

## Marginal gains ahead of GE15

### Market Review

**Malaysia:** The FBM KLCI (+0.1%) snapped a 3-day losing streak, lifted by the eleventh-hour buying support in selected oil & gas and banking heavyweights ahead of GE15. The lower liners, however, extended their decline, with the healthcare sector (-2.9%) underperformed the mostly negative sectorial peers.

**Global markets:** The US stockmarkets as the Dow (+0.6%) rose after concern over the hawkish remarks from the Federal Reserve officials toned down, while new home sales in October 2022 fell 5.9% YoY as mortgage rates climbed higher. The European stockmarkets were also upbeat, but Asia stockmarkets ended mixed.

### The Day Ahead

The FBM KLCI eked out marginal gains on Thursday as buying interest emerged in the final hour ahead of the GE15. As Malaysia faced with a hung Parliament scenario after none of the coalitions won enough seats to form a majority, key focus is now on the outcome of the negotiations among various parties in today's afternoon. Market sentiment may remain tepid and trade negatively before the submission of PM candidate name to Istana Negara at 2pm. Commodities wise, the crude oil price tumbled due to concern about weakened demand in China, trading around USD87, while the CPO price hovered around RM3,850.

**Sector focus:** Investors are likely to remain cautious while awaiting for the final outcome of GE15. Sectors with solid fundamental and defensive in nature such as, utilities, telecommunications, renewable energy and consumer are likely to be in focus. Meanwhile, negative tone could be noticed within the energy counters following a slump in crude oil price.

### FBMKLCI Technical Outlook



Bloomberg

The FBM KLCI snapped a three-day losing streak and inched higher above its daily EMA60 level. Technical indicators, however, were mixed as the MACD Histogram slant towards the zero line, while the RSI hovered above 50. Resistance is pegged along 1,480-1,500, while the support is located at 1,420-1,430.

Research Team

[research@msec.com.my](mailto:research@msec.com.my)

(603) 2201 2100

### Market Scorecard

Key indices	Last price	Change (%)
Dow Jones	33,745.69	0.59
S&P 500	3,965.34	0.48
NASDAQ	11,466.06	0.01
FBM KLCI	1449.32	0.06
FBM Small Cap	14,369.33	-0.44
FBM ACE	4,914.92	-1.65
Construction	146.16	-0.08
Consumer	567.98	-0.15
Energy	723.33	0.45
Financial Services	16,175.80	0.54
Healthcare	1668.39	-2.88
Ind Products	178.60	-0.10
Plantation	6,880.23	-0.32
Property	622.15	-0.15
REITs	761.62	0.29
Technology	58.51	-2.11
Telco & Media	574.72	-0.64
Transport	797.28	-1.26
Utilities	819.76	-0.14
Trading Vol (m)	2,634.96	13.64
Trading Val (RM m)	185,105	8.13
Advance/Decline	6%	
FKLI	1449.50	0.21
FCPO (RM)	3,850.00	-4.28
Brent oil (USD)	87.62	0.18
Gold (USD)	1,750.68	-0.56
USD	4.553	-0.32
GBP	5.4322	0.37
EURO	4.7267	0.46
SGD	3.3172	0.18

Trading participation 5-day trend and value (m)		
Institution	Retail	Foreign
162.8	3.0	-165.8

Source: Bloomberg, Bursa Market Place

## Company Brief

The Roundtable on Sustainable Palm Oil (RSPO) has required **Sime Darby Plantation Bhd** (SDP) to complete an action plan over the next 6 months to address the weaknesses identified in its existing systems and processes. RSPO had undertaken the assessment following the United States Customs and Border Protection's withhold release order on all palm oil and products containing palm oil produced by SDP on 30th December 2020. (The Star)

**MISC Bhd's** 3QFY22 net profit jumped 104.6% YoY to RM820.6m, on higher revenue and operating profit. Revenue for the quarter rose 34.2% YoY to RM3.61bn. A dividend of 7.0 sen per share, payable on 14th December 2022 was declared. (The Edge)

