



14 October 2020

[research@rakutentrade.my](mailto:research@rakutentrade.my)

## Previous Day Highlights

The FBM KLCI closed 6.8 points or 0.45% higher to 1,525.2 yesterday. Volume traded across Bursa Malaysia was 6.0bn shares value at RM3.9bn. Market breadth was neutral with gainers of 478 versus 460 losers.

Asian markets were mostly higher yesterday. Shanghai Composite Index inched up 0.04% or 1.3 points to 3,359.8 and Nikkei 225 Index gained 0.18% or 43.1 points to 23,601.8 level.

U.S. stocks dropped after a four-day winning streak due to concern on the timing of vaccines. Dow Jones Industrial Average Index fell 157.7 points to 28,679.8, Nasdaq Composite Index declined 0.10% to 11,863.9 while S&P 500 closed 0.63% lower.

## Our Thoughts

Wall Street retreated as traders took profit ahead of the corporate earnings season plus the delay in the US stimulus package. The DJI Average lost 158 points to close just below the 28,700 level. Therefore, we reckon regional markets to be quite mixed today as some selling may emerge. On the local front, the FBM KLCI will be under some pressure today as the country's political situation remains fluid. As we enter the 1<sup>st</sup> day of CMCO within the Klang Valley, we believe the benchmark index to possibly test the 1,510 level which is the immediate support level.



## News For The Day

### **China to buy 1.7m tonnes of Malaysia's palm oil**

China expressed its commitment to purchase 1.7, tonnes of palm oil from Malaysia until 2023. – *Sunbiz*

### **IMF expects Malaysia's GDP to increase 7.8% next year**

The International Monetary Fund expects Malaysia's real gross domestic product to rise by 7.8% next year. However, the IMF has revised its Malaysia 2020 GDP forecast to 6.0% year-on-year contraction from the previously estimated 3.8% contraction. – *Sunbiz*

### **Handal Energy gets crane inspection, maintenance contract**

Handal Energy Bhd's wholly-owned Handal Offshore Services Sdn Bhd has received a letter of award from Carigali Hess Operating Company Sdn Bhd for the provision of pedestal crane inspection and maintenance services. – *The Edge Markets*

### **Reservoir Link bags mechanical heating equipment contract from PTTEP**

Reservoir Link Energy Bhd said its 60%-owned subsidiary has bagged a contract from Thailand's national petroleum company PTT Exploration and Production Public Company Ltd. – *The Edge Markets*

### **Kanger plans private placement to raise RM68.88m**

Kanger International Bhd has proposed a private placement of up to 386.97m shares to raise RM68.88m, to be used for working capital and future investment. – *The Edge Markets*

### **LKL International shareholders approve private placement, Esos**

LKL International Bhd obtained shareholders' approval at the group's extraordinary general meeting today to undertake private placement and employee share option scheme exercises. The private placement, proposed on July 17, entails the issuance of up to 85.8m placement shares amounting to not more than 20% of its total ordinary shares issued at an indicative price of RM1.10 per share. – *The Edge Markets*



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**RAKUTEN TRADE SDN BHD (266701-P)**

Level 7, Kenanga Tower, 237, Jalan Tun Razak, 50400 Kuala Lumpur, Malaysia  
Telephone: (603) 2110 7188 Website: [www.rakutenrade.my](http://www.rakutenrade.my)

Kenny Yee Shen Pin  
Head of Research