



Daily Brief

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

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TA Research Team Coverage

Tel: +603-2072 1277

taresearch@ta.com.my

www.taonline.com.my

Market View *Drift Down on Weak Technical Momentum*

Blue chips led by telcos ended lower Thursday, dampened by weaker profit outlook and persistent profit-taking interest, despite rebound in foreign markets encouraged by the US Fed chief's dovish comments on gradual interest rate hikes. The KLCI ended 3.46 points down at 1,753.78, off an early high of 1,760.66 and low of 1,752.59, but gainers led losers 441 to 370 on steady turnover totaling 1.73bn shares worth RM2.02bn.

Key Supports at 1,753/1,729

Given the absence of positive domestic catalyst, weak buying interest and bearish technical momentum, stocks should continue to drift lower ahead of the weekend. Immediate support stays at the 100-day moving average at 1,753, matching yesterday's low, with stronger support at 1,729, a key support level in April, while crucial uptrend support is from the 200-day moving average at 1,705. Immediate resistance for the index stays at the 50-day moving average (1,773), next 1,782, followed by the recent peak of 1,796.

Take Profit on Genting Bhd & Genting Malaysia

Further strength on Genting Bhd shares towards the 76.4%FR (RM9.41) should meet profit-taking resistance, with next hurdle seen from the 100-day moving average (RM9.57). Key chart supports are from the 61.8%FR (RM9.04) and 200-day ma (RM8.78). Likewise, Genting Malaysia shares should encounter keen profit-taking interest on any rallies towards the upper Bollinger band (RM5.83) or 76.4%FR (RM5.92), while better chart supports are from the lower band (RM5.47) or 50%FR (RM5.40).

Asian Markets Higher after Yellen Comments

Asian stock markets traded higher on Thursday as investors digested Federal Reserve Chair Janet Yellen's comments. Yellen said the U.S economy is healthy enough for the Fed to raise rates and begin winding down its massive bond portfolio, though low inflation may leave the central bank with diminished leeway. The Nikkei ended flat at 20,099.81 as gains in tech shares offset weakness in financial stocks. South Korea's Kospi hit a record high, making gains after the Bank of Korea kept policy rates steady. Kospi ended 0.74 percent higher to close at 2,409.49. In down under, the benchmark ASX200 ended higher by 1.11 percent to close at 5,736.77 led by gains in the health care sub-index.

Chinese stocks firmed on Thursday, with the blue-chip index closing at an 18-month high, underpinned by solid trade data. China June trade data came in stronger than expected. Exports and imports rose by 11.3 percent and 17.2 percent. The blue-chip CSI300 index rose 0.77 percent to 3,686.92 points, while the Shanghai Composite Index gained 0.67 percent to 3,219.04 points.

Financials Leads Wall Street Higher

U.S stock markets traded higher on Thursday with the Dow hitting another record closing high, buoyed by financial shares. The financial index was the best performer among the 11 major S&P sectors, ending up 0.61 percent ahead of profit reports due Friday. JPMorgan Chase, Wells Fargo and Citigroup are set to report their results. Healthcare index was up 0.09 percent, barely moving on news of U.S Senate Majority Leader Mitch McConnell's unveiling of a revised healthcare bill. Meanwhile, shares of Target climbed 4.8 percent after the company said it expects "modest increase" in second-quarter comparable-store sales. The news boosted other retailers, with Wal-Mart, Costco, Kohl's and Macy's all ending higher. In economic news, the U.S producer price index rose 0.1 percent in June. Weekly jobless claims, meanwhile, came in just above expectations at 247,000. The Dow Jones Industrial Average rose 20.95 points, or 0.10 percent, to 21,553.09, the S&P 500 added 4.58 points to 2,447.83 and the Nasdaq Composite gained 13.27 points, or 0.21 percent, to 6,274.44.

