

Bursa Malaysia-Maybank Sectorial Series

“Why Malaysia?” - The Equity Market Perspective

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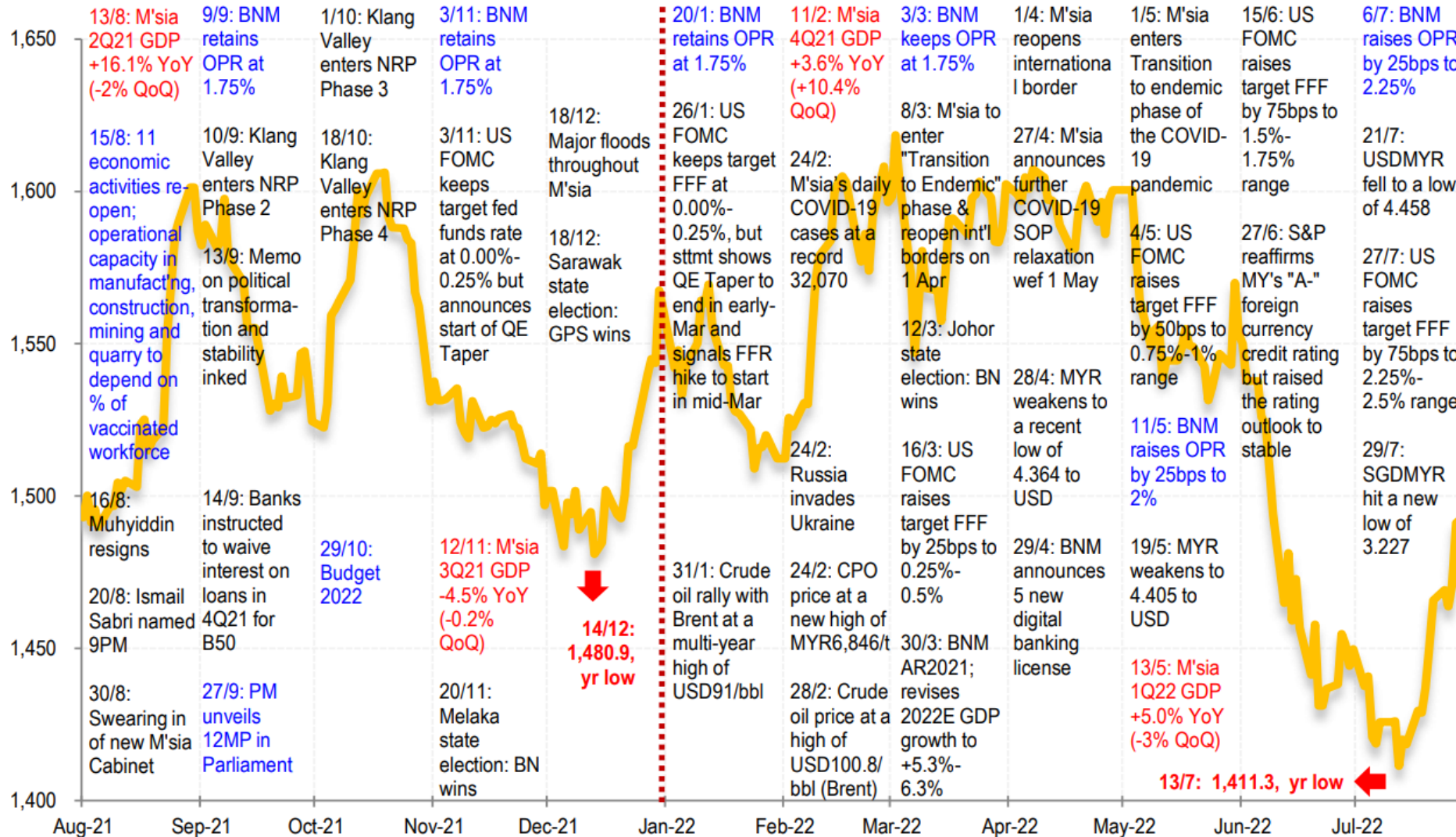
Investment Banking Group





KLCI's 12 months' journey, major events

KLCI hit a 9-year low in mid-March 2020; then hit 2020 YTD high on 11 Dec



Note: KLCI was -3.6% in 2021 +6.3% in 2020, -9.5% in 2019, -5.9% in 2018, +9.4% in 2017, -3.0% in 2016, -3.9% in 2015, -5.7% in 2014.

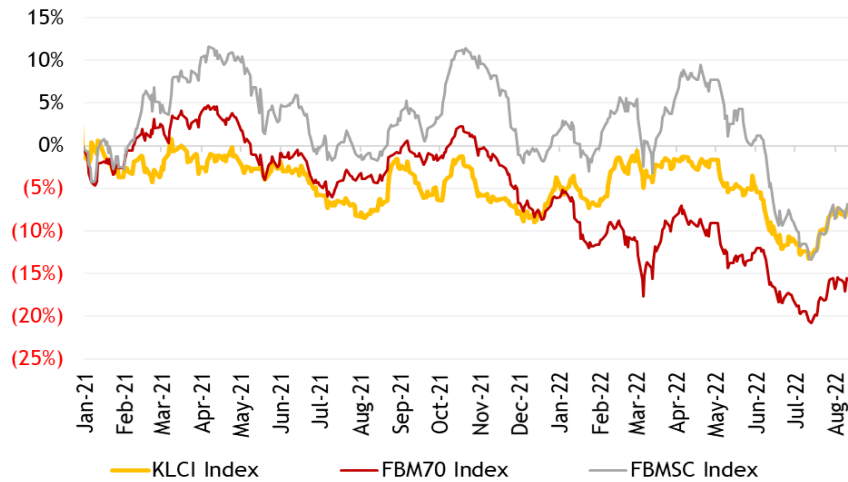
KLCI's record high close was 1,895.2 on 19 Apr 2018.

Note: KLCI at 1,568 (31 Dec 2021), 1,627 (31 Dec 2020), 1,531 (31 Dec 2019), 1,691 (31 Dec 2018), 1,797 (29 Dec 2017), 1,642 (30 Dec 2016), 1,693 (31 Dec 2015), 1,761 (31 Dec 2014).

