

# Malaysia Company Guide

# Sunway Construction Group

Version 10 | Bloomberg: SCGB MK | Reuters: SCOG.KL

Refer to important disclosures at the end of this report

DBS Group Research . Equity

25 Aug 2017

**HOLD** (Downgrade from buy)

Last Traded Price ( 24 Aug 2017): RM2.32 (KLCI : 1,772.94)

Price Target 12-mth: RM2.60 (12% upside) (Prev RM2.60)

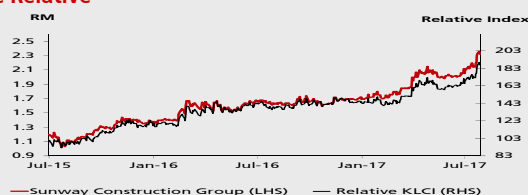
**Analyst**

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## What's New

- **2Q17 results broadly in line, 3-sen DPS declared**
- **Construction earnings remained strong but manufacturing was weak**
- **We trim our FY17-19F earnings**
- **Valuation gap with larger cap peers narrowed. Downgrade to HOLD**

## Price Relative



## Forecasts and Valuation

FY Dec (RM m)	2016A	2017F	2018F	2019F
Revenue	1,789	2,301	2,658	2,833
EBITDA	185	225	247	269
Pre-tax Profit	154	188	210	232
Net Profit	124	151	168	185
Net Pft (Pre Ex.)	124	151	168	185
Net Pft Gth (Pre-ex) (%)	(2.9)	22.1	11.4	10.4
EPS (sen)	9.55	11.7	13.0	14.3
EPS Pre Ex. (sen)	9.55	11.7	13.0	14.3
EPS Gth Pre Ex (%)	(3)	22	11	10
Diluted EPS (sen)	9.55	11.7	13.0	14.3
Net DPS (sen)	4.00	5.25	5.84	6.45
BV Per Share (sen)	38.1	44.6	51.7	59.6
PE (X)	24.3	19.9	17.9	16.2
PE Pre Ex. (X)	24.3	19.9	17.9	16.2
P/Cash Flow (X)	37.5	19.9	15.0	14.1
EV/EBITDA (X)	14.4	11.6	10.3	9.1
Net Div Yield (%)	1.7	2.3	2.5	2.8
P/Book Value (X)	6.1	5.2	4.5	3.9
Net Debt/Equity (X)	CASH	CASH	CASH	CASH
ROAE (%)	26.2	28.2	27.0	25.8
<b>Earnings Rev (%)</b>		(3)	(6)	(1)
<b>Consensus EPS (sen):</b>		12.1	13.2	13.3
<b>Other Broker Recs:</b>		B: 8	S: 0	H: 6

Source of all data on this page: Company, AllianceDBS, Bloomberg Finance L.P

## Looking fairly valued

**Malaysia's leading pure construction player.** Sunway Construction Group (SCG) is the largest listed pure play construction company in Malaysia. Given its strong track record with MRT, LRT and BRT jobs previously, we are of the view that SCG is on a strong footing to bag several key infrastructure packages from the 11MP projects. SCG has also established itself as the only construction specialist to be involved in all three Rapid Line infra projects (MRT, LRT and BRT).

**Where we differ:** We had argued that purer play contractors should not trade at too steep a discount to the larger cap diversified players like IJM, Gamuda and WCT in times of a construction upcycle where there is sustained development spending from high-multiplier projects like MRT, LRT, High Speed Rail and ECRL. Nonetheless, this valuation gap has narrowed to 9-16% vs 40-60% previously. At current valuations, we think the stock is looking fairly valued.

**Key catalysts.** We believe there is a high probability SCG could exceed its RM2bn new order win forecast for FY17F given its aggressive bid for LRT 3 packages. It could bid for up to half of the 10 civil packages. In particular, there is one large work package which spans c.9km. Based on our sensitivity analysis, for every RM500m additional increase in new order wins for FY17F will raise our FY18F net profit by 4.3% and SOP-derived TP by 9.2%.

## Valuation:

**Downgrade to HOLD, TP set at RM2.60.** Our TP is based on sum-of-parts (SOP) valuation to reflect the growing contribution from its high-margin precast business. We believe pure play construction players should at least trade at parity to its more diversified larger-cap peers in times of rising government development expenditure.

## Key Risks to Our View:

The timely execution of its peak orderbook of RM4.3bn is crucial to minimise the risk of any earnings cuts. With its strong execution track record and experience, we believe the group is able to execute the projects in a timely manner.

