



Corporate News

- Prestariang buys another eight properties in Cyberjaya for RM11.41m
- Axiata's 82.5% subsidiary in Cambodia to provide loan facility of US\$1.5m to Sabay Digital
- Mudajaya bags RM1.16bn LRT3 job from Prasarana
- UEM Sunrise targets 50% take-up for luxury Dutamas homes by year end
- Sanichi plans cash call to raise up to RM99.1m for property development projects
- EKA Noodles' unit sued by suppliers over RM1.27m debts

Bursa Malaysia

	Close	Chg +/-	Chg %	YTD Chg (%)
FBM KLCI	1,764.03	0.03	0.00	7.45
FBMEMAS	12,594.27	-3.37	-0.03	9.83
FBM100	12,244.45	-5.00	-0.04	9.43
FBMEMAS Shariah	12,854.74	0.07	0.00	6.99
FBM Hijrah Shariah	14,044.75	2.38	0.02	4.59
Volume (m)	2,829.98	339.82	13.65	
Value (MYR m)	1,709.78	-242.02	-12.40	

Source: Bloomberg, BIMB Securities Research

Regional Indices

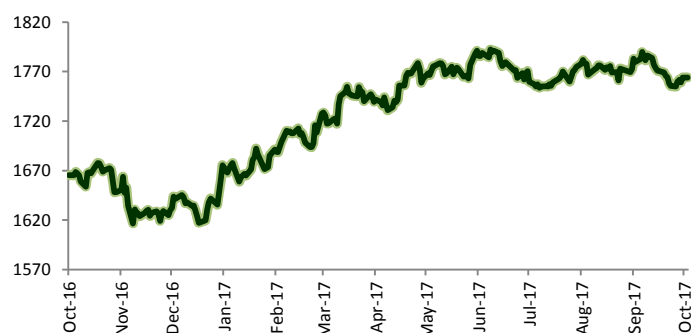
	Close	Chg +/-	Chg %	YTD Chg (%)
DJIA	22,761.07	-12.60	-0.06	15.17
NASDAQ	6,579.73	-10.45	-0.16	22.23
S&P 500	2,544.73	-4.60	-0.18	13.66
FTSE 100	7,507.89	-14.98	-0.20	5.11
Nikkei 225	Closed	-	-	-
HSI	28,326.59	-131.45	-0.46	28.75
SHCOMP	3,374.38	25.44	0.76	8.72
KOSPI	Closed	-	-	-
TWSE	Closed	-	-	-
STI	3,291.56	0.27	0.01	14.26
JCI	5,914.93	9.56	0.16	11.67
SET	1,692.22	-3.75	-0.22	9.68
PSEi	8,339.19	56.50	0.68	22.32

Source: Bloomberg, BIMB Securities Research

Economic News

- Mean household expenditure in Malaysia at RM4,033 per month in 2016
- World Bank: A 10% rise in immigrant workers raises Malaysia's real GDP by 1.1%
- UK PM May tells business chiefs: two-year Brexit transition is assured
- Russia, China call for restraint after Trump comment on North Korea
- Turkey urges US to review visa suspension as lira, stocks tumble
- Oil prices steady after OPEC signals possible deal extension

KLCI Performance



KLCI Year-End Target: 1,800 points

Source: Bloomberg, BIMB Securities Research

Commodities (Last Close)

	Close	Chg +/-	Chg %
Brent Crude (USD/bbl)	55.79	0.17	0.31
WTI Crude (USD/bbl)	49.58	0.29	0.59
CPO (RM/MT)	2,735.00	5.00	0.18
Gold (USD/ounce)	1,283.99	0.13	0.01
Latex (sen/kg)	518.00	5.00	0.97
Soybean Oil	33.26	0.31	0.94

Source: Bloomberg, BIMB Securities Research

Forex

(per USD)	BIMB (YE Forecast)	Close	Chg +/-	Chg %
MYR	4.20	4.232	0.0035	0.08
JPY	110.0	112.68	0.0300	0.03
EUR	0.93	0.85	-0.0007	-0.08
SGD	1.45	1.36	-0.0017	-0.12

