UOBKayHian

Country Daily | Singapore

Wednesday, 25 November 2026



Key Indices

	Prev Close	1D %	1W %	1M %	YTD %
DJIA	50018.7	0.9	(1.5)	(4.2)	4.1
S&P 500	7201.1	(0.5)	(1.9)	(5.5)	5.2
FTSE 100	10467.1	(0.1)	(2.1)	(2.1)	5.4
AS30	8832.6	1.9	(1.8)	(0.8)	(2.1)
CSI 300	3963.8	0.1	(0.3)	(3.4)	(14.4)
FSSTI	4958.9	0.1	(2.9)	(8.5)	6.7
HSCEI	7452.6	(1.0)	(5.7)	(3.9)	(16.4)
HSI	22219.7	(0.7)	(5.5)	(3.8)	(13.3)
JCI	5241.6	0.5	(1.2)	(3.6)	(39.4)
KLCI	1561.7	0.8	(0.9)	(3.1)	(7.0)
KOSPI	5006.0	6.3	0.8	(9.8)	18.8
Nikkei 225	58644.6	3.9	(1.7)	(6.5)	16.5
SET	1451.7	(0.2)	(1.6)	(7.1)	15.2
TWSE	40122.4	9.0	0.1	(12.9)	38.5
BDI	3068	2.3	6.0	15.3	63.5
CPO (RM/mt)	3983	(2.0)	(6.1)	(10.3)	1.3
Brent Crude (US$/bbl)	91	1.8	(2.4)	(22.1)	49.4

Source: Bloomberg

Corporate Events

	Venue	Begin	Close
Corporate Roadshow with NTT DC REIT (NTTDCR SP)	Kuala Lumpur	25 Nov	25 Nov
Virtual Analyst Presentation by Jonathan Koh on S-REITs Results Wrap	Singapore	25 Nov	25 Nov
Regional 1H2027 Strategy Conference	Malaysia	02 Dec	02 Dec

Corporate and Macro Calendar

Economic Indicator/Event	Date
Current Account Q3	25 Nov
Industrial Production MoM OCT	26 Nov
Industrial Production YoY OCT	26 Nov
Bank Lending OCT	27 Nov

Top Stories

Company Update | Keppel (KEP SP/**BUY**/S$8.42/Target: S$11.70)

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- Keppel and StarHub have jointly announced an all-share deal to merge M1 and StarHub. Once completed, Keppel will become StarHub's second-largest shareholder. We are largely neutral on the deal. On one hand, it provides a clear path for Keppel to unlock capital from the non-core M1 investment. On the other hand, the payment terms and valuation appear less attractive than our expectations. Maintain BUY, with a slightly lower target price of S$11.70, reflecting the likely disposal loss from this transaction.

Company Update | StarHub (STH SP/**HOLD**/S$1.04/Target: S$1.10)

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- StarHub has proposed a merger with M1 in an all-share deal, issuing up to 38% new shares. Keppel will own 23% of the enlarged Starhub, with opex synergies estimated at S$110m annually (from 2030 onwards). In the near term, we see EPS dilution of 5%, with high integration costs dampening 2027-1H28 earnings. Starhub's existing shareholders will benefit from a 6 S cents/share DPS for 2027 (excluding M1 shareholders), and this supports our HOLD call with a lowered DCF-based target price of S$1.10.

Market Spotlight

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- US stocks were mixed on Tuesday. Dow Jones rose while S&P 500 and Nasdaq fell as the health care, consumer staples and real estate sectors gained. There were more advancers than decliners on NYSE.
- The FSSTI rose 5.06 points to 4,958.87, on the back of strength in DBS, Singtel and OCBC Bank, with mid-cap indices falling while small-cap indices rising with a broad market advance on a S$2.32b turnover.

Technical Analysis

Boustead | BOCS SP

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- Trading Sell Range: S$1.60-1.61

Hongkong Land | HKL SP

Page 9 →

- Trading Sell Range: US$8.40-8.41

Disclaimer: In Traders' Corner, technical analysis is carried out purely based on charting patterns, price movements and trends, and is thus independent of the fundamental research views of our analysts. As a result, and from time to time, we may make a technical recommendation that is opposite to our fundamental BUY/HOLD/SELL rating.



