



27 September 2019

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Previous Day Highlights

The FBM KLCI ended in positive notes yesterday, gaining 3.4 points or 0.22% to 1,593 points. Market breadth was slightly better with 398 gainers versus 370 losers. However, volume traded remained low at 1.8bn unit of shares traded valued at RM1.6bn.

Asian stock markets trended mostly higher on the renewed optimism on the China trade deal. Hang Seng Index gained 0.37%, Nikkei 225 rose 0.13% while Shanghai Composite Index lost 0.89%.

US stock markets finished in negative territory with the Dow Jones Industrial Average dropped 0.30% to 26,891.1 points. S&P 500 declined 0.24% and Nasdaq Composite Index fell 0.58%.



News For The Day

VS Industry posts record annual net profit

Electronics manufacturing services company VS Industry Bhd has posted a record annual net profit, as stronger sales orders from key clients boosted margins at its operations in Malaysia. – *The Star Online*

AEON Credit posts lower Q2 net profit

Aeon Credit Service Bhd registered a lower net profit of RM49.13mil in its second quarter ended Aug 31, 2019 vis-a-vis RM80.64m in the same quarter last year. Revenue, however, was higher by 21.8% at RM404.45m from RM332.09m previously. – *The Star Online*

Scientex Q4 profit at record high of RM133.4m

Scientex Bhd recorded the highest ever quarterly net profit at RM133.4m for the fourth quarter ended July 31, 2019, a 60.8% surge from RM82.99m in the same quarter a year ago, thanks to a double-digit growth in both the manufacturing and property development segment. – *The Sun Daily*

Hai-O's 1Q profit falls 30% on lower MLM contribution

Hai-O Enterprise Bhd's net profit fell 30% to RM7.74 million in the first quarter ended July 31, 2019 from RM11m a year ago, no thanks to lower contribution from its multi-level marketing division. – *The Edge Markets*

Top Glove 4Q net profit dips 13%

Top Glove Corp Bhd's net profit for the fourth quarter ended Aug 31, 2019 dipped 13.2% year-on-year to RM80.05m from RM92.33m, due mainly to increased competition and spike in natural rubber latex price. – *The Edge Markets*

Poh Kong achieves higher 4Q net profit

The steady climb on gold prices improved Poh Kong Holdings Bhd's net profit in the fourth quarter ended July 31, 2019. Its net profit grew 18% to RM10.57m or 2.58 sen a share compared with RM8.93m or 2.17 sen a share in the previous year. – *The Edge Markets*

GDB bags RM517m job

Construction firm GDB Holdings Bhd has clinched a RM517m contract to undertake construction works as the main contractor for the Park Regent residential development located at Desa ParkCity. – *The Edge Markets*

Our Thoughts

The verdict is out, and Malaysia remains in the FTSE Russell World Government Bond Index, however it remains on the watch list and will be reviewed again next March in 2020. The potential bond outflow feared by many is now behind us as we look forward to the upcoming Budget to be in focus. Pre budget rally for our markets could be in the making as our market continue to hover near the 1,600 level, we advocate investors to position themselves.



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