PUBLIC INVESTMENT BANK

PublicInvest Research Daily

Monday, February 25, 2019

KDN PP17686/03/2013(032117)

INDICES

	LAST CLOSE	CHG	% CHG
KLCI	1,721.42	-9.26	-0.5
DOW	26,031.81	181.18	0.7
S&P 500	2,792.67	17.79	0.6
NASDAQ	7,527.55	67.84	0.9
FTSE-100	7,178.60	11.21	0.2
SHANGHAI	2,804.23	52.43	1.9
HANG SENG	28,816.30	186.38	0.7
STI	3,269.90	-8.01	-0.2
NIKKEI 225	21,425.51	-38.72	-0.2
JCI	6,501.38	-36.39	-0.6

MARKET ACTIVITY

VOL(m)	VAL(RMm)
2,668.16	2,335.14

BURSA'S MARKET SHARE (%)

Retail	24.8%
Institutional	44.9%
Foreign	30.3%

KEY COMMODITIES

	LAST CLOSE	CHG	% CHG
KLCI FUTURES (Feb)	1,721.50	-4.00	-0.2
OIL - BRENT (USD/b)	67.12	0.05	0.1
CPO FUTURE (RM/ton)	2,257.00	-7.00	-0.3
RUBBER (RM/kg)	426.50	4.50	1.1
GOLD (USD/Ounce)	1,328.25	4.60	0.3

FOREX

	LAST CLOSE	% CHG
MYR/USD	4.08	0.0
MYR/SGD	3.02	0.0
YUAN/MYR	1.65	-0.1
YEN/MYR	27.17	0.0
MYR/EURO	4.63	0.0
MYR/GBP	5.31	-0.4

TOP MOVERS IN MALAYSIA MARKET

TOP 5 VOLUME	LAST CLOSE	VOL (m)
SAPURA ENERGY BH	0.32	139.25
ISKANDAR WATERFR	0.63	86.66
AIRASIA X BHD	0.26	52.22
VS INDUSTRY BHD	0.99	50.42
DAYANG ENTERPRIS	0.80	47.96

TOP 5 GAINERS	LAST CLOSE	RM (+)
FRASER & NEAVE	36.02	0.54
ALLIANZ MALAYSIA	14.48	0.48
DUTCH LADY MILK	64.20	0.42
APEX HEALTHCARE	8.80	0.20
K SENG SENG CORP	0.47	0.13

TOP 5 LOSERS	LAST CLOSE	RM (-)
BRIT AMER TOBACC	36.30	-1.00
NESTLE (MALAY)	149.50	-0.90
PETRON MALAYSIA	6.89	-0.60
PETRONAS DAGANGA	26.80	-0.38
TOP GLOVE CORP B	4.83	-0.27

Gainers – 290 Losers – 611 Unchanged – 372

Research Team
T 603 2268 3000
F 603 2268 3014
E research@publicinvestbank.com.my

HIGHLIGHTS

Economics: CPI Slips

The Consumer Price Index (CPI) tripped up into the negative territory in January, punctured by a material drop in petrol prices. RON95, the main benchmark for petrol price, dropped by a hefty 13.5% YoY to average at RM1.98 per litre in January, pushing CPI to slip to -0.7% YoY vs. 0.2% in December, our first contraction since November 2009 (-0.1%). Other than oil price, the month's CPI was also weighed by a high base effect (January 2018: 2.6%). There is no cause for concern even if Malaysia has temporarily slipped into a deflationary mode as core CPI has remained positive (January: 0.2%; December: 0.4%).

Gamuda: Further Asset Sales? (GAM MK, Neutral, TP: RM2.75)

The Prime Minister's Department announced over the weekend that the Government has commenced talks with Gamuda to negotiate on the acquisition of its four highway concessions. This is part of the government's promise in its election manifesto to take over and abolish toll collections. While the timing of this comes as surprise given the government's reported financial constraints, we believe Gamuda will get fair pricing and/or compensation by other means. This move, upon completion, will unfortunately adversely impact Gamuda's concession-related earnings, which could see our FY19-21 estimates adjusted by an average -25%. We are maintaining our estimates for now however, pending further clarity on the proposed exercise by the Finance Minister. Our TP is lowered to RM2.75 (from RM3.14) nonetheless as we impute a higher discount to our valuations, considering the loss of future earnings contribution from its concession segment though the expected cash infusion into the Group may come in handy. Since our call upgrade post-1QFY19 results note in December last year, the share price has shot up +36.4% to a YTD high on or RM3.11 on Feb 21. 10-year average forward P/E valuation has now reverted to the -1SD region i.e. the fair valuation to Gamuda. With that, we downgrade the stock to ***Neutral***.

