

28 June 2024

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BURSA	27-Jun	Day chg	% chg
KLCI	1,584.9	-6.01	-0.38%
FTSE EMAS	12,160.8	-49.9	-0.41%
FTSE Smallcap	19,148.1	-137.04	-0.71%
FTSE MESDAQ	5,689.0	-34.3	-0.60%
KLSE Mkt Cap (RM'b)	1,925.2	-9.3	-0.48%

**BURSA DAILY TRADING PARTICIPATION**

Participation	Net (RM m)	Value (%)
Local Institution	203.3	46.5%
Local Retail	62.4	21.6%
Foreign	-265.7	31.9%

INDICES	27-Jun	Day chg	% chg
Dow Jones	39,164.1	36.3	0.09%
S&P 500	5,482.9	5.0	0.09%
NASDAQ	17,858.7	53.5	0.30%
FTSE-100	8,179.7	-45.6	-0.55%
Nikkei 225	39,341.5	-325.5	-0.82%
SHCOMP	2,945.9	-26.7	-0.90%
HSI	17,716.5	-373.5	-2.06%
STI	3,343.4	11.7	0.35%
KOSPI	2,784.1	-8.0	-0.29%
TWSE	22,906.0	-80.7	-0.35%
JCI	6,968.0	62.3	0.90%
SET	1,309.5	-9.7	-0.73%

FOREX	27-Jun	26-Jun	% chg
USD/MYR:	4.7175	4.7163	0.03%
EUR/USD:	1.0704	1.0685	0.18%
GBP/USD:	1.2652	1.2656	-0.03%
USD/YEN:	160.44	160.30	0.09%
USD/SGD:	1.3566	1.3575	-0.07%
USD/HKD:	7.8084	7.8079	0.01%

**KEY STATS**

KLCI Spot			
Vol (m shares):	4,228.9	4,727.5	-10.55%
Value (RMm):	3,134.5	3,220.7	-2.67%
KLCI Future			
June-24	1,582.0	1,596.5	-0.91%
July-24	1,582.0	1,596.5	-0.91%
CPO Price (RM/tonne)	3,890.0	3,879.0	0.28%
Soybean (US\$/bu)	1,152.3	1,162.8	-0.90%
SoyOil (USc/lb)	43.7	43.7	0.02%
Gold (US\$/troy oz)	2,336.6	2,313.2	1.01%
Nymex crude oil (US\$/bbl)	81.7	80.9	1.04%
Latex (RM/kg)	7.23	7.31	-1.10%
Tin (US\$/mt)	31,955.0	31,800.0	0.49%

# Research Highlights

**NEWS HIGHLIGHTS**

- Tropicana Corp partners with Maybank for home financing solutions
- Crescendo's net profit soars to RM289mil in 1Q from data centre land sales
- Sapura Energy's 1QFY2025 net profit down 44% amid RM117m loss on liquidation of subsidiary
- PBA Holdings expects better performance going forward
- SSF Home Group 4Q24 net profit jumps 212.6%

**MACRO BITS**

- US, Japan, South Korea vow strategic cooperation to boost security, economies
- US reiterates 'ironclad' commitment to Philippines amid China actions in South China Sea
- Malaysia needs to address workforce challenges to execute economic plans — Tengku Zafrul
- Zafrul hopeful German TVET, MYR1.2b NSS funding will help address semicon talent crunch
- Diesel subsidy appeals to be presented to Cabinet for consideration after review
- S&P affirms Malaysia's sovereign ratings at A-, outlook 'stable'
- Fitch maintains Malaysia's sovereign credit rating at BBB+ with 'stable' outlook
- DOSM: Malaysia's producer price index up 1.4% in May 2024
- China's industrial profits growth slows sharply in May
- Japan May retail sales rise 3.0% year-on-year, exceeding expectations
- Fed's Bostic sees year-end rate cut as inflation shows progress
- US weekly jobless claims, equipment spending data point to slowing economy
- US pending home sales Index slides to record low on high rates
- Bank of England likely to cut rates in August, former MPC member says
- Starting pay for UK jobs up 6.5% on year in May, job ads show

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

- Market Strategy: 3QCY24 Investment Strategy
- Results Note: UMCCA
- Rating Summary
- Economic Viewpoint: BSP Rate Decision, 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	6.77	0.2	23.10	PETDAG	17.26	0.7	0.39	PCHEM	6.33	-2.9	2.01
2	SIME	2.61	-1.1	17.80	GENM	2.55	0.4	6.85	AXIATA	2.54	-2.3	11.40
3	PBBANK	4.00	-0.3	15.70	TM	6.78	0.3	10.50	MAXIS	3.45	-2.3	2.14
4	SUNWAY	3.57	-1.4	15.60	RHBBANK	5.50	0.2	3.53	CDB	3.47	-2.0	3.32
5	MAYBANK	9.96	0.0	11.60	IHH	6.28	0.2	5.27	SDG	4.20	-1.4	9.11
6	AXIATA	2.54	-2.3	11.40	CIMB	6.77	0.2	23.10	SUNWAY	3.57	-1.4	15.60
7	YTLPOWR	4.80	-0.2	10.80	TENAGA	13.94	0.1	8.43	SIME	2.61	-1.1	17.80
8	TM	6.78	0.3	10.50	HLBANK	19.28	0.0	0.94	GENTING	4.67	-1.1	6.43
9	YTL	3.39	0.0	9.62	MAYBANK	9.96	0.0	11.60	MRDIY	1.90	-1.0	4.79
10	SDG	4.20	-1.4	9.11	MISC	8.55	0.0	1.70	KLK	20.52	-0.8	0.95

