



06 August 2019

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Previous Day Highlights

The FBM KLCI tumbled 16.35 points or 1.01% to close at 1,610.41 points yesterday. The blue chips index saw 26 losers versus 4 counters unchanged. Market breath was negative with 827 losers outnumbered more than five times of 163 gainers.

Regional markets were in line with downtrend on the escalating trade war and weakening of currency Yuan. Shanghai Composite Index lost 1.62%, Hang Seng Index plunged 2.85% and Nikkei 225 Index dipped 1.74%.

US stock markets plunged as China retaliated in trade war. The Dow lost 2.9% to 25,717.74, S&P 500 Index tumbled 2.98% and Nasdaq Composite Index plummeted 3.47%.



Our Thoughts

Equity markets are expected to see some volatility today following the massive sell-down on Wall Street yesterday. The DJI Index lost almost 770 points on fears of a repercussion from the China/US ongoing trade spat. In addition to this, the Chinese yuan slumped to its 10-year low at 7.05/US\$1. In view of this, the Feds may be pressured to revise interest rates lower to counter the weakening Yuan thus we may see some temporary adjustments for now. BUY on weakness especially on index linked banking stocks



News For The Day

MGB plans RM107m GDV development in Cameron Highlands

Integrated construction and development services company MGB Bhd's unit has entered into a joint-venture agreement for the development of a property project in Cameron Highlands, Pahang with a gross development value of approximately RM107m. The development land is 3.5km after Tanah Rata and 2.5km from Brinchang. – *New Straits Time*

Ni Hsin signs distributorship deal

Ni Hsin Resources Bhd has inked an exclusive distributorship agreement with Japanese kitchen cookware manufacturer Wonder chef Co Ltd to market the latter's products in the Asean market. Its unit Ni Hsin Corp Sdn Bhd had entered the EDA to particularly market woks and pressure cookers. It said Wonder chef's products are sold in numerous Japanese departmental stores and general merchandising stores, as well as via television shopping to reach out to a wider consumer group – *The Edge*

TM ONE partners EPOMS to digitalise O&M solutions

Telekom Malaysia Bhd's business solutions unit TM ONE has teamed up with Petronas Carigali Sdn Bhd's subsidiary E&P O&M Services Sdn Bhd (EPOMS) to digitalise operations and maintenance solutions for EPOMS. TM ONE will be appointed as one of EPOMS's official technology collaborators in providing end-to-end digital solutions for a more connected workforce and data management. – *The Star*

Bursa to de-list CSL and Xingquan

Bursa Malaysia has decided to de-list two China-based companies – China Stationery Ltd and Xingquan International Sports Holdings Ltd (Xingquan) – on Aug 16 for violation of the exchange's listing requirements. – *The Star*

MyEG Services refutes report on links to Umno

MY E.G. Services Bhd has refuted a report that Umno or any political parties in the country were substantial shareholders, whether directly, or indirectly through proxies. – *The Star*



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