

# Market Pulse

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**M+Online**  
Equipping Traders For The Win

Malacca Securities Sdn Bhd  
(A Participating Organisation of Bursa Malaysia Securities Berhad)  
Hotline: 1300 22 1233  
Email: support@mplusonline.com.my  
Website: www.mplusonline.com.my

## FBM KLCI – Daily



## Market Scorecard

	Close 9-Apr-19	Change %
FBM KLCI	1,641.94	-0.15
52-W High	1,896.03	
52-W Low	1,626.93	
FBM EMAS	11,640.05	-0.05
FBM 100	11,470.53	-0.07
FBM Fledgling	15,788.71	-0.04
FBM Small Cap	13,296.42	0.32
FBM ACE	4,781.23	0.17
FBM Shariah	11,861.00	-0.13
Volume (mln)	3,467.53	-10.34
Value (RM mln)	2,364.98	-1.54

  

Market Participation	%	Net (RM mln)
Institution	N/A	N/A
Retail	N/A	N/A
Foreign	N/A	N/A

## Still Uncertain Outlook

- The FBM KLCI erased all its previous session's gains as the key index lingered mostly in the negative territory before closing 0.2% lower yesterday amid the lack of fresh catalyst. The lower liners, however, closed mostly higher as the FBM Small Cap and FBM ACE added 0.3% and 0.2% respectively, while the broader market closed mixed.
- Market breadth turned negative as decliners outpaced advancers on a ratio of 430-to-390 shares. Traded volumes fell 10.4% to 3.47 bln as investors turning increasingly cautious following the lower liners' recent run-up.
- More than half of the key index constituents fell, dragged down by Malaysia Airport Holdings (-14.0 sen), followed by Maxis (-10.0 sen), Nestle (-10.0 sen), PBB Group (-6.0 sen) and Axiata (-4.0 sen). Consumer products stocks like Fraser & Neave (-RM1.16), Ajinomoto (-16.0 sen), Carlsberg (-12.0 sen), Panasonic (-12.0 sen) and QL Resources (-12.0 sen) remained downbeat on the broader market.
- In contrast, notable advancers on the broader market were BAT (+88.0 sen), Hong Leong Industries (+20.0 sen), Kluang Rubber (+18.0 sen) and George Ken (+14.0 sen). Can-One added 18.0 sen after extending its mandatory general offer to Kian Joo to 30th April 2019. Key winners on the FBM KLCI were oil & gas giants like Petronas Dagangan (+10.0 sen), Petronas Gas (+8.0 sen) and Dialog Group (+2.0 sen), while KLK and Maybank climbed 6.0 sen and 2.0 sen respectively.
- Asian benchmark indices ended mostly higher on Tuesday as the Nikkei (+0.2%) advanced, anchored by gains in technology shares like Sony Corporation (+9.3%). The Hang Seng Index added

Futures		
FKLI Spot	1,642.50	-0.18
FKLI Forward	1,642.00	-0.18

Foreign		
Dow Jones	26,150.58	-0.72
S&P 500	2,878.20	-0.61
NASDAQ	7,909.28	-0.56
FTSE 100	7,425.57	-0.35
DAX	11,850.57	-0.94
CAC 40	5,436.42	-0.65
FTSE STI	3,325.60	0.31
Shanghai Composite	3,239.66	-0.16
Hang Seng Index	30,157.49	0.27
Nikkei 225	21,802.59	0.19

Commodities		
WTI Crude Oil (USD)	64.14	0.25
Brent Spot (USD)	70.61	-0.69
Gold (USD)	1,304.36	0.02
CPO (RM)	2,212.00	0.55

Currency		
USD	4.0935	0.11
GBP	5.3669	-0.33
EURO	4.6183	-0.34
SGD	3.0265	-0.17
YEN	27.1900	0.04

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0.3%, lifted by Tencent Holdings (+0.5%), but the Shanghai Composite fell 0.2%. ASEAN equities, meanwhile, closed mostly higher yesterday.

- U.S. stockmarkets ended lower as the Dow (-0.7%) extended its losses, dragged down by renewed concerns over the global economy's strength, coupled with the expectations over the tepid corporate earnings growth prospects. On the broader market, the S&P 500 (-0.6%) halted an eight day winning streak to retrace below the 2,900 psychological level, while the Nasdaq ended 0.6% lower.
- Earlier, major European indices – the FTSE (-0.4%), CAC (-0.7%) and DAX (-0.9%), all finished lower. The weakness steamed from the U.S. authorities' proposal to slap tariffs worth US\$11.00 bln on list of European Union products in retaliation for European aircraft subsidies.

## THE DAY AHEAD

- There remain few impetuses for FBM KLCI listed stocks to head higher and this trend is set to continue for now. As it is, recent gains have been quickly met by profit taking activities and the wariness is due in part to already fair market valuations, coupled with the lack of clarity on the country's economic route.
- Under the prevailing environment, it will require significantly more positivity in the local stockmarket to allow key index to head higher. More importantly, there needs to be a substantive improvement in corporate earnings to provide room for the key index to head higher. However, with the global and domestic economic prospects stuttering, corporate earnings growth are likely to stay muted for now and corresponding we see the FBM KLCI's sideways trend persisting.

- The 1,640 level remains the key support for now, followed by the recent low at 1,628 points. The resistances are at 1,650 and 1,657 respectively.
- After an extended uptrend, stocks in the FBM Small Cap, Fledgling and ACE Market indices are already looking toppish and this could result in further upsides capped. A consolidation is in the offing for the recent gains to be absorbed, albeit there are still few signs of a pullback as yet.

## COMPANY BRIEF

- **ARK Resources Holdings Bhd** has announced the re-designation of Executive Director, Datuk Mohamad Zekri Ibrahim to Executive Chairman, effectively immediately. (The Edge Daily)
- **Cypark Resources Bhd** is in the midst of finalising a bid for a maximum 100 megawatt (mW) quota for the Government's third cycle of its large-scale solar (LSS3) scheme. The group is confident in securing the job on the back the successful implementation of its two projects undertaken during the initial LSS programme and three under the LSS2 initiative in FY18. (The Edge Daily)
- **Tambun Indah Land Bhd's** 70.0%-owned subsidiary, Mustiara Sdn Bhd has acquired 27 parcels of land in Seberang Perai Selatan, Penang totaling 209.5 ac. for RM131.0 mln cash from TPPT Sdn Bhd. A major portion of the land is located adjoining to the southern side of Tambun Indah's flagship, Pearl City township development. (The Star Online)
- **G3 Global Bhd** is making a big push into artificial intelligence (AI) segment following its collaboration with one of the world's top AI firms. The group has signed a collaborative agreement with

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SenseTime Group Ltd to develop new AI products and solutions while securing strategic opportunities with key industry players to spur digital innovations in Malaysia. SenseTime was recently dubbed by Bloomberg as the world's most valuable AI start-up after it secured a valuation of US\$4.5 bln. (The Star Online)

- **Kelington Group Bhd** has secured banking facilities of RM25.0 mln for the partial financing of its liquefied carbon dioxide (LCO2) plant in Kerteh, Terengganu. The facilities include two term loans: the first being a facility limit of RM15.0 mln to part-finance up to 85.0% of the purchase and installation costs of the relevant equipment and parts, as well as other expenditure for the LCO2 plant in Kerteh. (The Star Online)

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