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Research Highlights

SINGAPORE NEWS HIGHLIGHTS

- Singtel fibre outage hits some WFH users for over 12 hours
- Singapore Fintech Gets Digital Bank License in Philippines

INDONESIA NEWS HIGHLIGHTS

- Bank Syariah Indonesia aims to double assets by targeting religious millennials
- LINE Bank opens in Indonesia as online-only arm of Hana Bank

THAILAND NEWS HIGHLIGHTS

- BoT adds SME debt rejig options
- Great Wall and Foxconn bet on Thai electric car market

Currency Exchange

Currency	Today	1-Week Chg (%)
USD/IDR	14,189.0	-0.74%
USD/SGD	1.3	0.11%
USD/THB	31.1	-0.17%

Singapore

Indices	Today	1-Week Chg (%)
FSSTI	3,158.0	0.22%
FSTFN	1,052.6	0.09%
FSTCG	492.3	0.22%
FSTTC	589.9	-1.97%

Indonesia

Indices	Today	1-Week Chg (%)
JCI	6,095.5	0.50%
JAKFIN	N/A [#]	N/A [#]
JAKAGRI	N/A [#]	N/A [#]
JAKINFR	N/A [#]	N/A [#]

[#] Indices discontinued on 3/5/2021

Thailand

Indices	Today	1-Week Chg (%)
SET	1,636.6	1.55%
SETBANK	373.8	4.20%
SETAGRI	334.9	-1.20%
SETCOMUN	144.1	1.79%

Singapore's Corporate News

- **Singtel fibre outage hits some WFH users for over 12 hours**

Some Singtel customers were unable to connect to the Internet from home using fibre broadband on Tuesday (June 8) following overnight maintenance. The telco said about 3 per cent of its fibre broadband customers were affected. Service was progressively restored through the day and was fully up in the evening, said Singtel, more than 12 hours after dozens of customers began reporting connection problems, starting at about 5am. However, some customers said they were still not able to connect on Tuesday night. The Infocomm Media Development Authority (IMDA), Singapore's telecommunications regulator, said that it is investigating the disruption and will take enforcement action if there are any lapses. *(The Straits Times)*

- **Singapore Fintech Gets Digital Bank License in Philippines**

Unobank will be entirely regulated under the Digital Banking License framework in the Philippines. DigibankAsia, a Singapore-headquartered fintech, has become the first fintech to receive a license to operate a digital bank in the Philippines, it announced in a statement on Tuesday. Uno, which is operated by Singapore-based DigibankAsia, has been working with digital services and consulting firm Xebia, fintech software provider Backbase, cloud banking provider Mambu and Amazon Web Services, for its rollout in the Philippines, which has among the lowest banking penetration in Southeast Asia. *(finews.asia)*

Indonesia's Corporate News

- **Bank Syariah Indonesia aims to double assets by targeting religious millennials**

Bank Syariah Indonesia (BSI), the country's biggest Islamic lender, plans to cater to a growing community of more religious millennials to help double its assets within three to four years, its chief executive told Reuters. BSI was formed this year via a merger between the Islamic banking units of state-controlled Bank Rakyat Indonesia, Bank Mandiri and Bank Negara Indonesia, making it Indonesia's seventh-biggest bank. The lender plans to double its 240t rupiah (S\$22.3b) of assets in the next few years to become the No 5 lender, while targeting the highest return on equity among local banks by 2025, Chief Executive Hery Gunardi said in an interview. *(The Business Times)*

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- **LINE Bank opens in Indonesia as online-only arm of Hana Bank**

Bank KEB Hana Indonesia announced on Friday the launch of its digital banking arm, LINE Bank, in collaboration with Japan-based technology firm LINE Corporation and its subsidiary LINE Financial Asia. LINE Bank started operations on Thursday, making Indonesia the third market for the brand after recent launches in Thailand and Taiwan. “LINE Bank is here to provide convenient and easy-to-use digital banking services. We will have various financial products and services, tailored to the needs and interests of our customers,” Bank KEB Hana Indonesia president director Park Jong Jin said in a press statement. (*The Jakarta Post*)

Thailand's Corporate News

- **BoT adds SME debt rejig options**

The Bank of Thailand has added debt restructuring measures for entrepreneurs as the impact deepens from the third wave of the pandemic. The central bank extended the debt moratorium term for small and medium-sized enterprises (SMEs) to December from June 30. The measure is available for SMEs suffering from the economic downturn as a result of the third wave outbreak, including those that have stopped business operations. (*Bangkok Post*)

