

Striding high, but volatility still a feature

Market Review

Malaysia: The FBM KLCI (+1.2%) snapped a three-day losing streak as indexes constituent changes take effect at the close of the trading bell on last Friday. The lower liners rebounded, while the transportation & logistics (-1.1%) and energy (-0.5%) sectors underperformed the positive broader market.

Global markets: The US stockmarkets trended lower as the Dow sank 1.6%. as concern over the inflationary pressure re-surfaced. European stockmarkets were downbeat, while Asia stockmarkets finished mixed.

The Day Ahead

The FBM KLCI snapped the three consecutive sessions of losses on the back of bargain hunting activities after recent sell-down, bucking the downtrend in the regional markets. Investors may continue to stay defensive amid the ongoing battle of the Covid-19 health pandemic and the recent political developments, but the downside risks may be cushioned by the rising daily vaccination rate as the government target to achieve 80% herd immunity by the third quarter of this year. Meanwhile, the constituents changes following the semi-annual review of the FTSE Bursa Malaysia Index Series will be taking effect today.

Sector focus: Following the positive development on the daily vaccination rate in the country, investors may look out for stocks under the recovery theme sectors, such as consumers, financial services, property and shipping industries. Besides, we may see some buying interest in the energy sector following recent decline. Also, we expect buying momentum to sustain in selected technology stocks.

FBMKLCI Technical Outlook



Bloomberg

The FBM KLCI snapped the three-session losing streak and trended higher, but still slightly below the EMA60. Technical indicators turned positive as the MACD Histogram has turned green and the RSI is above 50 level. We expect the key index to trade range bound below its resistance level at 1,600, while the support level is envisaged around 1,555-1,565.

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Market Scorecard

Key indices	Last price	Change (%)
Dow Jones	33,290.08	-1.58
S&P 500	4,166.45	-1.31
NASDAQ	14,030.38	-0.92
FBM KLCI	1589.05	1.16
FBM Small Cap	1628163	0.16
FBM ACE	7,707.70	1.74
Construction	176.32	0.12
Consumer	613.02	0.63
Energy	843.61	-0.45
Financial Services	16313.70	0.13
Healthcare	3,068.87	1.50
Ind Products	192.01	0.11
Plantation	6,681.55	2.12
Property	74147	0.47
REITs	827.35	0.10
Technology	82.20	1.68
Telco & Media	712.33	0.02
Transport	892.11	-1.13
Utilities	936.26	0.15
Trading Vol (m)	6,311.33	48.15
Trading Val (RM m)	4,774.63	73.95
Advance/ Decline	13.1%	
FKLI	1580.00	0.99
FCPO (RM)	3,424.00	1.39
Brent oil (USD)	73.51	0.59
Gold (USD)	1,764.16	-0.53
USD	4.1395	0.00
GBP	5.7488	0.65
EURO	4.9338	0.25
SGD	3.0868	0.18

Trading participation 5-day trend and value (m)		
Institution	Retail	Foreign
-303.1	227.4	75.7

Source: Bloomberg, Bursa Market Place

Company Brief

Bermaz Auto Bhd's (BAuto) 4QFY21 net profit surged 27.2x YoY to RM66.8m, driven by higher sales volume from its domestic operations, though this was partly offset by the lower sales volume from the Philippines operations. Revenue for the quarter jumped 11.42% YoY to RM641.2m. A fourth interim dividend of 1.5 sen single-tier dividend per share and a special dividend of 1.75 sen single-tier dividend per share was declared. (The Star)

Ipmuda Bhd, whose shares have been suspended since noon on 17th June 2021, has announced that it has signed a slew of Heads of Agreement to acquire several renewable energy (RE) plants and healthcare assets totalling RM192.4m, in line with the group's growth plan. Ipmuda is acquiring a 70.0% equity interest in Telekosang Hydro One Sdn Bhd and Telekosang Hydro Two Sdn Bhd (collectively, Telekosang), as well as 100.0% of Telekosang Hydro One ASEAN Green Junior Sukuk for a total consideration of RM163.3m, to be satisfied by way of issuance of new ordinary shares in Ipmuda. Besides that, Ipmuda is acquiring 100% equity interest in Jentayu Solar Sdn Bhd for RM11.1m, also to be satisfied by way of issuance of new Ipmuda ordinary shares. (The Edge)