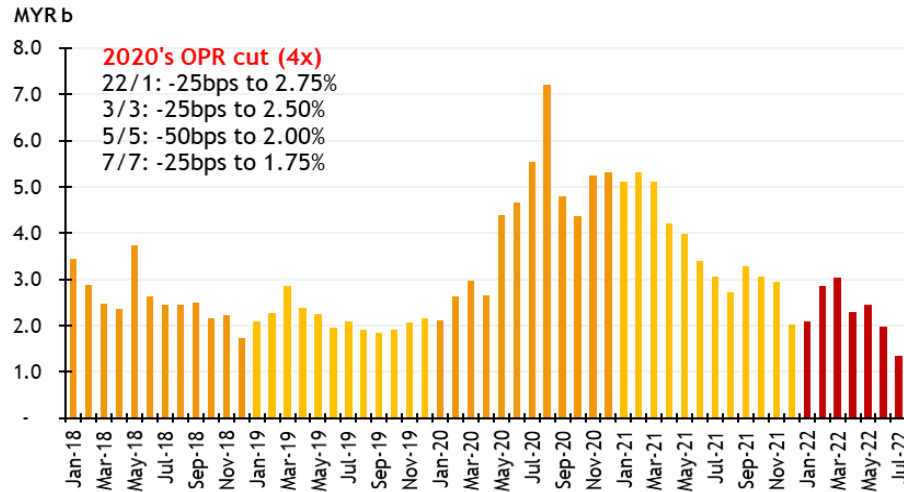


KLCI: not spared headwinds but a relative outperformer nonetheless

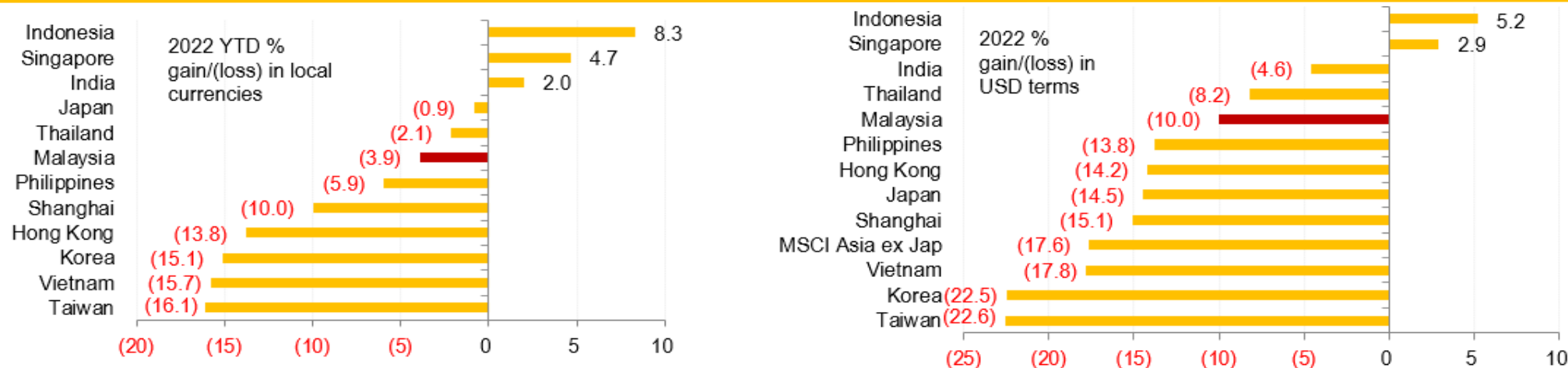
Malaysia key indices, since Jan 2021 (% gain/ (loss))



Bursa: Monthly Average Daily Value (ADTV) trend



Asia market performance: country benchmark indices vs. MSCI Asia ex-Japan



KLCI constituent ownership by controlling shareholders / GLCs / GLICs

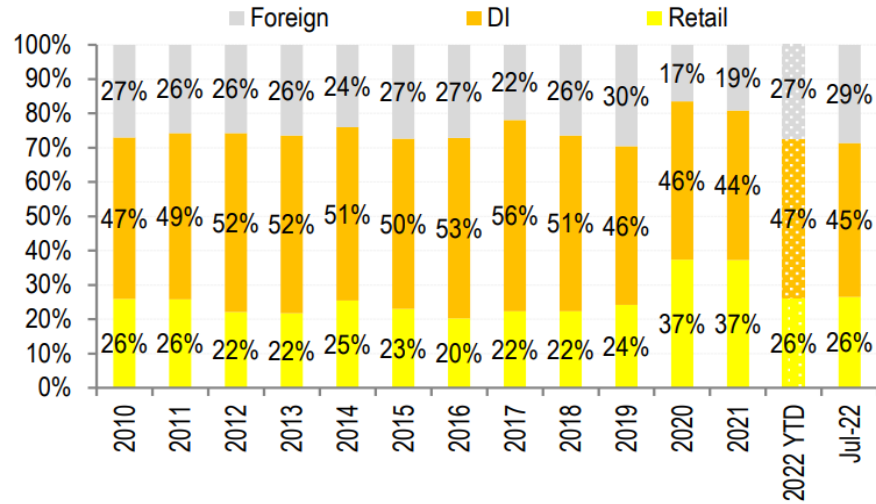


Company	Stock code	Non-GLC/GLIC							% total	Total (RMbn)
		Market Cap (RM bn)	major sh. (%)	EPF (%)	Khazanah (%)	PNB (%)	KWAP (%)	Petronas (%)		
1 Maybank	MAY MK	107.4		13.9		46.0	4.9	64.8	69.6	
2 Public Bank	PBK MK	90.3	21.6	15.3		2.4	4.1	43.5	39.3	
3 Petronas Chemicals	PCHEM MK	70.4		7.0		6.0	2.7	64.4	56.3	
4 IHH Healthcare	IHH MK	57.2	32.8	9.7	26.0	4.3	3.3	76.1	43.5	
5 CIMB	CIMB MK	56.9		15.7	24.8	10.6	6.7	57.7	32.8	
6 Tenaga Nasional	TNB MK	49.6		16.0	25.6	17.8	7.3	66.7	33.1	
7 Hong Leong Bank	HLBK MK	45.3	62.0	9.3		1.3	1.2	73.8	33.4	
8 Press Metal	PMAH MK	39.9	34.8	2.8			0.8	38.3	15.3	
9 Petronas Gas	PTG MK	34.1		13.9		9.4	10.5	51.0	28.9	
10 MISC	MISC MK	32.1		12.4		8.1	5.1	51.0	24.6	
11 Sime Plantations	SDPL MK	32.1		14.9		55.5	6.4	76.8	24.6	
12 Nestle (M)	NESZ MK	31.8	72.6	9.5			1.1	83.2	26.5	
13 Maxis	MAXIS MK	29.7	62.3	12.0		10.4	1.5	86.1	25.5	
14 DiGi.Com	DIGI MK	28.6	49.0	15.1		10.1	3.7	77.9	22.3	
15 Axiata Group	AXIATA MK	26.6		17.1	36.7	17.5	2.9	74.2	19.8	
16 IOI Corp	IOI MK	25.7	50.4	12.1		8.2	3.4	74.1	19.0	
17 RHB Bank	RHBBANK MK	25.1	10.2	42.2		7.0	5.8	65.1	16.3	
18 Kuala Lumpur Kepong	KLK MK	24.2	47.7	11.1		7.2	0.6	66.6	16.1	
19 PPB Group	PEP MK	23.7	50.2	11.8			0.9	62.9	14.9	
20 Hong Leong FG	HLFG MK	22.6	77.5	3.1			2.3	82.8	18.7	
21 Petronas Dagangan	PETD MK	21.9		11.7		9.2		63.9	18.6	
22 Telekom Malaysia	T MK	21.1		18.7	20.1	14.3	10.4	63.5	13.4	
23 MR. D.I.Y.	MRDIY MK	19.9	68.6					68.6	13.6	
24 Genting Bhd	GENT MK	18.3	43.0					43.0	7.9	
25 Genting (M)	GENM MK	16.8	49.5					49.5	8.3	
26 Sime Darby	SIME MK	15.7		8.8		50.0	7.4	66.2	10.4	
27 Dialog	DLG MK	13.0	19.1	13.5		3.1	9.3	45.1	5.9	
28 Inari Amertron	INRI MK	10.8	14.3	6.2			8.8	29.3	3.2	
29 Top Glove	TOPG MK	6.8	35.5	6.0			1.5	43.1	2.9	
30 Hartalega	HART MK	6.8	42.9	8.0			1.9	52.8	3.6	
	TOTAL	1,004.3							668.3	
31 AMMB Holdings	AMM MK	13.4	33.5	9.4		7.5	1.4	51.7	6.9	
32 QL Resources	QLG MK	12.2	63.8	7.0		1.3	2.3	74.4	9.1	
33 Westports	WPRTS MK	11.8	65.9	7.3		3.3	6.2	82.7	9.7	
34 Msia Airports	MAHB MK	10.4		15.4	33.2	5.0	5.7	59.3	6.1	
35 Gamuda	GAM MK	9.8		14.7		16.6	8.1	39.4	3.8	

