



## Strategy

# February Outlook

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### FBM KLCI (10 January)



Opening at 1272.78 pts  
Closing at 1259.16 pts

### Crude Palm Oil (10 January)



## Tiger, Tiger Burning Bright

January was the first month since August 2009 in which the KLCI lost ground, in line with the sharp sell-down on global equities on fears of early liquidity tightening. We have been highlighting such risks for the past 2 quarters. For February, a rebound may be in order given the anticipated strong results season and the CNY effect. We still believe governments will avoid too much tightening so early in 2010 and maintain our KLCI fair value of 1345 pts. Our February top buys reflect this, with small caps KPJ, Mudajaya, Lion Industries and Supermax looking ripe for a rebound while CIMB should also see strong earnings.

**Unexpected early tightening.** While January started out as expected with a rally, the Chinese government's moves to raise the reserve requirements for its banks and set a limit for lending spooked the market with fears of early fiscal tightening. US President Obama's populist proposal to restrict banks from proprietary trading or investing in hedge funds also gave rise to fears of further measures to constrain bank profits. Concerns over the solvency of Greece and US corporate warnings of revenue outlook served to compound fears in January, which led to the worst month for global equities since March 2009.

**Banks and subsidies in the news.** On the local front, the Government announced that subsidies on white bread and petrol would be withdrawn while prices of sugar would be raised. Banks also hogged the headlines, with Hong Leong making an offer of RM7.10 per EON Cap share while Alliance Bank's internal probe made further progress. Still, the local market was not spared the sell-down with foreign selling on blue chips and local profit taking on small caps.

**More volatility ahead.** While fears of early liquidity tightening will no doubt linger, we believe that the sharp sell-down on the market in January presents a buying opportunity, especially ahead of what should still be a good results season in February. We may yet witness the CNY effect, during which the KLCI has historically staged a positive pre-CNY rally in 10 out of the past 14 years. We will see a good set of numbers from banks, retailers and rubber glove makers. Thus we maintain our 1345 pts fair value for the KLCI.

**February top buys mainly small caps.** Our January top buys also suffered from the profit taking, with only Supermax outperforming the KLCI while CIMB was in line. TNB did not secure its tariff hike, Mudajaya's placement price was below our expectation while KPJ was sold down after going ex-bonus and share split. Still, with CIMB, Mudajaya, KPJ and Supermax expected to turn in good results in February, we are keeping all 4 as our top buys, with the addition of Lion Industries, which is our top Buy in the steel sector.

Stock	Price RM	Target RM	Mkt Cap RMm	Volume '000	PER (x)		FY0 ROE %	FY1 DY %	Rel. Performance %			P/NTA (x)	Rating
					FY1	FY2			1-mth	3-mth	12mth		
CIMB	12.66	14.9	44,712.1	7,327.8	16.6	14.1	15.8	4	-0.3	-0.4	61.8	3.5	BUY
Mudajaya	4.75	6.48	1,953.4	699.7	18.7	10.3	16.2	0.4	-0.6	39	233.2	6.52	BUY
Supermax	5.02	7.94	1,351.8	3,782.8	11.9	9.5	24.1	0.8	10.8	39.1	272.6	2.03	BUY
Lion Ind	1.71	2.51	1,219.1	2,692.3	4.1	3.3	-9.6	0.6	26.8	6.5	51.9	0.4	BUY
KPJ	2.2	2.95	1,160.8	1,187.5	15.7	13.8	19.4	4.3	-13.1	23.3	62.2	2.93	BUY

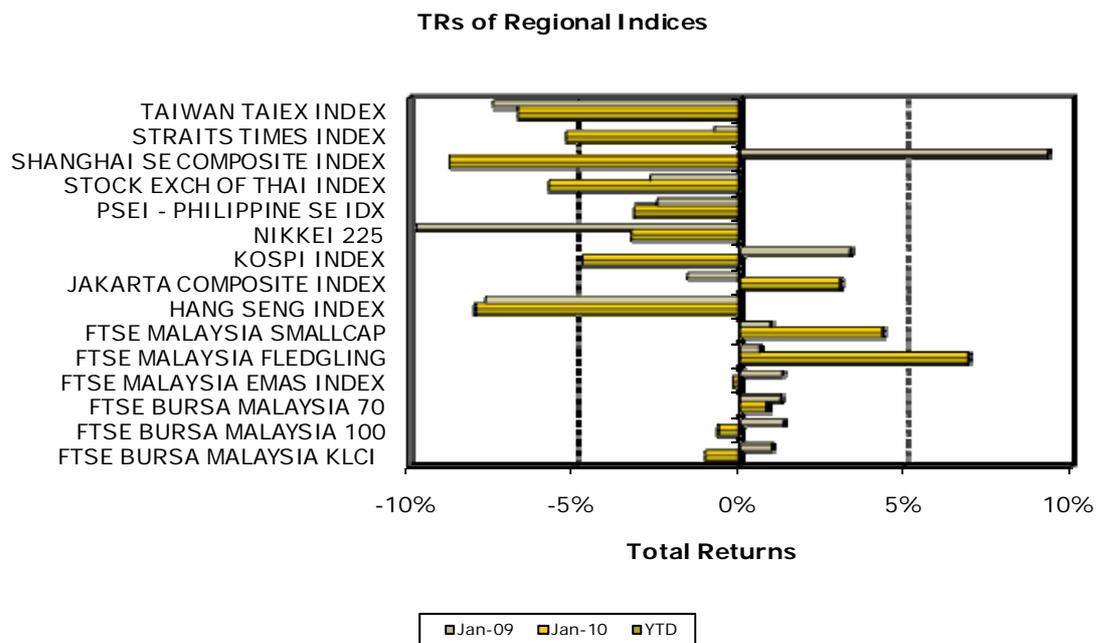
Share price as at 29 Jan 2010,

**UNEXPECTED EARLY TIGHTENING**

**Liquidity tightening fears start early.** While January started out as a good month, as is traditionally the case and which we highlighted in our January outlook report, the limit imposed by the Chinese government on new lending in 2010 to USD1.1trn and its decision to raise the reserve requirements of its banks very quickly sapped the liquidity-driven market, resulting in a negative month for most global markets. Given that we had earlier cautioned that markets were over-valued and being propped up by liquidity, the falls did not surprise us. What did surprise, however, was that liquidity tightening started off this early in China. No doubt, the fact that China's economy grew some 10.7% in 4Q2009 and beat market expectations helped somewhat to spur some degree of tightening on the part of China's authorities. Meanwhile, the US markets were spooked by President Obama's proposal to restrict deposit holding banks from carrying out proprietary trading or investing in hedge funds, prompting investors to feel that banking profits going forward would be at risk. The view that President Obama's proposal was a populist move sparked by the loss of the Massachusetts senate seat left vacant by the death of Edward Kennedy, gave rise to fears of more populist actions that would eat into corporate profits in the US. Fears of government insolvency in Greece also spooked markets worldwide. Finally, although some 78% of US corporate earnings reported so far for 4Q09 have reportedly exceeded expectations, investors still largely sold the stocks on any news of revenue shortfall. We had earlier feared too that US corporate sales had failed to excite over the first 3 quarters of 2009 even as bottomlines had exceeded forecasts. Tech shares such as IBM, Microsoft and SanDisk provided guidance that their outlook was less than optimistic even as profits exceeded expectations.

**Asia in worst fall since March from 15-month highs.** For Asia, with many markets having reached 15 month highs in the middle of January, the steep fall during the second half of the month was actually the worst for the MSCI Asia Pacific since March 2009. Although the weak economic news in the region were limited to Singapore, which saw its economy slip back into a contraction for 4Q09 and South Korea, which expanded less than expected in 4Q09, it was rather the good news from China that seemed to trigger the sell-off as news of export growth and further manufacturing strength led to concerns of more fiscal tightening in China. Although down some 1.0% on a total return basis, the KLCI once again proved its defensiveness in tough times as it posted the second best performance in the region, only behind Indonesia, which was the only major market to post a gain in January of 3.0%. The rest all suffered losses, led naturally by China (-8.8%), Hong Kong (-8.0%) and Taiwan (-6.7%).

**Figure 1: TRs of regional indices**



Source: Bloomberg Note: TRs (total returns), CG (capital gain) & DY (div yield)

**KLCI still battered by foreign selling.** Despite the multi-year lows in foreign shareholding level, the KLCI still suffered from profit selling as investors exited the region on concerns of tightening liquidity. Index heavyweights such as banks and plantation counters suffered while some small caps, which had rallied strongly in December and early January – such as the rubber glove counters – were also bashed down. On the economic front, Malaysia's exports and industrial production slipped back into contraction from a year earlier after gaining in October while the central bank hinted of upcoming interest rate hikes even as it kept the Overnight Policy Rate (OPR) steady at 2%. Our house view remains that a hike in the OPR will likely happen only in 2H2010. Worries of inflation prevailed as subsidy on white bread was cut and the price of sugar was raised. While there was limited impact on the market, arson and vandalism attacks on houses of worship in Malaysia gave rise to some concerns but these have gradually faded.

**Table 1: Total returns YTD**

Country	Change(%)	Country	Change (%)
China	-8.8	<b>Malaysia</b>	<b>-1.0</b>
Hong Kong	-8.0	Indonesia	3.0
Japan	-3.3	Thailand	-5.8
Korea	-4.8	Philippines	-3.2
Singapore	-5.2	Taiwan	-6.7

Source: Bloomberg Note: TRs (total returns), CG (capital gain) & DY (div yield)

## SECTORAL: BANKS AND PROPERTY

**Banks grab the headlines.** For January, the PM's visits to China and Saudi Arabia to cement ties appeared to be paying off as Petrosaudi International announced that it would raise its stake in UBG to 89.9%, thus triggering a General Offer at RM2.50 per share. At the same time, the State Grid corporation of China signed a JV with 1Malaysia Development Berhad to invest to the tune of USD11bn in projects in the SCORE. Other than this, banks remained in the limelight, with Hong Leong making an offer for the assets and liabilities of EON Cap equivalent to RM7.10 per share, an offer deemed too low by EON Cap's board of directors. Alliance Bank also received a reply from its CEO, Datuk Bridget Lai, with regard to its ongoing internal probe while DRB-Hicom is looking to divest its stake in Bank Muamalat. On the property side, Sunrise entered into a historic 50:50 JV with Sime Darby to develop 3 plots of freehold commercial land measuring 20.95 acres in the 180-acre Bukit Jelutong area, with an estimated GDV of RM1bn, over a period of 7 years. Sunway also entered into a JV with Templer Forest for a property development project in Rawang worth RM500m. Other corporate highlights were:

- The contract of Khazanah Nasional's CEO Tan Sri Azman Mokhtar has been renewed for another three years to 31 May 2013;
- 3 candidates are tipped to take over as CEO of Petronas - Datuk Shamsul Azhar, Datuk Anuar Ahmad and Datuk Wan Zulkiflee Wan Ariffin;
- The Naza group signs a MOU with General Motors to distribute Chevrolet cars in Malaysia;
- Resorts World Sentosa starts a phased opening of its hotels;
- KPJ Healthcare buys a 51% stake in Sabah Medical Centre for RM51m;
- AirAsia signs a cost savings cooperation agreement with Jetstar;
- Petra Perdana CEO suspends some senior management up till 3 Feb before the 4 Feb EGM;
- Coastal Contract announcing a tie up with Ramunia to collaborate on fabricating offshore structures;
- SapuraCrest's 40%-owned Offshore International FZC was awarded a USD75m sub-contract from Larsen & Toubro Ltd for the transportation and installation of 4 platform jackets offshore Mumbai;
- UEM Land proposes rights issue to raise RM970m;
- Gadang receives RM291m contract for the earthworks of KLIA runway 3;
- Sinohydro-Naim JV wins RM209m contract to build Bakun-Similajau transmission line;
- Leader Universal secures a USD107m power transmission project in Cambodia;
- Tan Sri Quek Leng Chan makes a GO for Hume Industries at RM4.30 per share;
- Affin Bank expected to start talks soon with shareholders of Indonesian PT Bank Ina Perdana to buy a controlling stake;
- Baswell secures a USD100m subcontract to manufacture furniture and fittings at Al-Reem island, Abu Dhabi.
- REDtone launches IPTV services;

