

21 November 2022

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Research Highlights

SINGAPORE NEWS HIGHLIGHTS

- DBS, OCBC, UOB raise interest rates for fixed home loans to up to 4.5%
- Golden Agri-Resources achieves a new record performance for the nine-month period of 2022

INDONESIA NEWS HIGHLIGHTS

- Bank Indonesia raises rates 50bp for third consecutive month
- Telkom Indonesia partners Google Cloud to advance Indonesia's national digital transformation agenda

THAILAND NEWS HIGHLIGHTS

- EXIM Thailand joins hands with Vietcombank in supporting Thai-Vietnamese trade & investment
- Foxconn JV breaks ground for new EV plant in Thailand

Currency Exchange

Currency	Today	1-Week Chg (%)
USD/IDR	15,684.0	1.22%
USD/SGD	1.38	0.30%
USD/THB	35.84	-0.46%

Singapore

Indices	Today	1-Week Chg (%)
FSSTI	3,272.2	1.36%
FSTFN	1,165.37	2.35%
FSTCG	430.67	2.59%
FSTTC	658.7	0.03%

Indonesia

Indices	Today	1-Week Chg (%)
JCI	7,082.2	-0.10%

Thailand

Indices	Today	1-Week Chg (%)
SET	1,617.4	-1.22%
SETBANK	379.3	-1.76%
SETAGRI	229.7	-2.10%
SETCOMUN	163.6	-0.24%

Singapore's Corporate News

- **DBS, OCBC, UOB raise interest rates for fixed home loans to up to 4.5%**

DBS, OCBC and UOB raised their fixed home loan interest rates on Tuesday (Nov 15), with rates reaching up to 4.5%. DBS, Singapore's largest lender, has four fixed rate packages available, ranging from two years to five years. All four are set at 4.25% per year. OCBC one-year and two-year fixed rate packages are now set at 4.3% per year, up from 3.35% and 3.5% respectively. UOB's two-year fixed rate package is now set at 4.5% per year. *(Source: Channel News Asia)*

- **Golden Agri-Resources achieves a new record performance for the nine-month period of 2022**

Golden Agri-Resources Ltd achieved a new record performance for the nine-month period to end September 2022. EBITDA reached over USD1.3b, a 62.0% increase year-on-year. Underlying profit grew to USD726.0m and net profit more than doubled to USD675.0m. Revenue reached USD8.6b, an increase by 18.0% year-on-year. This was primarily due to higher palm oil prices partly offset by lower sales volume. CPO market prices (FOB Belawan) for the nine months increased by 23.0% from the same period last year, averaging USD1,368 per tonne. *(Source: PRNewswire)*

Indonesia's Corporate News

- **Bank Indonesia raises rates 50bp for third consecutive month**

Indonesia's central bank delivered its third consecutive 50 basis point increase on November 17, with its governor saying it aimed to support the country's currency. Bank Indonesia's board of governors raised the seven-day reverse repo rate to 5.25%. It also raised the deposit and lending rates by the same amount, to 4.5% and 6% respectively. The governor said the board's decision was a "pre-emptive" move to lower inflation expectations and bolster the rupiah. *(Source: Central Banking Newsdesk)*

- **Telkom Indonesia partners Google Cloud to advance Indonesia's national digital transformation agenda**

PT Telkom Indonesia (Persero) Tbk (Telkom) and Google Cloud have entered into a multi-year strategic collaboration to realize Telkom's vision of becoming a leading digital telco that empowers local businesses and communities. Both parties said by combining core competencies with Google Cloud and tapping additional capabilities across Android, Google Ads, and Grow with Google, Telkom aims to play an integral role in advancing the government's Indonesia Digital 2024 roadmap and helping organizations to seize inclusive growth opportunities in a digital economy that is set to be worth USD130.0b by 2025. *(Source: TechNode Global)*

Thailand's Corporate News

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- **EXIM Thailand joins hands with Vietcombank in supporting Thai-Vietnamese trade & investment**

EXIM Thailand has collaborated with Vietcombank in promoting Vietnamese entrepreneurs' import of Thai goods and services to a greater extent, and supporting Thai investors in Vietnam with offering of revolving credit facility for business operation to grow Thai-Vietnamese trade and investment value, the growth of which is predicted at approximately THB10.0b in 2023 and 10.0% average per year afterward. This is part of a synergized move toward sustainable development in Asia-Pacific. *(Source: Bangkok Post)*

- **Foxconn JV breaks ground for new EV plant in Thailand**

Horizon Plus, a joint venture between Taiwan-based Foxconn Technology Group and Thailand's state-run energy group PTT, broke ground recently for a new electric vehicle (EV) production base in Thailand. The EV production site is located in the Rojana Nhongyai Industrial Park in Chonburi Province. The site is part of Thailand's so-called Eastern Economic Corridor (EEC), a special economic zone in eastern Thailand. The joint venture plans to invest around THB37.0b (USD1.0b) to set up the EV plant slated for completion in 2024. *(Source: DigiTimes Asia)*

