

Daily Market Report



13 December 2021

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Previous Day Highlights

The FBM KLCI ended lower, in line with regional markets on Friday's session. The benchmark index dropped 0.86% or 12.91 points at 1,488.88. The top losers were TOPGLOV, HARTA and PETDAG. Losers outpaced gainers 594 to 278. Total volume stood at 2.61bn shares valued at RM1.74bn.

Key regional indices closed in red territories on Friday. The Japan's Nikkei 225 shed 1.00% to close at 28,437.77, HSI dropped 1.07% to close at 23,955.72, SHCOMP fell 0.18% to close at 3,666.35 and STI decrease 0.22% to close at 3,135.61.

On the other hand, Wall Street advanced higher as the CPI data release meet expectation. The DJIA rose 216.3 points, or 0.6%, to 35,970.99, the S&P 500 gained 44.57 points, or 0.95%, to 4,712.02 and the Nasdaq Composite added 113.23 points, or 0.73%, to 15,630.60.



Our Thoughts

US equities ended broadly higher ignoring inflation in the US that recorded a 39-year high which may hasten the Federal Reserves tapering process. The DJI Average closed 216 points higher to almost the 36,000 mark while the Nasdaq jumped by 113 points. Back home, the FBM KLCI closed broadly lower amid regional markets' weaknesses. Recent surge in Omicron cases globally will translate to heightened market volatility thus we reckon trading on the local bourse to remain lacklustre as window dressing activities may be muted by the continuous foreign selling. Cautious sentiments and the lack of buying catalysts suggest the index to remain under pressure as we anticipate it to trend around the 1,485-1,495 range today.



News For The Day

Top Glove's 1Q net profit drops to RM186m from RM2.36bn, sees challenging landscape

Top Glove's 1QFY22 net profit shrank 69.45% QoQ to RM185.72m compared with RM607.95m for the 4QFY21, dragged by declining glove average selling prices and higher operating cost as a result of lower utilisation rates. – *The Edge Markets*

Serba Dinamik subsidiary defaults on bond coupon payment

Serba Dinamik's wholly-owned indirect subsidiary SD International Sukuk Ltd is reported to have defaulted on the latter's US\$7m (about RM29.53m) semi-annual coupon payment on the outstanding US\$222m senior Islamic bond or sukuk issued by SD International, according to Malaysian Rating Corp Bhd analysts. – *The Edge Markets*

Sime Darby Property's The Twin Factories 2 and Hamilton Industrial Park 1 fully taken up

Sime Darby Property's The Twin Factories 2 in Elmina Business Park (22 units), Selangor and the Hamilton Industrial Park 1 in Nilai, Negeri Sembilan (42 units) achieved 100% take-up rates during their respective launches recently. The total gross development values of the two projects are RM328.58m. – *The Edge Markets*

Chin Hin Group Property acquires 60pc in Makna Setia for RM9m

Chin Hin Group Property is expanding its construction business today by acquiring 60% equity interest in Makna Setia SB by its 65%-owned subsidiary, Kayangan Kemas SB, for RM9m cash. Chin Hin Group Property, primarily involved in property development, expect the acquisition to be completed by the Q1 of 2022. – *NST*

TSH's 90% unit proposes to dispose of agricultural land for RM678.97m cash

TSH Resources's 90%-owned subsidiary, PT Bulungan Citra Persada (BCAP) has proposed to dispose of seven pieces of agricultural land in Kalimantan, Indonesia for RM678.97m cash. TSH said BCAP has signed a heads of agreement with PT Kawasan Industri Kalimantan Indonesia and PT Kalimantan Industrial Park Indonesia for the proposed disposal. – *The Edge Markets*



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- understand the risks involved in relation to the product or service;
- compare and consider the fees, charges and costs involved; and
- make your own risk assessment and seek professional advice, where necessary.

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