



Daily Brief

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

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Market View *Further Consolidation Pending Clearer Leads*

Blue chips eased into profit-taking consolidation Thursday as overbought momentum and lack of domestic leads checked gains. The KLCI fell 2.2 points to close at 1,707.59, after ranging between 1,705.7 low and 1,709.36 high, as losers beat gainers 501 to 368 on moderating turnover totaling 2.1bn shares worth RM2.35bn.

Uptrend Support at 1,696, Resistance at 1,729

Range bound trade should persist ahead of the weekend, while investors pore over the 4Q GDP data which showed resilience in the domestic economy. Immediate resistance remains at the April 2016 high of 1,729, with next upside hurdles seen at 1,744, the 3/8/15 peak, and 1,758, the 23.6%FR of the 1,310 to 1,896 upswing. Immediate uptrend supports are at 1,696, 1,678 and 1,660, the respective rising 10, 30 and 50-day moving averages.

Buy on Weakness Dialog & Wah Seong

Any dips on Dialog towards the mid Bollinger band (RM1.55) will be attractive to buy for upside towards the 61.8%FR (RM1.67), with a confirmed breakout to aim for the 76.4%FR (RM1.78) ahead. Strong retracement support is at the 38.2%FR (RM1.48). Likewise, any pullbacks on Wah Seong towards the mid Bollinger band (85sen) will be good buying opportunity for recovery towards the 61.8%FR (95sen), while a convincing breakout would target the 50%FR (RM1.04) and 38.2%FR (RM1.14) going forward. Key retracement support is from the 76.4%FR (83sen).

Asian Markets Mixed on Overbought Worries

Asia markets traded mixed Thursday, despite U.S. gains as stocks closed at fresh highs for a fifth-straight day and traders continued to bet on President Donald Trump's policy plans to cut taxes and boost spending. Investors are questioning whether a surge in stock prices has any legs left after a technical indicator showed MSCI's broadest measure of global equities might have become overbought. World equities have jumped in value to more than USD70 trillion after a rally since Donald Trump's election that has been spurred by optimism for stronger U.S. economic growth. China stocks posted modest gains as higher commodity prices and infrastructure spending continued to boost shares of firms in the materials sector. The blue-chip CSI300 index rose 0.6 percent to 3,440.93 points, while the Shanghai Composite Index added 0.5 percent to 3,229.62. Australia's ASX 200 also ended slightly higher, rising 0.12 percent, or 7.226 points, to 5816.30. Meanwhile, Japanese stocks retreated on Thursday as a pause in the weakening of the yen gave investors an excuse to book profits, though financials extended their outperformance on rising U.S. yields. The Nikkei share average fell 0.5 percent to 19,347.53 after scaling near six-week highs earlier this week. Across the Korean Strait, the Kospi gave up slight early gains to end down 0.10 percent, or 2.02 points, at 2081.84.

Energy Sector Ends S&P 500 Winning Streak

The Dow Jones Industrial Average scored its sixth straight record high on Thursday, but just barely, while the S&P 500 edged lower due to declining energy stocks. It was a mixed day on wall Street as investors digested recent gains and sold banks that have been big winners in the "Trump rally" that has seen the S&P 500 rise about 5 percent so far in 2017, with the Dow Jones Industrial Average up 4 percent. Signs of an improving economy and promises by President Donald Trump to cut corporate taxes and reduce financial regulations have been behind much of the recent gains. Now, with a strong fourth-quarter earnings season mostly complete, many investors say they need concrete signs of progress from Trump to justify more gains. The energy sector declined 1.37 percent, as traders weighed swelling U.S. inventories against possible renewed efforts by major oil producers to reduce a price-sapping glut. Meanwhile, fourth-quarter earnings for S&P 500 companies have risen about 7.3 percent, the strongest expansion since the third quarter of 2014, according to Thomson Reuter's data. Analysts on average expect S&P 500 earnings for the first quarter to rise 10.7 percent.

The Dow Jones Industrial Average ended up 7.91 points, or 0.04 percent, to 20,619.77 the S&P 500 lost 2.03 points, or 0.09 percent, to 2,347.22 and the Nasdaq Composite dropped 4.53 points, or 0.08 percent, to 5,814.90.