Keppel (KEP SP)

Proposed Merger Of M1 And StarHub

Highlights

- Keppel and StarHub have jointly announced an all-share deal to merge M1 (in which Keppel owns an 83.9% stake) and StarHub. Once completed, Keppel will become StarHub's second-largest shareholder.
- The deal is in line with Keppel's asset-light strategy and provides a clear path for Keppel to unlock capital from the non-core M1 investment. However, the payment terms and valuation appear less attractive than our expectations, referencing the previous offer from Simba.
- Maintain BUY, with a slightly lower target price of S$11.70, reflecting the likely disposal loss to be recognised from this transaction.

Analysis

- **An all-share deal; Keppel swapping M1 stake for StarHub shares.** Keppel and StarHub jointly announced on 24 Nov 26 (before the market opening) that the two have entered into definitive agreements to combine StarHub and M1 Limited (M1) in an all-share transaction. Based on the agreement, StarHub will issue approximately 651.7m new shares to M1's current shareholders, including Keppel, which will receive 546.5m Starhub shares from selling its 83.9% stake in M1.
- **Keppel becoming StarHub's second-largest shareholder.** After the transaction is completed, Keppel will own 23.0% of StarHub's enlarged share base, coming in second after the largest shareholder Asia Mobile's 41% stake.
- **Transaction valuation.** Based on StarHub's 15-day volume-weighted average price (VWAP) of S$1.04, and a target net debt of S$380m at the deal completion, the transaction values 100% of M1 at an enterprise value of S$1.06b (from StarHub's disclosure); if we include the synergy value that StarHub targets to achieve from this deal (which Keppel also stands to benefit from as a new shareholder of StarHub), the implied enterprise value of M1 would be S$1.36b.
- **Consolidating the Singapore telco sector.** The StarHub-M1 merger, if approved, will consolidate Singapore's telco industry, reducing the number of major telco operators from the current four to three. The enlarged StarHub would become the second-largest telco operator with a 41% market share by the existing number of mobile subscribers, after the market leader Singtel's 47% market share. Management is hopeful that, with the industry consolidation, telco players may enjoy more favourable valuations.

Key Financials

Year to 31 Dec (S$m)	2024	2025	2026F	2027F	2028F
Net turnover	5,784	5,983	7,779	8,246	8,481
EBITDA	1,231	1,293	940	1,161	1,193
Operating profit	1,146	1,123	510	700	718
Net profit (rep./act.)	940	789	546	376	761
Net profit (adj.)	638	790	891	972	1,022
EPS (x)	35.1	43.2	49.0	53.5	56.3
PE (x)	24.0	19.5	17.2	15.7	15.0
P/B (x)	1.4	1.4	1.5	1.5	1.5
EV/EBITDA (x)	20.1	19.1	26.3	21.3	20.7
Dividend yield (%)	4.0	5.3	5.5	5.7	5.7
Net margin (%)	16.3	13.2	7.0	4.6	9.0
Net debt/(cash) to equity (%)	84.0	80.5	83.8	93.2	96.8
ROE (%)	16.9	7.2	5.1	3.6	7.4
Consensus net profit (S$m)	-	-	845	1,060	1,252
UOBKH/Consensus (x)	-	-	1.06	0.92	0.87

Source: Keppel, Bloomberg, UOB Kay Hian

Analyst(s)

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BUY (Maintained)

Share Price	S$8.42
Target Price	S$11.70
Upside	39.0%
Previous TP	S$11.90

Stock Data

Sector	Industrials
Bloomberg ticker	KEP SP
Shares issued (m)	1,787.9
Market cap (S$m)	15,053.9
Market cap (US$m)	11,657.0
3-mth avg daily t'over (US$m)	33.1

Price Performance (%)

52-week high/low				S$13.13/S$8.38
1mth	3mth	6mth	1yr	YTD
(15.8)	(25.8)	(22.8)	(16.2)	(17.9)

