



Daily Brief

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

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Market View *Limited Upside on External Uncertainties*

Blue chips extended consolidation on mild local fund support Tuesday, but the broader market was softer in line with weaker regional market, as oil prices fell on fears that record Iraqi crude exports and growing U.S. output could undermine OPEC's efforts to reduce supply. The index added 4.15 points to close at 1,672.05, off an high of 1,673.57 and low of 1,665.94, as gainers beat losers 414 to 368 on improved turnover of 2.7bn shares worth RM2.1bn.

Support at 1,656, Resistance at 1,676

Upside bias appear limited in near-term, as investor caution grew before a news conference by President-elect Donald Trump on late Wednesday, where his views on global trade and China will be carefully scrutinized for future policy implications. As for the index, the immediate resistance stays at 1,676, the 23.6%FR of the 1,503 to 1,729 upswing, while tougher hurdles reside near 1,700 and the April 2016 high of 1,729. Immediate support is remains at the 100-day ma at 1,656, next will be 1,643, the 38.2%FR, followed by 1,637, the 30-day ma, with key retracement support at 1,616, the 50%FR matching the recent correction low.

Sell on Strength CIMB and Maybank

Any further strength on CIMB shares towards the 50%FR (RM5.05) should encourage profit taking and selling as overbought conditions will be exaggerated, while key chart support are at 10-day ma (RM4.62) and the 23.6%FR (RM4.43). Likewise, further gains on Maybank shares will be attractive to take profits, especially towards the upper Bollinger band (RM8.31) or the 50%FR (RM8.35), while key chart support are at RM8.15 and RM7.83, the 200 and 100-day ma.

Asian Market Fell On Oil Output Worries

Asian markets were lower in subdued trade Tuesday, as investor sentiment soured after the Dow retreated further from the 20,000 mark and oil prices plunged as much as 4 percent overnight. Oil prices posted their biggest one-day loss in six weeks amid fears that record Iraqi crude exports in December and rising U.S. output would undermine OPEC's efforts to curb a global supply glut. However, Iraq's oil ministry emphasized that the high levels would not affect the country's decision to cut January production to comply with the OPEC agreement. China's main indexes edged lower, as investors took profits after a recent strong rally fuelled by reforms hopes. The broad market losses were limited as participants continued to seek stocks that were tied to state-owned enterprises (SOEs) mixed-ownership reform theme. The blue-chip CSI300 index fell 0.2 percent, to 3,358.27 points, while the Shanghai Composite Index lost 0.3 percent to 3,161.67 points. Japanese benchmark Nikkei 225 also dropped 0.79 percent or 152.9 points at 19,301.44, falling sharply in afternoon trade after the yen strengthened against the dollar. Meanwhile, Australia's ASX 200 closed down 0.8 percent or 46.7 points at 5,760.7, seeing broad losses across all sub-indexes except for gold which was up 1.43 percent.

Energy Sector Weights on Dow

The S&P 500 ended the day unchanged on Tuesday as lower oil prices hurt energy stocks, offsetting advances in healthcare and financial sectors, while the Nasdaq ended at another record high. Traders were holding fire ahead of the upcoming corporate earnings season and the Jan. 20 inauguration after which they expect a better sense as to whether President-elect Donald Trump will fulfil campaign promises of fiscal stimulus, lower tax and lighter regulation. The S&P Energy sector ended down 0.95 percent as WTI crude dropped 2.2 percent to a three-week low on doubts about output cuts. Oil slipped to USD50.82 a barrel after sinking 3.8 percent last session. The S&P financial sector, which has risen 17.4 percent since the election, closed up 0.4 percent. Investors will also monitor earnings season, which starts this week, to assess if the record levels are justified.

The Dow Jones Industrial Average ended down 31.85 points, or 0.16 percent, at 19,855.53, the S&P 500 was unchanged at 2,268.9 and the Nasdaq Composite added 20.00 points, or 0.36 percent, to 5,551.82.