Source: Bloomberg, BIMB Securities Research

Major Rates

	%
KLIBOR 3-mth	3.41
KLIBOR 6-mth	3.53
KLIBOR 12-mth	3.62
5-yr MGS	3.61
10-yr MGS	3.90

Source: Bank Negara Malaysia

Daily Participation

	Participation (%)	Bought (MYR m)	Sold (MYR m)	Net (MYR m)
Local Insti	61.5	1,046.1	1,056.7	-10.6
Local Retail	25.3	425.1	441.1	-16.0
Foreign	13.2	238.6	212.0	26.6
Total	100.0	1,709.8	1,709.8	0.0

Source: The Sun, BIMB Securities Research

Performance of BIMB Stock Coverage

Top Gainers

	Close	Chg +/-	Chg %
MCT	0.89	0.05	6.0%
Hibiscus Petroleum	0.69	0.02	2.2%
IOI Properties	2.04	0.04	2.0%
Ikhmas Jaya	0.60	0.01	1.7%
Padini	4.54	0.07	1.6%

Source: Bloomberg, BIMB Securities Research

Top Losers

	Close	Chg +/-	Chg %
Econpile	3.06	-0.06	-1.9%
WCT	1.76	-0.03	-1.7%
Prestariang	1.70	-0.02	-1.2%
Hartalega	6.90	-0.07	-1.0%
KPJ Healthcare	1.03	-0.01	-1.0%

Source: Bloomberg, BIMB Securities Research

CORPORATE NEWS

Prestariang buys another eight properties in Cyberjaya for RM11.41m

Prestariang is acquiring 8 semi-detached signature corporate offices and retail suites in Cyberjaya for a total of RM11.41m. The properties, which are adjacent to 8 properties acquired for RM25.51m January, are in a strategic location to consolidate the group's operations. Prestariang Systems SB, entered into 8 separate sales and purchase agreements with Joyful Star SB today. The properties are priced at a discount from the gross purchase price of RM12.27m. The offices shall be fully equipped with an international standard training centre and Centre of Excellence, showcasing the group's intellectual properties (IPs). The properties are expected to house the group's Sistem Kawalan Imigresen Nasional (SKIN) and EduCloud operations, software & services, TalentXChange and group corporate office. (Source: The Edge)

Axiata's 82.5% subsidiary in Cambodia to provide loan facility of US\$1.5m to Sabay Digital

Axiata Group Bhd's 82.5%-owned unit in Cambodia, Smart Axiata Co Ltd, has entered into an agreement in relation to a proposed investment which will see Smart provide a loan facility of US\$1.5m to Sabay Digital Plus Co Ltd, which is convertible to ordinary shares in Sabay Digital. The agreement also includes a call option agreement (COA) with Sabay Digital and Sabay Digital Group Pte Ltd (SDG) for the acquisition of additional Sabay Digital shares from SDG such that the additional number of Sabay Digital's shares will result with the aggregate number of Sabay Digital's shares held by Smart being equivalent to 30% of the issued and paid-up capital of Sabay Digital. It added that all or part of the remaining issued and paid-up capital of Sabay Digital from SDG will be set at a price to be agreed on. (Source: The Edge)

Mudajaya bags RM1.16bn LRT3 job from Prasarana

Mudajaya through its wholly-owned unit Mudajaya Corp, clinched a contract worth RM1.16bn for works related to the LRT3. Mudajaya Corp received the LoA from Prasarana Malaysia for Package GS01, which entails the construction of a guideway, stations, park and ride, ancillary buildings and other associated works for the route linking Bandar Utama to Johan Setia. The contract brings Mudajaya's outstanding orderbook to RM3.5bn. The project is expected to be completed by February 2021, with a construction period of 39 months from the date of the LoA, and will contribute positively to the group's earnings for the FY17 onwards. (Source: TheEdge)