News In Brief

Corporate

MyHSR Corp Sdn Bhd and the Land Transport Authority of Singapore have awarded the Joint Development Partner (JDP) contract for the Kuala Lumpur-Singapore high speed rail project to the consortium of WSP Engineering Malaysia Sdn Bhd, Mott MacDonald Malaysia Sdn Bhd and Ernst & Young Advisory Services Sdn Bhd. The JDP will provide project management support and technical advice on HSR systems and operations. *(New Straits Times)*

Commentary: *We are positive on the development as the appointment of JDP took place in 1Q17 as targeted, after the signing of bilateral agreement on HSR by both governments 2 months ago. This mammoth project, if implemented as per schedule, would provide a strong boost to the construction industry from 2019 onwards. Nevertheless, we are maintaining our NEUTRAL stance on the CONSTRUCTION sector at this juncture as we think the positive industry outlook may have been largely priced in, coupled with the headwind in the property market to which majority construction companies have exposure.*

British American Tobacco (Malaysia) Bhd's FY16 net profit was 19.8% lower at RM732.1mn, while its revenue for the period fell 18.0% to RM3.8bn. Its contract manufacturing business also declined by 46.2% versus the same period of last year, which was due to the winding down of the Group's factory operations in Malaysia. *(Bursa Malaysia/ The Edge)*

DRB-Hicom Bhd has pulled out of a proposed large-scale solar photovoltaic plant in Tanjung Malim, Perak. It had withdrawn from the consortium to undertake the 50MW AC project with **Malakoff Corporation Bhd** as both parties have been unable to reach mutual agreement on certain terms and conditions of the JV which will undertake the project. *(Bursa Malaysia/ The Star)*

For FY16, **Taliworks Corp Bhd** made a net profit of RM127.5mn, up 47% from FY15's RM86.5mn, mainly on higher metered sales from its water business, toll compensation and toll rise effect at the Cheras-Kajang Highway, share of results from associates, and higher income from management fee and the unrealised US-dollar foreign exchange gain from the disposal of its waste management business in China. *(Bursa Malaysia/ The Edge)*

Honda Malaysia has set a sales target of 100,000 units this year, an 8% increase, compared with 91,830 units sold last year. The company's market share last year was 15.85 and the sales target was set in order to maintain its market leadership position on non-national marque for this year. *(Bernama)*

Uzma Bhd's has been awarded a contract for the provision of hydraulic workover unit (HWU) and services by LUNDIN Malaysia BV. The contract — for HWU services for the Bertam field — is for a duration of 9 months. However, the contract does not include a commitment for any specific work, with the contract to be executed based on work orders to be issued to the company when its services are required. *(Bursa Malaysia)*

Comment: *We are positive on the new contract win by Uzma. However, Uzma will only realise earnings when work orders are issued. Therefore, the contract may have no impact on Uzma's earnings going forward. Furthermore, we believe HWU utilisation rates will remain within expectations even with the new contract. We maintain our earnings forecast. Maintain our Sell recommendation on Uzma with a TP of RM1.37 based on 11x CY17 PER.*

Amcorp Properties Bhd has acquired its first residential development site in Madrid, Spain, with JV partner Grosvenor Europe. The JV is working with award winning Spanish architecture firm, Ortiz Leon to develop six exclusive apartments and a penthouse which overlooks the 350 acres Retiro Park. *(Bursa Malaysia/ The Edge)*

I-Bhd recorded a stronger set of financial results for FY16, with earnings at RM66.6mn while unbilled sales totalled RM578mn for 2017. The FY16 earnings were up 54.8% from RM43.0mn in FY15 while revenue increased 49% to RM383.6mn from RM257.4mn. *(Bursa Malaysia/ The Star)*

JHM Consolidation Bhd was awarded the AS9100 Quality Management System certification. The certification would enable it to diversify from automotive lighting module into the global aerospace and aircraft supply chain. *(Bursa Malaysia/ The Star)*

YFG Bhd has bagged a RM245mn contract for sub-contract works involving construction of 1Malaysia People's Housing Programme (PR1MA) houses in Pedas, Rembau, Negeri Sembilan. The project involves the building and infrastructure works of the proposed development of 1,572 units of PR1MA homes, and to be completed within 24 months. *(Bursa Malaysia/ The Edge)*