News In Brief

Corporate

Malaysia Airports Holdings Bhd (MAHB) saw 118.5mn passengers pass through its airports including Istanbul's Sabiha Gökçen International Airport (SGIA) throughout 2016, up 5.7% from 2015. International passenger growth momentum picked up in the second half of 2016, improving from 5% y-o-y in 1H16 to 11% in 2H16. MAHB said on the home front, Malaysian airports registered a 6% growth at 88.8mn passenger movements from 2015 while the international sector recorded 43.2mn movements, an increase of 8%. Domestic traffic on the other hand recorded 45.6mn passenger movements, an improvement of 4.1% compared with 2015. *(Bursa Malaysia)*

Comment: *The encouraging December performance for the Malaysian operation was underpinned by strong demand for air travel, resulting in airline operators recording strong load factor. In Istanbul, the contraction in passenger movement was led by weak international passenger traffic since the military coup attempt in July-16. No change to our passenger growth forecast of 4.8% for 2017. Target price is remained unchanged at RM6.64.*

Maintain Hold on MAHB.

Malaysia Airports Holdings Bhd and Telekom Malaysia Bhd signed a Memorandum of Understanding (MoU) for the development of integrated telecommunications, ICT and smart services for the KLIA Aeropolis project. The MoU is intended for both parties to transform KLIA Aeropolis into a world-class airport city and a tourist destination in itself. *(Bursa Malaysia)*

Paramount Corp Bhd has requested for its shares to be suspended from trading today ahead of a material announcement. The announcement came after The Edge Weekly's report on Monday, citing unnamed sources, stating that Paramount is disposing its education arm's assets to a private real estate investment trust as part of its asset-light strategy. *(Bursa Malaysia)*

Muhibbah Engineering (M) Bhd has bagged a contract worth approximately Qatari Riyal 356.7mn (RM438.1mn) from Economic Zones Company of Qatar (MANATEQ) for the construction of roads and infrastructure works at Um Alhoul Economic Zone (QEZ-3) Phase 2.1 (Portion 2A, Marine Cluster), Qatar. Its 49%-unit Muhibbah Engineering Middle East LLC has formalised the contract with MANATEQ yesterday. The project will commence immediately and is expected to be completed by the second quarter of 2018. *(Bursa Malaysia)*

Omesti Bhd announced that it will continue its partnership with global digital court recording systems provider Justice AV Solutions (JAVS), which forms an integral component of its eCOURTS platform. As a JAVS authorised dealer, Omesti will offer JAVS Premier, Select and Core Lines to clients in Asia. Omesti has been granted exclusive distribution rights in ten countries. *(Bursa Malaysia)*

Tasco Bhd is entering into cold chain logistics and has inked a sale and purchase agreement with Chang Kok Fai and Chan Sun Cheong to acquire Gold Cold Transport Sdn Bhd for up to RM188mn. The venture into cold chain logistics is a natural step forward given the group's involvement in traditional ambient warehousing and its vast experience in fast moving consumer goods and retail industries. *(Bursa Malaysia)*

Pasukhas Group Bhd has served a payment claim under Section 5 of the Construction Industry Payment and Adjudication Act 2012 against Emerald Capital (Ipoh) Sdn Bhd for an outstanding amount of RM8.3mn. The payment claim is related to an 18-storey condominium development project in Perak. *(Bursa Malaysia)*

Versatile Creative Bhd has entered into a deal with Double Action Ventures Sdn Bhd to look into developing medium-cost apartments on a 3.2 acre piece of alienated land in Johor Bahru. Versatile Creative said the estimated gross development value of the project will be RM110mn. The paper manufacturer said its indirect wholly-owned unit, Versatile Smart Properties Sdn Bhd, signed a Memorandum of Understanding with Double Action. (*Bursa Malaysia*)

IFCA MSC Bhd has been slapped with an unusual market activity query from Bursa Malaysia, after the company's share price and volume rose sharply by 34.6% today. At the closing bell, IFCA shares closed 9 sen higher at 35 sen — its highest closing since Nov 16, 2016 — with some 110.07mn shares traded. (*Bursa Malaysia*)

