



# PHILLIP RESEARCH SDN BHD

199001007125 (198695-X)

B-18-6, Megan Avenue II, No 12, Jalan Yap Kwan Seng, 50450 Kuala Lumpur.

Tel No: 03-2783 0300

## Morning Pole Position

| 28<sup>th</sup> September 2022 |

All market data as at previous trading day

### Market indices

Indices	Last	Daily chg	YTD chg%
<i>Local</i>			
FBM KLCI	1,410.87	-2.17	-9.99
FBM Emas	10,079.94	-13.76	-10.87
FBM Syariah	10,176.56	24.60	-17.01
FBM Small Cap	13,965.72	27.46	-11.39
FBM ACE	4,708.38	47.26	-26.66
F4G BM	816.86	-1.41	-7.21
F4G BMS	840.92	3.20	-14.42

Funds Flows	Net Buy (MYR'm)
Local Institutions	36.6
Local Retails	58.4
Foreign	-95.0

<i>Foreign</i>			
Dow Jones	29,134.99	-125.82	-19.82
S&P 500	3,647.29	-7.75	-23.48
Nasdaq	10,829.50	26.58	-30.78
FTSE	6,984.59	-36.36	-5.42
Hang Seng	17,860.31	5.17	-23.67
Nikkei	26,571.87	140.32	-7.71
Shanghai CI	3,093.86	42.64	-15.00
Strait Times	3,165.50	-16.47	1.34

### Currencies

BNM Middle Rate (5pm)	Last	Daily chg	YTD %
USD / MYR	4.6108	0.0098	10.70
GBP / MYR	4.9824	0.0347	-11.52
JPY100 / MYR	3.1934	-0.0054	-11.76
EUR/MYR	4.4374	-0.0187	-5.87
SGD / MYR	3.2123	0.0028	4.12
CNY / MYR	0.6434	0.0002	-1.73
AUD / MYR	2.9910	-0.0093	-1.17

### Bond Yield Movements

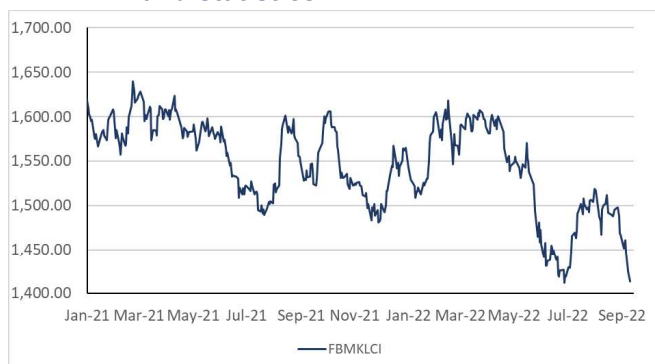
		Yield	Daily Change (bps)
<b>MGS</b>	3- year	3.77	3
	10- year	4.34	0
<b>GII</b>	3- year	3.78	2
	10- year	4.54	16
<b>UST</b>	2- year	4.3	3
	10- year	3.97	9

### Commodities

	Last	Daily chg	Daily chg %
CPO (3 <sup>rd</sup> month)	3,523.00	-18	-0.51
Brent (1 <sup>st</sup> month)	85.69	1.75	2.08
Gold (spot)	1,622.53	-13.67	-0.84

Source: Treasury.gov, Bursa and BNM

### FBM KLCI and statistics



Source: Bloomberg

### Market Turnover

Vol (m shrs)	2,283
Value (MYR m)	1,923

Top 5 Value	Last	Daily chg %	Value (MYR m)
CIMB	5.250	-0.94	125.449
PBBANK	4.210	-1.64	124.122
MAYBANK	8.570	-0.23	113.613
TOPGLOV	0.610	-3.94	80.642
PCHEM	8.350	0.36	74.819

Top 5 Gainers	Last	Daily chg %	Value (MYR m)
FOCUS-PA	0.010	100.00	0.002
NEXGRAM	0.010	100.00	0.001
MLAB	0.015	50.00	0.005
GOCEAN	0.015	50.00	0.003
DOLPHIN	0.020	33.33	0.010

Top 5 Losers	Last	Daily chg %	Value (MYR m)
VSOLAR	0.005	-50.00	0.007
KGROUP	0.005	-50.00	0.001
JOE	0.010	-33.33	0.003
PUC	0.020	-20.00	0.046
MERIDIAN	0.020	-20.00	0.002

