

05 July 2024

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BURSA	4-Jul	Day chg	% chg
KLCI	1,616.8	1.43	0.09%
FTSE EMAS	12,476.7	16.0	0.13%
FTSE Smallcap	19,783.2	14.15	0.07%
FTSE MESDAQ	5,959.8	-14.5	-0.24%
KLSE Mkt Cap (RM'b)	1,975.2	1.7	0.09%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	-21.7	46.6%
Local Retail	-64.6	23.4%
Foreign	86.3	29.8%

INDICES	4-Jul	Day chg	% chg
Dow Jones	N.A.	N.A.	N.A.
S&P 500	N.A.	N.A.	N.A.
NASDAQ	N.A.	N.A.	N.A.
FTSE-100	8,241.3	70.1	0.86%
Nikkei 225	40,913.7	332.9	0.82%
SHCOMP	2,957.6	-24.8	-0.83%
HSI	18,028.3	49.7	0.28%
STI	3,439.9	24.4	0.71%
KOSPI	2,824.9	30.9	1.11%
TWSE	23,522.5	350.1	1.51%
JCI	7,220.9	24.1	0.34%
SET	1,301.0	6.3	0.49%

FOREX	4-Jul	3-Jul	% chg
USD/MYR:	4.7090	4.7195	-0.22%
EUR/USD:	1.0801	1.0758	0.40%
GBP/USD:	1.2757	1.2700	0.45%
USD/YEN:	161.06	161.94	-0.54%
USD/SGD:	1.3515	1.3564	-0.36%
USD/HKD:	7.8092	7.8118	-0.03%

KEY STATS

KLCI Spot			
Vol (m shares):	4,930.1	5,467.9	-9.84%
Value (RMm):	3,791.0	3,991.0	-5.01%
KLCI Future			
July-24	1,624.5	1,621.0	0.22%
August-24	1,627.0	1,623.5	0.22%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	N.A.	1,157.8	N.A.
SoyOil (USc/lb)	N.A.	48.4	N.A.
Gold (US\$/troy oz)	N.A.	2,369.4	N.A.
Nymex crude oil (US\$/bbl)	N.A.	83.9	N.A.
Latex (RM/kg)	6.86	6.88	-0.29%
Tin (US\$/mt)	33,078.0	33,160.0	-0.25%

Research Highlights

NEWS HIGHLIGHTS

- Naim sells 180.8ha Kuching land for RM223.4m
- MMAG's air cargo unit inks interline deal with Teleport
- Awantec bags RM25.7m contract to provide cloud-based solutions to all schools under MOE
- Toyo Ventures confirms termination of Song Hau 2 thermal power plant project in Vietnam
- Newly listed Ocean Fresh looking eastward for fish supply

MACRO BITS

- US-led debt increase across G-7 stokes S&P and scope concerns
- Xi urges regional bloc to protect supply chain from US curbs
- EU probes into Chinese subsidies and imports
- Malaysia, Thailand to set up joint task force to boost bilateral trade to USD30.0b by 2027
- Miti: MYR195.0b approved investments for manufacturing sector from January 2023-March 2024
- Armizan: Targeted fuel subsidy resulted in decrease in diesel seizures
- Zafrul sees 3,000.0 5G-driven smart factories by 2030, contributing MYR36.8b to GDP
- Works Ministry closely monitoring construction material prices, says Nanta
- China warns prolonged heatwave may damage rice, cotton crops
- Indonesia says 2025 budget deficit may be smaller than expected
- Canada posts third straight monthly trade deficit in May
- Lane says ECB still has some concerns about domestic inflation
- ECB officials looked past some inflation worries with rate cut

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Company Update: KEYFIELD, MAYBANK, OCK
- Rating Summary
- Economic Viewpoint: 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	SUNWAY	3.95	0.0	25.98	MRDIY	1.94	2.1	10.67	AXIATA	2.57	-2.3	7.98
2	CIMB	7.00	0.6	25.49	PMETAL	5.93	0.9	9.84	MAXIS	3.45	-2.3	4.00
3	YTL	3.81	0.3	20.39	MAYBANK	10.10	0.8	5.84	SIME	2.60	-1.5	17.24
4	SIME	2.60	-1.5	17.24	QL	6.54	0.6	1.96	KLK	20.28	-1.4	0.53
5	PBBANK	4.05	0.0	16.28	CIMB	7.00	0.6	25.49	PETDAG	17.24	-0.9	0.47
6	YTLPOWR	5.32	0.4	16.09	GENTING	4.69	0.4	1.67	PPB	14.18	-0.7	0.29
7	MRDIY	1.94	2.1	10.67	TENAGA	14.24	0.4	6.79	MISC	8.84	-0.7	4.04
8	PMETAL	5.93	0.9	9.84	YTLPOWR	5.32	0.4	16.09	CELCOMDIGI	3.62	-0.6	2.19
9	IHH	6.33	0.0	8.79	PETGAS	18.00	0.3	0.07	HLBANK	19.26	-0.4	0.72
10	AXIATA	2.57	-2.3	7.98	TM	6.84	0.3	6.19	GENM	2.53	-0.4	6.12

