



## Daily Brief

*Market View, News In Brief: Corporate, Economy, and Share Buybacks*

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### Market View *China and Greece Worries to Dampen Tone*

Severe sell-off in China stocks reverberated to Hong Kong and across the region and spilled over to the local market Wednesday, causing the benchmark index's slump below the 1,700 psychological support. The KLCI lost 16.47 points to settle at 1,695.83, off an opening high of 1,706.7 and low of 1,693.35, as losers swarmed gainers 828 to 117 on active turnover of 1.99bn shares worth RM2.26bn.

Persistent foreign selling pressure given the increased uncertainties and adverse external sentiment over the Greece debt crisis and China stocks sell-off should continue to add downside pressure in the near-term. Immediate crucial supports for the index are at previous Monday's low of 1,688 and the 1,671 low of 17/12/14, followed by the 28/8/13 low of 1,660. A breakdown will herald a challenge of the 1,600 psychological support ahead. Overhead resistance comes from the falling 10-day moving average now at 1,714, then the 30-day ma at 1,728, followed by 1,750, the 61.8%FR level, and next at the easing 50-day ma at 1,759.

Any further weakness on Tenaga shares towards the lower Bollinger band (RM12.32) will be attractive to bargain for oversold rebound towards the 23.6%FR (RM12.90), with stronger resistance seen at RM13.30 and the 38.2%FR (RM13.67). Stronger support is at RM12.00. Similarly, UMW Holdings should attract buyers looking for rebound upside towards RM10.40 and the 76.4%FR (RM10.63), with crucial supports from the 7/7/15 low (RM9.64) and RM9.50.

#### **China Stocks Hammered As Crash Continue**

Worries over China's relentless sell-off and Greece's debt crisis sent Asian equity markets into a tailspin on Wednesday. The Shanghai Composite has fallen more than 30 percent from its mid-June peak amid frequent bouts of extreme volatility and analysts say the turbulence is starting to unnerve regional investors. Meanwhile, the Greek government has until Friday morning to present detailed reform proposals to allow a bailout deal by a Sunday summit, according to a Reuters report citing two EU officials following the emergency euro zone summit in Brussels. Failure to reach a deal would make a "Grexit", Greece's exit from the euro zone, more likely. China stocks tumbled to four-month lows as investors dumped both small and big caps, defying government attempts to stabilize the market, while nearly half of Chinese listed companies have halted trading to insulate themselves from the meltdown. The panic in mainland markets is rippling across the border, knocking the Hong Kong market down more than 7 percent. Overseas-listed Chinese companies also slumped. Meanwhile, Japan's Nikkei 225 crashed to a seven-week low as investors eyed the sell-off in China. Companies with high exposure to the mainland were among the hardest-hit, as Komatsu slumped 5.8 percent, while Hitachi Construction Machinery retreated 4 percent. On the domestic data front, Japan logged its eleventh straight monthly current account surplus in May, with the surplus widening to 1.88 trillion yen, topping a Reuters forecast for a 1.54 trillion yen surplus. Australia's S&P ASX 200 index also gave up all of Tuesday's gains, with banks and miners leading the downward spiral. Among the four major lenders, National Australia Bank, Australia and New Zealand Banking and Commonwealth Bank of Australia

pulled back more than 2 percent each. As commodity prices tanked on the back of worries over a deteriorating outlook in China, the resources sector succumbed to selling pressure, with Fortescue Metals losing 6.2 percent to hit its lowest level since January 2009.

### **Dow Hits 5-Month Low on Global Growth Fear**

The Dow Jones Industrial Average fell to a five-month low Wednesday in a session marked by a nearly four-hour suspension of trading on the New York Stock Exchange and concerns about the pace of global growth. U.S. stocks opened sharply lower after a continued selloff in Chinese stocks spread to Chinese government bonds and other markets in Asia, heightening fears about a potential drag on global economic growth. In addition to the tumble in Chinese shares, investors continued to watch news from Greece, which faces a Sunday deadline to come up with measures that could unlock further aid. The New York Stock Exchange resumed trade late in the session after a technical problem forced a suspension for more than three hours. Meanwhile, the Federal Open Market Committee (FOMC) minutes from the June meeting showed policymakers were concerned about the situation in Greece and China, with most judging that rate hike conditions were not yet achieved. All members but one "indicated that they would need to see more evidence that economic growth was sufficiently strong" before raising interest rates. Unofficially kicking off second-quarter earnings season, Alcoa was up 0.5 percent in extended trade after its second-quarter EPS missed analyst estimates and revenue beat estimates. Results from Johnson & Johnson, JPMorgan Chase & Co. and Intel Corp. are all due next week. Profit at S&P 500 companies contracted 6.5 percent in the second quarter, analysts' estimates compiled by Bloomberg show.

