



03 July 2019

 research@rakutentrade.my

Previous Day Highlights

The FBM KLCI continued its rally to close 7.38 points or 0.44% higher to 1,691.0 level yesterday. Turnover was higher valued at RM2.57bn with 2.82bn unit of shares traded.

Asian markets ended mostly higher with the Hong Kong's Hang Seng Index rose 1.17%, Japan's Nikkei 225 Index gained 0.11% and the Shanghai Composite Index inched down 0.03%.

U.S. stock markets closed higher yesterday with the S&P 500 Index posted record close to 2,973.01. The Dow gained 0.26% and Nasdaq Composite Index rose 0.22%.



News For The Day

Kumpulan Perangsang Selangor accepts MoF's offer to acquire Sprint Highway

Kumpulan Perangsang Selangor Bhd has decided to accept the Minister of Finance (Incorporated)'s offer to acquire all the securities of toll highway concessionaire Sistem Penyuraian Trafik KL Barat Sdn Bhd (Sprint). To recap, MoF Inc offered to acquire four toll concessionaires with an enterprise value of RM6.2bn. – *The Sun Daily*

Cypark plans RM550m sukuk to fund solar projects

Cypark Resources Bhd proposes an Islamic Medium-Term Notes Programme of up to RM550m to finance three solar photovoltaic power plant projects. The sukuk will have a tenure of up to 22 years from the date of first issuance. – *The Sun Daily*

E.A. Technique to issue new shares to settle debt

E.A. Technique (M) Bhd has proposed to undertake a debt settlement exercise owed to its major shareholder, Sindora Bhd, totalling RM57.16m via the issuance of 121.62m new shares at 47 sen apiece in the company. It has also proposed a private placement of up to 106.36m new shares, representing approximately 17% of its enlarged total number of issued shares. – *The Star*

Asia Poly ventures into F&B sector

Cast acrylic sheet manufacturer, Asia Poly Holdings Bhd has ventured into the food and beverage segment with the signing of a shareholders agreement with Uncle Don's Holdings Sdn Bhd. Under the joint venture, the company would hold a 49% stake in the joint venture company, while Uncle Don's would own the remaining 51% in the JVC. – *The Star*

Oil dives 4% on demand worries even as Opec, allies extend cuts

Oil prices fell more than 4% on Tuesday, even after OPEC and allies including Russia agreed to extend supply cuts until next March, as weak manufacturing data had investors worried that a slowing global economy could dent oil demand. – *Reuters*



Our Thoughts

Our Malaysian equity markets have seen some green shoots as KLCI has been steadily recovering to close at 1,691.00 and is likely to cross 1,700 points as we have seen five straight days of net foreign fund inflow amounting to RM468.8m into our markets recently. We believe Maybank, which has been the laggard in the KLCI resurgence, should play catch up amongst the rise among the KLCI linked stocks. Currently trading at RM8.98 per share, Maybank is offering an attractive dividend yield of 6.35%.

Refer to our Technical View today.



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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

Kenny Yee Shen Pin
Head of Research