## At A Glance

Issued Capital (m shrs)	1,292
Mkt. Cap (RMm/US\$m)	2,998 / 701
Major Shareholders (%)	
Sunway Berhad	55.6
Tan Sri Jeffrey Cheah & Family	7.6
Free Float (%)	37.9
3m Avg. Daily Val (US\$m)	0.69

**ICB Industry :** Industrials / Construction & Materials

**WHAT'S NEW**

**Looking fairly valued**

**2Q17 results broadly in line:** Dividend of 3 sen (highest ever since listing) declared.

**Construction made up for weaker manufacturing earnings:** Construction earnings remained strong but manufacturing earnings impacted by slower progress from main contractor.

**Downgrade to HOLD, TP unchanged at RM2.60.** The stock price has done well. The valuation gap with its larger cap peers narrowing and we see limited upside from here.

**In-line performance.** SCG reported a 2Q17 net profit of RM37m (+17% y-o-y, +6% q-o-q), bringing 1H17 net profit to RM71m (+18% y-o-y). However, this was on the back of a 2% decline in 1H17 revenue to RM837m. The flattish revenue is expected as certain large-scale projects like MRT Line 2 have not filtered through meaningfully while the performance of its manufacturing division was also weak. We deem the results to be broadly in line with our and consensus estimates.

**Higher margins for construction.** 2Q17 construction pretax margin improved to 9.4% vs 5.9% in 2Q16 and 8.1% in 1Q17. The higher margins for this quarter were due to the better margins for ongoing projects and also the receipt of award from one of its Indian arbitration cases. There was also a reversal of doubtful debt of RM5m recognised under other income for this quarter, compared to RM2.6m in 2Q16. Construction turnover for 2Q17 rose 7% y-o-y to RM387m due to higher progress work from external building jobs. Its outstanding construction orderbook stands at RM4.3bn while tenderbook is at RM14bn.

**Lower precast revenue but stable margins.** For 2Q17, its precast division recorded turnover and pretax profit of RM30m (-56% y-o-y) and RM6m (-63% y-o-y) respectively. The lower numbers for 2Q17 was due to slower progress by

the main contractor and new jobs secured are only expected to contribute in the next financial year. 2Q17 pretax margin stood at 21% vs 24% in 2Q16. The outstanding precast orderbook as at 30 June 2017 stood at RM251m, sufficient for about a year of revenue visibility. The Tampines plant has been returned in April 2017 and its existing plants in Senai and Iskandar are sufficient for its existing job flows. Its Iskandar plant's capacity expansion from five to nine lines has been completed.

**Trimming earnings.** Given the slower-than-expected recognition for its manufacturing division, we lower our FY17-18F earnings by 3-6% per annum. We now forecast RM200m worth of new orders for manufacturing for FY17F vs RM300m previously. We have yet to factor in potential writebacks from its older projects which could happen in 2H17.

**Downgrade to HOLD, TP unchanged at RM2.60.** SCG's share price has done well YTD, up 38%. The valuation gap with its larger cap peers has also narrowed to 9-16% from 40-60% previously. As such, we downgrade our rating on the stock to HOLD from BUY previously.

**Quarterly / Interim Income Statement (RMm)**

<b>FY Dec</b>	<b>2Q2016</b>	<b>1Q2017</b>	<b>2Q2017</b>	<b>% chg yoy</b>	<b>% chg qoq</b>
Revenue	430	420	417	(3.0)	(0.5)
Other Oper. (Exp)/Inc	(393)	(377)	(376)	(4.4)	(0.5)
<b>Operating Profit</b>	<b>37.6</b>	<b>42.1</b>	<b>41.7</b>	<b>11.0</b>	<b>(0.8)</b>
Other Non Opg (Exp)/Inc	0.0	0.0	0.0	nm	nm
Associates & JV Inc	0.0	0.0	0.0	nm	nm
Net Interest (Exp)/Inc	0.51	2.11	1.04	103.9	(50.6)
Exceptional Gain/(Loss)	0.0	0.0	0.0	nm	nm
<b>Pre-tax Profit</b>	<b>38.1</b>	<b>44.2</b>	<b>42.8</b>	<b>12.2</b>	<b>(3.2)</b>
Tax	(6.8)	(9.5)	(6.1)	(10.8)	(36.2)
Minority Interest	0.0	0.0	0.0	nm	0.0
<b>Net Profit</b>	<b>31.3</b>	<b>34.7</b>	<b>36.7</b>	<b>17.2</b>	<b>5.9</b>
Net profit bef Except.	31.3	34.7	36.7	17.2	5.9
EBITDA	37.6	42.1	41.7	11.0	(0.8)
<b>Margins (%)</b>					
Opg Profit Margins	8.7	10.0	10.0		
Net Profit Margins	7.3	8.3	8.8		