LTKM Bhd's net profit for 3QFY17 stood at RM2.0mn down 53% from a year ago, mainly due to lower egg prices. Revenue was also lower at RM42.8mn compared with RM44.9mn in 3QFY16. The next period will be challenging due to low egg prices whilst costs of major raw materials continue to be volatile due to the weak ringgit. *(Bursa Malaysia/ The Edge)*

Yong Tai Bhd is venturing into the vibrant Bukit Bintang property sector via its proposed investment in Iconic Paragon Sdn Bhd which is buying 1.08 acres of leasehold land in that area. It plans to take up a 70% stake in Iconic Paragon, which is a private developer. Both companies inked an MoU which would see Yong Tai emerging as a strategic shareholder in Iconic Paragon. *(Bursa Malaysia/ The Star)*

Luxchem Corp Bhd's FY16 net profit rose 9.5% to RM43.5mn from RM39.7mn a year ago, on a revenue of RM701.5mn, up 2.2% compared to RM686.8mn recorded in FY15. It declared a single-tier interim dividend of 4.5 sen per share for FY16. *(Bursa Malaysia/ The Edge)*

Destini Bhd bought a military helicopter supply company, enabling it to get a share of a RM321.9mn contract between the company and Malaysian Ministry of Defence. Destini acquired a 70% stake in Halaman Optima Sdn Bhd for RM5.5mn. *(Bursa Malaysia/ The Edge)*

Mega First Corp Bhd said the Inland Revenue Board has commenced civil proceedings against its subsidiary for RM26.3mn in tax debt. The group is seeking advice from its tax consultants and solicitors. *(Bursa Malaysia/ The Edge)*

Ewein Bhd is proposing a private placement of up to 10% of its issued and paid-up share capital to independent third-party investors, to raise up to RM16.7mn to cut down its bank borrowings. *(Bursa Malaysia/ The Edge)*

Bina Darulaman Bhd has extended the contract of its Group MD, Datuk Izham Yusoff, for another 2 years, effective February 2017. *(Bursa Malaysia/ Bernama)*

News In Brief

Economy

Asia **Malaysia's Economy Records 4.5% Growth in Q4 of 2016**

Malaysia's economy expanded at 4.5% in the fourth quarter of 2016, exceeding economists' survey of 4.4%, underpinned by the manufacturing and services sector. However, for 2016, the GDP grew at a slower pace of 4.2% when compared with the 5.0% expansion in 2015. On a quarter-on-quarter seasonally-adjusted basis, the economy recorded a sustained growth of 1.4% (3Q 2016: 1.4%). The 4.5% growth in the fourth quarter of 2016 and the 4.2% expansion in 2016 were within the range projected by Treasury. Private consumption is anticipated to remain supported by wage and employment growth, with additional impetus coming from announced government measures to support disposable income of households. In the fourth quarter, private consumption grew by 6.2% (3Q 2016: 6.4%), supported by continued wage and employment growth. The manufacturing sector expanded at a faster pace at 4.8% owing to higher growth in both domestic and export-oriented industries. The mining sector recorded an improvement of 4.9% due to the increase of natural gas production during the quarter. In the agriculture sector, economic activity contracted at a slower pace at -2.4%, reflecting the diminishing impact of El Niño on crude palm oil yields. Growth in the services sector continued to expand at 5.5%, albeit at a more moderate pace, supported mainly by consumption-related services. In the construction sector, growth remained driven by the civil engineering sub-sector, recording a growth of 5.1%. (The Star)

Bank Negara to Work Closely with Cabinet on FOREX Losses

Bank Negara Malaysia (BNM) had given its assurance to the government that it would work closely with the Cabinet's taskforce to probe into the foreign exchange losses which occurred more than 25 years ago. The central bank said it would extend its full cooperation to the special taskforce to probe the losses suffered in the 1990s. The Prime Minister's Department issued a statement the Cabinet had agreed to form a task force to carry out preliminary investigations into the foreign currency losses. The formation of the task force represented the first step in getting all the relevant facts. This task force will analyse Parliamentary Hansards from back then, minutes of Cabinet meetings, Auditor-General reports, Bank Negara reports as well as other reports from relevant agencies, the PM Department said. In the latest development, BNM said it had continuously upheld the highest standard of disclosure and transparency in its activities. (The Star)