FGV Holdings Bhd will appoint an independent auditor to conduct an assessment of FGV's operations against the 11 indicators of forced labour provided by the International Labour Organization (ILO), as advised by the US Customs and Border Protection (CBP). The appointment is part of the group's commitment to taking all necessary steps towards the lifting of the Withhold Release Order (WRO) issued by the CBP on 30th September 2020 against palm oil and palm oil products made by the group and its subsidiaries and joint ventures. (The Edge)

The Indonesian authorities have revoked the plantation business licence (IUP) issued to **TDM Bhd's** Indonesian subsidiary PT Sawit Rezki Abadi (PTSRA) for its 10,000-ha land located in the municipality of Melawi, West Kalimantan, which is expected to result in a financial impact amounting to RM3.5m on the group. The decision to revoke the IUP was made on the basis that the property has not been developed since 2015. PTSRA is currently consulting its legal counsel and in the process of making an appeal to Indonesian authorities. (The Edge)

A joint venture (JV) between **Petra Energy Bhd** and **Uzma Bhd** has secured a contract from Petroleum Sarawak Bhd (Petros) for the exploration, development and production of petroleum in Block SK433, onshore Sarawak. The 29-year contract was secured by Petra Energy Development Sdn Bhd (PEDSB) and Uzma Engineering Sdn Bhd (UESB) JV, however, is not determinable as it is based on the production of the asset. (The Edge)

Apollo Food Holdings Bhd's Johor Bahru manufacturing facility has resumed operations after a thorough disinfection was carried out on the premises. Its subsidiary had received notice from the Ministry of Health (MoH) to resume operations at the premises, which was suspended on 15th June 2021. (The Edge)

Opcom Holdings Bhd plans to raise RM22.6m via a private placement involving 30.0% of its share base to fund its existing and future contracts, and for working capital. This marks its second cash call this year, after it completed in April 2021 a private placement involving up to 10.0% of its issued shares. Opcom is also undertaking an employees' share option scheme (ESOS) with the number of new shares allotted not exceeding 30.0% of its total issued shares. The proposals are expected to be completed in 2H21. (The Edge)

Kerjaya Prospek Property Bhd is buying a piece of leasehold land in Petaling Jaya, Selangor for RM82.0m. Its wholly-owned subsidiary Pixel Valley Sdn Bhd had entered into a sale and purchase agreement with Roset-BLG Sdn Bhd. The exact use of the land has not been determined at this juncture, which serves landbank for Pixel Valley's property development activities. (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	WASEONG	31-May	0.790	0.855	0.900	1.000	0.730	0.725	0.780	-1.3%	On-going
2	K1	2-Jun	0.305	0.335	0.350	0.380	0.280	0.275	0.310	1.6%	On-going
3	COMPLETE	9-Jun	1.410	1.530	1.650	1.770	1.250	1.240	1.300	-7.8%	On-going
4	LBALUM	14-Jun	1.020	1.090	1.200	1.330	0.915	0.910	0.950	-6.9%	On-going
5	VS	16-Jun	1.420	1.510	1.560	1.700	1.300	1.290	1.440	1.4%	On-going
6	UCHITEC	21-Jun	3.210	3.350	3.520	3.600	3.030	3.020	3.210	0.0%	Initiate position

