

30 May 2024

By Cheow Ming Liang | cheowml@kenanga.com.my Nigel Ng | nigel@kenanga.com.my

BURSA	29-May	Day chg	% chg
KLCI	1,605.4	-10.47	-0.65%
FTSE EMAS	12,244.5	-66.5	-0.54%
FTSE Smallcap	18,842.0	-80.27	-0.42%
FTSE MESDAQ	5,439.9	-49.7	-0.90%
KLSE Mkt Cap (RM'b)	1,941.0	-10.3	-0.53%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	265.5	45.2%
Local Retail	47.9	24.2%
Foreign	-313.4	30.6%

INDICES	29-May	Day chg	% chg
Dow Jones	38,441.5	-411.3	-1.06%
S&P 500	5,267.0	-39.1	-0.74%
NASDAQ	16,920.6	-99.3	-0.58%
FTSE-100	8,183.1	-71.1	-0.86%
Nikkei 225	38,556.9	-298.5	-0.77%
SHCOMP	3,111.0	1.4	0.05%
HSI	18,477.0	-344.2	-1.83%
STI	3,323.2	-6.9	-0.21%
KOSPI	2,677.3	-45.5	-1.67%
TWSE	21,662.5	-195.9	-0.90%
JCI	7,140.2	-113.4	-1.56%
SET	1,349.8	-12.9	-0.94%

FOREX	29-May	28-May	% chg
USD/MYR:	4.7045	4.6900	0.31%
EUR/USD:	1.0847	1.0878	-0.28%
GBP/USD:	1.2746	1.2779	-0.26%
USD/YEN:	157.23	156.87	0.23%
USD/SGD:	1.3498	1.3478	0.15%
USD/HKD:	7.8119	7.8110	0.01%

KEY STATS

KLCI Spot			
Vol (m shares):	4,738.5	4,865.6	-2.61%
Value (RMm):	3,690.0	3,795.6	-2.78%
KLCI Future			
May-24	1,608.5	1,617.5	-0.56%
June-24	1,608.5	1,617.5	-0.56%
CPO Price (RM/tonne)	4,034.0	3,960.0	1.87%
Soybean (US\$/bu)	1,214.0	1,229.5	-1.26%
SoyOil (USc/lb)	46.1	45.8	0.79%
Gold (US\$/troy oz)	2,341.2	2,356.5	-0.65%
Nymex crude oil (US\$/bbl)	79.2	79.8	-0.75%
Latex (RM/kg)	7.76	7.74	0.26%
Tin (US\$/mt)	33,889.0	33,724.2	0.49%

Research Highlights

NEWS HIGHLIGHTS

- Farm Fresh's full-year net profit rises 27.0% to RM63.5m on higher sales, lower costs
- Paramount to launch seven projects with RM2.4b GDV in 2024
- Fajarbaru bags RM15.7m additional contract to redevelop military facilities
- Mitrajaya unit bags RM86.6m data centre works contract
- Vizione wins RM250.0m construction job

MACRO BITS

- Global unemployment to slightly fall in 2024, UN labour body says
- IMF upgrades China's GDP growth forecasts but warns of risks ahead
- Anwar wants sukuk to be a core product in efforts to boost Islamic finance — Fahmi
- Miti, HR Ministry finalising incentives to bring home local talent, says Tengku Zafrul
- Malaysia should explore joint fund with Singapore to develop new semiconductor hub, says Ong Kian Ming
- Putrajaya lifts cabotage policy for cable-laying ships effective June 1
- Import foreign talent to address Malaysia's E&E brain drain, says MSIA chief
- China's property rescue to deliver modest GDP boost, survey shows
- BOJ policymaker hints at rate hike if yen's impact on inflation is big
- Restaurant workers' battle for higher minimum wage goes national
- U.S. bank profits jump 79.5% as large firms shake off failed bank costs
- ECB should not 'autopilot' into rate cuts, says Kazaks
- EU should delay implementing some bank rules if US drags feet, Villeroy says
- German inflation higher than expected ahead of ECB rates decision

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Results Note: AXIATA, CAPITALA, GENP, IHH, IJM, KERJAYA, MALAKOF, MEDIA, OCK, PCHEM, PETGAS, RHBBANK, WCT
- Company Update: MEDIAC

