

20 March 2023

By *Ahamd Ramzani Bin Ramli* / ahmadramzani@kenanga.com.my *Nigel Ng* / nigel@kenanga.com.my

Research Highlights

SINGAPORE NEWS HIGHLIGHTS

- MAS: Singapore banks' exposure to Credit Suisse 'insignificant'
- StarHub user in S'pore unable to get S\$1,500 in unauthorised third party charges waived; account allegedly hacked

INDONESIA NEWS HIGHLIGHTS

- Bank Indonesia leaves rates unchanged, uses FX intervention amid market turmoil
- Indosat Ooredoo Hutchison to accelerate its digital transformation leveraging Ericsson's Digital Monetization Platform (DMP)

THAILAND NEWS HIGHLIGHTS

- BoT: External stability strong, economy recovering
- AIS to launch upgraded super-app this year

Currency Exchange

Currency	Today	1-Week Chg (%)
USD/IDR	15,345.0	-0.68%
USD/SGD	1.34	-0.57%
USD/THB	34.07	-1.96%

Singapore

Indices	Today	1-Week Chg (%)
FSTI	3,183.3	0.18%
FSTFN	1,098.18	-1.13%
FSTCG	438.96	1.38%
FSTTC	601.5	2.00%

Indonesia

Indices	Today	1-Week Chg (%)
JCI	6,678.2	-1.29%

Thailand

Indices	Today	1-Week Chg (%)
SET	1,563.7	-2.25%
SETBANK	369.8	-2.14%
SETAGRI	222.9	-6.37%
SETCOMUN	164.1	-1.71%

Singapore's Corporate News

- **MAS: Singapore banks' exposure to Credit Suisse 'insignificant'**

Singapore banks — DBS Bank, OCBC Bank and UOB Bank — have confirmed that their exposures to Credit Suisse Group AG are “insignificant”, according to the Monetary Authority of Singapore (MAS). In a response to media queries related to recent developments surrounding Switzerland’s second-biggest bank, the central bank noted that “Singapore’s banking system remains sound and resilient”. *(Source: The Edge Markets)*

- **StarHub user in S'pore unable to get S\$1,500 in unauthorised third party charges waived; account allegedly hacked**

A StarHub mobile user claimed that her account was used without her permission to make online purchases worth S\$1,504, and she has not been able to get the extra charges waived. In her post on the Complaint Singapore Facebook page on Sunday, she claimed her account was hacked between September and October 2021, and it was used to buy game items from YoungJoy Technology Limited, which produces games such as Mobile Legends: Bang Bang, from the Google Play Store. *(Source: The Star)*

Indonesia's Corporate News

- **Bank Indonesia leaves rates unchanged, uses FX intervention amid market turmoil**

Indonesia's central bank has and will continue to intervene in the currency market amid volatility linked to the closure of some U.S. banks, its governor said on Thursday, after leaving interest rates unchanged for a second straight meeting. Bank Indonesia (BI) Governor noted that the closure of three U.S. banks and problems at Credit Suisse have increased market uncertainty, halting capital flows to emerging markets and pressuring currencies, but he underlined that he saw no direct impact on local banks. *(Source: Reuters)*

- **Indosat Ooredoo Hutchison to accelerate its digital transformation leveraging Ericsson's Digital Monetization Platform (DMP)**

Indosat Ooredoo Hutchison (IDX: ISAT) and Ericsson (NASDAQ: ERIC) are partnering to enhance new digital offers for customers by accelerating Indosat's digital transformation journey. With this journey, Indosat seeks to boost its competitive edge with many new opportunities centered around digital networking – partner ecosystems, metaverse, new business models, multichannel engagements, network slicing, monetization, contextual journeys, and APIs. *(Source: Ericsson)*

Thailand's Corporate News

- **BoT: External stability strong, economy recovering**

Thailand's external stability is sound with low foreign debt and high international reserves, while the economy is recovering steadily on increased tourism and domestic spending, the Bank of Thailand (BoT) said. The central bank's gradual and measured policy normalisation remained an appropriate approach, with headline inflation expected to ease and return within the bank's target range of 1% to 3% in the second half of the year, BoT deputy governor said in a statement on Friday. *(Source: Bangkok Post)*

- **AIS to launch upgraded super-app this year**

Advanced Info Service (AIS) is upgrading its My AIS mobile application to become a super-app, which is expected to be launched by the middle of the year under the concept of Mobile First, App First. The super-app will offer a wider range of products and services to serve its users' daily digital lifestyles. They will include features pertaining to entertainment, insurance, finance, retail, health, lifestyle, and food and beverages. The company expects consumers to use these products and services all day, according to AIS chief executive. *(Source: Bangkok Post)*

