



11 September 2019

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Previous Day Highlights

The FBM KLCI lost 8.62 points or 0.54% to 1,595.85 yesterday mainly dragged down by AXIATA and DIGI following the cancellation of the proposed merger. Market breadth was negative with 458 losers outnumbered 345 gainers.

Asian stock markets finished on mixed notes yesterday with the Shanghai Composite Index declined 0.12% while Nikkei 225 Index rose 0.35% and Hang Seng Index remained flat.

The Dow Jones Industrial Average Index extended its win streak to five sessions gaining 0.28% to 26,909.4 points yesterday. However, Nasdaq retreated 0.04% while S&P 500 Index closed flat at 2,979.4 level.

News For The Day

Eversendai announces contract wins valued at RM288m

It has secured seven contracts for structural steel works worth RM288m across various markets. The three new jobs comprising commercial building towers in Hyderabad, and an airport main terminal building and ITC boiler structure in Chennai. – *The Star Online*

KAB inks energy deal with Thai firm

Kejuruteraan Asastera Bhd (has entered into an agreement with Energy Opti-misation (Thailand) Co Ltd) to undertake an energy performance contract. The contract entails a chiller opti-misation for Robinson department stores located in Central Grand Rama 9 and Robinson Lifestyle Prachinburi – *The Sun Daily*

Carimin bags oilfield services contract from Petronas Carigali

Carimin Petroleum Bhd has bagged a contract to undertake hook-up, commissioning and topside major maintenance services for Petronas Carigali Sdn Bhd at the Angsi oil and gas field offshore Peninsular Malaysia. The contract will be for 15 months, with completion on Nov 15, 2020. – *The Edge Markets*

Pintaras Jaya bags three piling jobs totalling RM80m

Pintaras Jaya Bhd has bagged three piling contracts worth a combined RM80m. This brings the total new contracts secured to 13, collectively worth RM327m. The projects are to commence in October, with contract periods ranging from four months to seven months. – *The Edge Markets*

Magni-Tech Industries Q1 net profit 38.6% higher

Magni Tech recorded a 38.6% increase in net profit to RM30.5m for the first quarter on the back of improved performance by both its business segments. The group, which is involved in the manufacturing and sale of garments as well as flexible plastic packaging goods and corrugated cartons also saw revenue for the quarter ended July 31, 2019, rise by 19.6% to RM327.3m. – *The Star Online*



Our Thoughts

The US 10-year Treasury yield rebounded to a high of 1.73% having touched a low of 1.45% only a week ago. Such volatility on the yields has been rarely seen suggesting more market volatility ahead within the financial markets. Meanwhile, we are indeed dismayed with the breakdown of the potential merger between Telenor and Axiata as this will put additional pressure on the local markets which is in dire need of some solid catalysts. As a result, foreign investors have been shunning the local bourse despite trading at reasonable valuations currently. Year to date, net foreign outflow remains persistent totalling RM7.4bn thus far.



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