

Stocks Picks June 2024

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Summary

As of May 31th, the Large Cap (+6.89%), Small Cap (+6.61%), and Whole Universe (+9.86%) simulation portfolio, where the stocks were picked based on high quality and momentum scores have outperformed both the FBMKLCI and FBM Small Cap, which only registered 1.31% and 4.07%, respectively in May 2024.

Portfolio Strategy and Performance

Our portfolio strategy integrates quality and momentum factors. Quality and momentum scores are computed, with securities in the Leap Market being excluded from the calculation. The momentum score is derived from the price change over 6 and 12 months, while the quality scores result from a combination of financial ratios that exhibit a robust correlation with the forward return of securities.

Table 1: Historical Simulated Portfolio Return

Period	Large Cap	Small Cap	Combined	FBMKLCI	FBM SCAP	FBMACE
Feb-24	4.50%	1.40%	4.20%	2.54%	0.35%	0.28%
Mar-24	4.30%	8.60%	2.60%	-0.99%	3.08%	2.70%
Apr-24	3.83%	5.81%	6.71%	2.60%	3.40%	3.67%
May-24	6.89%	6.61%	9.86%	1.31%	4.07%	6.16%
Average	4.88%	5.61%	5.84%	1.37%	2.73%	3.20%
Cumulative	19.52%	22.42%	23.37%	5.46%	10.90%	12.81%

Source: Malacca Securities Research

Table 2: May Stocks Picks Performance

Large Cap Portfolio		Small Cap Portfolio		Whole Universe Portfolio	
UTDPLT	-0.2%	ADB	2.5%	UTDPLT	-0.2%
AMWAY	2.5%	BAHVEST	11.3%	AMWAY	2.5%
KGB	15.0%	CCK	33.6%	KGB	15.0%
VSTECS	40.5%	SENFONG	14.4%	VSTECS	40.5%
SYNERGY	0.0%	TEOSEN	-4.9%	SYNERGY	0.0%
KPPROP	7.6%	OFI	1.5%	KPPROP	7.6%
PECCA	12.1%	AVALAND	4.3%	PECCA	12.1%
MAHSING	24.0%	DELEUM	-10.3%	MAHSING	24.0%
CRESNDO	-3.9%	SKYWLD	5.7%	SKYWLD	5.7%
REDTONE	9.3%	PENERGY	7.1%	PENERGY	7.1%
LBS	-0.7%	SAMAIDEN	2.3%	SAMAIDEN	2.3%
UCHITEX	0.8%	PA	28.6%	PA	28.6%
ITMAX	1.3%	HSSEB	-2.0%	HSSEB	-2.0%
JTIASA	-11.2%	CLOUDPT	9.3%	CLOUDPT	9.3%
WELLCAL	6.4%	YOCB	-4.5%	YOCB	-4.5%
Average return	6.9%	Average return	6.6%	Average return	9.9%

Source: Malacca Securities Research



Table 3: June Simulated Portfolio

Large Cap Portfolio					Small Cap Portfolio					Whole Universe Portfolio				
Ticker	Q	M	S	Rating	Ticker	Q	M	S	Rating	Ticker	Q	M	S	Rating
UCHITEC	9.3	9.3	9.3	SP	GFM	8.7	9.9	9.3	SP	UCHITEC	9.3	9.3	9.3	SP
HUMEIND	8.8	9.6	9.2	SP	SENFONG	8.4	10.0	9.2	SP	HUMEIND	8.8	9.6	9.2	SP
KGB	8.3	9.7	9	SP	APOLLO	8.1	9.9	9.0	SP	KGB	8.3	9.7	9.0	SP
WASCO	7.8	9.6	8.7	SP	HTPADU	7.6	10.0	8.8	SP	WASCO	7.8	9.6	8.7	SP
MAGNI	7.6	9.7	8.7	SP	OCK	7.5	9.9	8.7	SP	MAGNI	7.6	9.7	8.7	SP
UTDPLT	6.9	9.9	8.4	SP	SCGBHD	7.6	9.9	8.7	SP	UTDPLT	6.9	9.9	8.4	SP
AIRPORT	7	9.6	8.3	SP	PWRWELL	7.5	9.9	8.7	SP	AIRPORT	7.0	9.6	8.3	SP
SIME	7.3	9.3	8.3	SP	M&G	9.1	7.9	8.5	SP	GFM	8.7	9.9	9.3	SP
ITMAX	6.9	9.7	8.3	SP	PARAMON	7.5	9.1	8.3	SP	SENFONG	8.4	10.0	9.2	SP
YTLREIT	6.9	9.6	8.2	SP	INTA	6.7	9.9	8.3	SP	APOLLO	8.1	9.9	9.0	SP
CCK	6.7	9.7	8.2	SP	YOCB	6.6	10.0	8.3	SP	HTPADU	7.6	10.0	8.8	SP
CLMT	7	9.4	8.2	SP	THETA	6.8	9.6	8.2	SP	OCK	7.5	9.9	8.7	SP
DAYANG	6.5	9.9	8.2	SP	TAS	6.5	9.9	8.2	SP	SCGBHD	7.6	9.9	8.7	SP
SPSETIA	6.6	9.7	8.1	SP	ADB	6.2	9.9	8.0	SP	PWRWELL	7.5	9.9	8.7	SP
HLIND	6.4	9.9	8.1	SP	UZMA	6.7	9.3	8.0	SP	M&G	9.1	7.9	8.5	SP

Q: Quality, M: Momentum, S: Score SP: Strong Positive

Source: Malacca Securities Research

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(i) Nil.

Stock recommendation guide

BUY	The share price is expected to appreciate more than 10% over the next 12 months
HOLD	The stock price is expected to range between -10% and +10% over the next 12 months
SELL	The share price is expected to fall more than 10% over the next 12 months
TRADING BUY	The share price is projected to rise more than 10% over the next three (3) months due to an ongoing or impending corporate development. The stock price is also expected to be volatile over the next three months
TRADING SELL	The stock price is expected to fall more than 10% over the next three months due to an ongoing or impending corporate developments. The stock price is also expected to be volatile over the next three months
NOT RATED	No recommendation is assigned