News In Brief

Corporate

Axiata Group Bhd and iflix, a subscription video on demand service provider, have inked a non-binding memorandum of understanding relating to the expansion of their strategic collaboration to provide entertainment to Axiata's more than 125mn customers in six countries. *(The Star)*

Australia and New Zealand Banking Group is nearing a deal to sell its 24% stake in **AMMB Holdings Bhd** to a pension fund, sources familiar with the matter said, in a transaction that could be worth around \$900mn. *(The Star)*

Sunway Bhd is acquiring 4.5 acres of freehold prime land in Kuala Lumpur for RM165.0mn from vendors LGT Sdn Bhd, Tan Sri Lim Kok Thay, Puan Sri Datin Seri Lim (Nee Lee) Kim Hua, Yarraville Sdn Bhd, Dandenong Sdn Bhd, and Ripponlea Sdn Bhd. The proposed development on the land will comprise mainly serviced apartments with some lifestyle retail units. The estimated gross development value of the proposed development is RM1.1bn. *(Bursa Malaysia)*

MMC Corporation Bhd (MMC) announced that KOTUG Asia Sdn Bhd (KASB) has ceased to be a 51% subsidiary of Johor Port Bhd (JPB), which in turn is a wholly-owned subsidiary of MMC, following the completion of JPB's equity interest in KASB for a cash consideration of RM4.1mn. *(Bursa Malaysia)*

Despite **UMW Oil & Gas Corp Bhd**'s share price having plummeted by some 65% since it announced a massive rights issue back in January 2017, the company is forging ahead with the exercise, says president Rohaizad Darus. *(The Star)*

Felda Global Ventures Holdings Bhd said two of its directors, Datuk Dr Omar Salim and Datuk Noor Ehsanuddin Mohd Harun Narrashid, will remain on its board despite previously expressing their wish to resign. *(The Edge)*

Mah Sing Group Bhd is offering business grants to eligible franchise and retail owners who buy a property project at any of its six selected projects. *(The Edge)*

Atlan Holdings Bhd's 1QFY17 revenue and profit before tax declined by 6.2% YoY to RM217.3mn and 10.5% YoY to RM23.3mn respectively mainly due to lower demand from customers for certain products as well as the imposition of goods and services tax at the border outlets and duty-free zones with effect from 1 January 2017 coupled with higher management fee incurred. However, the decrease was partially offset by decrease in transportation costs. *(Bursa Malaysia)*

Dagang NeXchange Bhd has bagged a nationwide project from Petro Teguh (M) Sdn Bhd (Petro Teguh) for the design, engineering, procurement, construction, installation, commissioning and maintenance of up to 100 portable container systems for Petro Teguh with total expected value of RM50mn to RM75mn. *(Bursa Malaysia)*

Dagang NeXchange Bhd's wholly-owned subsidiary Dagang Net Technologies Sdn Bhd has been appointed as the reseller of Financio, a cloud-based accounting software, in Malaysia and Indonesia. Designed for users with little accounting knowledge, DNeX said Dagang Net will target to sell Financio to start-up firms, small business owners and micro small and medium enterprises. *(The Edge)*

Yinson Holdings Bhd announced that it has established a USD500mn multi-currency perpetual securities programme whereby proceeds from issuances will be utilised for the group's general corporate purposes. *(Bursa Malaysia)*

Hua Yang Bhd 1QFY18's revenue and profit before tax decreased by 62.5% YoY to RM47.9mn and 91.3% YoY to RM2.8mn due to lesser on-going projects while newly launched projects like Astetica Residence and Meritus Residence are still in the early stage of construction. *(Bursa Malaysia)*

Damansara Realty Bhd announced that its wholly-owned Metro Parking (M) Sdn Bhd has won a SGD18.1mn (approximately RM56.6mn) contract to operate and manage car parks for the Singapore Sports Council's Sport Centres for five years starting 1 September. *(Bursa Malaysia)*

News In Brief

Economy

Asia **Bank Negara Malaysia Maintains OPR at 3%, Says Inflation Moderating**

Bank Negara Malaysia maintained the overnight policy rate (OPR) at 3.00% in anticipation the country will register higher economic growth and moderating inflation. Bank Negara said at the OPR's current level, the central bank's monetary policy was accommodative and supportive of economic activity. Malaysian economy performed better than expected in the first quarter of 2017 and the growth was lifted by stronger domestic demand, with additional impetus from exports. Overall, the economy is expected to register higher growth in 2017. Headline inflation is expected to moderate in the second half of the year, mainly reflecting the waning effect of global cost factors. Underlying inflation, as measured by core inflation, will be sustained by the more robust domestic demand, but is expected to remain contained. The central bank said the ringgit remained stable due to a more balanced demand and supply of foreign currencies, following implementation of Malaysia's financial market development measures. (The Edge Markets).