2Q21 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	AIRASIA	29-Mar	1.150	1.300	1.350	1.400	1.080	1.060	0.910	-20.9%	On-going
2	GENM	29-Mar	3.170	3.310	3.400	3.520	2.870	2.850	2.970	-6.3%	On-going
3	MRDIY	29-Mar	3.770	4.180	4.300	4.500	3.610	3.590	3.900	3.4%	On-going
4	JAKS	29-Mar	0.675	0.780	0.825	1.000	0.600	0.590	0.515	-23.7%	On-going
5	TGUAN	29-Mar	2.270	2.590	2.860	3.000	1.950	1.930	2.720	19.8%	On-going
6	OPTIMAX	29-Mar	1.800	2.000	2.100	2.200	1.500	1.480	1.460	-18.9%	On-going
7	BURSA	29-Mar	8.940	9.650	9.960	10.320	8.750	8.720	8.050	-10.0%	On-going
8	PESTECH	29-Mar	1.260	1.300	1.430	1.510	1.040	1.020	0.985	-21.8%	On-going
9	OKA	29-Mar	0.785	0.870	0.930	1.000	0.750	0.740	0.790	0.6%	On-going

Technical Focus Tracker Summary	
Total recommendations	125
Total winners	69
Total losers	55
Portfolio performance (2020)	292.2%
Accuracy (2020)	53.3%
Portfolio performance (2021)	106.6%
Accuracy (2021)	58.0%
FBM KLCI (Since 4/1/2021)	-2.3%
FBM Small Cap (Since 4/1/2021)	4.6%
Malaysia GDP Growth (1Q21)	-0.5%

Upcoming Dividend List

Stock	Entitlement	Description	Declare Date (DD)	Ex-Date	DD Price (RM)	Last Price (RM)	DY (%)	Price Chg Since DD (%)
JOHOTIN (7167)	1st Interim	RM0.010	31/5/2021	21/6/2021	RM1.48	RM1.60	0.6	8.1
HAIO (7668)	Stock Dividend	1:26	4/6/2021	21/6/2021	RM2.08	RM2.10	-	1.0
MANULFE (1058)	Final	RM0.070	8/6/2021	21/6/2021	RM2.35	RM2.56	2.7	8.9
MANULFE (1058)	Final	RM0.070	25/2/2021	21/6/2021	RM2.10	RM2.56	2.7	21.9
PETRONM (3042)	Regular Cash	RM0.05	27/4/2021	21/6/2021	RM4.56	RM4.64	1.1	1.8
PENERGY (5133)	Interim	RM0.02	18/5/2021	21/6/2021	RM0.97	RM0.94	2.1	-3.1
GDB (0198)	Bonus	1:2	22/4/2021	22/6/2021	RM0.91	RM0.91	-	-0.5
GDB (0198)	Bonus-Options	2:5	12/4/2021	22/6/2021	RM0.92	RM0.91	-	-1.1
UOADEV (5200)	Regular & Special Cash	RM0.15	24/2/2021	22/6/2021	RM1.74	RM1.91	7.9	9.8
PRLEXUS (8966)	Bonus	1:2	19/4/2021	23/6/2021	RM1.14	RM1.19	-	4.4
PRLEXUS (8966)	Bonus-Options	1:2	19/4/2021	23/6/2021	RM1.14	RM1.19	-	4.4
COMFORT (2127)	Bonus-Options	3:10	10/6/2021	23/6/2021	RM1.93	RM2.09	-	8.3
MATRIX (5236)	4th Interim	RM0.04	25/5/2021	23/6/2021	RM1.96	RM2.09	1.9	6.6
TOPGLOV (7113)	3rd Interim & Special Cash	RM0.18	9/6/2021	23/6/2021	RM4.84	RM4.70	3.8	-2.9
EFORCE (0065)	Final	RM0.01	24/2/2021	23/6/2021	RM0.46	RM0.61	0.8	31.5
CSCSTEL (5094)	Final	RM0.07	23/4/2021	24/6/2021	RM1.68	RM1.62	4.3	-3.6
SCOPE (0028)	Rights Issue	1:2	28/4/2021	24/6/2021	RM0.26	RM0.23	-	-11.8
ABFMY1 (0800EA)	Income	RM0.04	27/5/2021	24/6/2021	RM1.20	RM1.21	3.1	0.2
FBMKLCI-EA (0820EA)	Income	RM0.03	27/5/2021	24/6/2021	RM1.66	RM1.66	1.7	0.0
SCGBHD (0225)	Final	RM0.00	28/4/2021	25/6/2021	RM0.52	RM0.49	0.8	-6.7
ALAQAR (5116)	Distribution	RM0.02	28/5/2021	25/6/2021	RM1.30	RM1.29	1.6	-0.8
JOHAN (3441)	Rights Issue	1:2	14/6/2021	25/6/2021	RM0.14	RM0.14	-	3.7

