Malaysia Company Guide

Genting Berhad

Version 14 | Bloomberg: GENT MK | Reuters: GENT.KL

Refer to important disclosures at the end of this report

DBS Group Research . Equity

28 Apr 2020

BUY

Last Traded Price (27 Apr 2020): RM3.95 **(KLCI :** 1,370.16)
Price Target 12-mth: RM5.55 (41% upside) (Prev RM6.80)

Analyst
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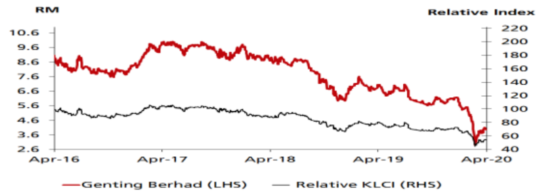
What's New

- Earnings prospects to be impacted by lower contributions from GENS and GENM
- Negatives priced in; stock trading at 0.4x book value, below 1998 lows
- Commencement of RWLV to be a key re-rating catalyst
- Maintain BUY with lower TP of RM5.55

Price Relative



Forecasts and Valuation

FY Dec (RMm)	2018A	2019A	2020F	2021F
Revenue	20,853	21,617	18,727	21,856
EBITDA	7,093	7,839	5,622	7,488
Pre-tax Profit	3,418	4,583	2,467	4,116
Net Profit	1,366	1,996	1,240	1,927
Net Pft (Pre Ex.)	2,642	2,244	1,240	1,927
Net Pft Gth (Pre-ex) (%)	30.7	(15.1)	(44.8)	55.4
EPS (sen)	35.2	51.5	32.0	49.7
EPS Pre Ex. (sen)	68.1	57.9	32.0	49.7
EPS Gth Pre Ex (%)	30	(15)	(45)	55
Diluted EPS (sen)	35.2	51.5	32.0	49.7
Net DPS (sen)	21.5	22.0	12.8	19.9
BV Per Share (sen)	884	911	934	969
PE (X)	11.2	7.7	12.4	7.9
PE Pre Ex. (X)	5.8	6.8	12.4	7.9
P/Cash Flow (X)	2.2	2.3	3.3	2.1
EV/EBITDA (X)	5.0	5.2	8.1	6.1
Net Div Yield (%)	5.4	5.6	3.2	5.0
P/Book Value (X)	0.4	0.4	0.4	0.4
Net Debt/Equity (X)	CASH	0.0	0.1	0.1
ROAE (%)	4.0	5.7	3.5	5.2
Earnings Rev (%):		0	(39)	(18)
Consensus EPS (sen):		N/A	43.5	56.7
Other Broker Recs:		B: 14	S: 1	H: 2

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

Offering deep value

Let's enjoy the game. We maintain our BUY recommendation on Genting Bhd (GENT) with a lower TP of RM5.55. Although we believe that FY20 is undoubtedly a challenging year for the group given the Covid-19 pandemic concerns, we expect operations to pick up from 2HFY20. Furthermore, the stock has dropped >30% on a YTD basis, which we believe has priced in the negatives. As the parent company of Genting Singapore (GENS) and Genting Malaysia (GENM), we believe that GENT continues to offer deep value. The stock is currently trading at a forward P/BV of 0.4x, which is significantly below its 1998 and 2009 crisis lows of 0.9x and 0.8x, respectively.

Where we differ. Lower earnings than consensus. We have lower earnings estimates than consensus given our more conservative stance on GENS and GENM's earnings forward for 2020 and 2021.

Potential catalysts. RWLV commencement, on-going re-rating of GENS and higher-than-expected visitations to Resorts World Genting (RWG). Commencement of RWLV is expected to be a key re-rating catalyst for the group. Stronger- than-expected earnings growth in GENS and the winning the integrated resort (IR project) in Japan are the other potential re-rating catalysts. Stronger-than-expected visitations to RWG may also provide upside potential to our earnings forecasts.

Valuation:

We cut our FY20/21 earnings estimates by -39%/-18% mainly to reflect the reduction in earnings estimates of GENS and GENM. Post earnings revisions, we lower our sum-of-parts-based (SOP) target price (TP) for the group to RM5.55. Our TP implies an FY21 price-to-earnings (PE) of 11x, which is about -1SD below its historical mean PE multiple.

Key Risks to Our View:

Regulatory risks and negative surprises from its key subsidiaries.

At A Glance

Issued Capital (m shrs)	3,851
Mkt. Cap (RMm/US$m)	15,210 / 3,495
Major Shareholders (%)	
Tan Sri Lim Kok Thay & Family	55.0
Free Float (%)	44.0
3m Avg. Daily Val (US$m)	9.6

GIC Industry : Consumer Discretionary / Consumer Services

Live more, Bank less

ed: CK/ sa: WMT, PY, CS

Live more, Bank less

WHAT'S NEW

Offering deep value

Cheaper exposure to subsidiaries: We reiterate our BUY recommendation on Genting Bhd (GENT) with a lower TP of RM5.55. We believe that GENT continues to offer deep value. As the parent company of GENS and GENM, GENT provides cheaper exposure to both its subsidiaries. Furthermore, the stock has dropped >30% on a YTD basis, which we believe has priced in the negatives.

