

Trudging lower

Market Review

Malaysia: The FBM KLCI (-1.1%) reversed all its previous session gains, taking cue from weakness on Wall Street overnight as the key index slipped -2.5% WoW. The lower liners sank lower, while the construction sector (+1.7%) was the sole winner on the negative broader market.

Global markets: Wall Street ended mixed as the Dow (-0.1%) edged mildly lower on a choppy trading session, but the S&P 500 (+0.2%) and Nasdaq (+1.4%) advanced on bargain hunting activities in beaten down technology stocks. The European stock markets ended mixed, but Asia stock markets closed mostly negative.

The Day Ahead

The FBM KLCI extended its whipsaw moves on Friday in a broad sell-off amid growing worries on inflationary pressure and recession fears. As sentiment on Wall Street remained fragile following the mixed performance overnight, we foresee investors to remain cautious in the near future. Any of the rebound move is likely to be short-lived as traders might be adopting a selling-into-strength strategy for now. The head of NATO warned of a long Russia-Ukraine war, which may prolong inflation and further derail global economic recovery. On the commodities market, the Brent oil price traded below USD115, while the CPO price hovered below RM5,500.

Sector focus: Investors may stay defensive to invest within the REITs and consumer stocks as volatility continue to strike the market. Meanwhile, we expect traders to pick up based down stocks within the technology sector given the overnight rebound on Nasdaq.

FBMKLCI Technical Outlook



Bloomberg

The FBM KLCI reached a new 52-week low on Friday on the back of heightened selling pressure. Technical indicators remained negative as the MACD Histogram has extended a negative bar, while the RSI hovered below the oversold 30 level. Support is located along 1,430-1,450, while the resistance is set at 1,500-1,530.

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Market Scorecard

Key indices	Last price	Change (%)
Dow Jones	29,888.78	-0.13
S&P 500	3,674.84	0.22
NASDAQ	10,798.35	1.43
FBM KLCI	1,456.74	-1.09
FBM Small Cap	14,338.91	-1.38
FBM ACE	4,833.98	0.40
Construction	155.93	1.70
Consumer	549.31	-2.46
Energy	719.89	-2.54
Financial Services	16,305.84	-0.33
Healthcare	1,669.81	-1.17
Ind Products	186.31	-1.33
Plantation	7,218.23	-1.36
Property	638.62	-0.83
REITs	800.04	-0.36
Technology	63.00	-0.69
Telco & Media	554.52	-1.55
Transport	810.62	-0.85
Utilities	821.11	-0.73
Trading Vol (m)	3,056.91	23.48
Trading Val (RM m)	3,019.01	64.05
Advance/ Decline	38%	
FKLI	1,449.50	-0.85
FCPO (RM)	5,454.00	-0.35
Brent oil (USD)	113.12	0.75
Gold (USD)	1,839.39	-0.97
USD	4.402	0.03
GBP	5.4207	-1.49
EURO	4.63	-0.99
SGD	3.1766	-0.18

Trading participation 5-day trend and value (m)		
Institution	Retail	Foreign
288.8	222.8	-511.6

Source: Bloomberg, Bursa Market Place

Company Brief

Axiata Group Bhd and **Digi.com Bhd** have mutually agreed to extend the long stop date of their share purchase agreement (SPA) for the proposed merger of Celcom Axiata Bhd and Digi. The new date is on 31st December 2022, from 21st June 2022 all other terms and conditions of the SPA remain unchanged. (The Star)

Kossan Rubber Industries Bhd founder Tan Sri Lim Kuang Sia had in recent days raised his indirect stake in the rubber glove manufacturer after buying 7.1m shares in his first Kossan share buy in about three months after the Employees Provident Fund (EPF) sold Kossan shares on the open market as investors evaluated the impact of the Covid-19 vaccine-led economic recovery on the rubber glove manufacturing sector. (The Edge)

Datuk Jovian Mandagie has reported that **Caely Holdings Bhd** made a false announcement to Bursa Malaysia on 14th June 2022 regarding his alleged appointment as the executive vice chairman (EVC) of the company because there were no agreements indicating his acceptance of the appointment. Mandagie, however, admitted that he attended a meeting with Caely representative Datuk Loh Ming Choon on 20th June 2022 to discuss a potential collaboration with Caely. Notably, Jovian is the son-in-law of Prime Minister Datuk Seri Ismail Sabri Yaakob. (The Edge)

Bermaz Auto Bhd issued a fourth tranche of sukuk wakalah totalling RM100.0m, under its RM500.0m Islamic Commercial Papers (ICPs) programme, with the sukuk having a tenure of 6 months from the date of issuance. The proceeds raised may be used for refinancing existing financing or debt obligations (including any maturing sukuk wakalah) as well as for working capital and investment purposes. (The Edge)