News In Brief

Economy

Asia **MoF Expects Higher Exports and BNM Measures to Boost Ringgit**

The Finance Ministry (MoF) expects the recovering commodity prices and improving China's economy, as well as measures taken by Bank Negara Malaysia (BNM), to help lift the ringgit to RM4.10 against the US dollar by the third quarter of this year. Deputy Finance Minister I, Datuk Othman Aziz said prices of commodities such as crude palm oil, rubber and crude oil had shown improvement compared to last year, thus giving a potential additional income from the export market. He said the improving economy in China, Malaysia's largest trading partner, would also contribute to the better export performance. Meanwhile, he said BNM's measures that require part of the export income to be converted into the ringgit were expected to stabilise the local currency. Othman said the Government's target of achieving RM42bil in revenue from the goods and services tax (GST) was also achievable and realistic based on last year's collection of RM41bil and increasing awareness on the tax regime among the public and businesses. The ACCA MaSRA was first introduced in 2002 to identify and recognise organisations that report and disclose full environmental, social and governance information. For this year's edition, local conglomerate, Sime Darby Bhd, bagged the Best Overall Reporting Award while Maybank took the runner-up spot. (The Star Online)

Moody's: Political Risk in Asia-Pacific Unlikely to Abate

Moody's Investors Service cautions political risk in Asia-Pacific is unlikely to abate in 2017 as latent political risk that prevailed in parts of the region has, in some cases, flared up. It said on Tuesday if domestic or geopolitical tensions were to escalate, they would exacerbate the negative credit drivers or derail credit-supportive factors in the region. For instance, political developments could interfere with the ability of governments to implement reforms and would exacerbate the negative growth impact of slower global trade and capital flow reversals. The international ratings agency outlook and analysis were contained in its just-released report titled "Sovereigns - Asia Pacific: 2017 Outlook - Stable outlook balances external, political risks against economic, institutional reforms". In the report, Moody's said the 2017 outlook for the creditworthiness of sovereigns in Asia Pacific is stable overall, reflecting a mix of credit-supportive and credit-challenging factors. Rising income levels and strengthening institutions will offer support to several sovereign credit profiles in the region. However, although GDP growth in the region remains relatively robust, lackluster growth in global trade and capital outflows may weigh on the credit profiles of those more dependent on external demand or financing. Given this context, credit outcomes in 2017 will be determined by the effectiveness of ongoing reform efforts and the evolution of political risks. The report also explained that most Moody's-rated sovereigns in Asia Pacific carry ratings with stable outlooks, but negatives outlooks outnumber positive ones. Specifically, in terms of the 24 sovereigns that Moody's rates in Asia Pacific, there were 18 stable outlooks as of Jan 10, 2017, four negative and two positive. (The Star Online)

China Factory Prices Rising Fastest in 5 Years Adds to Reflation

China's producer price index rose at the fastest pace in more than five years in December as the factory to the world swings from being a drag on global inflation to another potential force pushing prices higher. PPI jumped 5.5% last month from a year earlier, compared to the median estimate of 4.6% in a Bloomberg survey and the 3.3% gain in November. Consumer-price index rose 2.1%, versus 2.2% gain forecast by analysts. Only four months out of a multi-year factory deflation, the world's second-largest economy is poised to export inflation to nations around the globe through its supply chains as manufacturers squeezed by higher input costs raise asking prices. Whether that rebound will be sustained hinges on how the global economy fares under a Donald Trump presidency and whether trade tensions flare between the U.S. and China.

Among producer prices, those for mining surged 21.1% in December from a year earlier while raw materials increased 9.8%. PPI rose faster as a weaker currency lifted imported

commodity prices, demand for industrial products recovered and the effect of overcapacity reduction kicked in, the National Bureau of Statistics said in a statement released with the data. Purchasing prices climbed 6.3% from a year earlier, led by fuel and metals. Consumer prices of food climbed 2.4%, while non-food prices increased 2.0%. Subdued consumer inflation was due to a high base and slower vegetable price increases, according to the NBS. (Bloomberg)

Australia Retail Sales Add 0.2% in November

The total value of retail sales in Australia was up a seasonally adjusted 0.2% on month in November, the Australian Bureau of Statistics said - coming in at A\$25.664 billion. That was shy of expectations for an increase of 0.4%, and was down from the 0.5% gain in October. By category, there were gains in food retailing (0.4%), clothing, footwear and personal accessory retailing (1.7%) and household goods retailing (0.2%). There were falls in cafes, restaurants and takeaway food services (-0.8%), department stores (-0.3%) and other retailing (-0.1%). By region, there were gains in New South Wales (0.5%), Victoria (0.4%), Queensland (0.1%), Tasmania (0.1%) and the Northern Territory (0.3%). There were falls in Western Australia (-0.6%), South Australia (-0.4%) and the Australian Capital Territory (-0.1%). (RTT News)