The Dow Jones Industrial Average dropped 261.49 points, or 1.47 percent, to 17,515.42 the S&P 500 lost 34.66 points, or 1.67 percent, to 2,046.68 and the Nasdaq Composite fell 87.69 points, or 1.75 percent, to 4,909.76.

## News In Brief

### Corporate

**WCT Holdings Bhd** has won an arbitration case against Meydan Group LLC today, which will see the Dubai-based company paying AED1.15bn (RM1.2bn) to WCT. The tribunal has passed a judgment in the dispute between its wholly-owned subsidiary WCT Bhd (Dubai Branch) (WCTB) and Meydan regarding the cancellation of the Nad Al Sheba race course project in Dubai, ruling in favour of WCTB. On February 2009, WCT had initiated arbitration proceedings against Meydan for cancelling a RM4.6bn contract to build the Nad Al-Sheba Racecourse. The project was awarded to the 50:50 joint venture between WCTB and Arabtec Construction LLC. Meydan had cancelled the contract on the basis of alleged breach in the form of non-adherence to the agreed construction schedule. Meydan had also called on the performance and advance payment bonds. WCT stated that the tribunal has found that Meydan's cancellation and purported termination of the contract was unlawful, invalid and of no effect; and Meydan was not entitled to call on the JV's performance bond and must repay the same. The RM1.2bn award comprised claims for work done, repayment of performance bond, loss of profit, damages and interests; arbitration costs; and legal costs. *(Starbiz/The Edge)*

**Integrax Bhd's** former deputy chairman Amin Halim Rasip and disgruntled shareholders have filed a law-suit against Tenaga Nasional Berhad relating to the takeover offer for the port operator. The suit comes after the takeover exercise was completed in April. *(Starbiz/Financial Daily)*

**Super Enterprise Holdings Bhd** announced it has received a press notice from MCC LABL2 Netherlands B.V. for a conditional voluntary takeover offer at RM3.80 per share. The offer to shareholders was to acquire all ordinary shares of RM1 each, which are not yet held by MCC LABL2, at RM3.80 per share. It added the offer is open for acceptances until 5pm, July 29, unless revised or extended. *(The Edge)*

**Meda Inc Bhd** has aborted the proposed acquisition of a RM31.7mn freehold land in Hulu Langat district, Selangor. Meda Inc stated that it was terminating the sale and purchase agreement (SPA) for the acquisition of the 3.9-ha land in Tempat Sungai Sekamat in Cheras. On Oct 20 last year, Meda Inc together with Global Jubilee Sdn Bhd had entered into a SPA with Natwest Trading Sdn Bhd to buy the land to build condominiums with an approximate gross development value of RM252mn. According to the earlier statement to the stock exchange then, both Meda Inc and Global Jubilee would acquire a total of 4.2ha of land, of which Global Jubilee's share amounted to 0.3ha at a cost of RM2.6mn. *(The Edge)*

**Felda Global Ventures Holdings Bhd (FGV)** plans to raise more than RM1bn (US\$260mn) selling non-core assets as the company focuses on plantations to repair investor confidence dented by an acquisition. Unprofitable crushing and refining businesses in the US and Canada that have drawn initial bids ranging from \$180mn to \$250mn may be sold later this month. Holdings in a travel firm, and engineering and information technology units may fetch another RM300mn. *(The Edge)*

**Asia Bioenergy Technologies Bhd (Asia Bio)** has proposed a private placement of 152.1mn shares or not more than 10% of its issued and paid up share capital to raise up to RM15.2mn for the company's technology incubation fund and working capital. The issue price of the shares will be determined at a later date but the exercise is expected to raise up to RM15.2mn in a maximum scenario based on an indicative issue price of 10 sen each. The indicative price represents a premium of approximately 46.2% to the five-day volume-weighted average price (VWAP) of its shares. The proposed private placement of shares will not be priced lower than the par value of 10 sen and the exercise will raise the company's share base to 1.7bn shares from 866.7mn shares. *(The Edge)*

**AirAsia X Bhd (AAX)** is urging the Securities Commission Malaysia (SC) to take action against GMT Research. AAX stated that it has lodged an official complaint to the SC against GMT Research, saying the latter had accused AAX, among others, of practising or allowing profit shifting between AirAsia and AAX by way of transfer pricing of the service fees and costs charged by AirAsia. AAX also complained that the reports and presentation by GMT Research and its representatives concerning AAX were "untrue, misleading and inaccurate". *(The Edge)*

**LPI Capital Bhd** saw its net profit jump 67.5% to RM85.7mn or 25.82 sen per share for the 2QFY15 from RM51.2mn or 15.47 sen per share a year ago, on higher contribution from its insurance arm, Lonpac Insurance Bhd and the realisation of gains of its investment in equities. Revenue for 2QFY15 climbed 4.5% to RM304.7mn from RM291.5mn in 2QFY14. LPI Capital also declared a first interim dividend of 20 sen per share amounting to RM66.4mn for FY15, payable on Aug 3, 2015. The group stated that its net profit for the quarter was boosted by a gain of RM39.2mn on the disposal of investment in equities by its investment holding division. *(The Edge)*