GENS – valuation remains attractive. We cut our FY20 EBITDA estimate by 26% to S$606.1m (-49.1% y-o-y) and FY21 EBITDA estimate by 6% to S$974.6m (+60.8% y-o-y). This is to reflect the following:

1. A 35% decline in 2020 tourist arrivals, owing to more extensive travel restrictions. A ban on Chinese passport holders, which was implemented in February, was recently expanded to France, Germany, Italy, Iran, Korea and Spain. Furthermore, travellers from all other countries (effective from 21 March) will be required to serve a 14-day stay-home notice. At this juncture, additional travel bans are increasingly plausible, with the situation still deteriorating in Europe and North America. Besides that, Singapore has been under circuit breaker, or partial lockdown, from 7 April till 1 June, with most workplaces and schools closed and only businesses providing essential services such as food and groceries remaining open.

2. Our economists now expect Singapore's gross domestic product (GDP) to contract by 5.7% in 2020. Poor domestic consumer sentiment and the resurgence of new COVID-19 cases in Singapore will lead to markedly lower visitors to GENS's casino and attractions, in our view.

GENM – expect earnings to pick up in 2HFY20. We have also cut our FY20/21 earnings forecasts of GENM by 26%/16% mainly to account for (1) lowering our visitors assumption for FY20/21 to 26.6m/ 28.3m (FY20/21: 27.4m/ 29.5m previously) due to COVID-19 impact in FY20 and taking a more conservative stance for FY21, (2) our assumption that contributions from its US operations to contract by -15% for FY20 (we had previously assumed 5% growth in FY20), and (3) our assumption that other overseas contributions to contract by -10% for FY20. Post revision, we assume visitor growth for FY20/21 at -8%/7%, respectively.

Although FY20 is undoubtedly a challenging year for the group, we believe that this is temporary in nature and its operations will start picking up from 2HFY20.

Outdoor theme park remains on track to be opened in 3QFY20. On a positive note, we understand that the outdoor theme park remains on track to commence operations on 3QFY20, despite the implementation of MCO. We believe that the opening of outdoor theme will boost the visitations to Genting Highland, which could sustain its growth prospects in the 2HFY20.

Other segments will be adversely affected by slowing economy activities. Other than GENS and GENM, GENT also owns Genting Plantation (GENP) and other non-listed businesses such as power and oil & gas units. In the power business, the group has substantial interests in coal-fired, gas fired and wind power plants situated in Indonesia, China and India.

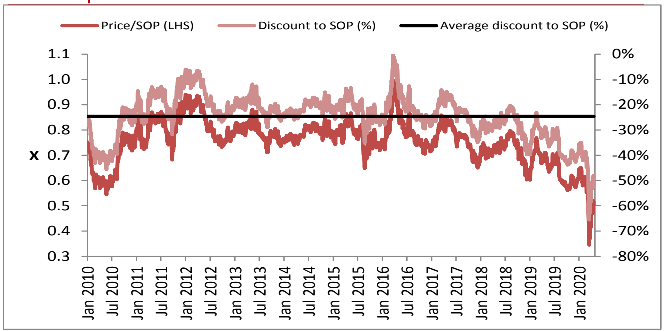
For its oil and gas business, GENT has 100% participating interest in an onshore oil and gas development activities in the Kasuri Production Sharing Contract in West Papua, Indonesia. It also has 49% working interest in a contract for the exploration, development and production of petroleum in the Chengdaoxi block in China.

Although we believe that these operations are likely to be adversely impacted by the slowing economic activities and collapse in oil price, we wish to highlight that the earnings contributions of these unlisted entities to the group remain small. In FY19, these unlisted entities contributed <10% to the group's earnings.

Cut FY20/21 earnings by 39%/18%. We cut our FY20/21F earnings estimates by 39%/ 18%, mainly to reflect the combined effects of: (1) lowering the earnings estimates of GENS and GENM, (2) reducing the earnings contributions from its unlisted entity, particularly the oil and gas and power segments, and (3) bookkeeping purposes. We believe that our earnings estimates for FY20/21 are rather conservative (now 26%/13% below consensus).

Attractive valuation. Despite the recent recovery of its share price, we believe its valuation remains attractive. As illustrated below, its share price's discount to SOP has widened to ~50% at present, compared to 25% historical average.

Share price's discount to SOP has widened to ~50%



Source: Company, AllianceDBS

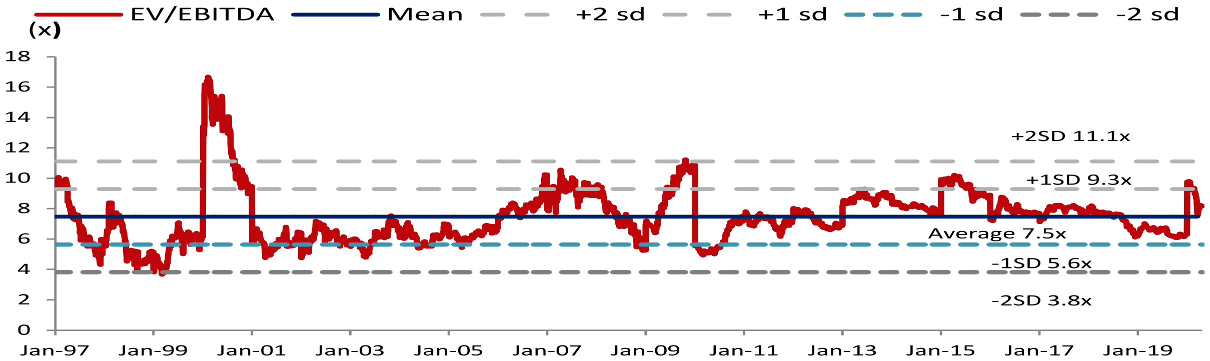
Maintain BUY with a lower TP of RM5.55. Post earnings revisions, we lower our SOP-based TP for the group to