#	Top Volume			Top Gainer			Top Loser					
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	PBBANK	4.08	-1.0	34.80	YTLPOWR	5.25	5.0	21.30	AXIATA	2.74	-3.5	7.06
2	YTLPOWR	5.25	5.0	21.30	YTL	3.84	4.1	16.20	CELCOMDIGI	3.86	-3.5	5.52
3	CIMB	6.87	-0.6	19.50	MRDIY	1.83	1.1	6.28	KLK	21.36	-2.8	2.35
4	MAYBANK	9.90	-0.9	18.60	HLBANK	19.30	-0.1	0.71	SIME	2.80	-2.1	10.60
5	YTL	3.84	4.1	16.20	PETGAS	18.28	-0.1	0.76	SIMEPLT	4.24	-2.1	5.00
6	SIME	2.80	-2.1	10.60	NESTLE	127.70	-0.2	0.06	IOICORP	3.87	-1.5	4.60
7	AMBANK	4.22	-0.9	10.50	IHH	6.19	-0.2	3.49	GENTING	4.78	-1.2	7.10
8	GENM	2.76	-0.7	8.84	PETDAG	19.50	-0.3	0.61	PCHEM	6.73	-1.0	2.74
9	GENTING	4.78	-1.2	7.10	RHBBANK	5.48	-0.4	6.16	PBBANK	4.08	-1.0	34.80
10	AXIATA	2.74	-3.5	7.06	PMETAL	5.37	-0.4	5.97	AMBANK	4.22	-0.9	10.50

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **Farm Fresh's full-year net profit rises 27.0% to RM63.5m on higher sales, lower costs**

Farm Fresh Bhd's net profit for the financial year ended March 31, 2024 (FY2024) rose 27.0% to RM63.5m, from RM50.1m a year ago, as full-year revenue surged to RM810.4m from RM629.7m. Earnings per share stood at 3.40 sen, versus 2.69 sen previously. Farm Fresh said its net profit for the fourth quarter rose to RM23.9m from RM4.9m. The company did not declare any dividend. (*The Edge Markets*)

- **Paramount to launch seven projects with RM2.4b GDV in 2024**

Paramount Corp Bhd targets to launch seven projects (including new phases of existing projects) in 2024 with a projected gross development value (GDV) of RM2.4b, of which RM81.0m was launched in the first quarter of 2024. "Response is encouraging from the recently launched The Ashwood in May 2024, a luxury high rise residential development at the prestigious U-Thant enclave in Kuala Lumpur. With an expected GDV of RM781.0m and our largest launch of the year, The Ashwood offers 354 units of condominiums, duplexes, and low-rise villas on 3.59 acres of freehold land," said the group chief executive officer in a statement. Together with The Ashwood launch, Paramount expects to launch a total GDV of RM1.6b by the first half of 2024. (*The Star*)

- **Fajarbaru bags RM15.7m additional contract to redevelop military facilities**

Fajarbaru Builder Group Bhd has bagged an additional contract worth RM15.7m from the Australian Department of Defence (ADD). The group said its subsidiary Fajarbaru Builder Sdn Bhd had landed the contract for additional works to redevelop military facilities at the Royal Malaysian Air Force (RMAF) base in Butterworth. The head contract for the planning phase of the project was first awarded to a joint venture between Fajarbaru and Avionics Pty Ltd (APL) in July 2023, followed by a minor works contract in March 2024. (*The Edge Markets*)

- **Mitrajaya unit bags RM86.6m data centre works contract**

Mitrajaya Holdings Bhd's wholly owned unit Pembinaan Mitrajaya Sdn Bhd has bagged a works contract worth RM86.6m from Lendlease Projects (M) Sdn Bhd on Tuesday (May 28). Mitrajaya said the contract is for the foundation works of the NEXTDC KL1 data centre project in Petaling Jaya. "The contract will commence on June 13, 2024, and is expected to be completed by Dec 15, 2025," said the construction company. (*New Straits Times*)

- **Vizione wins RM250.0m construction job**

Vizione Holdings Bhd (VHB) has accepted a letter of award from Midlands City Sdn Bhd to design, build and deliver the construction for Phase 2 and 3 of a housing development in Semenyih, Selangor, worth RM250.0m. VHB said the project consists of two 15-storey apartment blocks of 446 units, as well as three 18-storey apartment blocks, with 446 units as well. "The date of commencement shall be on the date of issuance of architect instruction. The completion period shall be 36 months from the date of commencement," the company said. (*The Star*)



30 May 2024

Macro Bits

Global

- [Global unemployment to slightly fall in 2024, UN labour body says](#) The global unemployment rate is expected to fall slightly to 4.9% this year from 5.0% in 2023, even as inequalities in labour markets persist, the International Labour Organization (ILO) said on Wednesday. *(Reuters)*
- [IMF upgrades China's GDP growth forecasts but warns of risks ahead](#) China's economy is set to grow 5.0% this year, after a "strong" first quarter, the International Monetary Fund said on Wednesday, upgrading its earlier forecast of 4.6% expansion though it expects slower growth in the years ahead. *(Reuters)*