**Wing Tai Malaysia Bhd** announced that the price of its renounceable rights issue has been fixed at RM1.15, which is expected to raise gross proceeds of up to about RM188.8mn. The issue price represents a discount of about 16.7% to the theoretical ex-rights price (TERP) of the shares of RM1.38 based on the five-day volume weighted market price of the shares of RM1.50 up to and including July 7 being the last trading day before price-fixing date of the rights shares today. The discount of approximately 16.7% to the TERP is reasonably attractive to the entitled shareholders of the company to subscribe for the rights shares and the discount is in line with the market discount rates of between 12% and 38% for major rights issue exercises implemented in Malaysia over the last three years. *(The Edge)*

**Malaysian Resources Corp Bhd (MRCB)** has teamed up with DRB-Hicom Bhd and Dekad Kaliber Sdn Bhd to build an integrated immigration, customs, quarantine and security (ICQS) complex at Bukit Kayu Hitam, Kedah. MRCB stated that its wholly-owned subsidiary MRCB Engineering Sdn Bhd (MESB) has inked a joint venture (JV) and shareholders' agreement with DRB-Hicom's unit Hicom Builders Sdn Bhd and Dekad Kaliber for the proposed construction project. Dekad Kaliber has been identified as the JV company to carry out the proposed job, in which MESB will hold a 51% stake and Hicom Builders the remaining 49%. *(The Edge)*

**Magna Prima Bhd** stated that it is in the process of evaluating the offers it has received for the prime lands it is looking to sell, which are located around the Klang Valley area. The company is in talks with a few players, including major property companies, but did not reveal who the parties were. Currently, the group has over 30 acres of prime landbank, inclusive of the lands they are looking to dispose of. Some of the prime lands Magna Prima owns include the 20-acre tract in Section 15, Shah Alam, the former site of SJK (C) Lai Meng in Kuala Lumpur, and two parcels in Petaling Jaya. *(The Edge)*

**Lysaght Galvanized Steel Bhd** has appointed Datuk Wan Razali Wan Muda as its chairman. Wan Razali, 62, joined the board in August last year as an independent, non-executive director, on the same day as previous chairman Datuk Hamzah Hasan. Wan Razali has vast experience in aircraft engineering, highway engineering, building maintenance and gold mining. He is also a director at a few engineering companies. *(Starbiz)*

## News In Brief

### Economy

#### Asia Japan Eco Watchers' Index Falls More than Expected in June

A measure of peoples' assessment of the Japanese economy declined more-than-expected in June, survey data from the Cabinet Office showed. The current index of the Economy Watchers' survey dropped notably by 2.3 points to 51.0 in June from 53.3 in the prior month. Economists had forecast the index to fall slightly to 53.0. It was the second consecutive decline and the latest reading was the lowest since February, when it marked 50.1. Any reading above 50 indicates optimism and a score below 50 suggests pessimism. The outlook index also dropped to 53.5 in June from 54.5 in May. The expected score was 54.0. In April, the reading was 54.2. (RTT News)

#### Japan May Current Account Surplus ¥1.880 Trillion

Japan posted a current account surplus of JPY1.88tn yen in May, the ministry of Finance said - surging 266.7%YoY. The headline figure topped expectations for a surplus following the JPY1.33tn surplus in April. The trade balance reflected a deficit of JPY47.3bn - also beating forecasts following the JPY146.2bn shortfall in the previous month. Exports were down 0.1%YoY following the 4.1%YoY jump in April. Imports tumbled 10.3% compared with 5.9% YoY decline a month earlier. The capital account had a deficit of JPY8.9bn, the ministry said, while the financial account saw a surplus of JPY3.63tn. The adjusted current account surplus was JPY1.64tn - which beat forecasts following the JPY1.27tn surplus a month earlier.

Also, the Bank of Japan said that overall bank lending in Japan was up 2.5%YoY in June, coming in at JPY487.77tn. That was in line with expectations, and down from the 2.6% increase in May. Excluding trusts, bank lending advanced 2.6% to JPY424.21tn yen. That beat forecasts for an increase of 2.5% following the 2.7% gain in the previous month. Lending from trusts added an annual 1.9% to JPY63.56tn, while lending from foreign banks tumbled an annual 15.3% to JPY1.84tn. (RTT News, Bank of Japan)