**Sunway Real Estate Investment Trust's** (Sunway REIT) 3QFY22 net property income (NPI) improved 81.8% YoY to RM128.2m, carried by substantially improved revenue contributions from its retail and hotel segments. Revenue for the quarter added 55.5% YoY to RM166.2m. (The Edge)

**Mega First Corp Bhd's** 3QFY22 net profit grew 34.4% YoY to RM119.5m, spurred by higher profit contributions from all business divisions. Revenue for the quarter grew 59.8% YoY to RM371.5m. (The Edge)

**Inari Amertron Bhd's** 1QFY23 net profit eased 0.6% YoY to RM106.3m, amid comparatively lower loading volume that offset by favourable movement in foreign exchange. Revenue for the quarter dropped 12.5% YoY to RM377.0m. (The Edge)

**Gas Malaysia Bhd's** 3QFY22 net profit climbed 53.4% YoY to RM95.7m, on higher gross profit, finance income and contributions from joint-venture companies. Revenue for the quarter increased 34.8% YoY to RM1.86bn. (The Edge)

**S P Setia Bhd's** 3QFY22 net profit surged 537.4% YoY to RM70.2m, underpinned by higher contribution from its property development business. Revenue for the quarter grew 44.8% YoY to RM860.9m. (The Edge)

**Kelington Group Bhd's** 3QFY22 net profit expanded 97.3% YoY to RM15.7m, driven by higher contribution from all of its operating segments. Revenue for the quarter surged 244.5% YoY to RM366.4m. (The Edge)

**YNH Property Bhd** is raising RM422.5m to pare down bank borrowings and for working capital requirements. This will be done via disposal of its two retail malls, namely 163 Retail Park shopping centre in Mont Kiara and Aeon Seri Manjung in Perak to ALX Asset Bhd in a related party transaction. (The Edge)

**Dayang Enterprise Holdings Bhd's** 3QFY22 net profit jumped 178.6% YoY to RM52.9m, mainly driven by increased work orders and contracts from oil majors, higher vessel utilisation rates, and a RM7.4m insurance claim received for an incident involving Dayang Topaz in 2020. Revenue for the quarter climbed 51.2% YoY to RM338.3m. An interim dividend of 1.5 sen, payable on 14th December 2022 was announced. (The Edge)

**Country Heights Holdings Bhd** was successful in its bid at a public auction to acquire a 10-storey office tower at the Mines Resort City for RM44.1m. The property, known as The Heritage Tower @ Mines Wellness City, has a gross floor area of 29,886-sqm and a net lettable area of about 14,167-sqm. (The Edge)

Shares of **Dagang NeXchange Bhd** (DNeX) hit limit down, after its 60.0% investment in SilTerra Malaysia Sdn Bhd got stuck in limbo. DNeX wholly-owned subsidiary DNeX Semiconductor Sdn Bhd (DNeX Semi) had issued and served a notice of arbitration to commence arbitration proceedings against Mimastronics Technologies Co Ltd (MIMAS). The point of contention is whether prior approval is needed from the Ministry of International Trade and Industry (MITI) for the proposed investment. (The Edge)

**Kejuruteraan Asastera Bhd** (KAB) is targeting significant growth in its sustainable energy solutions (SES) segment, with about 50.0% contribution to its bottom line in the coming years. In addition to the existing SES business, the group is in discussions with asset owners as well as potential clients for more acquisitions and projects in Malaysia and regionally. (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	POHUAT	9-Nov	1.380	1.440	1.470	1.570	1.320	1.310	1.350	-2.2%	On-going
2	SKPRES	14-Nov	1.670	1.720	1.780	1.830	1.580	1.570	1.620	-3.0%	On-going
3	DPHARMA	16-Nov	1.410	1.520	1.580	1.780	1.310	1.300	1.410	0.0%	On-going
4	UNISEM	21-Nov	2.610	2.770	2.880	3.100	2.480	2.470	2.610	0.0%	Initiate position