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Regional Banking peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 17 Mar 2023	Market Cap (USDm)	CY22 P/E (x)	CY23 P/E (x)	Current EPS	CY22 EPS	PBV (x)	CY22 ROE	CY23 ROE	Est. DPS (sen)	Est. Yield (%)	Historical 12 Mth Div Yield
Indonesia												
BANK CENTRAL ASIA TBK PT	8,375	67106.2	22.4	20.3	316.0	374.3	4.7	19.6	19.5	19286.1	2.3	1.9
BANK RAKYAT INDONESIA PERSER	4,900	48270.3	12.8	11.4	325.4	383.8	2.5	18.3	19.2	27735.9	5.7	1.2
BANK MANDIRI PERSERO TBK PT	10,100	30635.9	10.1	9.2	847.2	995.2	2.1	19.1	19.4	54520.2	5.4	3.6
BANK NEGARA INDONESIA PERSER	9,025	10939.5	7.8	6.9	945.0	1155.9	1.2	15.0	15.3	31608.2	3.5	1.6
BANK DANAMON INDONESIA TBK	2,710	1721.6	7.2	6.6	325.2	378.3	0.6	7.7	7.9	11300.0	4.2	2.1
Simple Average			12.1	10.9				15.9	16.3			2.1
Singapore												
DBS GROUP HOLDINGS LTD	32.55	62608.5	8.6	8.4	3.1	3.8	1.5	16.9	16.4	180.4	5.5	4.4
OVERSEA-CHINESE BANKING CORP	12.26	41101.4	8.0	7.8	1.4	1.5	1.0	12.5	12.3	77.2	6.3	4.6
UNITED OVERSEAS BANK LTD	28.54	35662.1	8.5	8.0	2.8	3.4	1.2	12.9	12.9	160.7	5.6	4.2
Simple Average			8.4	8.0				14.1	13.9			4.4
Thailand												
SIAM COMMERCIAL BANK PUB CO	101.5	10020.6	7.7	7.1	11.9	13.2	0.7	9.3	9.6	498.2	4.9	4.1
BANGKOK BANK PUBLIC CO LTD	153.5	8591.1	7.9	7.3	16.1	19.4	0.6	7.1	7.3	602.0	3.9	2.6
KASIKORNBANK PCL	132.0	9170.0	7.3	6.5	17.9	18.2	0.6	8.1	8.7	479.2	3.6	2.5
KRUNG THAI BANK PUB CO LTD	16.8	6884.4	6.6	6.4	2.4	2.5	0.6	9.0	9.0	83.0	4.9	2.5
BANK OF AYUDHYA PCL	28.8	6200.6	6.5	6.2	4.1	4.4	0.6	8.8	8.9	106.5	3.7	3.0
Simple Average			7.2	6.7				8.5	8.7			2.9
Regional Average			9.3	8.6				12.6	12.8			2.9
Malaysia												
MALAYAN BANKING BHD	8.38	22525.0	10.6	10.1	0.7	0.8	1.2	10.7	10.9	61.6	7.4	6.9
CIMB GROUP HOLDINGS BHD	5.22	12414.3	8.4	7.7	0.5	0.6	0.9	10.1	10.3	32.6	6.2	5.0
PUBLIC BANK BERHAD	3.97	17183.7	11.1	10.6	0.3	0.4	1.5	13.3	13.0	18.2	4.6	4.3
HONG LEONG BANK BERHAD	20.10	9715.9	10.8	10.1	1.6	1.9	1.3	12.1	11.9	67.2	3.3	2.9
AMMB HOLDINGS BHD	3.73	2750.7	7.3	6.9	0.4	0.5	0.7	9.6	9.6	16.4	4.4	3.2
RHB BANK BHD	5.50	5209.2	7.2	6.7	0.6	0.8	0.8	10.7	10.9	43.4	7.9	7.3
ALLIANCE BANK MALAYSIA BHD	3.33	1149.6	7.6	7.2	0.4	0.4	0.8	10.4	10.4	20.8	6.2	6.7
Simple Average			9.0	8.5				11.0	11.0			5.2