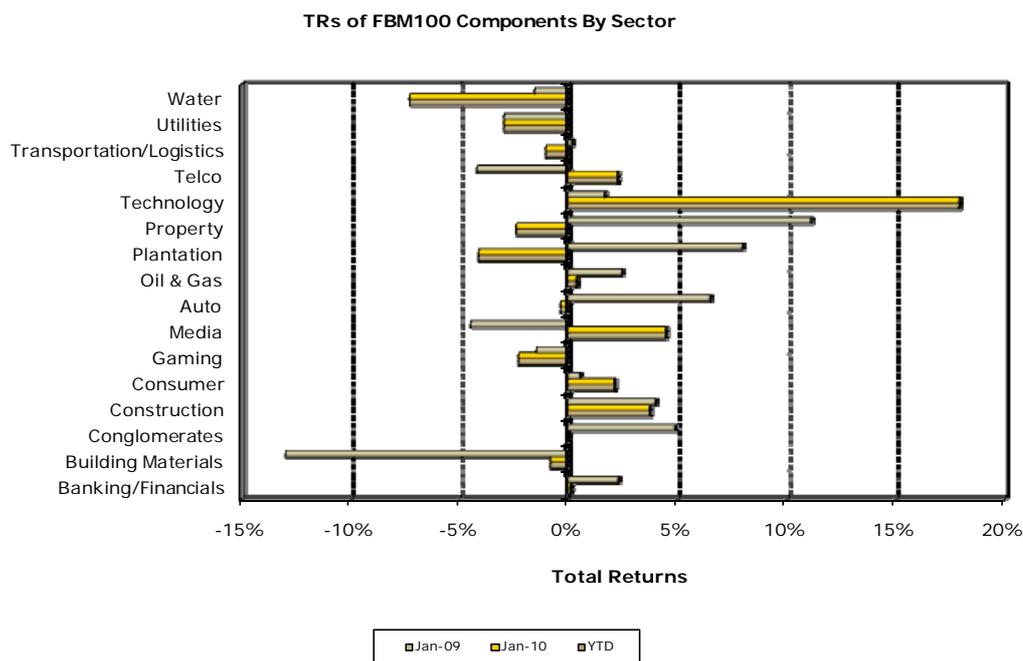
**Tech stocks did well.** Although most sectors took a dive towards month-end, the tech sector did well on expectations of stronger earnings going forward. Other than tech, Gamuda led construction stocks higher while Astro led the charge among media companies. Rubber glove players did well enough in that they still posted full month gains despite the strong profit taking at month-end.

**Table 2: FBM 100 gainers and losers**

During The Month of Jan-10			
Top 20 Gainers	TR	Top 20 Losers	TR
MALAYSIAN PACIFIC INDUSTRIES	17.94%	KPJ HEALTHCARE BERHAD	-15.51%
HARTALEGA HOLDINGS BHD	17.36%	IGB CORPORATION BHD	-9.50%
MALAYSIA AIRPORTS HLDGS BHD	15.87%	ALLIANCE FINANCIAL GROUP BHD	-7.75%
TOP GLOVE CORP BHD	11.13%	PUNCAK NIAGA HOLDINGS BHD	-7.26%
GAMUDA BHD	8.91%	IJM LAND BHD	-7.23%
KENCANA PETROLEUM BHD	8.60%	O.S.K. HOLDINGS BHD	-7.16%
MALAYSIAN RESOURCES CORP BHD	7.71%	SAPURACREST PETROLEUM BHD	-6.45%
KFC HOLDINGS (MALAYSIA) BHD	7.57%	BOUSTEAD HEAVY INDUSTRIES CO	-5.88%
AXIATA GROUP BERHAD	7.21%	IOI CORPORATION BHD	-5.85%
ASTRO ALL ASIA NETWORKS PLC	6.67%	YTL CEMENT BHD	-5.72%
AEON CO (M) BHD	5.85%	POS MALAYSIA BERHAD	-5.41%
MEDIA PRIMA BHD	5.39%	TENAGA NASIONAL BHD	-5.00%
PUBLIC BANK BERHAD	5.13%	SIME DARBY BERHAD	-4.91%
JT INTERNATIONAL BHD	4.72%	MALAYSIAN BULK CARRIERS BHD	-4.66%
PARKSON HOLDINGS BHD	4.52%	KNM GROUP BHD	-4.55%
TITAN CHEMICALS CORP BHD	4.10%	MUDAJAYA GROUP BHD	-4.43%
DIALOG GROUP BHD	3.79%	MMC CORP BHD	-4.12%
FRASER & NEAVE HOLDINGS BHD	3.77%	BERJAYA CORP BHD	-4.07%
UBG BHD	3.38%	MALAYSIAN AIRLINE SYSTEM BHD	-4.04%
TANJONG PLC	3.09%	GENTING BERHAD	-3.95%

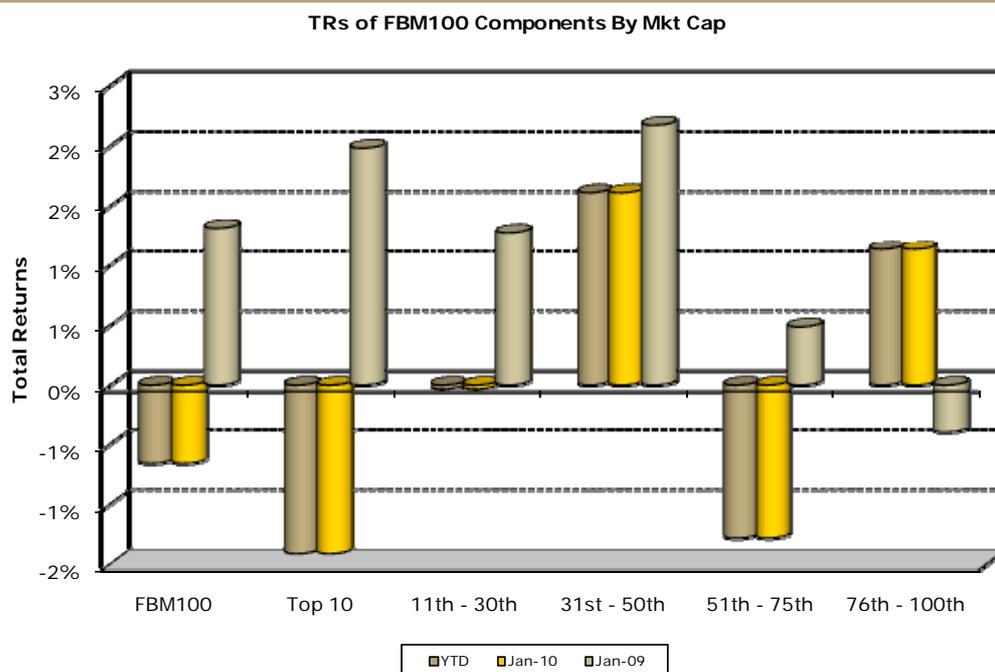
Source: Bloomberg Note: TRs (total returns), CG (capital gain) & DY (div yield)

**Figure 2: FBM100 performance by sector**



Source: Bloomberg Note: TRs (total returns), CG (capital gain) & DY (div yield)

**Smaller stocks fared better.** Although the market's overall performance was muted due to profit taking in the second half, as a whole the smaller stocks did better given that rubber glove players and tech stocks rallied in the earlier part of the month while foreign profit taking on key blue chips such as banks and plantation companies was evident.

**Figure 3: Performance by market capitalisation**

Source: Bloomberg Note: TRs (total returns), CG (capital gain) & DY (div yield)

**More downgrades.** We continued to see more downgrades in January as the share prices of many of the companies under our coverage rallied in the 1<sup>st</sup> half of the month, thus limiting the upside. Downgrades of this nature included Public Bank, Hock Seng Lee, Malaysia Airports, KFC, New Hoong Fatt, EPMB and Ann Joo. We discontinued NSTP, which will be delisted, and downgraded EONCap given the RM7.10 offer. Notable upgrades are Tan Chong on brighter prospects for its regional business and Kulim, as we raised our CPO price outlook.

**Figure 4: Notable upgrades and downgrades in January**

Upgrades			Downgrades		
Company	Call	Target Price (RM)	Company	Call	Target Price
Tan Chong	BUY	4.12	Notion Vtec	TRADING BUY	3.38
Kulim	TRADING BUY	8.78	Hiap Teck	NEUTRAL	1.44
UMW	NEUTRAL	6.35	KFC	NEUTRAL	8.30
			Hock Seng Lee	NEUTRAL	1.25
			Public Bank	NEUTRAL	11.80
			New Hoong Fatt	NEUTRAL	2.50
			EPMB	NEUTRAL	0.59
			EON Cap	NEUTRAL	7.10
			Malaysia Airports	NEUTRAL	4.22
			Ann Joo	SELL	2.57
			NSTP	DISCONTINUE	

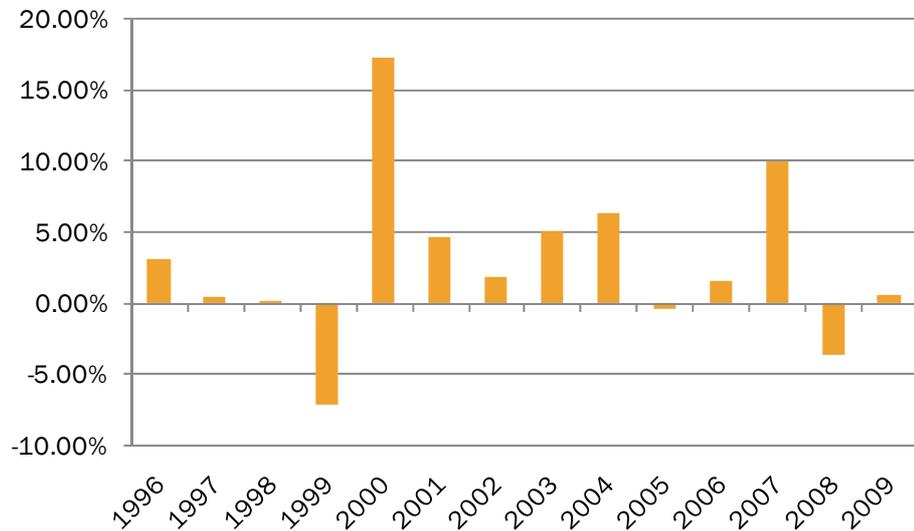
Source: OSK

## OUTLOOK: VOLATILE DAYS IN YEAR OF THE TIGER

**Volatility ahead.** The caution among our clients which we encountered during our presentations in December and January proved to have been enlightened as the markets did correct sharply. Nonetheless, we continue to believe that the steep correction took many local investors by surprise and we believe trading will be more volatile going ahead as it would be balanced between those expecting quick fiscal tightening and those more focused on improving economic numbers. We continue to believe that given the sharp market correction, there may be a rebound in the month of February and therefore, February would be a good time to pick up high beta small caps. We believe that with the low level of foreign shareholding in the Malaysian market, an expected set of strong 4Q09 earnings and good news in the form of the upcoming New Economic Model to be unveiled in March, it would be better to bargain hunt now rather than switch to a defensive portfolio.