4Q22 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	ATECH	3-Oct	1.869	2.180	2.280	-	1.740	1.660	1.600	-14.4%	On-going
2	PECCA	3-Oct	0.880	1.000	1.080	-	0.795	0.740	0.830	-5.7%	On-going
3	KGB	3-Oct	1.290	1.520	1.630	-	1.260	1.150	1.300	0.8%	On-going
4	SCOMNET	3-Oct	1.670	1.890	2.050	-	1.390	1.240	1.710	2.4%	On-going
5	OPTIMAX	3-Oct	0.745	0.910	1.000	-	0.695	0.625	0.720	-3.4%	On-going
6	SAMAIDEN	3-Oct	0.755	0.835	0.915	-	0.670	0.605	0.720	-4.6%	On-going
7	TIMECOM	3-Oct	4.620	5.000	5.250	-	4.400	4.210	4.690	1.5%	On-going
8	HEXTAR	3-Oct	1.760	2.000	2.150	-	1.620	1.510	2.260	28.4%	On-going
9	TGUAN	3-Oct	2.560	2.870	3.030	-	2.470	2.320	2.460	-3.9%	On-going
10	GAMUDA	3-Oct	3.930	4.470	4.680	-	3.760	3.600	3.630	-7.6%	On-going
11	MYEG	3-Oct	0.837	1.000	1.080	-	0.785	0.715	0.805	-3.8%	On-going
12	CCK	3-Oct	0.650	0.720	0.760	-	0.580	0.550	0.605	-6.9%	On-going
13	SIGN	3-Oct	1.730	2.000	2.150	-	1.610	1.440	3.130	80.9%	On-going
Average Return										4.9%	

Technical Focus Tracker Summary	
Total recommendations	278
Total winners	164
Total losers	112
Portfolio performance (2020)	22.7%
Accuracy (2020)	53.3%
Portfolio performance (2021)	30.4%
Accuracy (2021)	66.4%
Portfolio performance (2022)	5.4%
Accuracy (2022)	54.8%
FBM KLCI (Since 31/12/2021)	-7.5%
FBM Small Cap (Since 31/12/2021)	-8.8%
Malaysia GDP Growth (1H22)	6.9%