Source of all data: Company, AllianceDBS

**CRITICAL DATA POINTS TO WATCH**

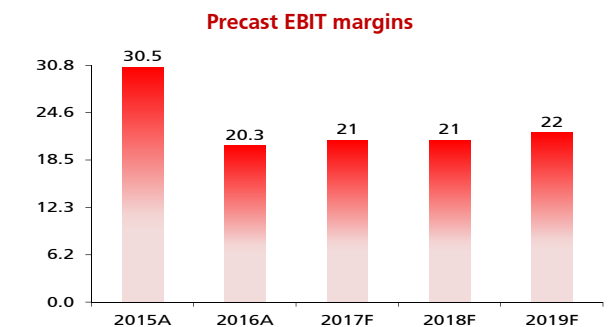
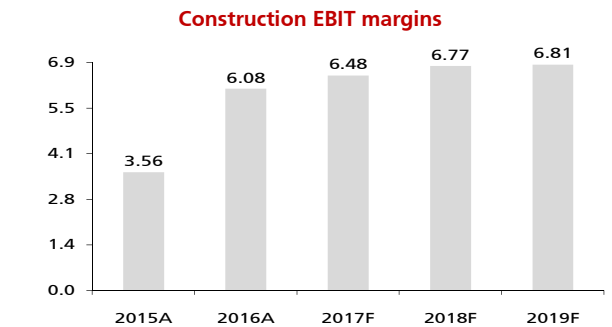
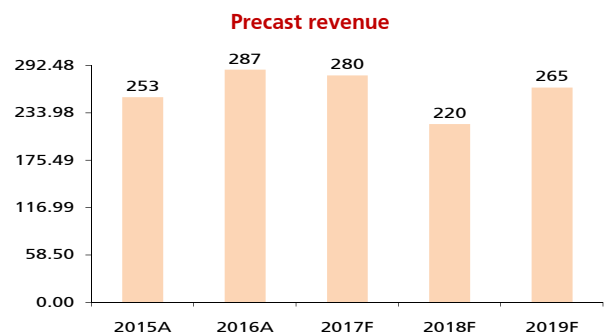
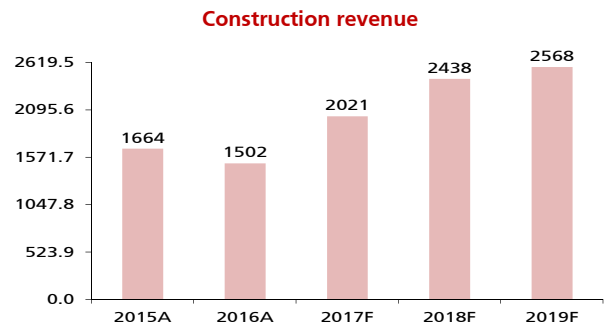
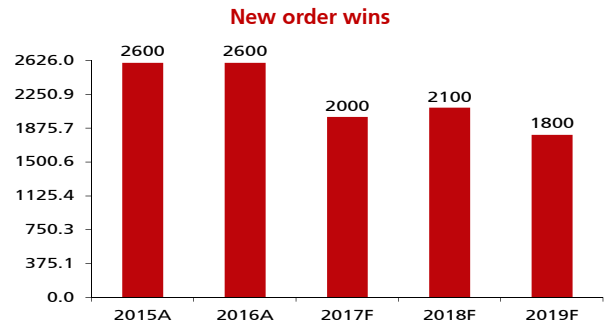
**Critical Factors**

**Contract wins key driver.** Even with its relatively short listing history, we can deduce that contract wins and to some extent earnings delivery are the key critical factors. The biggest outperformance seen was in March 2016 when it won a RM1.2bn V201 package for MRT Line 2. In April 2017, there was a notable share price increase. This was likely on the back of smaller-scaled contract wins in March as well as expectations of becoming reinstated as Shariah compliant again.

**Stronger infrastructure orderbook.** We think SCG’s construction segment is entering a ‘sweet spot’ on the back of the expected upturn in Malaysia’s construction industry. YTD wins amount to RM1bn while its outstanding orderbook is RM4.3bn. YTD wins include its MRT S201 package of RM212m which is part of its RM1.2bn MRT V201 package. Recall, the station package value is embedded in the total viaduct contract value and will be open for tender to other subcontractors. About half of its outstanding orderbook comes from two key projects – MRT Line 2 V201 and Putrajaya Parcel F. The quality of its orderbook is also strong and we think margins should also be relatively intact. Suncon is guiding for RM2bn of new wins for FY17F inclusive of precast. For 2016, the company’s new contract wins of RM2.7bn exceeded its initial guidance of RM2.5bn.

**Highly profitable precast segment.** SCG’s precast segment should be sturdy in contributing a larger share of earnings to the group. SCG’s precast division made up 13-16% of revenue in FY12-FY16. It was the largest earnings contributor in FY15, accounting for 57% of the group’s overall EBIT. The group believes the normalised margin lies in the 20-25% range. This is supported by sustainable orders from the Singapore market. Its Tampines plant has been returned but will be compensated by an additional four lines for its Iskandar plant and better capacity for its Senai plant. The overall capacity for both plants is now 156,000m<sup>3</sup> per annum.