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Regional Plantation peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 17 Mar 2023	Market Cap (USDm)	CY22 P/E (x)	CY23 P/E (x)	Current EPS	CY22 EPS	PBV (x)	CY22 ROE	CY23 ROE	Best DPS (sen)	Est. Yield (%)	Historical 12 Mth Div Yield
Indonesia												
ASTRA AGRO LESTARI TBK PT	7,875	985.2	9.0	9.0	832.7	317.6	0.7	7.4	7.1	35901.2	4.6	5.6
PP LONDON SUMATRA INDONES PT	1,015	450.1	7.5	7.7	82.9	36.8	0.6	8.0	7.3	5310.8	5.2	5.0
SAMPOERNA AGRO TBK PT	2,100	248.2	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	54	110.7	N.A.	N.A.	N.A.	N.A.	0.9	N.A.	N.A.	N.A.	N.A.	N.A.
BAKRIE SUMATERA PLANTATIO PT	119	19.3	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
Simple Average			8.3	8.4				7.7	7.2			7.1
Singapore												
WILMAR INTERNATIONAL LTD	4.17	19416.3	10.2	9.4	0.2	0.2	1.0	9.4	9.4	13.2	4.2	4.0
GOLDEN AGRI-RESOURCES LTD	0.29	2743.1	7.0	8.0	0.0	0.0	0.6	11.1	7.1	1.0	4.6	5.5
OLAM INTERNATIONAL LTD	1.49	4265.1	N.A.	N.A.	0.1	0.1	0.8	N.A.	N.A.	N.A.	N.A.	5.7
Simple Average			8.6	8.7				10.2	8.2			5.1
Regional Average			8.4	8.5				9.0	7.7			6.1
Malaysia												
SIME DARBY PLANTATION BERHAD	4.27	6584.9	17.3	19.1	0.1	0.1	1.6	10.0	8.8	13.9	3.3	5.2
IOI CORP BHD	3.91	5412.0	15.8	19.0	0.2	0.1	2.2	13.8	10.8	13.2	3.4	3.6
KUALA LUMPUR KEPONG BHD	21.56	5184.8	13.7	15.8	0.9	0.6	1.7	12.1	10.1	78.6	3.6	4.6
GENTING PLANTATIONS BHD	5.95	1190.4	13.3	14.1	0.3	0.2	1.0	7.0	6.8	25.9	4.4	5.7
TA ANN HOLDINGS BERHAD	3.17	311.4	7.2	8.1	0.2	0.1	0.8	10.0	9.9	23.4	7.4	12.6
Simple Average			13.4	15.2				10.6	9.3			6.4

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Regional Telco peers comparison based on Bloomberg estimation

Company Names	Local Share Price @ 17 Mar 2023	Market Cap (USDm)	CY22 P/E (x)	CY23 P/E (x)	Current EPS	CY22 EPS	CY22 EV/EBITDA	CY23 EV/EBITDA	PBV (x)	CY22 ROE	CY23 ROE	Best DPS (sen)	Est. Yield (%)	Historical 12 Mth Div Yield
Indonesia														
TELEKOMUNIKASI INDONESIA PER	4,050	26077.5	16.3	14.5	248.0	207.9	5.8	5.4	3.2	19.1	20.4	16631.9	4.1	3.7
XL AXIATA TBK PT	1,950	1664.0	15.0	12.4	4.1	61.3	4.2	4.0	1.0	6.1	7.1	4760.0	2.4	2.6
INDOSAT TBK PT	7,000	3668.4	20.9	15.2	632.5	270.6	4.7	4.4	2.0	9.7	10.9	16907.8	2.4	3.5
Simple Average			17.4	14.0			4.9	4.6		11.6	12.8			3.3
Singapore														
SINGAPORE TELECOMMUNICATIONS	2.42	29790.5	17.8	15.2	0.2	0.2	12.5	11.9	1.5	7.9	9.0	13.1	5.4	4.9
STARHUB LTD	1.02	1315.3	15.2	12.8	0.1	0.1	6.1	5.5	5.3	22.6	25.5	5.4	5.3	6.3
Simple Average			16.5	14.0			9.3	8.7		15.2	17.3			5.6
Thailand														
ADVANCED INFO SERVICE PCL	206.0	17964.2	21.3	19.4	10.2	10.8	7.8	7.4	7.1	32.4	33.9	815.3	4.0	3.7
TOTAL ACCESS COMMUNICATION	52.25	N.A.	N.A.	N.A.	0.6	2.7	N.A.	N.A.	N.A.	15.8	19.1	163.3	N.A.	N.A.
Simple Average			21.3	19.4			7.8	7.4		24.1	26.5			3.7
Regional Average			17.8	14.9			6.8	6.4		16.2	18.0			4.1
Malaysia														
MAXIS BHD	3.86	6739.7	21.4	20.5	0.3	0.2	9.8	9.6	4.7	21.8	22.8	19.4	5.0	5.2
AXIATA GROUP BERHAD	3.05	6242.8	21.9	18.7	0.1	0.1	5.8	5.6	1.2	5.3	6.2	11.6	3.8	4.6
DIGI.COM BHD	4.05	10594.9	25.8	23.4	0.2	0.2	10.0	9.7	N.A.	12.0	52.5	14.8	3.7	3.0
TELEKOM MALAYSIA BHD	4.96	4227.2	14.1	13.7	0.1	0.3	4.9	4.8	2.4	15.8	14.6	18.0	3.6	3.3
Simple Average			20.8	19.1			7.6	7.4		13.7	24.0			4.0

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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