## Upcoming Dividend List

Stock	Entitlement	Description	Declare Date (DD)	Ex-Date	DD Price (RM)	Last Price (RM)	DY (%)	Price Chg Since DD (%)
BESHOM (7668)	Final	RM0.05	24/6/2022	21/11/2022	RM1.50	RM1.46	3.4	-2.7
UTDPLT (2089)	Interim	RM0.40	7/11/2022	21/11/2022	RM14.34	RM14.70	2.7	2.5
DIGI (6947)	3rd Interim	RM0.03	20/10/2022	21/11/2022	RM3.50	RM3.87	0.9	10.6
IOIPG (5249)	Final	RM0.04	22/8/2022	22/11/2022	RM0.98	RM1.06	3.8	8.7
NEXGRAM (0096)	Share Consolidation	10:1	14/9/2022	23/11/2022	RM0.01	RM0.01	-	0.0
GADANG (9261)	Final	RM0.01	27/7/2022	23/11/2022	RM0.35	RM0.31	2.3	-11.4
GTRONIC (7022)	2nd Interim & Special Cash	RM0.02	1/11/2022	23/11/2022	RM1.04	RM1.14	1.8	9.6
OKA (7140)	Final	RM0.02	31/5/2022	23/11/2022	RM0.81	RM0.80	2.9	-1.2
ULICORP (7133)	4th Interim	RM0.02	3/11/2022	23/11/2022	RM1.22	RM1.33	1.1	9.0
NESTLE (4707)	Interim	RM0.70	26/10/2022	23/11/2022	RM133.00	RM130.20	0.5	-2.1
KLCC (5235SS)	3rd Interim	RM0.01	10/11/2022	24/11/2022	RM6.80	RM6.80	0.2	0.0
CARLSBG (2836)	3rd Interim	RM0.19	11/11/2022	25/11/2022	RM23.40	RM23.20	0.8	-0.9
KRETAM (1996)	Interim	RM0.01	18/10/2022	25/11/2022	RM0.57	RM0.57	1.8	-0.9
MRDIY (5296)	Interim	RM0.01	8/11/2022	25/11/2022	RM1.98	RM2.00	0.3	1.0
YINSON (7293)	Interim	RM0.01	22/9/2022	29/11/2022	RM2.30	RM2.24	0.4	-2.6
PENSONI (9997)	Final	RM0.01	28/7/2022	29/11/2022	RM0.53	RM0.49	2.6	-7.5
EUPE (6815)	Interim	RM0.02	27/10/2022	29/11/2022	RM0.83	RM0.80	2.3	-3.6
HARBOUR (2062)	Final	RM0.03	27/10/2022	29/11/2022	RM1.09	RM1.14	2.2	4.6
PERSTIM (5436)	Interim	RM0.10	9/11/2022	29/11/2022	RM4.28	RM4.11	2.4	-4.0
DLADY (3026)	2nd Interim	RM0.25	15/11/2022	29/11/2022	RM31.00	RM31.18	0.8	0.6
PETGAS (6033)	3rd Interim	RM0.18	14/11/2022	29/11/2022	RM16.94	RM17.06	1.1	0.7
MAXIS (6012)	3rd Interim	RM0.05	4/11/2022	29/11/2022	RM3.79	RM3.83	1.3	1.1
DIALOG (7277)	Final	RM0.02	17/10/2022	30/11/2022	RM1.72	RM2.10	1.0	22.1
KOTRA (0002)	Final	RM0.16	6/10/2022	30/11/2022	RM4.24	RM5.11	3.1	20.5
AFFIN (5185)	Interim & Special Cash	RM0.23	18/10/2022	30/11/2022	RM2.02	RM2.34	9.7	15.8
MARCO (3514)	Interim	RM0.02	16/11/2022	1/12/2022	RM0.16	RM0.18	11.1	12.5
MISC (3816)	3rd Interim	RM0.07	17/11/2022	1/12/2022	RM7.20	RM7.20	1.0	0.0
HEXZA (3298)	Final	RM0.04	25/10/2022	2/12/2022	RM0.82	RM0.85	4.7	4.3
CWG (9423)	Final	RM0.01	23/8/2022	2/12/2022	RM0.37	RM0.32	1.6	-13.5
DAYANG (5141)	Interim	RM0.02	17/11/2022	5/12/2022	RM1.28	RM1.28	1.2	0.0
TEXCYCL (0089)	Interim	RM0.01	17/11/2022	5/12/2022	RM0.40	RM0.40	1.5	0.0
TMCLIFE (0101)	Final	RM0.00	23/8/2022	5/12/2022	RM0.51	RM0.57	0.5	11.9