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Market Pulse

Monday, 21 Jun, 2021

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Stock	Entitlement	Description	Declare Date (DD)	Ex-Date	DD Price (RM)	Last Price (RM)	DY (%)	Price Chg Since DD (%)
HEXTAR (5151)	Bonus	3:5	22/2/2021	25/6/2021	RM1.09	RM1.60	-	46.4
YOCB (5159)	Interim	RM0.03	27/5/2021	25/6/2021	RM0.95	RM1.06	2.4	11.6
BTECH (0011)	Final	RM0.01	11/6/2021	25/6/2021	RM0.49	RM0.48	1.7	-2.0
SALCON (8567)	Stock Dividend	1:45	23/2/2021	29/6/2021	RM0.26	RM0.23	-	-9.8
UCHITEC (7100)	Final	RM0.10	20/4/2021	29/6/2021	RM3.11	RM3.21	3.0	3.2
IJM (3336)	2nd Interim	RM0.04	27/5/2021	29/6/2021	RM1.71	RM1.90	2.1	11.1
BJOTO (1562)	3rd Interim	RM0.02	20/5/2021	29/6/2021	RM2.00	RM2.00	0.8	0.0
WCT (9679)	Stock Dividend	1:100	10/5/2021	29/6/2021	RM0.53	RM0.55	-	4.8
TGUAN (7034)	Final	RM0.02	28/4/2021	29/6/2021	RM2.62	RM2.72	0.6	3.8
HEIM (3255)	Final	RM0.51	21/4/2021	29/6/2021	RM25.00	RM24.60	2.1	-1.6
LIHEN (7089)	Interim	RM0.03	27/5/2021	29/6/2021	RM3.38	RM3.27	0.9	-3.3
NHFATT (7060)	Final	RM0.05	26/4/2021	29/6/2021	RM2.16	RM2.22	2.3	2.8
SOP (5126)	Final	RM0.06	5/5/2021	29/6/2021	RM3.95	RM3.58	1.7	-9.4
DRBHC0M (1619)	Final	RM0.02	28/4/2021	29/6/2021	RM1.94	RM1.77	1.1	-8.8
VITROX (0097)	Final	RM0.04	19/4/2021	29/6/2021	RM15.80	RM14.50	0.3	-8.2
ORIENT (4006)	2nd Interim & Special Cash	RM0.14	21/4/2021	29/6/2021	RM5.18	RM5.24	2.7	1.2
MUDA (3883)	Regular Cash	RM0.05	28/4/2021	29/6/2021	RM2.76	RM2.78	1.8	0.7
TRC (5054)	Final	RM0.01	31/5/2021	29/6/2021	RM0.35	RM0.38	2.6	8.6
JCBNEXT (0058)	Final	RM0.03	17/5/2021	29/6/2021	RM1.30	RM1.59	1.9	22.3
WANGZNG (7203)	Regular Cash	RM0.03	11/5/2021	29/6/2021	RM0.87	RM0.88	3.4	1.2
WTK (4243)	Final	RM0.01	23/2/2021	30/6/2021	RM0.44	RM0.46	2.2	3.4
AEONCR (5139)	Final	RM0.20	8/4/2021	30/6/2021	RM12.40	RM12.10	1.7	-2.4
MBSB (1171)	Final	RM0.02	23/4/2021	30/6/2021	RM0.64	RM0.63	3.2	-2.3
PICORP (7201)	Final	RM0.00	8/4/2021	30/6/2021	RM0.15	RM0.20	1.5	34.5