Notes: # KL Composite Index (FBMKLCI) component stocks

## Corporate News

- **Tropicana Corp partners with Maybank for home financing solutions**

Tropicana Corp Bhd has partnered with Malayan Banking Bhd to provide home financing solutions to Tropicana homeowners under the Maybank MyDeco Financing scheme. In a media statement on Thursday, the developer said the scheme provides homeowners with the flexibility to integrate Maybank MyDeco Financing with their existing Maybank housing loan with an additional 30% margin of finance or up to a combined total of 120% of property value or a maximum of RM250k — whichever is lower, with a financing tenure of up to 10 years. Also, the effective interest or profit rate is as low as 4.4% per annum. (*The Edge Markets*)

- **Crescendo's net profit soars to RM289m in 1Q from data centre land sales**

Crescendo Corporation Bhd's net profit for the first quarter ended April 30, 2024 (1Q) surged to RM289m from RM13.2m in the corresponding period a year ago, due to land sales for a data centre in Nusa Cemerlang Industrial Park in Johor. Revenue also soared to a record high of RM527.3m compared to RM58.3m previously, largely from property development and construction operations, which contributed more than 90 per cent in 1Q, it said in a filing to Bursa Malaysia today. (*The Star*)

- **Sapura Energy's 1QFY2025 net profit down 44% amid RM117m loss on liquidation of subsidiary**

Sapura Energy Bhd's net profit shrunk nearly 44% to RM82.1m for the first quarter ended April 30, 2024 (1QFY2025) from RM146.1m the year before, no thanks to a RM117.8m loss resulting from the liquidation of a subsidiary. In addition, the group's foreign exchange gains came in much lower at RM52.4m in 1QFY2025, compared with RM217.6m a year ago. (*The Edge Markets*)

- **PBA Holdings expects better performance going forward**

PBA Holdings Bhd said the rise in water tariff rates will put it in a better position to finance urgently needed water projects to meet Penang's increasing water demand. Its group chief executive officer (CEO) said the new rate of 0.86 sen per cubic metre (m<sup>3</sup>) for up to 35 m<sup>3</sup> of monthly usage is positive for the company's revenue, and will help raise funding to implement major water supply engineering projects. (*The Edge Markets*)

- **SSF Home Group 4Q24 net profit jumps 212.6%**

The retailer in furniture, home décor, and home living products posted a net profit of RM6.2m in the fourth quarter ended April 30, marking a significant improvement of 212.6% from RM2m in the immediate preceding quarter (3Q24). Its revenue stood at RM50.6m for the quarter, up 34.1% from RM37.7m in 3Q24, driven by heightened sales activities during key seasonal periods such as Chinese New Year and Hari Raya Aidilfitri. (*The Star*)

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## Macro Bits

### Global

- [US, Japan, South Korea vow strategic cooperation to boost security, economies](#) Commerce and trade ministers from the United States, Japan and South Korea vowed on Wednesday to cooperate on strategic issues including artificial intelligence (AI) safety, export controls, clean energy and semiconductor supply chains. *(Reuters)*
- [US reiterates 'ironclad' commitment to Philippines amid China actions in South China Sea](#) The United States reaffirmed its commitment to the Philippines' security amid China's actions in the South China Sea, the White House said on Thursday after talks between the two countries' national security advisers. *(Reuters)*

### Malaysia

- [Malaysia needs to address workforce challenges to execute economic plans — Tengku Zafrul](#) The country needs to address the challenges faced in developing the right human workforce, particularly the engineering profession as it moves towards the successful execution of the government's economic plans, namely the New Industrial Master Plan (NIMP) 2030 and the National Semiconductor Strategy (NSS). *(The Edge Malaysia)*
- [Zafrul hopeful German TVET, MYR1.2b NSS funding will help address semicon talent crunch](#) Investment, Trade and Industry Minister Tengku Datuk Seri Zafrul Abdul Aziz on Thursday expressed hope that the German Vocational Education and Training (TVET), or German Dual Vocational Training, will be intensified to address talent shortage in the domestic semiconductor sector. *(The Edge Malaysia)*
- [Diesel subsidy appeals to be presented to Cabinet for consideration after review](#) The appeals from various parties to be considered for diesel subsidies will be presented to the Cabinet for consideration after being reviewed. *(The Edge Malaysia)*
- [S&P affirms Malaysia's sovereign ratings at A-, outlook 'stable'](#) S&P Global Ratings on Thursday affirmed Malaysia's sovereign ratings at A- and "stable" outlook, citing steady growth momentum and potential modest fiscal improvements. *(The Edge Markets)*
- [Fitch maintains Malaysia's sovereign credit rating at BBB+ with 'stable' outlook](#) Fitch Ratings (Fitch) has maintained Malaysia's sovereign credit ratings at BBB+ with a "stable" outlook, underpinned by a diversified economy and export base. *(The Edge Markets)*
- [DOSM: Malaysia's producer price index up 1.4% in May 2024](#) Malaysia's producer price index (PPI), which measures the price changes of goods at the producer level, increased by 1.4% year-on-year (y-o-y) in May 2024 from 1.9% in the previous month, said the Department of Statistics Malaysia (DOSM). *(The Edge Markets)*