AMWAY (6351)	3rd Interim	RM0.05	16/11/2022	5/12/2022	RM4.83	RM5.03	1.0	4.1
EKDESA (5228)	Interim	RM0.05	16/11/2022	6/12/2022	RM1.48	RM1.51	3.0	2.0
BJFOOD (5196)	1st Interim	RM0.01	10/11/2022	6/12/2022	RM0.99	RM1.02	0.5	3.6
TGL (9369)	Final & Special Cash	RM0.08	26/8/2022	6/12/2022	RM1.05	RM1.24	6.5	18.1
CNERGEN (0246)	1st Interim	RM0.01	17/11/2022	7/12/2022	RM0.82	RM0.82	0.7	0.0
FIBON (0149)	Regular Cash	RM0.01	19/9/2022	7/12/2022	RM0.38	RM0.35	2.4	-7.9
SYSCORP (5173)	Final	RM0.01	31/10/2022	7/12/2022	RM0.75	RM0.74	1.7	-1.3
SLP (7248)	3rd Interim	RM0.02	4/11/2022	7/12/2022	RM1.06	RM0.96	1.6	-9.4
INARI (0166)	1st Interim	RM0.03	17/11/2022	8/12/2022	RM2.58	RM2.58	1.0	0.0
ARANK (7214)	Final	RM0.03	3/11/2022	8/12/2022	RM0.53	RM0.55	5.0	3.8
AWC (7579)	Final	RM0.02	24/8/2022	12/12/2022	RM0.45	RM0.44	3.4	-2.2
POHUAT (7088)	3rd Interim	RM0.02	31/10/2022	14/12/2022	RM1.36	RM1.35	1.5	-0.7
APOLLO (6432)	Final	RM0.15	24/6/2022	14/12/2022	RM3.89	RM3.82	3.9	-1.8
APOLLO (6432)	1st Interim	RM0.10	28/9/2022	14/12/2022	RM3.63	RM3.82	2.6	5.2
JAYCORP (7152)	Final	RM0.00	29/9/2022	15/12/2022	RM0.69	RM0.73	0.0	5.8
MIKROMB (0112)	Final	RM0.00	26/8/2022	15/12/2022	RM0.15	RM0.18	0.3	24.1
OIB (5827)	Interim	RM0.05	25/10/2022	15/12/2022	RM0.95	RM1.02	4.9	7.4
MATANG (0189)	Final	RM0.00	25/8/2022	16/12/2022	RM0.10	RM0.10	2.3	0.0
SUPERMX (7106)	Final	RM0.03	22/8/2022	16/12/2022	RM0.78	RM0.90	3.3	16.1
GLOMAC (5020)	Final	RM0.02	29/6/2022	16/12/2022	RM0.31	RM0.30	5.1	-3.3
PINEPAC (1902)	Final	RM0.03	24/8/2022	21/12/2022	RM0.33	RM0.41	7.4	22.7
SCIPACK (8125)	Final	RM0.03	28/9/2022	21/12/2022	RM2.35	RM2.23	1.1	-5.1
YOCB (5159)	Final	RM0.03	25/8/2022	21/12/2022	RM1.17	RM1.20	2.5	2.6
RKI (7006)	Final	RM0.05	30/8/2022	22/12/2022	RM1.45	RM1.41	3.5	-2.8
KLUANG (2453)	Final & Special Cash	RM0.03	12/10/2022	22/12/2022	RM4.00	RM3.98	0.7	-0.5
KUCHAI (2186)	Final	RM0.01	12/10/2022	22/12/2022	RM1.35	RM1.32	0.8	-2.2
PTARAS (9598)	Final	RM0.06	19/9/2022	22/12/2022	RM2.23	RM2.15	2.8	-3.6
SBAGAN (2569)	Final & Special Cash	RM0.07	12/10/2022	22/12/2022	RM3.16	RM3.30	2.1	4.4
SCIENTX (4731)	Final	RM0.05	29/9/2022	23/12/2022	RM3.47	RM3.28	1.5	-5.5
PANTECH (5125)	2nd Interim	RM0.02	18/10/2022	29/12/2022	RM0.63	RM0.70	2.1	11.1
TECHBND (5289)	Final	RM0.01	28/10/2022	29/12/2022	RM0.37	RM0.40	1.3	9.6
IMASPRO (7222)	Final	RM0.04	24/8/2022	30/12/2022	RM4.48	RM5.70	0.6	27.2
HIBISCS (5199)	Final	RM0.01	4/10/2022	3/1/2023	RM0.87	RM0.99	1.0	13.2
HIAPTEK (5072)	Final	RM0.01	29/9/2022	5/1/2023	RM0.22	RM0.26	3.8	18.2
KESM (9334)	Final	RM0.06	26/10/2022	18/1/2023	RM7.00	RM7.00	0.9	0.0

Denotes >5% Dividend Yield