#### U.S. Fed Officials Tempered Economy Optimism with Greece Concern

Federal Reserve officials in June saw the economy moving toward conditions that would support an interest-rate increase, while also expressing concern about weak consumer spending and risks from China and Greece. Members of the Federal Open Market Committee "saw economic conditions as continuing to approach those consistent with warranting a start" to interest-rate increases at some point, according to minutes of June 16-17 meeting released in Washington. All members but one "indicated that they would need to see more evidence that economic growth was sufficiently strong." Stocks and Treasury yields extended declines as the minutes added to concern that turbulence overseas poses risks for the U.S. expansion. Fed officials considering the timing of the first rate increase since 2006 must weigh a domestic economy that has shown improvement since their last meeting against deepening woes in China and the European Union. "The minutes portrayed a Fed that was cautious and wanted to see more evidence before it hiked interest rates," said Paul Eitelman, investment strategist for North America at Russell Investments in Seattle. "Some of their key concerns were the U.S. consumer, but also events abroad." Fed officials in June forecast they would raise rates twice this year, while lowering their outlook for subsequent increases. They have said they will let the latest data on the U.S. economy guide their decision on when to tighten. The minutes showed several Fed officials at the meeting "mentioned their uncertainty about whether Greece and its official creditors would reach an agreement and about the likely pace of economic growth abroad, particularly China and other emerging market economies." The minutes also showed officials were cautious about the economic outlook. Among their concerns were lingering consumer caution, and drags on investment and exports resulting from lower energy prices and a stronger dollar. Inflation continues to linger below the central bank's 2% goal, and global turbulence is posing new risks. (Bloomberg)

### Consumer Borrowing in U.S. Increased \$16.1bn in May

Consumer borrowing in the U.S. climbed in May as an improving labor market and cheap financing costs emboldened Americans to take out auto loans. The \$16.1 n increase in total credit followed a \$21.4bn gain in the prior month that was more than initially reported, Federal Reserve figures showed in Washington. Non-revolving loans, which includes borrowing for tuition and automobiles, picked up from a month earlier, while growth in revolving credit slowed. Americans, whose finances have improved since the last recession, may be more willing to take out loans for new-car purchases as interest rates remain low. An improving labor market will also sustain growth in consumer spending, the largest part of the economy. The median forecast called for an \$18.5bn rise in credit after a previously reported \$20.5bn advance in April. The Fed's consumer credit report doesn't track debt secured by real estate, such as home equity lines of credit and home mortgages. Non-revolving debt climbed \$14.5bn in May after increasing \$12.9bn. Revolving debt, which includes credit cards, rose by \$1.6bn in May after an \$8.5bn advance. Lending by the federal government, which is mainly for student loans, rose by \$3.9bn before adjusting for seasonal variations. Employers added 223,000 jobs in June even as wages stagnated and the size of the labor force receded, according to Labor Department data. The jobless rate fell to 5. %, the lowest level in seven years. (Bloomberg)

### Europe U.K. House Prices Jump in June, Stronger than Forecasts – Halifax

British house prices rose more than expected in June from May and climbed at the fastest rate in more than a year and a half from the same period a year ago, data from mortgage lender Halifax showed. Halifax said house prices jumped by 1.7% in June compared with a rise of 0.3% in May. The year-on-year rate of growth in the three months to June increased to 9.6% from 8.6%. Martin Ellis, Halifax's housing economist, said the stock of homes available for sale was at a record low. "This shortage has been a key factor maintaining house price growth at a robust pace so far in 2015," Ellis said in a statement. (Reuters)

Separately, U.K. Chancellor of the Exchequer George Osborne said that the government will run a surplus in 2019-20. In the Summer Budget, he said the budget deficit is estimated to fall to 2.2% 2016-17, then to 1.2% the year after that. It will move into a surplus in 2019-20, with a positive balance of 0.4%. In this Budget, Osborne said the Office for Budget Responsibility revised borrowing down this year, to GBP69.5bn. Borrowing then falls to GBP43.1bn next year, GBP 24.3bn in 2017/18 and down to just GBP 6.4bn the year after that. Economic growth is expected to be 2.4% this year, down from 2.5% estimated in March. "That is faster than America, faster than Germany and twice as fast as France," Osborne said. For next year, it is estimated to expand 2.3%, unchanged from the prior projection and raised the outlook for 2017 to 2.4%. Further, Osborne said the government will gradually reduce the bank levy rate over the next six years and after that make sure it no longer applies to worldwide balance sheets. (RTT News)

### Eurozone Sets Sunday Deadline for Greece Financing Deal

Eurozone leaders set Greece a Sunday deadline to come up with new and even-tougher economic measures if the country wants to avoid defaulting on the European Central Bank and crashing out of the currency union. As a sweetener for such a deal, leaders raised the possibility of some short-term financing to help Athens make a July 20 payment and—most important for Greek Prime Minister Alexis Tsipras—action down the road to relieve Greece's crushing debt burden. Obstacles to an agreement that keeps Greece in the Eurozone remain high, however. Most notably, the policy overhauls and budget cuts demanded go beyond those that were resoundingly rejected by Greek voters in a referendum last weekend. German Chancellor Angela Merkel said after emergency summit of Eurozone leaders that it is up to Greece to act. "Of course, at the very end, one will have to discuss how debt sustainability can be recreated but not by saying first 'How do we close the gap?' but 'What can Greece do?' " she said. She added that Mario Draghi, the ECB president, made clear to leaders at the summit that Sunday would be "the right moment to take decisions" for Greece to avoid a meltdown of its banking system. Mr. Tsipras said that the negotiation process would be fast. "I believe there will be a solution by the end of the week at the latest," he said. (The Wall Street Journal)