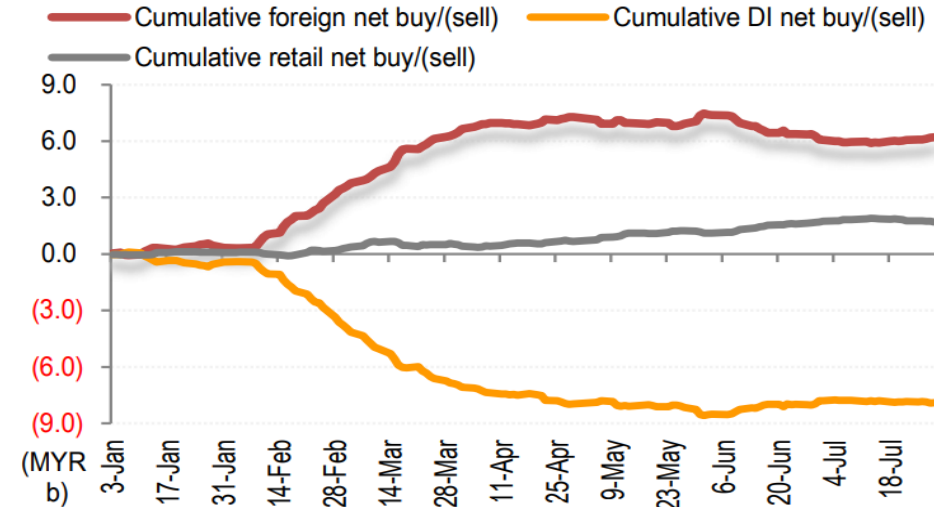


Malaysia equities: foreign interest picks up, retail trading moderates YTD

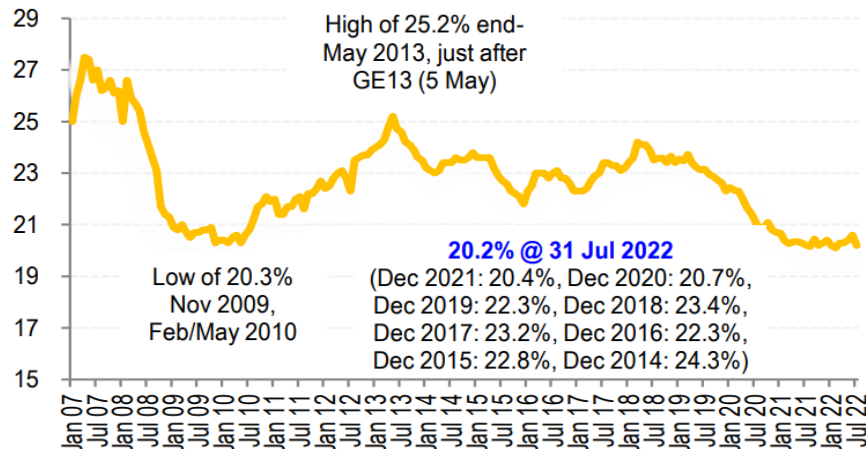
Foreign vs. domestic institution vs. domestic retail trade participation since early-2010 (%)



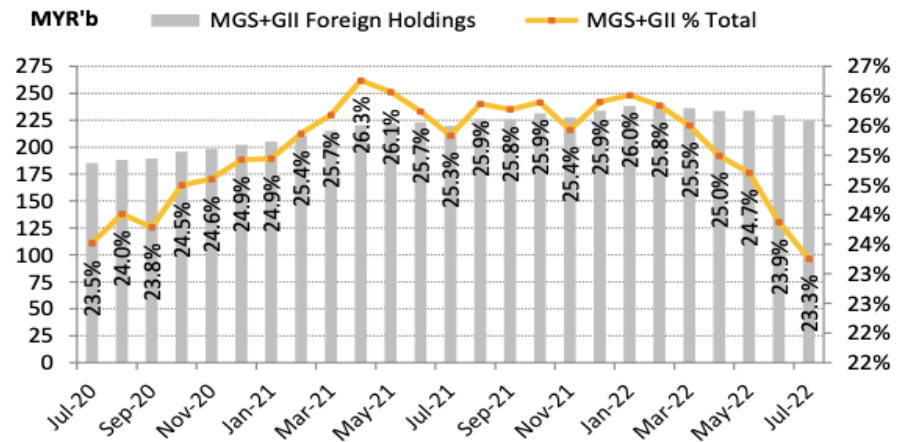
Cumulative foreign, domestic insti and retail net buy/(sell) of MY equities in 2022 YTD (MYR b)