UEM Sunrise targets 50% take-up for luxury Dutamas homes by year end

UEM Sunrise is eyeing a 50% take-up rate for the first phase of its latest mixed-use development, Solaris Parq in Dutamas, by the year end. The 1st phase is the upmarket Residensi Solaris Parq, which comprises 2 towers of serviced apartments with 576 units that range from 721 sq ft to 2,469 sq ft. Meanwhile, the selling prices range from RM873,800 to RM2.9m, translating into a GDV of RM755m. They have soft launched Residensi Solaris Parq to selected guests last weekend and some 75% of Tower A has been booked. (Source: The Edge)

Sanichi plans cash call to raise up to RM99.1m for property development projects

Loss-making Sanichi Technology, whose share price has been on the decline since April, is proposing a rights issue with warrants to raise some RM59.26m on base case scenario, an amount that is more than its existing mkt cap of RM48.9m. The fresh fund raised is to be used mainly for its property development activities. The proposed exercise involves up to 990.59m new ordinary shares as well as 495.29m warrants on the basis of 2 rights shares together with 1 free Warrant E for every 1 existing Sanichi share held by the entitled shareholders on an entitlement date to be determined later. Meanwhile, the exercise price of the Warrants E shall also be decided by the group at a later date once it has obtained all relevant approvals before the entitlement date. (Source: The Edge)

EKA Noodles' unit sued by suppliers over RM1.27m debts

EKA Noodles's wholly-owned unit has been sued by 2 suppliers over non-payment of debts, totalling RM1.27m. Kilang Bihun Bersatu SB (KBBSB) owes Great Line Success SB, which supplied plastic packaging materials to KBBSB, RM349,802, which has been overdue since September 2016. KBBSB also owes Bukit Raya SB, which supplied broken rice to the firm, about RM917,577. The payment has been overdue since December 2015. The late payments were due to the financial condition of KBBSB. (Source: The Edge)

ECONOMIC NEWS

Mean household expenditure in Malaysia at RM4,033 per month in 2016

The mean monthly household consumption expenditure for Malaysia rose from RM3,578 in 2014 to RM4,033 in 2016, growing 6% per annum at nominal value. However, in terms of real value, (CPI with the base year 2010 as the deflator), annual growth rate is 3.9% for the same period. The household consumption expenditure statistics was based on the findings from the Household Expenditure Survey (HES) conducted in 2016, using personal interview approach covering urban and rural areas in all Malaysian states. The survey was carried out by probability sampling representing all households in Malaysia. The mean monthly household consumption expenditure in urban areas showed an increment of 5.8% yearly from RM3,921 to RM4,402, while rural areas reported a 5.7% annually from RM2,431 to RM2,725 from 2014 to 2016. (Source: *The Edge*)

World Bank: A 10% rise in immigrant workers raises Malaysia's real GDP by 1.1%

To maximise the benefits from labour mobility, Malaysia could adjust its migration policies to its economic needs by revising current levy system and deepening coordination with sending countries. Its simulations showed a 10% net increase in low-skilled immigrant workers raises Malaysia's real GDP by 1.1%. Malaysia, along with Singapore and Thailand, has been turned into regional migration hubs since intra-regional migration in ASEAN rose significantly between 1995 and 2015. The 3 countries alone account for 6.5m migrants or 96% of the total number of migrant workers in ASEAN. Low-skilled, and often undocumented, the World Bank noted that ASEAN migrants move in search of economic opportunity, mainly in the construction, plantation, and domestic services sectors. (Source: *The Edge*)

UK PM May tells business chiefs: two-year Brexit transition is assured

British PM Theresa May told business leaders during a meeting on Monday that they should treat a 2-year transition period after Brexit as assured. She would seek a Brexit transition period of around 2 years after Britain formally leaves the EU in 2019, aiming to appease businesses concerned that the country could leave the EU without a deal. The transitional agreement is non-negotiable, business should think of the 2-year period as assured. Britain will not revoke the 'Article 50' legal process which started a 2 year Brexit negotiating period. (Source: *Reuters*)

