



26 June 2019

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## Previous Day Highlights

The FBM KLCI closed slightly higher to 1,676.61 points (+0.48 point or 0.03%) yesterday. Turnover was low at RM1.75bn with 1.78bn unit of shares traded. Market breath was also negative with 413 losers vs 364 gainers.

Asian market ended in negative territory yesterday with the Shanghai Composite Index dropped 0.87%, Hang Seng Index dropped 1.15% and Nikkei 225 Index lost 0.43%.

U.S. stock markets fell after Fed Reserve indicated "wait-and-see" stance on interest rates. The technology-related Nasdaq Composite Index recorded three-day losing streak, losing 1.51% to close at 7,884.7 points. The Dow lost 0.67% while S&P 500 Index dropped 0.95%.



## News For The Day

### **VS Industry 3Q net profit up 43%, proposes 0.8 sen dividend**

VS Industry Bhd's third quarter net profit grew 43.15% to RM31.38m, from RM21.92m a year earlier, on the back of higher sales from key customers in Malaysia. Earnings per share for the quarter ended April 30, 2019 rose to 1.74 sen from 1.32 sen. - *The Edge Markets*

### **Redtone 4Q net profit up 53% on higher**

Redtone International Bhd's net profit for the fourth quarter ended April 30, 2019 rose 53% to RM4.8m, from RM3.13m in the previous year, thanks to higher revenue contributions from its managed telecommunication network services segment. Earnings per share improved to 63 sen versus 41 sen per share previously. - *The Edge Markets*

### **Tri-Mode partners Taiwan's Oriental Logistics in Vietnamese venture**

Integrated logistics firm Tri-Mode System (M) Bhd is partnering with a Taiwanese logistics firm to expand its geographical footprint to Vietnam, where it sees high demand for international logistics services. It has entered into a joint venture (JV) agreement with Oriental Freight Services Co Ltd and Vietnamese investor Le Thi Thuy An today to set up the company in Ho Chi Minh City, Vietnam. - *The Edge Markets*

### **TRC Synergy tenders for projects worth RM2bn this year**

Construction player TRC Synergy Bhd is actively bidding for RM2bn worth of projects this year while striving to reduce reliance on the segment. Executive director Datuk Abdul Aziz Mohamad said the company has set a realistic target of RM2bn this year as compared with a RM5bn tender book last year, in line with the current trend in the industry. - *The Star Online*

### **Cahaya Mata unit CMSCI has no plans to increase cement prices**

CMS Cement Industries Sdn Bhd, a subsidiary of Cahaya Mata Sarawak Bhd, has no plans to increase the prices of its cement anytime soon, said its chief executive officer Suhadi Sulaiman. - *The Edge Markets*



## Our Thoughts

It is going to be interesting come the semi-annual review of the FBM KLCI components. Telekom Malaysia which was omitted from the benchmark index have staged a remarkable recovery of sorts with its share price currently at RM4.11 from the low of RM2.11 barely a year ago. If this is maintained, we believe Telekom Malaysia would be readmitted to the FBM KLCI with its market capitalisation now stands at RM15.6bn.



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