Foreign holdings recovered to **20.2%** as of end-July 2022



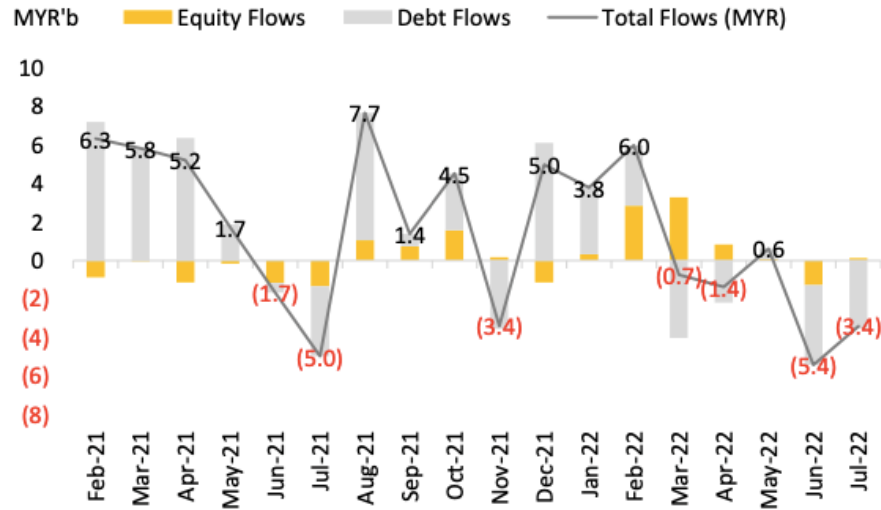
MGS + GII - foreign holding level



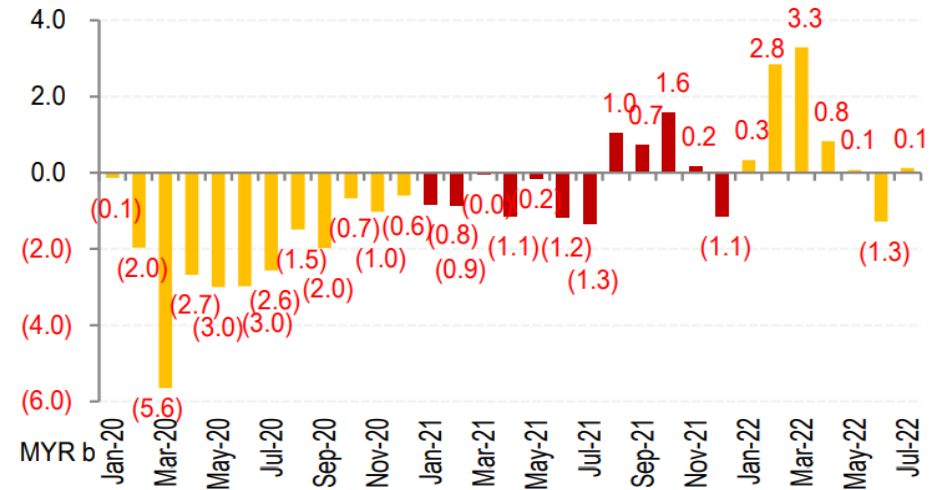


Equities vs. fixed income: foreign interest starting to cool

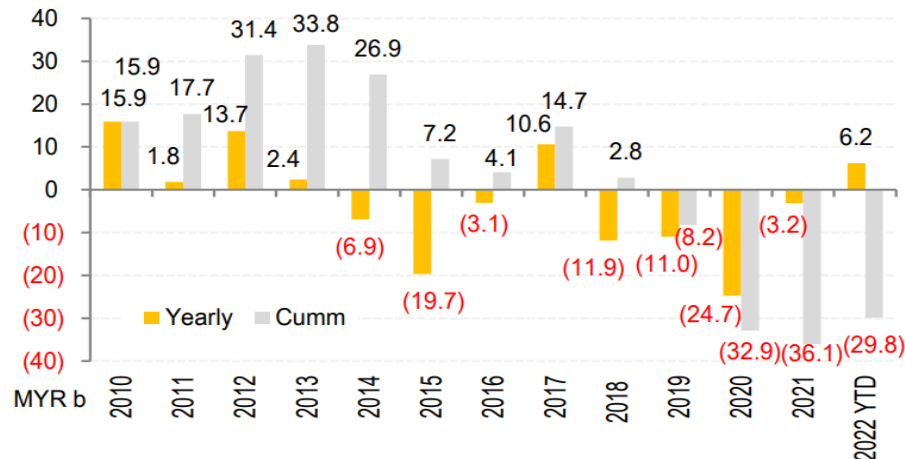
Total foreign portfolio flows - equities + bonds (MYR b)



July net buy was a negligible MYR0.1b, taking YTD net inflow to +MYR6.2b; 2021 net sell: -MYR3.2b (2020 net sell: -MYR24.7bn)



Cumulative foreign net sell at -MYR29.8b as at end-June 2022



Foreign net buy/sell across ASEAN (2020 to 2022-YTD)

Monthly (USD mil)	Indonesia	Philippines	Thailand	Vietnam	Malaysia
Jul-22	(150)	(80)	128	(18)	28
Jun-22	(501)	(207)	(841)	89	(291)
May-22	(243)	(350)	592	138	18
Apr-22	2,783	(99)	321	170	193
Mar-22	584	(204)	1,006	(174)	783
Feb-22	1,220	141	1,931	(16)	679
Jan-22	425	(56)	432	(131)	79
Dec-21	101	1,724	695	(130)	(271)
Nov-21	(214)	5	(324)	(383)	40
Oct-21	926	8	474	(234)	378
Sep-21	305	(47)	338	(396)	177
Aug-21	312	33	175	(313)	248
Jul-21	67	(183)	(522)	215	(318)
2021	2,688	(5)	(1,632)	(2,537)	(773)
2020	(3,220)	(2,513)	(8,287)	(674)	(5,811)

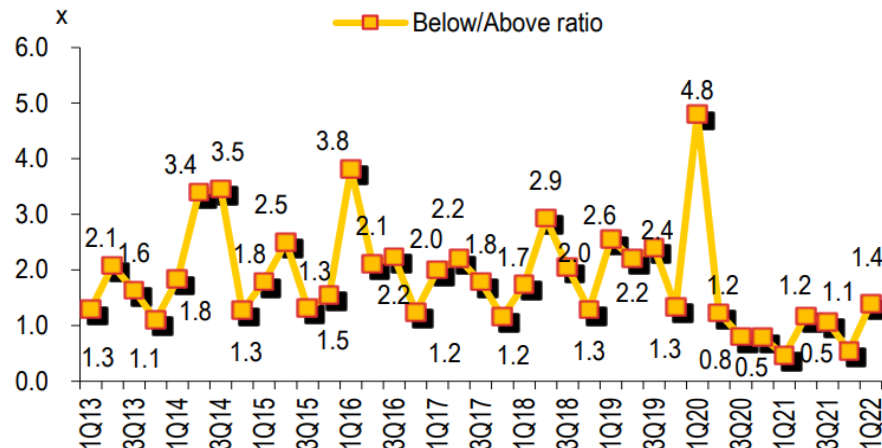


1Q22 Results Highlights: Mixed, reopening tailwinds notwithstanding

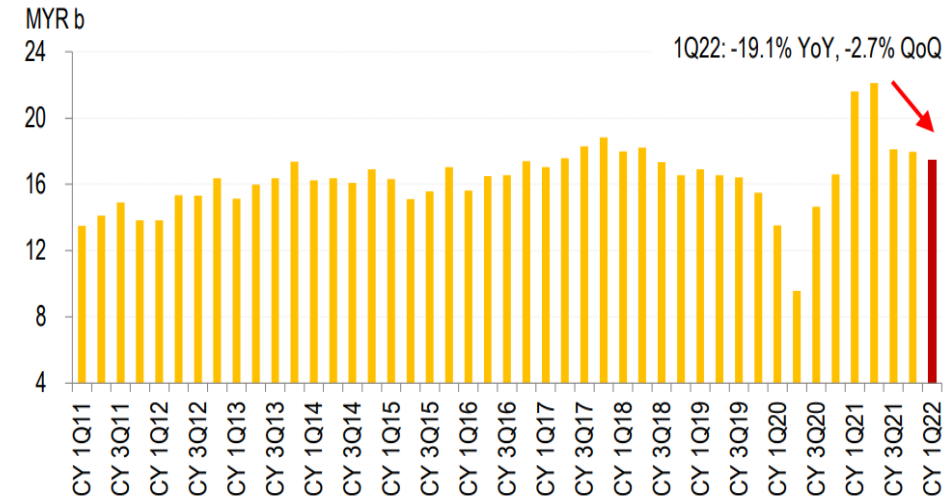
1Q22 profit moderates; -3% QoQ, -19% YoY (2021: +38% YoY)

- 1Q22 core net profit for coverage companies with quarters ending Feb/Mar 2022 contracted both YoY and QoQ, with key drags being *Cukai Makmur*, the Gloves sector turning loss-making and broad margin pressure from rising costs. 3 sectors posted improved core profits both YoY/QoQ - Telco, REITs and Oil & Gas. Only 2 stocks were upgraded (4Q21: 9), both to BUY - CMS and Gas(M) - while 10 were downgraded (4Q21: 5), of which 2 were cut to SELL i.e. Bursa and LCT.
- Per following slide, for FY2022E, we now estimate -1.0% core earnings decline (-3.9% previously), led by contractions in commodities/ASP-centric sectors (gloves, petrochem,), and *Cukai Makmur* impact (41 stocks). For 2023E, we see growth rebounding post-CM and per sustained economic recovery, with +15.9%/+12.4% earnings expansion for our universe/KLCI, respectively. Ex-glove stocks, research universe core earnings growth is +13.2% and +17.1% for 2022E/2023E, respectively. Recommended sector weightings / positioning are per slide 19.