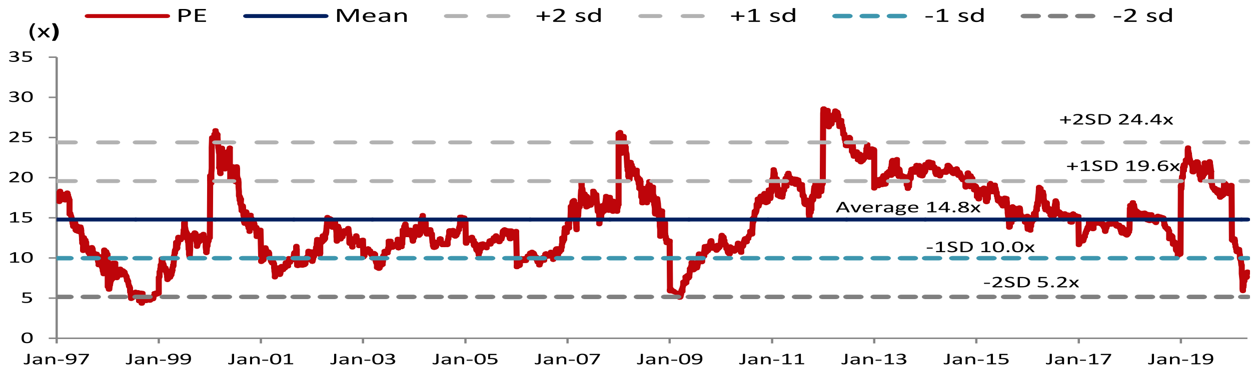
RM5.55. Our TP implies an FY21 PE of 11x, which is about -1 SD below its historical mean PE multiple. As illustrated in Appendix 1, GENT's valuation is close to its 1998 and 2008 crisis lows in terms of forward PE valuation, while below both crisis levels in terms of P/BV.

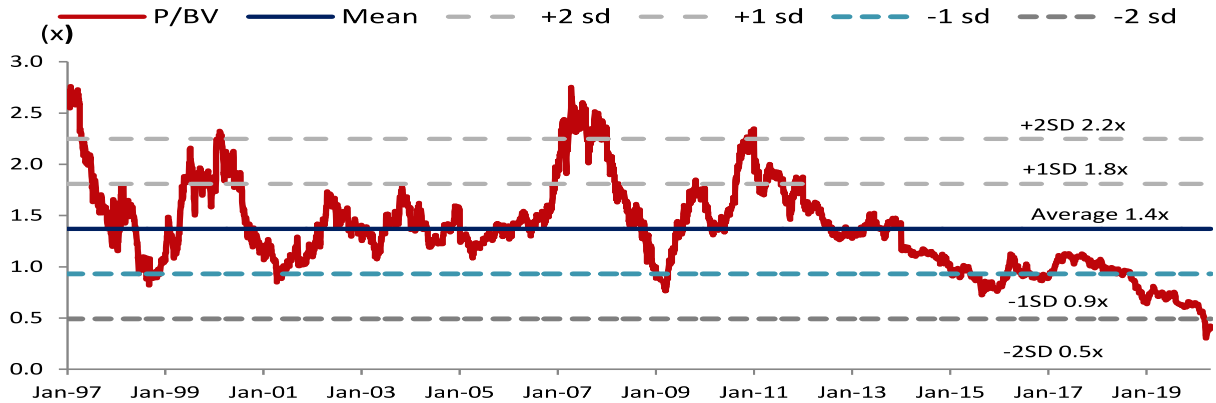
Newsflows regarding the progress of RWLV could be a catalyst for the group. GENT's management highlighted that the construction of Resorts World Las Vegas (RWLV) is progressing well. It is expecting the casino and resort to commence operations by the summer of 2021. The total investment cost for the project is USD4.3bn (~RM18bn) where the group has spent USD1.9bn (~RM8b) as at end Dec 2019. Management highlighted that they are planning to incur about RM5bn capital expenditure (capex) per annum for 2020 and 2021 to complete the project.

To recap, in 2013, GENT ventured directly (instead of going through its subsidiaries) into the gaming space in the US when it acquired an 87-acre site at the north end of the Las Vegas Strip from Boyd Gaming Corporation. The success of this venture, the group's first direct involvement in the US gaming sector, could change the group's earnings profile.

Appendix 1: GENT's forward PE valuation is close to its 1998 and 2008 crisis lows, while below both crisis levels in terms of forward P/BV







Source: AllianceDBS

Appendix 2: SOP Valuation

Listed assets	Stake	No of shares (m)	Forex rate (RM/$)	Target price (LC$)	Target value (RM m)	Basis
Genting Singapore	52.7%	12,198.5	3.04	0.80	15,634.4	Target price
Genting Malaysia	49.5%	5,929.3	1.00	2.40	7,044.1	Target price
Genting Plantation	55.4%	758.8	1.00	9.60	4,035.9	Target price
Landmarks	30.3%	480.8	1.00	0.27	39.3	Share price
Total value of listed assets					26,753.7	
Non-listed assets						
Management and licensing fees from Resorts					6,256.6	NPV
Oil & Gas					3,469.1	Book value
Power plants					4,082.2	DCF
Less: Net debt (ex-listed subsidiaries)					(9,630.4)	
Total					30,931.2	
Fully diluted no of shares (m)					3,877	
SOP/share (RM)					7.93	
Less: Holding co discount (30%)					(2.38)	
Adjusted SOP/share (RM)					5.55	
Implied PE (x)					11	