TH Plantations Bhd has completed the lodgement of a sukuk wakalah programme of up to RM1.08bn in nominal value with the Securities Commission Malaysia. The programme will have a perpetual tenure, with the proceeds of each sukuk wakalah issued under the programme utilised to finance or refinance any existing or future Islamic financing of the issuer. The proceeds will also be used to finance TH Plantations group's shariah-compliant business operation and for working capital purposes. (The Edge)

TSR Capital Bhd is disposing of a property in Port Dickson to Malaysia's McDonald's licensee Gerbang Alaf Restaurants Sdn Bhd. TSR Capital is selling part of a land measuring 36,617 sqf together with a McDonald's restaurant erected on it for RM6.0m. (The Edge)

LKL International Bhd has proposed to undertake a renounceable rights issue with free warrants to raise up to RM58.3m to fund its diversification into the pharmacy business. It is also planning a share consolidation exercise by consolidating every 10 existing shares into 1 share. (The Edge)

Technical Focus Tracker

Technical Focus Tracker											
No.	Companies	Report Date	Report Date Share Price (RM)	Resistance 1 (RM)	Resistance 2 (RM)	Long Term Target (RM)	Support (RM)	Cut Loss (RM)	Last Price (RM)	Change in Share Price (%)	Comments
1	AEON	13-Jun	1.530	1.690	1.750	1.800	1.420	1.410	1.430	-6.5%	On-going
2	PAVREIT	20-Jun	1.320	1.380	1.410	1.440	1.250	1.240	1.320	0.0%	Initiate position

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2Q22 Stock Picks											
No.	Companies	Report Date	Report Date Share Price (RM)	Resistance 1 (RM)	Resistance 2 (RM)	Long Term Target (RM)	Support (RM)	Cut Loss (RM)	Last Price (RM)	Change in Share Price (%)	Comments
1	AIRPORT	1-Apr	6.950	7.470	7.970	-	6.320	5.900	6.570	-5.5%	Closed on 9-May
2	ECONBHD	1-Apr	0.290	0.350	0.435	-	0.235	0.190	0.260	-10.3%	Closed on 9-May
3	OCK	1-Apr	0.425	0.460	0.505	-	0.405	0.375	0.400	-5.9%	Closed on 9-May
4	JAKS	1-Apr	0.325	0.375	0.430	-	0.310	0.275	0.320	-1.5%	Closed on 9-May
5	KGB	1-Apr	1.360	1.600	1.780	-	1.290	1.150	1.210	-11.0%	Closed on 9-May
6	ELKDESA	1-Apr	1.320	1.450	1.510	-	1.270	1.230	1.290	-2.3%	Closed on 9-May
7	HARTA	1-Apr	4.860	5.530	6.220	-	4.530	4.150	4.280	-11.9%	Closed on 9-May
8	BPPLAS	1-Apr	1.490	1.640	1.760	-	1.340	1.220	1.520	2.0%	Closed on 9-May
9	KMLOONG	1-Apr	1.920	2.050	2.210	-	1.850	1.740	1.950	1.6%	Closed on 9-May
10	PANTECH	1-Apr	0.695	0.750	0.800	-	0.660	0.620	0.695	0.0%	Closed on 9-May
Average Return										-4.5%	

Technical Focus Tracker Summary	
Total recommendations	234
Total winners	139
Total losers	94
Portfolio performance (2020)	292.2%
Accuracy (2020)	53.3%
Portfolio performance (2021)	314.6%
Accuracy (2021)	66.4%
Portfolio performance (2022)	6.4%
Accuracy (2022)	53.1%
FBM KLCI (Since 31/12/2021)	-7.1%
FBM Small Cap (Since 31/12/2021)	-9.0%
Malaysia GDP Growth (1Q22)	5.0%