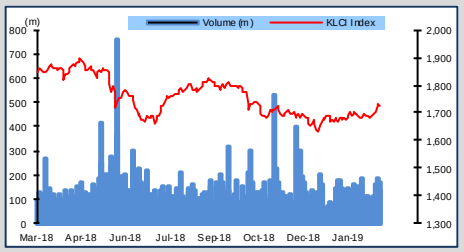
London Biscuit: Slapped With Qualified Opinion (LBB MK, Neutral, TP: RM0.53)

London Biscuit's (LBB) auditors, Messrs Nexia SSY have issued a qualified opinion on LBB's FY18 financial statements, consequently leading to the company's directors resolving to do an interim limited re-audit on the matters raised. While it may well be an issue of new auditors being prudent in highlighting these specific areas of concern, the uncertainties and potential negative impact on LBB's financials are unwelcome. Our earnings estimates are maintained at this juncture pending further clarity post re-audit. We lower our call to a ***Neutral*** however with target price also cut to 53sen (71sen previously) on a lower 6x (8x previously) to FY20 EPS. We caution for more significant downside risks given this material development.

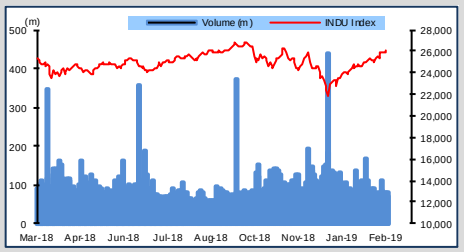
Malakoff: Shorter TBE Outage (MLK MK, Trading Buy, TP: RM1.02)

Malakoff reported higher net profit of RM85.5m in 4QFY18 (+188% YoY). Excluding one-off gain on disposal from Lekir Bulk Terminal (LBT) of RM55m, its full year FY18 core net earnings of RM214.6m (-11% YoY), was above our but within consensus' expectations at 112% and 100% of full year estimates respectively. The discrepancies were mainly due to better-than-expected share of profits of associates and lower-than-expected net finance cost. We maintain our ***Trading Buy*** call on Malakoff with target price of RM1.02 based on DCF-valuation. Malakoff declared a final single-tier dividend of 3.5 sen, bringing its full year dividend to 5.6 sen (FY17: 6.2 sen).

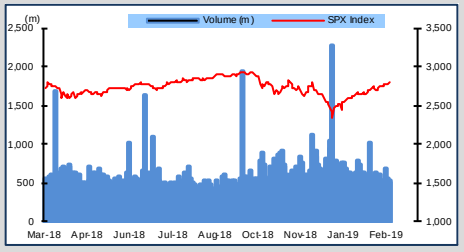
FBM KLCI



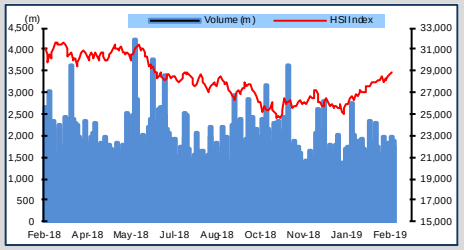
DOW JONES



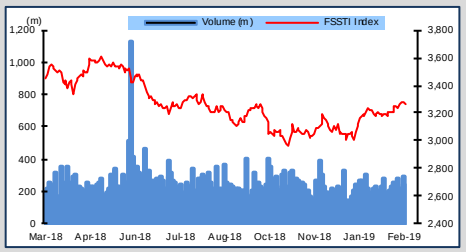
S&P 500



HANG SENG



STRAITS TIMES



Source: Bloomberg, PublicInvest Research

Dayang: Record 4QFY18 (DEHB MK, Outperform, TP: RM1.16)

