

Morning Toast

Idea of the Day

TT Vision (TTVHB MK / BUY; TP: RM1.50)

Initiation: Riding on the structural growth sector

- TTV is expected to benefit from the global acceleration in solar energy adoption and anticipated semiconductor sector recovery
- New product innovations, capacity expansion and the newly set-up JV to drive margin expansion and profit growth in the years ahead
- With a 36% profit CAGR, we initiate with a BUY call and 12-month TP of RM1.50

6 June 2024

Market Indices

Indices	Last	Daily chg	YTD chg%
<i>Local</i>			
FBMKLCI	1,608.53	-6.9	10.6
FBMEmas	12,239.98	-38.5	13.1
FBMSHA	12,487.42	-16.2	13.6
FBMSCAP	18,772.56	5.1	14.8
FBMACE	5,467.61	43.6	2.7
F4GBM	978.55	-3.0	12.1
F4GBMS	1,025.68	-0.6	13.1

News of the Day

- ITMAX shares hit new all-time high as analysts bet on more smart parking jobs in Johor
- Inta Bina shares touch new record high on Gamuda job win
- XOX plans for 30-to-one share consolidation after proposing capital reduction
- Nestcon unit secures RM3.6m contract to install solar PV system
- Suria Capital inks JV agreement for mixed commercial project in Kota Kinabalu

Foreign

Dow Jones	38,807.33	96.04	3.0
S&P 500	5,354.03	62.69	12.2
Nasdaq	17,187.90	330.85	14.5
FTSE	8,246.95	14.91	6.6
Hang Seng	18424.96	-19.15	8.1
Nikkei	38,490.17	-347.29	15.0
Shanghai CI	3,065.40	-25.80	3.0
Strait Times	3,330.01	-8.93	2.8

Daily Trading Participations

	Buy (RM'm)	Sell (RM'm)	Net Buy (RM'm)
Local Institutions	1477.6	1406.9	70.7
Local Retails	752.8	754.3	-1.6
Foreign	1170.8	1239.90	-69.1

Sources: Bloomberg

Currencies

BNM Middle Rate	Last	Daily chg	YTD
USD / MYR	4.70	-0.0039	2.3
GBP / MYR	6.00	0.0011	2.8
JPY / MYR	3.01	-0.0261	-7.5
EUR/MYR	5.11	-0.0037	0.6
SGD / MYR	3.49	-0.0015	0.2
CNY / MYR	0.65	-0.0012	0.3
AUD / MYR	3.12	0.0011	-0.1

Bond Yield Movements

		Yield	D. Chg (bps)
MGS	3- year	3.56	-2
	10- year	3.87	-1
GII	3- year	3.49	-1
	10- year	3.88	-1
UST	2- year	4.72	-5
	10- year	4.28	-5

Commodities

	Last	Daily chg	D. chg %
CPO (3rd month)	3,905.00	-12.0	-0.3
Brent (1st month)	78.41	0.9	1.1
Gold (spot)	2,355.32	28.3	1.2

Source: Bloomberg

Phillip Research

research@phillipcapital.com.my

Market Pulse



Source: Trading View, Phillip Research

The FBMKLCI lost 6.87 points or 0.4% to close at 1,608.53 points. Daily losers for FBMKLCI constituents at 22 counters outweigh the gainers at 5 counters, while 3 remain unchanged. FBMKLCI losers were led by Nestle Malaysia Bhd, Petronas Dagangan Bhd and Axiata Group Bhd which lost 2.9%, 2.5% and 2.4%, respectively. On the broader market, daily losers at 599 outweigh the gainers at 547 counters, while 487 remain unchanged. The local market tracked a negative sentiment, dragged down by selling pressure in selected heavyweights. This aligns with the mixed performance of regional markets, as investors traded cautiously amid the lack of clear positive catalysts.

Yesterday, the FBMKLCI experienced a seesaw movement, rejecting from the base at the 1,620.00 points range. The index recently rebounded from the 38.2% Fibonacci retracement level. However, the index is still trading above its uptrend line and all moving averages, indicating that the bullish bias remains. Technical indicators are mixed, with the MACD trending below its signal line in the positive region while the RSI is above the 50 marks. Moving forward, if the index is able to surpass its first resistance at 1,633.15 points, this indicates that the pullback cycle has completed. The second resistance stands at 1,650.00 points, while immediate support is at 1,582.87 points.