Upcoming Dividend List

Stock	Entitlement	Description	Declare Date (DD)	Ex-Date	DD Price (RM)	Last Price (RM)	DY (%)	Price Chg Since DD (%)
IFCAMS (0023)	Final	RM0.01	25/2/2022	20/6/2022	RM0.30	RM0.30	3.4	-1.7
AMBAK (1015)	Final	RM0.05	3/6/2022	20/6/2022	RM3.74	RM3.73	1.3	-0.3
PETRONM (3042)	Regular Cash	RM0.20	27/4/2022	20/6/2022	RM4.98	RM6.08	3.3	22.1
MATRIX (5236)	4th Interim	RM0.04	25/5/2022	21/6/2022	RM2.43	RM2.40	1.6	-1.2
SEG (9792)	Interim	RM0.01	29/4/2022	21/6/2022	RM0.63	RM0.64	1.6	0.8
BPPLAS (5100)	Interim	RM0.02	23/5/2022	21/6/2022	RM1.50	RM1.36	1.1	-9.3
UOADEV (5200)	Regular Cash	RM0.10	24/2/2022	21/6/2022	RM1.70	RM1.85	5.4	8.8
HIBISCS (5199)	Interim	RM0.01	25/5/2022	22/6/2022	RM1.37	RM1.08	0.9	-21.2
ULICORP (7133)	2nd Interim	RM0.01	8/6/2022	22/6/2022	RM1.17	RM1.00	1.0	-14.5
GREENYB (0136)	Final	RM0.00	7/4/2022	22/6/2022	RM0.29	RM0.27	1.1	-5.3
FAREAST (5029)	Final & Special Cash	RM0.08	1/4/2022	22/6/2022	RM3.45	RM3.75	2.1	8.7
MRDIY (5296)	Bonus	1:2	25/4/2022	22/6/2022	RM3.43	RM2.89	-	-15.8
TASHIN (0211)	Final	RM0.03	21/2/2022	22/6/2022	RM0.53	RM0.52	5.8	-1.0
EFORCE (0065)	Final	RM0.01	22/2/2022	23/6/2022	RM0.55	RM0.43	1.2	-22.7
CSCSTEL (5094)	Final	RM0.14	21/2/2022	23/6/2022	RM1.37	RM1.48	9.5	8.0
SCOMNET (0001)	Final	RM0.02	23/3/2022	23/6/2022	RM1.37	RM1.14	1.3	-16.8
HONGSENG (0041)	Bonus	1:1	23/12/2021	24/6/2022	RM2.77	RM1.62	-	-41.5
BREM (8761)	Return of Capital	RM1.20	13/6/2022	24/6/2022	RM1.19	RM1.19	100.8	0.0
AXJ-REITSETF (0837EA)	Income	RM0.01	10/6/2022	24/6/2022	RM0.96	RM0.92	0.5	-4.7
SAMCHEM (5147)	Interim	RM0.01	10/6/2022	27/6/2022	RM0.84	RM0.77	1.3	-8.9
RESINTC (7232)	2nd Interim	RM0.01	31/5/2022	27/6/2022	RM0.92	RM0.82	1.5	-10.9
YOCB (5159)	Interim	RM0.03	26/5/2022	27/6/2022	RM1.02	RM1.02	2.9	0.0
BTECH (0011)	Final	RM0.01	8/6/2022	27/6/2022	RM0.31	RM0.29	2.8	-4.9
MGB (7595)	Final	RM0.00	11/4/2022	27/6/2022	RM0.70	RM0.61	0.8	-12.9
FBMKLCI-EA (0820EA)	Income	RM0.03	2/6/2022	27/6/2022	RM1.63	RM1.54	1.9	-5.2
MANULFE (1058)	Final	RM0.07	25/2/2022	28/6/2022	RM2.48	RM2.30	3.0	-7.3
SALCON (8567)	Stock Dividend	1:40	28/4/2022	29/6/2022	RM0.21	RM0.18	-	-14.6
WCT (9679)	Final	RM0.01	24/2/2022	29/6/2022	RM0.50	RM0.44	1.1	-12.0
UCHITEC (7100)	Final	RM0.11	23/2/2022	29/6/2022	RM3.07	RM3.01	3.7	-2.0
SPTOTO (1562)	3rd Interim	RM0.02	23/5/2022	29/6/2022	RM1.91	RM1.91	1.0	0.0
TGUAN (7034)	Interim	RM0.01	26/5/2022	29/6/2022	RM2.33	RM2.33	0.5	0.0
IJM (3336)	2nd Interim	RM0.04	27/5/2022	29/6/2022	RM1.80	RM1.74	2.3	-3.3
FLBHD (5197)	Interim	RM0.03	20/5/2022	29/6/2022	RM1.52	RM1.26	2.4	-17.1
HEIM (3255)	Final	RM0.66	12/4/2022	29/6/2022	RM24.34	RM23.80	2.8	-2.2
LBS (5789)	Interim	RM0.01	15/4/2022	29/6/2022	RM0.48	RM0.43	2.0	-10.4
YSPSAH (7178)	Final & Special Cash	RM0.08	21/3/2022	29/6/2022	RM1.89	RM1.92	4.2	1.6
NHFATT (7060)	Final	RM0.06	25/4/2022	29/6/2022	RM2.35	RM2.25	2.7	-4.3
SOP (5126)	Final	RM0.06	29/4/2022	29/6/2022	RM6.91	RM4.67	1.3	-32.4
KPJ (5878)	Interim	RM0.00	26/5/2022	29/6/2022	RM0.92	RM0.85	0.3	-7.1
MARCO (3514)	Regular Cash	RM0.01	28/4/2022	29/6/2022	RM0.17	RM0.17	3.0	0.0
VITROX (0097)	Final	RM0.03	24/3/2022	29/6/2022	RM8.02	RM7.24	0.5	-9.7
KIMLUN (5171)	Final	RM0.01	25/2/2022	29/6/2022	RM0.80	RM0.71	1.4	-11.3
ORIENT (4006)	Final	RM0.10	14/4/2022	29/6/2022	RM6.60	RM7.13	1.4	8.0
DRBHCOR (1619)	Final	RM0.02	7/4/2022	29/6/2022	RM1.46	RM1.16	1.7	-20.5
TRC (5054)	Final	RM0.01	29/4/2022	29/6/2022	RM0.36	RM0.33	3.6	-7.0
LSTEEL (9881)	Interim	RM0.02	30/5/2022	29/6/2022	RM0.58	RM0.56	2.7	-4.3