China's June Exports Beat Expectations With a 11.3% Rise

China's exports and imports both came in stronger than expected in June, reflecting resilience in the world's second-largest economy amid Beijing's effort to reduce debt and boding well for next week's report on overall growth. China's exports rose 11.3% in June from a year earlier, marking the fourth straight month of gains, thanks to robust external demand for Chinese goods, the General Administration of Customs said. The increase came in higher than the 8.7% growth in May and a forecast for a 9.0% rise by economists polled by The Wall Street Journal. Imports in June also came in stronger than expected, expanding 17.2% from a year earlier, after a 14.8% increase in May. Economists had forecast a 12.4% gain. China's trade surplus widened in June to \$42.77 billion from \$40.81 billion in May, falling short of a median forecast for a \$44.2 billion surplus. Continued global economic recovery and improving external demand boosted Chinese exports while imports were buoyed by steady domestic growth and higher commodity prices, China's customs officials said in a briefing. China's trade data is closely watched as a barometer of strength in global trade though exports have become a less important factor in China's own growth in recent years. In Yuan terms, exports increased 17.3% and imports surged 23.1%. (CNBC)

Australia Inflation Expectations Rise in July

Inflation expectations in Australia increased in July, survey data from the Melbourne Institute showed. The expected inflation rate over the next twelve months rose by 0.8 %age points to 4.4% in July from 3.6% in June. In June, the weighted proportion of respondents expecting the inflation rate to fall within the 0-5 % range decreased by 3.6 %age points to 66.4%. The weighted mean of responses within this range rose by 0.2 %age points to 2.5%. (RTT News)

United States **Yellen: Premature to Conclude Inflation Trend Is Falling Well Short of Target**

Federal Reserve Chairwoman Janet Yellen said Thursday a stronger labor market and rising prices of imported goods supported her expectation that a recent downturn in inflation would prove transitory. In raising interest rates last month and penciling in one more increase later this year, Fed officials have so far looked past recent soft inflation readings by pointing to several idiosyncratic price declines, such as for wireless phone plans, which Ms. Yellen again cited on Thursday in testimony to the Senate Banking Committee. But Ms. Yellen cited the inherent uncertainty behind the past three months of muted price pressures. "There may be more going on. We're watching inflation very carefully in light of low readings," she said. "I think it's premature to conclude that the underlying inflation trend is falling well short of 2%. I haven't reached such a conclusion."

Fed officials next meet July 25-26, and are likely to leave short-term interest rates unchanged. At their meeting last month, officials raised rates for the third time in as many quarters to a range between 1% and 1.25%. Excluding volatile food and energy categories, the Fed's preferred inflation gauge slowed to a gain of 1.4% over the year ended May,

versus 1.8% in February. The Fed has fallen short of its 2% inflation target for most of the past five years. (The Wall Street Journal)

U.S. Jobless Claims Fell by 3,000 to 247,000

The number of Americans applying for unemployment benefits fell for the first time in a month, bolstering the Federal Reserve's view that the labor market is firming. Initial jobless claims, a measure of workers laid off across the U.S., dropped by 3,000 to a seasonally adjusted 247,000 in the week ended July 8, the Labor Department said. Economists surveyed by The Wall Street Journal had expected 245,000 new claims. Weekly claims figures are rough estimates and tend to be volatile. A more-reliable measure, the four-week moving average of claims, rose by 2,250 to 245,750. Claims had climbed for three straight weeks before the latest drop. But they have consistently remained near four-decade lows this year, as most employers expand or hold steady rather than cut positions in a stable economy. The economy added 222,000 jobs in June and the unemployment rate stood at 4.4%, near its lowest level in 16 years. With the labor market appearing at or near full employment, markets increasingly expect the Fed to next raise short-term rates again in December. At its meeting last month, the Fed raised short-term interest rates for the third time in as many quarters. Thursday's report showed the number of continuing unemployment benefit claims—those drawn by workers for more than a week—fell by 20,000 to 1,945,000 in the week ended July 1. Continuing claims are reported with a one-week lag. (The Wall Street Journal)