### Germany's Manufacturing Turnover Rises for Second Month

Germany's manufacturing turnover increased for the second straight month in May, preliminary figures from Destatis showed. Manufacturing turnover rose a seasonally and working-day-adjusted 0.7%MoM in May, following a 1.3% increase in April, which was revised from a 1.2% rise estimated earlier. Domestic turnover increased by 1.0% in May from the previous month and business with foreign customers moved up 0.5%. Sales to non-euro area countries moved up 0.9%, while that to euro area countries remained the same level as in April. On an annual basis, manufacturing turnover grew at a faster pace of 4.4% in May, following a 2.1% increase in the prior month. In March, turnover rose 0.8%. In the January to May period, total manufacturing turnover expanded a working-day-adjusted 1.8% compared with the corresponding period last year. (RTT News)

#### Share Buy-Back: 08 -July 2015

Company	Bought Back	Price (RM)	Hi/Lo (RM)	Total Treasury Shares
IOIPG	132,200	1.80	1.88/1.79	12,308,400
SUNWAY	26,300	3.39	3.45/3.39	10,159,000
LBS	116,200	1.56/1.52	1.60/1.52	190,800
BHS	557,900	0.565/0.56	0.565/0.56	9,178,400
AMPROP	79,800	0.855/0.835	0.855/0.835	8,839,000
BKAWAN	8,900	18.3/18.26	18.34/18.22	28,734,100
MYEG	300,000	2.59/2.53	2.74/2.53	3,059,800
SALCON	300,000	0.725/0.70	0.74/0.695	2,974,500
BJAUTO	400,000	2.39/2.32	2.55/2.30	400,000
TAS	110,000	0.610/0.59	0.61/0.585	4,365,400
N2N	40,000	0.75	0.755/0.75	8,429,400
HAIO	12,600	2.21/2.19	2.21/2.18	7,422,488
MBL	70,000	0.75	0.75	285,400
CSCSTEL	102,000	1.00/0.995	1.00/0.995	10,215,400
P&O	6,000	1.40/1.39	1.40/1.37	6,223,900
GRANFLO	30,000	0.285/0.275	0.285/0.275	3,239,100
LBICAP	89,000	1.33/1.31	1.33/1.30	1,454,391
APM	5,100	4.50	4.52/4.50	5,995,500
WCT	843,000	1.35/1.34	1.38/1.20	16,019,336

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**SNAPSHOT OF STOCKS UNDER COVERAGE**