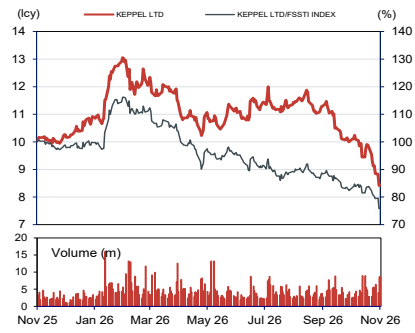
Major Shareholders (%)

Temasek Hldgs	21.0
BlackRock	5.4

Balance Sheet Metrics

FY26 NAV/Share (S$)	5.75
FY26 Net Debt/Share (S$)	5.14

Price Chart



Source: Bloomberg

Company Description

Keppel is an asset manager and operator with four core businesses: Infrastructure, real estate, connectivity and asset management. It divested its offshore & marine arm to Seatrium in 2023.

- **StarHub's synergy projection.** Based on Starhub's post-merger plan, StarHub's management is projecting to realise an opex synergy run-rate of S$110m by 2030 from the StarHub-M1 merger. Key drivers include the convergence of infrastructure networks and IT systems, as well as the rationalisation of retail presence and backend operations. The projected cost synergies have been assigned a net present value of S$1.1b (on a 100% basis for the enlarged StarHub group), and this is considered an integral part of the transaction valuation (about S$300m, or 27.4%, is attributable to M1's existing shareholders).
- **Financial impact on Keppel: Reducing net debt…** The transaction will allow Keppel to deconsolidate M1 on its balance sheet, including an estimated net debt of S$324m at completion, and free up Keppel from all the future capex for M1's telco business. Instead, StarHub will become a 23% associated company of Keppel, which Keppel intends to record on its balance sheet on a fair value through profit or loss basis.
- **…but likely to incur a non-cash disposal loss.** The disposal gains/(losses) to be recognised from this deal will depend on the last traded price of StarHub shares on the first market day immediately following the date of completion. We reckon that the disposal loss is likely to range between S$107m-375m, based on an assumed StarHub share price of S$1.01-1.50 immediately after transaction completion. The upper end is based on the 23 Nov 26 VWAP (ie share price immediately before the transaction announcement), while the lower end reflects StarHub's indicative pro forma value, assuming the market fully agrees with and reflects the estimated S$1.1b synergy value of the deal.
- **Expected transaction timeline.** Completion requires regulatory approvals and shareholder approvals at separate EGMs of Keppel and StarHub. Completion is expected in 1H27.
- **Keppel's plan for StarHub stake: Still a non-core asset for disposal.** Keppel is committed to staying invested in Starhub for at least 12 months to support the integration, and undertakes that any share disposal after 12 months would be undertaken in a measured and orderly manner, subject to market conditions. Management noted that: a) distribution-in-specie to Keppel shareholders, and b) block trade sale to other strategic telco investors are also possible options to exit the StarHub investment
- **Dividend implications.** Upon completion, 10-15% of the approximately S$324m of deconsolidated net debt will be included in the calculation of Keppel's special dividends (translating to additional 1.8-2.7 S cents for 2027). Any future monetisation of Keppel's StarHub stake will also be added to the special-dividend pool.
- **We are neutral on the deal.** The proposed deal is in line with Keppel's asset-light strategy and provides a clear path for Keppel to unlock capital from the non-core M1 investment. However, the payment terms (all-share transaction) and valuation (likely with disposal losses) appear less attractive than our expectations, referencing the previous offer from Simba (all-cash offer, with a S$1.43b enterprise value). The continued investment in StarHub post-merger would expose Keppel to execution risks from the M1-StarHub integration, and uncertainties of StarHub's share price performance at the time of share disposals in the future.

Earnings Revision/Risk

- **No change to our core earnings forecasts**, although the transaction may add some non-core disposal loss to Keppel's 1H27 reported earnings.