U.S. Producer Prices Rose Slightly in June

A gauge of U.S. business prices ticked up in June, pointing to modest inflation pressures. The producer-price index for final demand, which measures changes in the prices that U.S. companies receive for their goods and services, increased a seasonally adjusted 0.1% in June from a month earlier, the Labor Department said. Economists surveyed by The Wall Street Journal had expected the index to remain flat last month. From a year earlier, prices advanced 2%. The report showed food prices rose 0.6% in June, led by a 5.5% increase in the price of meat. Energy prices fell 0.5%. The index for core prices, which excludes the often-volatile prices for food and energy, grew 0.1% in June, in line with economist expectations. From a year earlier, core prices were up 1.9%. Changes in PPI aren't necessarily a reflection of what consumers pay, as the inflation gauge looks at prices businesses receive from customers, including consumers, other businesses and governments. But in general, PPI readings follow the same trends as other major inflation gauges. The personal-consumption expenditures price index, the Fed's preferred inflation gauge, rose 1.4% in May from a year earlier, the Commerce Department previously reported. That was a slowdown from a 2.1% annual increase in February, the first time in five years the index's annual increase poked above the Fed's 2% annual inflation target. (The Wall Street Journal)

Europe and United Kingdom

UK Banks Cautious on Consumer Lending Amid Fears of Slowing Economy

The availability of consumer credit in the UK economy tightened in the second quarter and is expected to decline further as banks turn cautious amid a worsening in Britain's economic outlook, according to the Bank of England. Retail banks and other lenders told the BoE they had cut back on the supply of unsecured lending – which includes credit card loans – in the three months to the end of June. Supply is expected to tighten further this year, according to the BoE's quarterly credit conditions survey, which said banks' appetite for risk was being effected by a "changing economic outlook". The UK economy has been driven by strong consumer spending in the aftermath of the BREXIT vote last year. But growth fell back sharply in the first quarter of 2017 – from 0.7% to 0.2% – raising concerns growth is not sustainable. Higher inflation and weak wage growth have squeezed UK consumers, with average real pay falling by 0.7% in the three months to May. Demand for credit has also boomed as Britons are saving the lowest proportion of their income since at least 1963, according to official data. (Financial Times)

German Inflation Rises as Estimated in June

Germany's consumer price inflation increased as initially estimated in June, latest figures from Destatis showed. The consumer price index rose at a slightly faster pace of 1.6% year-over-year in June, following a 1.5% climb in May. That was in line with the flash data published on June 26. Energy prices remained flat following May's 2% increase. Meanwhile, food inflation rose to 2.8% from 2.4%. On a monthly basis, consumer prices edged up 0.2% in June, reversing a 0.2% drop in the prior month. The latest figures confirmed preliminary data. The harmonized index of consumer prices advanced 1.5% YoY in June, as estimated earlier, after climbing 1.4% in May, MoM the HICP moved up 0.2%. (Alliance News)

Share Buy-Back: 13 July 2017

Company	Bought Back	Price (RM)	Hi/Lo (RM)	Total Treasury Shares
BSLCORP	30,000	0.485/0.48	0.515/0.465	1,329,113
FITTERS	181,700	0.41	0.41/0.405	22,249,500
GLBHD	100,000	0.605/0.60	0.61/0.60	7,589,800
GRANFLO	10,000	0.24	0.235/0.23	6,463,800
SALCON	320,000	0.525/0.52	0.53/0.52	1,667,762
TROP	30,000	0.96	0.96/0.955	3,167,942

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for TA SECURITIES HOLDINGS BERHAD (14948-M)

MENARA TA ONE, 22 JALAN P. RAMLEE, 50250 KUALA LUMPUR, MALAYSIA TEL: +603-20721277 / FAX: +603-20325048

(A Participating Organisation of Bursa Malaysia Securities Berhad)