Table 1: Our Picks

Company	Ticker	Rating	Price (RM)	TP (RM)	Upside (%)
Fundamental					
Construction					
AME Elite	AME MK	Buy	1.67	2.15	28.7
Gamuda	GAM MK	Buy	6.13	7.20	17.5
Kerjaya Prospek	KPG MK	Buy	1.85	2.00	8.1
Sunway Construction	SCGB MK	Sell	3.14	2.90	-7.6
EMS					
Cape EMS	CEB MK	Buy	0.98	1.70	73.5
NationGate	NATGATE MK	Buy	1.83	2.30	25.7
Gaming					
Genting	GENM MK	Buy	2.64	3.45	30.7
Genting Malaysia	GENT MK	Buy	4.75	5.90	24.2
Healthcare					
Optimax	OPTIMAX MK	Buy	0.69	0.95	38.7
UMediC	UMC MK	Buy	0.73	1.08	49.0
Rubber Glove					
Hartalega	HART MK	Buy	3.20	4.10	28.1
Kossan	KRI MK	Hold	2.27	2.60	14.5
Top Glove	TOPG MK	Sell	1.04	0.60	-42.3
Industrial					
Critical	CHB MK	Buy	0.83	1.20	45.5
HE Group	HEGROUP MK	Buy	0.65	0.75	16.3
Oil & Gas					
Bumi Armada	BAB MK	Buy	0.56	0.80	44.1
Dayang Enterprise	DEHB MK	Buy	2.53	3.30	30.4
Pantech	PGHB MK	Buy	1.07	1.35	26.2
Uzma	UZMA MK	Buy	1.15	2.00	73.9
T7 Global	T7G MK	Buy	0.51	0.68	34.7
Property					
Legenda Properties	LAGENDA MK	Buy	1.23	2.00	62.6
SkyWorld Development	SKYWLD MK	Hold	0.66	0.68	3.8
Renewable					
Solarvest	SOLAR MK	Buy	1.63	1.76	8.0
Technology					
Frontken	FRCB MK	Buy	4.30	5.20	20.9
Greatech	GREATEC MK	Buy	5.24	6.50	24.0
Pentamaster	PENT MK	Buy	4.85	6.23	28.5
TT Vision	TTVHB MK	Buy	1.08	1.50	38.9
UWC	UWC MK	Buy	3.27	3.68	12.5

Technical

Redtone Digital Bhd	RIB MK	Buy	1.05	1.11	5.7
Coraza Integrated Technology	CORAZA MK	Buy	0.57	0.75	31.6
Kronologi Asia Bhd	KAB MK	Buy	0.43	0.49	12.8
Econpile Holdings Bhd	ECON MK	Buy	0.47	0.70	49.5
Perdana Petroleum Bhd	PETR MK	Buy	0.38	0.46	19.7
MGB Bhd	MLG MK	Buy	0.87	1.16	33.3

ETF

EQB Dow Jones US Titans 50	EQ8US50 MK	Hold	2.60	2.31	-11.2
EQB MSCI SEA Islamic Dividend	EQ8SID MK	Buy	0.79	0.90	14.6
Principal FTSE ASEAN 40 Malaysia ETF	CIMBA40 MK	Buy	1.72	1.94	12.8
Principal FTSE CHINA 50 ETF	CIMBC25 MK	Hold	1.26	1.33	6.0
TradePlus DWA Malaysia Momentum Tracker	MOMETF MK	Hold	1.22	1.22	0.0
TradePlus Shariah Gold Tracker	GOLDETf MK	Buy	3.44	3.62	5.2

Source: Bursa, Bloomberg, Phillip Research, price as of 5th June 2024

Malaysian news highlights

Malaysia's manufacturing sector on track for broader recovery in 2H, say economists

The latest Purchasing Managers' Index (PMI) data indicates that Malaysia's manufacturing sector is on course for a broader recovery in the second half of this year, but prolonged disruptions in the supply chain from geopolitical issues could pose a challenge, said economists. Additionally, confidence levels have eased despite the positive sentiment among Malaysian manufacturers and expectations of higher output in the coming year. This has impacted manufacturers' willingness to acquire input inventories, they said. (Source: [TheEdgeMarkets](#))

Green energy development a step towards making Sarawak top global player in new economy

The emphasis given on the development of green energy in Sarawak is a step towards making the state the world's leading player in the new economy, said Sarawak Premier Tan Sri Abang Johari Tun Openg. He said the implementation of plans to produce new energy materials, as well as the development of new infrastructure and the takeover of existing infrastructure, will also bring Sarawak closer to its target of becoming a hub for Asean economic development. (Source: [TheEdgeMarkets](#))

