



27 May 2019

 [research@rakutentrade.my](mailto:research@rakutentrade.my)

## Previous Day Highlights

The FBM KLCI closed 3.55 points or 0.22% lower to 1,598.32 last Friday. Volume traded on Bursa Malaysia was low with 1.89bn unit shares traded valued at RM1.55bn. Market breath was negative with 449 losers versus 342 gainers.

Asian markets ended mixed with the Shanghai Composite Index gained a marginal 0.5 points to 2,852.99, Japan's Nikkei 225 dropped 0.16% while the Hang Seng Index rose 0.32%.

U.S. stocks closed higher last Friday following hopeful comments from President Donald Trump that the trade war would be resolved soon. The Dow gained 0.37%, S&P 500 Index ended 0.14% higher while the Nasdaq Composite Index advanced 0.11%. However, the Dow slid for the fifth straight week, its longest streak since 2011 while the S&P 500 and Nasdaq each registered their first three-week declines of the year.



## News For The Day

### **Dayang unit wins contract from Roc Oil Sarawak**

Dayang Enterprise Sdn Bhd, a wholly-owned unit of Dayang Enterprise Holdings Bhd, has bagged a four-year contract from Roc Oil (Sarawak) Sdn Bhd for the provision of procurement, construction, installation, hook-up and commissioning services. The value of the contract was based on work orders issued by Roc Oil throughout the contract duration, from May 13, 2019 until July 16, 2023, with an option to extend for a period of one year. - *The Star Online*

### **Taliworks, Gamuda Water execute Splash agreements with Air Selangor**

Taliworks Corp Bhd said its wholly-owned subsidiary Sungai Harmoni Sdn Bhd has completed negotiations with Pengurusan Air Selangor Sdn Bhd (Air Selangor) on matters relating to the operations and maintenance of the Sungai Selangor Water Treatment Plant Works Phase 1. Separately, Gamuda Bhd announced that its 80%-owned subsidiary Gamuda Water Sdn Bhd will continue as the operation and maintenance operator for the Sungai Selangor Water Treatment Plant Phase 3. - *The Edge Markets*

### **Malayan Flour Mills seeks partner to develop processed poultry products**

Malayan Flour Mills Bhd (MFM) is keen to partner with other companies, as it seeks to establish a solid foothold in the downstream segment of its poultry integration segment. Group chairman Tan Sri Arshad Ayub said partnering with another organization may open up opportunities for MFM to export its processed poultry products overseas. - *The Edge Markets*

### **20.75% stake in Metronic Global traded off market after suit against shareholders**

Two weeks after Metronic Global Bhd took legal action against its shareholders, the building management engineering solutions provider saw some 199.77 million shares, or a 20.75% stake, in the company traded off market. According to Bloomberg data, the shares were traded in seven separate blocks for a total of RM4.71 million, or 7.5 sen per share. - *The Edge Markets*



## Our Thoughts

Teo Seng, one of the largest vertically integrated chicken egg players in Malaysia has recently kicked off FY19 on higher note boosted by its poultry farming business. It has a daily egg production of four million and with 40% exports to Singapore and Hong Kong and has a market share of 8% and 19% in Malaysia and Singapore respectively. We continue to like Teo Seng due to its intact fundamentals while chart-wise also signalling buying opportunity to accumulate the stock. Refer to our Technical View on Teo Seng Capital Bhd today.



27 May 2019

 [research@rakutenrade.my](mailto: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](http://www.rakutenrade.my)

Kenny Yee Shen Pin  
Head of Research