Russia, China call for restraint after Trump comment on North Korea

Russia and China called for restraint on North Korea on Monday after Trump warned over the weekend that "only 1 thing will work" in dealing with Pyongyang, hinting that military action was on his mind. Moscow has called and continues to call on the parties involved in the conflict and on those who have anything to do with this issue to exercise restraint and to avoid any steps that would only worsen the situation. US might withdraw from a nuclear deal with Iran, Peskov said such a move would have negative consequences. China's position that all parties exercise restraint, describing the situation as extremely complex and serious. (Source: *Reuters*)

Turkey urges US to review visa suspension as lira, stocks tumble

Turkey urged the US yesterday to review its suspension of visa services after the arrest of a US consulate employee sharply escalated tensions between the 2 NATO allies and drove Turkey's currency and stocks lower. Relations between them have been plagued by disputes over US support for Kurdish fighters in Syria, Turkey's calls for the extradition of a US-based cleric and the indictment of a Turkish former minister in a US court. But last week's arrest of a Turkish employee of the US consulate in Istanbul marked a fresh low. The employee had links to US-based Muslim cleric Fethullah Gulen, blamed by Ankara for a failed military coup in July 2016. (Source: *Reuters*)

Oil prices steady after OPEC signals possible deal extension

Oil prices stabilized yesterday after one of the most bearish weeks in months, propped up by OPEC comments signalling the possibility of continued action to restore market balance in the long term. Oil production platforms in the Gulf of Mexico started returning to service after Hurricane Nate forced the shutdown of more than 90% of crude output in the area. The prospective restarts kept price gains in check. Former hurricane Nate has become a post-tropical cyclone that continues to pack heavy rain and gusty winds. The OPEC is due to meet in Vienna on Nov. 30, when it will discuss its pact to reduce output in order to prop up the market. Consultations were under way for an extension of the agreement beyond March 2018 and that more oil-producing nations may join the pact, possibly at the November meeting. (Source: *Reuters*)