Kaladher Govindan – Head of Research

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	
	13-Jul-17													
AUTOMOBILE														
BAUTO	1.95	2.37	0.94	10.3	15.8	18.9	12.3	6.0	8.1	2.44	-20.1	1.88	3.7	-8.5
MBMR	2.20	2.28	0.61	24.1	25.3	9.1	8.7	4.1	4.1	2.70	-18.5	2.01	9.5	2.8
UMW	5.68	5.04	1.26	19.8	30.6	28.7	18.5	2.3	3.5	6.47	-12.2	4.09	38.8	34.5
BANKS & FINANCIAL SERVICES														
AFG	3.88	4.80	1.29	33.6	30.5	11.6	12.7	4.1	4.1	4.49	-13.6	3.60	7.8	4.3
AFFIN	2.62	3.70	0.96	29.4	33.6	8.9	7.8	3.1	3.1	3.00	-12.7	2.08	26.0	9.6
AMBANK	5.07	5.70	1.33	43.9	48.4	11.5	10.5	3.5	3.6	5.70	-11.1	3.90	30.0	17.6
CIMB	6.34	8.00	1.38	49.6	55.2	12.8	11.5	3.2	3.6	6.87	-7.7	4.11	54.2	40.6
HLBANK	15.88	17.50	0.66	105.2	115.5	15.1	13.7	2.6	2.6	16.30	-2.6	12.70	25.0	17.6
MAYBANK	9.61	11.00	0.96	73.4	82.9	13.1	11.6	5.2	5.2	9.68	-0.7	7.50	28.1	17.2
PBBANK	20.36	23.60	0.79	137.2	142.4	14.8	14.3	2.8	2.8	20.66	-1.5	19.26	5.7	3.2
RHBBANK	5.05	5.80	1.32	50.7	54.5	10.0	9.3	2.4	2.4	5.59	-9.7	4.53	11.5	7.2
BURSA	10.28	10.00	0.69	40.3	39.0	25.5	26.3	3.3	3.3	11.14	-7.7	8.20	25.4	16.2
CONSTRUCTION														
BPURI	0.40	0.45	0.79	5.6	5.6	7.0	7.1	0.0	0.0	0.51	-22.5	0.37	6.8	-9.2
GADANG	1.28	1.57	0.63	14.6	13.5	8.8	9.5	2.2	2.2	1.37	-6.6	0.89	44.6	21.9
GAMUDA	5.40	6.00	1.05	28.1	34.8	19.2	15.5	2.2	2.2	5.52	-2.2	4.65	16.1	13.0
IJM	3.48	3.50	1.09	15.3	20.3	22.7	17.1	2.2	2.7	3.61	-3.6	3.07	13.4	8.7
PESONA	0.66	0.78	1.01	4.9	5.7	13.2	11.5	3.8	3.8	0.74	-10.9	0.37	79.5	8.3
SENDAI	1.15	0.58	1.27	8.3	9.6	13.9	11.9	0.9	0.9	1.39	-17.3	0.41	184.0	100.0
SUNCON	2.00	2.26	na	12.6	12.5	15.8	15.9	2.8	2.8	2.15	-7.0	1.56	28.2	17.6
WCT	1.95	1.49	1.09	11.9	12.0	16.3	16.3	1.5	1.5	2.48	-21.2	1.48	31.7	13.4
LITRAK	5.88	6.26	0.10	42.0	45.8	14.0	12.9	4.3	4.3	6.15	-4.4	5.57	5.6	0.0
Building Materials														
WTHORSE	1.98	2.00	0.49	11.0	11.5	18.0	17.2	5.1	5.1	2.19	-9.6	1.93	2.6	-1.5
CONSUMER														
Brewery														
CARLSBG	15.10	17.84	0.50	74.8	81.3	20.2	18.6	4.9	5.4	15.30	-1.3	13.72	10.1	8.5
HEIM	18.06	21.08	0.59	93.1	101.9	19.4	17.7	4.6	5.1	19.10	-5.4	15.56	16.1	10.3
Retail														
AEON	2.19	2.23	0.49	6.7	7.9	32.6	27.8	1.8	2.2	3.00	-27.0	2.11	3.8	-14.8
AMWAY	7.31	8.62	0.35	26.4	40.6	27.7	18.0	1.4	2.1	8.89	-17.8	7.30	0.1	-0.3
F&N	25.36	27.41	0.32	121.1	151.0	20.9	16.8	2.8	3.0	26.52	-4.4	22.44	13.0	8.0
HUPSENG	1.20	1.50	0.46	6.5	6.6	18.4	18.1	5.0	5.0	1.33	-9.6	1.13	6.1	4.3
NESTLE	83.70	88.66	0.36	290.1	327.7	28.9	25.5	3.3	3.3	85.20	-1.8	74.12	12.9	7.0
PADINI	3.63	4.10	0.48	22.3	24.7	16.3	14.7	4.1	4.7	3.66	-0.8	2.26	60.6	42.9