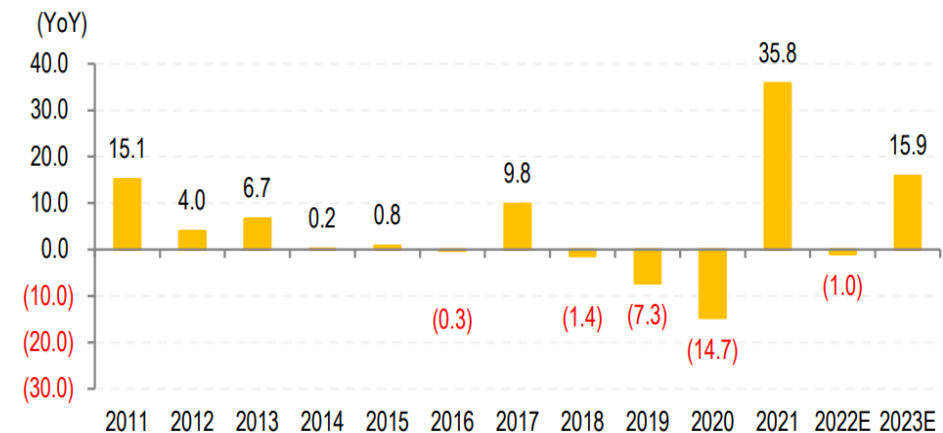
Below-to-above expectation ratio (of research universe)



Quarterly core profit of research universe (quarter ended Mar-22)



Research universe core earnings growth



MY Research Universe earnings growth, PE, P/B, ROE (post-1Q22 reporting)



Sector	Core earnings (MYR m)				Core earnings gwth (% YoY)				CAGR (%)
	CY20A	CY21A	CY22E	CY23E	CY20A	CY21A	CY22E	CY23E	CY21-23E
Banks	22,682	28,928	29,464	34,349	(18.7)	27.5	1.9	16.6	9.0
Non-bank Financials	1,019	1,010	881	936	29.8	(0.9)	(12.8)	6.3	(3.7)
Consumer	2,060	2,428	3,118	3,566	(23.2)	17.9	28.4	14.3	21.2
Healthcare	850	1,625	1,893	2,263	(24.8)	91.2	16.5	19.6	18.0
Automotive	1,570	1,531	1,933	2,161	(3.3)	(2.5)	26.3	11.8	18.8
Construction, Infra	1,316	1,428	1,560	1,605	(18.9)	8.5	9.2	2.9	6.0
Gaming - NFO	255	170	393	464	(43.3)	(33.4)	131.4	17.9	65.2
Gaming - Casino	(1,848)	(2,091)	1,067	3,164	NA	13.1	NA	196.7	NM
Gloves	7,245	11,491	2,007	1,410	373.5	58.6	(82.5)	(29.7)	(65.0)
Media	544	480	451	566	(16.1)	(11.8)	(6.0)	25.4	8.6
Oil & Gas	1,335	(1,383)	1,801	2,717	NA	NA	NA	50.9	NM
Petrochemical	1,997	8,179	6,471	6,425	(39.2)	309.6	(20.9)	(0.7)	(11.4)
Plantation	3,642	7,417	8,382	5,746	119.5	103.6	13.0	(31.4)	(12.0)
Property - Developer	880	1,056	1,508	1,716	(60.2)	20.0	42.8	13.8	27.5
Property - REIT	1,615	1,491	1,973	2,163	(21.2)	(7.7)	32.3	9.6	20.4
Renewables	84	74	95	131	(3.7)	(12.9)	28.8	38.1	33.4
Technology	1,130	1,525	1,675	2,003	82.3	34.9	9.8	19.6	14.6
Telco	4,800	5,189	5,114	5,942	(7.9)	8.1	(1.4)	16.2	7.0
Transport - Aviation	(4,257)	(3,662)	(2,978)	762	NA	(14.0)	(18.7)	NA	NM
Transport - Shipping	2,159	1,889	1,914	2,028	34.1	(12.5)	1.4	5.9	3.6
Transport - Port	619	737	635	777	(4.0)	19.0	(13.8)	22.4	2.7
Utility	7,547	8,209	7,613	8,286	(4.7)	8.8	(7.3)	8.8	0.5
Stocks under cvrg	57,244	77,719	76,968	89,178	(14.7)	35.8	(1.0)	15.9	7.1

MY Research Universe earnings growth, PE, P/B, ROE (post-1Q22 reporting)



Sector	PER (x)			P/B (x)			ROE (%)		
	CY21A	CY22E	CY23E	CY21A	CY22E	CY23E	CY21A	CY22E	CY23E
Banks	12.9	12.6	10.8	1.2	1.2	1.1	7.7	9.5	9.2
Non-bank Financials	8.8	10.1	9.5	1.5	1.4	1.3	17.9	17.4	14.0
Consumer	38.1	29.6	25.9	8.5	7.6	7.0	21.6	22.2	25.8
Healthcare	38.6	33.2	27.7	2.6	2.4	2.3	3.6	6.6	7.4
Automotive	15.0	11.9	10.6	0.9	0.9	0.9	6.4	6.0	7.4
Construction, Infra	14.9	13.7	13.3	0.9	0.8	0.8	5.7	5.9	6.2
Gaming - NFO	29.8	12.9	10.9	1.6	1.5	1.5	8.1	5.3	12.0
Gaming - Casino	NM	33.1	11.2	0.8	0.8	0.8	(3.9)	(4.6)	2.3
Gloves	2.6	14.8	21.1	2.0	1.9	1.8	60.3	75.4	12.6
Media	10.7	11.3	9.0	4.6	4.3	3.8	51.4	42.8	37.5
Oil & Gas	NM	16.1	10.7	1.5	1.4	1.2	5.1	(7.0)	8.6
Petrochemical	10.6	13.4	13.5	1.8	1.7	1.6	4.7	17.2	12.9
Plantation	14.3	12.7	18.5	2.0	1.9	1.8	7.6	14.2	14.9
Property - Developer	19.5	13.6	12.0	0.4	0.4	0.4	1.9	2.1	3.0
Property - REIT	23.6	17.8	16.2	1.0	1.0	1.0	4.7	4.2	5.5
Renewables	9.6	7.5	5.4	0.6	0.6	0.5	8.7	6.4	7.5
Technology	29.0	26.4	22.1	5.1	4.4	4.0	17.0	17.7	16.5
Telco	22.1	22.4	19.3	3.2	3.1	3.0	13.5	14.4	13.9
Transport - Aviation	NM	NM	17.9	4.3	82.6	20.6	(72.3)	(116.5)	(1,807.2)
Transport - Shipping	16.9	16.7	15.8	0.9	0.9	0.9	6.7	5.5	5.6
Transport - Port	16.0	18.5	15.1	3.8	3.6	3.4	21.9	23.6	19.3
Utility	12.6	13.6	12.5	1.1	1.1	1.0	8.4	8.8	7.8
Stocks under cvrg	16.1	16.3	14.1	1.5	1.4	1.4	7.0	9.2	8.7