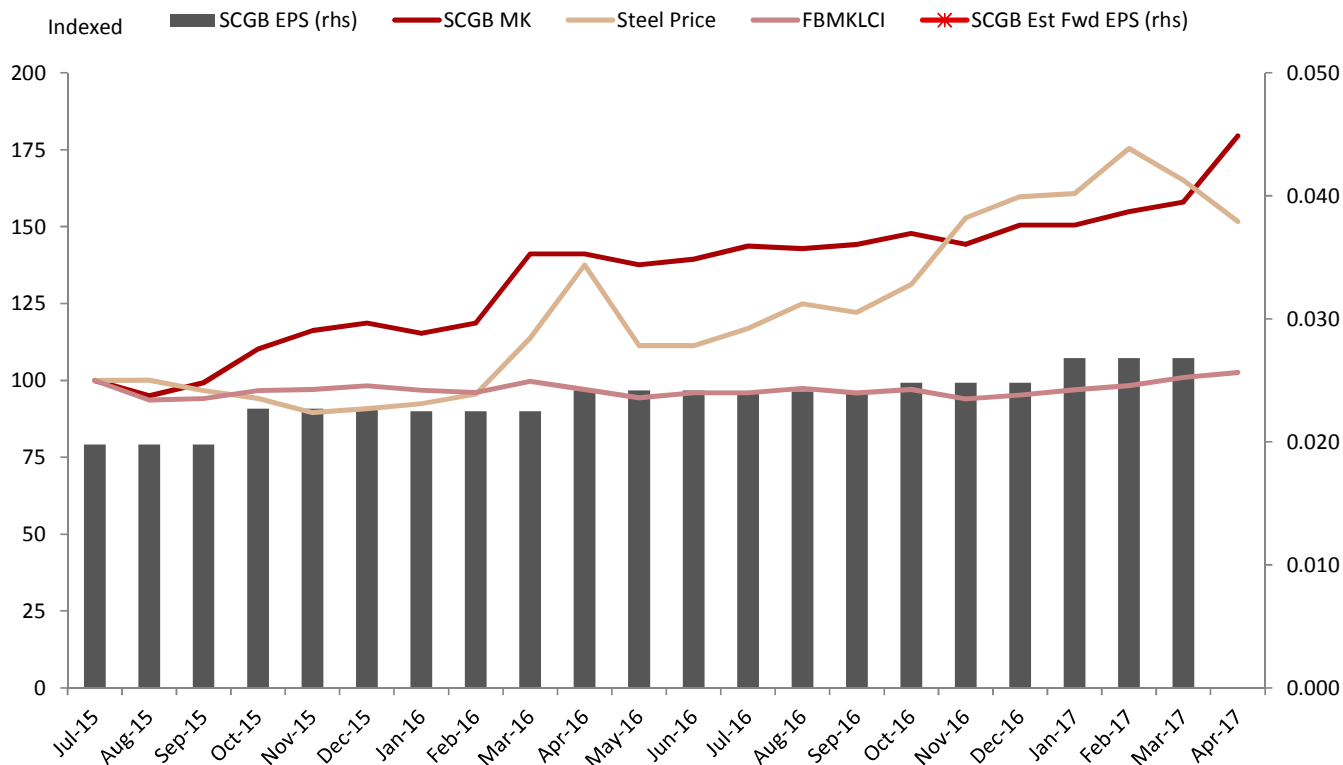
**What’s in store for 2017?** With tenders for LRT 3 already in progress, we expect some awards towards 3Q17. We understand it will bid for four to five packages including a sizeable one which would enable it to beat its new order win guidance if it wins. Besides LRT 3, it will continue to bid for internal jobs, BRT KL-Klang and there is also a traffic dispersal project in KL. It is exploring jobs overseas in two countries, Myanmar and Indonesia, but works are just in the preliminary stages.