China Reserves Below US\$3 Trillion Won't Threaten Rating, S&P Says

China's foreign-exchange reserves falling below \$3 trillion doesn't threaten its sovereign credit rating as the economy still has a healthy buffer, according to S&P Global Ratings. Reserves are more than ample to meet its external needs and liabilities. The country's liquid external assets continue to outsize its total external debt by a comfortable margin, and the current account remains in a surplus position. This cushions the economy against potential shocks. China's reserves, the world's largest stockpile, edged down to \$2.998 trillion in January, falling to the lowest since early 2011 after the Yuan capped its steepest annual drop in two decades. That has raised questions and concerns among investors about potential knock-on effects on interest rates, credit growth, bank balance sheets and policy risk, Tan wrote. (The Star)

Australia January Unemployment Rate Dips to 5.7%

The jobless rate in Australia came in at a seasonally adjusted 5.7% in January, the Australian Bureau of Statistics said. That beat forecasts for 5.8%, which would have been unchanged from the December reading. The Australian economy added 13,500 jobs in January to 11,998,200, beating forecasts for 10,000 after collecting 13,500 jobs in the previous month. Full-time employment decreased 44,800 to 8,125,700 and part-time employment increased 58,300 to 3,872,500. (RTT News)

Indonesia Exports Surge More than Expected

Indonesia's exports rose at the fastest pace since Sept 2011, as shipments of commodities

rose by value, data from the statistics bureau showed. Exports rose 27.71% in January from a year earlier to US\$13.38 billion, as shipments of palm oil and coal increased. A poll had expected a growth of 21.73%. Imports were US\$11.99 billion in January, up 14.54% from a year ago. The poll had expected an increase of 13.88%. The country recorded a US\$1.40 billion surplus for the month. The difference in Reuters' earlier report was due to rounding. In December, the surplus was a revised US\$1.05 million. (The Business Times)

U.S. U.S. Private Housing Permits Rose to Highest Level in 14 Months

Private housing permits rose to the highest level in 14 months in January, a sign of healthy demand amid steady job creation. The number of permits climbed 4.6% to a seasonally adjusted annual rate of 1.285 million. Single-family permits slipped 2.7% while the more volatile multi-unit permit category jumped 19.8%. Regionally, figures in the Midwest and South were particularly strong—single-family permits rose to the highest levels since 2007. Nationwide, housing starts fell 2.6% to a 1.246 million pace as single-family construction climbed 1.9% and multiunit tumbled 10.2%. Monthly housing figures have significant margins of error, though broader trends suggest steady demand running up against rising costs, labor shortages and a limited supply of lots. (The Wall Street Journal)

U.S. Jobless Claims Rise Slightly

The number of Americans applying for unemployment benefits rose slightly last week, though the overall level remains consistent with a labor market that continues to add jobs. Initial jobless claims, a proxy for layoffs across the U.S., rose by 5,000 to a seasonally adjusted 239,000 in the week ended Feb. 11. Economists surveyed by The Wall Street Journal had expected 243,000 new claims last week. Claims for the week ended Feb. 4 were left unrevised at 234,000. Jobless claims have remained below 300,000 for 102 consecutive weeks, the longest such streak since 1970—when the U.S. workforce and population were far smaller than they are today. (The Wall Street Journal)

Philly Fed Index Indicates Substantially Faster Growth in February

A reading on Philadelphia-area manufacturing activity unexpectedly showed a substantial acceleration in the pace of growth in the month of February, the Federal Reserve Bank of Philadelphia revealed in a report. The Philly Fed said its index for current manufacturing activity in the region soared to 43.3 in February from 23.6 in January, with a positive reading indicating growth. The jump surprised economists, who had expected the index to dip to 19.3. (RTT News)

U.K. ECB Minutes: Members Agreed to Look Through Recent Inflation Upturn

European Central Bank policymakers broadly agreed to look through the energy-driven recent upturns in headline inflation, minutes of the ECB's policy session held on January 18-19 showed. The Governing Council must carefully monitor potential indirect and second-round effects of the recent inflation spike, the minutes, which the ECB calls "account" of the meeting said. Policymakers also agreed that it was imperative to maintain a very substantial degree of monetary accommodation for inflation pressures to build up and durably support headline inflation. Otherwise, recent encouraging developments in inflation expectations and the prospects for a sustained adjustment in inflation towards the near 2 percent target could be put at risk. (RTT News)