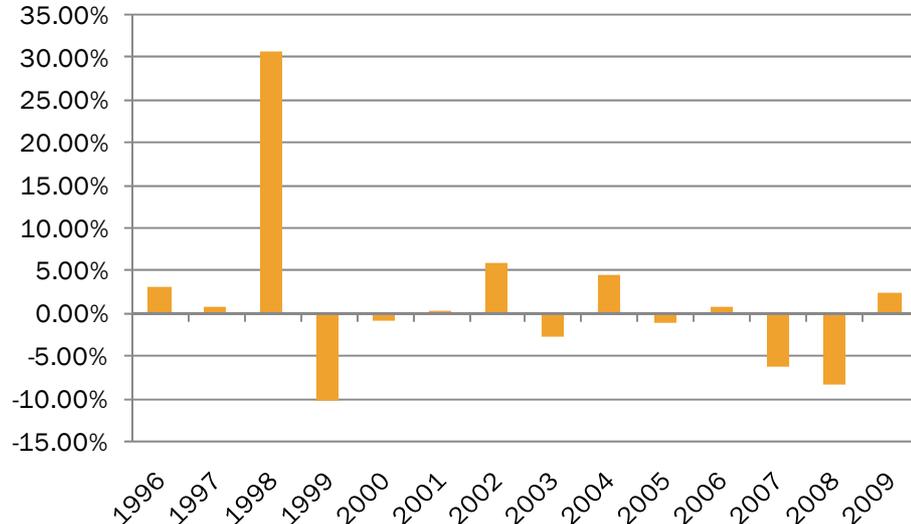
**CNY rally a historical truth.** Given the usual expectation of a pre Chinese New Year (CNY) rally, we looked at the market's historical performance in the months prior to and post Chinese New Year since 1996. We note that the market did tend to perform better prior to CNY, gaining in 10 out of the past 14 years and returning an average 2.8%. In contrast, in the month after CNY, the KLCI only rose in 8 of the past 14 years, with an average gain of only 1.3%. While we are more wary of the performance of the KLCI this February, we believe that the strong results of many small cap companies should help these stocks outperform this month.

**Figure 5: KLCI gain / loss 1 month prior to CNY**



Source: OSK, Bloomberg

**Figure 6: KLCI gain / loss 1 month post CNY**



Source: OSK

**Results should still be reasonable.** As for the upcoming results season for 4Q2009, we still envisage results that are fairly good, with more outperformers than underperformers, and similarly more upgrades than downgrades although the upgrade to downgrade ratio should continue to decline from 3Q09. Comparing OSK's forecasts with consensus and noting that among companies where the difference is more than 5%, we are more bullish on 17 companies than consensus but more bearish on 27 than consensus. We take it to mean that overall OSK is still more conservative than consensus, which reinforces our view that the market may be disappointed by corporate earnings for 2010. On a sectoral basis, there are a number of O&G, construction and steel companies for which our forecasts are significantly more conservative than consensus.

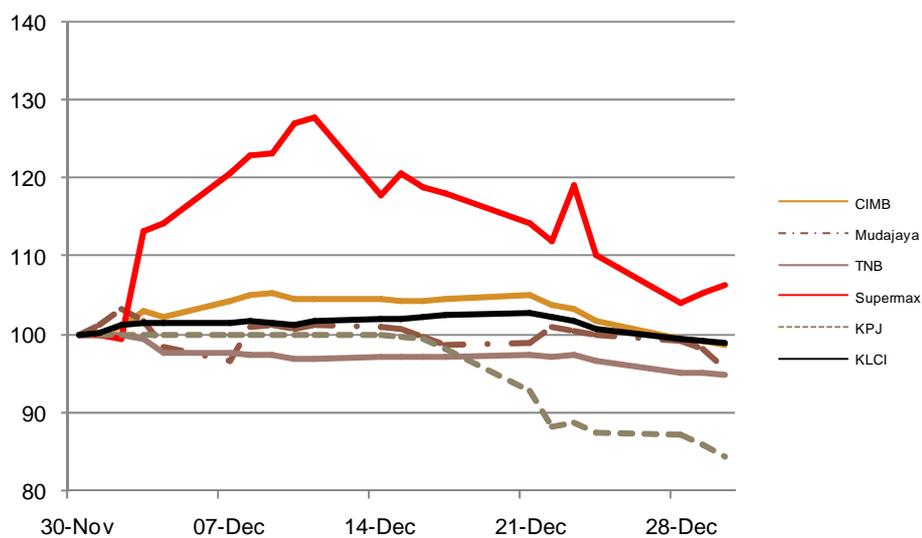
**Figure 7: Companies where OSK's FY09 profit forecast differ from consensus by more than 5%**

Company name	OSK Forecast FY09 net profit (RMm)	Consensus forecast FY09 (RMm)	Difference (%)	Reason
Tanjung Offshore	6.7	3.6	86.11%	Variance may stem from uncertainties on loss from its UK subsidiary, Citech
Astro	255.0	197.7	28.98%	Consensus may have imputed higher content cost associated with the 2010/11 EPL season
Malaysian Bulk Carriers	209.1	168.6	24.02%	OSK expects 4Q to remain strong on a still positive BDI
Proton	268.7	219.9	22.22%	OSK expects a significant reduction in operating efficiencies following the rationalization of its distribution network
MAS	-839.8	-1040.0	19.25%	Gradual recovery of demand may narrow losses
Padini	59.2	51.5	14.95%	OSK expects a lower effective tax rate
MRCB	35.4	31.3	13.10%	OSK is slightly bullish in term of margins assumption
Kulim	194.3	173.2	12.20%	Consensus has been adjusted down more aggressively after disappointing
Axiata	1444.7	1326.4	8.92%	Consensus has probably under-estimated the better showing expected from Celcom and XL
Kawan Food	13.6	12.6	7.94%	OSK expects more export sales coming from North America
KL Kepong	985.3	919.8	7.12%	OSK expects stronger production growth
Evergreen	75.1	70.1	7.07%	OSK expects demand for MDF to pick up this year.
Tan Chong	167.6	157.4	6.43%	Higher than expected CY09 TIV from Nissan. Backlog in orders to be delivered in Q4 to enhance revenue and earnings.
Genting Malaysia	1,390.4	1,308.1	6.29%	Higher on positive impact of effective yield management
EONCap	377.9	356.7	5.94%	Lower effective tax rate to impute deferred tax write backs and higher Islamic banking income
Adventa	37.0	35.0	5.71%	-
New Hoong Fatt	29.1	27.6	5.36%	OSK projects higher revenue growth following the recent JV of a new trading arm in early '09
Sime Darby	2708.4	2859.8	-5.29%	OSK has a conservative average palm oil price assumption
Kencana	139.0	147.0	-5.44%	Due to lack of orderbook replenishment.
BJToto	430.6	457.4	-5.86%	Lower on slower same draw sales growth due to impact of dilution from numerous special draws
Hock Seng Lee	50.7	54.0	-6.07%	Consensus is more bullish on margin assumptions
Amway	75.6	80.9	-6.55%	OSK has lower margins assumptions
Gamuda	292.6	313.2	-6.56%	Consensus is overly positive on margin recovery, possibly imputing sales from Yenso as well
TRC Synergy	39.1	42.1	-7.02%	Consensus has probably not adjusted for the q-o-q decline in earnings trend
IJM Corp	295.4	318.5	-7.24%	Consensus is too bullish on construction margin recovery despite no reversal seen
Dialog	101.0	109.0	-7.34%	Potential cost pressure resulting in margin erosion
IOI Corp	1620.6	1763.7	-8.11%	OSK has a conservative average palm oil price assumption
TM	490.5	535.9	-8.47%	Consensus is too optimistic on 4Q09 numbers
Petra Perdana	32.0	35.0	-8.57%	Uncertainty in ownership may result in new contracts not being awarded to it
JTI	99.7	109.1	-8.62%	OSK is slightly conservative in terms of bottomline earnings on grounds of higher marketing expenditure
Genting Bhd	985.4	1,122.2	-12.19%	Consolidation of higher pre-operating expenses from Genting Singapore
KNM	250.0	285.0	-12.28%	Due to lack of new contracts awards / delivery failure by management
IGB Corp.	132.2	154.0	-14.16%	OSK is more conservative in terms of occupancy and rental rates for its investment properties
Petra Energy	23.0	27.0	-14.81%	Possibility of operation interrupted due to uncertainty in ownership of P Perdana
AMMB	943.1	1,117.9	-15.64%	Slower loans growth and higher provision charges as we expect more pre-emptive provisions to raise coverage ratios closer to industry average
AirAsia	383.5	482.9	-20.58%	High crude oil price may translate to lower margin in 4Q
MAHB	252.7	319.5	-20.91%	OSK's figures exclude exceptional items
MISC	879.2	1172.0	-24.98%	Liner + chemical businesses may still be stuck in losses
MMC Corporation	241.0	459.7	-47.57%	Market still building in expectations of profits from Jazan infrastructure
Ann Joo	24.6	61.8	-60.19%	Sharp pull back of China market in Aug/Sep 2009 shook the domestic steel market in 4Q, thus we expect a q-o-q contraction
Kinsteel	-10.4	11.4	-191.23%	Sharp pull back of China market in Aug/Sep 2009 shook the domestic steel market in 4Q, thus we expect a q-o-q contraction
Sino Hua An	-8.1	2.4	-437.50%	Unable to offset previous losses due to narrowing margin spread between coke and coal
Malaysia Steel Works	-10.3	-1.7	-505.88%	Sharp pull back of China market in Aug/Sep 2009 shook the domestic steel market in 4Q, thus we expect a q-o-q contraction

Source: Bloomberg, OSK

**OSK's Top picks underperformed in January.** January was a tough month for our top picks, with only 1 outperforming the index, namely Supermax while CIMB was in line. The other 3, namely Mudajaya, TNB and KPJ, underperformed the market as Mudajaya's placement was transacted at a lower price than earlier expected, TNB did not get its tariff hike while KPJ suffered from profit taking after its corporate exercise.

**Still sticking to Small Caps.** Despite the disappointment in January, we are sticking to our small cap stock picks for February, apart from CIMB. We retain all our top picks from January, with the exception of TNB as management had hinted that it is unlikely to secure any tariff adjustment in February. Instead, we replace TNB with Lion Industries, our top pick in the steel sector, as we see the sell-down in January as an opportunity to bottom fish for small cap stocks. We maintain CIMB, Mudajaya, KPJ and Supermax as all 4 companies should report strong performance for February.

**Figure 8: Normalised performance of January's top stock picks**

Source: Bloomberg, OSK

Stock	Price RM	Target RM	Mkt Cap RMm	Volume '000	PER (x)		FY0 ROE %	FY1 DY %	Rel. Performance %			P/NTA (x)	Rating
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Share price as at 29 Jan 2010,

## APPENDIX I – MARKET CAP RANKING

Segment/Sector	Ranking	Stocks	Free float adjusted Market Cap (RM'm)	% To KLCI MC
<b>Top 10</b>	1	CIMB GROUP HOLDINGS BHD	44,658.27	11.36%
	2	PUBLIC BANK BHD	41,959.28	10.68%
	3	SIME DARBY BERHAD	38,445.55	9.78%
	4	MALAYAN BANKING BHD	36,042.74	9.17%
	5	TENAGA NASIONAL BHD	25,986.53	6.61%
	6	IOI CORPORATION BHD	25,658.61	6.53%
	7	AXIATA GROUP BERHAD	20,711.74	5.27%
	8	GENTING BERHAD	19,534.13	4.97%
	9	MISC BHD	13,980.60	3.56%
	10	MAXIS	12,105.00	3.08%
<b>TOTAL</b>			<b>279,082.44</b>	<b>71.01%</b>
<b>11th - 20th</b>	11	AMMB HOLDINGS BHD	10,986.70	2.80%
	12	PPB GROUP BERHAD	9,472.15	2.41%
	13	KUALA LUMPUR KEPONG BHD	8,849.45	2.25%
	14	TELEKOM MALAYSIA BHD	8,371.12	2.13%
	15	GENTING MALAYSIA	8,163.96	2.08%
	16	YTL CORPORATION BERHAD	7,009.62	1.78%
	17	DIGI.COM BHD	6,798.46	1.73%
	18	PLUS EXPRESSWAYS BHD	6,620.00	1.68%
	19	BRITISH AMERICAN TOBACCO BHD	6,010.41	1.53%
	20	PETRONAS GAS BHD	5,799.66	1.48%
<b>TOTAL</b>			<b>78,081.53</b>	<b>19.87%</b>
<b>21st - 30th</b>	21	YTL POWER INTERNATIONAL BHD	5,227.01	1.33%
	22	UMW HOLDINGS BHD	5,198.84	1.32%
	23	HONG LEONG BANK BERHAD	5,151.15	1.31%
	24	BERJAYA SPORTS TOTO BHD	4,276.01	1.09%
	25	TANJONG PLC	3,500.26	0.89%
	26	MMC CORP BHD	2,837.99	0.72%
	27	PETRONAS DAGANGAN BHD	2,592.92	0.66%
	28	ASTRO ALL ASIA NETWORKS PLC	2,475.30	0.63%
	29	NESTLE MALAYSIA BHD	2,325.77	0.59%
	30	RHB CAPITAL BHD	2,269.76	0.58%
<b>TOTAL</b>			<b>35,855.01</b>	<b>9.12%</b>
			<b>393,018.98</b>	<b>100.00%</b>