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Stock	Entitlement	Description	Declare Date (DD)	Ex-Date	DD Price (RM)	Last Price (RM)	DY (%)	Price Chg Since DD (%)
MUDA (3883)	Regular Cash	RM0.05	28/4/2022	29/6/2022	RM2.34	RM1.86	2.7	-20.5
HIL (8443)	Final	RM0.02	18/4/2022	29/6/2022	RM0.95	RM0.94	2.1	-1.6
WTK (4243)	Final	RM0.02	23/2/2022	30/6/2022	RM0.54	RM0.46	3.3	-15.0
LIHEN (7089)	Bonus	1:2	27/1/2022	30/6/2022	RM2.63	RM2.87	-	9.1
GPHAROS (5649)	Final	RM0.01	27/4/2022	30/6/2022	RM0.34	RM0.28	3.3	-19.1
PICORP (7201)	Final	RM0.00	11/4/2022	30/6/2022	RM0.11	RM0.09	3.3	-14.3
UPA (7757)	Final	RM0.08	28/4/2022	30/6/2022	RM2.16	RM2.07	3.9	-4.2
KSSC (5192)	Bonus	1:8	17/6/2022	30/6/2022	RM0.70	RM0.70	-	0.0
GASMSIA (5209)	Final	RM0.07	17/3/2022	30/6/2022	RM2.67	RM3.01	2.3	12.7
SERSOL (0055)	Bonus	7:8	17/6/2022	1/7/2022	RM0.39	RM0.39	-	0.0
LYSAGHT (9199)	Final	RM0.01	23/2/2022	1/7/2022	RM1.87	RM1.72	0.6	-8.0
RHONEMA (5278)	Final	RM0.01	12/4/2022	1/7/2022	RM0.75	RM0.71	1.4	-4.7
GTRONIC (7022)	Interim & Special Cash	RM0.02	16/6/2022	4/7/2022	RM1.19	RM1.19	1.7	0.0
TJSETIA (5297)	Final	RM0.01	22/4/2022	5/7/2022	RM0.39	RM0.31	1.6	-20.5
JCBNEXT (0058)	Final	RM0.04	28/4/2022	5/7/2022	RM1.35	RM1.30	2.7	-3.7
ASTRO (6399)	Final	RM0.01	23/5/2022	6/7/2022	RM0.98	RM0.94	0.8	-4.1
TDM (2054)	Final	RM0.00	25/4/2022	6/7/2022	RM0.31	RM0.24	1.5	-23.0
AEONCR (5139)	Final & Special Cash	RM0.20	5/4/2022	6/7/2022	RM15.30	RM13.36	1.5	-12.7
ECOWLD (8206)	1st Interim	RM0.02	16/6/2022	6/7/2022	RM0.68	RM0.69	2.9	2.2
PENTA (7160)	Final	RM0.02	24/2/2022	7/7/2022	RM3.57	RM3.65	0.5	2.2
SURIA (6521)	Final	RM0.03	5/5/2022	7/7/2022	RM1.16	RM1.11	2.3	-4.3
SCIENTX (4731)	Interim	RM0.04	13/6/2022	7/7/2022	RM3.47	RM3.59	1.1	3.5
TIEWAH (7374)	Final	RM0.03	25/4/2022	7/7/2022	RM1.00	RM1.00	2.8	0.5
FM (7210)	2nd Interim	RM0.01	26/5/2022	7/7/2022	RM0.58	RM0.53	1.9	-8.7
BKAWAN (1899)	Interim	RM0.20	24/5/2022	8/7/2022	RM27.50	RM23.22	0.9	-15.6
KLK (2445)	Interim	RM0.20	24/5/2022	8/7/2022	RM25.90	RM23.40	0.9	-9.7
ALCOM (2674)	Final	RM0.03	21/2/2022	12/7/2022	RM1.04	RM0.79	3.2	-24.5
UNIMECH (7091)	Final	RM0.03	28/2/2022	13/7/2022	RM1.39	RM1.39	2.2	0.0