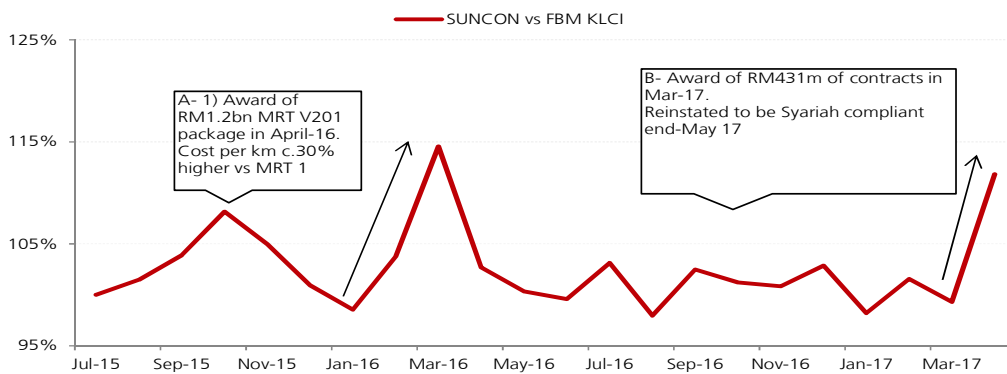
Source: Company, AllianceDBS

**Appendix 1: A look at Company's listed history – what drives its share price?**

**Suncon's share price performance**



**Suncon's share price performance vs KLCI**



SCG has a relatively short listing history with its IPO on July 2015. Thus far, it appears that contract wins is the main share driver given that it is a pure play construction stock. From January to March 2016 (Period A), SCG saw significant share price gains due to the announcement of its RM1.2bn V201 package for MRT Line 2. On a cost per km basis, the contract was also c.30% higher than its MRT Line 1 package. For = Period B, January to April 17, there were also significant share price increases. This is likely due to anticipation of it being reinstated as a Shariah-compliant stock, coupled with some other contract wins worth a total of RM431m.

**Sunway Construction**

**Balance Sheet:**

**Strong balance sheet and cash generation ability.** As at 30 June 2017, the group had a net cash position of RM364m, with no long-term borrowings and minimal working capital requirements going forward. We estimate the group will retain its strong balance sheet with a net cash position in FY17F and FY18F. Meanwhile, its ROAE is expected to hover around the 26-28% level.

**Share Price Drivers:**

**Executing on peak orderbook.** SCG's outstanding orderbook now stands at RM4.3bn which is at its peak. This gives it two and a half years of visibility. The largest projects are Putrajaya Parcel F and MRT Line 2, V201 package which form about half of the orderbook. More importantly, we think pretax margins for these two key projects will be at least 7-8%. Recall that 2015's pretax margin was low at 3.6% due to MRT Line 1 and KLCC project (NEC and Package 2 and 2A) where certain losses and provisions were recognised.

**Dividend payout policy of at least 35%.** SCG is committed to distribute a minimum 35% of its core profit to shareholders, which is uncommon among construction players. This could be attributable to its sizeable operations with a large asset base that requires little capex spending ahead. We have imputed a 45% dividend payout ratio, based on our strong net cash forecasts. This translates into decent yields of c.3-4%.

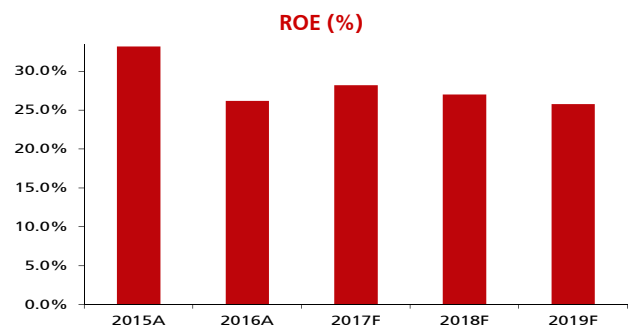
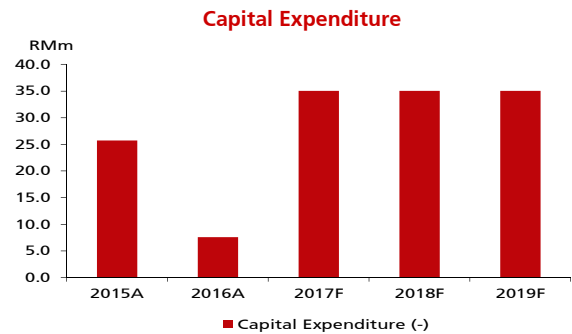
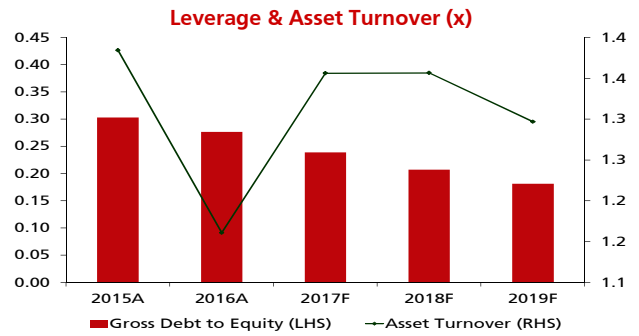
**Key Risks:**

**Delays in construction.** There may be project cost overruns due to several factors such as design and engineering issues and soil conditions.