Source: Bloomberg

## APPENDIX II – TOTAL RETURNS BY MARKET CAP

FBM KLCI	Jan-10	Dec-09	Jan-09	YTD	Absolute	
					MoM Chg.	YoY Chg.
Total returns	-1.07%	1.62%	0.94%	-1.07%	-2.69%	-2.01%
Capital gains	-1.07%	1.09%	0.88%	-1.07%	-2.16%	-1.95%
Dividend yield	0.00%	0.54%	0.06%	0.00%	-0.54%	-0.06%

**Weighted Average Total Returns of FBM KLCI Components  
(Free float adjusted market capitalisation)**

**Segmental - Market Cap****Top 10**

Total returns	-1.17%	1.98%	2.24%	-1.17%	-3.16%	-3.41%
Capital gains	-1.17%	1.96%	2.24%	-1.17%	-3.13%	-3.41%
Dividend yield	0.00%	0.02%	0.00%	0.00%	-0.02%	0.00%

**11th - 20th**

Total returns	-0.25%	1.89%	-0.09%	-0.25%	-2.14%	-0.16%
Capital gains	-0.25%	1.87%	-0.09%	-0.25%	-2.12%	-0.16%
Dividend yield	0.00%	0.02%	0.00%	0.00%	-0.02%	0.00%

**21st - 30th**

Total returns	-0.13%	1.09%	3.36%	-0.13%	-1.21%	-3.49%
Capital gains	-0.13%	1.03%	3.23%	-0.13%	-1.15%	-3.36%
Dividend yield	0.00%	0.06%	0.13%	0.00%	-0.06%	-0.13%

Source: Bloomberg

## APPENDIX III – SEGMENTAL TOTAL RETURNS

Segmental - Sector	Jan-10	Dec-09	Jan-09	YTD	Absolute	
					MoM Chg.	YoY Chg.
<b>Banking/Financials</b>						
Total returns	0.60%	2.38%	2.90%	0.60%	-1.77%	-2.30%
Capital gains	0.60%	2.38%	2.90%	0.60%	-1.77%	-2.29%
Dividend yield	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Conglomerates</b>						
Total returns	-0.15%	2.35%	4.63%	-0.15%	-2.50%	-4.78%
Capital gains	-0.15%	2.26%	4.63%	-0.15%	-2.40%	-4.77%
Dividend yield	0.00%	0.10%	0.00%	0.00%	-0.10%	0.00%
<b>Consumer</b>						
Total returns	-1.21%	-1.14%	0.11%	-1.21%	-0.08%	-1.32%
Capital gains	-1.21%	-1.14%	0.11%	-1.21%	-0.07%	-1.33%
Dividend yield	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Gaming</b>						
Total returns	-2.48%	4.22%	-0.37%	-2.48%	-6.70%	-2.10%
Capital gains	-2.48%	4.20%	-0.42%	-2.48%	-6.67%	-2.06%
Dividend yield	0.00%	0.03%	0.05%	0.00%	-0.03%	-0.05%
<b>Media</b>						
Total returns	6.67%	-9.72%	-3.17%	6.67%	16.39%	9.83%
Capital gains	6.67%	-9.72%	-3.17%	6.67%	16.39%	9.84%
Dividend yield	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Auto</b>						
Total returns	-0.81%	0.80%	9.73%	-0.81%	-1.61%	-10.54%
Capital gains	-0.81%	0.80%	9.24%	-0.81%	-1.61%	-10.05%
Dividend yield	0.00%	0.00%	0.49%	0.00%	0.00%	-0.49%
<b>Oil &amp; Gas</b>						
Total returns	0.00%	-0.78%	2.08%	0.00%	0.78%	-2.08%
Capital gains	0.00%	-1.23%	2.09%	0.00%	1.23%	-2.09%
Dividend yield	0.00%	0.45%	0.00%	0.00%	-0.45%	0.00%
<b>Plantation</b>						
Total returns	-4.60%	1.99%	8.03%	-4.60%	-6.59%	-12.63%
Capital gains	-4.60%	1.99%	8.02%	-4.60%	-6.59%	-12.62%
Dividend yield	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Telco</b>						
Total returns	3.44%	2.28%	-5.51%	3.44%	1.16%	8.95%
Capital gains	3.44%	2.28%	-5.51%	3.44%	1.16%	8.95%
Dividend yield	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Transportation/Logistics</b>						
Total returns	-1.91%	-2.77%	1.52%	-1.91%	0.87%	-3.43%
Capital gains	-1.91%	-2.77%	1.51%	-1.91%	0.87%	-3.41%
Dividend yield	0.00%	0.00%	0.01%	0.00%	0.00%	-0.01%
<b>Utilities</b>						
Total returns	-3.75%	1.17%	-4.01%	-3.75%	-4.92%	0.26%
Capital gains	-3.75%	0.99%	-4.01%	-3.75%	-4.74%	0.26%
Dividend yield	0.00%	0.18%	0.00%	0.00%	-0.18%	0.00%

Source: Bloomberg

## APPENDIX IV – SEGMENTAL MARKET CAP

Segment/Sector	Ranking	Stocks	Free float adjusted Market Cap (RM'm)	% To KLCI MC
<b>Banking/Financials</b>	1	CIMB GROUP HOLDINGS BHD	44658.27	11.36%
	2	PUBLIC BANK BHD	41959.28	10.68%
	4	MALAYAN BANKING BHD	36042.74	9.17%
	11	AMMB HOLDINGS BHD	10986.70	2.80%
	23	HONG LEONG BANK BERHAD	5151.15	1.31%
	30	RHB CAPITAL BHD	2269.76	0.58%
		<b>TOTAL</b>	<b>141067.90</b>	<b>35.89%</b>
<b>Conglomerates</b>	12	PPB GROUP BERHAD	9472.15	2.41%
	16	YTL CORPORATION BERHAD	7009.62	1.78%
	26	MMC CORP BHD	2837.99	0.72%
		<b>TOTAL</b>	<b>19319.76</b>	<b>4.92%</b>
<b>Consumer</b>	19	BRITISH AMERICAN TOBACCO BHD	6010.41	1.53%
	29	NESTLE MALAYSIA BHD	2325.77	0.59%
		<b>TOTAL</b>	<b>8336.18</b>	<b>2.12%</b>
<b>Gaming</b>	8	GENTING BERHAD	19534.13	4.97%
	15	GENTING MALAYSIA	8163.96	2.08%
	24	BERJAYA SPORTS TOTO BHD	4276.01	1.09%
	25	TANJONG PLC	3500.26	0.89%
		<b>TOTAL</b>	<b>35474.37</b>	<b>9.03%</b>
<b>Media</b>	28	ASTRO ALL ASIA NETWORKS PLC	2475.30	0.63%
		<b>TOTAL</b>	<b>2475.30</b>	<b>0.63%</b>
<b>Auto</b>	22	UMW HOLDINGS BHD	5198.84	1.32%
		<b>TOTAL</b>	<b>5198.84</b>	<b>1.32%</b>
<b>Oil &amp; Gas</b>	27	PETRONAS DAGANGAN BHD	2592.92	0.66%
		<b>TOTAL</b>	<b>2592.92</b>	<b>0.66%</b>
<b>Plantation</b>	3	SIME DARBY BERHAD	38445.55	9.78%
	6	IOI CORPORATION BHD	25658.61	6.53%
	13	KUALA LUMPUR KEPONG BHD	8849.45	2.25%
		<b>TOTAL</b>	<b>72953.61</b>	<b>18.56%</b>
<b>Telco</b>	7	AXIATA GROUP BERHAD	20711.74	5.27%
	10	MAXIS	12105.00	3.08%
	14	TELEKOM MALAYSIA BHD	8371.12	
	17	DIGI.COM BHD	6798.46	1.73%
		<b>TOTAL</b>	<b>47986.32</b>	<b>12.21%</b>
<b>Transportation/ Logistics</b>	9	MISC BHD	13980.60	3.56%
	18	PLUS EXPRESSWAYS BHD	6620.00	1.68%
		<b>TOTAL</b>	<b>20600.60</b>	<b>5.24%</b>
<b>Utilities</b>	5	TENAGA NASIONAL BHD	25986.53	6.61%
	20	PETRONAS GAS BHD	5799.66	1.48%
	21	YTL POWER INTERNATIONAL BHD	5227.01	1.33%
		<b>TOTAL</b>	<b>37,013.20</b>	<b>9.42%</b>
		<b>TOTAL</b>	<b>393,018.98</b>	<b>100.00%</b>

Source: Bloomberg

**APPENDIX V – GENERAL STATISTICS****ECONOMICS STATISTICS****1. STOCK MARKET STATISTICS**

Year	Month	Composite Index	Second Board Index	Mkt. Cap. (RM bn)	Volume (bn shs)	Value (RM bn)	Mkt. Cap./GDP# (%)
2000		679.64	132.98	444.35	75.41	244.05	124.7
2001		696.09	134.13	464.98	49.66	85.01	131.9
2002		646.32	98.24	481.62	55.63	116.95	125.7
2003		793.94	140.64	640.28	112.18	183.89	152.9
2004		907.43	110.87	722.04	107.61	215.62	152.3
2005		899.79	80.44	695.27	102.34	177.32	133.1
2006		1,096.24	92.03	848.70	197.51	250.64	147.9
2007		1,445.03	-	1,106.15	360.37	540.17	172.3
2008		876.75	-	663.80	141.00	289.25	89.6
2008	Jul	1,163.09	-	876.13	9.60	20.01	118.6
	Aug	1,100.50	-	833.46	7.71	16.20	112.8
	Sep	1,018.68	-	770.54	7.82	16.45	104.3
	Oct	863.61	-	655.34	12.81	23.84	88.7
	Nov	866.14	-	656.55	14.03	17.22	88.9
	Dec	876.75	-	663.80	6.86	10.20	89.9
2009	Jan	884.45	-	667.87	8.97	11.87	95.6
	Feb	890.67	-	667.42	6.42	10.18	95.6
	Mar	872.55	-	662.07	8.22	13.60	94.8
	Apr	990.74	-	754.20	26.28	25.90	108.0
	May	1,044.11	-	797.81	42.73	35.34	114.3
	Jun	1,075.24	-	817.94	35.69	34.10	117.1
	Jul	1,174.90	-	885.83	22.11	31.54	126.9
	Aug	1,174.27	-	893.86	17.59	27.17	128.0
	Sep	1,202.08	-	910.52	13.08	21.06	130.4
	Oct	1,243.23	-	936.49	19.50	25.90	134.1
	Nov	1,259.11	-	986.28	20.85	25.22	141.2
	Dec	1,272.78	-	999.45	12.07	16.32	143.1
	Jan	1,259.16	-	n.a.	26.33	31.10	n.a.