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **Naim sells 180.8ha Kuching land for RM223.4m**

Naim Holdings Bhd, a pioneering property developer in Sarawak, has sold 180.8 hectares of land in Kuching that was acquired some 16 years ago for RM223.4m. Naim said the disposal was a strategic step to inject working capital and pare down part of its debts of some RM437.0m as at March 31 2024. "This decision is a part of their ongoing commitment to ensure long-term sustainability of their business operations in the current tight property market. This will provide an opportunity to realise gains and unlock the value of its investments after 16 years of holding," it said. (*New Straits Times*)

- **MMAG's air cargo unit inks interline deal with Teleport**

MMAG Holdings Bhd said its 80.0%-owned cargo unit MJets Air Sdn Bhd has inked a cargo interline agreement with Capital A Bhd's logistics arm Teleport Everywhere Pte Ltd to improve cargo operations. MJets and Teleport have agreed to carry out each other's cargo shipments on designated routes. The agreement is initially valid for one year, from July 1, 2024, to July 31, 2025, and both parties have the option to extend the agreement for an additional year. The charges will be determined based on the actual completed transport by each party during the duration and validity of the agreement. (*The Edge Markets*)

- **Awantec bags RM25.7m contract to provide cloud-based solutions to all schools under MOE**

AwanBiru Technology Bhd, a technology and talent digitalisation enabler, has bagged a RM25.7m contract from the Ministry of Education (MOE) to provide cloud-based solutions, such as Google Workspace for Education and Google Cloud Platform, to all schools under the MOE. Awantec is of the view that the project presents a positive opportunity for the group, as it aligns with its strategic goals and will contribute to its growth and success. Awantec said its wholly owned subsidiary Awantec Systems Sdn Bhd (ASSB) had accepted a letter of award (LOA) issued by the MOE. (*The Edge Markets*)

- **Toyo Ventures confirms termination of Song Hau 2 thermal power plant project in Vietnam**

Toyo Ventures Holdings Bhd, whose share price plunged to its lowest in over one month on Thursday (July 4), has confirmed the termination of the Song Hau 2 thermal power plant project by the Vietnamese government. Toyo Ventures said its wholly-owned subsidiary, Song Hau 2 Power Company Limited (SH2P), had received a letter from Vietnam's Ministry of Industry and Trade (MOIT) on July 1, 2024. MOIT's letter stated that the 90-day period since the issuance of the "Notice of Intention to Terminate" to the company had expired, however, "SH2P has still not remedied the financial arrangement" for the thermal power project. (*The Edge Markets*)

- **Newly listed Ocean Fresh looking eastward for fish supply**

Ocean Fresh Bhd, which surged 204% in its trading debut on Thursday (July 4), said that the company is planning to expand its fish supply in East Malaysia as the region has abundant fish resources. "The coast in Eastern Malaysia is very long and there is plenty of supply of fish, and certainly there is an area that we have identified that we will procure supply from them," said its executive director at a press conference after the listing. The company has sourced its seafood supplies from Sabah in the last five years, while it recently has collaborated with a supplier in Kudat, Sabah for supply. Besides Malaysia, Ocean Fresh also sources its seafood products from overseas suppliers hailing from India, Indonesia, China and the Philippines. (*The Edge Markets*)



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Macro Bits

Global

- [US-led debt increase across G-7 stokes S&P and scope concerns](#) Relentlessly rising debt in the US and rich-world peers was highlighted by two credit-assessment companies, with S&P Global Ratings warning that only acute market pressure can alter the trajectory. *(Bloomberg)*
- [Xi urges regional bloc to protect supply chain from US curbs](#) Chinese President Xi Jinping called on members of a regional security bloc to push back against US restrictions on high-tech exports and maintain supply chain stability. *(Bloomberg)*
- [EU probes into Chinese subsidies and imports](#) The European Union will impose tariffs of up to 37.6% from July 5 on imported electric vehicles made in China, ratcheting up trade tension with Beijing, in a latest effort to protect home-grown manufacturers. *(Reuters)*