Company	Share Price (RM)	Target Price (RM)	BETA	EPS (sen)		PER (X)		Div Yield (%)		52weeks		52weeks		% Chg YTD
	08-Jul-15			FY15	FY16	FY15	FY16	FY15	FY16	High Price	% Chg	Low Price	% Chg	
AUTOMOBILE														
EPMB	0.80	0.81	0.78	12.6	14.1	6.3	5.7	2.5	2.5	0.98	-18.4	0.73	10.3	3.9
MBMR	3.30	3.60	0.74	37.3	35.5	8.8	9.3	2.9	3.2	3.54	-6.8	2.60	26.9	13.8
UMW	9.90	11.50	1.01	74.9	86.8	13.2	11.4	3.8	4.4	12.68	-21.9	9.64	2.7	-9.7
BANKS & FINANCIAL SERVICES														
AFG	4.25	3.90	1.04	34.5	40.2	12.3	10.6	3.5	3.5	5.23	-18.7	4.00	6.3	-9.6
AFFIN	2.60	3.00	0.61	27.3	28.1	9.5	9.3	5.9	6.2	3.69	-29.5	2.60	0.0	-10.3
AMBANK	5.35	6.00	0.92	63.7	55.2	8.4	9.7	4.9	5.1	7.25	-26.2	5.33	0.4	-18.9
CIMB	5.30	7.00	1.13	38.5	56.8	13.8	9.3	3.7	5.4	7.40	-28.4	5.05	5.0	-4.7
HLBANK	13.34	14.80	0.70	118.9	131.1	11.2	10.2	3.1	3.1	14.96	-10.8	13.22	0.9	-4.6
MAYBANK	9.12	11.20	1.04	69.8	78.1	13.1	11.7	6.6	6.6	10.20	-10.6	8.25	10.5	-0.5
PBBANK	18.68	20.30	0.90	126.3	133.8	14.8	14.0	2.9	2.9	20.36	-8.3	17.40	7.4	2.1
RHBCAP	7.17	8.30	1.10	82.0	84.4	8.7	8.5	1.7	1.7	9.70	-26.1	7.05	1.7	-5.9
Note: RHBCAP proposed rights issue of new shares to raise gross proceeds of up to RM2.5bn. For more details please refer to 14.04.15 report.														
BURSA	8.03	8.40	0.74	35.1	39.9	22.9	20.1	4.5	5.0	9.00	-10.8	7.70	4.3	-0.9
CONSTRUCTION														
BPURI	0.50	0.72	0.95	4.4	9.4	11.2	5.2	8.1	8.1	0.73	-31.7	0.49	2.1	-8.3
GAMUDA	4.68	4.78	0.93	28.4	26.6	16.5	17.6	2.6	2.6	5.36	-12.7	4.60	1.7	-6.6
IJM	6.75	7.70	0.77	26.9	41.4	25.1	16.3	2.2	2.7	7.50	-10.0	6.13	10.1	2.7
NAIM	2.14	2.60	1.31	33.7	32.3	6.3	6.6	1.9	1.9	4.32	-50.5	2.12	0.9	-28.2
SENDAI	0.88	1.26	1.10	11.0	12.6	7.9	7.0	2.3	2.3	1.06	-17.5	0.49	80.4	12.2
WCT	1.25	1.73	0.88	13.2	13.6	9.5	9.2	4.8	4.8	2.26	-44.6	1.20	4.2	-18.2
Note: WCT 1 for 10 rights issue shares, at an issue price of RM1.00 per rights share, and 1 for 5 BI of warrants after the completion of the rights issue. For more detail please refer to 17.03.15 report.														
LITRAK	4.18	4.18	0.51	26.7	35.9	15.7	11.6	4.8	4.8	4.35	-3.9	3.39	23.3	13.0
CONSUMER														
Brewery														
CARLSBG	12.34	11.89	0.77	64.3	67.2	19.2	18.4	5.0	5.2	14.48	-14.8	10.36	19.1	5.1
GUINNESS	14.32	16.44	0.53	76.0	86.9	18.8	16.5	4.8	5.5	14.98	-4.4	12.02	19.1	16.4
Retail														
AEON	3.04	3.27	1.03	16.7	17.2	18.2	17.6	1.6	1.7	4.12	-26.2	2.64	15.2	-3.5
AMWAY	10.70	12.92	0.50	71.0	74.6	15.1	14.3	6.0	6.2	11.98	-10.7	9.87	8.4	4.2
