



16 May 2019

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## Previous Day Highlights

The FBM KLCI rebounded to close above its psychological level of 1,600 points following previous 5 consecutive losing sessions. The index gained 12.24 points or 0.77% to 1,611.43 yesterday. Market breath was positive with gainers outnumbered losers of 599 vs 276.

Regional equities rebounded yesterday with the Shanghai Composite Index gained 1.91%, Hong Kong's Hang Seng Index advanced 0.52% and the Nikkei 225 closed 0.58% higher.

U.S. stock markets closed higher as investors turned positive that U.S. would delay tariffs on auto imports by six months. The Dow gained 0.45%, S&P 500 Index rose 0.58% and the Nasdaq Composite Index ended 1.13% higher.

## News For The Day

### **Maxis sees overall performance remaining solid**

Maxis Bhd sees the cessation of the 3G radio access network lease arrangement by U Mobile Sdn Bhd to have minimal impact on its 2019's earnings before interest, taxes, depreciation and amortisation (EBITDA). Chief executive officer Gokhan Ogut said the group's Ebitda would see a single digit decline, but the performance overall, to remain solid. – *The Star Online*

### **UEM Edgenta eyes double-digit growth**

UEM Edgenta Bhd is confident of achieving double-digit growth this year through continued focus on its healthcare and technology investment divisions, says managing director and CEO Datuk Azmir Merican. UEM Edgenta, which provides hospital support and highway maintenance services, recorded a 21.8% jump in after-tax profit from continuing operations to RM152.4m for the financial year ended Dec 31, 2018, while revenue rose 3.3% to RM2.18bn. – *The Sun Daily*

### **Sapura Resources inks JV pact with S'pore firm**

Sapura Resources Bhd (SRB) has entered into a conditional subscription and joint venture agreement with Singapore-based MTU Asia Pte Ltd for the diversification into the sale and service of products, engines and parts, and provision of related value-added services. SRB and its subsidiary SRB One Sdn Bhd along with MTU and its subsidiary MTU Power Systems Sdn Bhd will collaborate to undertake the sale and service of original equipment packaging solutions in marine (both naval and commercial), rail, construction and industrial, mining, agriculture, oil and gas, and power generation market sectors in Malaysia. – *The Sun Daily*

### **Hubline completes RM14.19m acquisition of Layang Layang Aerospace**

Hubline Bhd is venturing into the aviation industry with the completion of its purchase of a 51% stake in Layang Layang Aerospace Sdn Bhd. Hubline said the exercise involved the acquisition of 510,000 ordinary shares representing 51% equity interest in Layang Layang for a total purchase consideration of RM 14.198m. – *The Star Online*

### **Buffett's Berkshire unveils US\$861m Amazon stake**

Warren Buffett's Berkshire Hathaway Inc said it owned \$860.6m of Amazon.com Inc shares at the end of March, after the billionaire admitted to underestimating the online retailer and its Chief Executive Jeff Bezos. – *The Star Online*

## Our Thoughts

Leong Hup International Bhd will be listed on Bursa Malaysia today. The company is one of the largest poultry based player in the country. As the biggest initial public offering (IPO) so far this year, analysts are rather positive on the company with fair value ranging from RM1.27 to RM1.43 from its IPO price of RM1.10/share. Leong Hup's pre-listing market capitalisation is tagged at RM4bn.



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