Dayang Enterprise (Dayang) reported a strong headline profit of RM164.2m in FY18 from a loss of RM144.9m a year ago. Stripping-off the exceptional items amounting to RM17.2m, Dayang's core net profit of RM147m (+>100% YTD) exceeded our and consensus expectations, accounting for more than 100% of full-year forecast. The impressive performance was lifted by a strong set of 4QFY18 numbers, in which core net profit jumped by >100% YoY and 95.3% QoQ to RM78.7m. This is mainly attributed to improved gross profit margin by 34.6ppt YoY and 20.6ppt QoQ to 57.3%. We revise our FY19-20 estimates higher by an average of 47.8% as we anticipate the Group will deliver consistency on the back of strong orderbook in hand of RM3bn which could last until 2023, coupled with stable profit margins. We also introduce our FY21 earnings forecast of RM165.2m, translating to a 9.4% YoY growth. Following the earnings revision, our TP is now adjusted higher to RM1.16, though based on a lower PER of 8x (10x previously). Impending corporate exercises within the next few months as part of Perdana's debt restructuring plans may be somewhat dilutive, we caution. Our ***Outperform*** rating is affirmed nonetheless backed by its strong earnings outlook.

E&O: STP2A On Track (EAST MK, Neutral, TP: RM1.00)

Eastern & Oriental's (E&O) 3QFY19 swung into losses of RM8.8m primarily due to RM44.5m one-off land holding costs provision and RM11.6m forex losses. Stripping out these one-offs and revaluation gain of c.RM1m, the Group's net profit for the 9MFY19 is estimated to be at RM79m, making up 87% and 92% of our and consensus full year estimates. This is mainly due to better cost management in the reclamation works for STP2A and lower operating costs in the hospitality divisions. Reclamation works for STP2A are progressing well with 97% completion today (based on +2m above sea level) and on track for completion by end-2019 and first launch by mid-2020. No dividend was declared this quarter. We adjust our FY19-21 earnings by -18%/+22%/+12% after accounting for these one-off items in FY19 and changes in margin assumptions for FY20 and FY21. All told, we maintain our ***Neutral*** call and RM1.00 TP, pegged at c.75% discount to RNAV.

Axiata: Losses Due To Higher Depreciation (AXIATA MK, Underperform, TP: RM4.25)

Axiata Group (Axiata) reported a net loss of RM1.66bn for 4QFY18 compared to a profit of RM24.7m in 4QFY17, mainly due to one-off asset written off/accelerated depreciation of obsolete assets and equipment recorded by Celcom and XL Axiata. Stripping out these one-off items, normalised 4QFY18 net profit was down 20.8% YoY. For full-year FY18, normalised net profit stood at RM1bn (-16.2% YoY), which is in line with our and consensus estimates. We cut our FY19-20F earnings forecasts by 18% however, after factoring in slower revenue growth for Malaysia, Bangladesh and Nepal. Also, we assume a higher network cost for Malaysia and Indonesia. As a result, our SOTP-based TP is reduced from RM3.85 to RM3.65. We believe the overall industry landscape remains challenging for Axiata given the prevailing political and regulatory pressure while market competition is not likely to improve in 2019. As such, we downgrade Axiata from Neutral to ***Underperform***. For FY18, a total dividend of 9.5sen was declared, higher than FY17 of 8.5sen. We believe the high payout of 85% is not sustainable. Hence, we forecast a lower payout of 70% for FY19F.

Technicals: Media Prima – Possible for bottom fishing (4502, Technical Buy)

MEDIA is showing signs of recovery from its consolidation phase. RSI and MACD indicators currently signal reasonable entry level, with anticipation of continuous improvement in both momentum and trend in near term. Should resistance level of RM0.450 be broken, it may continue to lift price higher to

subsequent resistance levels of RM0.465 and RM0.490. However, failure to hold on to support level of RM0.415 may indicate weakness in the share price and hence, a cut-loss signal.

