

## Research Highlights

### SINGAPORE NEWS HIGHLIGHTS

- UBS nominates former DBS CFO Jeanette Wong for board of directors
- Singtel, Optus complete AR 5G video call between Singapore and Australia

### INDONESIA NEWS HIGHLIGHTS

- Indonesia launches internet-only satellite, Nusantara Satu
- Three dozen trapped Indonesian gold miners feared dead as oxygen supply in shaft falls

### THAILAND NEWS HIGHLIGHTS

- UOB Thai beckons Asean millennials to first mobile bank
- Thailand's TMB and Thanachart bank sign 140b baht merger MOU

#### Currency Exchange

Currency	Today	1-Week Chg (%)
USD/IDR	14,120.0	0.44%
USD/SGD	1.36	0.30%
USD/THB	31.83	1.60%

#### Singapore

Indices	Today	1-Week Chg (%)
FSSTI	3,220.4	-1.51%
FSTFN	974.66	-0.89%
FSTCG	464.72	-1.80%
FSTTC	755.4	-2.51%

#### Indonesia

Indices	Today	1-Week Chg (%)
JCI	6,499.9	-0.02%
JAKFIN	1,233.7	-0.11%
JAKAGRI	1,530.5	-4.63%
JAKINFR	1,220.3	1.08%

#### Thailand

Indices	Today	1-Week Chg (%)
SET	1,641.4	-1.07%
SETBANK	525.7	-0.57%
SETAGRI	192.3	-6.36%
SETCOMUN	151.2	-0.45%

## Singapore's Corporate News

- **UBS nominates former DBS CFO Jeanette Wong for board of directors**

Swiss bank UBS announced that its board of directors will nominate former DBS chief financial officer Jeanette Wong and former New York Federal Reserve chief William Dudley for election to the board. The election to the board of UBS Group is set to take place at an annual general meeting (AGM) for shareholders on May 2, it said on Tuesday (Feb 26). The Business Times understands that a nomination generally results in a seat on the board. Past nominees who have made it to the board include former senior adviser in private equity Julie Richardson in 2017, and Joseph Yam, previously the chief executive of the Hong Kong Monetary Authority, in 2010. (Source: *The Straits Times*)

- **Singtel, Optus complete AR 5G video call between Singapore and Australia**

Claiming a 'world first', Singapore's Singtel, Aussie subsidiary Optus and Ericsson of Sweden have completed an Augmented Reality (AR) 5G video call between Singapore and Australia. Using Chinese smartphone maker OPPO's 5G test devices equipped with Qualcomm Snapdragon X50 5G modems, engineers for both telcos tested AR on a real-time 5G video call using Ericsson's networks, the firms have confirmed. The new 5G technology is expected to bring forward a 'more inclusive form of communication whilst also opening up new possibilities for enterprises, ranging from mobile collaboration between experts in different locations, on-the-job training to remote assistance'. (Source: *Telegeography*)

## Indonesia's Corporate News

- **Indonesia launches internet-only satellite, Nusantara Satu**

The Jakarta Post writes that Indonesian telecoms company Pasifik Satelit Nusantara (PSN) has launched the country's 'highest capacity' satellite to date – dubbed Nusantara Satu – which promises to help bridge the digital divide and boost economic activity in regions outside Java. Launched aboard the SpaceX Falcon 9 space rocket at Cape Canaveral in the United States, the Nusantara Satu project cost USD230 million to get off the ground and was 30% financed by PSN's internal funds, with state-owned export credit agency Export Development stumping up the other 70%. Once it reaches its geostationary orbit Nusantara Satu, which has a capacity of 15,000Mbps, is expected to provide internet connectivity of up to 3Mbps for 10,000 Indonesian villages this year. (Source: *Telegeography*)

- **Three dozen trapped Indonesian gold miners feared dead as oxygen supply in shaft falls**

Hopes for the survival of about three dozen miners trapped in a collapsed illegal gold mine in Indonesia have severely diminished as oxygen levels at the site fall. "There is no hope for survivors. (It's assumed all have) passed away," said Feri Arianto, of the Public Relations of the National Search and Rescue Agency (Basarnas). The rescue mission will not attempt to add oxygen into the tunnels, in the Bolaang Mongondow area on the island of Sulawesi, which collapsed after a landslide on Tuesday. (Source: *CNN*)

## Thailand's Corporate News

- **UOB Thai beckons Asean millennials to first mobile bank**

United Overseas Bank Thailand (UOB Thai) has launched TMRW, the first mobile digital bank in Asean, as part of its strategy to tap into the millennial market. "We have been developing the TMRW digital bank since the beginning of last year, targeting three to five million users in the Asean region in the next five years," said Yuttachai Teyarachakul, managing director and country head of personal financial services at UOB Thai, yesterday during a press conference. In regard to customer target, Yuttachai expects 500,000 to 1 million Thai users by the end of this year. (Source: *The Nation*)