Valuation/Recommendation

- **Maintain BUY with a slightly lower target price of S$11.70.** Our target price remains based on 17x 2027F core earnings of new Keppel (in line with global asset managers/operators' peer average), adding a slightly lowered book value of Keppel's non-core portfolio (S$13.3b) to reflect the likely disposal loss from the StarHub-M1 deal, and netting off Keppel's net debt position (S$9.3b). Keppel offers an attractive 5.5-5.7% yield (including special dividend from asset disposals) in 2026-28, by our estimate.

Valuation

	S$m	S$
New Keppel @ 17x adj. core earnings	17,004	9.44
Carrying value of non-core assets	13,341	7.41
Sub-total	**30,345**	**16.84**
Less: net debt	-9,265	-5.14
Equity value	**21,081**	**11.70**

Source: UOB Kay Hian

Profit & Loss

Year to 31 Dec (S$m)	2025	2026F	2027F	2028F
Net turnover	**5,983**	**7,779**	**8,246**	**8,481**
EBITDA	1,293	940	1,161	1,193
Deprec. & amort.	170	430	462	475
EBIT	1,123	510	700	718
Total other non-operating income	(199)	32	32	32
Associate contributions	458	553	203	573
Net interest income/(expense)	(303)	(283)	(283)	(283)
Pre-tax profit	**1,078**	**813**	**652**	**1,041**
Tax	(306)	(288)	(298)	(301)
Minorities	16	22	22	22
Net profit	**789**	**546**	**376**	**761**
Net profit (adj.)	790	891	972	1,022

Balance Sheet

Year to 31 Dec (S$m)	2025	2026F	2027F	2028F
Fixed assets	8,549	8,628	8,714	8,801
Other LT assets	10,776	10,831	10,851	10,909
Cash/ST investment	2,309	2,051	1,462	1,193
Other current assets	5,453	5,453	5,453	5,453
Total assets	**27,088**	**26,964**	**26,480**	**26,357**
ST debt	1,919	1,919	1,919	1,919
Other current liabilities	3,860	3,860	3,860	3,860
LT debt	9,517	9,517	9,517	9,517
Other LT liabilities	606	606	606	606
Shareholders' equity	10,864	10,762	10,300	10,199
Minority interest	322	300	278	256
Total liabilities & equity	**27,088**	**26,964**	**26,480**	**26,357**

Cash Flow

Year to 31 Dec (S$m)	2025	2026F	2027F	2028F
Operating	**662**	**369**	**580**	**609**
Pre-tax profit	1,317	824	663	1,052
Tax	(306)	(288)	(298)	(301)
Deprec. & amort.	244	430	462	475
Associates	(458)	(553)	(203)	(573)
Working capital changes	282	0	0	0
Non-cash items	0	0	0	0
Other operating cashflows	(419)	(44)	(44)	(44)
Investing	**(286)**	**68**	**(284)**	**34**
Capex	(514)	(474)	(511)	(526)
Investments	(1,058)	0	0	0
Proceeds from sale of assets	874	0	0	0
Others	412	542	227	560
Financing	**(326)**	**(695)**	**(885)**	**(911)**
Dividend payments	(617)	(649)	(838)	(863)
Proceeds from borrowings	302	0	0	0
Loan repayment	0	0	0	0
Others/interest paid	(11)	(47)	(47)	(48)
Net cash inflow (outflow)	**49**	**(259)**	**(589)**	**(268)**
Beginning cash & cash equiv.	**2,291**	**2,317**	**2,058**	**1,469**
Changes due to forex impact	(23)	0	0	0
Ending cash & cash equiv.	**2,317**	**2,058**	**1,469**	**1,201**

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	21.6	12.1	14.1	14.1
Pre-tax margin	18.0	10.4	7.9	12.3
Net margin	13.2	7.0	4.6	9.0
ROA	2.9	2.0	1.4	2.9
ROE	7.2	5.1	3.6	7.4
Growth				
Turnover	3.4	30.0	6.0	2.9
EBITDA	5.0	(27.3)	23.5	2.7
Pre-tax profit	(9.1)	(24.6)	(19.8)	59.7
Net profit	(16.1)	(30.7)	(31.2)	102.7
Net profit (adj.)	23.8	12.8	9.1	5.2
EPS	23.0	13.5	9.1	5.2
Leverage				
Debt to total capital	50.6	50.8	51.9	52.2
Debt to equity	105.3	106.3	111.0	112.1
Net debt/(cash) to equity	80.5	83.8	93.2	96.8