- **Great Wall and Foxconn bet on Thai electric car market**

As the global automotive industry undergoes a radical shift toward electrification, Thailand, the manufacturing hub of Southeast Asia, is emerging as a new arena of competition for the world's leading manufacturers. China's Great Wall Motors on Wednesday officially opened its first factory in Thailand's Eastern Economic Corridor industrial zone of Rayong. It will focus on electric vehicle production for both the domestic market and export to ASEAN countries. Great Wall is not the only big overseas company jumping into Thailand's nascent EV market. Taiwan's Foxconn has just announced a tie-up with Thai oil and gas conglomerate PTT to develop an EV production platform. (*Nikkei Asia*)

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Regional Banking peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 11 June 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	32,350.0	56,093.2	25.7	22.0	1,039.5	1,160.3	4.5	16.1	16.9	57,018.6	1.8	1.6
BANK RAKYAT INDONESIA PERSER	4,280.0	37,121.5	16.9	13.4	263.7	283.0	2.7	14.7	16.9	12,178.4	2.8	2.3
BANK MANDIRI PERSERO TBK PT	6,275.0	20,594.5	12.0	9.3	515.2	586.1	1.6	12.4	14.4	26,304.0	4.2	3.5
BANK NEGARA INDONESIA PERSER	5,675.0	7,442.9	11.6	7.2	821.3	836.6	0.9	8.0	11.8	8,575.1	1.5	0.8
BANK DANAMON INDONESIA TBK	2,290.0	1,574.1	7.4	6.1	431.6	389.4	0.5	6.3	7.2	4,207.0	1.8	1.6
Simple Average			14.7	11.6				11.5	13.4			2.0
Singapore												
DBS GROUP HOLDINGS LTD	29.7	57,441.9	11.9	11.0	2.2	2.5	1.4	11.4	11.8	113.0	3.8	2.4
OVERSEA-CHINESE BANKING CORP	12.3	41,587.0	11.4	10.5	1.1	1.1	1.1	9.7	10.0	50.1	4.1	2.6
UNITED OVERSEAS BANK LTD	26.1	33,012.7	11.5	10.1	2.4	2.6	1.0	9.2	10.1	110.3	4.2	3.7
Simple Average			11.6	10.6				10.1	10.7			2.9
Thailand												
SIAM COMMERCIAL BANK PUB CO	105.0	11,468.4	11.2	10.0	12.7	12.9	0.8	7.6	8.0	419.9	4.0	2.2
BANGKOK BANK PUBLIC CO LTD	122.0	7,490.7	8.9	7.9	18.9	19.3	0.5	5.7	6.2	462.5	3.8	2.0
KASIKORN BANK PCL	129.0	9,831.2	8.9	8.2	16.1	16.2	0.7	7.6	7.8	379.5	2.9	1.9
KRUNG THAI BANK PUB CO LTD	11.3	5,079.9	8.7	7.4	2.1	2.1	0.5	5.3	5.8	45.6	4.0	2.4
BANK OF AYUDHYA PCL	34.5	8,162.8	9.4	9.9	3.4	4.3	0.9	8.8	8.0	66.3	1.9	1.0
Simple Average			9.4	8.7				7.0	7.2			1.9
Regional Average			12.0	10.3				9.5	10.4			2.2
Malaysia												
MALAYAN BANKING BHD	8.2	22,720.8	10.6	10.0	0.7	0.7	1.1	9.8	10.1	59.5	7.3	6.4
CIMB GROUP HOLDINGS BHD	4.6	11,161.3	11.3	9.3	0.5	0.5	0.8	7.6	8.2	18.8	4.1	1.1
PUBLIC BANK BERHAD	4.2	19,886.4	14.3	13.2	0.3	0.3	1.8	11.7	12.1	14.8	3.5	3.1
HONG LEONG BANK BERHAD	18.8	9,906.7	13.8	12.5	1.2	1.3	1.3	10.1	10.4	45.6	2.4	1.9
AMMB HOLDINGS BHD	3.0	2,382.9	7.4	6.7	0.4	0.5	0.6	8.0	8.3	9.2	3.1	2.5
RHB BANK BHD	5.4	5,230.5	8.6	7.7	0.6	0.6	0.8	9.0	9.5	27.9	5.2	3.3
ALLIANCE BANK MALAYSIA BHD	2.6	975.7	9.0	7.7	0.3	0.4	0.6	6.9	7.7	10.2	3.9	N/A
Simple Average			10.7	9.6				9.0	9.4			3.0

