



10 March 2020

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## Previous Day Highlights

The FBM KLCI plummeted 59 points or 4.0% to 1,424.2 yesterday following the plunge of oil price. Bursa Energy Index tumbled over 200 points or 25.4% on the sell down of oil and gas related stocks. Volume traded was significantly higher, stood at 6.66bn unit of shares valued at RM3.62bn. Losers of 1,139 significantly outpaced gainers of 120.

Nikkei 225 Index lost 5.1% or over 1,000 points ended at 19,693.8. Shanghai Composite Index was 3.0% lower while Hang Seng Index fell 4.2% to 25,040.5.

Dow Jones fell dramatically overnight as the index plunged 7.8% to 23,851.0 and the steep market slide triggered trading halt. Nasdaq lost 7.3% and S&P 500 was 7.6% lower.



## News For The Day

### **Global rout wipes out RM78bn from Bursa**

Some RM77.8bn worth of market capitalisation was wiped off from Bursa Malaysia-listed companies yesterday as investors took cue from the oil price crash, and lingering fears on Covid-19 virus as the spread outside of China continues to grow. – *The Edge Financial Daily*

### **Manufacturers expect sluggish first half on Covid-19 impact**

The Federation of Malaysian Manufacturers' members foresee a gloomy outlook for the first half of 2020 due to uncertainties from the Covid-19 outbreak, according to the 16th FMM-MIER Business condition survey. – *Sunbiz*

### **CIMB Tengku Zafrul is finance minister**

Prime Minister Tan Sri Muhyiddin Yassin has opted not to appoint a deputy prime minister and instead has decided to appoint four senior ministers. CIMB Group Holdings Bhd group CEO has been appointed the new finance minister. – *The Edge Financial Daily*

### **Southern Cable enlists MIDF Amanah Investment as underwriter for ACE Market IPO**

Southern Cable Group Bhd has entered into an underwriting agreement with MIDF Amanah Investment Bank Bhd for its proposed initial public offering on the ACE Market of Bursa Malaysia. The company is expected to be listed in the second quarter of this year. – *Sunbiz*

### **Leong Hup buys feedmill in Vietnam for RM67.03m**

Leong Hup International Bhd has acquired a feedmill in Vietnam including its equipment, machineries and motor vehicles, for RM67.03m. The acquisition marked its diversification into aquatic feed in Vietnam. – *New Straits Times*



## Our Thoughts

Another day, another potential bloodbath. Following the steep fall on Wall Street overnight, we expect regional markets to experience another selling-down today. The domino effect has already started as investors sentiments is now even more jittery. Locally, notwithstanding the new Cabinet announced yesterday we believe the unloading of equities to persist. As such, we reckon the FBM KLCI to break the 1,400 level today with the next support at the 1,380/90 levels.



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