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Regional Banking peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 18 November 2022	Market Cap (USDm)	CY21 P/E (x)	CY22 P/E (x)	Current EPS	CY22 EPS	PBV (x)	CY21 ROE	CY22 ROE	Est. DPS (sen)	Est. Yield (%)	Historical 12 Mth Div Yield
Indonesia												
BANK CENTRAL ASIA TBK PT	8,825	69408.1	28.0	25.1	207.9	232.1	5.1	18.0	18.4	15945.1	1.8	1.6
BANK RAKYAT INDONESIA PERSER	4,610	44576.2	14.4	12.6	258.1	276.1	2.4	15.8	16.9	20467.0	4.4	3.8
BANK MANDIRI PERSERO TBK PT	10,175	30294.3	12.2	10.9	515.2	586.1	2.2	17.7	18.3	41801.7	4.1	3.5
BANK NEGARA INDONESIA PERSER	9,200	10946.0	10.0	8.4	821.3	836.6	1.3	13.3	14.3	23257.3	2.5	1.6
BANK DANAMON INDONESIA TBK	3,030	1889.4	9.4	8.6	431.6	389.4	0.6	7.5	7.9	5600.0	1.8	1.9
Simple Average			14.8	13.1				14.5	15.2			2.5
Singapore												
DBS GROUP HOLDINGS LTD	35.54	66535.9	11.6	9.4	2.2	2.5	1.6	13.7	15.7	148.1	4.2	4.1
OVERSEA-CHINESE BANKING CORP	12.55	41032.5	9.4	8.1	1.1	1.1	1.1	11.3	12.5	61.2	4.9	4.5
UNITED OVERSEAS BANK LTD	30.25	36849.4	10.9	9.2	2.4	2.6	1.2	11.0	12.4	133.6	4.4	4.0
Simple Average			10.6	8.9				12.0	13.5			4.2
Thailand												
SIAM COMMERCIAL BANK PUB CO	105.5	9915.1	9.0	8.1	12.7	12.9	0.9	8.8	9.3	458.3	4.3	3.9
BANGKOK BANK PUBLIC CO LTD	142.5	7592.3	8.9	7.8	18.9	19.3	0.5	6.0	6.5	530.3	3.7	2.8
KASIKORNBANK PCL	143.0	9456.9	8.0	7.2	16.1	16.2	0.7	8.5	8.9	438.3	3.1	2.3
KRUNG THAI BANK PUB CO LTD	17.4	6787.7	7.8	7.1	2.1	2.1	0.7	8.5	8.5	72.8	4.2	2.4
BANK OF AYUDHYA PCL	31.3	6416.0	7.9	7.3	3.4	4.3	0.7	8.9	9.1	95.0	3.0	2.7
Simple Average			8.3	7.5				8.1	8.5			2.8
Regional Average			11.3	10.0				11.5	12.2			3.0
Malaysia												
MALAYAN BANKING BHD	8.56	22663.7	12.1	10.3	0.7	0.7	1.2	9.5	10.9	57.0	6.7	6.8
CIMB GROUP HOLDINGS BHD	5.41	12673.1	10.3	8.8	0.5	0.5	0.9	8.7	9.8	26.0	4.8	4.7
PUBLIC BANK BERHAD	4.31	18375.5	14.1	11.9	0.3	0.3	1.7	11.9	13.3	15.9	3.7	3.6
HONG LEONG BANK BERHAD	20.66	9836.8	11.3	10.5	1.2	1.3	1.4	11.7	11.7	66.4	3.2	2.7
AMMB HOLDINGS BHD	3.98	2895.1	8.2	7.6	0.4	0.5	0.8	9.3	9.4	15.9	4.0	1.3
RHB BANK BHD	5.52	5149.7	8.7	7.1	0.6	0.6	0.8	9.0	10.5	33.5	6.1	7.2
ALLIANCE BANK MALAYSIA BHD	3.69	1254.7	8.4	7.8	0.3	0.4	0.9	10.3	10.5	20.6	5.6	5.0
Simple Average			10.4	9.1				10.1	10.9			4.5

