

16 Apr 2024

| Daily Digest

Key indices

	Close	Chg	% Chg
KLCI	1,543	(9)	(0.6)
FBM EMAS	11,600	(98)	(0.8)
DJIA	37,983	(476)	(1.3)
NASDAQ	16,175	(267)	(1.7)
FTSE	7,957	(38)	(0.5)
HSI	16,600	(121)	(0.7)
NIKKEI	39,233	(291)	(0.7)
STI	3,184	(33)	(1.0)
KOSPI	2,670	(11)	(0.4)

Source: Bloomberg

Market data

	Close	3M	12M	2MMA
Volume (m)	4,280	3,917	3,486	
Value (RM m)	3,248	2,788	2,278	

	Close	Prev	% Chg
CPO	4,443	4,500	-1.3
RM/ US\$	4.78	4.77	0.2
Crude oil (brent)	89.5	90.5	-1.1
MGS 10 yr	3.91	3.88	0.8

Source: Bloomberg, CIMB Securities

Relative performance
(CIMB Securities)

Top gainers (%)	1M	3M	12M
SP SETIA	33	52	123
BERJAYA FOOD	22	6	(30)
MAH SING	21	41	86
MRCB	16	26	89
BUMI ARMADA	15	11	(16)
MUHIBBAH	13	3	11
AEON CREDIT	12	16	6
KOSSAN	11	(0)	36
MBM RES	11	10	27
ANN JOO	9	6	(12)
Top losers (%)	1M	3M	12M
AXIATA	(10)	(5)	(22)
GENTING MALAYSI	(9)	(6)	(8)
CELCOMDIGI	(7)	(6)	(14)
TELEKOM	(6)	1	11
PHARMANIAGA	(6)	(15)	(3)
RCE CAPITAL	(6)	(16)	32
YINSON	(5)	(10)	(16)
AIRASIA X	(4)	(33)	(4)
COASTAL CONTRA	(4)	(17)	(40)
TUNE PROTECT	(4)	(21)	(28)

Source: Bloomberg

Agriculture & Forestry – Palm oil stocks could bottom in Apr

Malaysian palm oil stocks fell 10.7% mom to 1.72m tonnes, in line with ours but below consensus estimates. We project a further 13% mom decline in stocks to 1.49m tonnes in Apr 2024 before rebounding in May. Factors such as dry weather in some key palm oil regions since late Jan, disease outbreaks in Sabah, and worker shortages could lead to slower palm oil output growth in 2H24, which could keep the CPO price firm.

Malaysia Strategy – Weekly wrap and fund flows (#15/2024)
| News Headlines

- G Capital partners with Hong Kong's CCIAM Logistic to raise RM325m for hydropower projects
- HeiTech Padu bags RM190m system maintenance contract from JPJ
- Iris fails to sell stake in subsidiary that lost NIISe project
- Kumpulan Kitacon secures LOA worth RM135m for building works in Ijok
- EP Manufacturing inks deal with China's BAIC for vehicle assembly in Malaysia
- NY-based investment firm said to halt plan to buy stake in Syed Mokhtar's MMC Port

Newsflow

G Capital partners with Hong Kong's CCIAM Logistic to raise RM325m for hydropower projects

Renewable energy solution provider G Capital Bhd has partnered with Hong Kong-based CCIAM Logistic Company Limited to raise RM325m for its small hydropower projects in Pahang. The group has entered into a Memorandum of Understanding (MOU) with CCIAM Logistic to set forth mutual intentions for the project. *[The Edge]*

HeiTech Padu bags RM190m system maintenance contract from JPJ

HeiTech Padu Bhd said it had bagged a RM190.01m contract to provide maintenance and technical support services for the Road Transport Department's (JPJ) information and communications technology infrastructure and MySIKAP (driver and vehicle information) system. The three-year contract from May 2024 involves the provision of the services at JPJ offices throughout the country. The contract value is higher when compared to previous similar contracts awarded to the group by JPJ. *[The Edge]*