\*30.11.2009

# GDP Nominal

**2. GENERAL ECONOMIC INDICATORS**

	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09
<b>(% annual change or otherwise stated)</b>						
Industrial Production Index	-7.8	-7.0	-6.0	0.9	-1.3	n.a.
Manufacturing	-11.2	-7.7	-8.2	1.6	0.9	n.a.
Mining	-1.8	-7.8	-3.1	-2.7	-7.4	n.a.
Electricity	3.1	3.9	4.8	11.0	5.9	n.a.
External Trade						
Exports	-22.9	-19.9	-24.2	1.5	-3.3	n.a.
Imports	-16.2	-18.6	-20.2	-2.4	2.3	n.a.
Trade Balance (RM bn)	7.8	9.6	9.3	11.5	8.8	n.a.
Consumer Price Index	-2.4	-2.4	-2.0	-1.6	-0.1	1.1
BLR of commercial banks	5.53	5.51	5.51	5.51	5.51	5.51
ALR of commercial banks	4.96	4.90	4.91	4.85	4.91	4.83
Monetary Aggregates						
M1	6.0	7.8	6.4	10.5	13.6	9.8
M2	5.9	8.3	7.5	9.7	10.4	9.5
M3	5.3	7.5	6.9	9.2	10.0	9.1

Source: BNM

## APPENDIX VI – OSK KLCI UNIVERSE

STOCK/SECTOR	NET PROFIT (RM'm)			NET MARGIN (%)			ROE (%)			PER (X)			PBV (X)			GROSS DIV YIELD (%)			C.PRICE (RM)	TP (RM)	CALL
	FY08	FY09	FY10	FY08	FY09	FY10	FY08	FY09	FY10	CY08	CY09	CY10	FY08	FY09	FY10	FY08	FY09	FY10			
MBM RESOURCES	117.1	63.4	89.2	10.2%	5.9%	7.6%	13.8%	7.1%	9.2%	5.4	10.0	7.1	0.7	0.7	0.7	6.9%	2.3%	3.4%	2.62	3.30	BUY
NEW HOONG FATT	24.0	29.1	33.7	14.2%	14.9%	15.2%	11.0%	12.5%	13.2%	7.4	6.1	5.3	0.8	0.8	0.7	4.7%	4.7%	6.4%	2.36	2.50	NEUTRAL
PROTON HOLDINGS BHD	(9.2)	(22.1)	268.7	-0.2%	-0.3%	3.2%	-0.2%	-0.4%	4.9%	(113.5)	11.0	6.8	0.4	0.4	0.4	0.0%	1.3%	2.6%	3.91	5.90	BUY
TAN CHONG MOTOR HLDGS BHD	250.3	167.6	207.9	7.8%	5.4%	6.1%	17.6%	11.0%	10.0%	8.5	12.6	10.2	1.5	1.4	1.0	8.6%	3.2%	3.2%	3.15	4.12	BUY
UMW HLDG BHD	565.8	382.9	543.3	4.4%	3.7%	4.5%	16.1%	10.4%	13.6%	12.4	18.3	12.9	2.0	1.9	1.8	6.8%	3.8%	5.5%	6.25	6.35	NEUTRAL
<b>AUTOMOTIVE SECTOR</b>	<b>948.0</b>	<b>620.8</b>	<b>1,142.8</b>	<b>4.1%</b>	<b>2.9%</b>	<b>4.5%</b>	<b>8.3%</b>	<b>5.4%</b>	<b>9.0%</b>	<b>12.9</b>	<b>14.4</b>	<b>10.2</b>	<b>1.1</b>	<b>1.1</b>	<b>1.0</b>	<b>3.4%</b>	<b>2.5%</b>	<b>3.5%</b>			
AMMB HLDGS BHD	668.5	790.6	943.1	12.1%	14.1%	15.0%	9.2%	10.6%	10.2%	19.3	16.2	13.6	1.3	2.0	1.6	2.0%	1.6%	1.9%	4.86	5.35	BUY
CIMB BHD	2,316.7	2,731.8	3,229.3	17.9%	20.7%	22.5%	13.8%	13.0%	14.3%	19.3	16.4	13.8	2.7	2.1	2.1	4.3%	2.0%	5.1%	12.66	14.90	BUY
EON CAPITAL BHD	278.1	387.9	347.4	10.8%	17.5%	13.8%	8.3%	11.3%	9.5%	17.3	12.4	13.8	1.4	1.4	1.3	3.1%	0.8%	0.9%	6.94	7.10	NEUTRAL
HONG LEONG BANK	741.8	905.3	932.8	18.6%	20.1%	19.4%	14.5%	15.7%	15.0%	15.6	14.0	13.4	1.7	2.2	2.1	4.2%	2.9%	2.9%	8.15	8.80	BUY
MALAYAN BANKING BHD	2,928.2	2,180.0	2,948.7	18.7%	13.5%	17.7%	14.3%	10.2%	10.3%	18.8	18.7	15.3	1.8	2.2	1.7	7.1%	1.2%	3.8%	6.79	6.95	NEUTRAL
PUBLIC BANK BHD	2,575.1	2,580.4	2,878.4	22.4%	21.2%	21.0%	26.2%	25.2%	25.5%	16.3	16.3	14.6	4.3	4.1	3.7	9.3%	5.5%	5.9%	11.88	11.80	NEUTRAL
RHB CAPITAL BHD	942.7	1,065.9	1,198.7	14.1%	15.4%	16.0%	10.5%	12.9%	13.9%	12.0	10.6	9.5	1.3	1.4	1.3	4.5%	3.0%	3.5%	5.27	6.00	BUY
KURNIA ASIA BHD	(301.8)	57.1	128.9	-25.1%	5.0%	11.3%	-198.5%	27.6%	32.0%	(4.0)	12.5	7.9	3.3	4.9	2.5	0.0%	0.0%	0.0%	0.68	1.01	BUY
LPI CAPITAL BHD	104.2	124.8	143.3	16.3%	17.0%	17.3%	28.7%	15.5%	17.6%	18.2	15.2	13.2	5.2	2.4	2.3	11.6%	5.8%	5.8%	13.68	15.50	BUY
<b>BANKING SECTOR</b>	<b>10,253.6</b>	<b>10,823.8</b>	<b>12,750.6</b>	<b>16.9%</b>	<b>17.3%</b>	<b>18.8%</b>	<b>14.2%</b>	<b>13.8%</b>	<b>13.9%</b>	<b>17.7</b>	<b>16.0</b>	<b>13.8</b>	<b>2.5</b>	<b>2.3</b>	<b>2.0</b>	<b>3.1%</b>	<b>1.9%</b>	<b>3.2%</b>			
CHEMICAL CO MALAYSIA	80.9	15.8	34.2	3.7%	1.1%	2.1%	19.9%	3.8%	8.3%	10.7	54.9	25.4	1.3	1.1	1.1	8.2%	3.7%	3.7%	2.15	2.50	NEUTRAL
MMC CORP BHD	483.3	246.7	485.5	5.7%	2.9%	5.9%	7.9%	3.9%	7.3%	14.7	28.8	14.6	1.2	1.1	1.1	4.8%	1.1%	1.1%	2.33	2.95	TRADING BUY
MRCB	(56.6)	35.4	71.7	-7.2%	3.9%	6.7%	-6.2%	3.9%	7.9%	N.A.	54.5	26.9	3.0	3.0	2.9	0.0%	0.0%	0.0%	1.41	1.69	TRADING BUY
FABER GROUP	61.1	63.7	79.7	9.1%	9.1%	10.1%	19.2%	17.6%	19.3%	9.5	9.1	7.3	1.8	1.6	1.4	4.5%	2.5%	3.1%	1.60	2.15	BUY
<b>CONGLOMERATE SECTOR</b>	<b>568.7</b>	<b>361.5</b>	<b>670.9</b>	<b>4.7%</b>	<b>3.1%</b>	<b>5.7%</b>	<b>7.3%</b>	<b>4.5%</b>	<b>7.8%</b>	<b>18.4</b>	<b>29.0</b>	<b>15.6</b>	<b>1.3</b>	<b>1.3</b>	<b>1.2</b>	<b>1.1%</b>	<b>0.9%</b>	<b>0.9%</b>			
AHMAD ZAKI	18.7	21.3	29.4	2.8%	4.0%	4.5%	8.6%	9.1%	11.5%	13.3	11.7	8.5	1.2	1.1	1.0	4.1%	2.6%	3.5%	0.90	1.24	BUY
GAMUDA BHD	325.1	193.7	321.0	13.5%	7.1%	10.1%	10.5%	6.0%	9.7%	20.7	22.6	15.9	1.7	1.7	1.7	9.8%	2.9%	2.9%	2.77	2.84	NEUTRAL
HOCK SENG LEE	41.8	50.7	60.5	13.5%	11.5%	11.1%	17.2%	18.2%	18.9%	16.2	13.3	11.2	2.8	2.4	2.1	1.9%	2.2%	2.7%	1.16	1.25	NEUTRAL
IJM	(420.5)	290.2	295.4	-9.1%	6.3%	6.2%	-7.6%	5.2%	6.0%	54.2	20.7	17.6	0.8	1.1	0.7	0.0%	4.7%	1.7%	4.60	4.55	NEUTRAL
MUDAJAYA GROUP	44.4	104.6	190.4	10.8%	14.5%	14.2%	14.6%	26.3%	33.2%	44.0	18.7	10.3	6.4	4.9	3.4	0.2%	0.4%	0.7%	4.75	6.48	BUY
NAIM HLD	70.0	77.4	93.5	11.9%	16.1%	14.4%	11.5%	12.0%	13.0%	10.7	9.7	8.0	0.5	1.2	1.0	5.6%	2.1%	2.5%	3.00	4.12	BUY
PLUS EXPRESSWAYS	1,079.3	1,189.1	1,248.6	36.4%	37.6%	38.9%	18.9%	19.6%	19.3%	15.3	13.9	13.3	2.9	2.7	2.6	4.9%	5.1%	5.2%	3.31	4.17	BUY
TRC SYNERGY BHD	45.4	39.1	41.3	6.1%	6.4%	7.4%	17.0%	13.3%	12.8%	5.6	6.5	6.1	1.0	0.9	0.8	2.0%	4.6%	4.9%	1.34	1.74	BUY
WCT BHD	101.3	151.9	164.8	2.7%	6.8%	6.7%	8.7%	10.3%	10.4%	20.2	13.5	12.4	1.8	1.4	1.3	6.3%	2.6%	2.8%	2.63	3.30	BUY
<b>CONSTRUCTION SECTOR</b>	<b>1,305.6</b>	<b>2,118.0</b>	<b>2,444.9</b>	<b>7.9%</b>	<b>13.6%</b>	<b>14.1%</b>	<b>7.6%</b>	<b>11.6%</b>	<b>13.2%</b>	<b>19.2</b>	<b>15.7</b>	<b>13.5</b>	<b>2.0</b>	<b>1.9</b>	<b>1.8</b>	<b>3.6%</b>	<b>3.5%</b>	<b>3.4%</b>			
AEON CO (M) BHD	120.6	128.1	139.2	3.5%	3.2%	3.3%	13.6%	13.2%	13.1%	15.3	14.4	13.2	2.1	1.9	1.7	2.5%	2.3%	2.5%	5.25	5.15	NEUTRAL
AMWAY MALAYSIA HOLDINGS	95.1	75.6	83.3	14.7%	11.5%	11.8%	40.5%	32.2%	35.0%	12.6	15.9	14.4	5.1	5.1	5.0	8.1%	6.3%	6.6%	7.30	6.60	NEUTRAL
BRITISH AMERICAN TOBACCO (M) BHD	811.7	750.1	765.9	19.6%	19.4%	19.6%	199.5%	154.4%	140.0%	14.8	16.0	15.7	31.3	24.7	22.0	6.0%	5.6%	5.9%	42.10	42.98	NEUTRAL
BONIA	27.9	20.6	25.6	9.3%	6.5%	7.1%	17.0%	11.6%	12.8%	8.3	8.7	7.2	2.3	1.1	1.0	5.0%	4.0%	4.5%	1.00	0.96	NEUTRAL
CARLSBERG BREWERY (M) BHD	76.1	72.3	116.0	7.9%	7.0%	8.4%	16.3%	14.5%	20.6%	18.5	19.4	12.1	1.0	2.8	2.5	9.7%	4.9%	5.5%	4.56	5.00	BUY
CHEETAH HOLDINGS	9.4	12.7	13.6	9.1%	10.7%	10.0%	11.6%	13.8%	13.5%	6.4	5.3	5.0	0.9	0.8	0.7	5.1%	5.5%	5.8%	0.55	0.66	BUY
ENG KAH CORP BHD	11.2	7.9	9.3	15.6%	11.5%	12.4%	13.6%	9.2%	11.0%	12.8	18.2	15.4	1.7	1.7	1.7	11.5%	11.5%	7.7%	2.32	1.93	SELL
GUINNESS ANCHOR	125.9	142.0	153.5	10.5%	11.0%	11.0%	30.6%	32.1%	30.8%	15.3	13.9	13.2	3.6	4.6	4.1	8.6%	6.0%	6.3%	6.80	7.35	NEUTRAL
HAI-O ENTERPRISE	48.5	52.0	63.1	13.0%	12.0%	12.5%	34.5%	31.5%	34.3%	13.9	11.9	10.3	5.0	4.3	3.8	4.8%	5.0%	6.0%	8.37	8.95	BUY
JT INTERNATIONAL	98.2	99.7	106.3	9.5%	8.9%	9.2%	19.8%	32.5%	31.0%	13.6	13.4	12.5	2.7	4.3	3.9	13.1%	5.9%	7.1%	5.10	4.90	BUY
KAWAN FOOD BHD	9.5	13.6	15.7	12.6%	15.5%	12.1%	13.7%	16.5%	16.4%	15.3	10.7	9.2	2.1	1.8	1.5	1.2%	2.3%	2.5%	1.21	1.64	TRADING BUY
KFC HLDGS (M) BHD	118.5	129.6	143.9	5.4%	5.9%	6.3%	17.2%	16.6%	16.4%	13.3	12.2	11.0	2.0	2.0	1.8	2.7%	2.7%	3.0%	7.96	8.30	NEUTRAL
KIAN JOO CAN FACTORY	75.5	55.2	61.3	8.6%	7.3%	7.7%	11.3%	7.6%	8.1%	6.9	9.4	8.5	0.8	0.7	0.7	10.2%	5.7%	6.4%	1.17	1.13	NEUTRAL
LTKM	6.6	9.0	13.5	6.1%	6.7%	9.7%	7.4%	9.5%	12.6%	7.4	5.1	4.4	0.6	0.6	0.5	7.1%	5.7%	2.1%	1.40	1.33	NEUTRAL
NESTLE (M)	340.9	370.9	386.7	8.8%	9.1%	9.2%	66.1%	64.1%	58.9%	22.7	20.9	20.0	15.0	13.4	11.8	9.3%	5.3%	5.3%	33.06	31.49	NEUTRAL
NTPM HOLDINGS	34.1	46.2	51.8	11.1%	12.9%	12.4%	18.8%	22.7%	24.6%	15.3	12.9	11.7	3.6	3.2	3.1	3.9%	4.5%	5.2%	0.58	0.50	NEUTRAL
PADINI HLDGS	42.7	49.5	59.2	11.1%	10.4%	10.7%	25.0%	24.3%	22.8%	10.7	9.1	7.7	2.9	2.4	1.9	4.8%	3.6%	4.0%	3.75	3.41	BUY
PARKSON HOLDINGS	201.7	264.0	322.3	9.0%	10.2%	11.2%	221.0%	213.0%	190.8%	24.7	19.6	16.2	4.2	3.3	3.0	2.5%	1.8%	2.2%	5.55	7.06	BUY
PELIKAN INTERNATIONAL CORP BHD	40.6	44.7	110.2	3.2%	3.9%	4.1%	7.5%	7.6%	12.8%	16.4	14.9	6.1	1.2	1.1	0.8	5.0%	1.4%	5.4%	1.30	1.71	BUY
QL RESOURCES	80.8	89.3	97.5	6.2%	6.4%	6.5%	22.4%	21.4%	19.9%	15.1	13.8	12.0	3.7	3.2	2.7	3.6%	2.1%	3.0%	3.33	4.43	BUY
<b>CONSUMER SECTOR</b>	<b>2,375.4</b>	<b>2,433.2</b>	<b>2,737.8</b>	<b>9.5%</b>	<b>9.3%</b>	<b>9.3%</b>	<b>30.0%</b>	<b>27.4%</b>	<b>27.2%</b>	<b>16.4</b>	<b>16.0</b>	<b>14.3</b>	<b>5.0</b>	<b>4.5</b>	<b>4.0</b>	<b>4.1%</b>	<b>3.4%</b>	<b>3.7%</b>			