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Regional Plantation peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 18 November 2022	Market Cap (USDm)	CY21 P/E (x)	CY22 P/E (x)	Current EPS	CY22 EPS	PBV (x)	CY21 ROE	CY22 ROE	Best DPS (sen)	Est. Yield (%)	Historical 12 Mth Div Yield
Indonesia												
ASTRA AGRO LESTARI TBK PT	8,250	1013.1	7.8	8.2	832.7	317.6	0.8	8.4	7.2	47941.2	5.8	5.4
PP LONDON SUMATRA INDONES PT	1,075	467.9	6.9	7.4	82.9	36.8	0.7	9.0	8.1	4350.0	4.0	4.7
SAMPOERNA AGRO TBK PT	2,110	244.8	N.A.	N.A.	109.3	66.0	0.8	N.A.	N.A.	N.A.	N.A.	10.7
EAGLE HIGH PLANTATIONS TBK P	69	138.8	N.A.	N.A.	N.A.	N.A.	1.1	N.A.	N.A.	N.A.	N.A.	N.A.
BAKRIE SUMATERA PLANTATIO PT	152	24.2	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
Simple Average			7.4	7.8				8.7	7.6			6.9
Singapore												
WILMAR INTERNATIONAL LTD	4.12	18705.9	8.6	9.7	0.2	0.2	1.0	11.0	9.1	13.2	4.4	4.0
GOLDEN AGRI-RESOURCES LTD	0.29	2629.1	3.4	5.9	0.0	0.0	0.5	17.8	7.9	2.1	10.1	5.6
OLAM INTERNATIONAL LTD	1.39	3882.1	N.A.	N.A.	0.1	0.1	0.8	N.A.	N.A.	N.A.	N.A.	6.1
Simple Average			6.0	7.8				14.4	8.5			5.2
Regional Average			6.7	7.8				11.5	8.0			6.1
Malaysia												
SIME DARBY PLANTATION BHD	4.31	6546.9	11.3	15.4	0.1	0.1	1.6	16.2	11.2	21.6	5.0	5.2
IOI CORP BHD	4.10	5590.6	17.9	19.4	0.2	0.1	2.4	13.1	11.3	12.0	2.9	3.4
KUALA LUMPUR KEPONG BHD	21.42	5072.5	9.8	12.7	0.9	0.6	1.7	17.8	12.5	105.1	4.9	4.7
GENTING PLANTATIONS BHD	6.45	1271.1	9.5	13.4	0.3	0.2	1.1	10.8	6.9	35.7	5.5	5.3
TA ANN HOLDINGS BERHAD	3.75	362.8	5.0	7.3	0.2	0.1	0.9	18.7	10.8	39.0	10.4	13.3
Simple Average			10.7	13.7				15.3	10.5			6.4

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Regional Telco peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 18 November 2022	Market Cap (USDm)	CY21 P/E (x)	CY22 P/E (x)	Current EPS	CY22 EPS	CY21 EV/EBITDA	CY21 EV/EBITDA	PBV (x)	CY21 ROE	CY22 ROE	Best DPS (sen)	Est. Yield (%)	Historical 12 Mth Div Yield
Indonesia														
TELKOM INDONESIA PERSERO TBK	4,010	25343.8	15.4	14.2	198.0	207.9	5.6	5.3	3.2	19.8	19.9	17099.3	4.3	3.7
PT XL AXIATA TBK	2,290	1566.9	18.7	14.6	4.1	61.3	4.4	4.1	1.2	6.5	7.3	5587.9	2.4	2.2
INDOSAT TBK PT	6,300	3240.7	15.0	25.1	-345.6	-242.4	5.2	4.8	1.9	11.9	7.8	18446.8	2.9	31.7
Simple Average			16.4	18.0			5.1	4.7		12.7	11.7			12.6
Singapore														
SINGAPORE TELECOMMUNICATIONS	2.68	32174.7	19.0	16.1	0.2	0.2	13.4	12.7	1.6	8.2	9.4	13.2	4.9	4.4
STARHUB LTD	1.06	1333.1	16.1	13.6	0.1	0.1	6.5	5.9	4.8	21.2	23.7	5.3	5.0	6.0
Simple Average			17.5	14.9			9.9	9.3		14.7	16.5			5.2
Thailand														
ADVANCED INFO SERVICE PCL	190.0	15773.0	21.4	19.2	10.2	10.8	7.6	7.2	7.2	31.5	33.4	751.7	4.0	4.0
TOTAL ACCESS COMMUNICATION	44.25	2924.5	34.7	29.7	0.6	2.7	6.0	5.8	5.9	14.8	18.1	141.2	3.2	4.3
Simple Average			28.1	24.5			6.8	6.5		23.2	25.8			4.2
Regional Average			20.0	18.9			7.0	6.5		16.3	17.1			8.1
Malaysia														
MAXIS BHD	3.83	6587.0	23.5	20.8	0.3	0.2	9.9	9.8	4.6	19.2	22.3	19.8	5.2	5.0
AXIATA GROUP BERHAD	2.85	5744.7	20.5	17.5	0.1	0.1	5.4	5.2	1.6	6.6	7.6	10.3	3.6	1.9
DIGI.COM BHD	3.87	6609.0	29.8	24.8	0.2	0.2	11.6	10.7	49.6	163.3	187.1	12.9	3.3	3.5
TELEKOM MALAYSIA BHD	5.35	4490.1	16.2	14.2	0.1	0.3	5.5	5.3	2.5	15.9	16.5	17.2	3.2	2.8
Simple Average			22.5	19.3			8.1	7.7		51.2	58.4			3.3

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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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