



08 January 2020

 [research@rakutenrade.my](mailto:research@rakutenrade.my)

### Previous Day Highlights

The FBM KLCI rebounded 13.3 points or 0.83% to 1,611.01 yesterday, in line with the regional markets. Gainers of 441 outnumbered losers of 388. Volume traded totaled 2.99bn unit of shares worth RM1.80bn.

Asian equities rebounded with the Shanghai Composite Index gained 0.69% to 3,104.8. Hang Seng Index ended 95.9 points higher to 28,322.1. Nikkei 225 Index was 1.60% higher.

U.S. stock markets retreated overnights with the Dow Jones Industrial Average Index lost 0.42% to 28,583.7. Nasdaq Composite Index was flat at 9,068.6 while S&P 500 Index dropped 0.28%.



### News For The Day

#### **GFM Services to raise up to RM19.75m from private placement**

GFM Services Bhd is looking to raise up to RM19.75m from a proposed private placement of up to 10% of its issued ordinary shares. – *Sunbiz*

#### **Sunway Property targets RM2bn in sales in 2020**

Sunway Property, the property arm of Sunway Bhd, is targeting RM2bn in sales, while launching RM3.5bn worth of properties this year. The sales target was an increase from its 2019 target, when Sunway Property surpassed its sales targets of RM 1.3bn to reach RM 1.55bn in sales. – *Sunbiz*

#### **Taliworks clarifies Selangor water receivables was sold at RM660m**

Taliworks Corp Bhd clarified that its receivables due from Syarikat Pengeluar Air Sungai Selangor Sdn Bhd (Splash) was sold to special purpose vehicle Starbright Capital Bhd, for a consideration of RM660m. - *The Edge Markets*

#### **DRB-Hicom inks two agreements to pursue automotive testing**

DRB-Hicom Bhd has inked two agreements which will see its involvement in the collaboration and development of automotive testing. Its indirect subsidiary Perusahaan Otomobil Nasional Sdn Bhd or PONSB had inked a memorandum of understanding with China Automotive Technology and Research Centre Co Ltd to collaborate in the field of automotive testing, research and development, as well as to maximize resources of China and Malaysia's automotive industry. – *The Edge Markets*



### Our Thoughts

Middle East tension has taken for the worse with Iran's latest retaliation on reports that missiles were fired targeting US airbase in Iraq with crude oil price and gold price jump on the news. Regional markets are expected to see risk off mode and take a beating. Likewise, we expect FBM KLCI to see weakness and may test 1,600 support level. Nevertheless, there are still trading opportunities as investors could position themselves on the Oil & Gas stocks such as Hibiscus, Armada, Yinson, Icon and gold related stocks such as Bahvest or Gold ETFs.



08 January 2020

 [research@rakutentrade.my](mailto:research@rakutentrade.my)

---

This document has been prepared for general circulation based on information obtained from sources believed to be reliable but we do not make any representations as to its accuracy or completeness. Any recommendation contained in this document does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may read this document. This document is for the information of addressees only and is not to be taken in substitution for the exercise of judgement by addressees and further shall not be re-distributed to any other third party. Rakuten Trade Sdn Bhd accepts no liability whatsoever for any direct or consequential loss arising from any use of this document or any solicitations of an offer to buy or sell any securities. Rakuten Trade Sdn Bhd and its associates, their directors, and/or employees may have positions in, and may affect transactions in securities mentioned herein from time to time in the open market or otherwise, and may receive brokerage fees or act as principal or agent in dealings with respect to these companies.

---

Published:

**RAKUTEN TRADE SDN BHD (266701-P)**

Level 7, Kenanga Tower, 237, Jalan Tun Razak, 50400 Kuala Lumpur, Malaysia  
Telephone: (603) 2110 7188 Website: [www.rakutentrade.my](http://www.rakutentrade.my)

Kenny Yee Shen Pin  
Head of Research