HEADLINES

Economy

- **US: Fed officials talk up new approach to meeting inflation goal.** Two Federal Reserve officials highlighted the benefits of an approach to monetary policy called average inflation targeting, which would entail accepting overshoots of the central bank's 2% price goal to make up for times when inflation was too low. San Francisco Fed President Mary Daly and John Williams, who preceded her in that role before shifting to run the New York Fed, last year, both mentioned the tactic during presentations at a conference in New York sponsored by the University of Chicago's Booth School of Business. The event is previewing themes that will dominate a year-long review of the Fed's policy framework that kicks off in Dallas on Monday. (Bloomberg)

- **US: Fed eyes end to balance sheet reductions later this year.** Federal Reserve policymakers are coalescing around a plan to stop trimming their USD4trn balance sheet later this year, remarks from three US central bankers showed on Friday. And despite apparently competing views on why they need a balance sheet permanently bigger than what they had envisioned only a few months ago, they also agree on a secondary aim: to make the Fed's balance sheet boring again. Investors have in recent months complained that financial conditions are tightening because of the Fed's gradual reductions to its balance sheet, swollen from trillions of dollars of bond-buying in the post-crisis years. The reductions are capped at USD50bn a month. (Reuters)

- **US: Trump's economy 'a little under' 3% growth goal - Fed.** The Trump administration will fall "a little under" its target of 3% annual growth of GDP for 2018, the Federal Reserve said in a report that offers an economic scorecard of sorts for the first full year of President Donald Trump's term. By year's end, the impact of tax cuts and other policies was waning, trade was detracting from growth and the federal deficit was wider. On the upside, employment growth remained strong. Earlier this month White House economic adviser Larry Kudlow said growth would prove to be 3% in 2018 and at least that much for 2019 - a forecast the Fed also does not share. The Fed said 2018 would prove "a noticeable pickup" from recent years, but outlined an array of headwinds, including a drop in business and consumer spending at year's end that could carry over into 2019. (Reuters)

- **US, China: Barrel toward trade-war deadline.** The March 1 deadline for the US and China to reach a trade deal arrives this week, likely serving as just an early milestone in a long process rather than the end of tensions between the world's two largest economies. President Donald Trump has threatened to more than double tariffs on USD200bn in Chinese goods if the two sides don't reach a deal by Friday. Trump suggested Feb. 22 that he might extend the deadline if progress is made, and may meet Chinese leader Xi Jinping in the "not-too-distant future." Negotiations last week in Washington moved matters forward, with US Trade Representative Robert Lighthizer saying the two sides made progress on structural issues, but adding that major hurdles remain. The two countries haven't yet agreed on the critical issue of enforcement in a proposed currency deal. (Bloomberg)

- **US, China: Haggling over how to enforce currency pact.** The US and China haven't yet agreed on the critical issue of enforcement in a proposed currency deal that would ensure Beijing lives up to its promise to not depreciate the yuan, four people familiar with the matter said. Treasury Secretary Steven Mnuchin on Friday touted the currency pact as the strongest ever, though he offered no details, following two days of high-level talks in Washington between US and Chinese officials. The discussions were extended into the weekend in search of a broad trade deal to prevent the US from increasing tariffs on Chinese goods next week. In tweets early Sunday President Donald Trump declared Saturday's talks "very productive" and offered praise for Chinese President Xi Jinping leading into this week's meeting with North Korea Kim Jong Un. (Bloomberg)

- **EU: German business morale sinks for a sixth month in Feb.** German business morale fell for the sixth straight month in Feb, a survey showed, reflecting concern among corporate executives that trade hostilities will worsen a slowdown in Europe's largest economy. The Munich-based Ifo economic institute said its business climate index fell to 98.5, the lowest since Dec 2014 and lower than a consensus forecast of 99.0. The institute said the index as well as other indicators pointed to a growth rate of 0.2% in the 1Q. The outlook for the export-dependent German economy has been clouded by trade frictions and the risk of Britain leaving the European Union next month without a deal. Economists said the slide of the Ifo index suggested companies remained worried that the German economy would suffer more damage. (Reuters)