POHUAT	1.94	2.46	0.64	27.5	27.0	7.1	7.2	3.1	4.1	2.04	-4.9	1.47	32.0	12.1
QL	4.90	4.41	0.43	15.7	16.6	31.2	29.4	0.9	1.0	5.00	-2.0	4.14	18.3	13.1
SIGN	0.90	1.23	0.56	8.1	11.6	11.1	7.8	2.8	3.9	1.07	-15.9	0.78	15.4	13.2
Tobacco														
BAT	42.80	52.08	1.01	198.6	187.4	21.6	22.8	4.7	4.7	55.64	-23.1	40.61	5.4	-3.1
GAMING														
Casino														
GENTING	9.24	11.51	1.35	49.3	54.7	18.7	16.9	0.5	0.6	10.00	-7.6	7.50	23.2	16.3
GENM	5.70	6.54	1.29	25.7	27.7	22.2	20.5	1.4	1.6	6.38	-10.7	4.22	35.0	26.1
NFO														
BJTOTO	2.40	3.34	0.75	19.3	23.2	12.4	10.3	5.8	6.7	3.42	-29.8	2.38	0.8	-18.9
LUSTER	0.12	0.13	1.25	0.4	0.4	33.1	33.3	0.0	0.0	0.16	-25.0	0.05	140.0	140.0
HEALTHCARE														
Hospitals														
IHH	5.95	6.39	0.77	9.5	15.0	62.4	39.8	0.6	0.6	6.73	-11.6	5.54	7.4	-6.3
KPI	4.25	4.70	0.51	13.3	16.5	31.9	25.8	1.4	1.8	4.37	-2.7	3.85	10.4	1.7
Rubber Gloves														
HARTA	6.94	6.80	0.58	17.2	24.4	40.3	28.4	1.1	1.6	7.40	-6.2	4.06	70.9	43.7
KOSSAN	7.09	7.60	0.16	35.8	40.0	19.8	17.7	2.5	2.8	7.15	-0.8	5.62	26.2	7.6
SUPERMX	1.92	1.80	0.33	12.3	15.1	15.6	12.7	1.9	2.3	2.38	-19.3	1.88	2.1	-9.0
TOPGLOV	5.66	6.05	-0.20	26.4	29.8	21.4	19.0	2.3	2.6	5.94	-4.7	4.20	34.8	5.8
KAREX	1.56	2.20	0.29	3.7	5.5	41.8	28.4	0.6	0.9	2.64	-40.9	1.51	3.3	-33.9
INDUSTRIAL														
SCIENTX	8.65	9.71	0.53	54.5	66.3	15.9	13.0	2.1	2.3	8.99	-3.8	6.01	43.9	29.1
SKPRES	1.28	1.80	0.50	8.6	10.6	14.9	12.0	3.3	4.1	1.44	-11.1	1.15	11.3	-0.8
MEDIA														
ASTRO	2.58	3.45	1.06	13.2	14.5	19.5	17.8	4.8	5.0	3.01	-14.3	2.51	2.8	-0.8
MEDIA PRIMA	0.89	0.60	0.65	1.7	2.8	52.1	31.5	1.5	2.5	1.52	-41.4	0.87	2.9	-22.6
STAR	2.37	1.40	0.64	7.1	6.5	33.4	36.5	7.6	7.6	2.67	-11.2	2.19	8.2	5.8
OIL & GAS														
DNEX	0.59	0.76	1.02	3.7	4.6	16.0	12.8	1.7	1.7	0.69	-15.2	0.20	200.0	129.4
LCTITAN	6.40	7.41	na	60.3	71.5	10.6	9.0	4.1	5.5	6.53	-2.0	6.33	1.1	-1.5
MHB	0.78	0.87	1.83	-1.2	1.3	na	59.5	0.0	0.0	1.16	-32.8	0.78	0.6	-14.8
MISC	7.40	6.85	0.79	56.4	48.9	13.1	15.1	4.1	4.1	7.90	-6.3	7.03	5.3	0.7
PANTECH	0.60	0.69	1.27	4.1	4.9	14.3	12.1	3.0	3.3	0.67	-10.5	0.44	36.8	33.7
PCHEM	6.95	7.74	1.06	39.2	40.5	17.7	17.2	3.0	3.2	7.80	-10.9	6.43	8.1	-0.4
SENERGY	1.61	1.71	2.49	6.6	4.0	24.4	40.6	0.6	0.6	2.10	-23.3	1.33	21.1	-0.6
UMWOG	0.30	0.80	2.06	-11.7	-3.5	na	na	0.0	0.0	1.04	-71.2	0.30	1.7	-65.7
Note: UMWOG proposed rights issue of shares. Ex-Target price RM0.43. For more details please refer to 08.05.17 report.														
UZMA	1.56	1.55	1.48	12.0	12.6	13.0	12.3	0.0	0.0	1.98	-21.2	1.30	20.0	-8.2