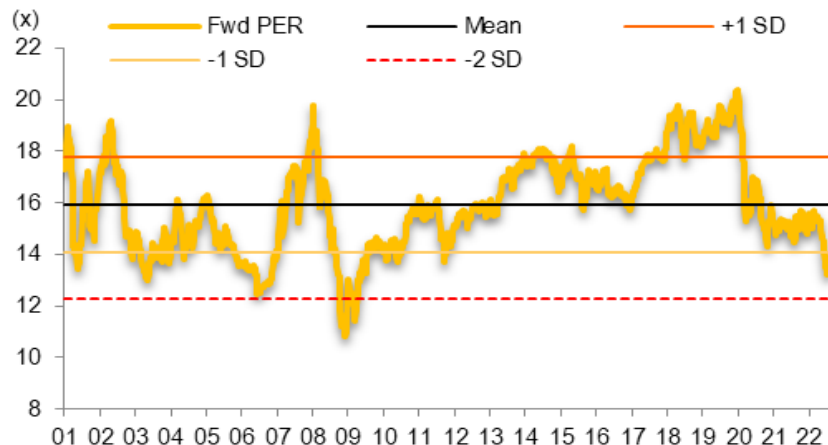


Market earnings growth and valuations

Balanced via mix of growth and value, + yield focus

- ❑ Balancing continuing earnings, policy risks with domestic liquidity support and earnings/dividend yield gaps vs. Rf/MGS, revised end-2022 1,500 KLCI target implies 13x post-CM 12M fwd. PER, -1.5SD vs. historical LT mean i.e. downside risk to forecast mid-teens 23E earnings bounce.
- ❑ We advocate balanced positioning + yield thematic; sector preferences are Financials (laggards + rates upside), Tech / Software / Renewables (secular growth + FX boost), Oil & Gas (oil price proxy, transitioning pivots), Petrochems (oil-linked ASP upside), Aviation (reopening plays) and Auto / Gaming (reopening); selective re Plantations (has run), Telcos, Hospitals, Logistics, broader Consumer (prefer the SMIDs) and Construction. We are underweight Gloves.

KLCI's 12M forward PER at 13.9x @ 12 Aug 2022, or -1.1SD of LT mean (mean=15.9x, 1SD =1.8x)



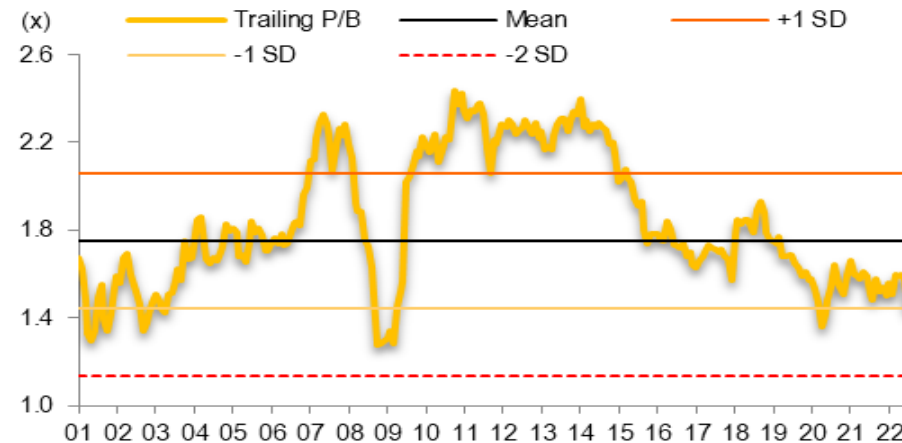
Source: Bloomberg (as of 29 Jul), Maybank IBG Research (compilation)

Market earnings growth & valuation (post-Cukai Makmur)

Malaysia equities growth & valuation		2021A	2022E	2023E
KLCI @ 1,502	PE (x)	14.0	15.0	13.2
Earnings Growth	(%)	37.4%	(6.2%)	13.0%
Research Universe	PE (x)	15.5	15.8	13.6
Earnings Growth	(%)	35.4%	(1.9%)	16.4%

Source: Maybank IBG Research, FactSet (as of 05 Aug)

KLCI's trailing P/B at 1.50x @ 12 Aug 2022, or -0.8SD of LT mean (mean=1.75x, 1SD = 0.31x)





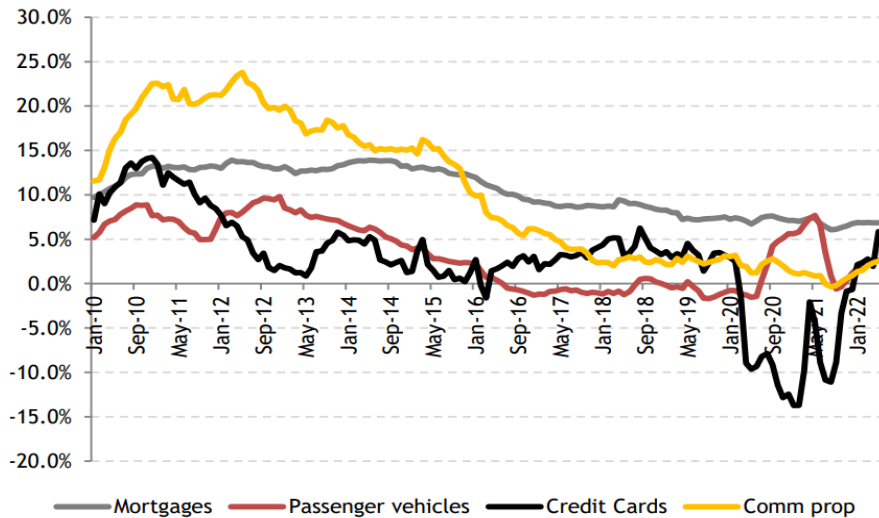
Thematics: Reopening/Mobility, Inflation and Interest Rates

- **Reopening/Mobility:** as reflected by Google mobility index, economic reopening / ending of lockdowns has normalised intra-country people movement to pre-pandemic levels, while the subsequent relaxation of international borders into 2Q22 has seen a rebound in air traffic albeit from a depressed base. The rebound in domestic mobility benefits the broad economy, particularly consumption-linked sectors such as consumer/retail (e.g. **MRDIY MK**) and retail REITs (e.g. **PREIT MK**) where footfall is recovering even as rental rebates decline. Other beneficiaries of greater intra-country worker mobility and easing operating restrictions include the property construction/building material (**GAM MK**), auto/transport (**BAUTO MK**) and leisure (**GENM MK**) sectors. Reopening of internal borders will most directly benefit the aviation sector, especially airport operators (**MAHB MK**) and an entrenched regional, volume-driven airline like **AAGB MK** (Capital A). Tourism proxies will also gain, including hotels/leisure (**GENT MK**) and hospital groups that benefit from medical tourism (**IHH MK, KPJ MK**).
- **Inflation:** while rising cost pressures is resulting in margin pressures across multiple sectors, winners in an inflationary environment with sustained growth would include commodities exposures such as oil & gas (**PCHEM MK, YNS MK, HIBI MK**) and palm oil (**IOI MK, KLK MK**), consumer staples where demand is relatively inelastic and pricing power is strong (**FFB MK, BFOOD MK**), consumer brands that benefit from down trading as real disposable incomes / affordability is eroded (**MRDIY MK, PAD MK**), banks from the perspective of higher inflation leading to higher interest rates, which are good for net interest margins (**RHBBANK MK, ABMB MK**) and green energy stocks as transition plans accelerate in the face of surging energy prices (**SOLAR MK, CYP MK**). A key loser from eroding real disposable incomes is consumer discretionary stocks where demand is elastic and pricing power weak. If GDP growth is increasingly under pressure i.e. stagflation scenario, a more defensive approach via utilities (**GMB MK, T MK**) and healthcare (**IHH MK, KPJ MK**) is warranted.
- **Interest Rates/FX:** with ASEAN rate hikes, including Malaysia, likely to lag the Fed, and China's unwavering zero-Covid strategy, regional currencies are set to remain under pressure vs. the USD – this is a boon for local-cost exporters, especially the tech and manufacturing sectors, but a margin squeeze for importers of USD inputs (e.g. commodities, auto parts, media content). Most sectors will see earnings drag from higher finance costs, especially property/REITs-centric leveraged operating models. However, sectors enjoying both interest income uplift from net cash balance sheets and FX tailwind given USD-exports are petrochemicals (**PCHEM MK**) and technology (**INRI MK, VITRO MK, GREATEC MK, FRCB MK**), respectively.

