

PLEASE CLICK ON THE PAGE NUMBER TO MOVE TO THE RELEVANT PAGE.

### KEY STORY

#### THAILAND

##### Initiate Coverage

**Muangthai Capital (MTC TB/BUY/Bt36.75/Target: Bt50.25)** Page 22

Leading non-bank play with impressive growth outlook.

#### CHINA

##### Economics

##### The Big Picture

Mixed Apr 18 data; stress is re-emerging.

##### Update

**Anta Sports (2020 HK/BUY/ HK\$45.35/Target: HK\$50.00)** Page 4

Takeaways from Anta meeting.

#### INDONESIA

##### Strategy

**Potential 25% Return Leading Up To 2019 Election** Page 7

JCI has the potential to deliver more than 25% return leading towards the 2019 presidential election. Picks: GGRM, LPPF, ASII, BMRI and BBNI.

#### MALAYSIA

##### Strategy

**The Pain Of Suspense** Page 9

Surprise announcement to scrap the MRT3 project and suspense in the government's decision on tolled expressways precipitated another broad market meltdown.

##### Results

**CIMB Group (CIMB MK/BUY/RM5.90/Target: RM7.40)** Page 10

1Q18: Below expectations due to higher marked-to-market trading losses. Maintain BUY given attractive valuations and expectations of a stronger 2H18.

**Hong Leong Bank (HLBK MK/HOLD/RM18.60/Target: RM19.90)** Page 13

3QFY18: Ahead of expectation. Lower-than-expected credit cost and strong marked-to-market trading gains drive earnings. Maintain HOLD with a higher target price of RM19.90

**Malaysian Resources Corporation (MRC MK/BUY/RM0.57/Target: RM1.01)** Page 16

1Q18: Expect substantially stronger quarters ahead on deleveraging. Upgrade to BUY.

#### SINGAPORE

##### Results

**SATS (SATS SP/BUY/S\$5.28/Target: S\$5.70)** Page 19

4QFY18: Below expectation due to one-off treatment in associates. SATS remains bullish on gateway services.

#### THAILAND

##### Initiate Coverage

**Muangthai Capital (MTC TB/BUY/Bt36.75/Target: Bt50.25)** Page 22

Leading non-bank play with impressive growth outlook.

##### Results

**BTS Group Holdings (BTS TB/BUY/Bt9.55/Target: Bt10.50)** Page 25

4QFY18: Fair growth rate in 4Q, preparing for strong growth in FY19.

### KEY INDICES

	Prev Close	1D %	1W %	1M %	YTD %
DJIA	24667.8	1.3	(0.7)	2.1	(0.2)
S&P 500	2724.0	1.3	(0.0)	2.9	1.9
FTSE 100	7689.6	0.7	(2.4)	2.4	0.0
AS30	6093.8	(0.5)	(0.8)	0.4	(1.2)
CSI 300	3723.4	(2.1)	(3.4)	(0.9)	(7.6)
FSSTI	3444.0	(2.1)	(2.8)	(4.7)	1.2
HSCEI	11769.2	(1.6)	(2.7)	(4.6)	0.5
HSI	30056.8	(1.4)	(2.0)	(2.4)	0.5
JCI	6011.1	(0.9)	4.5	0.3	(5.4)
KLCI	1719.3	(3.2)	(6.8)	(7.7)	(4.3)
KOSPI	2409.0	(2.0)	(2.5)	(4.2)	(2.4)
Nikkei 225	22018.5	(1.5)	(3.0)	(2.0)	(3.3)
SET	1725.1	(0.5)	(2.0)	(3.1)	(1.6)
TWSE	10821.2	(1.3)	(0.6)	1.5	1.7
BDI	1057	(1.9)	(11.8)	(21.2)	(22.6)
CPO (RM/mt)	2372	(1.9)	(2.1)	(0.3)	(0.8)
Brent Crude (US\$/bbl)	78	2.8	(2.9)	3.1	15.9

Source: Bloomberg

### TOP PICKS

	Ticker	CP (1cy)	TP (1cy)	Pot. +/- (%)
<b>BUY</b>				
Baoshan Iron & Steel	600019 CH	8.25	11.25	36.4
Beijing Cap Intl Airport	694 HK	11.00	14.10	28.2
Gudang Garam	GGRM IJ	68,375.00	83,000.00	21.4
PP Persero	PTPP IJ	2,600.00	3,700.00	42.3
V.S. Industry	VSI MK	1.83	2.90	58.5
OCBC	OCBC SP	12.60	16.02	27.1
SingTel	ST SP	3.28	4.22	28.7
Siam Cement	SCC TB	452.00	610.00	35.0
<b>SELL</b>				
Great Wall Motor	2333 HK	7.65	6.50	(15.0)
Hartalega	HART MK	6.08	4.02	(33.9)

### KEY ASSUMPTIONS

GDP (% yoy)	2017	2018F	2019F
US	2.3	2.5	2.3
Euro Zone	2.3	2.3	1.9
Japan	1.7	1.8	1.9
Singapore	3.6	2.8	3.1
Malaysia	5.9	5.0	5.2
Thailand	3.9	4.0	4.2
Indonesia	5.1	5.3	5.4
Hong Kong	3.8	3.4	3.3
China	6.9	6.4	6.2
CPO (RM/mt)	2,783	2,400	2,500
Brent (Average) (US\$/bbl)	55.00	67.00	66.50

Source: Bloomberg, UOB ETR, UOB Kay Hian

### CORPORATE EVENTS

	Venue	Begin	Close
Analyst Presentation on Greater China Automobiles Sector	Bangkok	30 May	31 May
SGX-UOBKH Luncheon Seminar	Taipei	30 May	31 May
Analyst Presentation on Thailand Telecommunications Sector			
Roadshow with Colour Life Services Group (1778 HK)	Kuala Lumpur	4 Jun	5 Jun
Roadshow with Colour Life Services Group (1778 HK)	Singapore	6 Jun	7 Jun
Analyst Presentation on 2H18 Singapore Outlook and Strategy	Kuala Lumpur	7 Jun	8 Jun
Analyst Presentation on SG/HK Property & REITs	Bangkok	18 Jun	19 Jun
Corporate Roadshow with Xiabuxiabu Catering Management (0520.HK)	Toronto	28 Jun	28 Jun
	Montreal	29 Jun	29 Jun

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