Source: Bloomberg, OSK

## APPENDIX VII – OSK KLCI UNIVERSE (Cont'd)

STOCK/SECTOR	NET PROFIT (RM'm)			NET MARGIN (%)			ROE (%)			PER (X)			PBV (X)			GROSS DIV YIELD (%)			C.PRICE (RM)	TP (RM)	CALL
	FY08	FY09	FY10	FY08	FY09	FY10	FY08	FY09	FY10	CY08	CY09	CY10	FY08	FY09	FY10	FY08	FY09	FY10			
BERJAYA SPORTS TOTO BHD	348.7	410.6	442.6	10.6%	11.9%	11.6%	28.3%	32.5%	34.1%	14.6	13.2	12.3	5.2	4.5	4.4	8.3%	7.6%	8.3%	4.22	4.90	BUY
GENTING BHD	1,210.7	985.4	1,465.1	13.6%	11.4%	11.7%	9.0%	6.6%	9.1%	21.6	26.5	17.8	1.9	1.8	1.6	2.0%	2.1%	2.1%	7.05	8.15	TRADING BUY
GENTING MALAYSIA BHD	1,396.1	1,310.4	1,210.7	28.6%	28.1%	26.8%	15.3%	12.9%	10.9%	11.8	12.5	13.6	1.8	1.6	1.5	2.9%	2.9%	3.2%	2.78	2.70	NEUTRAL
TANJONG PLC	554.5	580.4	664.6	13.7%	12.4%	13.4%	15.1%	14.5%	15.2%	12.1	10.6	10.1	1.8	1.7	1.6	6.9%	6.0%	6.3%	17.36	18.60	BUY
<b>GAMING SECTOR</b>	<b>3,510.0</b>	<b>3,286.8</b>	<b>3,783.0</b>	<b>16.7%</b>	<b>15.3%</b>	<b>14.6%</b>	<b>12.8%</b>	<b>10.9%</b>	<b>11.5%</b>	<b>15.5</b>	<b>16.3</b>	<b>14.4</b>	<b>2.0</b>	<b>1.8</b>	<b>1.7</b>	<b>2.4%</b>	<b>2.5%</b>	<b>2.7%</b>			
ASTRO ALL ASIA NETWORKS PLC	(6.2)	(529.2)	286.5	-0.2%	-17.8%	8.4%	-0.4%	-66.2%	27.5%	N.A.	28.8	17.6	4.6	7.7	5.9	4.5%	5.8%	3.1%	3.20	3.70	BUY
STAR PUBLICATION (M) BHD	138.9	112.4	129.3	16.7%	14.1%	16.0%	10.9%	9.2%	10.5%	17.0	21.0	18.2	1.8	1.9	1.9	6.5%	7.1%	7.1%	3.19	2.60	SELL
<b>MEDIA SECTOR</b>	<b>132.7</b>	<b>(416.8)</b>	<b>415.8</b>	<b>3.9%</b>	<b>-11.1%</b>	<b>9.9%</b>	<b>4.6%</b>	<b>-20.6%</b>	<b>18.3%</b>	<b>-</b>	<b>25.8</b>	<b>17.7</b>	<b>3.0</b>	<b>4.2</b>	<b>3.8</b>	<b>3.1%</b>	<b>3.2%</b>	<b>3.2%</b>			
ALAM MARITIM RESOURCES	76.4	100.8	122.7	21.4%	26.3%	29.9%	19.3%	19.3%	21.5%	12.6	9.6	7.9	2.4	1.8	1.7	0.5%	0.8%	1.1%	1.90	2.99	BUY
COASTAL CONTRACT	96.7	144.7	146.7	27.8%	33.5%	32.8%	31.4%	32.3%	24.9%	7.3	4.9	4.8	2.3	1.6	1.2	1.0%	1.0%	1.0%	1.96	3.33	BUY
DIALOG GROUP BHD	75.7	92.2	100.8	9.5%	8.3%	8.8%	18.9%	19.5%	19.3%	23.1	20.1	16.7	3.2	4.1	3.7	2.8%	2.6%	3.6%	1.37	1.52	BUY
EASTERN PACIFIC	27.8	41.2	42.9	11.3%	16.2%	15.8%	9.0%	12.2%	11.6%	9.4	6.3	6.1	0.8	0.8	0.7	7.0%	7.9%	8.8%	1.54	2.03	BUY
KENCANA PETROLEUM BHD	84.6	125.6	160.8	5.8%	7.1%	8.7%	28.4%	29.2%	27.8%	25.4	18.4	14.7	4.6	6.0	4.5	0.7%	0.6%	1.3%	1.56	2.69	BUY
KNM GROUP BHD	336.4	249.8	307.6	13.3%	11.0%	11.2%	17.6%	11.8%	13.5%	8.7	11.8	9.6	1.5	1.4	1.3	3.0%	1.7%	2.0%	0.74	0.93	BUY
PETRA ENERGY	42.3	23.2	34.5	8.0%	5.5%	7.3%	14.4%	7.4%	10.0%	7.1	12.8	8.7	1.0	1.0	0.9	1.3%	1.3%	1.3%	1.53	1.77	NEUTRAL
PETRA PERDANA BHD	84.9	32.0	60.5	12.7%	4.3%	7.2%	14.6%	5.3%	9.2%	5.0	13.2	7.0	0.9	0.7	0.6	2.0%	1.8%	2.1%	1.42	1.83	NEUTRAL
TANJONG OFFSHORE	32.1	6.7	32.3	5.6%	1.1%	5.1%	9.9%	2.1%	9.4%	8.9	42.9	8.9	0.9	0.9	0.8	2.6%	3.5%	5.3%	1.14	0.88	SELL
WAH SEONG CORP BHD	115.6	122.1	157.4	4.9%	5.3%	6.4%	14.6%	13.9%	15.8%	13.8	13.1	10.1	2.0	1.8	1.6	7.0%	3.2%	3.2%	2.32	3.35	BUY
<b>OIL &amp; GAS SECTOR</b>	<b>972.4</b>	<b>938.2</b>	<b>1,166.1</b>	<b>9.9%</b>	<b>9.1%</b>	<b>10.3%</b>	<b>17.3%</b>	<b>14.6%</b>	<b>16.1%</b>	<b>12.0</b>	<b>12.5</b>	<b>10.0</b>	<b>2.1</b>	<b>1.9</b>	<b>1.7</b>	<b>1.1%</b>	<b>1.3%</b>	<b>1.6%</b>			
GENTING PLANTATIONS BHD	373.3	212.3	288.5	36.0%	26.5%	33.6%	15.9%	8.9%	11.2%	12.3	21.6	15.9	2.0	1.9	1.8	4.5%	1.4%	1.4%	6.05	5.70	SELL
IJM PLANTATIONS	142.1	123.2	87.1	29.7%	25.1%	23.6%	18.3%	14.8%	9.4%	15.0	20.0	18.9	2.9	2.3	2.1	4.9%	3.3%	2.3%	2.40	2.03	SELL
IOI CORP BHD	1,942.6	1,479.4	1,620.6	13.2%	10.1%	11.0%	23.1%	17.7%	17.4%	20.1	22.2	21.3	5.3	4.1	3.7	3.4%	1.6%	2.5%	5.15	3.88	SELL
KUALA LUMPUR KEPONG	1,034.8	664.3	985.3	13.2%	10.0%	17.6%	18.7%	11.8%	13.7%	18.8	23.7	17.4	3.2	3.1	2.5	5.1%	2.4%	2.8%	16.56	15.15	SELL
KULIM MALAYSIA	323.3	194.3	303.3	8.4%	6.2%	8.8%	10.0%	5.6%	8.3%	7.2	11.9	7.6	0.7	0.7	0.6	3.3%	2.8%	2.8%	7.26	8.78	TRADING BUY
SIME DARBY	3,512.1	2,202.1	2,708.4	10.3%	7.1%	8.5%	15.8%	10.0%	11.3%	17.9	20.9	18.4	1.5	2.3	2.1	4.4%	2.4%	1.6%	8.53	6.94	SELL
<b>PLANTATION SECTOR</b>	<b>7,328.2</b>	<b>4,875.7</b>	<b>5,993.2</b>	<b>11.8%</b>	<b>8.6%</b>	<b>10.5%</b>	<b>17.3%</b>	<b>11.4%</b>	<b>12.6%</b>	<b>17.7</b>	<b>21.3</b>	<b>18.4</b>	<b>2.6</b>	<b>2.6</b>	<b>2.4</b>	<b>2.3%</b>	<b>1.6%</b>	<b>1.5%</b>			
AXIS REIT	63.4	62.0	49.8	100.2%	86.2%	59.4%	14.2%	11.1%	8.9%	9.5	9.7	12.1	0.8	1.1	1.1	7.8%	8.1%	8.3%	1.96	1.91	NEUTRAL
BANDAR RAYA DEVELOPMENTS BHD	77.3	116.7	77.4	7.7%	10.2%	9.4%	5.2%	7.3%	4.6%	9.4	6.2	9.4	0.5	0.5	0.4	7.4%	2.0%	2.0%	1.52	1.83	NEUTRAL
HEKTAR REIT	60.4	36.7	37.7	71.8%	42.8%	42.9%	15.0%	9.1%	9.2%	6.0	9.9	9.7	0.9	0.9	0.9	8.9%	9.2%	9.5%	1.14	1.18	BUY
HUNZA PROPERTY	48.4	27.6	36.6	19.8%	30.0%	27.5%	15.8%	8.5%	10.4%	6.4	7.6	5.4	0.8	0.7	0.7	10.0%	6.0%	7.5%	1.24	1.31	NEUTRAL
IGB CORP BHD	155.0	132.2	140.6	22.5%	21.0%	21.3%	5.8%	4.8%	4.9%	17.4	20.4	19.2	1.0	1.0	0.9	3.6%	1.4%	1.4%	1.81	1.88	NEUTRAL
PLENITUDE BHD	78.7	78.2	54.1	22.6%	21.8%	21.6%	13.4%	11.9%	7.7%	4.6	5.4	10.5	0.6	0.5	0.5	4.3%	4.3%	4.3%	2.65	2.76	NEUTRAL
SP SETIA BHD	213.5	143.3	166.2	16.1%	12.1%	12.3%	10.8%	7.2%	8.2%	20.4	27.9	23.5	2.1	2.1	2.0	7.9%	4.2%	4.2%	4.04	3.47	NEUTRAL
SUNRISE BHD	160.0	136.6	151.7	23.3%	17.0%	17.4%	21.1%	14.0%	13.6%	7.3	7.5	8.0	1.0	1.1	1.0	2.2%	1.4%	1.8%	2.19	2.33	NEUTRAL
UM LAND	(3.2)	17.4	20.7	-1.9%	9.1%	9.3%	-0.4%	2.1%	2.5%	(111.8)	20.8	17.5	0.4	0.4	0.4	1.7%	1.7%	1.7%	1.50	1.75	BUY
YNH PROPERTY BHD	91.1	61.0	72.3	26.0%	22.7%	22.0%	12.5%	8.7%	9.5%	7.3	10.8	9.1	0.9	0.9	0.9	5.3%	1.8%	4.3%	1.64	1.84	BUY
<b>PROPERTY SECTOR</b>	<b>944.6</b>	<b>811.8</b>	<b>807.0</b>	<b>19.0%</b>	<b>16.8%</b>	<b>16.7%</b>	<b>9.3%</b>	<b>7.5%</b>	<b>7.1%</b>	<b>12.3</b>	<b>13.7</b>	<b>14.2</b>	<b>1.1</b>	<b>1.0</b>	<b>1.0</b>	<b>2.5%</b>	<b>2.4%</b>	<b>2.6%</b>			
ADVENTA BHD	20.1	47.5	59.4	9.0%	16.8%	15.0%	12.5%	25.7%	27.7%	11.1	10.2	8.0	3.1	2.7	2.3	1.3%	1.7%	2.0%	3.46	5.37	BUY
HARTALEGA HLDGS	69.6	84.5	134.1	27.0%	19.1%	25.3%	38.8%	33.1%	36.4%	21.9	14.5	11.8	2.1	6.9	4.8	N.A.	1.1%	1.6%	7.30	8.92	BUY
KOSSAN RUBBER INDUSTRY	59.3	62.4	108.7	6.6%	6.4%	10.3%	19.8%	17.9%	24.6%	16.5	15.7	9.0	3.3	2.8	2.2	1.6%	2.0%	2.1%	6.12	9.52	BUY
SUPERMAX	46.5	117.0	140.5	5.6%	10.5%	11.5%	10.8%	21.7%	20.9%	29.1	11.5	9.6	0.5	2.5	2.0	5.9%	0.8%	0.8%	5.02	7.94	BUY
TOP GLOVE CORP BHD	108.1	169.2	216.0	7.9%	11.0%	12.2%	16.2%	20.5%	21.5%	26.7	18.6	15.5	5.1	4.2	3.4	2.7%	1.2%	1.3%	11.18	15.15	BUY
<b>RUBBER GLOVES SECTOR</b>	<b>303.5</b>	<b>480.7</b>	<b>658.7</b>	<b>8.5%</b>	<b>11.1%</b>	<b>13.2%</b>	<b>17.5%</b>	<b>22.3%</b>	<b>24.4%</b>	<b>22.3</b>	<b>15.0</b>	<b>11.8</b>	<b>4.6</b>	<b>3.7</b>	<b>3.0</b>	<b>0.6%</b>	<b>0.9%</b>	<b>1.1%</b>			