**Fluctuating prices of raw materials.** The construction business typically requires a wide range of raw materials including steel bars, ready-mixed concrete, diesel, electrical cables and fittings, which are all subject to price fluctuations.

**Company Background**

An established player with 30 years of heritage, Sunway Construction Group (SCG) is one of Malaysia's largest construction companies. It adopts an integrated business model that covers various phases of construction activities, from project design to completion.



Source: Company, AllianceDBS

### Key Assumptions

FY Dec	2015A	2016A	2017F	2018F	2019F
New order wins	2,600	2,600	2,000	2,100	1,800
Construction revenue	1,664	1,502	2,021	2,438	2,568
Precast revenue	253	287	280	220	265
Construction EBIT margins		6.08	6.48	6.77	6.81
Precast EBIT margins		20.3	21.0	21.0	22.0

### Segmental Breakdown

FY Dec	2015A	2016A	2017F	2018F	2019F
<b>Revenues (RMm)</b>					
Construction	1,664	1,502	2,021	2,438	2,568
Precast Concrete	253	287	280	220	265
<b>Total</b>	<b>1,917</b>	<b>1,789</b>	<b>2,301</b>	<b>2,658</b>	<b>2,833</b>
<b>EBIT (RMm)</b>					
Construction		91.4	131	165	175
Precast Concrete		58.2	58.8	46.2	58.3
<b>Total</b>	<b>136</b>	<b>150</b>	<b>190</b>	<b>211</b>	<b>233</b>
<b>EBIT Margins (%)</b>					
Construction		6.1	6.5	6.8	6.8
Precast Concrete		20.3	21.0	21.0	22.0
<b>Total</b>	<b>7.1</b>	<b>8.4</b>	<b>8.2</b>	<b>7.9</b>	<b>8.2</b>

### Income Statement (RMm)

FY Dec	2015A	2016A	2017F	2018F	2019F
Revenue	1,917	1,789	2,301	2,658	2,833
Cost of Goods Sold	(1,514)	(1,413)	(1,860)	(2,193)	(2,344)
<b>Gross Profit</b>	<b>403</b>	<b>376</b>	<b>441</b>	<b>465</b>	<b>489</b>
Other Opng (Exp)/Inc	(267)	(227)	(251)	(253)	(256)
<b>Operating Profit</b>	<b>136</b>	<b>150</b>	<b>190</b>	<b>211</b>	<b>233</b>
Other Non Opng (Exp)/Inc	0.0	0.0	0.0	0.0	0.0
Associates & JV Inc	(0.1)	0.0	0.0	0.0	0.0
Net Interest (Exp)/Inc	4.54	4.08	(1.4)	(1.4)	(1.4)
Exceptional Gain/(Loss)	0.0	0.0	0.0	0.0	0.0
<b>Pre-tax Profit</b>	<b>141</b>	<b>154</b>	<b>188</b>	<b>210</b>	<b>232</b>
Tax	(13.0)	(30.0)	(37.7)	(42.0)	(46.4)
Minority Interest	(0.6)	(0.1)	0.0	0.0	0.0
Preference Dividend	0.0	0.0	0.0	0.0	0.0
<b>Net Profit</b>	<b>127</b>	<b>124</b>	<b>151</b>	<b>168</b>	<b>185</b>
Net Profit before Except.	127	124	151	168	185
EBITDA	178	185	225	247	269
<b>Growth</b>					
Revenue Gth (%)	1.9	(6.7)	28.6	15.5	6.6
EBITDA Gth (%)	10.1	4.0	21.6	9.5	8.8
Opg Profit Gth (%)	13.4	9.7	26.9	11.3	10.4
Net Profit Gth (Pre-ex) (%)	1.9	(2.9)	22.1	11.4	10.4
<b>Margins &amp; Ratio</b>					
Gross Margins (%)	21.0	21.0	19.2	17.5	17.3
Opg Profit Margin (%)	7.1	8.4	8.2	7.9	8.2
Net Profit Margin (%)	6.6	6.9	6.6	6.3	6.5
ROAE (%)	33.2	26.2	28.2	27.0	25.8
ROA (%)	9.2	8.0	8.9	8.6	8.5
ROCE (%)	25.3	20.9	22.2	21.9	21.4
Div Payout Ratio (%)	40.7	41.9	45.0	45.0	45.0
Net Interest Cover (x)	NM	NM	139.5	150.9	161.9