- **India: Cuts tax on housing to boost real estate before polls.** India lowered tax on unfinished residential buildings and affordable houses to boost the real estate sector, as well as to ease the financial burden on home buyers. A panel of federal and state finance ministers on Sunday decided to lower rates on under-construction housing to 5% and affordable units to 1%, without input tax credit. The new rates will take effect on April 1. "We wanted to give a boost to the real estate sector as well as give relief to the middle class, neo-middle class and the aspirational middle class," Finance Minister Arun Jaitley told reporters after a meeting among the ministers. The reduction in rates will maintain "revenue neutrality," he added. The tax rate cuts are likely to cover 90-95 percent houses in Tier two and three cities and about a third of the projects in the top-tier ones. (Bloomberg)

- **Singapore: Singapore Dollar bulls look to CPI to keep MAS on Hawkish path.** The Singapore dollar's three-month winning streak is facing its stiffest test yet as global growth headwinds dim the outlook for further central bank tightening. An above-consensus inflation report Monday would go a long way toward ensuring the currency's advance remains on track. A gauge of the country's nominal effective exchange rate, which the Monetary Authority of Singapore guides to conduct policy, is showing signs of weakness amid continued global trade tensions and a slowdown in China. On the flip side, strong domestic demand and resilient inflation are keeping alive wagers that the MAS will accelerate the pace of appreciation for a third straight time in April. The clashing signals raise the stakes for economic data due in the run up to the decision. Here's what traders will be keeping an eye on. (Bloomberg)

Markets

- **AWC: Accepts contract for RM29.9m job from Lendlease.** AWC has been awarded a RM29.87m contract by Lendlease Projects (M) SB for a proposed commercial mixed development at Jalan Tun Razak / Jalan Davis in Kuala Lumpur. The contract will commence immediately and is slated to be completed by June 21, 2021. AWC group CEO and president Datuk Ahmad Kabeer said the group intends to participate in more upcoming parcels in the TRX Lifestyle Quarter by Lendlease, as the securing of project financing lends more confidence to the mega project. (StarBiz)

- **Sumatec: Gets stay order against bondholders' winding up petition.** Sumatec Resources said that it has obtained a stay of execution from the Court of Appeal on a winding up petition filed against the company by its bondholders, pending a disposal of a civil lawsuit it has filed against them. The petition was filed last Aug after the bondholders demanded a repayment of RM83.3m from three collaterialised loans they had extended to Sumatec, following the Court of Appeal's decision in April last year to Sumatec said it has "successfully obtained from the Court of Appeal, an order for stay of execution against the company dated April 16, 2018." (The Edge)

- **MGB: Gets RM150.7m job from sister company, posts 41% drop in 4Q profit.** MGB, a 56.1%-owned unit of LBS Bina Group, has been awarded a RM150.7m to design and build two blocks of serviced apartments and its relevant facilities in Sepang, Selangor, from its sister company. The contract was awarded by Seloka Sinaran SB, which is also a unit of LBS Bina, MGB said. The job is expected to take 18 months and is scheduled to start next month, to be completed in Aug 2020. "The contract will increase and enhance the existing order book of the Company and its group of companies. With the contract in hand, the group's current outstanding order book is approximately RM2.02bn," said MGB. Separately, MGB announced that its net profit for the 4QFY18 fell 41.4% YoY to RM3.5m from, as revenue shrank 5.1% to RM177.45m. Contribution from construction and property segments declined. (The Edge)

- **Apex Equity: Gets SC nod for JF Apex-Mercury merger.** The Securities Commission Malaysia has green lighted the proposed merger of Apex Equity Holdings unit JF Apex Securities with Mercury Securities SB. On Dec 18 last year, Apex Equity said the group together with JF Apex Securities inked a business merger agreement (BMA) with Mercury Securities SB, following a preliminary agreement entered into on Sept 21. Under the BMA, Apex Equity will take over Mercury Securities' stockbroking, corporate advisory and other related businesses for RM140m, and transferring them to JF Apex. Of the proposed consideration, RM48m will be settled in cash, and the balance RM92m via the issuance of new shares. To finance part of the portion, Apex Equity will place out 20m new shares or 10% of its existing issued share capital to seven individuals at an issue price of 94 sen a share. (The Edge)

