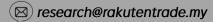


Dail<u>y Market Re</u>port



05 March 2020





Previous Day Highlights

The FBM KLCI finished 11.3 points or 0.76% to 1,490 yesterday mainly lifted by PCHEM. There were 464 losers against 431 gainers. RM2.37bn worth of stock was traded with 3.0bn unit of shares.

Asian stock markets closed mostly higher as the Nikkei 225 Index increased 17.3 points to 21,100.1, Hang Seng Index dropped 0.24% to 26,222.1 while Shanghai Composite Index closed 0.63% higher.

Dow Jones surged over 1,000 points yesterday ended at 27,090.9. Technology-led Nasdaq Composite Index also advanced 3334 points to 9,018 while S&P finished 4.22% higher.



Our Thoughts

US markets stage a strong rebound with Dow Jones rising over 1,000 points shrugging off the rise of Covid-19 cases globally as IMF has announced US\$50bn aid package to combat Covid-19 pandemic. Meanwhile, China continues to see drop in Covid-19 cases. The concerted efforts by major central banks globally have managed to calm the markets as US markets have recovered out of "correction territory". Regional markets will follow suit and on the local front, we expect the FBM KLCI to open firmer with 1,480 being the support level and possible moving to back to 1,500 level. Investors and traders should take the opportunity to position themselves for rebound play on oversold stocks.



News For The Day

Another OPR cut likely, say economists

Economists are not discounting another cut in Bank Negara Malaysia's key interest rate down the road, amid the various internal and external headwinds from the Covid-19 outbreak to weak global trade. – *The Edge Financial Daily*

TNB completes purchase of UK RE firms

Tenaga Nasional Bhd (TNB) has completed the acquisition of the balance 20% interest in two UK renewable energy (RE) companies GVO Wind Limited and Bluemerang Capital Limited for GBP18.6m (RM99.85m). – Sunbiz

Hong Kong's Vodoke seeks US\$34.54m from TM

Hong Kong-based IPTV services provider Vodoke Pte Ltd is seeking over US\$34.54m (RM145.13m) from Telekom Malaysia Bhd in relation to a collaboration agreement between the two parties. – *Sunbiz*

Xinghe expects to be back in the black

Edible vegetable oil producer Xinghe Holdings Bhd expects a return to profitability this year following a net loss of RM101.4m reported for the financial year ended Dec 31, 2019. – *Sunbiz*

Eden Inc gets compensation for ECRL land sale

Eden Inc Bhd received compensation amounting to RM16.7m from the Malaysia government for the compulsory disposal of Eden's 6.39ha land in Kuantan, Pahang for the proposed East Coast Rail Link project.

– The Edge Financial Daily

Parliament to sit on May 18

Malaysia has delayed its parliamentary sitting by more than 2 months, forcing former leader Tun Dr Mahathir Mohamad to wait until May for a confidence vote against the new premier. – *The Edge Financial Daily*



Dail<u>y Market Re</u>port



05 March 2020



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

Kenny Yee Shen Pin Head of Research