Japan Consumer Confidence Highest Since September 2013

Japan's consumer confidence strengthened to the highest level in more than three years in December, survey data from the Cabinet Office showed. The consumer sentiment index improved to 43.1 in December from 40.9 in the prior month. This was the highest since September 2013, when the score was 45.4. The indicator for overall livelihood rose to 42.0 from 40.1 in November. Likewise, the indicator for income growth improved to 41.9 from 40.4 a month ago. The employment index climbed to 45.7 from 42.5 and the gauge for willingness to buy came in at 42.8 versus 40.5 in November. The survey was conducted among 8,400 households on December 15. (RTT News)

U.S. U.S. Small-Business Optimism Index Surges by Most Since 1980

Optimism among America's small businesses soared in December by the most since 1980 as expectations about the economy's prospects improved dramatically in the aftermath of the presidential election. The National Federation of Independent Business's index jumped 7.4 points last month to 105.8, the highest since the end of 2004, from 98.4. While seven of the 10 components increased in December, 73% of the monthly advance was due to more upbeat views about the outlook for sales and the economy, the Washington-based group said. The share of business owners who say now is a good time to expand is three times the average of the current expansion, according to the NFIB's data. More companies also said they plan to increase investment and keep hiring, which reflects optimism surrounding President-elect Donald Trump's plans of spurring the economy through deregulation, tax reform and infrastructure spending. The NFIB report was based on a survey of 619 small-business owners through Dec. 28. Small companies represent more than 99% of all U.S. employers, according to the U.S. Small Business Administration. A small business is defined as an independent enterprise with no more than 500 employees. Fifty percent of respondents, the biggest share since March 2002, said they expect better business conditions in the next six months. That was 38 percentage points higher than in November. The net share of firms projecting higher sales jumped by 20 points to 31%. Some 29% say they will boost capital outlays within six months. (Bloomberg)

U.S. Wholesale Inventories Climb Slightly More Than Expected in November

Wholesale inventories in the U.S. increased by slightly more than anticipated in the month of November, according to a report released by the Commerce Department. The report said wholesale inventories surged up by 1.0% in November after edging down by a revised 0.1% in October. Economists had expected inventories to climb by 0.9% compared to the 0.4% drop originally reported for the previous month. Inventories of durable goods jumped by 1.0% in November after inching up by 0.1% in October, while inventories of non-durable goods rebounded by 1.0% after falling by 0.4%. The Commerce Department also said wholesale sales rose by 0.4% in November following a 1.1% spike in October. Sales of both

durable and non-durable goods increased by 0.4% in November after climbing by 0.8% and 1.3%, respectively in the previous month. With inventories rising more than sales, the inventories/sales ratio for merchant wholesalers ticked up to 1.32 in November from 1.31 in October. (RTT News)

Share Buy-Back: 10 Jan 2017

Company	Bought Back	Price (RM)	Hi/Lo (RM)	Total Treasury Shares
AMPROP	10,400	0.79	0.785/0.78	12,415,300
ANCOM	4,500	0.33	0.33	3,739,327
DAIBOCI	21,500	2.21	2.22/2.20	1,221,800
GLOMAC	30,000	0.70	0.70/0.695	4,745,900
GRANFLO	37,000	0.18	0.18/0.175	5,891,800
LIONIND	156,600	0.45/0.44	0.455/0.435	35,276,400
P&O	36,000	1.28/1.27	1.28/1.26	9,457,500
PARKSON	110,000	0.635/0.63	0.635/0.625	26,301,180
SIGN	45,000	0.815/0.805	0.82/0.805	6,450,200
SUNWAY	41,900	3.03/2.99	3.04/2.99	38,451,700
TEXCHEM	2,800	1.45/1.41	1.45/1.41	2,438,600
UNIMECH	19,500	1.09/1.08	1.09/1.08	5,293,610
YILAI	20,000	0.81	0.83/0.80	7,708,608

