



11 March 2020

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

## Previous Day Highlights

The FBM KLCI rebounded 6.3 points or 0.44% to 1,430.4 yesterday. Volume traded was 4.42bn unit of shares valued at RM3.21bn. There were 477 losers versus gainers of 491.

Asian stock markets recovered as the Hong Kong's Hang Seng Index rebounded 352.1 points to 25,392.5. Shanghai Composite Index rose 1.82% and Nikkei 225 Index ended 0.85% higher.

U.S. stocks staged a comeback overnight as the Trump administration is planning to introduce an economic stimulus package. Dow Jones rose over 1,000 points to 25,018.2. S&P 500 Index advanced 4.9% to close at 2,882.2 while Nasdaq Composite Index was up 5.0%.



## News For The Day

### **Hibiscus Petroleum warns of downward revision to FY20 production target**

Hibiscus Petroleum Bhd remains on track to achieve its total production target of delivering between 3.3 million barrels of oil (mmbbl) and 3.5 mmbbl in the financial year ending FY20. However, it warned that there may be revisions to this target as there could be an advantage to execute maintenance activities, which require a shutdown, during this period of low prices. – *The Edge Financial Daily*

### **KESM posts RM1.86m net profit for 2Q**

Chip-testing company KESM Industries Bhd's net profit nearly quadrupled to RM1.86m or 4.34 sen per share in 2QFY20, from RM474,000 or 1.1 sen per share a year ago. – *The Edge Financial Daily*

### **UEM Edgenta banks on 'promising track record' to maintain growth**

UEM Edgenta Bhd expects this year to be challenging but remains confident of the group's performance, citing the resilient nature of its business, long-term earnings visibility and strong track record. – *The Edge Financial Daily*

### **Serba Dinamik sees no impact from short-term oil price slump**

Serba Dinamik Holdings Bhd is seeing little to no impact from the oil price crash on its business. The group expects maintenance works to still be available in the current market situation. – *The Edge Financial Daily*

### **IJM Corp secures RM530m contract in TRX**

IJM Corp Bhd has won RM530m contract for the construction of The Exchange TRX's residential component in Tun Razak Exchange. – *The Edge Financial Daily*



## Our Thoughts

A regional bloodbath was averted yesterday as investors came out in force to prop equity markets into positive territory. Nonetheless the broader market sentiments remain fragile as we believe yesterday's performance was only a relief rally. Locally, the FBM KLCI at one point gained by more than 20 points before it closed a mere 6 points higher yesterday. As such we reckon investors will take any opportunity to sell into strength thus any upside will be curbed and expect more pressure on the FBM KLCI with immediate support at 1,420. We continue to advocate caution.



11 March 2020

 [research@rakutenrade.my](mailto:research@rakutenrade.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.rakutenrade.my](http://www.rakutenrade.my)

Kenny Yee Shen Pin  
Head of Research