German Q4 Employment Growth Weakest Since 2013

Germany's employment grew at the weakest pace in three years during the fourth quarter of 2016, figures from Destatis showed. The number of employed rose by 0.6% year-on-year after 0.8% growth in the third quarter. The pace slowed for a third consecutive quarter. The latest growth was the weakest since the fourth quarter of 2013, when employment rose 0.5%. The number of employed totaled about 43.7 million in the final three months of 2016 versus 43.6 million in the previous quarter. On a quarter-on-quarter basis, the increase was by 99,000 persons or 0.2%. After seasonal adjustment, the employment increased by 50,000 persons or 0.1% on the previous quarter. Employment growth in the final quarter of 2016 was led mainly by the services sector, the agency said.

Share Buy-Back: 16 Feb 2017

Company	Bought Back	Price (RM)	Hi/Lo (RM)	Total Treasury Shares
DAIBOCI	6,900	2.23	2.40/2.22	935,300
E&O	138	1.70/1.69	1.72/1.70	5,118,689
ELSOFT	25,000	1.59/1.57	1.60/1.56	75,000
PWF	280,000	0.90/0.89	0.905/0.89	2,381,818
SIGN	60,000	0.91/0.90	0.915/0.90	7,340,200
SNTORIA	50,000	0.73	0.74/0.73	251,000
TEXCHEM	1,000	1.46	1.46	2,473,100
UNIMECH	1,000	1.14/1.11	1.14/1.10	5,502,410