Nga: Malaysia aims to boost collaboration for future-fit cities in Asean

Malaysia, as chair of Asean in 2025, would like to deepen its collaboration with other member states to ensure cities in the region are future fit, said the country's Housing and Local Government Minister Nga Kor Ming. Nga said this is important due to the recent and continuing heatwave, and extreme climate events. Nga said Malaysia will continue to invest and innovate in three fundamental areas — housing, planning, and urban health — to deliver the Madani Aspiration in national development. (Source: [TheEdgeMarkets](#))

Deputy foreign minister concludes visit to UAE, highlights bilateral cooperation in key areas

Deputy Foreign Minister Datuk Mohamad Alamin has concluded his working visit to the United Arab Emirates (UAE), which was from June 3 to 5. The Foreign Ministry, in a statement on Wednesday, said that while in Abu Dhabi, Mohamad had co-chaired the inaugural meeting of the Malaysia-UAE Joint Committee for Cooperation (JCC) with UAE's Minister of State Ahmed

Ali Al Sayegh. It said that during the JCC, Mohamad, in his opening remarks, reaffirmed Malaysia's commitment to enhance bilateral ties with the UAE. (Source: [TheEdgeMarkets](#))

Bill on parallel pathway issue to be presented in next Parliament meeting — Fahmi

An amendment bill related to the Specialist Degree Training Programme or Parallel Pathway will be brought to the next Parliament session, said Communications Minister Fahmi Fadzil. Fahmi, who is also the Unity Government spokesman, said this follows the presentation of a joint memorandum between Health Minister Datuk Seri Dr Dzulkefly Ahmad and Higher Education Minister Datuk Seri Dr Zambry Abdul Kadir at the Cabinet meeting on Wednesday, chaired by Prime Minister Datuk Seri Anwar Ibrahim. (Source: [TheEdgeMarkets](#))

Global news highlights

Dalio warns of US-China 'economic warfare' among top global risks

Ray Dalio said internal conflicts will be the "highlight of this year," particularly on the issue of whether the US election result will be accepted by both parties. The policies from an administration run by Donald Trump would be very different from a Democratic one, Dalio said during a video speech at the Greenwich Economic Forum in Hong Kong on Wednesday. However, on anti-China policies, there's broad agreement between the two parties. (Source: [TheEdgeMarkets](#))

Sunak hits Labour on tax but struggles to undermine Starmer

Rishi Sunak reached for a tried-and-tested Conservative weapon in his first UK election campaign debate with Keir Starmer, repeatedly warning that the Labour leader would raise taxes. But their heated prime-time TV clash showed up the prime minister's own weaknesses as much as his opponent's. Sunak accused Starmer of plotting a tax raid that would cost households £2,000 (RM12,003) if Labour is elected on July 4. It was the premier's go-to line, and his Tory party sent round a fund-raising email making exactly the same point. Starmer called it a "garbage" calculation based on made-up policies, and pointed out that the tax burden on Britons has soared under Sunak. (Source: [TheEdgeMarkets](#))

China exchanges mull withholding 'certain' data from quant funds — Reuters

The Shanghai and Shenzhen stock exchanges are considering suspending certain value-added market data feeds to institutions such as computer-driven quant funds, two sources said in an effort by Chinese regulators to tighten scrutiny of a sector blamed for contributing to market volatility. The bourses may suspend providing granular transaction details including so-called tick-by-tick data, one of the sources said. (Source: [TheEdgeMarkets](#))

US hiring slows to weakest pace since start of year in ADP data

Hiring at US companies grew in May at the slowest pace since the start of the year, restrained by a steep decline in factory payrolls and adding to evidence of a cooling in the labour market. Private payrolls increased 152,000 last month, according to the ADP Research Institute. The median estimate in a Bloomberg survey of economists called for a 175,000 increase. Manufacturing firms cut 20,000 jobs, the most since July. Professional and business services companies also shed workers, by the most in more than a year. Employment in mining and information decreased, while hiring in the leisure and hospitality sector was the slowest since November. (Source: [TheEdgeMarkets](#))

Corporate news

ITMAX shares hit new all-time high as analysts bet on more smart parking jobs in Johor