Top 5 DBT	Value (MYR m)	Volume (m shares)	Price (MYR)
SAPNRG	2.000	50.000	0.045
RHBBANK	220.000	40.000	5.53
MBSB	9.723	20.688	0.59
CIMB	91.875	17.500	5.25
CHINHIN	25.231	9.876	2.92

## Market Pulse



Source: Chart created using tradingview.com's tools, PRSB

Although KLCI extended its losses by 2.17 pts (-0.15%), closing at 1,410.87 pts, indecision can be seen as the daily candle formed a spinning top candlestick. The KLCI sentiment saw 15 gainers and 12 losers while remaining 3 unchanged. The best performers of the day were PPB group and Axiata, gaining 3.39% and 2.63%, respectively while the worst performers were Top Glove and Public Bank, shredding 3.94% and 1.64%, respectively. The broad market shared a similar sentiment as gainers overtook losers by 427 to 392 while 406 remained unchanged.

Similarly, the U.S. market sentiment were mixed as NASDAQ gained 1.75%, while Dow Jones and S&P500 still closed in red with -0.43% and -0.21%, respectively. Economic data released yesterday may have caused some confusion when good news becomes bad news for investors as the U.S. economy continues to display its resiliency. New home sales came in at 685k, beating the consensus of 500k, while the Conference Board's consumer confidence indicator printed at 108.0 (consensus: 104.5), the best since April. Durable goods orders fell 0.2% in August, declining less than the forecast of -0.4%, while core durable goods orders came in line with the consensus of 0.2% MoM. The Case-Shiller 20-city home price index also showed home prices fell in July for the first time in just over 10 years.

Hence, although today's market sentiment may remain weak and volatile, taking the hint of the U.S. economy is still strong, we anticipate the KLCI to close with green today as RSI chartered into oversold territory. Technically, the KLCI may test the immediate support at 1,408.83 pts and rebound to close around yesterday's high of 1,420.27 pts. We set the support level at 1,388.80 pts. Exhibit 1 shows our current picks.

Exhibit 1: Our Picks

Company	Ticker	Rating	Price (MYR)	TP (MYR)	Upside (%)
<b>Fundamental</b>					
Bermaz Auto	BAUTO MK	Buy	1.84	2.45	33.15
Guan Chong	GUAN MK	Outperform	2.37	2.78	17.30
<b>Technical</b>					

Telekom	T MK	Outperform	5.60	6.28	12.14
QL Resources	QLG MK	Outperform	5.05	5.77	14.26
Opcom Holdings	OHB MK	Buy	0.815	1.24	52.15
KSL Holdings	KSL MK	Buy	0.775	0.96	23.87
Gamuda	GAM MK	Outperform	3.88	4.30	10.82
Chin Well Holdings	CWH MK	Outperform	1.67	2.00	19.76
Supercomnet Technologies	SCT MK	Outperform	1.67	1.73	3.59
Kelington Group	KGRB MK	Buy	1.35	1.71	26.67
Pentamaster Corporation	PENT MK	Buy	4.17	5.26	26.14
AME Elite Consortium	AME MK	Buy	1.45	2.03	40.00
Formosa Prosonic Industries	FOR MK	Buy	3.04	3.92	28.95
Kerjaya Prospek Group	KPG MK	Outperform	1.15	1.39	20.87
MMS Ventures	MMSV MK	Buy	0.720	1.20	66.67
Dialog Group	DLG MK	Buy	2.13	2.95	38.50
FM Global Logistics Holdings	FMH MK	Buy	0.600	0.82	36.67
Solarvest Holdings	SOLAR MK	Buy	0.76	1.12	47.37
Hibiscus Petroleum	HIBI MK	Buy	0.85	1.32	55.29
OSK Holdings	OSK MK	Buy	0.89	1.12	25.84
Malakoff Corporation	MLK MK	Buy	0.67	0.86	28.36
UWC	UWC MK	Buy	3.89	5.03	29.31
Dayang Enterprise	DEHB MK	Buy	1.14	1.44	26.32
Deleum	DLUM MK	Outperform	0.74	0.84	14.29
CTOS Digital	CTOS MK	Buy	1.35	1.78	31.85
Ancom Nylex	ANC MK	Buy	1.00	1.24	24.00
BP Plastics Holdings	BPP MK	Buy	1.45	1.80	24.14
CCK Consolidated Holdings	CCK MK	Outperform	0.61	0.71	17.36
Globetronics Bhd	GTB MK	Outperform	1.22	1.40	14.75
Inari Amertron Bhd	INRI MK	Outperform	2.65	3.11	17.17
Vitrox Corp Bhd	VITRO BHD	Buy	7.39	7.88	6.56
<b>ETF</b>					
MyETF Dow Jones U.S. Titans 50	METFUS50 MK	Buy	USD 1.77	USD 1.93	9.18
MyETF MSCI SEA Islamic Dividend	MEMSID MK	Buy	0.81	0.92	14.11
Principal FTSE ASEAN 40 Malaysia ETF	CIMBA40 MK	Buy	1.62	1.80	11.09
Principal FTSE China 50 ETF	CIMBC25 MK	Buy	1.23	1.39	13.29
TradePlus HSCEI Daily (2x) Leveraged Tracker	HSCEI2XL MK	Strong Buy	0.52	0.85	63.13
TradePlus NYSE FANG+ Daily (-1x) Inverse Tracker	FANG1XI MK	Buy	1.75	1.86	6.29