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	
	16-Feb-17													
AUTOMOBILE														
BAUTO	2.06	2.18	1.00	13.2	17.1	15.6	12.1	6.4	8.3	2.44	-15.6	1.95	5.6	-3.3
MBMR	2.31	2.20	0.59	24.5	25.3	9.4	9.1	2.6	2.6	2.70	-14.4	1.95	18.5	7.9
UMW	5.43	4.05	1.19	12.4	18.9	43.8	28.8	1.5	2.2	7.37	-26.3	4.43	22.6	18.8
BANKS & FINANCIAL SERVICES														
AFG	3.90	3.70	1.24	35.8	37.7	10.9	10.3	3.8	3.8	4.37	-10.8	3.40	14.7	4.8
AFFIN	2.52	2.90	0.90	24.7	26.1	10.2	9.7	3.2	3.2	2.54	-0.8	2.08	21.2	5.4
AMBANK	4.57	4.50	1.24	46.4	50.6	9.8	9.0	3.5	3.9	4.76	-4.0	3.90	17.2	6.0
CIMB	5.09	5.60	1.28	50.0	52.3	10.2	9.7	4.1	4.3	5.19	-1.9	4.11	23.8	12.9
HLBANK	13.42	13.00	0.67	101.3	109.8	13.3	12.2	3.1	3.1	13.76	-2.5	12.70	5.7	-0.6
MAYBANK	8.40	8.00	0.92	72.8	82.3	11.5	10.2	5.4	5.7	9.20	-8.7	7.50	12.0	2.4
PBBANK	20.08	20.90	0.80	136.6	140.4	14.7	14.3	2.8	2.9	20.28	-1.0	18.18	10.5	1.8
RHBBANK	5.10	5.00	1.26	52.6	56.4	9.7	9.0	2.4	2.4	5.25	-2.9	4.04	26.3	8.3
BURSA	8.81	8.50	0.68	41.7	46.0	21.1	19.2	3.9	3.9	9.43	-6.6	8.32	5.9	-0.5
CONSTRUCTION														
BPURI	0.46	0.44	0.79	6.1	5.4	7.6	8.5	0.0	4.3	0.51	-9.8	0.36	27.8	5.7
GADANG	1.07	1.37	0.69	12.9	13.6	8.3	7.9	2.6	2.6	1.35	-20.9	0.75	43.0	1.9
GAMUDA	4.96	5.62	1.02	32.9	36.7	15.1	13.5	2.4	2.4	5.00	-0.8	4.37	13.5	3.8
IJM	3.43	3.23	1.07	16.9	20.7	20.4	16.5	2.8	2.8	3.61	-4.9	3.07	11.7	7.2
SENDAI	0.72	0.60	1.06	9.9	9.3	7.2	7.7	1.4	1.4	0.77	-7.1	0.41	76.5	24.3
SUNCON	1.72	1.85	na	12.3	12.4	14.0	13.8	3.2	3.2	1.78	-3.4	1.38	24.6	1.2
WCT	1.91	1.54	0.99	13.1	12.4	14.6	15.4	1.6	1.6	1.98	-3.5	1.41	35.5	10.4
LITRAK	5.92	5.58	0.13	47.6	48.1	12.4	12.3	4.2	4.2	6.06	-2.3	4.90	20.8	0.7
<i>Building Materials</i>														
WTHORSE	2.03	2.07	0.47	20.7	21.3	9.8	9.5	4.9	4.9	2.40	-15.4	1.93	5.2	1.0
CONSUMER														
<i>Brewery</i>														
CARLSBG	14.12	15.52	0.55	76.9	83.6	18.4	16.9	5.4	5.9	15.20	-7.1	12.00	17.7	1.4
HEIM	16.58	21.08	0.54	63.7	69.7	26.0	23.8	5.1	5.5	18.74	-11.5	13.47	23.1	1.2
<i>Retail</i>														
AEON	2.15	2.23	0.50	6.5	7.5	33.1	28.5	0.9	1.1	3.00	-28.3	2.14	0.5	-16.3
AMWAY	7.62	8.00	0.36	35.3	38.3	21.6	19.9	3.7	3.9	9.70	-21.4	7.40	3.0	2.7
F&N	23.08	21.63	0.33	97.9	119.6	23.6	19.3	2.7	3.2	27.00	-14.5	19.38	19.1	-1.7
NESTLE	76.40	88.16	0.38	343.1	358.4	22.3	21.3	4.3	4.5	81.80	-6.6	73.76	3.6	-2.3
PADINI	2.55	4.00	0.51	23.5	26.5	10.8	9.6	5.9	7.1	3.08	-17.2	1.92	33.0	0.0