Malaysia

- [Malaysia, Thailand to set up joint task force to boost bilateral trade to USD30.0b by 2027](#) Malaysia and Thailand have agreed to set up a joint task force focusing on streamlining border trade and investments in both countries to achieve USD30.0b (MYR141.29b) in bilateral trade by 2027. *(The Edge Markets)*
- [Miti: MYR195.0b approved investments for manufacturing sector from January 2023-March 2024](#) The manufacturing sector, under the purview of the Ministry of Investment, Trade and Industry (Miti) and the Malaysian Investment Development Authority (Mida), recorded MYR194.9b worth of approved investments from January 2023 to March 2024. *(The Edge Markets)*
- [Armizan: Targeted fuel subsidy resulted in decrease in diesel seizures](#) The diesel subsidy targeting measure implemented on June 10 has seen a decrease in diesel seizures of as much as 87.0%, said Domestic Trade and Cost of Living Minister Datuk Armizan Mohd Ali. *(The Edge Markets)*
- [Zafrul sees 3,000.0 5G-driven smart factories by 2030, contributing MYR36.8b to GDP](#) Three thousand smart factories powered by 5G, which will be in operation by 2030, are expected to contribute MYR36.8b to national gross domestic product (GDP). *(The Edge Markets)*
- [Works Ministry closely monitoring construction material prices, says Nanta](#) The Ministry of Works is closely monitoring developments in the construction industry, particularly concerning rising prices of construction materials and raw materials, following the removal of diesel subsidies in June. *(The Edge Markets)*

Asia Pacific

- [China warns prolonged heatwave may damage rice, cotton crops](#) China's weather bureau warned on Thursday that a prolonged heatwave forecast in the country's eastern, central and southern regions in July may hit production of rice and cotton, as extreme weather continues to threaten its food production. *(Reuters)*
- [Indonesia says 2025 budget deficit may be smaller than expected](#) Indonesian lawmakers agreed to a wider target range for the budget deficit for next year, with a likelihood that the shortfall could be smaller than previously estimated. *(Bloomberg)*

Americas

- [Canada posts third straight monthly trade deficit in May](#) Canada recorded a bigger-than-expected trade deficit of CAD1.93b (USD1.41b) in May, the third consecutive monthly shortfall, as exports declined faster than imports, data showed on Wednesday. *(Reuters)*

Europe

- [Lane says ECB still has some concerns about domestic inflation](#) The European Central Bank isn't fully convinced that price pressures generated in the euro area are sufficiently contained, according to Chief Economist Philip Lane. *(Bloomberg)*
- [ECB officials looked past some inflation worries with rate cut](#) European Central Bank officials looked past concern over longer-term inflation in cutting interest rates last month — arguing that waiting for a fully complete picture on prices would make them act too late, an account of their policy meeting showed. *(Bloomberg)*

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

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
NEW HOONG FATT HOLDINGS BHD	2.000	27.84	19.73	14.26	1.980
POS MALAYSIA BERHAD	0.440	28.03	18.81	1.96	0.440
ATRIUM REAL ESTATE INVESTMEN	1.240	28.96	28.76	33.73	1.220

*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
HUP SENG INDUSTRIES BHD	1.290	81.94	84.58	97.60	1.300
WCT HOLDINGS BHD	1.020	78.56	82.50	96.89	1.040
UNITED U-LI CORP BHD	2.210	78.45	82.89	95.85	2.210
WESTPORTS HOLDINGS BHD	4.460	77.76	82.87	94.44	4.560
EG INDUSTRIES BHD	2.040	77.02	78.79	71.20	2.120
SUNWAY CONSTRUCTION GROUP BH	4.130	75.71	77.90	84.11	4.250
BURSA MALAYSIA BHD	9.060	75.54	75.56	77.76	9.110
IRIS CORP BHD	0.510	73.66	75.93	88.58	0.520
HIAP TECK VENTURE BHD	0.485	73.32	80.83	97.92	0.490
EVERGREEN FIBREBOARD BHD	0.415	72.10	73.98	74.77	0.430
IFCA MSC BHD	0.870	71.05	68.56	52.83	0.930

*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
NIKKEI 225-HC	0.235	21.33	12.45	0.68	0.230	13/9/2024
IOI PROPERTIES GROUP BHD-C24	0.060	25.23	15.28	6.25	0.060	30/10/2024
HANG SENG INDEX-XV	0.120	27.49	31.58	58.48	0.090	29/8/2024

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
SKB SHUTTERS CORP BHD-WA	0.485	83.72	88.09	96.03	0.585	10/2/2025
EG INDUSTRIES BHD-WD	0.625	81.55	82.76	79.84	0.670	31/12/2028
WCT HOLDINGS BHD-C25	0.330	80.51	85.33	98.77	0.330	25/9/2024
YONG TAI BHD-WB	0.305	80.43	85.96	98.07	0.310	22/8/2027
SUNWAY CONSTRUCTION GROUP BHD-C13	0.370	72.79	71.51	62.77	0.415	30/10/2024
SUNWAY CONSTRUCTION GROUP BHD-C8	0.525	70.97	71.53	73.81	0.570	26/11/2024

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.**

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