StarHub (STH SP)

All-share Merger With M1 At S$1.1b; Valuing M1 At 8.8x EV/EBITDA

Highlights

- StarHub has proposed a merger with M1 in an all-share deal, issuing up to 38% new shares. This values M1 at S$1,058m. Keppel will own 23% of the enlarged StarHub with a 12-month lock-up before a potential sell-down thereafter.
- Opex synergies are estimated at S$110m annually (from 2030) with a NPV of S$1.1b. In the near term, we see EPS dilution of 5%, with high integration costs dampening 2027-1H28 earnings.
- StarHub's existing shareholders will benefit from 6 S cents/share DPS for 2027 (excluding M1 shareholders), and this supports our HOLD call with a lowered DCF-based target price of S$1.10.

Analysis

- **Merger with M1 at an EV of S$1.058b.** StarHub has proposed a merger with M1 in an all-share deal with the issuance of 651.7m (or 38%) of new StarHub shares. StarHub is also exercising its option to buy Circles Life's Singapore mobile business and consolidate 5G JV Antina under 100% ownership. After the acquisition, StarHub will retain a 72.6% stake in the enlarged group while M1 shareholder (including Keppel) will own 27.4% equity stake. The deal is expected to be completed by 1H27.
- **Parity valuation.** The deal is close to parity ie M1 is valued at 8.8x trailing EV/EBITDA vs StarHub's 8.4x trailing EV/EBITDA. Pro forma net debt/EBITDA will rise to 2.9x (from 2.76x). In the meantime, StarHub will maintain its commitment to pay out 6 S cents net DPS to existing shareholders (excluding M1's shareholders) for 2027 via the proceeds from anticipated Ensign stake sale.
- **Opex savings of S$110m annually by 2030; NPV S$1.1b.** The proposed merger is expected to lead to an annual S$110m of opex synergies (from 2030 onwards) with a net present value (NPV) of S$1.1b. The four pillars of integration savings will come from: a) network - consolidation of mobile sites and infrastructure cost; b) IT – rationalisation of multiple stacks across both companies; c) marketing – reduction in retail footprint duplication; and d) operations – streamlining of staff force and introduction of greater automation in work processes.

Key Financials

Year to 31 Dec (S$m)	2024	2025	2026F	2027F	2028F
Net turnover	2,367.7	2,352.8	2,476.4	2,541.4	2,613.3
EBITDA	460.3	403.6	326.1	336.0	370.6
Operating profit	232.4	165.0	89.2	107.1	146.4
Net profit (rep./act.)	160.5	86.4	37.7	51.1	78.4
Net profit (adj.)	160.5	100.5	37.7	51.1	78.4
EPS	9.3	5.8	2.2	3.0	4.5
PE (x)	11.2	17.8	47.6	35.1	22.9
P/B (x)	3.0	3.6	4.1	4.7	5.0
EV/EBITDA (x)	4.3	5.8	7.7	7.5	6.8
Dividend yield (%)	6.0	5.8	5.8	5.8	5.8
Net margin (%)	6.9	4.9	1.5	2.0	3.0
Net debt/(cash) to equity (%)	31.0	106.3	162.1	187.3	199.2
Interest cover (x)	3.7	3.0	1.5	1.8	2.1
ROE (%)	26.4	20.1	8.7	13.4	21.9
Consensus net profit	n.a	n.a	36.0	70.2	78.4
UOBKH/Consensus (x)	n.a	n.a	1.0	0.7	1.0

Source: StarHub, Bloomberg, UOB Kay Hian

Analyst(s)

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HOLD (Maintained)