POHUAT	1.82	2.08	0.63	22.9	22.9	8.0	7.9	4.4	4.4	1.88	-3.2	1.41	29.1	5.2
QL	4.53	4.71	0.51	19.0	21.1	23.8	21.5	1.1	1.3	4.60	-1.5	4.17	8.6	3.9
SIGN	0.90	1.26	0.66	12.3	13.7	7.3	6.6	5.6	5.6	1.07	-15.7	0.75	20.3	13.2
<i>Tobacco</i>														
BAT	48.78	54.22	1.02	271.1	271.8	18.0	17.9	5.4	5.4	57.58	-15.3	40.70	19.9	9.4
GAMING														
<i>Casino</i>														
GENTING	8.80	9.25	1.36	44.1	50.8	19.9	17.3	0.6	0.6	9.90	-11.1	7.55	16.6	10.0
GENM	5.09	5.66	1.23	26.9	29.2	18.9	17.4	1.6	1.8	5.14	-1.0	4.09	24.4	11.1
<i>NFO</i>														
BITOTO	2.97	4.01	0.72	24.6	24.8	12.1	12.0	6.4	7.2	3.47	-14.4	2.86	3.8	0.3
LUSTER	0.10	0.10	1.07	0.2	0.3	48.1	31.5	0.0	0.0	0.10	0.0	0.05	90.0	90.0
HEALTHCARE														
<i>Hospitals</i>														
IHH	6.22	6.50	0.82	14.4	18.3	43.1	34.0	0.6	0.7	6.79	-8.4	6.15	1.1	-2.0
KPJ	4.12	4.70	0.52	14.3	17.2	28.8	23.9	1.4	1.7	4.38	-5.9	4.05	1.7	-1.4
<i>Rubber Gloves</i>														
HARTA	4.77	4.50	0.56	18.2	21.3	26.2	22.4	1.7	2.0	5.09	-6.3	3.81	25.2	-1.2
KOSSAN	6.58	7.15	0.11	39.0	49.3	16.9	13.3	3.0	3.7	7.10	-7.3	5.90	11.5	-0.2
SUPERMX	2.08	2.15	0.35	17.5	21.8	11.9	9.5	2.5	3.1	3.23	-35.6	2.01	3.5	-1.4
TOPGLOV	5.19	4.75	-0.19	24.6	29.1	21.1	17.9	2.4	2.8	5.89	-11.9	4.20	23.6	-3.0
KAREX	2.37	2.70	0.33	7.3	11.7	32.4	20.2	0.8	1.2	2.79	-15.0	2.13	11.3	0.4
INDUSTRIAL														
SCIENEX	7.08	8.50	0.54	67.9	78.0	10.4	9.1	2.8	3.2	7.12	-0.6	5.27	34.3	5.7
SKPRES	1.36	1.75	0.61	9.4	14.5	14.5	9.4	3.3	5.0	1.44	-5.6	1.12	21.4	5.4
MEDIA														
ASTRO	2.80	3.30	1.08	12.7	14.7	22.0	19.0	4.5	4.6	3.02	-7.3	2.56	9.4	7.7
MEDIA PRIMA	1.05	0.85	0.60	7.8	8.0	13.5	13.1	5.9	6.1	1.54	-31.8	1.00	5.0	-8.7
STAR	2.45	1.95	0.53	15.1	16.0	16.2	15.4	7.3	7.3	2.70	-9.3	2.20	11.4	9.4
OIL & GAS														
EATECH	0.68	0.45	na	11.2	13.4	6.1	5.0	5.0	6.0	1.25	-46.0	0.45	51.7	8.9
MHB	0.98	0.96	1.75	-0.4	1.1	na	87.2	0.0	0.0	1.34	-27.2	0.84	16.1	6.6
MISC	7.70	7.08	0.91	50.6	57.1	15.2	13.5	3.9	3.9	9.16	-15.9	6.88	11.9	4.8
PANTECH	0.48	0.52	1.19	3.7	4.3	12.8	11.0	3.2	3.6	0.52	-8.6	0.44	9.2	6.7
PCHEM	7.30	7.91	1.17	34.5	39.1	21.2	18.7	2.6	3.0	7.32	-0.3	5.95	22.7	4.6
SKPETRO	1.88	1.92	2.41	4.9	4.3	38.5	43.3	0.0	0.0	2.18	-13.8	1.29	45.7	16.0
UMWOG	0.70	0.55	2.01	-14.7	-11.0	na	na	0.0	0.0	1.10	-36.8	0.68	3.0	-20.6
UZMA	1.71	1.34	1.41	11.9	12.7	14.4	13.4	0.0	0.0	2.04	-16.2	1.30	31.5	0.6