ECONOMIC CALENDAR

Date Time	Country	Event	Period	Survey	Actual	Prior	Revised
10/10/2017 07:50	JN	BoP Current Account Balance	Aug	¥2223.3b	¥2380.4b	¥2320.0b	--
10/10/2017 07:50	JN	BoP Current Account Adjusted	Aug	¥1978.6b	¥2266.9b	¥2032.9b	--
10/10/2017 07:50	JN	Trade Balance BoP Basis	Aug	¥264.3b	¥318.7b	¥566.6b	--
10/10/2017 12:30	NE	Manufacturing Production MoM	Aug	--	--	-0.70%	--
10/10/2017 12:30	NE	Manufacturing Production YoY	Aug	--	--	3.00%	--
10/10/2017 12:30	NE	Industrial Sales YoY	Aug	--	--	5.70%	--
10/10/2017 14:00	GE	Trade Balance	Aug	19.5b	--	19.5b	19.4b
10/10/2017 14:00	FI	Industrial Production MoM	Aug	--	--	0.40%	--
10/10/2017 14:00	GE	Current Account Balance	Aug	17.0b	--	19.4b	--
10/10/2017 14:00	FI	Industrial Production WDA YoY	Aug	--	--	2.70%	--
10/10/2017 14:00	GE	Exports SA MoM	Aug	1.10%	--	0.20%	--
10/10/2017 14:00	GE	Imports SA MoM	Aug	0.50%	--	2.20%	2.30%
10/10/2017 14:45	FR	Industrial Production MoM	Aug	0.40%	--	0.50%	--
10/10/2017 14:45	FR	Industrial Production YoY	Aug	1.50%	--	3.70%	--
10/10/2017 14:45	FR	Manufacturing Production MoM	Aug	--	--	0.30%	--
10/10/2017 14:45	FR	Manufacturing Production YoY	Aug	2.70%	--	3.90%	--
10/10/2017 15:00	SP	House transactions YoY	Aug	--	--	16.80%	--
10/10/2017 16:00	LN	Trade Balance	Aug	--	--	-0.30b	--
10/10/2017 16:00	IT	Industrial Production NSA YoY	Aug	2.50%	--	4.40%	--
10/10/2017 16:00	IT	Industrial Production WDA YoY	Aug	2.90%	--	4.40%	--
10/10/2017 16:00	IT	Industrial Production MoM	Aug	0.10%	--	0.10%	--
10/10/2017 16:30	UK	Industrial Production MoM	Aug	0.20%	--	0.20%	--
10/10/2017 16:30	UK	Industrial Production YoY	Aug	0.90%	--	0.40%	--
10/10/2017 16:30	UK	Manufacturing Production MoM	Aug	0.20%	--	0.50%	--
10/10/2017 16:30	UK	Manufacturing Production YoY	Aug	1.90%	--	1.90%	--
10/10/2017 16:30	UK	Visible Trade Balance GBP/Mn	Aug	-£11150	--	-£11576	--
10/10/2017 16:30	UK	Trade Balance	Aug	-£2800	--	-£2872	--
10/10/2017 16:30	SV	Industrial Production MoM	Aug	--	--	0.50%	--
10/10/2017 16:30	SV	Industrial Production YoY	Aug	--	--	6.40%	--
10/10/2017 17:00	GR	Industrial Production YoY	Aug	--	--	1.70%	--
10/10/2017 18:00	PO	Trade Balance	Aug	--	--	-1057m	--
10/10/2017 10/18	CH	Money Supply M2 YoY	Sep	9.00%	--	8.90%	--
10/10/2017 10/18	CH	Money Supply M1 YoY	Sep	13.60%	--	14.00%	--
10/10/2017 10/18	CH	Money Supply M0 YoY	Sep	6.60%	--	6.50%	--
10/11/2017 07:50	JN	Core Machine Orders MoM	Aug	1.00%	--	8.00%	--
10/11/2017 07:50	JN	Core Machine Orders YoY	Aug	0.70%	--	-7.50%	--
10/12/2017 12:30	NE	Trade Balance	Aug	--	--	4.7b	--
10/12/2017 15:00	SO	Construction Constant YoY	Aug	--	--	14.70%	--
10/12/2017 17:00	EC	Industrial Production SA MoM	Aug	0.60%	--	0.10%	--
10/12/2017 17:00	EC	Industrial Production WDA YoY	Aug	2.60%	--	3.20%	--
10/12/2017 20:30	US	PPI Final Demand MoM	Sep	0.40%	--	0.20%	--
10/12/2017 20:30	US	PPI Ex Food and Energy MoM	Sep	0.20%	--	0.10%	--
10/12/2017 20:30	US	PPI Final Demand YoY	Sep	2.60%	--	2.40%	--
10/12/2017 20:30	US	PPI Ex Food and Energy YoY	Sep	2.00%	--	2.00%	--
10/13/2017 07:50	JN	Money Stock M2 YoY	Sep	4.00%	--	4.00%	--
10/13/2017 07:50	JN	Money Stock M3 YoY	Sep	3.40%	--	3.40%	--
10/13/2017 14:00	FI	Current Account Balance	Aug	--	--	0.16b	--
10/13/2017 20:30	US	CPI MoM	Sep	0.60%	--	0.40%	--
10/13/2017 20:30	US	CPI Ex Food and Energy MoM	Sep	0.20%	--	0.20%	--
10/13/2017 20:30	US	CPI YoY	Sep	2.30%	--	1.90%	--
10/13/2017 20:30	US	CPI Ex Food and Energy YoY	Sep	1.80%	--	1.70%	--
10/13/2017 20:30	US	CPI Core Index SA	Sep	253.017	--	252.54	--
10/13/2017 20:30	US	CPI Index NSA	Sep	246.933	--	245.519	--
10/13/2017 20:30	US	Real Avg Weekly Earnings YoY	Sep	--	--	0.90%	1.00%

Source: Bloomberg, BIMB Securities Research