Shares in ITMAX System Bhd (KL:ITMAX) extended gains to a new all-time high on Wednesday, after analysts said the traffic management and video surveillance company is set for more jobs in Johor. ITMAX climbed as much as 2.48% or six sen to RM2.48, adding to Tuesday's 6.1% gain. The stock closed at RM2.42 on Wednesday, valuing the company at RM2.49 billion, after 4.77 million shares changed hands. Analysts said revenue from the latest smart parking system contract from the Iskandar Puteri City Council will provide additional recurring income and

flagged potential for ITMAX to expand the service to the other 15 councils. (Source: [TheEdgeMarkets](#))

Inta Bina shares touch new record high on Gamuda job win

Shares in Inta Bina Group Bhd (KL:INTA) touched a new record high on Wednesday, after the construction company announced that it had secured a RM111.98 million contract. Inta Bina climbed as much as 14.12% or six sen to 48.5 sen. At the closing bell, the counter was four sen or 9.41% higher at 46.5 sen, valuing the company at RM253.5 million on Bursa Malaysia. The counter was also active with 36.9 million shares changing hands, double its trading volume's 200-day moving average of 2.14 million shares. (Source: [TheEdgeMarkets](#))

XOX plans for 30-to-one share consolidation after proposing capital reduction

XOX Bhd (KL:XOX) said it plans to consolidate every 30 of its shares into one share a month after its proposed share capital reduction to set off its accumulated losses. In a bourse filing on Wednesday, the loss-making mobile network operator said the share consolidation is part of its plan to improve its capital structure. The proposal is not expected to alter the total value of the shares held by shareholders, according to XOX, with the theoretical share price set to increase by 30 times and the total number of issued shares to be reduced by the corresponding ratio. (Source: [TheEdgeMarkets](#))

Nestcon unit secures RM3.6m contract to install solar PV system

An indirect unit of construction group Nestcon Bhd (KL:NESTCON), whose share price shot up over 20% just two weeks ago, has secured a RM3.6 million contract to develop and install a solar photovoltaic (PV) system. According to Nestcon's filing with Bursa Malaysia on Wednesday, Nestcon Solar Sdn Bhd (NSSB), a wholly-owned subsidiary of Nestcon Sustainable Solutions Sdn Bhd, which is in turn a 51%-owned subsidiary of the company, had entered into an agreement with Subang Safety Glass Sdn Bhd to develop, design, install, construct and commission a solar PV system on the rooftop of Subang Safety Glass' premises. (Source: [TheEdgeMarkets](#))

Suria Capital inks JV agreement for mixed commercial project in Kota Kinabalu

Suria Capital Holdings Bhd (KL:SURIA), which operates eight major ports in Sabah, said it has entered into a deal to develop a mixed commercial project in the Kota Kinabalu Port area. In a filing to Bursa Malaysia on Wednesday, the group said it will be jointly developing the project, known as the Jesselton Docklands 1 project, with Jesselton Docklands 1 Sdn Bhd (JD 1). Suria Capital said the two parties will set up a project team that will be responsible for managing all aspects of the project's execution and implementation. (Source: [TheEdgeMarkets](#))

Wasco CEO sees earnings growth sustained by RM3.2b order book

Wasco Bhd (KL:WASCO), formerly known as Wah Seong Corp Bhd, expects its earnings growth to continue in the upcoming quarters, after net profit came in at a seven-year high for the first quarter of 2024 (1QFY2024). The pipe coating specialist's rosy earnings outlook hinges on its RM3.2 billion order book, according to Wasco group chief executive officer and managing director Giancarlo Maccagno. Maccagno expects the group, whose share price has climbed 47% since the beginning of this year, to deliver profitability in the "next few quarters" with the jobs on hand. (Source: [TheEdgeMarkets](#))

Sarawak Cable sued by Serendib Capital over termination of white knight agreement

Sarawak Cable Bhd (KL:SCABLE) said it is being sued by Serendib Capital Ltd over the termination of the Memorandum of Agreement between the two parties to undertake a "resuscitation exercise" to revive the loss-making manufacturer. In a filing with Bursa Malaysia on Wednesday, Sarawak Cable said the UK-based company is seeking declaratory reliefs, specific performance, a permanent injunction and damages in the lawsuit. The group said it had been served with undated and unsealed copies of the legal papers by Rosli Dahlan Saravana Partnership, the law firm representing Serendib Capital. (Source: [TheEdgeMarkets](#))

Contact Information (Regional Member Companies)

SINGAPORE

Phillip Securities Pte Ltd
Raffles City Tower
250, North Bridge Road #06-00
Singapore 179101
Tel +65 6533 6001
Fax +65 6535 6631
Website: www.poems.com.sg