Share Price	S$1.04
Target Price	S$1.10
Upside	5.8%
Previous TP	S$1.26

Stock Data

Sector	Communication Services
Bloomberg ticker	STH SP
Shares issued (m)	1,726.0
Market cap (S$m)	1,795.8
Market cap (US$m)	1,390.7
3-mth avg daily t'over (US$m)	1.6

Price Performance (%)

52-week high/low				S$1.22/S$0.99
1mth	3mth	6mth	1yr	YTD
(3.7)	(3.7)	2.0	(8.0)	(7.1)

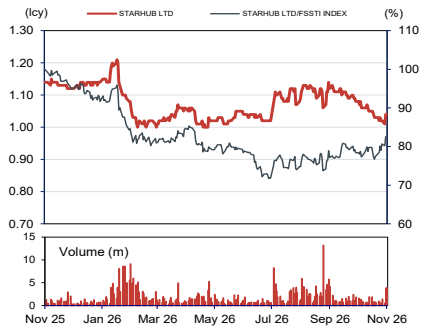
Major Shareholders (%)

Temasek	55.9
NTT Inc	9.9
Vanguard Group	1.4

Balance Sheet Metrics

FY26 NAV/Share (S$)	0.3
FY26 Net Debt/Share (S$)	0.4

Price Chart



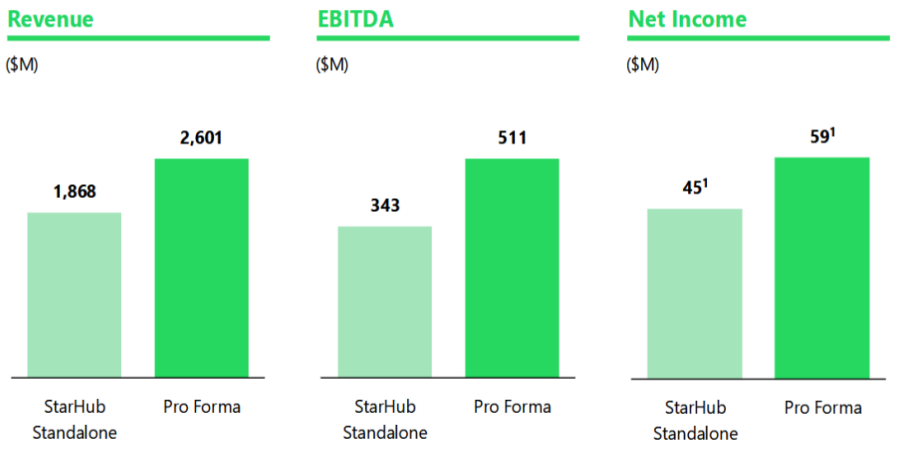
Source: Bloomberg

Company Description

StarHub Ltd is a telecommunications company offering a range of services such as mobile, pay-TV, broadband for consumer market, as well as ICT solutions for enterprise markets in Singapore.

- **Near-term negative; expect integration costs to hit in 2027.** While we acknowledge the long-term positive operating leverage of a merged entity, near-term 2027-1H28 net profit will be negatively impacted by early settlement costs, likely for leases for network infrastructure and potentially, early termination of IT, marketing and operational costs. The pain will have to happen before the enlarged group can reap the positive impact of integration in 2030 (of S$110m of opex synergies). A faster-than-expected integration process will be a key re-rating catalyst for the stock. In the meantime, we believe the regulator may request that StarHub keeps all consolidated brands and packages unchanged for a good 1-2 years, suggesting limited ARPU and revenue upside in the near term.
- **Pro forma EPS to drop to 5% given new share base.** Based on StarHub's pro forma revenue and net profit, the consolidation of M1's mobile business will lift revenue and net profit by 39% and 31% respectively. However, EPS will be diluted by 5% as a result of the 38% enlarged share base issuance.
- **2030 steady-state S$110m opex synergies.** Beyond the next 1-2 years of integration, the merger synergies can potentially lift EPS from 2.5 S cents/share to 6 S cents/share; this is a significant upside over a three-year horizon with a key focus on driving opex savings.