Note: CB Industrial Product Holding was removed as it hits its cut loss.

Source: Bursa, Bloomberg, PRSB, price as of 27<sup>th</sup> September 2022

## Malaysian news highlights

---

- **Ringgit down for fourth day, tracking US dollar pressure on global currencies.**  
The Malaysian ringgit has slid further to 4.6112 against the US dollar on Tuesday (Sept 27), as it registered its fourth consecutive day of decline, tracking losses among major currencies against the greenback. At 6pm, the local currency depreciated to 4.6112 against the greenback, from Monday's close of 4.6038. Meanwhile, the ringgit traded mixed against a basket of other currencies. (Source: [TheEdgeMarkets](#))
- **BNM, Bank Indonesia renew local currency bilateral swap agreement of up to RM8 bil.**  
Bank Negara Malaysia (BNM) and Bank Indonesia have renewed the local currency bilateral swap agreement (LCBSA) of up to RM8 billion/28 trillion rupiah on Sept 23 (last Friday), to reinforce the ongoing cooperation by both central banks. The LCBSA, effective for a period of three years, was renewed following the first agreement which was signed in 2019. (Source: [TheEdgeMarkets](#))

## Global news highlights

---

- **US Housing Prices Fall for First Time Since 2012.**  
A national measure of prices in 20 large cities fell 0.44% in July, the first drop since March 2012, the S&P CoreLogic Case-Shiller index showed Tuesday. The last real estate crash ended in 2012, ushering in 10 years of price gains, capped off by the two-year pandemic buying frenzy. But the Federal Reserve has put a swift end to the party as it fights to curb inflation. Mortgage rates this year doubled, pricing out many buyers and causing sales to plunge. Now values are heading south. The biggest month-over-month declines in July were in San Francisco (-3.6%), Seattle (-2.5%) and San Diego (-2%). (Source: [Bloomberg](#))
- **US Business Equipment Orders Rise by Most Since Start of Year.**  
The value of core capital goods orders, a proxy for investment in equipment that excludes aircraft and military hardware, increased 1.3% last month -- the most since January -- after an upwardly revised 0.7% July advance, Commerce Department figures showed Tuesday. The data aren't adjusted for inflation. Bookings for durable goods -- items meant to last at least three years -- fell 0.2% in August, dragged down by a decline in commercial aircraft. Excluding transportation equipment, durable goods orders rose 0.2% for a second month. (Source: [Bloomberg](#))
- **12 EU countries seek cap on wholesale natural gas prices.**  
Twelve EU member states, including Croatia, have asked the European Commission to draft a proposal for the forthcoming extraordinary meeting of energy ministers to cap wholesale natural gas prices. "The price cap that has been requested since the beginning by an ever increasing number of member states is the one measure that will help every member state to mitigate the inflationary pressure, manage expectations and provide a framework in case of potential supply disruptions, and limit the extra profits in the sector," the energy ministers of 12 EU countries said in their letter to Commissioner for Energy, Kadri Simson. (Source: [TheEdgeMarkets](#))
- **Deflation Risks Loom in China Amid Property Crisis, Survey Shows.**  
China faces increasing risks from deflation as demand crumbles under the weight of an ongoing property crisis and is threatened by continued Covid restrictions -- a stark contrast with other major economies, according to a private survey. Companies reported the weakest growth in sales prices since the last quarter of 2020 in the three months through September, according to indexes compiled by China Beige Book International in a report published Tuesday. That's despite wages and input costs picking up slightly from the previous quarter. (Source: [Bloomberg](#))
- **China Warns Waning Global Demand Is Top Threat to Trade.**  
"The slowdown in external demand is the biggest uncertainty faced by China's trade," said Vice Commerce Minister Wang Shouwen during a press conference Tuesday in Beijing. "Our companies are reporting falling orders, as the demand from major markets is declining." (Source: [Bloomberg](#))