JAPAN

Phillip Securities Japan, Ltd.
4-2 Nihonbashi Kabuto-cho Chuo-ku,
Tokyo 103-0026
Tel +81-3 3666 2101
Fax +81-3 3666 6090
Website: www.phillip.co.jp

THAILAND

Phillip Securities (Thailand) Public Co. Ltd
15th Floor, Vorawat Building,
849 Silom Road, Silom, Bangrak,
Bangkok 10500 Thailand
Tel +66-2 6351700 / 22680999
Fax +66-2 22680921
Website www.phillip.co.th

UNITED STATES

Phillip Capital Inc
141 W Jackson Blvd Ste 3050
The Chicago Board of Trade Building
Chicago, IL 60604 USA
Tel +1-312 356 9000
Fax +1-312 356 9005
Website: www.phillipusa.com

INDIA

PhillipCapital (India) Private Limited
No.1, 18th Floor, Urmi Estate
95, Ganpatrao Kadam Marg
Lower Parel West, Mumbai 400-013
Maharashtra, India
Tel:+91-22-2300 2999/Fax:+91-22-2300 2969
Website: www.phillipcapital.in

MALAYSIA

Phillip Capital Sdn Bhd
B-18-6 Block B Level 18 Unit 6 Megan Avenue II,
No .12, Jalan Yap Kwan Seng, 50450 Kuala
Lumpur
Tel +603 2783 0300
Fax +603 2166 5099
Website: www.phillip.com.my

INDONESIA

PT Phillip Securities Indonesia
ANZ Tower Level 23B,
Jl Jend Sudirman Kav 33A
Jakarta 10220 – Indonesia
Tel +62-21 5790 0800
Fax +62-21 5790 0809
Website: www.phillip.co.id

FRANCE

King & Shaxson Capital Limited
3rd Floor, 35 Rue de la Bienfaisance 75008
Paris France
Tel +33-1 45633100
Fax +33-1 45636017
Website: www.kingandshaxson.com

AUSTRALIA

Phillip Capital Limited
Level 10, 330 Collins Street
Melbourne, Victoria 3000, Australia
Tel +61-03 8633 9803
Fax +61-03 8633 9899
Website: www.phillipcapital.com.au

TURKEY

PhillipCapital Menkul Degerler
Dr. Cemil Bengü Cad. Hak Is Merkezi
No. 2 Kat. 6A Caglayan
34403 Istanbul, Turkey
Tel: 0212 296 84 84
Fax: 0212 233 69 29
Website: www.phillipcapital.com.tr

HONG KONG

Phillip Securities (HK) Ltd
11/F United Centre 95 Queensway
Hong Kong
Tel +852 2277 6600
Fax +852 2868 5307
Websites: www.phillip.com.hk

CHINA

Phillip Financial Advisory (Shanghai) Co Ltd
No 550 Yan An East Road,
Ocean Tower Unit 2318,
Postal code 200001
Tel +86-21 5169 9200
Fax +86-21 6351 2940
Website: www.phillip.com.cn

UNITED KINGDOM

King & Shaxson Capital Limited
6th Floor, Candlewick House,
120 Cannon Street,
London, EC4N 6AS
Tel +44-20 7426 5950
Fax +44-20 7626 1757
Website: www.kingandshaxson.com

CAMBODIA

Phillip Bank Plc
Ground Floor of B-Office Centre,#61-64,
Norodom Blvd Corner Street 306,Sangkat
Boeung Keng Kang 1, Khan Chamkamorn,
Phnom Penh, Cambodia
Tel: 855 (0) 7796 6151/855 (0) 1620 0769
Website: www.phillipbank.com.kh

DUBAI

Phillip Futures DMCC
Member of the Dubai Gold and
Commodities Exchange (DGCX)
Unit No 601, Plot No 58, White Crown Bldg,
Sheikh Zayed Road, P.O.Box 212291
Dubai-UAE
Tel: +971-4-3325052 / Fax: + 971-4-3328895

Contact Information (Phillip Malaysia Investor Centres)
MALAYSIA

Phillip Investor Centre – Alor Setar (Kedah)
 Lot T-30 2nd Floor,
 Wisma PKNK, Jalan Sultan Badlisha,
 05000 Alor Setar, Kedah
 Tel: +604 731 7088 / Fax: 604 731 8428
 Website: www.phillip.com.my

MALAYSIA

Phillip Investor Centre – Kluang (Johor)
 No. 73, 1st Floor,
 Jalan Rambutan, 86000 Kluang.
 Tel: +607 771 7922 / Fax: 607 771 7909
 Website: www.phillip.com.my