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	1.63	1.55	1.78	4.2	8.5	38.6	19.2	3.1	3.1	2.52	-35.3	1.42	14.8	5.2
IUMPLNT	2.96	3.88	0.46	12.3	15.7	24.1	18.8	2.4	2.7	3.70	-20.0	2.96	0.0	-12.9
IOICORP	4.51	4.15	1.07	18.7	21.0	24.1	21.4	2.2	2.7	4.81	-6.2	4.21	7.1	2.5
KLK	24.70	26.19	0.86	111.8	119.1	22.1	20.7	2.2	2.4	25.50	-3.1	22.92	7.8	2.9
SIME	9.54	10.02	1.23	34.0	37.5	28.0	25.4	2.6	3.2	9.70	-1.6	7.42	28.6	17.8
UMCCA	6.47	7.52	0.43	37.6	34.5	17.2	18.8	3.6	2.6	6.58	-1.7	5.53	17.0	7.8
PROPERTY														
GLOMAC	0.64	0.70	0.57	1.6	6.3	39.8	10.1	4.7	4.7	0.83	-23.0	0.63	0.8	-8.6
HUAYANG	1.02	1.07	0.66	17.3	17.4	5.9	5.9	3.9	3.9	1.43	-28.8	1.01	1.0	-9.7
IBRACO	0.79	0.92	0.36	4.9	10.2	16.2	7.7	4.4	5.1	1.05	-24.8	0.77	3.3	-21.0
IOIPG	2.16	2.25	0.86	17.4	17.4	12.4	12.4	3.2	3.5	2.46	-12.2	1.85	16.9	10.8
MAHSING	1.59	1.76	0.73	14.3	13.5	11.1	11.8	4.1	4.1	1.70	-6.5	1.34	18.7	11.2
SNTORIA	0.84	0.98	0.27	6.2	10.3	13.5	8.1	1.2	1.2	1.00	-16.5	0.69	21.0	4.4
SPB	4.88	5.98	0.59	25.6	22.8	12.7	14.3	2.5	2.5	5.19	-6.0	4.32	12.9	10.4
SPSETIA	3.25	4.10	0.67	27.1	29.5	14.5	13.3	4.3	4.3	4.50	-27.8	2.90	12.1	3.8
SUNWAY	3.93	4.15	0.47	18.2	18.6	13.1	12.9	3.1	3.1	4.05	-3.0	2.84	38.3	31.0
Note: SUNWAY proposed bonus issue of shares and warrants. Ex-Target price RM1.69. For more details please refer to 15.06.17 report.														
REIT														
SUNREIT	1.69	1.86	0.51	8.9	10.1	19.1	16.7	5.2	6.0	1.84	-8.2	1.63	3.7	-1.7
CMMT	1.57	1.72	0.58	8.1	8.6	19.4	18.2	5.4	5.7	1.72	-8.7	1.45	8.3	2.6
POWER & UTILITIES														
MALAKOF	1.04	1.13	0.76	7.1	6.4	14.6	16.2	6.7	6.7	1.80	-42.2	1.01	3.0	-24.1
PETDAG	23.68	21.47	0.76	98.4	102.3	24.1	23.2	3.1	3.2	25.70	-7.9	22.92	3.3	-0.5
PETGAS	18.58	19.60	0.77	88.2	101.3	21.1	18.3	3.3	3.8	22.50	-17.4	18.10	2.7	-12.8
TENAGA	14.18	17.37	1.02	131.9	130.8	10.7	10.8	3.1	3.2	14.90	-4.8	13.00	9.1	2.0
YTLPOWER	1.43	1.90	0.53	8.2	10.7	17.4	13.4	7.0	7.0	1.64	-12.8	1.39	2.9	-4.0
TELECOMMUNICATIONS														
AXIATA	4.63	5.25	1.31	14.6	16.0	31.7	29.0	1.6	1.7	5.99	-22.7	4.11	12.7	-1.9
DIGI	4.73	4.90	0.93	20.0	20.4	23.6	23.2	4.2	4.3	5.19	-8.9	4.67	1.3	-2.1
MAXIS	5.52	5.70	0.71	24.8	25.0	22.2	22.0	3.6	3.6	6.60	-16.4	5.48	0.7	-7.7
TM	6.45	7.50	0.66	21.4	22.3	30.1	28.9	3.0	3.1	6.90	-6.5	5.81	11.0	8.4
TECHNOLOGY														
Semiconductor & Electronics														
IRIS	0.17	0.28	1.31	-2.6	-0.3	na	na	0.0	0.0	0.24	-29.2	0.10	70.0	54.5
INARI	2.40	2.30	0.80	10.3	12.4	23.3	19.4	3.3	2.0	2.41	-0.4	1.46	64.2	44.6
MPI	13.28	15.60	0.51	94.2	112.9	14.1	11.8	2.0	2.0	13.58	-2.2	7.20	84.4	79.2
UNISEM	3.58	3.95	0.82	26.9	27.1	13.3	13.2	3.4	3.4	3.70	-3.2	2.27	57.7	51.7
TRANSPORTATION														
Airlines														
AIRASIA	3.08	3.34	1.10	37.6	37.1	8.2	8.3	1.3	1.6	3.59	-14.2	2.16	42.6	34.5
AIRPORT	8.63	8.10	1.44	17.2	17.5	50.1	49.3	1.2	1.2	9.45	-8.7	5.76	49.8	42.4
Freight & Tankers														
TNLOGIS	1.73	2.05	0.75	14.3	22.7	12.1	7.6	2.5	4.0	1.87	-7.5	1.47	17.7	8.8
WPRTS	3.69	4.05	0.67	17.1	15.1	21.5	24.4	3.5	3.1	4.59	-19.6	3.61	2.2	-14.2

