

By Teh Kian Yeong | tehy@kenanga.com.my ; Lim Khai Xiang | limkx@kenanga.com.my

Research Highlights

SINGAPORE NEWS HIGHLIGHTS

- DBS launches digital advisory service offering investment recommendations to customers
- Singtel prices \$1b subordinated perpetual securities at 3.3%

INDONESIA NEWS HIGHLIGHTS

- Jokowi doubles Indonesia's wealth fund goal to US\$200b
- Indonesia eases credit guarantee rules in bid to spur loan growth

THAILAND NEWS HIGHLIGHTS

- KBank tries blockchain option Kubix
- Shift to electric cars speeds restructuring of parts industry

Currency Exchange

Currency	Today	1-Week Chg (%)
USD/IDR	14,565	0.28%
USD/SGD	1.34	-0.34%
USD/THB	31.38	0.15%

Singapore

Indices	Today	1-Week Chg (%)
FSSTI	3,185	0.09%
FSTFN	1,020	-0.11%
FSTCG	531	0.86%
FSTTC	614	-0.13%

Indonesia

Indices	Today	1-Week Chg (%)
JCI	6,070	0.98%
JAKFIN	1,392	1.41%
JAKAGRI	1,440	0.29%
JAKINFR	1,045	0.48%

Thailand

Indices	Today	1-Week Chg (%)
SET	1,566	-1.87%
SETBANK	395	-2.31%
SETAGRI	338	0.39%
SETCOMUN	138	-1.71%

Singapore's Corporate News

- **DBS launches digital advisory service offering investment recommendations to customers**

DBS Bank customers can now get specific recommendations of investment products to buy through the bank's financial and retirement planning platform. On Thursday (April 8), the bank launched a service to provide these suggestions based on the customer's investing knowledge and financial goals. The Make Your Money Work Harder digital advisor will be housed in DBS' NAV Planner platform, which customers can access via the DBS digibank online platform and mobile banking app. *(The Straits Times)*

- **Singtel prices \$1b subordinated perpetual securities at 3.3%**

Singtel Group Treasury (SGT), a wholly-owned subsidiary of Singapore Telecommunications (Singtel), has priced \$1b of subordinated perpetual securities on April 7. The order book for the securities, which are guaranteed by Singtel, closed after receiving interest of approximately \$2.1b and was 2.1x oversubscribed by investors. The securities will be drawn down under SGT's existing \$10b Euro Medium Term Note Programme and will have an initial rate of distribution of 3.3% per annum. DBS Bank, The Hongkong and Shanghai Banking Corporation, Oversea-Chinese Banking Corporation and Standard Chartered Bank (Singapore) acted as joint lead managers and book runners. *(The Edge)*

Indonesia's Corporate News

- **Jokowi doubles Indonesia's wealth fund goal to US\$200b**

President Joko Widodo has set a US\$200b goal for Indonesia's new wealth fund in the next two to three years, aiming to fund his push for the resource-driven economy to rise up the value chain. That's double the US\$100b target set earlier this year, and a long way from the fund's US\$15b start. The fund has been in talks with 50 fund managers and has received pledges from those in the United Arab Emirates, Japan, the US and Canada, which will help it grow to US\$20b in six months, the president has announced. *(The Star)*

- **Indonesia eases credit guarantee rules in bid to spur loan growth**

Indonesia has eased its rules for offering government guarantees for companies' bank loans, in a bid to spur credit growth and avoid further layoffs, the finance ministry said on Monday. Southeast Asia's largest economy fell into recession last year for the first time since 1998. Authorities have said they are focusing on battling a credit crunch to spur a recovery, after a round of monetary easing and fiscal stimulus. The new rules will allow businesses that employ a minimum of 100 staff, or as few as 50 employees in some sectors, to apply for a government guarantee for new working capital loans at commercial banks, the ministry said in a statement. *(Reuters)*

Thailand's Corporate News

- **KBank tries blockchain option Kubix**

Kasikornbank (KBank) is exploring an innovative form of services called decentralised finance (DeFi) using blockchain and independent of central financial intermediaries as it tries to grow its business regionally via the digital platform. According to Ruangroj Poonpol, chairman of Kasikorn Business Technology Group (KBTG), a tech arm of KBank, KBTG recently established a subsidiary called Kubix to operate as an initial coin offering portal for digital tokens in a collaboration with the Stock Exchange of Thailand. DeFi is a blockchain-based form of finance that does not rely on brokerages, exchanges or banks to offer traditional financial instruments. Instead, it utilises smart contracts on blockchains. *(Bangkok Post)*

- **Shift to electric cars speeds restructuring of parts industry**

The rapid advance of motor vehicle electrification is spurring parts makers to transform their own operations. Nachi-Fujikoshi, a big Japanese manufacturer of automotive bearings, will move production of general-purpose bearings from Toyama, Japan, and Taiwan to Thailand in response to falling demand for conventional automotive parts. Nachi-Fujikoshi will build a new 10b yen (\$80.7m) factory near its existing plant in Thailand's central Rayong Province. It will transfer production of general-purpose bearings to the new facility, which is slated to go online in February 2022. *(Nikkei Asia)*