MALAYSIA

Phillip Investor Centre – Kuantan (Pahang)
 1st Floor, B400,
 Jalan Beserah, 25300 Kuantan.
 Tel: +609 566 0800 / Fax: 609 566 0801
 Website: www.phillip.com.my

MALAYSIA

Phillip Investor Centre – Kuching (Sarawak)
 Lot 2650 1st Floor, Suite A, Block 10 KCLD
 Central Park Commercial Centre,
 3rd Mile, Jalan Rock, 93200, Kuching,
 Sarawak, Malaysia.
 Tel: +6082 247 633 / Fax: 6082 245 644
 Website: www.phillip.com.my

MALAYSIA

Phillip Investor Centre – Johor Bahru (Johor)
 15-01A, Jalan Molek 1/29,
 Taman Molek, 81100 Johor Bahru,
 Johor Darul Takzim, Malaysia
 Tel: +607 352 1808 / Fax: 607 352 4808
 Website: www.phillip.com.my

MALAYSIA

Phillip Investor Centre – Kota Damansara (Petaling Jaya)
 12A, Jalan PJU 5/8,
 Dataran Sunway, Kota Damansara,
 47810 Petaling Jaya, Selangor, Malaysia.
 Tel: +603 9212 2818 / Fax: 603 6140 7133
 Website: www.phillip.com.my

MALAYSIA

Phillip Investor Centre – Melaka
 No. 542A, Jalan Merdeka,
 Taman Melaka Raya,
 75000 Melaka, Malaysia
 Tel: +606 292 0018 / Fax: 606 292 4511
 Website: www.phillip.com.my

MALAYSIA

Phillip Investor Centre – Sibü (Sarawak)
 No. 6B Jalan Bako,
 96000 Sibü, Sarawak.
 Tel: +6084 377 933 / Fax: -
 Website: www.phillip.com.my

MALAYSIA

Phillip Investor Centre – Skudai (Johor)
 9A, Jalan Sutera Tanjung 8/2,
 Taman Sutera Utama,
 81300 Skudai, Johor, Malaysia.
 Tel: +607 557 2188 / Fax: 607 557 8788
 Website: www.phillip.com.my

MALAYSIA

Phillip Investor Centre – Kota Kinabalu (Sabah)
 Lot No. G-4, Ground Floor,
 Menara MAA, No 6, Lorong Api-Api 1,
 88000 Kota Kinabalu, Sabah.
 Tel: +6088 335 346 / Fax: -
 Website: www.phillip.com.my

MALAYSIA

Phillip Investor Centre – Penang
 No. 29A Ground Floor Suite 2, Beach Street,
 10300 Penang, Malaysia.
 Tel: +604 202 0039 / Fax: 607 261 3822
 Website: www.phillip.com.my

Disclaimers

Legal and Regulatory Notices (Electronic Communications)

© 2018 PRSB.

Important disclosures

This research report is strictly confidential and has been prepared for information purposes only by Phillip Research Sdn Bhd ("PRSB"), a subsidiary of Phillip Capital Holdings Sdn Bhd ("PCH") and is meant for circulation to its clients and clients of other subsidiaries companies of PCH particularly Phillip Mutual Berhad ("PMB"), Phillip Capital Management Sdn Bhd ("PCM"), Phillip Wealth Planners Sdn Bhd ("PWP") and Phillip Capital Sdn Bhd ("PCSB") (collectively refer to as Phillip Group other licensed intermediaries ("PGOLI")) only or such other persons as may be deemed eligible to receive such research report, information or opinion contained herein. Neither the publication/communication nor any portion hereof may be reprinted, distributed, sold, resold, redistributed, copied, reproduced, published, republished, displayed, posted or transmitted in any form or media or by any means without the written consent of PRSB.

The policy of PRSB is to only publish research that is impartial, independent, clear, fair, and not misleading. Analysts never receive compensation from companies they cover. Regulations or market practice of some jurisdictions/markets prescribe certain disclosures to be made for certain actual, potential or perceived conflicts of interests relating to a research report as below. This research disclosure is for your information only and does not constitute any recommendation, representation or warranty. Absence of a disclosable position should not be taken as endorsement on the validity or quality of the research report or recommendation.

