Company report

EQ8 DJ ISLAMIC 25

(EQ8MY25 MK EQUITY, DJMT.KL) **16 July 2025**

Bursa ETF Watch: Revised TP for Tenaga upgrade

HOLD

(Maintained)

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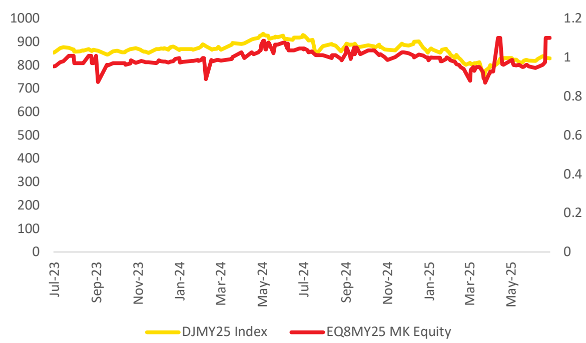
Rationale for report: ETF update

Price	**RM1.10**
Target Price	**RM1.05**
52-week High/Low	**RM1.10/RM0.87**

Key Changes

Fair value	⇧



Source: Bloomberg

Stock and Financial Data

Shares Outstanding (million)	135.1
Market Cap (RM mil)	148.61
NAV (RM/share)	0.96
P/NAV (x)	1.14
Premium/Discount (%)	0.14
MER (%)	0.54
Major Shareholders	N/A
Free Float (%)	100

Fund Info

Date of inception	22-Jan-08
Shariah compliance	Yes
ISIN	MYL0821EA008
Stock code	0821EA
Short name	EQ8MY25
BB ticker	EQ8MY25 MK Equity
Benchmark index	DJIM Mly Ttns 25
Min tradable lot	100
Min creation/redemption value (mil)	0.290
Website	www.eq8.com.my

Management

Fund manager	Kenanga Investors
Investment manager	N/A
Trustee	Deutsche Trustee Malaysia
Shariah Adviser	Amanie Advisors
Participating dealer	CGS International Securities RHB Investment Bank
Market maker	N/A

BURSA ETF RESEARCH
YOUR GUIDE TO INVESTING

Fund description and objective: Eq8 Dow Jones Islamic Market Malaysia Titans 25 ETF (EQ8 DJ Islamic 25) (formerly known as MyETF Dow Jones Islamic Market Malaysia Titans 25), an exchange-traded fund (ETF) established in Malaysia, is designed to seek performance generally similar to the Dow Jones Islamic Market Malaysia Titans 25 Index (DJ Islamic 25 Index). The fund invests all its assets in substantially the same weighting as per on the benchmark index.

Investment Highlights

- We maintain HOLD on EQ8 DJ Islamic 25 with a higher TP of RM1.05 (from RM1.04) based on Am TPs (for stocks under our coverage) and consensus TPs (for stocks not under our coverage).

- Our TP represents a 5% downside to the ETF's market price. However, this is mainly due to the illiquid nature of the ETF, which is trading at a 14% premium to its NAV.

- A quarterly review of the benchmark index was conducted, key weighting adjustments are as follows:
  - **Increased**: IHH Healthcare, Top Glove, Petronas Chemicals, Hartalega, Telekom Malaysia
  - **Decreased**: Petronas Gas, Westports, Press Metal Aluminium Holdings, Sime Darby Property, Frontken

- Our higher TP is mainly driven by Am's recent upgrade of Tenaga Nasional and bullish stance on IHH Healthcare which accounts for 15.4% and 7.7% of the fund's total NAV respectively.

- **Tenaga Nasional.** We upgraded TNB to a HOLD (from UNDERWEIGHT) with a higher TP of RM14.18 (previously RM12.60) supported by more favourable operational parameters under RP4 (compared to previous RPs), stronger contingent capex expectations with data centre rollouts and energy transition spending, stable coal prices resulting in improved fuel margins, and declining trade debtors.

- **IHH Healthcare.** We have a BUY recommendation on IHH as we believe they are well-positioned for long-term growth amid rising income and an aging population in their key markets. To meet growing demand, 1,085 beds will be added this year across their five key markets, on track to meet the ~4,000 beds target by 2028.