SCOMNET (0001)	Interim & Special Cash	RM0.02	24/5/2021	30/6/2021	RM1.76	RM1.64	0.9	-6.8
INNO (6262)	Interim	RM0.02	24/5/2021	30/6/2021	RM1.10	RM1.02	2.0	-7.3
GASMSIA (5209)	Final	RM0.05	30/3/2021	30/6/2021	RM2.64	RM2.74	2.0	3.8
KGB (0151)	Bonus	1:1	17/6/2021	1/7/2021	RM2.17	RM2.28	-	5.1
UPA (7757)	Final	RM0.07	28/4/2021	1/7/2021	RM2.24	RM2.30	3.0	2.7
APPASIA (0119)	Stock Split	3:1	18/6/2021	1/7/2021	RM0.55	RM0.55	-	0.0
RHONEMA (5278)	Interim	RM0.01	13/4/2021	1/7/2021	RM0.72	RM0.69	1.4	-3.5
TASHIN (0211)	Final	RM0.01	19/2/2021	1/7/2021	RM0.40	RM0.62	0.8	55.0
MSC (5916)	Final	RM0.01	19/5/2021	2/7/2021	RM2.39	RM2.00	0.5	-16.3
LYSAGHT (9199)	Interim	RM0.01	28/4/2021	2/7/2021	RM2.19	RM2.20	0.5	0.5
APPASIA (0119)	Bonus-Options	1:10	18/6/2021	2/7/2021	RM0.55	RM0.55	-	0.0
SAPIND (7811)	Final	RM0.01	21/5/2021	5/7/2021	RM0.84	RM0.83	1.2	-1.2
DUTALND (3948)	Interim	RM0.01	16/6/2021	5/7/2021	RM0.39	RM0.42	2.4	7.7
KKB (9466)	Final	RM0.04	19/4/2021	5/7/2021	RM1.51	RM1.45	2.8	-4.0
KIMLUN (5171)	Final	RM0.01	19/5/2021	6/7/2021	RM0.85	RM0.86	1.2	1.8
TDM (2054)	Final	RM0.00	11/5/2021	7/7/2021	RM0.31	RM0.25	0.9	-19.4
TIENWAH (7374)	Final	RM0.06	27/5/2021	7/7/2021	RM0.90	RM0.98	5.6	8.9
CHOOBEE (5797)	Final	RM0.03	30/4/2021	8/7/2021	RM1.76	RM1.95	1.5	10.8
ASTRO (6399)	Final	RM0.03	21/5/2021	8/7/2021	RM1.03	RM1.16	2.2	12.6
TOYOVEN (7173)	Interim	RM0.01	31/5/2021	9/7/2021	RM2.20	RM2.15	0.5	-2.3
VS (6963)	3rd Interim	RM0.01	15/6/2021	9/7/2021	RM1.40	RM1.44	0.6	2.9
PRESTAR (9873)	Interim & Final	RM0.02	24/2/2021	9/7/2021	RM1.04	RM1.14	1.8	9.6
BKAWAN (1899)	Interim	RM0.20	19/5/2021	9/7/2021	RM19.00	RM19.24	1.0	1.3
KLK (2445)	Interim	RM0.20	19/5/2021	9/7/2021	RM22.02	RM21.44	0.9	-2.6
IJMLPT (2216)	Interim	RM0.10	27/5/2021	13/7/2021	RM1.88	RM3.09	3.2	64.4
HEVEA (5095)	Final	RM0.01	14/4/2021	14/7/2021	RM0.64	RM0.52	1.5	-19.5
BAUTO (5248)	4th Interim & Special Cash	RM0.03	18/6/2021	14/7/2021	RM1.48	RM1.48	2.2	0.0
SURIA (6521)	Final	RM0.02	27/5/2021	14/7/2021	RM1.03	RM1.13	2.0	9.7
YSPSAH (7178)	Regular & Special Cash	RM0.08	19/3/2021	14/7/2021	RM2.16	RM2.14	3.7	-0.9
