

## SHOCKING OUTCOME BUT BURSA HOLDING UP WELL

Frankly, we should be proud of our strong democratic tradition that's robust than anywhere in our region. The peaceful transition of power should send a strong message to the world, particularly to the foreign investors, that we are mature enough in handling tough situation and this is an opportunity to put public trust back into the process. Aided by good timing as the rising of oil prices is the key element of PH's economic reform program.

Bursa's main index, KLCI, was a bit shaky only for the first few hours of trading post-GE14. Remarkably, the index came back strongly with the support of local funds and finishing marginally higher wow. There were 24 counters delivering positive returns within the week, the gainers were led by **CIMB (9%)**, **SIME (9%)** and **KLCC (7%)** while in the red corner, **YTL (-24%)** and **ASTRO (-12%)** came in on top of the ranking. Within the top 100, SAPNRG, MRCB, MYEG, FGV and GAMUDA were among the five most actively traded counters. Weekly volume and value traded grew by three fold than average to 20b and Rm22b respectively.

### Outlook for the week ahead

Technically, KLCI is still in healthy condition, hovering well inside 'the range of hope' 1880 – 1800. Our major concern right now is on Taib-linked stocks and BN-linked stocks. The blows just keep coming and the new MACC chief will make their life more difficult. Downtrend momentum likely to continue with no sign of hope thus far. The term falling knife suggests that buying into a market with a lot of downward momentum can be extremely dangerous.

## STOCKS OF THE WEEK | TAIB-LINKED

### Cautiously negative bias in place

### TAIB-LINKED STOCKS

Source : Bruno Manser Fonds

## WEEKLY DATA CENTER

MAJOR INDEX	Beginning of week	End of week	Weekly Change (Pts)	Weekly Change (%)	MTD Change (%)	YTD Change (%)
<b>Bursa Malaysia Index</b>						
FTSE Bursa Malaysia KLCI	1,847	1,855	7.99	0.4%	0.85	3.21
FTSE BM Hijrah Shariah	14,852	14,715	(136.92)	(0.92%)	1.98	1.28
FTSE Bursa Mal Top 100	12,698	12,663	(35.08)	(0.28%)	1.47	0.39
FTSE Bursa Malaysia Emas	12,886	12,863	(22.49)	(0.17%)	1.31	0.61
FTSE Malaysia Emasshari	13,075	12,946	(129.72)	(0.99%)	1.70	2.69
FTSE Bursa Mal Mid 70 IX	15,303	14,952	(350.89)	(2.29%)	3.24	7.04
FTSE Bursa Mal Small Cap	14,552	14,753	201.43	1.38%	1.19	13.48
<b>Bursa Malaysia Sector</b>						
Bursa Malaysia Finance	18,091	18,328	237.70	1.31%	0.19	8.70
Bursa Malaysia Consumer	680	733	53.58	7.88%	6.52	13.43
Bursa Malaysia Plantation	7,850	7,922	72.52	0.92%	0.67	0.24
Bursa Malaysia Indusproduct	171	173	1.66	0.97%	0.95	1.24
Bursa Malaysia Trad/Svc	227	226	(1.89)	(0.83%)	2.12	3.43
Bursa Malaysia Industrial	3,197	3,304	107.34	3.36%	2.40	0.71
Bursa Malaysia Construction	281	227	(53.75)	(19.12%)	21.00	27.25
Bursa Malaysia Property	1,073	1,087	13.73	1.28%	0.01	11.43
Bursa Malaysia Technology	31.19	33.47	2.28	7.31%	10.13	20.04
<b>Commodities</b>						
Brent Crude Futr	74	79	5.13	6.93%	6.77	19.82
WTI Crude Oil Futures	69	71	2.82	4.11%	4.86	18.34
Gold Spot \$/Oz	1,315	1,289	(26.13)	(1.99%)	2.04	1.10
Crude Palm Oil Future	2,381	2,455	74.00	3.11%	3.94	1.92
<b>Currencies</b>						
USD-MYR X-Rate	3.95	3.97	0.0230	0.58%	1.25	1.82
JPY-MYR X-Rate	3.62	3.58	(0.0400)	(1.11%)	0.28	0.32

## WEEKLY FUND FLOW TRACKER

Foreign funds were net seller with Rm2.4b of outflow while local institutional and retail were both net buyer with Rm1.5b and Rm992m of inflow respectively. We believe, this situation is likely to continue as we are expecting another rate hike in June 2018. Next FOMC meeting will be held on 12 – 13 June 2018, be advised!