
Lower forecast for TRC Synergy

KUALA LUMPUR: RHB Research lowered its fair value on TRC Synergy Bhd to 84 sen from 96 sen, citing the construction group's inability to secure the viaduct package contracts for the MRT Sungai Buloh-Kajang project. RHB also cut its net profit forecast by 39%, reflecting the low billings from key contracts and resulting poorer overhead absorption to RM52.1 million for 2013. The "outperform" call on the stock is maintained. "We are not overly enthusiastic on construction stocks," RHB said in a note to clients. — Reuters