Source: AllianceDBS

CRITICAL DATA POINTS TO WATCH

GENS and GENM – key earnings contributors. GENT is a diversified conglomerate with businesses encompassing gaming, power generation, plantations, oil & gas and property development. The group holds substantial stakes in listed subsidiaries and an associate, i.e. Genting Malaysia (GENM - 50%), Genting Singapore (GENS - 53%), Genting Plantations (GENP - 55%), and Landmarks (30%). The group derives its earnings largely from GENS and GENM, contributing >85% of the group's EBITDA in 2019.

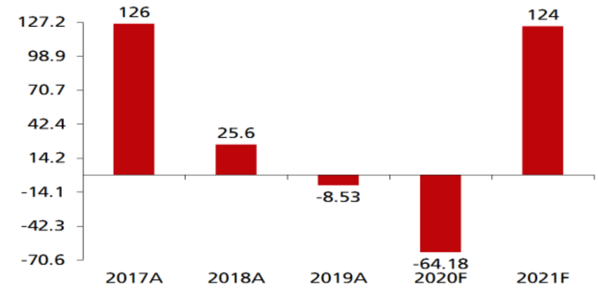
GENS – picking up in 2HFY20. GENS operates Resorts World Sentosa (RWS). As RWS is one of Singapore's top tourist attractions, an increase in Singapore's tourist arrivals would likely translate into more visitors to the various attractions and casino, and consequently higher revenue. While tourist arrivals are likely to plummet in 1H2020 due to extensive travel restrictions amid the COVID-19 outbreak, we expect pent-up travel demand to swiftly materialise and underpin a sharp turnaround from 3Q2020 to pre-outbreak levels over 4Q2020-1Q20201, and a marginal 2-3% decline in 2021 from 2019's level.

GENM – focusing on GITP. GENM has gaming operations spanning Malaysia, the UK and the US. The Malaysian operation is its key income contributor accounting for about 80% of GENM's EBITDA in 2019. The group has progressively launched Sky Avenue and Sky Plaza shopping malls since end-2016. Genting Malaysia soft launched the Genting Highlands Premium Outlets in mid-June 2017.

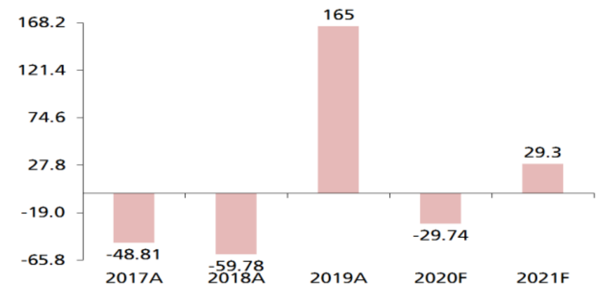
The group also opened all levels at the Sky Casino in 3Q17. The indoor (Skytropolis) theme park commenced operations in December 2018. We believe that GENM's legal settlement with Twenty First Century Fox Inc (Fox) and Walt Disney Co (Disney) could speed up the opening of its delayed outdoor theme park to 2HFY20. Management is comfortable that the outdoor theme park will be on track to be opened by 3QFY20.

Las Vegas venture. In 2013, GENT directly ventured (rather than through subsidiaries) into the gaming space when it acquired an 87-acre site at the north end of the Las Vegas Strip from Boyd Gaming Corporation. The success of this venture – the group's first direct involvement in the gaming business – could change the group's earnings profile. GENT's management has recently stated that the construction of Resorts World Las Vegas (RWLV) is progressing well. It is expecting the casino and resort to commence operations by the summer of 2021.

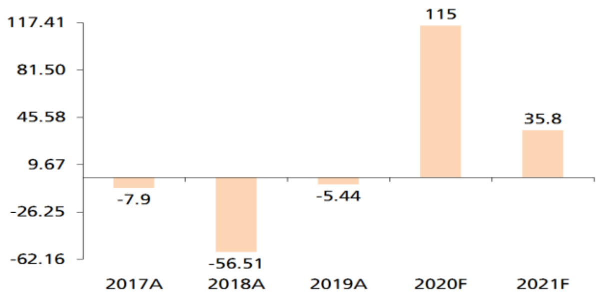
GENS's PAT growth-MYR term (%)



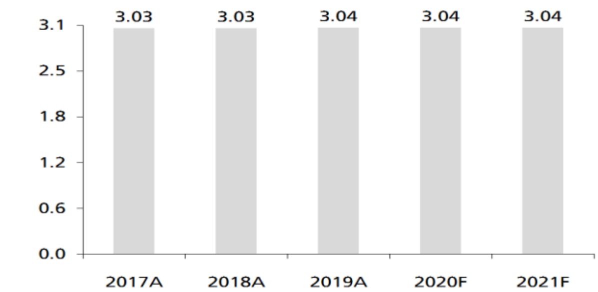
GENM's adjusted PAT growth (%)