- **Thailand's TMB and Thanachart bank sign 140b baht merger MOU**

Thailand's TMB Bank said on Tuesday it signed a non-binding agreement to merge with Thanachart Bank in a deal worth up to 140 billion baht (S\$6.03 billion), which would make the new entity the sixth largest bank in the country. The planned merger follows government approval last year of tax incentives for bank mergers to help them better compete with larger regional rivals. TMB will finance the deal through debt and equity. It will issue new shares worth 70 per cent of the total deal, it said in a statement. Some 50 billion-55 billion baht of newly issued shares would be offered to Thanachart Capital and Canada's Bank of Nova Scotia while 40 billion to 45 billion baht would be offered to existing TMB shareholders and may include a public offering. (Source: *The Business Times*)

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## Regional Banking peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 1 March 2018	Market Cap (USDm)	CY18 P/E (x)	CY19 P/E (x)	Current EPS	CY19 EPS	PBV (x)	CY18 ROE	CY19 ROE	Est. DPS (sen)	Est. Yield (%)	Historical 12 Mth Div Yield
<b>Indonesia</b>												
BANK CENTRAL ASIA TBK PT	27,700	48428.9	23.2	20.4	1039.6	1191.5	4.5	18.1	18.0	32952.6	1.2	0.9
BANK RAKYAT INDONESIA PERSER	3,870	33849.7	13.0	11.5	263.7	296.9	2.6	18.6	18.8	12633.6	3.3	2.8
BANK MANDIRI PERSERO TBK PT	7,175	23743.7	11.9	10.5	515.3	600.7	1.8	14.8	15.3	24049.3	3.4	2.8
BANK NEGARA INDONESIA PERSER	8,975	11868.6	9.7	8.6	821.2	929.1	1.5	15.0	15.3	29417.0	3.3	2.8
BANK DANAMON INDONESIA TBK	7,900	5369.4	16.0	15.4	433.0	494.4	1.8	11.2	11.0	17013.5	2.2	1.7
<b>Simple Average</b>			<b>14.8</b>	<b>13.3</b>				<b>15.6</b>	<b>15.7</b>			<b>2.2</b>
<b>Singapore</b>												
DBS GROUP HOLDINGS LTD	25.08	47414.6	10.6	9.7	2.2	2.4	1.3	12.4	12.7	124.0	4.9	6.8
OVERSEA-CHINESE BANKING CORP	11.10	34851.3	9.8	9.3	1.1	1.1	1.1	11.3	11.4	47.1	4.2	3.5
UNITED OVERSEAS BANK LTD	25.00	30773.7	9.9	9.3	2.4	2.5	1.2	11.3	11.5	127.1	5.1	4.6
<b>Simple Average</b>			<b>10.1</b>	<b>9.4</b>				<b>11.7</b>	<b>11.9</b>			<b>5.0</b>
<b>Thailand</b>												
SIAM COMMERCIAL BANK PUB CO	133.0	14218.3	10.7	9.7	12.7	12.4	1.2	10.6	11.0	566.9	4.3	4.1
BANGKOK BANK PUBLIC CO LTD	209.0	12560.5	10.3	9.2	18.9	20.3	1.0	9.1	9.5	730.8	3.5	3.1
KASIKORNBANK PCL	196.5	14806.2	11.5	10.1	16.1	17.2	1.2	10.6	10.9	476.1	2.4	2.0
KRUNG THAI BANK PUB CO LTD	19.1	8404.5	9.0	8.2	2.1	2.1	0.9	9.5	9.5	82.5	4.3	3.2
BANK OF AYUDHYA PCL	38.3	8858.3	10.7	9.8	3.4	3.6	1.2	10.7	10.9	110.3	2.9	2.2
<b>Simple Average</b>			<b>10.4</b>	<b>9.4</b>				<b>10.1</b>	<b>10.4</b>			<b>2.9</b>
<b>Regional Average</b>			<b>12.0</b>	<b>10.9</b>				<b>12.6</b>	<b>12.8</b>			<b>3.1</b>
<b>Malaysia</b>												
MALAYAN BANKING BHD	9.53	25810.7	12.6	12.0	0.7	0.8	1.4	10.7	10.8	58.4	6.1	6.0
CIMB GROUP HOLDINGS BHD	5.68	13333.2	10.7	10.1	0.5	0.5	1.1	9.4	9.4	27.0	4.8	4.4
PUBLIC BANK BERHAD	25.02	23838.8	16.7	15.8	1.5	1.5	2.4	13.7	13.5	70.7	2.8	2.6
HONG LEONG BANK BERHAD	21.28	10683.6	16.1	15.2	1.2	1.3	1.8	11.2	11.2	52.6	2.5	2.3
AMMB HOLDINGS BHD	4.50	3329.0	9.6	9.7	0.4	0.5	0.8	8.5	7.9	17.8	4.0	3.3
RHB BANK BHD	5.69	5600.0	9.5	8.9	0.6	0.6	1.0	9.8	9.7	20.7	3.6	3.1
ALLIANCE BANK MALAYSIA BHD	4.20	1595.8	11.3	10.5	0.3	0.4	1.2	10.1	10.6	17.6	4.2	3.6
<b>Simple Average</b>			<b>12.3</b>	<b>11.7</b>				<b>10.5</b>	<b>10.4</b>			<b>3.6</b>

