

WE ARE ON THE BRING OF TRADE WAR!

There are a lot of assumptions and views flying around but how true are these stories? It's anyone's guess because we are at the center of rare economic scenario thought to be unprecedented. So old method does not work here! At this juncture, we think that the departure of several key people 'statesman' in Whitehouse could give us a fair signal that something is not right. 'Never back down spirit' at all-time high after Vladimir Putin's landslide victory and Xi Jinping 'President for life' title. So we think that the trade war will continue indefinitely.

Oil prices on song as tension grows

Oil prices have made the headlines after fantastic 5% rally over the week. There will always be a headline behind every rally and this time around, everybody is pointing to US Crude inventories and the possibility of Washington to re-introduce sanctions against Iran. How true are these stories? It doesn't matter to us because we don't focus much on headlines, because price action precedes news! Technically, momentum is still good and prices are on the verge of making 3-year high.

Major events moving forward

- Verification of Aramco's investment in Pangerang that's expected to be publicized end of this month could boost sentiment on local O&G players.

CHART OF THE WEEK – DEHB MK

Dialog remains the best proxy to the growth of Pangerang



Technically, it has all the ingredients to trend higher. Short-term indicator (ADX) suggests that buying forces are stronger than selling forces.

WEEKLY DATA CENTER

MAJOR INDEX	Beginning of week	End of week	Weekly Change (Pts)	Weekly Change (%)	MTD Change (%)	YTD Change (%)
Bursa Malaysia Index						
FTSE Bursa Malaysia KLCI	1,846	1,865	18.83	1.0%	0.20	3.51
FTSE BM Hijrah Shariah	14,780	14,904	123.50	0.84%	0.33	2.29
FTSE Bursa Mal Top 100	12,782	12,845	62.45	0.49%	0.90	1.52
FTSE Bursa Malaysia Emas	13,034	13,061	27.02	0.21%	1.47	0.63
FTSE Malaysia Emasshari	13,220	13,199	(21.35)	(0.16%)	1.96	1.04
FTSE Bursa Mal Mid 70 IX	15,693	15,539	(154.56)	(0.98%)	3.89	3.72
FTSE Bursa Mal Small Cap	15,796	15,208	(588.41)	(3.73%)	9.27	11.03
Bursa Malaysia Sector						
Bursa Malaysia Finance	18,038	18,209	170.85	0.95%	0.53	7.74
Bursa Malaysia Consumer	680	702	22.12	3.25%	2.54	7.95
Bursa Malaysia Plantation	7,957	8,049	92.20	1.16%	0.07	1.19
Bursa Malaysia Indusproduct	176	173	(2.43)	(1.38%)	4.31	1.01
Bursa Malaysia Trad/Svc	232	230	(1.60)	(0.69%)	1.86	1.39
Bursa Malaysia Industrial	3,271	3,240	(30.31)	(0.93%)	0.69	0.93
Bursa Malaysia Construction	291	290	(0.61)	(0.21%)	4.51	8.01
Bursa Malaysia Property	1,132	1,100	(32.12)	(2.84%)	7.59	10.91
Bursa Malaysia Technology	36.24	33.19	(3.05)	(8.42%)	13.53	20.74
Commodities						
Brent Crude Futr	66	68	2.38	3.62%	6.16	3.54
WTI Crude Oil Futures	62	64	1.87	3.00%	5.36	6.66
Gold Spot \$/Oz	1,314	1,343	28.72	2.19%	1.83	3.04
Crude Palm Oil Future	2,416	2,429	13.00	0.54%	5.04	2.92
Currencies						
USD-MYR X-Rate	3.91	3.92	0.0113	0.29%	0.01	3.19
JPY-MYR X-Rate	3.69	3.74	0.0516	1.40%	1.78	4.07

Market summary

KLCI stands firm finishing 1% higher wov despite global stock wobble. There were 19 counters delivering positive returns led by **PBBANK (6%)**, **MISC (5%)** and **PPB (4%)** while in the red corner, **KLCC (-11%)**, **ASTRO (-7%)** and **TM (-2%)** came in on top of the ranking. Within the top 100, **SAPNRG**, **CIMB**, **MAYBANK**, **DIALOG** and **SIME** were among the five most actively traded counters. Total volume and value traded dropped 16% wov and 22% wov respectively.

Disclosures and Disclaimers

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