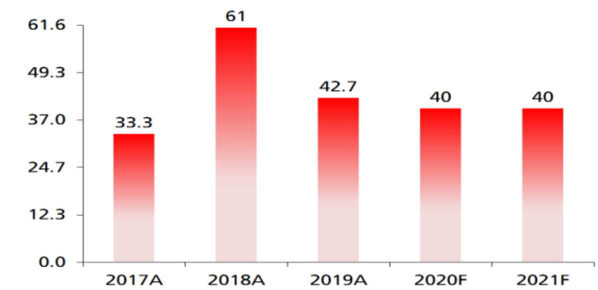
GENP's PAT growth (%)



MYR/SGD exchange rate

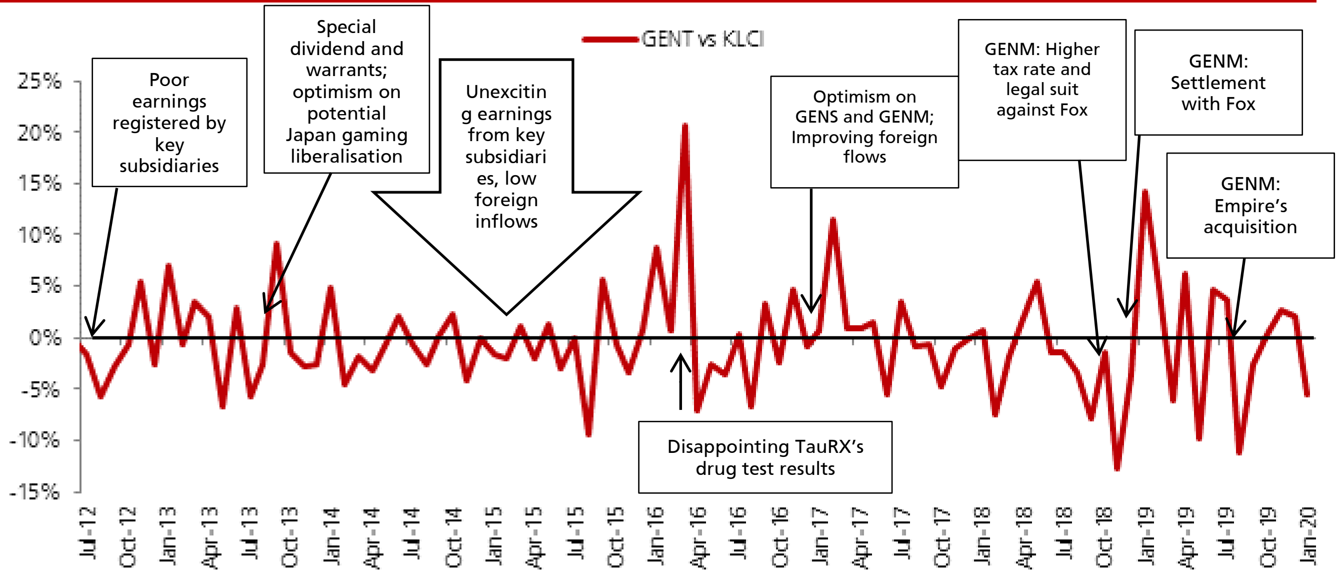


Dividend payout (%)



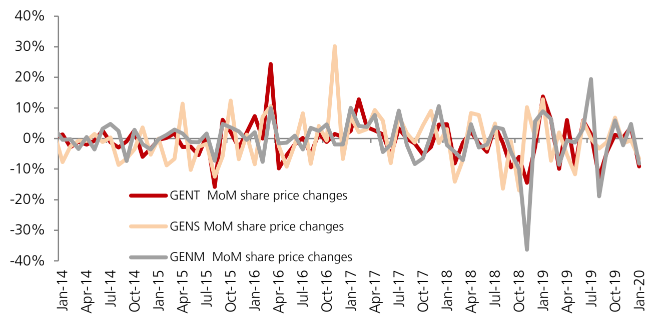
Source: Company, AllianceDBS

Graph 1: GENT's share price movement relative to FBM KLCI index movement (m-o-m)



Source: Company, Bloomberg Finance L.P., AllianceDBS

GENT's share price vs. GENM and GENS's share prices

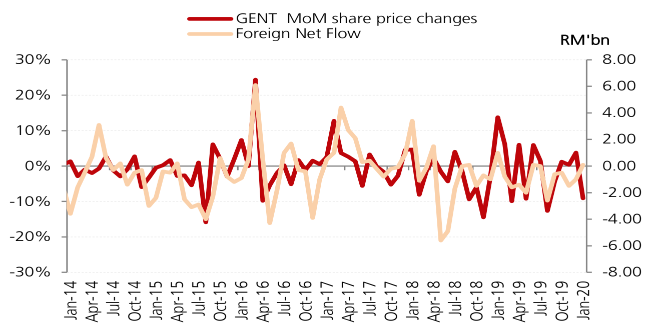


Source: Bloomberg Finance L.P., AllianceDBS

Remarks

GENT's share price performance is highly correlated to share price movements of GENS and GENM as these two subsidiaries contribute >85% of GENT's earnings in FY19. As such, the successful launch of GITP and earnings recovery of GENS serve as key re-rating catalysts for GENT as these will improve the group's earnings prospects.

GENT's share price vs. foreign fund flows



Source: Bloomberg Finance L.P., AllianceDBS

Remarks

GENT's share price performance is closely correlated with foreign fund flows. This is because its non-Shariah-compliant status prohibits many Malaysian funds from investing in the stock. On the other hand, its foreign shareholding has always been consistently high at >30%. As such, the movement of foreign fund flows in the Malaysian equity market will have a signiciant impact on its share price performance.

