



26 July 2019

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Previous Day Highlights

The FBM KLCI gained 4.17 points or 0.25% to 1,656.58 yesterday. However, market breath was negative with 500 losers outnumbered 301 gainers.

Asian stock markets continued to trend higher with the Shanghai Composite Index rose 0.48%, Hong Kong's Hang Seng gained 0.25% and Nikkei 225 Index advanced 0.22%.

US markets trended lower on Thursday due to disappointing corporate earnings as well as monetary policy update from European Central Bank. The Dow dropped 0.47%, Nasdaq Composite Index declined 1.0% and S&P 500 Index lost 0.53%.



Our Thoughts

Genting Malaysia has fully resolved its dispute with Fox Entertainment Group over the development of its outdoor theme park. We expect Genting Malaysia share price to continue with its upward momentum possibly breaching the RM4 level. Recall that share price was hovering at the RM4.50 level before succumbing to below the RM3 threshold when news of the dispute broke out last year.



News For The Day

Genting Malaysia settles with Disney and Fox

Genting Malaysia Bhd has settled with Fox Entertainment Group Llc, Twentieth Century Fox Film Corp, FoxNext Llc, Twenty First Century Fox Inc and Walt Disney Co over the construction of an outdoor theme park. The parties signed a restated Memorandum of Agreement today which grants Genting Malaysia a license to use certain Fox intellectual properties. - *The Edge*

FGV in talks to sell MSM stake

FGV Holdings Bhd is in talks – including with international players in the sugar industry to dispose of part of its 51% strategic stake in refined sugar producer MSM Malaysia Holdings Bhd. - *The Edge*

Syarikat Takaful's Q2 profit jumps 60.5%

Syarikat Takaful Malaysia Keluarga Bhd reported a net profit of RM80.m for the 2Q ended June 30, 2019, a 60.5% surge from RM50.42m recorded in the same quarter in 2018, attributed to the increase in net wakalah fee income. – *The Sun Daily*

BAT gives lower dividend as 2Q net profit falls

British American Tobacco (M) Bhd's net profit for 2Q ended June 30, 2019 fell by 32% to RM77.23m a year earlier reflecting an overall decline in legal volumes as well as higher company expenses - *The Edge*

Hartalega sets aside RM745m for capex

Hartalega Holdings Bhd will set aside RM745m for capital expenditure for the next three years, mainly for capacity expansion and technological advancement. Of the total capex, RM630m will be for plant expansions and RM115m for investment into industrial 4.0 technologies. The plant expansion plan will see Hartalega's annual gloves production capacity increase to 42bn pieces in the next three years, from 34bn pieces currently. – *The Edge*

AirAsia inks MoU to integrate cargo capacity

AirAsia Group Bhd has proposed a joint venture in Thailand for its indirect wholly-owned subsidiary Teleport Everywhere Pte Ltd to provide logistics services to its associate companies Thai AirAsia Co Ltd and Thai AirAsia X Co Ltd. – *The Edge*



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