Source: Bloomberg, OSK

## APPENDIX VIII – OSK KLCI UNIVERSE (Cont'd)

STOCK/SECTOR	NET PROFIT (RM'm)			NET MARGIN (%)			ROE (%)			PER (X)			PBV (X)			GROSS DIV YIELD (%)			C.PRICE (RM)	TP (RM)	CALL
	FY08	FY09	FY10	FY08	FY09	FY10	FY08	FY09	FY10	CY08	CY09	CY10	FY08	FY09	FY10	FY08	FY09	FY10			
ANN JOO RESOURCES BHD	139.2	24.6	135.1	6.3%	1.7%	6.8%	15.7%	2.7%	13.5%	10.5	59.4	10.8	1.7	1.6	1.5	17.0%	0.7%	3.7%	2.80	2.57	NEUTRAL
CSC STEEL	58.7	63.7	71.1	4.3%	6.2%	5.5%	8.5%	8.7%	9.1%	8.8	8.1	7.3	0.5	0.7	0.7	6.3%	6.2%	6.9%	1.36	1.68	TRADING BUY
KINSTEEL BHD	37.4	(10.4)	107.9	1.5%	-0.5%	3.8%	4.7%	-1.3%	12.2%	25.7	(92.5)	8.9	1.2	1.2	1.1	4.0%	0.0%	1.6%	1.02	1.19	NEUTRAL
KKB ENGINEERING	10.9	32.8	47.1	9.0%	20.7%	23.1%	7.5%	22.6%	30.0%	25.6	8.5	5.9	1.0	1.9	1.8	1.4%	3.9%	5.6%	3.46	3.39	BUY
LION INDUSTRIES CORP BHD	861.9	(257.6)	303.3	12.4%	-5.4%	5.1%	28.4%	-9.3%	10.0%	4.0	53.4	3.6	0.6	0.4	0.4	0.5%	0.0%	0.6%	1.71	2.51	BUY
MALAYSIA STEEL WORKS	79.3	(10.3)	48.3	9.0%	-1.6%	6.0%	18.4%	-2.5%	10.4%	2.7	(20.6)	4.4	0.5	0.5	0.5	3.2%	0.0%	3.0%	1.09	1.45	BUY
PANTECH GROUP	34.2	59.6	50.7	10.9%	11.7%	9.8%	23.4%	34.3%	31.4%	6.3	6.7	6.7	2.4	2.0	2.2	2.4%	2.3%	2.7%	0.94	0.88	NEUTRAL
PERWAJA	162.6	(118.6)	128.8	7.0%	-8.2%	6.1%	15.5%	-12.7%	12.3%	5.1	(7.0)	6.4	0.4	0.9	0.8	0.0%	0.0%	2.1%	1.48	2.07	TRADING BUY
SINO HUA-AN	0.5	1.3	125.6	0.0%	0.1%	8.3%	0.1%	0.2%	15.9%	998.8	404.5	4.3	0.7	0.7	0.7	4.7%	0.1%	6.2%	0.49	0.87	BUY
SOUTHERN STEEL	104.7	16.2	172.1	3.2%	0.8%	6.3%	13.8%	2.2%	19.3%	9.8	63.4	6.0	1.4	1.4	1.1	9.5%	6.6%	70.2%	2.45	3.04	BUY
<b>STEEL SECTOR</b>	<b>1,489.4</b>	<b>(198.5)</b>	<b>1,190.0</b>	<b>7.0%</b>	<b>-1.3%</b>	<b>6.0%</b>	<b>17.1%</b>	<b>-2.4%</b>	<b>12.9%</b>	<b>7.8</b>	<b>99.4</b>	<b>6.1</b>	<b>0.8</b>	<b>0.9</b>	<b>0.8</b>	<b>1.9%</b>	<b>1.0%</b>	<b>8.8%</b>			
CBS TECHNOLOGY	5.7	10.1	12.8	24.8%	19.6%	19.7%	18.4%	24.4%	23.3%	13.5	7.6	3.0	2.5	1.9	1.4	0.0%	0.0%	0.0%	0.33	0.72	BUY
EFFICIENT E-SOLUTION	15.8	17.3	19.1	26.6%	26.3%	25.2%	19.1%	17.7%	16.7%	8.3	7.6	6.9	1.6	1.3	1.2	0.0%	0.0%	0.0%	0.20	0.29	BUY
ENG TEKNOLOGI	24.5	35.1	40.0	4.4%	7.5%	7.8%	10.9%	12.6%	15.6%	8.3	5.8	5.1	0.4	0.7	0.8	19.8%	4.7%	7.8%	1.70	1.75	BUY
JOBSTREET	32.8	25.5	26.0	32.1%	27.7%	28.2%	29.6%	20.4%	18.1%	14.3	18.4	18.1	3.6	3.8	3.3	4.3%	2.2%	2.2%	1.49	1.45	NEUTRAL
MALAYSIAN PAC INDUSTRIES BHD	112.2	(39.9)	100.0	7.3%	-3.5%	7.7%	14.7%	-5.7%	13.5%	36.6	N.A.	12.4	1.8	1.9	1.8	7.4%	4.2%	6.3%	6.31	6.36	NEUTRAL
NOTION VTEC	32.9	36.0	52.8	22.5%	20.9%	23.5%	24.0%	22.0%	25.9%	5.9	11.6	8.3	1.4	2.9	2.3	6.3%	2.2%	4.0%	3.02	3.38	TRADING BUY
TMC LIFE SCIENCE	3.9	(7.8)	5.8	10.0%	-16.4%	9.2%	3.4%	-7.4%	5.1%	55.5	(27.8)	37.4	1.9	2.1	1.9	0.8%	0.8%	0.8%	0.36	0.36	NEUTRAL
UNISEM (M) BHD	19.8	54.3	60.0	1.6%	5.3%	5.2%	2.4%	6.3%	6.7%	57.9	N.A.	19.1	1.4	1.3	1.3	8.5%	3.0%	3.6%	2.21	1.72	NEUTRAL
<b>TECHNOLOGY SECTOR</b>	<b>247.6</b>	<b>130.6</b>	<b>316.5</b>	<b>6.7%</b>	<b>4.2%</b>	<b>9.1%</b>	<b>10.8%</b>	<b>5.5%</b>	<b>12.5%</b>	<b>21.9</b>	<b>19.7</b>	<b>12.4</b>	<b>1.6</b>	<b>1.7</b>	<b>1.6</b>	<b>2.9%</b>	<b>2.3%</b>	<b>1.6%</b>			
AXIATA GROUP	1,138.0	1,316.8	1,870.9	10.0%	10.0%	13.0%	10.1%	7.3%	9.4%	24.3	21.0	14.8	2.5	1.5	1.4	8.5%	0.0%	0.0%	3.27	3.77	BUY
DIGI	1,140.7	986.5	1,038.1	23.7%	19.7%	20.1%	60.1%	65.4%	93.1%	14.9	17.2	16.4	9.0	11.3	15.2	8.9%	8.6%	8.2%	21.86	22.00	NEUTRAL
MAXIS	2,400.4	2,520.7	2,686.3	28.4%	28.7%	28.8%	28.4%	29.8%	29.6%	16.8	16.0	15.0	4.8	4.8	4.4	0.0%	6.7%	7.0%	5.38	5.80	BUY
TELEKOM MALAYSIA	708.5	490.5	529.9	8.2%	5.5%	5.7%	6.8%	6.3%	6.9%	15.8	22.8	21.1	1.1	1.4	1.5	32.1%	8.3%	8.3%	3.12	2.88	NEUTRAL
<b>TELECOMMUNICATION SECTOR</b>	<b>5,387.6</b>	<b>5,314.5</b>	<b>6,125.2</b>	<b>16.2%</b>	<b>14.9%</b>	<b>16.0%</b>	<b>16.8%</b>	<b>14.8%</b>	<b>16.2%</b>	<b>17.8</b>	<b>18.1</b>	<b>15.7</b>	<b>3.0</b>	<b>2.7</b>	<b>2.5</b>	<b>1.9%</b>	<b>4.0%</b>	<b>4.0%</b>			
AIRASIA BHD	171.1	383.5	312.7	6.5%	12.7%	9.0%	10.5%	14.4%	10.4%	12.0	7.0	8.6	2.3	1.4	1.3	0.0%	0.0%	0.0%	1.36	1.13	SELL
BINTULU PORT HLD	150.6	128.2	152.1	33.6%	29.8%	33.2%	17.1%	15.0%	17.7%	16.6	19.5	16.4	2.6	2.9	2.9	8.3%	5.6%	6.1%	6.25	6.72	NEUTRAL
CENTURTY LOGISTIC	10.7	17.2	19.7	6.5%	8.6%	8.9%	7.8%	11.4%	11.9%	4.5	9.1	8.0	1.0	0.9	0.8	3.0%	2.4%	4.2%	1.65	1.93	NEUTRAL
FREIGHT MANAGEMENT	12.2	13.6	14.4	5.5%	5.9%	5.5%	16.3%	16.2%	15.4%	6.7	6.3	5.7	1.2	1.1	0.9	6.2%	6.2%	6.8%	0.73	0.83	NEUTRAL
MALAYSIA AIRPORT HLDGS BHD	267.2	252.7	294.6	17.7%	15.1%	15.8%	8.5%	8.0%	9.0%	9.1	18.4	15.8	1.6	1.6	1.5	8.1%	3.3%	3.4%	4.60	4.22	NEUTRAL
MALAYSIAN AIRLINE SYSTEM BHD	244.3	(839.8)	168.0	1.6%	-7.8%	1.3%	5.8%	-106.3%	17.5%	22.2	(0.4)	4.1	1.0	5.5	4.6	0.0%	0.0%	0.0%	2.61	2.00	SELL
MALAYSIAN BULK CARRIERS BHD	157.9	209.1	183.8	21.9%	65.6%	54.5%	8.9%	10.6%	9.0%	15.1	14.5	16.5	1.7	1.6	1.5	16.7%	5.9%	4.8%	3.07	3.03	NEUTRAL
MISC BHD	2,180.6	1,406.2	879.2	16.8%	8.9%	5.9%	11.8%	6.7%	4.1%	19.9	36.8	25.6	1.9	1.7	1.6	5.5%	2.6%	4.5%	7.83	10.00	TRADING BUY
NCB HOLDINGS	155.6	136.1	150.8	16.4%	16.6%	16.4%	8.7%	7.3%	7.9%	9.4	10.7	9.7	0.6	0.8	0.8	11.6%	7.1%	8.4%	3.10	3.50	BUY