Balance Sheet:

GENT is at a slight net debt as at end-Dec 2019, although the group needs to increase foresee its capital spending going forward to develop RWLV in 2020 and 2021, we expect its net gearing position to be healthy about 0.1-0.2x.

Share Price Drivers:

Highly dependent on earnings prospects of GENS and GENM. As the parent company of GENS and GENM, which contribute the bulk of the group's earnings, GENT's share price is highly dependent on the earnings prospects of these two key subsidiaries.

Key Risks:

A hard landing for China's economy. A large proportion of GENS' VIP customers originate from China. A hard landing in China would present downside risk to our earnings estimates as this may impact the ability of GENS' Chinese customers to gamble at its properties.

Weaker-than-expected consumer sentiment. Further weakening of consumer sentiment, particularly due to COVID-19 pandemic, could hurt its gaming operations.

Gaming tax hikes. Gaming tax hikes in Malaysia and/or Singapore will have an adverse impact to the earnings prospects of GENM and GENS. As such, the group remains vulnerable to tax hikes going forward.

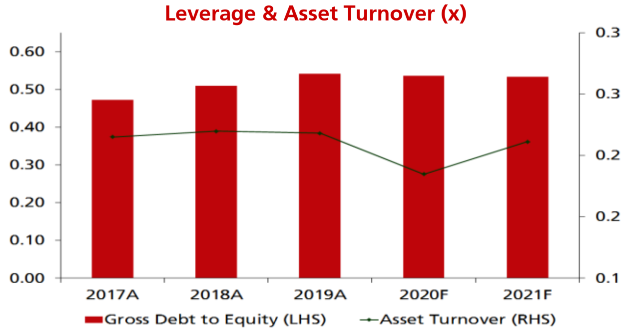
Volatility in CPO prices and USD exchange rate. Continued weakness in CPO prices may lead to lower-than-expected plantation earnings while lower energy prices would have an adverse impact on demand for vegetable oils for biofuels. Likewise, volatility in the USD would affect the profitability of planters in general.

Other risks: There are higher operating risks in Las Vegas, no thanks to the intense competition in a mature market, the absence of first-mover advantages for GENT, and its less strategic location. Nevertheless, GENT can leverage on its large Asian VIP clientele and experience with Foxwoods Resort Casino.

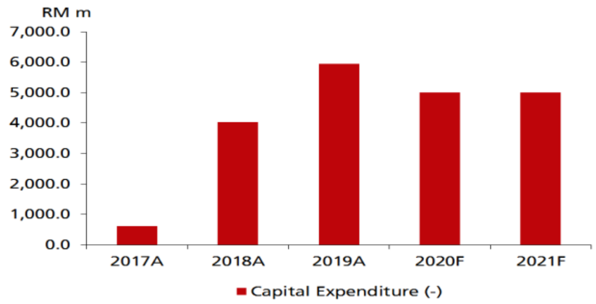
Company Background

GENT is a conglomerate with stakes in listed subsidiaries and associate, i.e. GENM (49%), GENS (53%) and GENP (53%). GENT also has exposure to power, oil & gas and property segments.

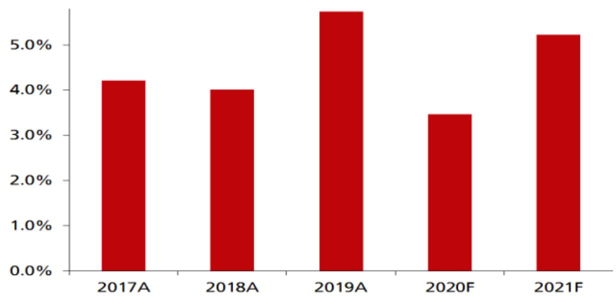
Leverage & Asset Turnover (x)



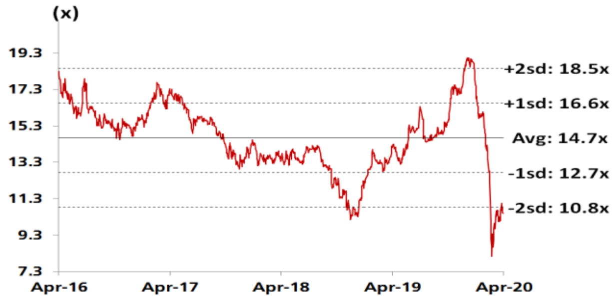
Capital Expenditure



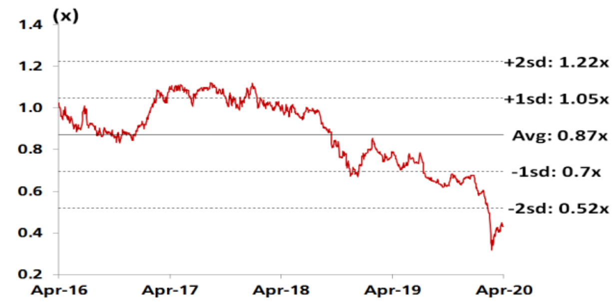
ROE (%)



Forward PE Band (x)



PB Band (x)