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Regional Plantation peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 11 June 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	8,900.0	1,204.7	12.9	13.2	832.7	317.6	0.9	6.6	6.3	18,863.4	2.1	2.2
PP LONDON SUMATRA INDONES PT	1,225.0	587.8	12.0	12.0	82.9	36.8	0.9	7.1	7.0	3,411.7	2.8	1.2
SAMPOERNA AGRO TBK PT	1,885.0	250.6	N/A	N/A	109.3	66.0	0.9	N/A	N/A	N/A	N/A	N/A
EAGLE HIGH PLANTATIONS TBK P	105.0	232.8	N/A	N/A	N/A	N/A	1.5	N/A	N/A	N/A	N/A	N/A
BAKRIE SUMATERA PLANTATIO PT	114.0	20.0	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Simple Average			12.5	12.6				6.9	6.6			1.7
Singapore												
WILMAR INTERNATIONAL LTD	4.8	22,781.9	14.2	13.4	0.2	0.2	1.2	8.3	8.5	11.2	3.1	4.1
GOLDEN AGRI-RESOURCES LTD	0.2	2,344.7	8.4	7.4	0.0	0.0	0.6	6.2	5.3	0.7	3.8	2.0
OLAM INTERNATIONAL LTD	1.8	4,331.4	N/A	N/A	0.1	0.2	1.2	N/A	N/A	N/A	N/A	4.2
Simple Average			11.3	10.4				7.2	6.9			3.4
Regional Average			11.9	11.5				7.1	6.8			2.7
Malaysia												
SIME DARBY BERHAD	2.3	3,724.7	12.9	12.6	0.1	0.1	1.0	7.9	7.5	12.9	5.7	6.2
IOI CORP BHD	4.0	6,088.5	23.0	23.1	0.2	0.1	2.6	11.2	10.8	10.1	2.5	2.1
KUALA LUMPUR KEPONG BHD	21.5	5,653.5	19.8	20.5	0.9	0.6	2.0	10.7	9.8	61.3	2.8	2.3
GENTING PLANTATIONS BHD	7.6	1,652.8	20.7	21.8	0.3	0.2	1.4	5.7	6.1	17.9	2.4	2.8
IJM PLANTATIONS BHD	3.1	655.7	19.2	21.5	0.1	0.0	1.9	9.8	8.1	7.8	2.5	0.7
TA ANN HOLDINGS BERHAD	2.9	308.7	9.9	10.9	0.2	0.1	0.9	8.9	7.6	12.8	4.4	5.2
Simple Average			17.6	18.4				9.0	8.3			3.2

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Regional Telco peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 11 June 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	3,470.0	24,175.1	15.1	13.6	198.0	207.9	5.4	5.1	3.4	20.7	21.6	17,304.3	5.0	6.0
XL AXIATA TBK PT	2,570.0	1,938.4	28.5	20.4	4.1	61.3	4.3	4.1	1.4	4.5	5.9	2,605.0	1.0	1.2
INDOSAT TBK PT	6,775.0	2,589.1	N/A	72.5	-345.6	-242.4	5.1	4.7	3.0	0.6	2.6	11,873.4	1.8	N/A
Simple Average			21.8	35.5			5.0	4.6		8.6	10.0			3.6
Singapore														
SINGAPORE TELECOMMUNICATIONS	2.3	28,888.3	16.6	14.3	0.2	0.2	12.6	12.1	1.4	8.9	10.1	10.5	4.5	4.5
STARHUB LTD	1.3	1,644.7	15.4	15.0	0.1	0.1	6.8	6.4	6.4	27.0	28.4	6.1	4.8	4.0
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			16.0	14.7			9.7	9.2		19.5	19.3			4.3
Thailand														
ADVANCED INFO SERVICE PCL	174.5	16,692.4	19.1	17.8	10.2	10.8	7.3	7.0	7.3	34.0	33.5	672.5	3.9	4.0
TOTAL ACCESS COMMUNICATION	32.0	2,437.2	19.3	19.4	0.6	2.7	5.0	4.9	3.8	16.4	17.4	149.0	4.7	9.3
Simple Average			19.2	18.6			6.2	6.0		25.2	25.4			6.7
Regional Average			19.0	24.7			6.7	6.3		16.8	17.1			4.8
Malaysia														
MAXIS BHD	4.5	8,471.9	24.9	22.4	0.3	0.2	11.4	10.9	5.0	20.2	22.0	17.6	4.0	3.8
AXIATA GROUP BERHAD	3.8	8,549.3	33.9	28.2	0.1	0.1	5.6	5.4	2.0	5.7	7.2	8.9	2.3	1.8
DIGI.COM BHD	4.2	7,946.6	28.0	26.4	0.2	0.2	12.7	12.4	55.3	194.6	198.3	14.9	3.5	3.5
TELEKOM MALAYSIA BHD	6.1	5,601.8	20.3	19.0	0.1	0.3	6.8	6.6	3.2	15.0	15.1	16.3	2.7	2.3
Simple Average			26.8	24.0			9.1	8.8		58.9	60.7			2.9



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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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