Source: Company, AllianceDBS

## Sunway Construction

### Quarterly / Interim Income Statement (RMm)

FY Dec	2Q2016	3Q2016	4Q2016	1Q2017	2Q2017
Revenue	430	381	553	420	417
Cost of Goods Sold	0.0	0.0	0.0	0.0	0.0
<b>Gross Profit</b>	<b>430</b>	<b>381</b>	<b>553</b>	<b>420</b>	<b>417</b>
Other Oper. (Exp)/Inc	(393)	(342)	(516)	(377)	(376)
<b>Operating Profit</b>	<b>37.6</b>	<b>39.6</b>	<b>37.0</b>	<b>42.1</b>	<b>41.7</b>
Other Non Opg (Exp)/Inc	0.0	0.0	0.0	0.0	0.0
Associates & JV Inc	0.0	0.0	0.0	0.0	0.0
Net Interest (Exp)/Inc	0.51	0.84	0.60	2.11	1.04
Exceptional Gain/(Loss)	0.0	0.0	0.0	0.0	0.0
<b>Pre-tax Profit</b>	<b>38.1</b>	<b>40.4</b>	<b>37.6</b>	<b>44.2</b>	<b>42.8</b>
Tax	(6.8)	(9.1)	(5.7)	(9.5)	(6.1)
Minority Interest	0.0	(0.2)	0.0	0.0	0.0
<b>Net Profit</b>	<b>31.3</b>	<b>31.1</b>	<b>32.0</b>	<b>34.7</b>	<b>36.7</b>
Net profit bef Except.	31.3	31.1	32.0	34.7	36.7
EBITDA	37.6	39.6	37.0	42.1	41.7

### Growth

Revenue Gth (%)	1.4	(11.4)	45.2	(24.2)	(0.5)
EBITDA Gth (%)	6.3	5.2	(6.4)	13.5	(0.8)
Opg Profit Gth (%)	6.3	5.2	(6.4)	13.5	(0.8)
Net Profit Gth (Pre-ex) (%)	7.8	(0.6)	2.7	8.3	5.9

### Margins

Opg Profit Margins (%)	8.7	10.4	6.7	10.0	10.0
Net Profit Margins (%)	7.3	8.2	5.8	8.3	8.8

### Balance Sheet (RMm)

FY Dec	2015A	2016A	2017F	2018F	2019F
Net Fixed Assets	163	135	134	134	133
Invt in Associates & JVs	0.0	0.0	0.0	0.0	0.0
Other LT Assets	17.4	15.2	15.2	15.2	15.2
Cash & ST Invt	468	467	516	607	703
Inventory	17.3	24.0	23.1	26.8	28.5
Debtors	835	912	1,122	1,296	1,382
Other Current Assets	14.4	14.9	14.9	14.9	14.9
<b>Total Assets</b>	<b>1,515</b>	<b>1,567</b>	<b>1,825</b>	<b>2,093</b>	<b>2,276</b>
ST Debt	137	137	138	139	140
Creditor	913	925	1,099	1,274	1,353
Other Current Liab	9.26	11.4	11.4	11.4	11.4
LT Debt	0.0	0.0	0.0	0.0	0.0
Other LT Liabilities	4.10	0.61	0.61	0.61	0.61
Shareholder's Equity	451	493	576	668	770
Minority Interests	0.63	0.76	0.76	0.76	0.76
<b>Total Cap. &amp; Liab.</b>	<b>1,515</b>	<b>1,567</b>	<b>1,825</b>	<b>2,093</b>	<b>2,276</b>
Non-Cash Wkg. Capital	(56.1)	14.2	49.8	52.9	60.2
Net Cash/(Debt)	332	331	378	468	563
Debtors Turn (avg days)	154.7	178.2	161.3	166.0	172.5
Creditors Turn (avg days)	211.3	243.6	202.5	200.7	207.6
Inventory Turn (avg days)	4.6	5.5	4.7	4.2	4.4
Asset Turnover (x)	1.4	1.2	1.4	1.4	1.3
Current Ratio (x)	1.3	1.3	1.3	1.4	1.4
Quick Ratio (x)	1.2	1.3	1.3	1.3	1.4
Net Debt/Equity (X)	CASH	CASH	CASH	CASH	CASH
Net Debt/Equity ex MI (X)	CASH	CASH	CASH	CASH	CASH
Capex to Debt (%)	18.8	5.5	25.5	25.3	25.1
Z-Score (X)	3.5	3.5	3.5	3.3	3.2

