



05 July 2019

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Previous Day Highlights

The FBM KLCI continued to close lower to 1,687.48, losing 2.57 points or 0.15%. However, market breath was positive with 466 gainers versus 348 losers and 406 counters remained unchanged.

Asian markets closed mixed with the Nikkei 225 Index rose 0.3% while the Shanghai Composite Index and Hang Seng Index dropped 0.33% and 0.21% respectively.

U.S. stock markets were closed for Independence Day on Thursday.



Our Thoughts

The Construction sector did not disappoint since our recommendation in February. The FBM Construction Index gained almost 26% since then and we expect there to be more upside despite the cautious stance from some of our peers. Nonetheless, the index remains 25% below its peak prior to GE14. Our positive stance on the sector stems on the fact that the sector thrives on positive news flow and believe there to be more in the pipeline. We remain buyers on Gamuda, IJM, Econpile and laggards like TRC, Gabungan AQRS, Vizione, George Kent and Crest Builder could potentially offer substantial upside.



News For The Day

Vincent Tan has upped stake in Caring Pharmacy after second off-market deal with PNB in two months

Tan Sri Vincent Tan Chee Yioun, the founder of Berjaya Corp Bhd, has upped his stake in Caring Pharmacy Group Bhd with the purchase of 3.1m shares from Permodalan Nasional Bhd. With the latest purchase, Tan has amassed 18.37m shares, or an 8.44% stake in Caring Pharmacy. He is the third-largest shareholder in the company behind PNB. - *The Star Online*

KNM secures RM36m air cooler heat exchangers job from Technip

KNM Group Bhd has bagged an air cooler heat exchangers contract worth €7.754m, equivalent to about RM36.14m, from Technip Italy SpA. Its indirect wholly-owned unit secured the job from Technip via a purchase order dated June 28, and that it involves the design, detailed engineering, fabrication and supply of air cooler heat exchangers as part of the expansion and modernisation projects of the Middle East Oil Refinery located in Alexandria, Egypt, that is managed by Middle East Refining Ltd (MIDOR). - *The Edge Markets*

UEM Edgenta bags RM500m Singapore contract

UEM Edgenta Bhd has won a contract worth around half a billion ringgit from the Health Ministry of Singapore. The contract was for the provision of hospital support services, including house-keeping and portering services, for the ministry's restructured hospitals. The contract is estimated to be worth between RM429.96m and RM540.1m, with the final value subject to the actual manpower resources deployed. - *The Star Online*

Oil prices fall on US inventory data, concerns about demand

Oil prices fell in thin trade on Thursday, weighed down by data showing a smaller-than-expected draw on U.S. crude stockpiles and worries about the global economy. - *Reuters*

Star Media appoints advertising veteran Andreas Vogiatzakis as group CEO

After six months without a group chief executive officer, Star Media Group Bhd has finally appointed Andreas Vogiatzakis to fill the post effective Aug 13. Greek national Andreas, 53, was previously the CEO of Havas Media Group, Malaysia, a position he had held from August 2016 till June 2019. - *The Edge Markets*



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