Malaysia

- [Anwar wants sukuk to be a core product in efforts to boost Islamic finance — Fahmi](#) Prime Minister Datuk Seri Anwar Ibrahim wants Islamic financial instruments such as sukuk to become one of the core products in the development of the Islamic finance sector. *(The Edge Markets)*
- [Miti, HR Ministry finalising incentives to bring home local talent, says Tengku Zafrul](#) To address the talent shortage in Malaysia, the Ministry of Investment, Trade and Industry (Miti), together with the Human Resources Ministry, is finalising some incentives to bring back highly-skilled local talent from abroad. *(The Edge Markets)*
- [Malaysia should explore joint fund with Singapore to develop new semiconductor hub, says Ong Kian Ming](#) Malaysia should explore the possibility of setting up a joint investment fund to develop a new semiconductor hub in the Johor-Singapore Special Economic Zone, said Professor Ong Kian Ming. *(The Edge Markets)*
- [Putrajaya lifts cabotage policy for cable-laying ships effective June 1](#) Transport Minister Anthony Loke Siew Fook has signed a gazette exempting all cable-laying ships from the cabotage policy, in a bid to boost investments in internet technology (IT) infrastructure in Malaysia, effective June 1. *(The Edge Markets)*
- [Import foreign talent to address Malaysia's E&E brain drain, says MSIA chief](#) To succeed in the artificial intelligence (AI) boom era, Malaysia must be open to attracting talent from around the world to make the country a regional electrical and electronics (E&E) powerhouse, said industry veteran Datuk Seri Wong Siew Hai. *(The Edge Markets)*

Asia Pacific

- [China's property rescue to deliver modest GDP boost, survey shows](#) China's most forceful attempt to shore up its beleaguered property market is expected to improve growth prospects modestly this year, according to economists surveyed by Bloomberg. *(Bloomberg)*
- [BOJ policymaker hints at rate hike if yen's impact on inflation is big](#) The Bank of Japan may raise interest rates if sharp falls in the yen boost inflation or the public's perception of future prices move more than expected, board member Seiji Adachi said on Wednesday. *(Reuters)*

Americas

- [Restaurant workers' battle for higher minimum wage goes national](#) US restaurants grappling with high costs and penny-pinching consumers are making a tough pitch to voters: that boosting pay to millions of workers is a bad idea. *(Bloomberg)*
- [U.S. bank profits jump 79.5% as large firms shake off failed bank costs](#) Profits for the U.S. banking sector surged 79.5% to USD64.2b in the first quarter of 2024, boosted primarily by large banks not shouldering billions in special fees they were directed to pay to recover costs incurred by bank failures last spring. *(Reuters)*

Europe

- [ECB should not 'autopilot' into rate cuts, says Kazaks](#) The European Central Bank shouldn't switch to "autopilot" in cutting interest rates following an expected first move next week, according to Governing Council member Martins Kazaks. *(Bloomberg)*
- [EU should delay implementing some bank rules if US drags feet, Villeroy says](#) The European Union "could and should" delay the implementation of certain bank capital rules if the U.S. drags its feet too long on fully implementing the Basel III rules, ECB policymaker Francois Villeroy de Galhau said on Wednesday. *(Reuters)*
- [German inflation higher than expected ahead of ECB rates decision](#) German inflation rose slightly more than forecast to 2.8% in May, although economists said an increase had been expected and should not alarm European Central Bank policymakers ahead of their interest rate decision next week. *(Reuters)*



30 May 2024

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
SEG INTERNATIONAL BHD	0.625	18.18	11.74	0.24	0.600
BERJAYA FOOD BHD	0.570	21.50	10.98	0.38	0.570