Source: Bursa Malaysia

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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
				FY17	FY18	FY17	FY18	FY17	FY18	High Price	% Chg	Low Price	% Chg	
	10-Jan-17													
AUTOMOBILE														
BAUTO	2.06	2.18	0.98	13.2	17.1	15.6	12.1	6.4	8.3	2.44	-15.6	1.79	15.2	-3.3
MBMR	2.09	2.20	0.69	24.5	25.3	8.5	8.3	2.9	2.9	2.70	-22.6	1.94	7.7	-2.3
UMW	4.61	4.05	1.11	12.4	18.9	37.2	24.4	1.7	2.6	7.58	-39.2	4.43	4.1	0.9
BANKS & FINANCIAL SERVICES														
AFG	3.74	3.70	1.20	35.8	37.7	10.4	9.9	4.0	4.0	4.37	-14.4	3.07	21.8	0.5
AFFIN	2.48	2.60	0.87	24.7	26.1	10.0	9.5	3.2	3.2	2.48	0.0	2.08	19.2	3.8
AMBANK	4.45	4.50	1.22	46.4	50.6	9.6	8.8	3.6	4.0	4.76	-6.5	3.90	14.1	3.2
CIMB	4.80	5.60	1.18	50.0	52.3	9.6	9.2	4.3	4.5	5.10	-5.9	3.89	23.6	6.4
HLBANK	13.30	13.00	0.69	101.3	109.8	13.1	12.1	3.1	3.1	13.80	-3.6	12.70	4.7	-1.5
MAYBANK	8.28	8.00	0.95	72.8	82.3	11.4	10.1	5.8	6.3	9.20	-10.0	7.50	10.4	1.0
PBBANK	20.02	20.30	0.83	134.2	142.0	14.9	14.1	2.8	2.8	20.10	-0.4	17.76	12.7	1.5
RHBBANK	4.93	5.00	1.16	52.6	56.4	9.4	8.7	2.4	2.4	5.18	-4.8	3.85	27.9	4.7
BURSA	8.87	9.30	0.67	41.7	46.0	21.3	19.3	3.9	3.9	9.43	-5.9	8.06	10.0	0.2
CONSTRUCTION														
BPURI	0.43	0.44	0.86	6.2	5.6	6.9	7.7	0.0	4.7	0.51	-15.7	0.36	19.4	-1.1
GADANG	1.04	1.37	0.67	12.9	13.6	8.1	7.6	2.7	2.7	1.35	-23.1	0.75	39.0	-1.0
GAMUDA	4.95	5.62	1.00	33.0	36.7	15.0	13.5	2.4	2.4	5.00	-1.0	4.35	13.8	3.6
IJM	3.39	3.23	1.04	16.9	20.7	20.1	16.3	2.8	2.8	3.61	-6.0	3.07	10.4	5.9
SENDAI	0.62	0.60	1.07	9.9	9.3	6.2	6.6	1.6	1.6	0.77	-20.1	0.41	51.9	7.0
SUNCON	1.70	1.85	na	12.3	12.4	13.8	13.7	3.2	3.2	1.74	-2.3	1.30	30.8	0.0
WCT	1.83	1.54	0.95	13.1	12.4	14.0	14.7	1.6	1.6	1.98	-7.6	1.41	29.8	5.8
LITRAK	5.80	5.58	0.16	47.7	48.1	12.2	12.1	4.3	4.3	6.06	-4.3	4.90	18.4	-1.4
<i>Building Materials</i>														
WTHORSE	2.00	2.07	0.53	20.7	21.3	9.7	9.4	5.0	5.0	2.40	-16.7	1.93	3.6	-0.5
CONSUMER														
<i>Brewery</i>														
CARLSBG	13.92	15.52	0.59	76.9	83.6	18.1	16.7	5.5	6.0	15.20	-8.4	11.46	21.5	0.0
HEIM	16.52	19.73	0.56	90.1	95.0	18.3	17.4	4.9	5.2	18.74	-11.8	12.63	30.8	0.9
<i>Retail</i>														
AEON	2.54	2.23	0.53	6.5	7.5	39.1	33.7	0.7	0.9	3.00	-15.3	2.47	2.8	-1.2
AMWAY	7.50	8.00	0.40	35.3	38.3	21.3	19.6	3.7	4.0	9.70	-22.7	7.40	1.4	1.1
F&N	23.30	21.71	0.37	98.5	115.9	23.7	20.1	2.5	3.0	27.00	-13.7	18.10	28.7	-0.8
NESTLE	76.48	88.16	0.40	343.1	358.4	22.3	21.3	4.0	4.2	81.80	-6.5	72.80	5.1	-2.2