AllianceDBS

Key Assumptions

FY Dec	2017A	2018A	2019A	2020F	2021F
GENS's PAT growth-MYR	126	25.6	(8.5)	(64.2)	124
GENM's adjusted PAT growth (%)	(48.8)	(59.8)	165	(29.7)	29.3
GENP's PAT growth (%)	(7.9)	(56.5)	(5.4)	115	35.8
MYR/SGD exchange rate	3.03	3.03	3.04	3.04	3.04
Dividend payout (%)	33.3	61.0	42.7	40.0	40.0

Impacted by COVID-19 pandemic

Segmental Breakdown

FY Dec	2017A	2018A	2019A	2020F	2021F
Revenues (RMm)					
Leisure	16,603	17,344	17,730	14,660	17,294
Plantations	1,712	1,782	2,144	2,505	2,802
Power	1,066	1,067	1,060	960	1,070
Property	210	220	225	236	248
Others	429	441	458	367	442
Total	20,020	20,853	21,617	18,727	21,856

Income Statement (RMm)

FY Dec	2017A	2018A	2019A	2020F	2021F
Revenue	20,020	20,853	21,617	18,727	21,856
Cost of Goods Sold	(12,894)	(13,894)	(13,867)	(13,053)	(14,324)
Gross Profit	7,125	6,959	7,750	5,675	7,532
Other Opng (Exp)/Inc	(2,127)	(2,224)	(2,632)	(2,685)	(2,792)
Operating Profit	4,998	4,735	5,118	2,990	4,740
Other Non Opg (Exp)/Inc	0.0	0.0	0.0	0.0	0.0
Associates & JV Inc	(47.1)	134	89.3	(53.0)	(44.0)
Net Interest (Exp)/Inc	(63.3)	(175)	(377)	(470)	(580)
Exceptional Gain/(Loss)	(576)	(1,276)	(248)	0.0	0.0
Pre-tax Profit	4,312	3,418	4,583	2,467	4,116
Tax	(1,069)	(975)	(902)	(449)	(763)
Minority Interest	(1,541)	(1,078)	(1,685)	(779)	(1,427)
Preference Dividend	(257)	0.0	0.0	0.0	0.0
Net Profit	1,445	1,366	1,996	1,240	1,927
Net Profit before Except.	2,021	2,642	2,244	1,240	1,927
EBITDA	7,078	7,093	7,839	5,622	7,488
Growth					
Revenue Gth (%)	9.0	4.2	3.7	(13.4)	16.7
EBITDA Gth (%)	4.4	0.2	10.5	(28.3)	33.2
Opg Profit Gth (%)	0.5	(5.3)	8.1	(41.6)	58.5
Net Profit Gth (Pre-ex) (%)	10.6	30.7	(15.1)	(44.8)	55.4
Margins & Ratio					
Gross Margins (%)	35.6	33.4	35.9	30.3	34.5
Opg Profit Margin (%)	25.0	22.7	23.7	16.0	21.7
Net Profit Margin (%)	7.2	6.5	9.2	6.6	8.8
ROAE (%)	4.2	4.0	5.7	3.5	5.2
ROA (%)	1.6	1.4	2.0	1.2	1.9
ROCE (%)	4.3	3.8	4.4	2.6	4.0
Div Payout Ratio (%)	33.3	61.0	42.7	40.0	40.0
Net Interest Cover (x)	79.0	27.1	13.6	6.4	8.2

Source: Company, AllianceDBS

Quarterly / Interim Income Statement (RMm)

FY Dec	4Q2018	1Q2019	2Q2019	3Q2019	4Q2019
Revenue	5,397	5,573	5,446	5,295	5,303
Cost of Goods Sold	(3,562)	(3,633)	(3,454)	(3,326)	(3,437)
Gross Profit	1,835	1,940	1,992	1,969	1,867
Other Oper. (Exp)/Inc	(645)	(625)	(615)	(661)	(727)
Operating Profit	1,190	1,315	1,377	1,308	1,140
Other Non Opg (Exp)/Inc	0.0	0.0	0.0	0.0	0.0
Associates & JV Inc	19.9	42.4	13.0	43.1	(31.6)
Net Interest (Exp)/Inc	(80.5)	(119)	(60.6)	(85.7)	(111)
Exceptional Gain/(Loss)	0.0	(59.1)	0.40	(312)	122
Pre-tax Profit	1,129	1,179	1,330	954	1,120
Tax	105	(208)	(273)	(237)	(184)
Minority Interest	(579)	(410)	(457)	(412)	(406)
Net Profit	655	562	600	306	529
Net profit bef Except.	655	621	599	617	407
EBITDA	1,855	1,983	2,040	2,041	1,776
Growth					
Revenue Gth (%)	0.3	3.2	(2.3)	(2.8)	0.2
EBITDA Gth (%)	48.2	6.9	2.9	0.0	(13.0)
Opg Profit Gth (%)	69.1	10.5	4.7	(5.0)	(12.9)
Net Profit Gth (Pre-ex) (%)	(5.9)	(5.3)	(3.5)	3.0	(34.2)
Margins					
Gross Margins (%)	34.0	34.8	36.6	37.2	35.2
Opg Profit Margins (%)	22.0	23.6	25.3	24.7	21.5
Net Profit Margins (%)	12.1	10.1	11.0	5.8	10.0

Balance Sheet (RMm)

