

Ten stocks primed for a better 2023

Sunway Real Estate Investment Trust

AmInvestment Bank said it had Sunway Real Estate Investment Trust (Sunway REIT) as its top pick for the perceived overweight REIT sector due to the group's diversified investment portfolio, which encompasses retail malls, hotels, offices, a university and hospitals across Malaysia.

It highlighted that Sunway REIT has a strong occupancy rate which has exceeded 90% in retail assets, as well as stable rental income generated from the REIT's services and industrial segments.

AmInvestment Bank added that Sunway REIT is among environmental, social and governance (ESG) champions which has incorporated sustainable financing consideration into capital management strategies via the issuance of sustainability-linked bonds.



MIDF said Sunway REIT's earnings in 2023 will be underpinned by positive rental reversion of Sunway Pyramid as well as higher shopper footfall. It added that Sunway REIT's exposure to the hotel industry will also benefit from the recovery of the tourism industry in 2023.

Both AmInvestment Bank and MIDF set a TP of RM1.73 on Sunway REIT.