- **India Unwilling to Bend for Index Inclusion to Bring in Billions.**  
India has ruled out any changes to tax policies that will make it easier for the nation's bonds to be included in global indexes, according to people familiar with the matter. The government doesn't plan to waive capital gains taxes, and it's concerned that foreign inflows will increase the volatility of local markets, said the people, who didn't want to be identified discussing policy matters. Those taxes have been a stumbling block in previous negotiations. (Source: [Bloomberg](#))
- **Philippines to Shut 175 Online Casinos, Deport 40,000 Chinese.**  
The Philippines will shut 175 online casinos that are operating illegally and deport 40,000 Chinese workers, a justice department official said. Licenses of these online casinos, locally known as Philippine offshore gaming operators or POGO, have been cancelled by the gaming regulator, Department of Justice Spokesman Jose Dominic Clavano said in a briefing on Monday. (Source: [Bloomberg](#))
- **Bank Indonesia Intervention Lifts Rupiah From Lowest Since 2020.**  
Bank Indonesia stepped in to prop up the rupiah for a second day, joining a host of other policy makers which are pushing back against a surging dollar. Indonesian authorities are intervening in the spot and domestic non-deliverable forwards markets to prevent the rupiah from weakening excessively, Edi Susianto, executive director of monetary management, said in a text message Tuesday. The currency erased a loss of as much as 0.3% against the greenback after his comments. (Source: [Bloomberg](#))

## Corporate news

---

- **Ivory Properties defaults on another loan, this time with Maybank for RM39 mil.**  
Ivory Properties Group Bhd, which is based in Penang, announced on Tuesday (Sept 27) that a third subsidiary has defaulted on a loan payment, this time for a sum of RM39 million to Malayan Banking Bhd (Maybank), which was raised to part finance the purchase of land for a project. The wholly-owned unit, Ivory Meadows Sdn Bhd (IMSB), cannot meet its payment obligation, as its cash flow was affected following the delay in the project's launch due to the impact of the Covid-19 pandemic, according to Ivory Properties. (Source: [TheEdgeMarkets](#))
- **Mynews reports reduced 3Q loss as in-store sales improve after economy's reopening.**  
Mynews Holdings Bhd's net loss narrowed by 90% to RM1.45 million for the third quarter ended July 31, 2022 (3QFY22), from RM14.92 million a year ago, as in-store sales improved with the lifting of the restrictions on business and social activities in the country. Also contributing to the convenience store operator's improved performance was an 11% increase in the number of outlets to 573 from 515 a year ago, the group said in a Bursa Malaysia filing. Loss per share eased to 0.21 sen from 2.19 sen in 3QFY21. (Source: [TheEdgeMarkets](#))
- **VS Industry's 4Q net profit falls 17% on one-off impairment; FY22 earnings down 31%.**  
VS Industry Bhd's net profit fell 16.69% to RM34.57 million for its fourth quarter ended July 31, 2022 (4QFY22), from RM41.5 million a year earlier, following a RM25.8 million one-off impairment on investment in an associate. The lower earnings were also due to a RM12.4 million impairment loss on plant and equipment, the electronics manufacturing services provider said in a Bursa Malaysia filing. (Source: [TheEdgeMarkets](#))



## DISCLAIMER

Legal and Regulatory Notices (Electronic Communications)  
© 2018 PRSB.

### Important disclosures

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

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

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

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

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

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

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

Key to PRSB investment ratings:

Equity:

BUY: Total stock return (including dividends) expected to exceed 20% annually;

O-PF: Total expected return below 20% annually but exceeding market return;

U-PF: Total expected return positive but below market return;

SELL: Total return expected to be negative.

For relative performance, we benchmark the 12-month total forecast return (including dividends) for the stock against the 12-month forecast return (including dividends) for the market on which the stock trades.

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

STRONG BUY: Total return (including dividends) expected to exceed 20% annually;

BUY: Total expected return below 20% but exceed 5% or then 1-year rate, whichever is higher;

SELL: Total return of not more than 5% or then 1-year rate, whichever is higher.

The ratings are based on the forecast total return (including dividends) over the next 12 months.

Funds:

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

O-PF: Total return is positive and above peers' average but has higher risk factors; SELL: Total return is negative.

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

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

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

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

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

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

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

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

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

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