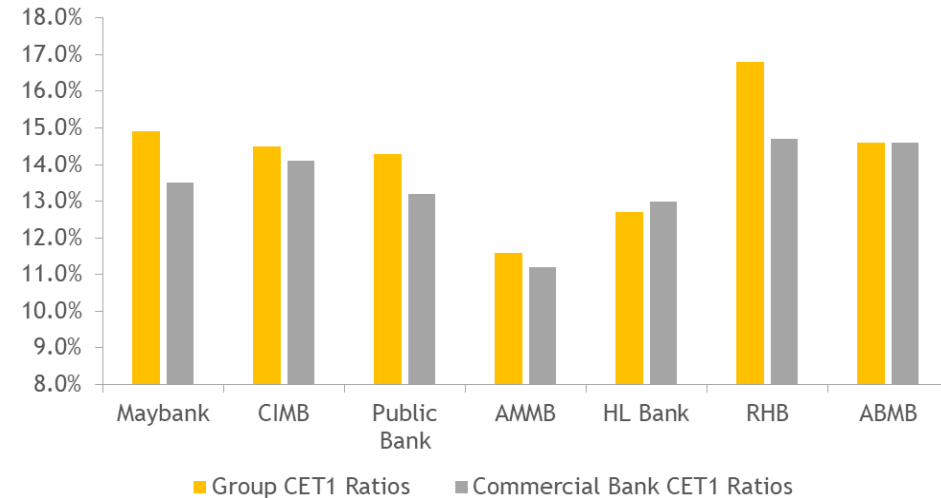


Banking sector: sluggish loan growth but NPLs looking contained

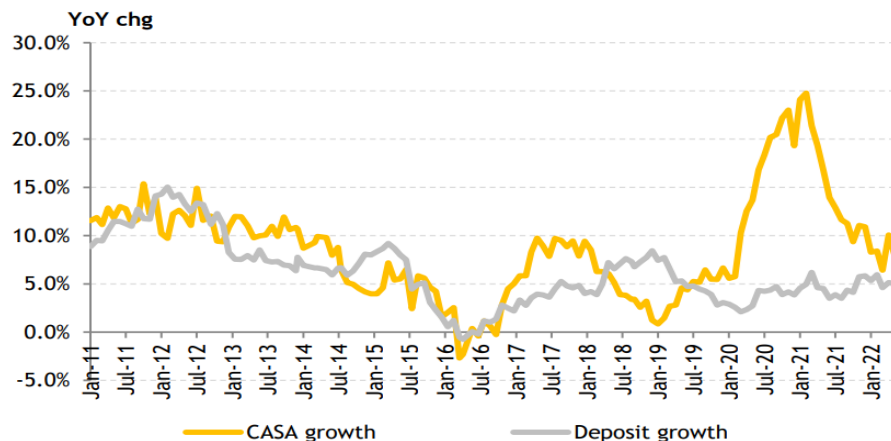
Malaysia consumer loan growth (YoY, by segment)



Bank CET1 ratios (at Group & Commercial levels, Mar 2022)



Banking system: Total Deposits vs. CASA growth



Banking system: GIL ratios by segment

	Jun 22	May 22	Apr 22	Mar 22	Feb 22
Securities	0.47%	0.49%	0.51%	0.50%	0.50%
Transport vehicles	0.55%	0.57%	0.55%	0.57%	0.64%
<i>Passenger vehicles</i>	0.37%	0.39%	0.36%	0.39%	0.42%
Residential property	1.32%	1.30%	1.24%	1.22%	1.21%
Non-residential prop	1.52%	1.52%	1.47%	1.45%	1.44%
Fixed assets	1.85%	1.89%	1.79%	1.81%	1.78%
Personal use	2.11%	2.07%	1.93%	1.82%	1.79%
Credit card	0.86%	0.85%	0.84%	0.85%	0.85%
Consumer durables	3.47%	3.21%	3.18%	3.38%	3.26%
Construction	6.36%	6.14%	5.80%	5.70%	5.09%
Working capital	2.32%	2.32%	2.25%	2.23%	2.19%
Other purposes	1.42%	1.56%	1.45%	1.41%	1.40%
Total	1.65%	1.64%	1.57%	1.54%	1.53%



Malaysia: valuation comp. vs. ASEAN peers, sector positioning

- Re ASEAN strategy, MY's (and ID's) commodities-heavy benchmark / macro drivers is delivering relative outperformance vs. the region; re GDP momentum, SG and VN lead into 2022E, and are the most tangible plays on the supply chain relocation thematic; ID leads on structural changes re Omnibus Law, slashed corporate tax rates (PH has also significantly cut the corporate tax rate); TH is the regional reopening beta play, while SG leads on restructuring / ESG / Yield momentum.
- Common across ASEAN are relative attraction of financials + restructuring momentum, with ESG a growing consideration; note yield / tech in MY / SG, materials / energy in TH, consumer / property in IN and PH, and logistics / infra in VN.

ASEAN: Regional Market Valuations

	Index	PER (x)		Growth (%)		ROE (%)		P/B (x)		Yield (%)	
		2022F	2023F	2022F	2023F	2022F	2023F	2022F	2023F	2022F	2023F
Malaysia	1,506	14.5	14.0	-0.7	4.2	10.2	11.3	1.5	1.4	4.1	4.4
Singapore	3,269	12.7	11.1	12.5	14.0	9.0	9.9	1.1	1.0	4.3	4.8
Indonesia	7,129	14.6	13.8	34.6	5.5	16.8	16.3	2.4	2.3	3.2	3.7
Thailand	1,622	15.9	14.8	3.1	9.1	8.4	9.0	1.7	1.6	2.7	3.0
Philippines	6,700	16.1	13.5	13.7	19.4	8.7	9.7	1.6	1.5	2.0	2.1
Vietnam	1,262	12.0	10.2	21.4	17.6	18.7	18.1	2.0	1.7	1.5	1.7
India	17,703	20.6	17.7	15.1	16.1	15.7	15.6	3.1	2.8	1.5	1.7

Source: Maybank IBG Research, Bloomberg (as of 12 Aug)