SNAPSHOT OF FOREIGN STOCKS UNDER COVERAGE

Company	Share Price (\$S)	Target Price (\$S)	Beta	EPS (cent)		PER (X)		Div Yield (%)		52week		52week		% Chg
				FY17	FY18	FY17	FY18	FY17	FY18	High Price	% Chg	Low Price	% Chg	YTD
BANKS & FINANCIAL SERVICES														
DBS	21.03	23.30	1.23	173.8	190.2	12.1	11.1	2.9	2.9	21.2	-0.7	14.72	42.9	21.3
OCBC	10.91	12.00	1.14	87.7	92.4	12.4	11.8	5.7	6.7	11.0	-0.4	8.84	31.9	22.3
UOB	23.60	25.40	1.08	195.6	209.3	12.1	11.3	3.0	3.0	24.0	-1.7	17.51	34.8	15.7
PLANTATIONS														
WILMAR	3.28	3.72	0.91	28.9	31.1	11.3	10.5	2.4	2.7	4.0	-18.0	2.96	10.8	-8.6
IFAR	0.48	0.53	1.13	4.9	5.2	9.8	9.1	2.5	2.7	0.6	-20.2	0.44	8.0	-9.5

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. Gross dividend is excluded from total return if dividend discount model valuation is used to avoid double counting.

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