To maintain the independence and integrity of PRSB's research, PGOLI activities such as fund management, dealing in securities (restricted to unit trust and private retirement scheme), dealing in derivatives, clearing for derivatives, financial planning and research business lines are distinct from one another. This means that PRSB is not part of and does not report to any of PGOLI. Accordingly, PGOLI does not supervise nor control the activities of PRSB's research analysts. PRSB's research analysts report to the Head of Research, who in turn report to PRSB's senior management.

PRSB and PGOLI have in place internal controls designed to manage conflicts of interest that may arise as a result of PGOLI engaging in fund management, dealing in securities (restricted to unit trust and private retirement scheme), dealing in derivatives, clearing for derivatives, financial planning and PRSB activities. Some examples of these controls include: the use of information barriers and other information controls designed to ensure that confidential information is only shared on a "need to know" basis and in compliance with PRSB and PGOLI's Chinese Wall policies and procedures; measures designed to ensure that interactions that may occur among PRSB's research personnel, fund management, dealing in securities (restricted to unit trust and private retirement scheme), dealing in derivatives, clearing for derivatives, and financial planning, PGOLI's financial product issuers and PRSB's research analysts do not compromise the integrity and independence of PRSB's research.

Neither analysts nor their household members/associates/may have a financial interest in, or be an officer, director or advisory board member of companies covered by the analyst unless disclosed herein. In circumstances where an analyst has a pre-existing holding in any securities under coverage, those holdings are grandfathered and the analyst is prohibited from trading such securities up to the date of the publication of this research report.

Unless specified otherwise, PRSB did not receive investment banking/non-investment banking income from, and did not manage/co-manage a public offering for, the listed company during the past 12 months, and it does not expect to receive investment banking compensation from the listed company within the coming three months. Unless mentioned otherwise, PRSB does not own a material disclosable position, and does not make a market, in the securities.

We hereby certify that the views expressed in this research report accurately reflect our views about the securities and/or the issuers and that no part of our compensation were or will be directly or indirectly related to the specific recommendation or views contained in this report or to any investment banking relationship with the subject company covered in this report (for the past one year) or otherwise any other relationship with such company which leads to receipt of fees from the company except in ordinary course of business of the company. We hereby confirm that our analyst(s) has/have not been placed under any undue influence, intervention or pressure by any person(s) in compiling this research report. This report is prepared without any intention to raise, lower or maintaining the price of the securities covered or to induce the recipient to buy or sell the securities covered. In addition, our analyst(s) included herein attest that he/she/they was/were not in possession of any material, non-public price sensitive information regarding the subject company at the time of publication of the report. Save from the disclosure below (if any), we are not aware of any material conflict of interest.

Key to PRSB investment ratings:

Equity:

BUY: Total stock return expected to exceed +10% over 12-month period
 HOLD: Total stock return to be between -10% and +10% over a 12-month period
 SELL: Total stock return is expected to below 10% over a 12-month period

ETFs (Criteria applies to rating assignments from 16th December 2019):

BUY: Total return expected to exceed +10% over 12-month period
 HOLD: Total return to be between -10% and +10% over a 12-month period
 SELL: Total return is expected to below 10% over a 12-month period

Funds:

The rating a mathematical scoring system that include risks (standard deviation, Sharpe Ratio) and returns (1-year, 3-year, 5-year and consistency).
 BUY: Total return (including income distribution) is positive and above peers' average while risk factors are low;
 O-PF: Total return is positive and above peers' average but has higher risk factors;
 SELL: Total return is negative.

For a history of the recommendations and price targets for companies mentioned in this report, as well as company specific disclosures, please write to: Phillip Research Sdn Bhd, B-18-6, Block B Level 18, Megan Avenue II, 12 Jalan Yap Kwan Seng, 50450 Kuala Lumpur, Malaysia.

The information, opinions and estimates herein are not directed at, or intended for distribution to or use by, any person or entity in any jurisdiction where doing so would be contrary to law or regulation or which would subject PRSB and/or its associate companies to any additional registration or licensing requirement within such jurisdiction. The information and statistical data herein have been obtained from sources we believe to be reliable. Such information has not been independently