DKSH (5908)	Final	RM0.11	15/4/2022	13/7/2022	RM4.70	RM4.40	2.5	-6.4
HEVEA (5095)	Final	RM0.01	28/3/2022	14/7/2022	RM0.49	RM0.44	2.3	-9.3
BAUTO (5248)	4th Interim & Special Cash	RM0.05	13/6/2022	14/7/2022	RM1.78	RM1.78	2.5	0.0
JAYCORP (7152)	Interim	RM0.02	16/6/2022	14/7/2022	RM0.68	RM0.69	2.9	1.5
SCGBHD (0225)	Final	RM0.00	24/2/2022	14/7/2022	RM0.38	RM0.32	0.7	-14.7
PBA (5041)	Final	RM0.01	28/4/2022	14/7/2022	RM0.82	RM0.80	1.3	-3.0
LEONFB (5232)	Final	RM0.02	7/4/2022	14/7/2022	RM0.81	RM0.57	3.5	-29.6
BIPORT (5032)	Interim	RM0.05	27/5/2022	14/7/2022	RM5.25	RM5.39	0.9	2.7
CANONE (5105)	Final	RM0.04	27/4/2022	18/7/2022	RM3.15	RM3.38	1.2	7.3
CHOOBEE (5797)	Final & Special Cash	RM0.08	28/4/2022	19/7/2022	RM2.14	RM1.98	3.8	-7.5
HARISON (5008)	Final	RM0.30	11/4/2022	21/7/2022	RM4.88	RM5.80	5.2	18.9
FIMACOR (3107)	2nd Interim & Special Cash	RM0.10	24/5/2022	21/7/2022	RM2.08	RM2.09	4.8	0.5
SAM (9822)	Regular Cash	RM0.04	24/5/2022	21/7/2022	RM4.48	RM3.99	0.9	-10.9
ASB (1481)	Regular Cash	RM0.00	11/4/2022	27/7/2022	RM0.10	RM0.10	1.5	5.3
TEGUAN (7439)	Final	RM0.03	30/5/2022	27/7/2022	RM1.57	RM1.32	2.3	-15.9
DKLS (7528)	Final	RM0.03	24/2/2022	28/7/2022	RM1.75	RM2.20	1.4	25.7
METROD (6149)	Regular Cash	RM0.06	28/2/2022	28/7/2022	RM1.30	RM1.30	4.6	0.0
EVERGRN (5101)	Final	RM0.02	15/6/2022	29/7/2022	RM0.51	RM0.51	2.9	0.0
PTRANS (0186)	2nd Interim	RM0.01	23/5/2022	3/8/2022	RM0.74	RM0.71	1.1	-3.4
YINSON (7293)	Final	RM0.02	29/3/2022	3/8/2022	RM1.95	RM2.13	0.9	9.2
KFIMA (6491)	Interim & Special Cash	RM0.15	30/5/2022	4/8/2022	RM2.39	RM2.47	6.1	3.3
PRESTAR (9873)	Final	RM0.02	23/2/2022	5/8/2022	RM0.68	RM0.48	4.2	-29.6
KMLOONG (5027)	Final	RM0.05	29/3/2022	11/8/2022	RM1.96	RM1.69	3.0	-13.8
CRESNDO (6718)	Final	RM0.02	30/3/2022	11/8/2022	RM1.20	RM1.17	1.7	-2.5
LBS (5789)	Final	RM0.01	15/4/2022	29/8/2022	RM0.48	RM0.43	2.3	-10.4
EWEIN (7249)	Final	RM0.01	25/2/2022	7/9/2022	RM0.27	RM0.33	1.5	20.4
PANAMY (3719)	Final	RM0.68	31/5/2022	8/9/2022	RM28.02	RM26.74	2.5	-4.6
MAHSING (8583)	Regular Cash	RM0.03	28/4/2022	15/9/2022	RM0.68	RM0.58	4.6	-15.4

Denotes >5% Dividend Yield