- **Construction (Neutral): Guan Eng says government will fund LRT3 project.** The Light Rail Transit 3 (LRT3) project, scheduled for completion by Feb 28, 2024, will receive government support in terms of the project funding, said Finance Minister Lim Guan Eng. He said most of the funding for the project, which now costs RM16.6bn compared with RM31.6bn previously, would come from the Ministry of Finance, as the employer of the project, Prasarana Malaysia, was a state-owned company. "We will fund the project through loans and government guarantees, whereby the contractors will have the government's assurance in terms of payment when they participate in the project," Lim said. (Bernama)

MARKET UPDATE

§ The FBM KLCI might open higher today as US stocks rose on Friday, in a quiet session marked by cautious optimism about US-China trade talks. The S&P 500 index rose 0.6%, while the Dow Jones Industrial Average added 0.7% and the Nasdaq Composite advanced 0.9%. President Donald Trump told reporters on Friday it was more likely than not that a trade deal between the two countries would happen, and that the deadline for the talks could be extended. Across the Atlantic, the continent-wide Stoxx 600 index was up 0.2%, alongside strong performances from Germany's Dax, up 0.3%, and France's Cac 40, which increased 0.4%.

Back home, the FBM KLCI index lost 9.26 points or 0.54% to 1,721.42 points on Friday. Trading volume decreased to 2.67bn worth RM2.34bn. Market breadth was negative with 290 gainers as compared to 611 losers. Optimism over US-China trade talks helped Asia-Pacific shares turn higher. The Hang Seng was up 0.7%, while the CSI 300 index of major Shanghai and Shenzhen stocks fell in early trade before swinging higher to be up 0.3%, as the latest round of trade talks were set to wrap up in Washington.

TECHNICAL OUTLOOK

FBM KLCI: 1721.42 (-9.26; -0.54%)

Resistance: 1734, 1743, 1762

Support: 1720, 1700, 1680

FBM KLCI Daily Chart

The local bourse slipped last Friday while putting its immediate support level of 1720 to the test throughout the session. At the close, the FBM KLCI was down 9.26 points to end at 1721.42. Market breadth reversed its earlier trend again with losers outpacing gainers 611 to 290. On a weekly basis, the benchmark index was up by 32.59 points but signs of short term weakness emerged last Friday. Ranging between 1734 and 1720 marks, the FBM KLCI is anticipated to trend sideways this week in the presence of profit-taking activities. Support levels for the index are at 1680, 1700 and 1720, while the resistance levels are at 1734, 1743 and 1762.

ECONOMIC MONITOR (Announcements over next 7 days)

Date	Economic Release	Period	Consensus	Previous
26-Feb-19	US Housing Starts	Dec	1253K	1256K
27-Feb-19	Euro-Zone Consumer Confidence	Feb	-7.4	-7.4
28-Feb-19	US Initial Jobless Claims	23-Feb	222K	216K
28-Feb-19	China Non-manufacturing PMI	Feb	54.5	54.7
28-Feb-19	China Manufacturing PMI	Feb	49.5	49.5
01-Mar-19	US Markit PMI Manufacturing	Feb	53.7	53.7
04-Mar-19	Malaysia Exports YoY	Jan	--	4.8%
04-Mar-19	Malaysia Imports YoY	Jan	--	1.0%
04 - 09 Mar 19	US Housing Starts	Jan	--	--