Pro Forma Financial Impact On A Consolidation Basis



Source: StarHub

- **In the longer term, market consolidation is positive for all players.** After the merger, the combined market share of StarHub-M1-Circles Life rises to 41% (from 20%). The consolidation of StarHub-M1 suggests a more rationale mobile market beyond 2027, allowing for lower market churns and better pricing avenues. Market repair and positive operating leverage will be a key re-rating catalyst for the sector.

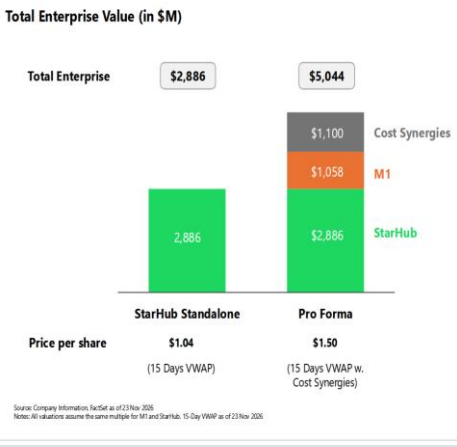
Valuation/Recommendation

- **Maintain HOLD with a lowered DCF-based target price of S$1.10, pencilling in synergies of S$110m in 2030 as well as the new share base.** We acknowledge the long-term positive outcome of market repair in Singapore's telco sector with this move. This however, is likely dampened by share overhang as Keppel's and M1's shareholders look to monetise or liquidate their shareholdings in StarHub beyond a 12-month lock-up period.

Earnings Revision/Risk

- No change to earnings.

M1 Enterprise Value of S$1,058m



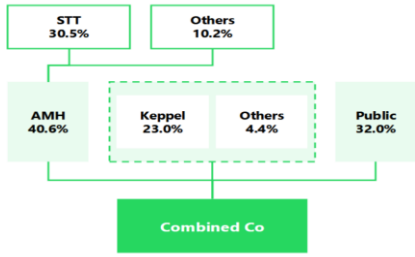
Source: StarHub

Opex Synergies Of S$110m p.a.



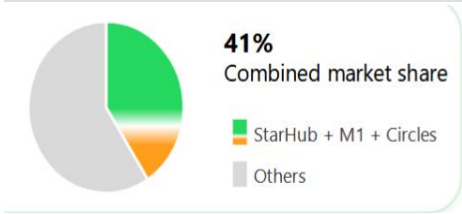
Source: StarHub

Keppel Ends Up With 23% Effective Stake In Enlarged StarHub Group



Source: StarHub

StarHub Market Share



Source: StarHub

Profit & Loss

Year to 31 Dec (S$m)	2025	2026F	2027F	2028F
Net turnover	**2,353**	**2,476**	**2,541**	**2,613**
EBITDA	404	326	336	371
Deprec. & amort.	239	237	229	224
EBIT	165	89	107	146
Net interest income/(expense)	(38)	(34)	(34)	(45)
Pre-tax profit	**127**	**56**	**73**	**102**
Tax	(27)	(13)	(17)	(23)
Minorities	(5)	(5)	(5)	-
Net profit	**94**	**38**	**51**	**78**
Net profit (adj.)	101	38	51	78

Balance Sheet

Year to 31 Dec (S$m)	2025	2026F	2027F	2028F
Fixed assets	616	750	725	710
Other LT assets	1,129	1,129	1,129	1,129
Cash/ST investment	857	694	702	728
Other current assets	529	547	557	567
Total assets	**3,605**	**3,595**	**3,587**	**3,608**
ST debt	26	26	26	26
Other current liabilities	1,267	1,307	1,327	1,352
LT debt	1,364	1,373	1,393	1,414
Other LT liabilities	308	308	308	308
Shareholders' equity	501	435	383	358
Minority interest	141	146	151	151
Total liabilities & equity	**3,605**	**3,595**	**3,587**	**3,608**