MY Research: Sector Weightings

Overweight	Neutral	Underweight
Automotive	Construction	Healthcare (Gloves)
Aviation	Consumer	
Gaming (Casinos + NFOs)	EMS	
Healthcare (Hospitals)	Large-cap Banks	
Large-cap Oil & Gas	Media	
Mid-cap Financials / Banks / Insurers	Mid-cap Oil & Gas	
Petrochemicals	Plantations	
Renewables	Ports & Shipping	
Technology (Semicon)	Property	
Technology (Software)	REITs	
	Telcos	
	Utilities	

Malaysia: MIBG recommended General Portfolio Stock Picks



Stock	BBG Code	Mkt. cap (MYRm)	Rec.	Price (MYR)	TP (MYR)	Upside (%)	PER (x)		P/B (x)		ROE (%)		Div. Yield (%)	
							2022E	2023E	2022E	2023E	2022E	2023E	2022E	2023E
Large caps														
Petronas Chemicals	PCHEM MK	70,400	Buy	8.80	11.20	27.3%	11.2	11.3	1.8	1.7	16.5%	15.1%	4.5%	4.4%
Hong Leong Bank	HLBK MK	45,262	Buy	20.88	24.70	18.3%	13.5	11.6	1.4	1.3	10.4%	11.3%	2.8%	3.3%
Axiata Group	AXIATA MK	26,613	Buy	2.90	4.50	55.2%	20.9	16.7	1.5	1.4	7.0%	8.6%	4.1%	5.1%
RHB Bank	RHBBANK MK	25,062	Buy	5.95	7.10	19.3%	10.1	8.4	0.8	0.8	8.6%	9.8%	5.0%	5.9%
Kuala Lumpur Kepong	KLK MK	24,151	Buy	22.40	28.10	25.4%	10.9	15.9	1.9	1.8	17.1%	11.2%	4.9%	3.8%
Telekom Malaysia	T MK	21,135	Buy	5.58	7.50	34.4%	17.9	16.2	2.6	2.4	14.5%	14.9%	2.8%	3.1%
MR D.I.Y. Group (M)	MRDIY MK	19,890	Buy	2.11	2.70	28.0%	37.6	31.0	14.9	12.8	nm	nm	1.7%	2.1%
Genting Malaysia	GENM MK	16,826	Buy	2.97	3.27	10.1%	41.4	13.2	1.2	1.2	3.0%	9.2%	3.0%	6.7%
Inari Amertron	INRI MK	10,829	Buy	2.92	3.50	19.9%	27.3	23.7	4.6	4.5	16.8%	19.1%	3.7%	4.2%
Malaysia Airports	MAHB MK	10,370	Buy	6.25	7.25	16.1%	nm	20.4	1.8	1.7	nm	8.4%	0.0%	2.6%
Gamuda	GAM MK	9,756	Buy	3.82	4.20	9.9%	13.0	12.8	1.0	1.0	7.8%	7.6%	3.1%	3.1%
Heineken Malaysia	HEIM MK	7,371	Buy	24.40	27.70	13.5%	21.1	19.9	17.3	16.5	82.3%	83.1%	4.7%	5.0%
ViTrox Corp	VITRO MK	7,179	Buy	7.60	8.80	15.8%	34.3	30.3	8.3	6.9	24.1%	22.8%	0.8%	0.9%
Yinson Holdings	YNS MK	6,085	Buy	2.09	4.05	93.8%	17.3	13.7	3.0	1.3	16.7%	9.7%	0.9%	1.0%
Alliance Bank	ABMB MK	5,558	Buy	3.59	4.30	19.8%	10.2	8.6	0.9	0.8	9.0%	9.7%	4.9%	5.8%
Greatech Technology	GREATEC MK	5,008	Buy	4.00	5.25	31.3%	29.9	24.2	8.4	6.2	28.0%	25.7%	0.0%	0.0%
Frontken Corp.	FRCB MK	4,560	Buy	2.90	3.55	22.4%	35.3	30.9	8.5	8.3	23.9%	26.9%	1.4%	1.6%
Mid-small caps														
CTOS Digital	CTOS MK	3,350	Buy	1.45	1.92	32.4%	38.7	32.9	6.1	5.9	16.6%	17.9%	1.4%	1.7%
Mega First Corp.	MFCB MK	3,299	Buy	3.49	4.20	20.2%	9.4	9.1	1.2	1.1	13.1%	12.3%	2.1%	2.4%
Axis REIT	AXRB MK	3,151	Buy	1.92	2.12	10.4%	18.5	17.2	1.2	1.2	6.7%	7.2%	4.8%	5.2%
Farm Fresh	FFB MK	3,103	Buy	1.67	1.95	16.8%	37.2	30.2	5.0	4.5	nm	nm	0.7%	0.8%
Allianz Malaysia	ALLZ MK	2,296	Buy	12.90	16.75	29.8%	6.0	6.0	1.0	0.9	11.7%	10.7%	4.9%	4.9%
Bermaz Auto	BAUTO MK	2,095	Buy	1.80	2.90	61.1%	13.2	9.0	3.2	2.7	24.5%	30.3%	4.9%	7.2%
AEON Co. (M)	AEON MK	2,008	Buy	1.43	2.00	39.9%	17.9	16.3	1.1	1.1	6.2%	6.6%	2.8%	2.8%
Hibiscus Petroleum	HIBI MK	1,721	Buy	0.86	1.90	122.2%	5.7	2.9	1.2	0.7	20.8%	24.2%	1.2%	0.0%
Berjaya Food	BFD MK	1,381	Buy	3.90	5.70	46.2%	11.9	13.6	2.9	2.5	24.5%	18.3%	1.3%	1.5%
Aurelius Technologies	ATECH MK	630	Buy	1.76	2.03	15.3%	31.8	19.1	3.8	2.7	nm	nm	0.0%	1.0%
Cypark Resources	CYP MK	253	Buy	0.43	1.01	134.9%	4.7	4.1	0.3	0.2	5.4%	5.7%	0.0%	0.0%

Malaysia: MIBG recommended Top Dividend Yield Stocks



Stock	Ticker	Div. Yield (%)			FCF Yield (%)			Net Gearing (%)
		2021A	2022E	2023E	2021A	2022E	2023E	2021A
MBM Resources	MBM MK	6.3%	7.5%	7.8%	0.0%	4.0%	3.9%	net cash
Gas Malaysia	GMB MK	6.7%	7.3%	7.5%	12.3%	8.1%	4.9%	net cash
Astro Malaysia	ASTRO MK	9.4%	7.0%	6.3%	34.8%	20.1%	36.2%	239.2%
Sentral REIT	SENTRAL MK	7.4%	6.5%	6.7%	10.4%	10.8%	11.0%	58.6%
Malakoff Corp	MLK MK	7.1%	6.4%	7.7%	44.9%	35.6%	41.5%	87.4%
LITRAK	LTK MK	5.2%	6.4%	5.2%	15.3%	12.8%	13.6%	net cash
Sime Darby	SIME MK	6.9%	5.3%	6.1%	15.1%	15.7%	13.7%	net cash
RHB Bank	RHBBANK MK	7.4%	5.0%	5.9%	nm	nm	nm	nm
Axis REIT	AXRB MK	4.0%	4.8%	5.2%	6.4%	6.6%	8.0%	39.1%
MISC Bhd	MISC MK	4.7%	4.6%	4.6%	nm	0.5%	1.4%	26.0%
Tenaga Nasional	TNB MK	4.3%	4.2%	4.6%	9.2%	10.3%	12.0%	72.7%

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