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## Regional Plantation peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 1 March 2018	Market Cap (USDm)	CY18 P/E (x)	CY19 P/E (x)	Current EPS	CY19 EPS	PBV (x)	CY18 ROE	CY19 ROE	Est. DPS (sen)	Est. Yield (%)	Historical 12 Mth Div Yield
<b>Indonesia</b>												
ASTRA AGRO LESTARI TBK PT	12,525	1709.5	13.5	12.7	791.4	924.9	1.3	8.7	9.0	36527.3	2.9	3.5
PP LONDON SUMATRA INDONES PT	1,245	602.4	13.9	12.4	75.4	89.7	1.0	6.9	7.3	3615.7	2.9	3.6
SAMPOERNA AGRO TBK PT	2,300	308.3	22.1	15.7	104.2	146.7	1.1	5.5	7.0	1684.7	0.7	3.0
EAGLE HIGH PLANTATIONS TBK P	169	377.8	N.A.	N.A.	N.A.	N.A.	0.9	N.A.	N.A.	N.A.	N.A.	N.A.
BAKRIE SUMATERA PLANTATIO PT	129	22.9	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
<b>Simple Average</b>			<b>16.5</b>	<b>13.6</b>				<b>7.0</b>	<b>7.8</b>			<b>3.4</b>
<b>Singapore</b>												
WILMAR INTERNATIONAL LTD	3.18	14868.4	12.0	10.9	0.2	0.2	0.9	7.3	7.7	8.0	3.4	3.3
GOLDEN AGRI-RESOURCES LTD	0.28	2588.0	20.3	15.6	0.0	0.0	0.6	2.5	3.8	0.4	2.0	0.4
OLAM INTERNATIONAL LTD	1.98	4656.5	12.4	11.6	0.1	0.2	1.2	N.A.	N.A.	7.3	3.7	3.8
<b>Simple Average</b>			<b>14.9</b>	<b>12.7</b>				<b>4.9</b>	<b>5.7</b>			<b>2.5</b>
<b>Regional Average</b>			<b>15.7</b>	<b>13.2</b>				<b>6.2</b>	<b>7.0</b>			<b>2.9</b>
<b>Malaysia</b>												
SIME DARBY BERHAD	2.18	3638.7	16.0	15.0	0.1	0.1	1.0	6.0	6.2	8.2	3.8	3.7
IOI CORP BHD	4.52	6774.3	30.3	26.6	0.2	0.1	3.0	9.7	10.9	9.8	2.2	4.5
KUALA LUMPUR KEPONG BHD	24.76	6471.6	27.8	24.9	0.9	0.9	2.4	8.0	8.6	49.1	2.0	1.8
GENTING PLANTATIONS BHD	10.50	2081.4	28.8	24.6	0.3	0.4	2.1	6.3	6.7	15.0	1.4	2.4
IJM PLANTATIONS BHD	1.72	371.7	61.4	23.6	0.1	0.0	1.2	0.6	2.4	3.1	1.8	2.9
TA ANN HOLDINGS BERHAD	2.46	266.4	12.0	9.8	0.2	0.2	0.8	6.4	7.2	9.3	3.8	4.1
<b>Simple Average</b>			<b>29.4</b>	<b>20.8</b>				<b>6.2</b>	<b>7.0</b>			<b>3.2</b>