F&N	18.00	19.62	0.59	82.4	90.1	21.8	20.0	4.1	4.5	19.12	-5.9	15.42	16.7	3.2
NESTLE	71.90	66.35	0.44	261.7	289.2	27.5	24.9	3.1	3.1	75.50	-4.8	65.90	9.1	5.0
PARKSON	1.38	2.19	0.30	15.4	13.7	9.0	10.1	5.0	4.5	2.85	-51.5	1.36	1.5	-38.6
POHUAT	2.14	3.04	1.03	29.3	33.5	7.3	6.4	4.7	4.7	2.44	-12.3	1.13	89.4	47.6
QL	3.91	5.01	0.95	14.6	19.3	26.8	20.3	1.1	1.3	4.15	-5.8	3.07	27.4	18.5
SIGN	2.55	3.65	1.25	35.7	38.9	21.6	19.8	4.8	5.0	2.89	-11.8	1.53	66.7	35.6
Tobacco														
BAT	62.68	67.13	0.78	329.6	332.0	19.0	18.9	5.1	5.2	74.40	-15.8	58.86	6.5	-3.7
GAMING														
Casino														
GENTING	7.88	10.92	1.10	55.1	59.5	14.3	13.2	1.0	1.1	10.04	-21.5	7.88	0.0	-11.2
GENM	4.20	4.30	0.78	27.5	27.1	15.3	15.5	2.0	2.3	4.70	-10.6	3.78	11.1	3.2
NFO														
BJTOTO	3.22	3.71	0.69	25.5	26.3	12.7	12.3	6.7	7.1	3.91	-17.6	3.19	0.9	-8.3
HEALTHCARE														
Hospitals														
IHH	5.87	5.80	0.91	11.5	14.0	51.1	41.9	0.7	0.9	6.12	-4.1	4.51	30.2	21.8
KPJ	4.21	5.00	0.75	14.8	15.3	28.5	27.5	1.9	2.0	4.42	-4.8	3.38	24.6	13.8
Rubber Gloves														
HARTA	8.97	8.40	0.59	25.6	33.5	35.1	26.8	1.4	1.7	9.05	-0.9	6.33	41.7	27.6
KOSSAN	6.63	8.10	0.36	31.6	36.0	21.0	18.4	2.1	2.4	6.95	-4.6	3.94	68.3	48.3
SUPERMX	2.01	2.20	0.96	16.5	18.9	12.2	10.7	2.5	2.8	2.53	-20.6	1.58	27.2	19.6
TOPGLOV	7.10	7.95	0.45	39.3	42.8	18.0	16.6	2.8	3.0	7.13	-0.4	4.21	68.6	57.1
KAREX	3.08	3.60	na	15.0	19.9	20.6	15.5	0.7	1.0	3.23	-4.6	1.76	75.0	36.7
INDUSTRIAL														
SCIENTX	7.05	8.57	0.89	69.6	80.9	10.1	8.7	3.2	3.4	7.63	-7.6	5.66	24.6	-0.6
SKPRES	1.26	1.60	1.15	3.4	7.3	37.6	17.4	1.3	2.9	1.30	-3.1	0.56	125.0	96.9
UNIMECH	1.39	1.45	1.01	16.8	19.4	8.3	7.2	4.0	4.9	1.78	-21.9	1.35	3.0	-6.7
MEDIA														
MEDIA PRIMA	1.31	1.61	1.05	13.0	13.0	10.0	10.1	7.6	8.4	2.56	-48.8	1.28	2.3	-25.6
STAR	2.45	2.61	0.58	21.0	21.7	11.7	11.3	7.3	7.3	2.76	-11.1	2.17	13.2	7.3
OIL & GAS														
ICON	0.39	0.49	na	2.0	3.9	19.5	10.0	0.0	0.0	1.91	-79.6	0.39	1.3	-47.7
MHB	1.17	1.39	1.52	9.1	9.5	12.9	12.3	4.3	4.3	3.78	-69.0	1.06	10.4	-34.3
PANTECH	0.66	0.77	1.07	7.3	8.1	9.0	8.1	4.7	5.0	1.15	-42.6	0.64	3.1	-14.3
PCHEM	6.06	7.07	1.29	36.6	40.4	16.5	15.0	3.0	3.3	6.81	-11.0	4.65	30.3	11.2
PERISAI	0.41	0.52	2.01	2.5	5.2	16.7	7.9	0.0	0.0	1.58	-74.1	0.38	7.9	-9.9
SKPETRO	2.30	3.05	1.82	21.2	17.0	10.8	13.5	1.5	0.0	4.44	-48.2	2.02	13.9	-0.9
UMWOG	1.57	1.64	na	7.6	11.7	20.8	13.4	0.5	0.7	4.22	-62.8	1.55	1.3	-33.2