PADINI	2.54	4.00	0.53	23.5	26.5	10.8	9.6	5.9	7.1	3.08	-17.5	1.81	40.5	-0.4
POHUAT	1.83	2.08	0.66	22.9	22.9	8.0	8.0	4.4	4.4	2.00	-8.5	1.41	29.8	5.8
QL	4.31	4.71	0.55	19.0	21.1	22.7	20.4	1.2	1.3	4.65	-7.3	4.17	3.4	-1.1
SIGN	0.82	1.26	0.59	12.2	13.6	6.7	6.0	6.1	6.1	1.07	-23.2	0.72	13.8	3.1
<i>Tobacco</i>														
BAT	46.28	56.00	0.97	278.0	288.8	16.6	16.0	5.8	6.1	58.40	-20.8	40.70	13.7	3.8
GAMING														
<i>Casino</i>														
GENTING	8.21	9.25	1.36	44.1	50.8	18.6	16.2	0.6	0.7	9.90	-17.1	7.02	17.0	2.6
GENM	4.85	5.66	1.18	26.9	29.2	18.0	16.6	1.6	1.9	4.97	-2.4	4.05	19.8	5.9
<i>NFO</i>														
BITOTO	2.92	4.01	0.75	24.6	24.8	11.9	11.8	6.5	7.4	3.47	-15.9	2.86	2.1	-1.4
LUSTER	0.07	0.10	0.98	0.2	0.3	35.5	23.2	0.0	0.0	0.09	-17.6	0.05	40.0	40.0
HEALTHCARE														
<i>Hospitals</i>														
IHH	6.38	6.50	0.87	14.4	18.3	44.2	34.9	0.6	0.7	6.79	-6.0	6.15	3.7	0.5
KPJ	4.12	4.70	0.55	14.3	17.3	28.8	23.9	1.4	1.7	4.40	-6.4	4.06	1.5	-1.4
<i>Rubber Gloves</i>														
HARTA	4.81	3.85	0.55	16.5	20.9	29.2	23.1	1.5	2.0	6.10	-21.1	3.81	26.2	-0.4
KOSSAN	6.49	7.15	0.15	39.0	49.3	16.6	13.2	3.0	3.8	9.09	-28.6	5.90	10.0	-1.5
SUPERMX	2.13	2.10	0.57	17.5	21.8	12.2	9.8	2.5	3.1	3.54	-39.8	2.01	6.0	0.9
TOPGLOV	5.26	4.75	-0.17	24.6	29.1	21.3	18.1	2.4	2.8	7.03	-25.2	4.20	25.2	-1.7
KAREX	2.40	2.85	0.42	7.3	11.7	32.9	20.5	0.8	1.2	3.16	-24.1	2.13	12.7	1.7
INDUSTRIAL														
SCIENX	6.69	8.50	0.49	67.9	78.0	9.9	8.6	3.0	3.4	7.08	-5.5	4.80	39.4	-0.1
SKPRES	1.28	1.75	0.68	9.4	14.5	13.7	8.8	3.5	5.3	1.44	-11.1	1.12	14.3	-0.8
MEDIA														
ASTRO	2.70	3.30	1.08	12.7	14.7	21.2	18.3	4.6	4.8	3.02	-10.6	2.41	12.0	3.8
MEDIA PRIMA	1.06	1.00	0.64	9.1	10.3	11.6	10.3	6.9	7.8	1.54	-31.2	1.01	5.0	-7.8
STAR	2.24	1.95	0.53	15.1	16.0	14.8	14.0	8.0	8.0	2.70	-17.0	2.20	1.8	0.0
OIL & GAS														
EATECH	0.66	0.44	na	11.2	13.4	5.9	4.9	5.1	6.1	1.25	-47.6	0.45	47.2	5.6
MHB	1.00	1.03	1.72	2.0	3.8	50.0	26.2	0.0	0.0	1.34	-25.4	0.84	19.0	9.3
MISC	7.44	7.68	0.90	58.3	67.7	12.8	11.0	4.0	4.0	9.16	-18.8	6.88	8.1	1.2
PANTECH	0.48	0.63	1.15	4.7	6.1	10.2	7.9	4.8	6.1	0.52	-7.7	0.44	10.3	7.9
PCHEM	7.17	7.75	1.24	34.5	39.1	20.8	18.3	2.6	3.1	7.58	-5.4	5.95	20.5	2.7
SKPETRO	1.92	1.71	2.41	4.9	4.3	39.3	44.2	0.0	0.0	2.18	-21.1	1.29	33.3	6.2
UMWOG	0.91	0.55	1.96	-14.7	-11.0	na	na	0.0	0.0	1.10	-17.7	0.72	25.7	3.4
UZMA	1.70	1.34	1.67	11.9	12.7	14.3	13.3	0.0	0.0	2.04	-16.7	1.30	30.8	0.0

