



30 January 2020

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

## Previous Day Highlights

The FBM KLCI continued to stay in negative territory yesterday as the index lost 1.17 points to 1,550.5. However, market breadth was positive as there were 513 gainers versus 392 losers.

Hong Kong's Hang Seng Index resumed trading session yesterday and ended 789 points lower to close at 27,160.6. Nikkei 225 Index rose 0.71%. Hang Seng Index and Shanghai Composite Index were closed.

U.S. stock markets closed mixed overnight as the Dow Jones Industrial Average Index edged up 0.04% to 28,734.5, Nasdaq Composite Index inched up 0.06% to 9,275.2 and S&P 500 Index was 0.09% lower.



## News For The Day

### **InNature eyes to raise RM120.5m from its February IPO**

InNature Bhd, which is slated to list on the Main Market on Feb 20, has set its initial public offering price at 68 sen per share, eyeing to raise RM120.5m from its upcoming listing exercise. The company is involved in the retailing and distribution of The Body Shop brand of cosmetics and personal care products. – *The Edge Markets*

### **Kejuruteraan Asastera secures RM20m project**

Kejuruteraan Asastera Bhd has won an electrical installation services contract worth RM20m from Kerjaya Prospek Group Bhd for a hotel, office and serviced apartment project in the city. – *The Edge Markets*

### **AirAsia posts 9% passenger growth in 4Q**

AirAsia Group Bhd has recorded a 9% increase year-on-year in the number of passengers carried to 13.17m for the fourth quarter ended December 2019 from 12.11 million passengers previously. The carrier's capacity expanded by 11% y-o-y to 16.02m passengers from 14.38m, driven by large increases in Indonesia and the Philippines. – *The Edge Markets*

### **Paramount to sell education business**

Paramount Corporation Bhd has received the green light from shareholders, as well as the Ministry of Education, to divest its controlling stake of its K-12 education business for an indicative price of RM540.5m. – *The Edge Markets*

### **KTMB eyes 30% income contribution from non-fare segments in 2030**

Rail operator Keretapi Tanah Melayu Bhd (KTMB) targets to raise the contribution from the non-fare segments to 30 per cent of total income in 2030 from just three per cent currently. – *The Edge Markets*



## Our Thoughts

With the virus still dominating headlines, most investors were sidelined amid a plethora of corporate results on Wall Street. It is also interesting to note that a large chunk of funds went into the US 10-year treasury as the yield touched below the 1.60% from around the 1.90% at the start of this year. Therefore, we reckon interests on equities to remain low with the FBM KLCI to hover within the 1,550/1,560 range. Meanwhile, CPO price staged a rebound to above RM2,700/MT following a sharp decline recently and consensus are having some mixed views of the commodity at the moment. We are Neutral on the sector.



30 January 2020

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

Kenny Yee Shen Pin  
Head of Research