AEON (6599)	Final	RM0.02	24/5/2021	14/7/2021	RM1.18	RM1.33	1.1	12.7
PENTA (7160)	Final	RM0.02	25/2/2021	15/7/2021	RM6.51	RM4.87	0.3	-25.2
TEKSENG (7200)	Interim	RM0.01	28/5/2021	15/7/2021	RM0.56	RM0.56	0.9	0.0
RCECAP (9296)	2nd Interim	RM0.07	25/5/2021	15/7/2021	RM2.73	RM2.99	2.3	9.5
UNIMECH (7091)	Final	RM0.02	31/5/2021	15/7/2021	RM1.48	RM1.53	1.3	3.4
PBA (5041)	Final	RM0.01	21/5/2021	15/7/2021	RM0.86	RM0.85	1.2	-1.2
BIPORT (5032)	Interim	RM0.03	27/5/2021	15/7/2021	RM4.20	RM4.32	0.7	2.9
OCB (5533)	Regular Cash	RM0.02	22/2/2021	16/7/2021	RM0.64	RM0.79	1.9	22.7
CANONE (5105)	Regular Cash	RM0.04	25/2/2021	16/7/2021	RM2.87	RM3.34	1.2	16.4
SAM (9822)	Regular Cash	RM0.11	25/5/2021	21/7/2021	RM6.55	RM7.25	1.5	10.7
DKSH (5908)	Final	RM0.10	21/4/2021	21/7/2021	RM2.98	RM3.45	2.9	15.8
HARISON (5008)	Final	RM0.20	24/5/2021	22/7/2021	RM4.03	RM4.40	4.5	9.2
MITRA (9571)	Final	RM0.01	27/5/2021	23/7/2021	RM0.28	RM0.29	1.8	3.6
ASB (1481)	Final	RM0.00	28/4/2021	27/7/2021	RM0.16	RM0.16	1.0	0.0
HIL (8443)	Final	RM0.02	20/5/2021	27/7/2021	RM0.96	RM0.94	1.6	-2.1
TGUAN (7034)	Interim	RM0.01	27/5/2021	29/7/2021	RM2.80	RM2.72	0.4	-2.9
DKLS (7528)	Final	RM0.02	23/3/2021	29/7/2021	RM2.98	RM1.60	1.3	-46.3
PTRANS (0186)	2nd Interim	RM0.01	25/5/2021	3/8/2021	RM0.67	RM0.69	1.2	3.0
YINSON (7293)	Final	RM0.02	25/3/2021	4/8/2021	RM5.40	RM5.00	0.4	-7.4
KMLONG (5027)	Final	RM0.03	16/4/2021	12/8/2021	RM1.44	RM1.43	2.1	-0.7
CRESNDO (6718)	Final	RM0.02	16/4/2021	12/8/2021	RM1.14	RM1.22	1.6	7.0
AMPROP (1007)	Interim	RM0.03	28/5/2021	17/8/2021	RM0.87	RM0.88	3.4	1.1
LBS (5789)	Final	RM0.01	17/5/2021	26/8/2021	RM0.44	RM0.49	3.0	11.5
METROD (6149)	Regular Cash	RM0.06	23/3/2021	26/8/2021	RM1.45	RM1.49	4.0	2.8
PANAMY (3719)	Final	RM1.48	28/5/2021	8/9/2021	RM31.60	RM33.30	4.4	5.4
EWAIN (7249)	Final	RM0.04	28/5/2021	9/9/2021	RM0.33	RM0.38	9.3	13.6
MAHSING (8583)	Regular Cash	RM0.02	28/4/2021	15/9/2021	RM1.00	RM0.90	1.8	-10.0

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