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	1.86	1.53	1.68	6.3	11.0	29.7	16.9	2.7	2.7	2.52	-26.2	1.31	42.0	20.0
IJMLNT	3.40	3.50	0.48	13.7	15.7	24.8	21.6	2.1	2.4	3.80	-10.5	3.22	5.6	0.0
IOICORP	4.68	3.66	1.08	18.7	21.1	25.0	22.2	2.1	2.6	5.04	-7.1	4.07	15.0	6.4
KLK	24.92	22.75	0.94	111.8	119.1	22.3	20.9	2.2	2.4	25.50	-2.3	22.62	10.2	3.8
SIME	9.14	7.45	1.23	30.8	35.3	29.7	25.9	2.4	3.1	9.27	-1.4	7.10	28.7	12.8
UMCCA	5.88	6.54	0.49	25.5	31.1	23.1	18.9	2.7	2.7	6.21	-5.3	5.53	6.3	-2.0
PROPERTY														
GLOMAC	0.73	0.68	0.64	5.5	8.0	13.3	9.1	8.2	5.5	0.87	-16.1	0.68	7.4	5.0
HUAYANG	1.17	1.09	0.61	20.0	17.4	5.9	6.7	3.4	3.0	1.45	-19.2	1.05	11.4	3.5
IOIPG	2.06	2.16	0.93	13.3	14.9	15.5	13.8	3.4	3.9	2.65	-22.3	1.99	3.5	-1.9
<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	0.63	14.5	12.5	10.2	11.8	4.1	3.7	1.70	-12.9	1.26	17.5	3.5
SNTORIA	0.74	0.84	0.26	9.1	14.6	8.1	5.1	2.7	2.7	0.86	-14.0	0.69	7.2	-7.5
SPSETIA	3.39	3.45	0.70	26.6	23.9	12.8	14.2	4.0	3.8	3.59	-5.6	2.80	21.1	8.3
SUNWAY	3.16	3.27	0.49	28.4	34.0	11.1	9.3	3.5	3.5	3.24	-2.5	2.87	10.1	4.3
REIT														
SUNREIT	1.78	1.79	0.54	8.9	10.1	20.1	17.6	5.0	5.7	1.84	-3.3	1.51	17.9	3.5
CMMT	1.59	1.78	0.61	8.1	8.5	19.7	18.7	5.7	5.9	1.71	-7.0	1.40	13.6	3.9
POWER & UTILITIES														
MALAKOF	1.29	1.70	na	9.0	8.4	14.4	15.4	4.9	4.6	1.80	-28.3	1.26	2.4	-5.8
PETDAG	23.94	18.51	0.84	90.2	92.5	26.6	25.9	2.6	2.7	25.78	-7.1	22.16	8.0	0.6
PETGAS	20.64	19.67	0.80	88.9	92.4	23.2	22.3	2.8	2.9	22.98	-10.2	19.90	3.7	-3.1
TENAGA	13.50	17.19	1.02	176.2	130.6	7.7	10.3	2.6	2.7	14.90	-9.4	13.00	3.8	-2.9
YTLPOWR	1.51	1.84	0.59	9.1	11.2	16.6	13.4	6.6	6.6	1.64	-7.9	1.38	9.4	1.3
TELECOMMUNICATIONS														
AXIATA	4.98	5.35	1.21	20.7	24.0	24.0	20.7	3.4	3.9	6.08	-18.1	4.11	21.2	5.5
DIGI	5.07	4.90	0.97	20.8	21.1	24.3	24.1	4.1	4.2	5.13	-1.2	4.31	17.6	5.0
MAXIS	6.41	5.95	0.71	25.1	25.4	25.5	25.2	3.1	3.1	6.49	-1.2	5.36	19.6	7.2
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	0.14	0.14	1.16	-0.6	1.6	na	8.2	0.0	0.0	0.24	-43.8	0.10	35.0	22.7
INARI	1.85	2.05	0.76	10.7	12.8	17.2	14.4	2.2	2.7	1.91	-3.1	1.28	44.3	11.4
MPI	9.08	9.40	0.51	88.9	101.9	10.2	8.9	2.5	2.5	9.20	-1.3	6.86	32.4	22.5
UNISEM	2.71	2.85	0.78	27.2	29.3	10.0	9.2	4.4	4.4	2.77	-2.2	2.01	34.8	14.8
TRANSPORTATION														
<i>Airlines</i>														
AIRASIA	2.58	2.79	1.17	31.0	32.8	8.3	7.9	1.6	1.9	3.30	-21.8	1.35	91.1	12.7
AIRPORT	6.65	7.66	1.45	9.3	9.7	71.2	68.6	1.4	1.4	7.30	-8.9	5.68	17.1	9.7
<i>Freight & Tankers</i>														
TNLOGIS	1.65	2.03	0.82	21.6	24.0	7.6	6.9	3.3	4.2	1.76	-6.3	1.19	38.7	3.8
WPRTS	4.17	4.51	0.70	19.3	17.4	21.6	24.0	3.5	3.1	4.59	-9.2	3.84	8.6	-3.0

SNAPSHOT OF FOREIGN STOCKS UNDER COVERAGE

Company	Share Price (\$\$)	Target Price (\$\$)	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	18.54	16.70	1.21	174.1	190.6	10.6	9.7	3.2	3.2	19.2	-3.4	13.30	39.4	6.9
OCBC	9.45	8.50	1.12	87.7	90.6	10.8	10.4	5.7	6.7	9.8	-3.4	8.84	22.1	5.9
UOB	20.82	19.60	1.08	200.8	219.8	10.4	9.5	3.4	3.4	21.4	-2.5	16.80	23.9	2.1
PLANTATIONS														
WILMAR	3.91	3.45	0.92	28.3	29.8	13.8	13.1	2.0	2.0	4.0	-2.2	2.96	32.1	8.9
IFAR	0.57	0.48	1.11	3.9	4.1	14.6	13.8	0.7	0.7	0.6	-8.8	0.43	34.1	8.6

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