*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
BURSA MALAYSIA BHD	8.550	86.64	87.44	80.59	8.650
GUAN CHONG BHD	4.430	86.53	88.24	91.82	4.450
NOTION VTEC BHD	1.310	85.79	87.09	84.05	1.370
FAJARBARU BUILDER GROUP BHD	0.460	84.53	89.02	90.89	0.480
JCY INTERNATIONAL BHD	0.500	83.84	84.82	79.95	0.525
Y.S.P. SOUTHEAST ASIA HOLDING	2.980	83.65	84.51	79.03	3.180
CCK CONSOLIDATED HOLDINGS BH	1.590	82.94	82.23	73.39	1.660
TANCO HOLDINGS BHD	0.975	82.08	90.71	99.64	0.995
MALAYSIAN PACIFIC INDUSTRIES	39.500	81.78	83.75	84.37	40.000
MPHB CAPITAL BHD	1.640	80.86	84.93	94.12	1.650
HONG LEONG INDUSTRIES BHD	11.940	78.31	80.68	70.30	12.100
PARKSON HOLDINGS BHD	0.305	78.29	87.76	99.45	0.315
HARBOUR-LINK GROUP BHD	1.640	76.95	78.58	85.60	1.720
D&O GREEN TECHNOLOGIES BHD	3.770	76.04	81.23	92.75	3.790
V.S. INDUSTRY BERHAD	1.070	75.60	77.78	78.94	1.070
KELINGTON GROUP BHD	3.180	74.46	78.91	85.59	3.230
KLUANG RUBBER CO (M) BHD	6.270	74.03	72.58	54.52	6.500
KUMPULAN FIMA BHD	2.260	73.93	74.00	60.81	2.290
SALCON BHD	0.330	73.52	80.19	96.63	0.330
GHL SYSTEMS BERHAD	1.060	73.11	75.50	88.61	1.080
SYARIKAT TAKAFUL MALAYSIA KE	3.900	73.08	78.92	81.46	3.940
MENANG CORP MALAYSIA BHD	0.820	72.70	71.38	37.62	0.880
NEW HOONG FATT HOLDINGS BHD	4.490	71.98	74.84	71.53	4.700
SUNGEI BAGAN RUBBER (M)	6.590	71.94	69.24	51.47	6.890
WASCO BHD	1.570	71.19	76.26	93.24	1.580
DKSH HOLDINGS MALAYSIA BHD	5.240	71.13	73.37	65.16	5.380
PERDANA PETROLEUM BHD	0.420	71.00	74.52	83.73	0.430
IFCA MSC BHD	0.535	70.99	70.77	49.67	0.580
PENTAMASTER CORP BHD	4.810	70.42	74.46	76.41	4.870

*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
HANG SENG INDEX-UT	0.110	16.32	26.26	65.23	0.055	27/6/2024
HANG SENG INDEX-U6	0.100	21.56	34.15	66.49	0.050	30/7/2024
ANEKA JARINGAN HOLDINGS BHD-WA	0.075	25.39	19.15	10.30	0.040	20/6/2025
HANG SENG INDEX-S1	0.005	26.54	22.78	29.90	0.005	27/6/2024
LAGENDA PROPERTIES BHD-CD	0.030	28.67	21.30	3.20	0.025	30/10/2024
HANG SENG INDEX-UQ	0.015	29.41	30.23	68.68	0.005	27/6/2024
HANG SENG INDEX-S2	0.040	29.97	31.25	59.74	0.020	27/6/2024

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
GUAN CHONG BHD-C6	0.760	90.61	92.85	94.78	0.780	13/12/2024
TANCO HOLDINGS BHD-WC	0.640	84.23	90.55	99.07	0.655	25/8/2025
KELINGTON GROUP BHD-WB	1.820	80.71	85.48	93.70	1.850	24/7/2026
TENAGA NASIONAL BHD-I	0.145	78.85	82.41	91.62	0.145	31/12/2024
SALCON BHD-WB	0.070	75.34	84.47	99.13	0.070	19/7/2025
SOUTHERN CABLE GROUP BHD-WA	0.395	74.15	77.90	86.94	0.410	31/10/2027
SIME DARBY PROPERTY BHD-C28	0.245	70.98	69.18	48.74	0.325	30/10/2024
SIME DARBY PROPERTY BHD-C25	0.175	70.52	69.34	46.63	0.220	30/10/2024

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.***

This document has been prepared for general circulation based on information obtained from sources believed to be reliable but we do not make any representations as to its accuracy or completeness. Any recommendation contained in this document does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may read this document. This document is for the information of addressees only and is not to be taken in substitution for the exercise of judgement by addressees. Kenanga Investment Bank Berhad accepts no liability whatsoever for any direct or consequential loss arising from any use of this document or any solicitations of an offer to buy or sell any securities. Kenanga Investment Bank Berhad and its associates, their directors, and/or employees may have positions in, and may effect transactions in securities mentioned herein from time to time in the open market or otherwise, and may receive brokerage fees or act as principal or agent in dealings with respect to these companies. Kenanga Investment Bank Berhad being a full-service investment bank offers investment banking products and services and acts as issuer and liquidity provider with respect to a security that may also fall under its research coverage.

Published by:

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