
MEDIA CLIPPING

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Public IB Research starts coverage on SCGM, target RM4

KUALA LUMPUR (July 28): Public IB Research has initiated coverage on SCGM Bhd with an “Outperform” rating and target price of RM4 and said although SCGM’s share price has performed favourably over the last 2 years, rising more than 132%, it sees further upside opportunity in the company riding on i) aggressive expansion plans in the pipeline, ii) introduction of more new products mix in plastic cups and iii) increasing regulatory bans on polystyrene packaging in Malaysia, which would further drive up the demand for its plastic-based food packaging products.

“We initiate SCGM with an Outperform call and target price of RM4.00 based on FY18 PER of 21x,” it said.