SNAPSHOT OF STOCKS UNDER COVERAGE

Company	Share Price (RM)	Target Price (RM)	BETA	EPS (sen)		PER (X)		Div Yield (%)		52weeks		52weeks		% Chg YTD
				FY17	FY18	FY17	FY18	FY17	FY18	High Price	% Chg	Low Price	% Chg	
PLANTATIONS														
FGV	1.76	1.53	1.49	6.8	11.5	26.0	15.3	2.8	2.8	2.52	-30.2	1.31	34.4	13.5
IJMLNT	3.40	3.50	0.56	13.7	15.7	24.8	21.6	2.1	2.4	3.80	-10.5	3.22	5.6	0.0
IOICORP	4.50	3.66	1.04	18.7	21.1	24.0	21.4	2.2	2.7	5.04	-10.7	4.07	10.6	2.3
KLK	24.10	21.12	0.94	108.2	117.7	22.3	20.5	2.2	2.4	25.00	-3.6	22.20	8.6	0.4
SIME	8.45	7.45	1.18	30.8	35.3	27.5	23.9	2.6	3.3	8.60	-1.7	7.00	20.7	4.3
UMCCA	5.89	6.54	0.47	25.5	31.1	23.1	19.0	2.7	2.7	6.21	-5.2	5.53	6.5	-1.8
PROPERTY														
GLOMAC	0.70	0.68	0.61	5.5	8.0	12.8	8.8	8.6	5.7	0.87	-19.5	0.68	2.9	0.7
HUAYANG	1.11	1.29	0.64	25.2	20.3	4.4	5.5	3.6	3.6	1.45	-23.3	1.05	5.7	-1.8
IOIPG	2.21	2.16	0.93	13.3	14.9	16.6	14.8	3.2	3.6	2.65	-16.6	1.99	11.1	5.2
<i>Note: IOIPG proposed 1 for 4 rights issue share, at an issue price of RM1.38 per rights share. Ex-Target price RM1.98. For more detail please refer to 21.11.16</i>														
MAHSING	1.48	1.60	0.69	14.5	12.5	10.2	11.8	4.1	3.7	1.70	-12.9	1.24	19.4	3.5
SNTORIA	0.74	0.84	0.33	9.1	14.6	8.1	5.1	2.7	2.7	0.88	-15.9	0.69	7.2	-7.5
SPSETIA	3.25	3.45	0.69	26.6	23.9	12.2	13.6	4.2	4.0	3.59	-9.5	2.80	16.1	3.8
SUNWAY	3.04	3.26	0.48	28.4	34.0	10.7	8.9	3.6	3.6	3.24	-6.2	2.87	5.9	0.3
REIT														
SUNREIT	1.71	1.78	0.53	8.9	9.9	19.3	17.3	5.2	5.8	1.84	-7.1	1.44	18.8	-0.6
CMMT	1.61	1.81	0.73	8.7	9.1	18.6	17.7	5.4	5.7	1.61	0.0	1.36	18.4	5.2
POWER & UTILITIES														
MALAKOF	1.35	1.70	na	9.0	8.4	15.1	16.1	4.6	4.4	1.80	-25.0	1.26	7.1	-1.5
PETDAG	23.82	18.51	0.90	90.2	92.5	26.4	25.8	2.6	2.7	26.30	-9.4	22.16	7.5	0.1
PETGAS	20.98	19.67	0.81	88.9	92.4	23.6	22.7	2.8	2.9	23.16	-9.4	20.54	2.1	-1.5
TENAGA	17.19	16.87	1.07	132.1	130.6	13.0	13.2	2.0	2.1	14.90	-7.4	12.60	9.5	-0.7
YTLPOWR	1.45	1.84	0.61	9.1	11.2	15.9	12.9	6.9	6.9	1.64	-11.6	1.38	5.1	-2.7
TELECOMMUNICATIONS														
AXIATA	4.74	5.35	1.16	20.7	24.0	22.9	19.7	3.6	4.1	6.31	-24.9	4.11	15.3	0.4
DIGI	4.90	4.95	0.97	21.2	21.5	23.2	22.8	4.3	4.4	5.25	-6.7	4.31	13.7	1.4
MAXIS	6.18	5.80	0.72	24.7	25.7	25.0	24.0	3.2	3.2	6.69	-7.6	5.36	15.3	3.3
TM	6.16	7.95	0.70	25.2	27.6	24.5	22.4	3.7	4.0	6.90	-10.7	5.81	6.0	3.5
TECHNOLOGY														
<i>Semiconductor & Electronics</i>														
IRIS	0.13	0.14	1.12	-0.6	1.6	na	7.9	0.0	0.0	0.24	-45.8	0.10	30.0	18.2
INARI	3.45	4.10	0.80	21.5	25.7	16.1	13.4	1.2	1.4	3.68	-6.3	2.57	34.5	3.9
<i>Note: INARI proposed bonus issue shares on the basis of 1 for 1. For more detail please refer to 24.11.16 report.</i>														
MPI	7.70	9.40	0.53	88.9	101.9	8.7	7.6	3.0	3.0	10.48	-26.5	6.86	12.2	3.9
UNISEM	2.49	2.85	0.77	27.2	29.3	9.2	8.5	4.8	4.8	2.77	-10.1	1.94	28.4	5.5
TRANSPORTATION														
<i>Airlines</i>														
AIRASIA	2.19	2.79	1.14	37.2	39.4	5.9	5.6	1.8	2.3	3.30	-33.6	1.29	69.8	-4.4
AIRPORT	6.04	6.64	1.45	9.3	9.7	64.7	62.3	1.5	1.5	7.30	-17.3	5.42	11.4	-0.3
<i>Freight & Tankers</i>														
TNLOGIS	1.54	2.03	0.89	21.6	24.0	7.1	6.4	3.6	4.5	1.76	-12.5	1.13	36.3	-3.1
WPRTS	4.30	4.82	0.66	19.3	20.2	22.3	21.3	3.4	3.5	4.59	-6.3	3.62	18.8	0.0