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## Regional Telco peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ March 2018	Market Cap (USDm)	CY18 P/E (x)	CY19 P/E (x)	Current EPS	CY19 EPS	CY18 EV/EBITDA	CY19 EV/EBITDA	PBV (x)	CY18 ROE	CY19 ROE	Best DPS (sen)	Est. Yield (%)	Historical 12 Mth Div Yield
<b>Indonesia</b>														
TELEKOMUNIKASI INDONESIA PER	3,910	27466.5	19.8	17.3	197.6	226.1	7.1	6.5	4.3	19.5	20.8	14902.9	3.8	4.3
XL AXIATA TBK PT	2,490	1887.2	47.1	23.6	3.6	52.9	5.2	4.7	1.5	2.8	5.1	2286.3	0.9	#N/A N/A
INDOSAT TBK PT	3,320	1279.3	#N/A N/A	#N/A N/A	-345.6	-289.8	5.6	4.8	1.5	-12.0	-14.0	4188.5	1.3	2.2
<b>Simple Average</b>			<b>33.4</b>	<b>20.5</b>			<b>6.0</b>	<b>5.3</b>		<b>3.4</b>	<b>4.0</b>			<b>3.2</b>
<b>Singapore</b>														
SINGAPORE TELECOMMUNICATIONS	2.99	36079.7	15.9	15.3	0.2	0.2	12.1	12.0	1.7	10.3	10.6	17.8	6.0	5.9
STARHUB LTD	1.59	2033.0	14.3	15.3	0.1	0.1	6.9	6.9	7.8	63.1	56.7	9.7	6.1	10.1
M1 LTD	2.05	1403.4	17.1	19.7	0.1	0.1	7.9	8.2	3.6	22.5	18.9	9.5	4.6	5.6
<b>Simple Average</b>			<b>15.8</b>	<b>16.8</b>			<b>9.0</b>	<b>9.1</b>		<b>32.0</b>	<b>28.7</b>			<b>7.2</b>
<b>Thailand</b>														
ADVANCED INFO SERVICE PCL	182.5	17083.0	17.1	16.3	10.2	10.6	8.3	7.9	9.4	49.9	45.8	746.7	4.1	3.9
TOTAL ACCESS COMMUNICATION	50.5	3764.7	21.8	18.2	0.6	2.3	5.9	5.5	5.5	19.3	25.6	123.0	2.4	2.0
<b>Simple Average</b>			<b>19.5</b>	<b>17.2</b>			<b>7.1</b>	<b>6.7</b>		<b>34.6</b>	<b>35.7</b>			<b>2.9</b>
<b>Regional Average</b>			<b>21.9</b>	<b>18.0</b>			<b>7.4</b>	<b>7.1</b>		<b>21.9</b>	<b>21.2</b>			<b>4.8</b>
<b>Malaysia</b>														
MAXIS BHD	5.39	10340.3	24.6	24.2	0.3	0.2	13.1	12.8	5.9	23.5	23.3	19.4	3.6	3.7
AXIATA GROUP BERHAD	4.19	9329.2	29.5	24.9	0.1	0.1	6.3	6.0	2.2	6.1	7.3	11.3	2.7	2.0
DIGI.COM BHD	4.56	8701.4	22.8	22.5	0.2	0.2	12.5	12.3	52.7	250.8	246.7	19.9	4.4	4.3
TELEKOM MALAYSIA BHD	3.03	2794.6	19.1	18.8	0.1	0.2	5.0	4.9	1.5	7.9	7.9	8.2	2.7	4.0
<b>Simple Average</b>			<b>24.0</b>	<b>22.6</b>			<b>9.2</b>	<b>9.0</b>		<b>72.1</b>	<b>71.3</b>			<b>3.5</b>

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**Stock Ratings are defined as follows:****Stock Recommendations**

OUTPERFORM : A particular stock's Expected Total Return is MORE than 10%  
MARKET PERFORM : A particular stock's Expected Total Return is WITHIN the range of -5% to 10%  
UNDERPERFORM : A particular stock's Expected Total Return is LESS than -5%

**Sector Recommendations\*\*\***

OVERWEIGHT : A particular sector's Expected Total Return is MORE than 10%  
NEUTRAL : A particular sector's Expected Total Return is WITHIN the range of -5% to 10%  
UNDERWEIGHT : A particular sector's Expected Total Return is LESS than -5%

**\*\*\*Sector recommendations are defined based on market capitalisation weighted average expected total return for stocks under our coverage.**

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**KENANGA INVESTMENT BANK BERHAD (15678-H)**

Level 12, Kenanga Tower, 237, Jalan Tun Razak, 50400 Kuala Lumpur, Malaysia  
Telephone: (603) 2172 0880 Website: [www.kenanga.com.my](http://www.kenanga.com.my) E-mail: [research@kenanga.com.my](mailto:research@kenanga.com.my)



Chan Ken Yew  
Head of Research