CORPORATE MONITOR

RESULTS

Company	Financial Quarter	Date
Wah Seong Corporation	4QFY18	25-Feb-19
CCK Consolidated	4QFY18	25-Feb-19
Star Media Group	4QFY18	26-Feb-19
Genting Plantations	4QFY18	26-Feb-19
Mega First	4QFY18	26-Feb-19
IJM Corporation	3QFY19	26-Feb-19
Telekom	4QFY18	26-Feb-19
Hock Seng Lee	4QFY18	26-Feb-19
AirAsia	4QFY18	27-Feb-19
CJ Century Logistics	4QFY18	27-Feb-19
FGV	4QFY18	27-Feb-19
TSH Resources	4QFY18	27-Feb-19
Serba Dinamik	4QFY18	27-Feb-19
IHH Healthcare	4QFY18	27-Feb-19
Genting Bhd	4QFY18	27-Feb-19
Genting Malaysia	4QFY18	27-Feb-19
Sime Darby Plantations	3M2019	28-Feb-19
Ta Ann	4QFY18	28-Feb-19
Media Prima	4QFY18	28-Feb-19
QL Resources	3QFY19	28-Feb-19
Alliance Bank	3QFY19	28-Feb-19
CIMB Group	4QFY18	28-Feb-19
WCT Holdings	4QFY18	28-Feb-19
Johore Tin	4QFY18	28-Feb-19
TNB	4QFY18	28-Feb-19
Genting	4QFY18	28-Feb-19
Genting Malaysia	4QFY18	28-Feb-19
Apex Healthcare	4QFY18	28-Feb-19
SCGM	3QFY19	20-Mar-19

CORPORATE MONITOR

COMPANY VISITS / BRIEFING

Company	Date	Time
Sime Darby Property	28-Feb-19	10.30am
Serba Dinamik	28-Feb-19	10.00am
WCT Holdings	1-Mar-19	9.30am

IPO LISTING

Company	Listing Sought	Issue Price (RM/Share)	No. Of Shares		Closing Application Date		Listing Date
			Public Issue	Offer For Sale	Retail	Institutional	

OFF-MARKET TRANSACTIONS (>1,000,000)

22-Feb-2019

Company	Volume	Value (RM)	Average Price (RM)
Genting Plantations	1,000,000	10,600,000	10.60
Kuala Lumpur Kepong	2,165,800	54,150,000	25.00
Sime Darby Plantation	9,500,000	49,690,000	5.23
Tropicana Corp	3,000,000	2,400,000	0.80
Alam Maritim Resources	10,000,000	1,000,000	0.10

ENTITLEMENTS

Company	Particulars	Gross DPS (RM)	Announcement Date	Ex-Date	Lodgement Date	Payment Date
Analabs Resources	Interim Single Tier Dividend 2 Sen	0.020	29-Jan	26-Feb	28-Feb	15-Mar
DiGi.Com	Fourth Interim Tax Exempt (Single-Tier) Dividend 4.8 Sen	0.048	24-Jan	27-Feb	1-Mar	29-Mar
Sunway REIT	Second Income Distribution 2.25 sen per unit	0.023	14-Feb	27-Feb	1-Mar	14-Mar
Maxis	An Interim Single-tier Tax-exempt Dividend of 5 sen	0.050	15-Feb	28-Feb	4-Mar	28-Mar
Daiman Development	Selective capital reduction and repayment exercise	3.000	15-Feb	28-Feb	4-Mar	14-Mar
Petronas Gas	Fourth interim dividend of 22 sen	0.220	18-Feb	1-Mar	5-Mar	15-Mar

TE- Tax Exempt

RATING CLASSIFICATION

STOCKS

OUTPERFORM	The stock return is expected to exceed a relevant benchmark's total of 10% or higher over the next 12months.
NEUTRAL	The stock return is expected to be within +/- 10% of a relevant benchmark's return over the next 12 months.
UNDERPERFORM	The stock return is expected to be below a relevant benchmark's return by -10% over the next 12 months.
TRADING BUY	The stock return is expected to exceed a relevant benchmark's return by 5% or higher over the next 3 months but the underlying fundamentals are not strong enough to warrant an Outperform call.
TRADING SELL	The stock return is expected to be below a relevant benchmark's return by -5% or more over the next 3 months.
NOT RATED	The stock is not within regular research coverage.

SECTOR

OVERWEIGHT	The sector is expected to outperform a relevant benchmark over the next 12 months.
NEUTRAL	The sector is expected to perform in line with a relevant benchmark over the next 12 months.
UNDERWEIGHT	The sector is expected to underperform a relevant benchmark over the next 12 months.

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PUBLIC INVESTMENT BANK BERHAD (20027-W)
9th Floor, Bangunan Public Bank
6, Jalan Sultan Sulaiman
50000 Kuala Lumpur
T 603 2268 3000
F 603 2268 3014
Dealing Line 603 2268 3129