



14 January 2020

 research@rakutentrade.my

Previous Day Highlights

The FBM KLCI lost 6.7 points or 0.42% to 1,584.7 yesterday mainly dragged by PBBANK, PCHEM and HLBANK. Market breadth was neutral with 419 gainers versus 429 losers.

Asian stock markets closed higher on the positive trade deal development. Hang Seng Index rose 316.8 points to 28,954.9. Nikkei 225 Index gained 0.47% while Shanghai Composite Index increased 0.75%.

U.S. stocks rebounded after President Donald Trump decided to remove China from the watchlist of currency manipulator. Dow Jones gained 0.29% to 28,907.1, S&P 500 Index rose 0.7% while Nasdaq Composite Index was lifted by 1.04%.

Our Thoughts

US markets continues its bullish run with index as Nasdaq and S&P hit record high on the trade deal optimism coupled with reports that US plans to remove China from a list of currency manipulators. Regional markets are expected to follow suit and trend higher today. However, our local FBM KLCI continues to lag and stayed below 1,600 level. Nonetheless, the small mid cap and technology has been the bright spot and we expect it continue and investors should look at tech related stocks such like UWC, Dufu, MI Tech, JCY and Notion.

News For The Day

Kok: No Indian boycott of Malaysian palm oil

Primary Industries Minister Teresa Kok dismissed reports that India has called for a boycott of Malaysian palm oil. It was learned from several discussions that Indian palm oil buyers want Malaysia to increase its export of crude palm oil and reduce the export of refined palm oil. – *The Edge Financial Daily*

Dayang bags four-year contracts from Petronas Carigali

Dayang Enterprise Holdings Bhd has bagged two contracts for the provision of integrated hook-up and commissioning from Petronas Carigali Sdn Bhd. – *The Edge Markets*

Chiau family triggers MGO of Chin Hin Group Property

Chin Hin Group Property Bhd's non-independent and non-executive chairman Datuk Seri Chiau Beng Teik and his family have launched a mandatory general offer for the rest of the shares they do not own in the company. – *The Edge Markets*

Amverton founder seeks to take company private

Amverton Bhd's founder, chairman and controlling shareholder, Tan Sri Ng Boon Thong, intends to take the property company private by offering to buy the remaining shares in the company at RM1.20 apiece. – *The Edge Markets*

MyEG rolls out tax monitoring system to 30 more cities in Indonesia

My EG Services Bhd'S Indonesian associate PT Cartenz Inti Utama has secured additional government mandates to roll out its tax monitoring system to 30 more cities, marking an expansion to the programme that is already actively underway in Jakarta. – *The Edge Markets*



14 January 2020

 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

Kenny Yee Shen Pin
Head of Research