EXHIBIT 1: FUND INFO

Date of inception	22-Jan-08
Shariah compliance	Yes
ISIN	MYL0821EA008
Stock code	0821EA
Short name	EQ8MY25
BB ticker	EQ8MY25 MK Equity
Benchmark index	DJIM Mly Ttns 25
Min tradable lot	100
Min creation/redemption value (mil)	0.30
Website	www.eq8.com.my

Source: AmInvestment Bank, MYETF DJIM25 (as at 15-July-2025)

EXHIBIT 2: MANAGEMENT

Fund manager	Eq8 Capital Sdn Bhd
Investment manager	N/A
Trustee	Deutsche Trustee Malaysia Berhad
Shariah Adviser	Amanie Advisors Sdn Bhd
Participating dealer	CGS International Securities Malaysia Sdn Bhd RHB Investment Bank Berhad
Index Licensor	S&P Dow Jones Indices

Source: AmInvestment Bank, MYETF DJIM25 (as at 15-July-2025)

EXHIBIT 3: DIVIDEND YIELD

Year	Dividend	Yield (%)
2024	1.40	1.34
2023	1.70	1.72
2022	1.81	1.86
2021	2.37	2.16
2020	1.81	1.47
2019	2.44	2.32
2018	2.39	2.32
2017	2.23	2.20

Source: AmInvestment Bank, MYETF DJIM25 (as at 15-July-2025), Bloomberg

EXHIBIT 4: MANAGER PERFORMANCE

Year	Tracking error (%)
1M	0.11
1Y	0.33
3Y	0.16
5Y	0.20

Source: AmInvestment Bank, Bloomberg

EXHIBIT 5: TOTAL RETURN

Year	Fund total return (%)	Benchmark performance (%)
2025 - YTD	-7.14	-7.86
2024	6.44	7.19
2023	1.85	0.05
2022	-11.84	-13.40
2021	-10.61	-7.75
2020	17.06	20.67
2019	2.22	2.41
2018	1.20	-2.91
2017	9.31	12.41

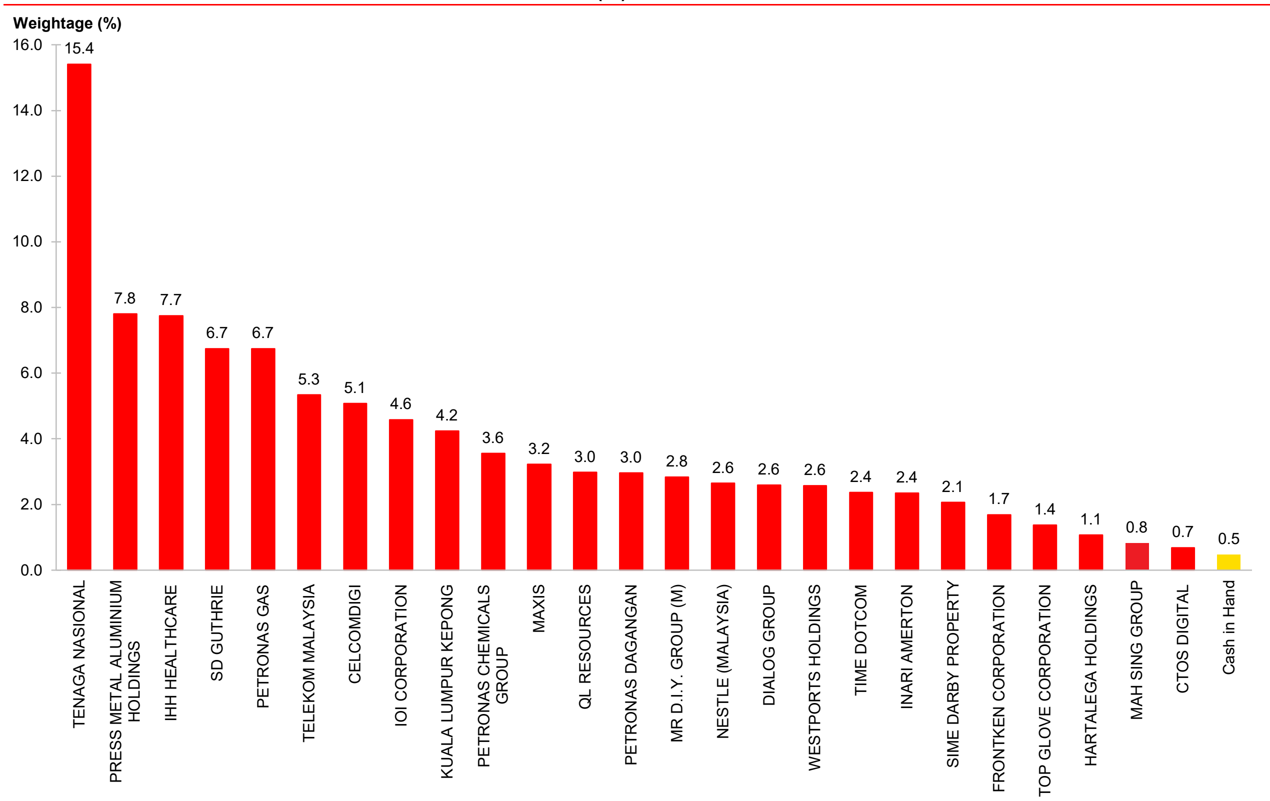
Source: AmInvestment Bank, MYETF DJIM25 (as at 15-July-2025), Bloomberg