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Regional Banking peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 09 April 2021	Market Cap (USDm)	CY20 P/E (x)	CY21 P/E (x)	Current EPS	CY21 EPS	PBV (x)	CY20 ROE	CY21 ROE	Est. DPS (sen)	Est. Yield (%)	Historical 12 Mth Div Yield
Indonesia												
BANK CENTRAL ASIA TBK PT	31,000	52349.7	24.7	21.3	1039.5	1160.3	4.1	16.1	16.9	54741.8	1.8	1.7
BANK RAKYAT INDONESIA PERSER	4,350	36744.0	17.3	13.5	263.7	283.0	2.7	14.6	17.1	11576.1	2.7	2.3
BANK MANDIRI PERSERO TBK PT	6,475	20696.3	12.5	9.9	515.2	586.1	1.6	12.1	14.4	24481.9	3.8	3.4
BANK NEGARA INDONESIA PERSER	6,000	7663.8	11.9	7.2	821.3	836.6	1.0	8.1	12.1	9745.9	1.6	0.7
BANK DANAMON INDONESIA TBK	2,780	1861.0	8.8	7.0	431.6	389.4	0.6	6.5	7.8	6751.5	2.4	6.7
Simple Average			15.0	11.8				11.5	13.6			3.0
Singapore												
DBS GROUP HOLDINGS LTD	28.65	54622.5	12.6	11.3	2.2	2.5	1.3	10.8	11.4	109.0	3.8	3.0
OVERSEA-CHINESE BANKING CORP	11.79	39323.8	11.8	10.6	1.1	1.1	1.1	8.9	9.6	47.2	4.0	3.7
UNITED OVERSEAS BANK LTD	26.07	32525.6	12.0	10.5	2.4	2.6	1.1	9.0	9.9	106.1	4.1	4.4
Simple Average			12.2	10.8				9.6	10.3			3.7
Thailand												
SIAM COMMERCIAL BANK PUB CO	109.5	11819.5	12.0	10.7	12.7	12.9	0.9	7.3	7.9	423.0	3.9	3.7
BANGKOK BANK PUBLIC CO LTD	125.5	7615.2	9.3	8.2	18.9	19.3	0.5	5.7	6.2	481.1	3.8	4.0
KASIKORNBANK PCL	143.0	10770.4	10.5	9.5	16.1	16.2	0.8	7.3	7.5	374.8	2.6	3.1
KRUNG THAI BANK PUB CO LTD	11.7	5198.0	9.2	7.8	2.1	2.1	0.5	5.1	5.7	46.0	3.9	6.4
BANK OF AYUDHYA PCL	37.3	8710.1	10.9	10.3	3.4	4.3	1.0	8.4	8.2	65.8	1.8	1.2
Simple Average			10.4	9.3				6.8	7.1			3.7
Regional Average			12.6	10.6				9.2	10.4			3.4
Malaysia												
MALAYAN BANKING BHD	8.29	22888.7	12.7	11.1	0.7	0.7	1.1	8.6	9.6	49.5	6.0	1.6
CIMB GROUP HOLDINGS BHD	4.29	10297.4	11.1	8.7	0.5	0.5	0.8	6.7	8.1	16.7	3.9	1.1
PUBLIC BANK BERHAD	4.20	19720.6	14.9	13.7	0.3	0.3	N.A.	11.3	11.7	14.4	3.4	3.1
HONG LEONG BANK BERHAD	18.52	9711.2	13.8	12.4	1.2	1.3	1.3	9.8	10.2	44.1	2.4	1.9
AMMB HOLDINGS BHD	3.10	2255.7	N.A.	7.5	0.4	0.5	0.5	-10.5	7.6	0.6	0.2	2.4
RHB BANK BHD	5.40	5238.1	8.8	7.8	0.6	0.6	0.8	8.8	9.4	27.0	5.0	1.9
ALLIANCE BANK MALAYSIA BHD	2.65	992.4	10.9	9.0	0.3	0.4	0.6	6.3	7.3	7.7	2.9	N.A.
Simple Average			12.0	10.0				5.9	9.1			2.0