SNAPSHOT OF FOREIGN STOCKS UNDER COVERAGE

Company	Share Price (S\$)	Target Price (S\$)	Beta	EPS (cent)		PER (X)		Div Yield (%)		52week		52week		% Chg YTD
				FY17	FY18	FY17	FY18	FY17	FY18	High Price	% Chg	Low Price	% Chg	
BANKS & FINANCIAL SERVICES														
DBS	17.99	16.90	1.18	187.0	206.2	9.6	8.7	3.3	3.3	18.4	-2.2	13.01	38.3	3.7
OCBC	9.35	8.50	1.11	87.7	90.6	10.7	10.3	5.7	6.7	9.5	-1.1	8.84	26.2	4.8
UOB	20.99	19.60	1.07	200.8	219.8	10.5	9.5	3.3	3.3	21.4	-1.7	16.80	24.9	2.9
PLANTATIONS														
WILMAR	3.67	3.45	0.92	28.3	29.8	13.0	12.3	2.2	2.2	3.8	-2.4	2.61	40.6	2.2
IFAR	0.55	0.48	1.14	3.9	4.1	13.9	13.2	0.7	0.8	0.6	-12.8	0.41	32.9	3.8

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 7% is defined as the yield for one-year Malaysian government treasury plus assumed equity risk premium