TRANS-ASIA SHIPMENT	18.4	7.9	13.4	5.0%	3.1%	4.3%	10.2%	4.1%	6.5%	4.5	10.4	6.1	0.5	0.4	0.4	0.0%	4.9%	6.1%	0.82	1.03	BUY
<b>TRANS./LOGISTIC SECTOR</b>	<b>3,368.5</b>	<b>1,714.8</b>	<b>2,188.8</b>	<b>9.6%</b>	<b>5.1%</b>	<b>6.2%</b>	<b>10.4%</b>	<b>5.2%</b>	<b>6.5%</b>	<b>19.9</b>	<b>42.0</b>	<b>20.1</b>	<b>1.7</b>	<b>1.7</b>	<b>1.6</b>	<b>3.6%</b>	<b>1.9%</b>	<b>2.7%</b>			
PETRONAS GAS BHD	1,092.9	928.7	932.9	35.0%	27.2%	28.9%	13.8%	11.6%	11.4%	20.0	22.6	21.9	2.5	2.4	2.4	5.8%	5.8%	5.1%	9.77	10.62	NEUTRAL
TENAGA NASIONAL BHD	2,559.9	2,157.1	2,950.0	9.9%	7.5%	10.0%	10.0%	8.3%	10.4%	11.2	16.8	13.0	1.4	1.3	1.2	3.3%	2.2%	2.4%	7.98	9.38	BUY
<b>UTILITY SECTOR</b>	<b>3,652.8</b>	<b>3,085.8</b>	<b>3,882.8</b>	<b>12.6%</b>	<b>9.6%</b>	<b>11.9%</b>	<b>10.9%</b>	<b>9.1%</b>	<b>10.6%</b>	<b>15.9</b>	<b>16.1</b>	<b>13.2</b>	<b>1.6</b>	<b>1.6</b>	<b>1.5</b>	<b>2.7%</b>	<b>2.6%</b>	<b>2.5%</b>			
AJIYA BHD	21.6	23.4	26.5	6.8%	7.3%	7.6%	13.4%	12.8%	12.9%	5.4	5.0	4.9	0.7	0.6	0.6	3.5%	3.5%	4.1%	1.71	1.90	BUY
HELP INTERNATIONAL	11.8	15.5	18.5	13.6%	16.0%	16.1%	15.9%	17.6%	17.9%	13.6	10.6	8.8	2.3	1.9	1.6	1.6%	1.6%	1.8%	1.90	1.95	BUY
HOVID	15.2	26.6	29.3	7.1%	10.6%	10.3%	8.1%	16.9%	17.8%	9.5	7.1	6.8	1.2	1.3	1.2	4.7%	0.0%	0.0%	0.26	0.30	TRADING BUY
KPJ HEALTHCARE	78.4	92.4	104.9	6.2%	6.6%	6.8%	13.8%	15.0%	15.7%	14.8	12.6	11.1	1.0	1.9	1.7	2.8%	10.0%	10.2%	2.20	2.95	BUY
LEADER UNIVERSAL	64.9	58.9	71.5	2.6%	3.0%	3.4%	13.0%	10.7%	11.7%	5.7	6.3	5.2	0.7	0.7	0.6	3.5%	3.3%	4.0%	0.85	1.16	BUY
LITRAK HOLDINGS	104.8	102.1	96.1	35.8%	34.3%	31.1%	11.3%	24.3%	21.0%	13.9	14.7	14.7	1.5	3.4	3.1	2.6%	11.1%	4.0%	2.87	3.01	NEUTRAL
PROGRESSIVE IMPACT	13.0	13.6	38.6	18.0%	10.1%	20.0%	15.7%	15.1%	39.9%	15.2	14.5	5.1	2.4	2.2	2.0	4.0%	4.0%	4.0%	0.30	0.40	BUY
PUNCAK NIAGA HLDGS BHD	24.6	176.3	152.1	1.7%	8.9%	7.4%	1.8%	11.9%	9.7%	47.0	6.6	7.6	0.9	0.8	0.7	3.8%	8.4%	7.2%	2.81	2.77	NEUTRAL
YI-LAI	13.2	10.6	12.5	11.1%	9.7%	10.7%	6.8%	5.4%	6.1%	8.7	10.8	9.2	0.6	0.6	0.6	8.3%	8.3%	9.7%	0.72	0.70	NEUTRAL
<b>OTHERS SECTOR</b>	<b>347.6</b>	<b>519.4</b>	<b>550.0</b>	<b>5.4%</b>	<b>8.0%</b>	<b>7.8%</b>	<b>8.6%</b>	<b>13.7%</b>	<b>13.5%</b>	<b>14.0</b>	<b>9.5</b>	<b>8.9</b>	<b>1.2</b>	<b>1.3</b>	<b>1.2</b>	<b>2.9%</b>	<b>5.2%</b>	<b>3.5%</b>			
<b>OSK EARNINGS UNIVERSE</b>	<b>43,136.3</b>	<b>36,900.1</b>	<b>46,824.3</b>	<b>11.6%</b>	<b>10.1%</b>	<b>11.8%</b>	<b>13.5%</b>	<b>11.0%</b>	<b>12.7%</b>	<b>17.3</b>	<b>18.0</b>	<b>14.6</b>	<b>2.2</b>	<b>2.1</b>	<b>1.9</b>	<b>2.7%</b>	<b>2.4%</b>	<b>2.9%</b>			

Source: Bloomberg, OSK

## APPENDIX IX – ECONOMIC EVENTS FOR FEBRUARY

FEBRUARY 2010					
Date	Malaysia	Singapore	Hong Kong/ China	Euro-Zone	United States
Mon 01			1. China PMI Manufacturing - Jan'10		1. Personal Income - Dec'09
Tue 02		1. PMI Manufacturing - Jan'10 2. Electronic Sector Index - Jan'10		1. Producer Price Index - Dec'09	
Wed 03				1. Retail Sales - Dec'09	
Thu 04				1. ECB Interest Rate - Feb'10	
Fri 05	1. External Trade - Dec'09 2. International Reserves - 29-Jan-10				1. Unemployment Rate - Jan'10
Mon 08		1. Foreign Reserves - Jan'10			
Tue 09					
Wed 10	1. Industrial Production - Dec'09 2. Manufacturing Sales - Dec'09		1. China External Trade - Jan'10		1. External Trade - Dec'09
Thu 11			1. China Money Supply - Jan'10 2. New Yuan Loans - Jan'10	1. Industrial Production Index - Dec'09	1. Retail Sales - Jan'10
Fri 12		1. Retail Sales - Dec'09		1. Gross Domestic Product - 4Q09	1. Michigan Confidence - Feb'10
Mon 15					
Tue 16					
Wed 17		1. External Trade - Jan'10		1. External Trade - Dec'09	1. Housing Starts - Jan'10 2. Industrial Production Index - Jan'10
Thu 18			1. HK Unemployment Rate - Jan'10		1. Producer Price Index - Jan'10
Fri 19	1. International Reserves - 15-Feb-10	1. Gross Domestic Product - 4Q09			1. Consumer Price Index - Jan'10
Mon 22				1. PMI Composite - Feb'10	
Tue 23		1. Consumer Price Index - Jan'10	1. HK Consumer Price Index - Jan'10		
Wed 24	1. Consumer Price Index - Jan'10 2. Monthly Statistical Bulletin - Jan'10		1. HK Gross Domestic Product - 4Q09		1. New Home Sales - Jan'10
Thu 25	1. Producer Price Index - Jan'10		1. China CPI, IPI - Jan'10 2. China Foreign Exchange Reserves - Jan'10 3. HK External Trade - Jan'10	1. Money Supply - Jan'10	
Fri 26	1. Gross Domestic Product - 4Q09	1. Industrial Production Index - Jan'10 2. Money Supply - M1 & M2 - Jan'10		1. Consumer Price Index - Jan'10	

Source: Bloomberg, BNM

### OSK Research Guide to Investment Ratings

**Buy:** Share price may exceed 10% over the next 12 months

**Trading Buy:** Share price may exceed 15% over the next 3 months, however longer-term outlook remains uncertain

**Neutral:** Share price may fall within the range of +/- 10% over the next 12 months

**Take Profit:** Target price has been attained. Look to accumulate at lower levels

**Sell:** Share price may fall by more than 10% over the next 12 months

**Not Rated:** Stock is not within regular research coverage

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