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Regional Plantation peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 09 April 2021	Market Cap (USDm)	CY20 P/E (x)	CY21 P/E (x)	Current EPS	CY21 EPS	PBV (x)	CY20 ROE	CY21 ROE	Best DPS (sen)	Est. Yield (%)	Historical 12 Mth Div Yield
Indonesia												
ASTRA AGRO LESTARI TBK PT	10,200	1344.6	15.5	15.4	832.7	317.6	1.0	6.3	6.2	19209.8	1.9	0.9
PP LONDON SUMATRA INDONES PT	1,320	616.9	12.8	12.5	82.9	36.8	1.0	7.4	7.2	3411.7	2.6	1.1
SAMPOERNA AGRO TBK PT	1,750	226.5	16.7	11.0	109.3	66.0	0.8	2.7	4.1	900.0	0.5	N.A.
EAGLE HIGH PLANTATIONS TBK P	117	252.6	39.0	N.A.	N.A.	N.A.	1.1	2.1	2.2	50.0	0.4	N.A.
BAKRIE SUMATERA PLANTATIO PT	118	20.2	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
Simple Average			21.0	13.0				4.6	4.9			1.0
Singapore												
WILMAR INTERNATIONAL LTD	5.46	25700.2	16.0	15.3	0.2	0.2	1.4	8.3	8.4	10.9	2.7	2.5
GOLDEN AGRI-RESOURCES LTD	0.22	2035.2	8.9	10.7	0.0	0.0	0.5	6.3	5.2	0.8	5.0	2.7
OLAM INTERNATIONAL LTD	1.75	4188.1	N.A.	N.A.	0.1	0.2	1.1	N.A.	N.A.	N.A.	N.A.	4.6
Simple Average			12.5	13.0				7.3	6.8			3.2
Regional Average			18.1	13.0				5.5	5.6			2.4
Malaysia												
SIME DARBY BERHAD	2.40	3949.2	14.3	13.6	0.1	0.1	1.1	7.7	7.4	12.4	5.2	4.2
IOI CORP BHD	4.20	6362.3	26.6	25.0	0.2	0.1	2.7	10.7	10.6	10.0	2.4	2.0
KUALA LUMPUR KEPONG BHD	22.58	5891.1	22.4	22.2	0.9	0.6	2.2	9.8	9.7	59.6	2.6	2.2
GENTING PLANTATIONS BHD	9.00	1953.3	25.2	24.7	0.3	0.2	1.6	5.9	6.0	18.1	2.0	2.9
IJM PLANTATIONS BHD	1.72	366.4	13.5	13.4	0.1	0.0	1.1	7.9	8.2	3.4	2.0	1.2
TA ANN HOLDINGS BERHAD	2.80	298.3	11.2	11.6	0.2	0.1	0.8	7.7	7.6	11.9	4.3	5.4
Simple Average			18.9	18.4				8.3	8.2			3.0



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Regional Telco peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 09 April 2021	Market Cap (USDm)	CY20 P/E (x)	CY21 P/E (x)	Current EPS	CY21 EPS	CY20 EV/EBITDA	CY21 EV/EBITDA	PBV (x)	CY20 ROE	CY21 ROE	Best DPS (sen)	Est. Yield (%)	Historical 12 Mth Div Yield
Indonesia														
TELEKOMUNIKASI INDONESIA PER	3360.0	22797.9	16.2	15.1	198.0	207.9	5.6	5.3	3.3	19.4	19.8	16048.4	4.8	4.6
XL AXIATA TBK PT	2160.0	1586.7	24.1	14.8	4.1	61.3	3.9	3.7	1.2	4.3	6.6	2771.1	1.3	0.9
INDOSAT TBK PT	6625.0	2465.7	N.A.	655.8	-345.6	-242.4	5.1	4.7	3.0	-2.5	-0.8	0.0	0.0	N.A.
Simple Average			20.2	228.6			4.9	4.6		7.1	8.5			2.8
Singapore														
SINGAPORE TELECOMMUNICATIONS	2.4	29929.2	19.3	16.2	0.2	0.2	13.6	13.0	1.5	7.2	9.7	10.4	4.3	4.3
STARHUB LTD	1.3	1691.3	16.6	15.4	0.1	0.1	7.0	6.5	6.7	27.7	28.6	6.0	4.6	3.6
M1 LTD	N.A.	N.A.	N.A.	N.A.	0.1	0.1	N.A.	N.A.	N.A.	22.6	N.A.	9.3	N.A.	N.A.
Simple Average			17.9	15.8			10.3	9.8		19.2	19.2			4.0
Thailand														
ADVANCED INFO SERVICE PCL	169.5	16021.9	18.5	17.2	10.2	10.8	7.2	6.9	6.7	33.9	33.6	671.8	4.0	4.1
TOTAL ACCESS COMMUNICATION	31.5	2371.0	18.8	18.8	0.6	2.7	5.0	4.8	3.1	16.1	16.9	144.7	4.6	9.5
Simple Average			18.6	18.0			6.1	5.9		25.0	25.2			6.8
Regional Average			18.9	107.6			6.8	6.4		16.1	16.3			4.5
Malaysia														
MAXIS BHD	4.8	9083.4	25.5	23.5	0.3	0.2	12.1	11.6	5.3	20.5	22.2	18.2	3.8	3.5
AXIATA GROUP BERHAD	4.1	9119.4	36.1	29.1	0.1	0.1	5.8	5.5	2.1	6.2	7.4	9.6	2.3	1.8
DIGI.COM BHD	4.5	8388.1	29.7	28.2	0.2	0.2	13.4	13.1	57.2	194.5	199.8	14.9	3.3	3.5
TELEKOM MALAYSIA BHD	6.1	5559.2	21.0	19.6	0.1	0.3	6.8	6.6	3.2	14.5	14.6	15.6	2.6	2.3
Simple Average			28.1	25.1			9.5	9.2		58.9	61.0			2.8

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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 17, Kenanga Tower, 237, Jalan Tun Razak, 50400 Kuala Lumpur, Malaysia
Telephone: (603) 2172 0880 Website: www.kenanga.com.my E-mail: research@kenanga.com.my