EXHIBIT 6: MYETF DJIM25 – NAV AND FV

Stock	No. of shares	Market Price/ share (RM)	Market Value (RM)	TP (RM/share)	Source	Target Value (RM)
TENAGA NASIONAL	1,441,067	13.90	20,030,827	14.18	Ambank	20,434,325
PRESS METAL ALUMINIUM HOLDINGS	1,981,467	5.12	10,145,109	6.18	Consensus	12,245,464
IHH HEALTHCARE	1,531,133	6.58	10,074,857	8.60	Ambank	13,167,747
SD GUTHRIE	1,846,367	4.75	8,770,242	4.89	AmBank	9,028,733
PETRONAS GAS	495,367	17.70	8,767,990	18.60	AmBank	9,213,820
TELEKOM MALAYSIA	1,035,767	6.70	6,939,637	6.60	AmBank	6,836,060
CELCOMDIGI	1,711,267	3.86	6,605,489	3.85	AmBank	6,588,377
IOI CORPORATION	1,576,167	3.78	5,957,910	4.05	AmBank	6,383,475
KUALA LUMPUR KEPONG	270,200	20.38	5,506,676	20.50	AmBank	5,539,100
PETRONAS CHEMICALS GROUP	1,441,067	3.21	4,625,824	4.70	Ambank	6,773,013
MAXIS	1,170,867	3.58	4,191,703	4.20	AmBank	4,917,640
QL RESOURCES	855,633	4.53	3,876,019	4.79	Consensus	4,098,484
PETRONAS DAGANGAN	180,133	21.40	3,854,853	20.37	Consensus	3,669,316
MR D.I.Y. GROUP (M)	2,251,667	1.64	3,692,733	1.90	AmBank	4,278,167
NESTLE (MALAYSIA)	45,033	76.50	3,445,050	73.00	AmBank	3,287,433
DIALOG GROUP	2,071,533	1.63	3,376,599	2.10	AmBank	4,350,220
WESTPORTS HOLDINGS	585,433	5.72	3,348,679	4.50	AmBank	2,634,450
TIME DOTCOM	585,433	5.25	3,073,525	5.65	Consensus	3,307,698
INARI AMERTON	1,486,100	2.06	3,061,366	1.50	AmBank	2,229,150
Property A	1,756,300	1.53	2,687,139	1.85	Consensus	3,249,155
FRONTKEN CORPORATION	540,400	4.07	2,199,428	4.58	Consensus	2,475,032
TOP GLOVE CORPORATION	2,566,900	0.70	1,796,830	0.50	Ambank	1,283,450
HARTALEGA HOLDINGS	900,667	1.54	1,387,027	2.30	Ambank	2,071,533
MAH SING GROUP	855,633	1.26	1,078,098	2.10	Ambank	1,796,830
CTOS DIGITAL	945,700	0.94	888,958	1.29	Consensus	1,219,953
Cash In Hand			623,487			623,487
NAV			130,006,055			141,702,112
NAV/unit			0.96			1.05

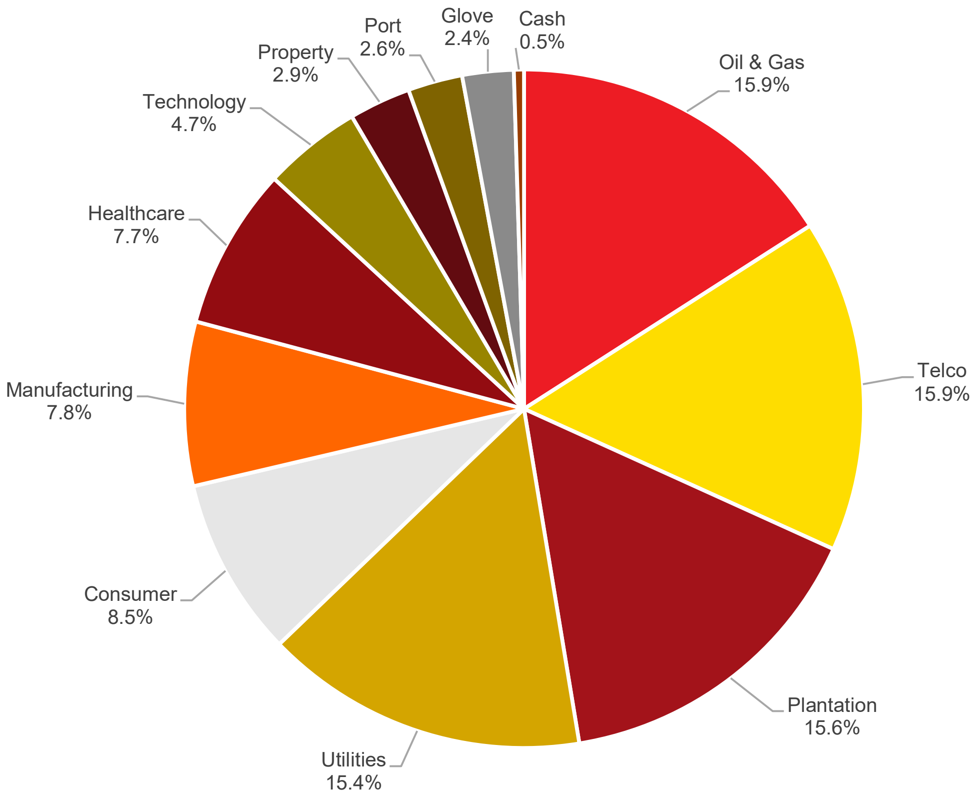
Source: Bloomberg, AmInvestment Bank, MYETF DJIM25 (as at 15-July-2025)

