



05 June 2020

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Previous Day Highlights

The FBM KLCI continued to rise yesterday as the index jumped 23.3 points or 1.52% to 1,561.8 level. Market breadth was positive as there were 634 gainers versus losers of 389. Volume traded was 8.19bn units worth RM6.12bn.

Asian stock markets closed mixed with the Hang Seng Index gained 0.17% to 24,366.3 points. Shanghai Composite Index dropped 0.14% ended at 2,919.3 while Nikkei 225 Index rose 0.36% to 22,695.7 points.

S&P 500 and Nasdaq Composite Index snapped 4-days winning streak overnight. S&P 500 dropped 0.34% to 3,112.4 while Nasdaq Composite Index declined 0.69% to 9,615.8. Dow Jones Industrial Index inched up 0.05% to 26,281.8 level.

Our Thoughts

US stocks took a breather yesterday but hopes of a quicker economic recovery remains. Expectations are also high that the US unemployment rate would be within forecasts of around 20%. Meanwhile, the positive equity performance saw many funds selling down the US treasury as the 10-year bond rate has risen to above 0.8%, the highest since end-March. Today we reckon the regional markets to retreat somewhat following a solid performance this week. Locally we expect some profit taking to emerge over the longer weekend with the FBM KLCI to test the immediate support of 1,555 level.

News For The Day

Press Metal posts lower Q1 net profit of RM102.6m

Press Metal Aluminium Holdings Bhd saw a 10.9% decrease in net profit to RM102.6m for the first quarter ended March 31, from RM115.1m in the previous corresponding quarter due to lower profit from operations. – *Sunbiz*

Powerwell bags MRT2 contract

ACE-Market listed Powerwell Holdings Bhd has secured a RM11.5m contract from MMC Gamuda KVMRT (T) Sdn Bhd via e-bidding. – *Sunbiz*

Bintulu Ports bags RM50.8m contract

Bintulu Port Holdings Bhd's unit, Bintulu Port Sdn Bhd has secured a RM50.80m contract from East Marine Works Sdn Bhd. – *New Straits Times*

TM, KLCC Prop added to Bursa's key index, MAHB & AMMB out

Telekom Malaysia Bhd and KLCC Prop & Reits–Stapled Sec will replace AMMB Holdings Bhd and Malaysia Airports Holdings Bhd (MAHB) in the FTSE Bursa Malaysia KLCI (FBM KLCI). – *New Straits Times*

Higher customer orders lift UWC's 3Q net profit by 65%

UWC Bhd, whose share price have more than doubled over the past two months, today reported a 65% jump in its latest quarterly net profit on the back of stronger demand from semiconductor customers globally. – *The Edge Markets*

ACO, Prima Nexus to distribute COVID-19 rapid test kits

ACO Group Bhd's wholly-owned subsidiary, Actgen Industry Sdn Bhd is collaborating with health technology solutions provider, Prima Nexus Sdn Bhd to distribute COVID-19 rapid test kits. – *The Edge Markets*



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