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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