verified and we make no representation or warranty as to its accuracy, completeness or correctness. Any opinions or estimates herein reflect the judgment of PRSB at the date of this publication/communication and are subject to change at any time without notice. Where any part of the information, opinions or estimates contained herein reflects the views and opinions of a sales person (include but not limited to Financial Planners and Marketing Representative or a non-analyst), such views and opinions may not correspond to the published view of PRSB. This is not a solicitation or any offer to buy or sell. This publication/communication is for information purposes only and does not constitute any recommendation, representation, warranty or guarantee of performance. Any price target given in the report may be projected from one or more valuation models and hence any price target may be subject to the inherent risk of the selected model as well as other external risk factors. This is not intended to provide professional, investment or any other type of advice or recommendation and does not take into account the particular investment objectives, financial situation or needs of individual recipients. Before acting on any information in this publication/communication, you should consider whether it is suitable for your particular circumstances and, if appropriate, seek professional advice, including tax advice. PRSB, and PGOLI do not accept any responsibility and cannot be held liable for any person's use of, or reliance on the information and opinions contained herein. To the extent permitted by applicable securities laws and regulations, PRSB accepts no liability whatsoever for any direct or consequential loss arising from the use of this publication/communication or its contents. Where the publication does not contain ratings, the material should not be construed as research but is offered as factual commentary. It is not intended to, nor should it be used to form an investment opinion about the non-rated companies.

Subject to any applicable laws and regulations at any given time, PRSB, PGOLI and their respective affiliates or companies or individuals connected with PRSB may have used the information contained herein before publication and may have positions in, may from time to time purchase or sell or have a material interest in any of the securities mentioned or related securities, or may currently or in future have or have had a business or financial relationship with, or may provide or have provided investment banking, capital markets and/or other services to, the entities referred to herein, their advisors and/or any other connected parties. As a result, investors should be aware that PRSB, PGOLI and/or their respective affiliates or companies or such individuals may have one or more conflicts of interest. Regulations or market practice of some jurisdictions/markets prescribe certain disclosures to be made for certain actual, potential or perceived conflicts of interests relating to research reports. Details of the disclosable interest can be found in certain reports as required by the relevant rules and regulation. Disclosures therein include the position of PRSB and PGOLI only. Unless specified otherwise, PRSB did not receive any compensation or other benefits from the subject company covered in this publication/communication.

The analysts/contributors to this publication/communication may be employed by any relevant PGOLI entity, which is different from the entity that distributes the publication/communication in the respective jurisdictions.

PRSB, PGOLI and/or its officers, directors and employees, may, to the extent permitted by applicable law and/or regulation, deal as principal, agent, or otherwise, or have long or short positions in, or buy or sell, the securities, commodities or instruments, or options or other derivative instruments based thereon, of issuers or securities mentioned herein. PGOLI may also act as market maker or liquidity provider (within the meaning of applicable regulations in the UK) in the financial instruments of the issuer. Where the activity of market maker is carried out in accordance with the definition given to it by specific laws and regulations of the US or other jurisdictions, this will be separately disclosed within the specific issuer disclosures.

Investors should not consider this report as only a single factor in making their investment decision and, as such, the report should not be viewed as identifying or suggesting all risks, direct or indirect, that may be associated with any investment decision. PRSB produces a number of different types of research product including, among others, fundamental analysis and quantitative analysis; recommendations contained in one type of research product may differ from recommendations contained in other types of research product, whether as a result of differing time horizons, methodologies or otherwise. PRSB and PGOLI publishes research product in a number of different ways including the posting of product on the PGOLI portals and/or distribution directly to clients. Different groups of clients may receive different products and services from the research department depending on their individual requirements.

Figures presented herein may refer to past performance or simulations based on past performance which are not reliable indicators of future performance. Where the information contains an indication of future performance, such forecasts may not be a reliable indicator of future performance. Moreover, simulations are based on models and simplifying assumptions which may oversimplify and not reflect the future distribution of returns. Any figure, strategy or index created and published for illustrative purposes within this report is not intended for "use" as a "benchmark".

Certain securities are subject to fluctuations in exchange rates that could have an adverse effect on the value or price of, or income derived from, the investment.

With respect to Fixed Income Research: Recommendations fall into two categories: tactical, which typically last up to three months; or strategic, which typically last from 6-12 months. However, trade recommendations may be reviewed at any time as circumstances change. 'Stop loss' levels for trades are also provided; which, if hit, closes the trade recommendation automatically. Prices and yields shown in recommendations are taken at the time of submission for publication and are based on either indicative Bloomberg, Reuters or PGOLI prices or yields at that time. The prices and yields shown are not necessarily those at which the trade recommendation can be implemented.

The securities described herein may not have been registered under the US Securities Act of 1933 (the '1933 Act'), and, in such case, may not be offered or sold in the US or to US persons unless they have been registered under the 1933 Act, or except in compliance with an exemption from the registration requirements of the 1933 Act. Unless governing law permits otherwise, any transaction should be executed via PhillipCapital Group entity in your home jurisdiction.