Iris fails to sell stake in subsidiary that lost NIISe project

Iris Corp Bhd has called off the sale of an 80% stake in its wholly-owned Iris Information Technology Systems Sdn Bhd (IITS), the former developer of the RM1.16bn National Integrated Immigration System (NIISe) project, for RM70m cash. Iris terminated the agreement after the buyer, Tass Tech Technologies Sdn Bhd (TTTSB), failed to pay the second tranche of the deal's disposal consideration. The deal inked on Feb 10, 2023 comprised three payments. *[The Edge]*

Kumpulan Kitacon secures LOA worth RM135m for building works in Ijok

Kumpulan Kitacon Bhd has secured a letter of award (LOA) of main building works for a contract worth RM134.8m in Ijok, Selangor. Kitacon has accepted the LOA from Tropicana Alam Sdn Bhd for the proposed construction and completion of Phase 1 (Avisa) of the works. Kitacon said the 22-month contract will commence on April 18 this year. *[The Edge]*

EP Manufacturing inks deal with China's BAIC for vehicle assembly in Malaysia

EP Manufacturing Bhd (EPMB) said it has teamed up with China-based BAIC Motor Corporation Ltd to assemble and manufacture BAIC's authorised model vehicles in Malaysia. Under the 10-year agreement, its responsibilities include assembling and manufacturing the vehicles in Malaysia, ensuring that the assembly plant has a capacity of at least 5,000 vehicles per year by Sept 1, and at least 10,000 vehicles per year by March 1 next year. *[The Edge]*

NY-based investment firm said to halt plan to buy stake in Syed Mokhtar's MMC Port

Global Infrastructure Partners (GIP) has shelved plans to buy up to 49% of Malaysia's biggest port operator from a local tycoon on valuation concerns. After completing due diligence on MMC Port Holdings Sdn Bhd, the New York-based investment firm couldn't reach an agreement on a price for the stake, asking not to be identified as the information is private. Tan Sri Syed Mokhtar Al-Bukhary was seeking a valuation of RM15bn (US\$3.2bn) to RM20bn (US\$4.27bn) for MMC Port. *[The Edge]*

Forthcoming Events

Date	Event
22 Apr 2024	International Reserves of BNM as at 15 April 2024
30 Apr 2024	Monthly Highlights & Statistics for March 2024
30 Apr 2024	Detailed Disclosure of International Reserves as at end-March 2024
8 May 2024	International Reserves of BNM as at 30 April 2024
9 May 2024	Monetary Policy Statement 3rd/2024
17 May 2024	Economic & Financial Developments in the 1st Quarter 2024
23 May 2024	International Reserves of BNM as at 15 May 2024
28-29 May 2024	Global Forum on Islamic Economics & Finance
31 May 2024	Detailed Disclosure of International Reserves as at end-April 2024
31 May 2024	Monthly Highlights & Statistics for April 2024

Source: Bank Negara, CIMB Securities

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Buy	The stock's total return is expected to exceed 10% over the next twelve (12) months.
Hold	The stock's total return is expected to be between 0% and positive 10% over the next twelve (12) months.
Reduce	The stock's total return is expected to fall below 0% or more over the next twelve (12) months.
	<i>Note: The total expected return of a stock is defined as the sum of:</i> (a) the percentage difference between the target price and the current price; and (b) the forward net dividend yields of the stock. Stock price targets have an investment horizon of twelve (12) months
Sector Rating	Definition
Overweight	An Overweight rating means stocks in the sector have, on a market cap-weighted basis, a positive absolute recommendation.
Neutral	A Neutral rating means stocks in the sector have, on a market cap-weighted basis, a neutral absolute recommendation.
Underweight	An Underweight rating means stocks in the sector have, on a market cap-weighted basis, a negative absolute recommendation.

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