EXHIBIT 7: MYETF DJIM25 – CONSTITUENTS & WEIGHTING (%)



Source: MYETF DJIM25, AmInvestment Bank (as at 11-July-2025)

EXHIBIT 8: MYETF DJIM25 - SECTORAL WEIGHTING (%)



Source: MYETF DJIM25, AmInvestment Bank (as at 11-July-2025)

EXHIBIT 9: PERFORMANCE

Total return (%)	1M	3M	6M	1Y	3Y	5Y	Since inception
Price	15.30	19.83	10.00	3.77	6.80	-14.73	0.00
NAV	2.58	3.24	-6.91	-7.63	-3.24	-18.79	-1.35
Benchmark	2.40	2.89	-8.17	-8.51	-4.61	-22.67	-12.19

Source: Bloomberg (as at 15-July-2025)

EXHIBIT 10: GLOSSARY

Creation Application	An application to create new Units
Redemption Application	An application to redeem existing Units
Creation Unit Block	The quantity of Units which will be issued upon a successful Creation Application in respect of one whole In-Kind Creation Basket This quantity of Units may change from time to time as determined by the Manager, approved by the Trustee and notified to the Participating Dealers
Redemption Unit Block	The quantity of Units which are required to be delivered to the Trustee in exchange for one whole In-Kind Redemption Basket in a Redemption Application. This quantity of Units may change from time to time as determined by the Manager, approved by the Trustee and notified to the Participating Dealers
Creation Securities	The Permitted Investments which, together with the Cash Component (if any), comprise an In-Kind Creation Basket or multiples thereof, are required to be deposited with the Trustee (but which shall not form part of the Fund Assets until such time as the Creation Application is successfully completed) by or for the account of a Participating Dealer pursuant to an approved and successful Creation Application submitted by that Participating Dealer.
Redemption Securities	The Permitted Investments which, together with the Cash Component (if any), comprise an In-Kind Redemption Basket or multiples thereof, are to be distributed from the Fund to or for the account of a Participating Dealer pursuant to an approved and successful Redemption Application submitted by that Participating Dealer in accordance with the provisions of the Deed.
Tracking error	The volatility from the average of excess returns versus the benchmark of defined granularity over the timeframe specified. Tracking error is used as a measure of quality of benchmark tracking.

For more info on the definition of ETF and benefits of investing in it, kindly refer to http://www.bursamarketplace.com/mkt/themarket/etf.
For more info about the ETF, kindly refer to the fund's website, Bursa's website or its prospectus.

EXHIBIT 11: PERFORMANCE

BUY	Minimum expected total return (capital gains + dividend yield) of 15% over a period of 12 months.
HOLD	Expected total return (capital gains + dividend yield) of between <+15% and >-15% over a period of 12 months).
UNDERWEIGHT	Minimum expected negative total return (capital gains + dividend yield) of 15%–20% over a period of 12 months.
SELL	Minimum expected negative total return (capital gains + dividend yield) of >20% over a period of 12 months.
UNRATED	Stock not within AmBank Research regular coverage; AmBank Research does not have a view on its fair value and valuation.
ACCEPT OFFER	Shareholders are recommended to accept the offer of share acquisition after an evaluation by the analyst that shows the offer is “fair and reasonable”, providing an exit opportunity to the shareholders to realise their investment in cash at the offer price.

Source: AmInvestment Bank

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