### Asia Pacific

- [China's industrial profits growth slows sharply in May](#) China's industrial profits rose at a sharply slower pace in May, official data showed on Thursday, underlining the struggles faced by the world's second-largest economy as weak domestic demand crimps overall growth. *(Reuters)*
- [Japan May retail sales rise 3.0% year-on-year, exceeding expectations](#) Japanese retail sales rose 3.0% in May from a year earlier, government data showed on Thursday. *(Reuters)*

### Americas

- [Fed's Bostic sees year-end rate cut as inflation shows progress](#) Federal Reserve Bank of Atlanta President Raphael Bostic said he continues to expect one interest rate cut this year in the fourth quarter, unchanged from his view in March, amid signs inflation has resumed its decline. *(Bloomberg)*
- [US weekly jobless claims, equipment spending data point to slowing economy](#) First-time applications for U.S. unemployment benefits drifted lower last week, but the number of people on jobless rolls jumped to a 2-1/2 year high in mid-June, suggesting that labor market conditions were easing amid slowing economic growth. *(Reuters)*
- [US pending home sales index slides to record low on high rates](#) An index of US pending existing-home sales unexpectedly fell in May to the lowest level on record as elevated mortgage rates and high prices discouraged prospective buyers. *(Bloomberg)*

### Europe

- [Bank of England likely to cut rates in August, former MPC member says](#) The Bank of England is likely to cut interest rates soon, "probably in August", as long as inflation and wage data align with the Monetary Policy Committee's (MPC) May forecasts, a former MPC member said on Thursday. *(Reuters)*
- [Starting pay for UK jobs up 6.5% on year in May, job ads show](#) Average starting pay for British jobs rose in May at the fastest pace in four months despite a 20.0% annual fall in the number of jobs on offer, figures from hiring platform Indeed showed, adding to the mixed picture on the inflation 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
ATRIUM REAL ESTATE INVESTMEN	1.270	21.96	13.50	0.35	1.260
CSC STEEL HOLDINGS BHD	1.310	23.09	15.36	2.53	1.290
CHIN TECK PLANTATIONS BHD	7.330	27.79	17.42	1.34	7.320
SCICOM (MSC) BHD	0.890	27.93	28.98	35.05	0.875
PETRON MALAYSIA REFINING & M	4.530	28.94	23.40	8.92	4.500
NESTLE (MALAYSIA) BERHAD	121.500	29.23	23.01	4.29	121.100

\*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
EG INDUSTRIES BHD	1.970	78.52	82.08	83.20	2.080
IFCA MSC BHD	0.785	74.83	73.94	76.41	0.800
HUP SENG INDUSTRIES BHD	1.160	71.42	68.91	58.24	1.300
TANCO HOLDINGS BHD	1.080	71.20	72.70	82.83	1.090
BURSA MALAYSIA BHD	8.850	71.00	67.52	61.37	8.890

\*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
PUBLIC BANK BHD-C	0.030	16.81	11.43	0.63	0.030	20/12/2024
HANG SENG INDEX-XV	0.110	21.99	21.90	8.89	0.110	29/8/2024
GENTING MALAYSIA BHD-U	0.055	22.41	15.35	0.32	0.055	20/12/2024
YTL POWER INTERNATIONAL BHD-C56	0.050	23.04	17.78	3.95	0.045	28/3/2025
MALAYSIAN RESOURCES CORP BHD-C99	0.020	25.39	22.44	21.37	0.020	27/9/2024
HANG SENG INDEX-XQ	0.035	26.12	25.35	11.04	0.035	29/8/2024
IOI PROPERTIES GROUP BHD-C24	0.070	26.20	13.84	0.71	0.065	30/10/2024
CYPARK RESOURCES BHD-CA	0.020	26.62	22.60	13.71	0.020	23/9/2024
CELCOMDIGI BHD-C56	0.015	28.07	24.58	7.79	0.015	29/11/2024
GENTING MALAYSIA BHD-T	0.025	29.57	28.04	32.80	0.020	29/11/2024
UWC BHD-C5	0.025	29.84	20.67	1.55	0.025	30/9/2024

Source: Bloomberg

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

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
NOTION VTEC BHD-WD	1.880	79.45	74.96	63.49	2.050	7/5/2029
EG INDUSTRIES BHD-WD	0.385	74.96	78.64	79.86	0.445	31/12/2028
MN HOLDINGS BHD-WA	0.750	74.00	75.07	87.96	0.770	2/3/2028
AHB HOLDINGS BHD-WC	0.070	70.32	74.25	85.17	0.075	20/5/2029

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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