Source: Company, AllianceDBS

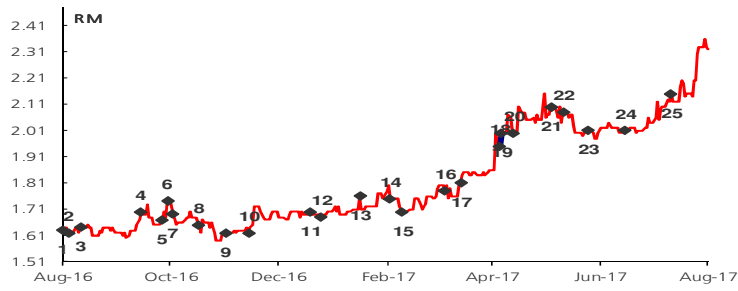


**Cash Flow Statement (RMm)**

FY Dec	2015A	2016A	2017F	2018F	2019F
Pre-Tax Profit	141	154	188	210	232
Dep. & Amort.	41.9	35.7	35.6	35.4	35.4
Tax Paid	(13.0)	(30.0)	(37.7)	(42.0)	(46.4)
Assoc. & JV Inc/(loss)	0.0	0.0	0.0	0.0	0.0
Chg in Wkg.Cap.	79.9	(71.9)	(35.6)	(3.1)	(7.3)
Other Operating CF	(13.6)	(7.6)	0.0	0.0	0.0
<b>Net Operating CF</b>	<b>236</b>	<b>79.9</b>	<b>151</b>	<b>200</b>	<b>213</b>
Capital Exp.(net)	(25.7)	(7.5)	(35.0)	(35.0)	(35.0)
Other Invts.(net)	0.0	0.0	0.0	0.0	0.0
Invts in Assoc. & JV	0.0	0.0	0.0	0.0	0.0
Div from Assoc & JV	0.0	0.0	0.0	0.0	0.0
Other Investing CF	(38.8)	86.1	0.0	0.0	0.0
<b>Net Investing CF</b>	<b>(64.5)</b>	<b>78.5</b>	<b>(35.0)</b>	<b>(35.0)</b>	<b>(35.0)</b>
Div Paid	(70.0)	(84.0)	(67.8)	(75.6)	(83.4)
Chg in Gross Debt	1.64	(0.3)	1.00	1.00	1.00
Capital Issues	0.0	0.0	0.0	0.0	0.0
Other Financing CF	65.7	1.25	0.0	0.0	0.0
<b>Net Financing CF</b>	<b>(2.6)</b>	<b>(83.1)</b>	<b>(66.8)</b>	<b>(74.6)</b>	<b>(82.4)</b>
Currency Adjustments	0.0	0.0	0.0	0.0	0.0
Chg in Cash	169	75.3	48.9	90.7	96.0
Opg CFPS (sen)	12.1	11.7	14.4	15.7	17.1
Free CFPS (sen)	16.3	5.60	8.95	12.8	13.8

Source: Company, AllianceDBS

**Target Price & Ratings History**



*Note: Share price and Target price are adjusted for corporate actions.*

S.No.	Date of Report	Closing Price	12-mth Target Price	Rating
1:	23 Aug 16	1.63	1.92	BUY
2:	26 Aug 16	1.62	1.92	BUY
3:	02 Sep 16	1.64	1.92	BUY
4:	06 Oct 16	1.70	1.92	BUY
5:	18 Oct 16	1.67	1.92	BUY
6:	21 Oct 16	1.74	1.92	BUY
7:	24 Oct 16	1.69	1.92	BUY
8:	08 Nov 16	1.65	1.92	BUY
9:	23 Nov 16	1.62	1.92	BUY
10:	06 Dec 16	1.62	1.92	BUY
11:	10 Jan 17	1.70	1.92	BUY
12:	16 Jan 17	1.68	1.92	BUY
13:	07 Feb 17	1.76	1.92	BUY
14:	24 Feb 17	1.75	2.13	BUY
15:	03 Mar 17	1.70	2.13	BUY
16:	27 Mar 17	1.78	2.13	BUY
17:	05 Apr 17	1.81	2.13	BUY
18:	27 Apr 17	1.95	2.13	BUY
19:	28 Apr 17	2.00	2.13	BUY
20:	05 May 17	2.00	2.13	BUY
21:	26 May 17	2.10	2.60	BUY
22:	02 Jun 17	2.08	2.60	BUY
23:	16 Jun 17	2.01	2.60	BUY
24:	07 Jul 17	2.01	2.60	BUY
25:	02 Aug 17	2.15	2.60	BUY

Source: AllianceDBS

Analyst: Chong Tjen-San

AllianceDBS recommendations are based on an Absolute Total Return\* Rating system, defined as follows:

- STRONG BUY** (>20% total return over the next 3 months, with identifiable share price catalysts within this time frame)
- BUY** (>15% total return over the next 12 months for small caps, >10% for large caps)
- HOLD** (-10% to +15% total return over the next 12 months for small caps, -10% to +10% for large caps)
- FULLY VALUED** (negative total return i.e. > -10% over the next 12 months)
- SELL** (negative total return of > -20% over the next 3 months, with identifiable catalysts within this time frame)

*Share price appreciation + dividends*

Completed Date: 24 Aug 2017 18:33:22 (MYT)  
Dissemination Date: 25 Aug 2017 09:00:06 (MYT)

Sources for all charts and tables are AllianceDBS unless otherwise specified.

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