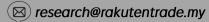


# Dail<u>y Market Re</u>port



26 November 2019





### **Previous Day Highlights**

The FBM KLCI closed 5.5 points or 0.34% lower to 1,591.4 level yesterday. Bursa Energy Index was 1.4% lower as most of the oil and gas related stocks fell. Decliners stood at 549 versus 337 gainers.

Major Asia stock markets finished on positive note with Hong Kong's Hang Seng Index being the leading index, gaining 398 points to 26,993.4. Japan's Nikkei 225 Index was 0.78% higher and Shanghai Composite Index rose 0.72%.

U.S. equities continued its uptrend supported by the positive expectation on the trade deal. Dow Jones closed at 28,066.5, S&P 500 Index gained 0.75% while Nasdaq Composite Index advanced 1.32%.



## **Our Thoughts**

We anticipate the local bourse to trend higher today following yesterday's disappointing performance. As Wall Street remains rather strong due to flush in liquidity as valuations on US stocks seems a tad rich at current levels hovering at 18x forward PER as opposed to the average of 15x for the DJI Index. In view of this, we reckon funds may look elsewhere for better valuations and Asia's emerging markets seems to be good bets. Today, we believe the FBM KLCI to re-test the 1,600 level to break its prevailing consolidation mode.



### **News For The Day**

#### Serba Dinamik 3Q net profit jumps 36%

A jump in revenue from stronger contributions from its operation and maintenance segment pushed Serba Dinamik Holdings Bhd's net profit up by 36% in the third quarter ended Sept 30, 2019 to RM113.16m, from RM83.23m a year ago. – *The Edge Markets* 

### Favelle Favco bags eight contracts worth RM68.8m

Favelle Favco Bhd, which saw its share price hit its all-time high of RM3.02 last week, has bagged eight supply contracts worth a total of RM68.8m. Six out of the eight contracts are for the supply of offshore cranes, while the remainder two are for the provision of compressor system and replacement of flare pips. — *The Edge Markets* 

## <u>Chin Hin reports 3Q profit rise, sees Solarvest as</u> growth driver

Chin Hin Group Bhd, which reported today a 15.16% rise in third quarter net profit to RM7.37m, said it is confident that its associate Solarvest Holdings Bhd could be the next earnings growth driver for the building material distributor. – *The Edge Markets* 

## TSH Resources 3Q net profit down 25.7% on lower CPO, palm kernel selling prices

Plantation player TSH Resources Bhd announced a 25.7% decline in net profit to RM6.03M for its third quarter ended Sept 30, 2019, from RM8.12m a year ago. This was as quarterly revenue contracted 9.7% to RM203.81m from RM225.76m in the year-ago quarter, mainly due to lower average crude palm oil and palm kernel selling prices. — *The Edge Markets* 

### Manulife reports first quarterly loss since listing

Manulife Holdings Bhd registered a net loss of RM7.88m for its third quarter ended Sept 30, 2019 — its first quarter in the red since the group was listed in 2002 — versus a net profit of RM3.93m a year ago, dragged by its life insurance business segment, as claims climbed. — *The Edge Markets* 

#### EITA Resources 4Q net profit rises 59%

EITA Resources Bhd's fourth quarter net profit grew 59.03% to RM5.85m, from RM3.68m a year ago, in tandem with higher revenue from the manufacturing and high voltage system segments. Earnings per share for the quarter ended Sept 30, 2019 rose to 4.5 sen from 2.83 sen. – *The Edge Markets* 



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