FY Dec	2017A	2018A	2019A	2020F	2021F
Net Fixed Assets	36,870	38,996	41,304	43,619	45,828
Invts in Associates & JVs	720	711	1,323	1,270	1,226
Other LT Assets	21,258	19,867	23,140	23,190	23,220
Cash & ST Invts	30,360	32,047	30,282	26,944	30,079
Inventory	580	685	669	637	699
Debtors	2,124	2,205	2,314	1,957	2,285
Other Current Assets	1,696	1,630	2,986	2,988	2,990
Total Assets	93,609	96,141	102,016	100,605	106,326
ST Debt	2,019	4,061	2,740	1,940	1,740
Creditor	5,394	5,251	5,747	4,764	5,560
Other Current Liab	917	806	942	942	942
LT Debt	24,950	25,164	29,390	30,740	32,240
Other LT Liabilities	3,219	3,471	3,923	1,297	2,147
Shareholder's Equity	33,790	34,274	35,332	36,200	37,549
Minority Interests	23,319	23,115	23,942	24,720	26,147
Total Cap. & Liab.	93,609	96,141	102,016	100,605	106,326
Non-Cash Wkg. Capital	(1,911)	(1,537)	(721)	(124)	(528)
Net Cash/(Debt)	3,391	2,823	(1,848)	(5,736)	(3,901)
Debtors Turn (avg days)	40.7	37.9	38.2	41.6	35.4
Creditors Turn (avg days)	179.5	166.5	178.7	185.0	163.4
Inventory Turn (avg days)	19.7	19.8	22.0	23.0	21.2
Asset Turnover (x)	0.2	0.2	0.2	0.2	0.2
Current Ratio (x)	4.2	3.6	3.8	4.3	4.4
Quick Ratio (x)	3.9	3.4	3.5	3.8	3.9
Net Debt/Equity (X)	CASH	CASH	0.0	0.1	0.1
Net Debt/Equity ex MI (X)	CASH	CASH	0.1	0.2	0.1
Capex to Debt (%)	2.3	13.8	18.5	15.3	14.7

Source: Company, AllianceDBS

Balance sheet remains healthy

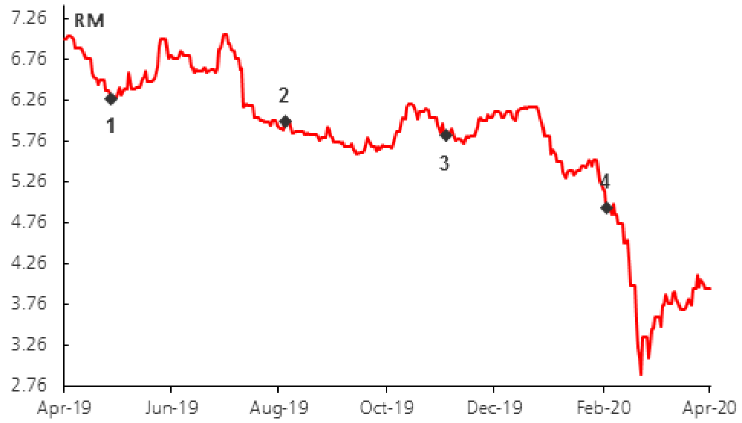
Cash Flow Statement (RMm)

FY Dec	2017A	2018A	2019A	2020F	2021F
Pre-Tax Profit	4,312	3,418	4,583	2,467	4,116
Dep. & Amort.	2,127	2,224	2,632	2,685	2,792
Tax Paid	(652)	(1,129)	(1,159)	(449)	(763)
Assoc. & JV Inc/(loss)	47.1	(134)	(89.3)	53.0	44.0
Chg in Wkg.Cap.	196	(312)	(42.6)	(597)	404
Other Operating CF	805	2,764	869	470	580
Net Operating CF	**6,835**	**6,830**	**6,792**	**4,629**	**7,174**
Capital Exp.(net)	(610)	(4,035)	(5,948)	(5,000)	(5,000)
Other Invts.(net)	0.0	0.0	0.0	0.0	0.0
Invts in Assoc. & JV	(1,025)	0.0	0.0	0.0	0.0
Div from Assoc & JV	526	605	732	696	620
Other Investing CF	(12.7)	(987)	(1,629)	(470)	(580)
Net Investing CF	**(1,122)**	**(4,418)**	**(6,845)**	**(4,774)**	**(4,960)**
Div Paid	(793)	(825)	(751)	(372)	(578)
Chg in Gross Debt	(100)	1,554	(1,342)	1,350	1,500
Capital Issues	0.0	0.0	0.0	0.0	0.0
Other Financing CF	(647)	(1,645)	1,440	0.0	0.0
Net Financing CF	**(1,540)**	**(916)**	**(653)**	**978**	**922**
Currency Adjustments	0.0	0.0	0.0	0.0	0.0
Chg in Cash	4,173	1,496	(706)	833	3,135
Opg CFPS (sen)	172	184	176	135	175
Free CFPS (sen)	162	72.1	21.8	(9.6)	56.1

For development of RWLV

Source: Company, AllianceDBS

Target Price & Ratings History



S.No.	Date of Report	Closing Price	12-mth Target Price	Rating
1:	24 May 19	6.28	7.80	BUY
2:	30 Aug 19	6.00	7.25	BUY
3:	29 Nov 19	5.83	7.25	BUY
4:	28 Feb 20	4.95	6.80	BUY

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

Source: AllianceDBS

Analyst: King Yoong CHEAH

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

**Share price appreciation + dividends*

Completed Date: 28 Apr 2020 07:44:00 (MYT)
Dissemination Date: 28 Apr 2020 07:46:37 (MYT)

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