



15 July 2019

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## Previous Day Highlights

The FBM KLCI dropped 9.81 points or 0.58% to 1,669.45 points last Friday. The benchmark index was mainly dragged by CIMB, Maxis and Hong Leong Bank. Market breath was negative with 453 losers versus 401 gainers.

Regional markets ended with positive notes led by Shanghai Composite Index gaining 0.44%, Hang Seng Index rose 0.14% and Japan's Nikkei 225 increased 0.2%.

US stock markets continued the rally with all three major indices hit record highs on Friday. The Dow 243.95 points to 27,332.03, the S&P 500 gained 0.46%, to 3,013.77 and the Nasdaq Composite added 48.10 points to 8,244.14.



## Our Thoughts

All is looking good at the moment for the domestic equity market. Liquidity is building up with foreign funds inflow though not significant has been rather consistent. Sentiments we gather has also improved with Wall Street charting new record highs recently. Therefore, we believe the regional markets should do well today which will prop up the FBM KLCI as well. We expect the FBM KLCI to challenge the 1,700 level very soon.



## News For The Day

### **Digi kicks off Q2 results season with higher earnings**

Digi.com Bhd started the second quarter corporate results season by registering a slightly higher net profit of RM392.47m and declared an interim dividend of five sen a share. – *The Star*

### **Printing company MTAG Group to list on ACE market**

Printing and materials converting specialist MTAG Group Bhd (MTAG) seeks to list on Bursa Malaysia ACE market in two months. Johor-based MTAG specialises in printing of labels and stickers and customized converting services. – *New Straits Times*

### **JayCorp teams up with HK firm**

JayCorp Bhd is partnering with Hongkong-based Honsoar International Ltd (HIL) to manufacture and sell kitchen cabinets and bathroom vanity cabinets. The two companies signed an agreement to form a joint venture, Honsoar Cabinetry Sdn Bhd, to undertake the business – *The Edge*

### **Ho Hup gets new lease of life**

After five years of dwindling profits, a reversal in Ho Hup Construction Co Bhd's fortunes may be on the cards on the back of a RM266.4m entitlement stemming from the sale of the Pavilion Bukit Jalil Mall. The RM266.4m payout is Ho Hup's portion from Malton Bhd's proposed sale of a 49% stake in Pavilion Bukit Jalil Mall for RM1.48bn. – *The Star*

### **Gas Malaysia announces natural gas tariff revision**

Gas Malaysia Bhd announced that the government has approved the revision of the natural gas tariff for the non-power sector in Peninsular Malaysia for the period from 15 July 2019 to 31 December 2019. The average gas base tariff will be adjusted to RM32.74/mmbtu. However, under the GCPT mechanism, a surcharge of RM1.92/mmbtu will apply to all tariff categories. This translates to an average effective tariff of RM34.66/mmbtu, an increase of 5.3% from the previous average effective tariff of RM32.92/mmbtu. - *Bursa Malaysia*



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