Cash Flow

Year to 31 Dec (S$m)	2025	2026F	2027F	2028F
Operating	**354**	**336**	**329**	**361**
Pre-tax profit	119	56	73	102
Tax	(27)	(13)	(17)	(23)
Deprec. & amort.	239	237	229	224
Associates	8	-	-	-
Working capital changes	27	22	10	14
Other operating cashflows	(11)	34	34	45
Investing	**(365)**	**(359)**	**(191)**	**(197)**
Capex (maintenance)	(379)	(371)	(203)	(209)
Proceeds from sale of assets	4	5	6	7
Others	14	13	13	13
Financing	**327**	**(140)**	**(130)**	**(140)**
Dividend payments	(107)	(103)	(103)	(103)
Issue of shares	4	5	6	7
Proceeds from borrowings	662	9	20	21
Others/interest paid	(232)	(51)	(52)	(64)
Net cash inflow (outflow)	**316**	**(163)**	**9**	**25**
Beginning cash & cash equivalent	**535**	**851**	**687**	**696**
Changes due to forex impact	4	5	6	7
Ending cash & cash equivalent	**851**	**687**	**696**	**721**

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	17.2	13.2	13.2	14.2
Pre-tax margin	5.7	2.2	2.9	3.9
Net margin	4.9	1.5	2.0	3.0
ROA	2.8	1.0	1.4	2.2
ROE	20.1	8.7	13.4	21.9
Growth				
Turnover	(0.6)	5.3	2.6	2.8
EBITDA	(12.3)	(19.2)	3.0	10.3
Pre-tax profit	(42.1)	(53.2)	31.4	39.2
Net profit	(29.4)	(67.5)	35.8	53.3
Net profit (adj.)	(29.4)	(67.5)	35.8	53.3
EPS	(29.4)	(67.5)	35.8	53.3
Leverage				
Debt to total capital	0.6	0.6	0.6	0.6
Debt to equity	2.8	3.2	3.7	4.0
Net debt/(cash) to equity	1.1	1.6	1.9	2.0
Interest cover	3.0	1.5	1.8	2.1

Market News

US stocks were mixed on Tuesday, as the health care, consumer staples and real estate sectors led shares higher. At the close of the NYSE, the Dow Jones rose 0.86 % while the S&P 500 Index was down 0.49% and the NASDAQ Composite Index slid 1.48%. Advancing stocks outnumbered falling ones on the NYSE by 1,453 to 1,273 and 62 ended unchanged; on the Nasdaq Stock Exchange, 2,503 declined and 2,462 advanced, while 159 ended unchanged.

During the last trading session, the FSSTI Index rose 5.06pt to 4,958.87. Among the top active stocks were OCBC Bank +0.8%), DBS (+0.7%), Riverstone (+2.0%), SIA (+0.7%) and Singtel (+0.2%). The FTSE ST Mid Cap Index fell 0.6%, while the FTSE ST Small Cap Index rose 0.9%. The broader market had 358 gainers and 242 losers with a total trading value of S$2.32b.

Technical Analysis

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Boustead (BOCS SP)

Trading Sell Range:	S$1.60-1.61
Last Price:	S$1.60
Target Price:	S$1.41
Protective Stop:	S$1.66

The price is currently consolidating within a bearish flag pattern following an impulsive downward flagpole leg. The RSI remains firmly in bearish territory and continues to fall. If the price breaks below the lower flag boundary and remains capped beneath the broken flag floor on retests, we see extended downward progression toward deeper structural lows.

The potential downside target is S$1.41. Stop-loss could be placed at S$1.66.

Approximate timeframe on average: 1-2 weeks (initiate this trade idea if the stock hits the entry price range within three trading days)



Hongkong Land (HKL SP)

Trading Sell Range:	US$8.40-8.41
Last Price:	US$8.35
Target Price:	US$7.45
Protective Stop:	US$8.72

The price was rejected at its previous price high resistance for a third consecutive time, culminating in a bearish engulfing candlestick formation during yesterday's session. The RSI remains slightly above its neutral 50 threshold, but is falling. If the price remains capped below the resistance, we see continued downward progression toward lower support zones.

The potential downside target is US$7.45. Stop-loss could be placed at US$8.72.

Approximate timeframe on average: 1-2 weeks (initiate this trade idea if the stock hits the entry price range within three trading days)

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