**SNAPSHOT OF STOCKS UNDER COVERAGE**

Company	Share Price (RM)	Target Price (RM)	BETA	EPS (sen)		PER (X)		Div Yield (%)		52weeks		52weeks		% Chg YTD
				FY15	FY16	FY15	FY16	FY15	FY16	High Price	% Chg	Low Price	% Chg	
PLANTATIONS														
BSTEAD	4.00	5.51	0.52	23.5	33.9	17.0	11.8	5.0	5.5	5.25	-23.8	3.95	1.3	-17.0
FGV	1.55	1.61	na	3.6	8.1	42.8	19.2	3.2	3.2	4.22	-63.3	1.55	0.0	-28.9
IJMLNT	3.50	4.40	0.89	15.4	14.4	22.7	24.3	1.7	2.9	3.95	-11.4	3.12	12.2	-3.3
IOICORP	4.10	3.90	0.99	14.2	22.2	28.8	18.5	0.5	2.4	5.25	-21.9	3.91	4.9	-14.6
KLK	22.38	18.03	1.19	78.8	118.0	28.4	19.0	2.0	2.2	24.72	-9.5	19.60	14.2	-1.8
KWANTAS	1.75	1.56	0.20	6.2	12.1	28.1	14.4	0.6	1.7	2.23	-21.5	1.68	4.2	-12.5
SIME	8.51	9.84	0.81	26.0	47.3	32.7	18.0	2.9	3.3	9.77	-12.9	8.26	3.0	-7.4
UMCCA	6.20	7.47	0.50	22.7	25.4	27.3	24.4	2.6	2.7	7.53	-17.6	6.00	3.3	-1.1
PROPERTY														
GLOMAC	0.77	0.92	0.82	9.2	13.0	8.4	5.9	5.6	5.8	1.21	-36.4	0.76	1.3	-21.4
HUAYANG	1.87	2.12	0.82	41.9	38.0	4.5	4.9	7.0	7.0	2.52	-25.8	1.71	9.4	-8.8
IOIPG	1.83	2.30	na	17.4	23.2	10.5	7.9	3.3	4.4	2.71	-32.6	1.79	2.2	-22.3
MAHSING	1.50	1.92	0.71	19.5	22.6	7.7	6.6	3.7	4.0	1.90	-21.2	1.48	1.5	-9.3
SNTORIA	1.05	1.07	0.66	8.4	14.1	12.5	7.5	1.9	1.9	1.61	-34.8	0.87	20.7	-14.6
SPSETIA	3.06	3.80	0.53	24.3	31.0	12.6	9.9	3.9	5.1	3.65	-16.2	3.00	2.0	-7.3
SUNWAY	3.40	3.90	0.83	35.6	32.9	9.6	10.3	9.7	3.2	3.81	-10.9	2.91	16.8	6.5
REIT														
SUNREIT	1.55	1.86	0.49	8.5	10.3	18.1	15.1	5.8	6.9	1.76	-11.9	1.39	11.5	2.0
CMMT	1.32	1.69	0.65	7.8	8.9	17.0	14.8	6.3	7.2	1.66	-20.5	1.29	2.3	-7.7
POWER & UTILITIES														
MALAKOF	1.76	2.09	na	8.2	10.5	21.5	16.8	4.7	5.9	1.91	-7.9	1.63	8.0	-2.2
PETDAG	20.54	17.61	0.98	76.0	79.0	27.0	26.0	2.9	3.1	23.20	-11.4	14.40	42.7	21.3
PETGAS	21.18	24.46	1.19	90.3	90.7	23.5	23.4	2.8	2.8	24.62	-14.0	20.60	2.8	-4.4
TENAGA	12.60	15.95	1.13	108.5	114.7	11.6	11.0	2.5	2.7	16.96	-25.7	11.94	5.5	-8.7
YTLPOWR	1.54	1.88	0.80	13.3	14.0	11.6	11.0	6.5	6.5	1.67	-7.8	1.42	8.5	4.1
TELECOMMUNICATIONS														
AXIATA	6.31	6.74	0.77	27.8	31.7	22.7	19.9	3.3	3.8	7.29	-13.4	6.26	0.8	-10.5
DIGI	5.45	6.64	0.99	27.4	28.7	19.9	19.0	5.0	5.3	6.65	-18.0	5.34	2.1	-11.7
MAXIS	6.33	6.16	0.71	25.3	26.9	25.0	23.5	4.0	4.2	7.30	-13.3	6.21	1.9	-7.6
TM	6.63	8.16	0.84	23.6	27.6	28.1	24.1	4.1	4.4	7.79	-14.9	6.14	8.0	-3.6
TECHNOLOGY														
Semiconductor & Electronics														
IRIS	0.23	0.30	0.76	-0.6	1.6	na	14.3	2.0	2.0	0.47	-50.5	0.22	4.5	-8.0
INARI	3.30	4.25	1.51	20.5	26.1	16.1	12.7	2.2	2.8	3.58	-7.8	1.93	71.4	37.4
MPI	6.49	8.90	1.04	50.5	63.8	12.9	10.2	3.1	3.1	7.19	-9.7	4.10	58.3	43.3
UNISEM	2.34	2.75	1.01	17.0	20.8	13.8	11.3	2.6	2.6	2.65	-11.7	1.20	95.0	31.5
TRANSPORTATION														
Airlines														
AIRASIA	1.30	2.62	1.03	20.1	15.9	6.5	8.2	3.5	3.8	2.94	-55.8	1.26	3.2	-52.2
AIRPORT	6.02	6.59	1.30	2.7	9.9	223.1	61.1	0.3	1.1	8.18	-26.4	5.96	1.0	-6.4
Freight & Tankers														
MISC	7.92	9.18	1.11	42.1	45.9	18.8	17.3	1.3	1.3	9.39	-15.7	6.33	25.1	9.7
WPRTS	4.02	3.89	na	16.5	18.2	24.4	22.0	3.1	3.4	4.68	-14.1	2.69	49.4	19.6

**SNAPSHOT OF FOREIGN STOCKS UNDER COVERAGE**

Company	Share Price (S\$)	Target Price (S\$)	Beta	EPS (cent)		PER (X)		Div Yield (%)		52week		52week		% Chg
				FY15	FY16	FY15	FY16	FY15	FY16	High Price	% Chg	Low Price	% Chg	YTD
BANKS & FINANCIAL SERVICES														
DBS	20.65	21.60	0.98	176.7	185.1	11.7	11.2	2.8	2.8	21.40	-3.5	16.91	22.1	0.2
OCBC	10.15	12.90	0.95	99.9	108.8	10.2	9.3	4.7	5.7	10.92	-7.1	8.84	11.3	-3.0
UOB	22.93	26.60	1.14	209.8	226.4	10.9	10.1	3.3	3.3	25.00	-8.3	21.49	6.7	-6.3
PLANTATIONS														
WILMAR	3.24	3.75	0.81	24.5	27.9	13.2	11.6	2.2	2.5	3.42	-5.3	2.92	11.0	0.0
IFAR	0.68	0.87	1.07	6.2	7.6	11.0	9.0	0.4	0.4	1.01	-32.7	0.66	3.0	-6.2

**BUY** : Total return within the next 12 months exceeds required rate of return by 5%-point.

**HOLD** : Total return within the next 12 months exceeds required rate of return by between 0-5%-point.

**SELL** : Total return is lower than the required rate of return.

**Total Return** is defined as expected share price appreciation plus gross dividend over the next 12 months.

**Required Rate** of Return of 10% is defined as the yield for one-year Malaysian government treasury plus assumed equity risk premium.