



# Invest

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Data and Investing Ideas

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- |   |   |   |
|---|---|---|
| <p>02 MARKET AT A GLANCE</p> <p>04 REGIONAL MARKETS</p> <p>05 SI INVESTOR-ONE PORTFOLIO</p> <p>08 IR ANNOUNCEMENTS</p> <p>09 3 SMALL AND MID-CAP VALUE COMPANIES WITH RETURN ON EQUITY ABOVE 20%</p> <p>10 EDUCATOR EVENT</p> | <p>11 SAILING WITH THIS GROWING INTEGRATED MARINE LOGISTIC GROUP WITH 2-YEAR TOTAL SHAREHOLDER RETURN ABOVE 200%</p> <p>12 2 VALUE COMPANIES WITH TRAILING 12-MONTH DIVIDEND YIELD ABOVE 7%</p> <p>14 SIAS: WHAT CAN BE DONE TO AVOID REPEAT OF 2013'S PENNY STOCK CRASH IN S'PORE</p> <p>16 VALUE STOCKS</p> <p>18 GROWTH STOCKS</p> | <p>19 INSIDER ACTIVITY</p> <p>21 EXPLORING THIS MULTI-BUSINESS GROUP WITH PRICE/NAV AROUND 0.4 TIMES &amp; PRICE/EARNINGS RATIO LESS THAN 5 TIMES</p> <p>22 DIVIDEND STOCKS</p> <p>23 FIVE STI HEAVYWEIGHTS BOOK 9% QTD TOTAL RETURN</p> <p>24 INVESTMENT BOOKS</p> |
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Advice from a securities professional is strongly advised.

**Market at a Glance**

Over 5 trading days as at yesterday

[www.shareinvestor.com](http://www.shareinvestor.com) | market data at your fingertips



ShareInvestor WebPro ([www.shareinvestor.com](http://www.shareinvestor.com))  
Prices > Stock Prices > SGX > click Stocks tab

1. mouse over Ranking > select Top Active > mouse over Column Layout > select Edit Customs > select Name > select Volume > select Last Done Price > Mouse Over Column Layout > select Custom
2. mouse over Ranking > select Top Turnover > mouse over Column Layout > select Edit Customs > select Name > select Last Done Price > select Value > Mouse Over Column Layout > select Custom

3. mouse over Ranking > select Top Gainers (Over 5 Trading Days) > mouse over Column Layout > select Edit Customs > select Name > select Last Done Price > select 5 Days Change > select 5 Days % Change > Mouse Over Column Layout > select Custom
4. mouse over Ranking > select Top Losers (Over 5 Trading Days)
5. mouse over Ranking > select Top % Gainers (Over 5 Trading Days)
6. mouse over Ranking > select Top % Losers (Over 5 Trading Days)

**Singapore Top Actives**  
(as at yesterday)

Name	Last Done	Volume
Sembcorp Marine	0.115	150,724.0
YZJ Shipbldg SGD	1.100	56,668.1
MarcoPolo Marine	0.040	39,959.1
Dyna-Mac	0.196	34,790.1
RH PetroGas	0.199	30,403.4
Eneco Energy^	0.011	28,970.7
Singtel	2.520	27,346.0
Oceanus	0.011	26,466.7
AsiaPhos	0.033	23,416.6
Mapletree Log Tr	1.600	18,609.1

**Top Gainers**  
(over 5 Trading days as at yesterday)

Name	Last Done	5 Days Chg
SPDR S&P500 US\$	377.460	16.660
GLD SG\$	227.600	9.700
GLD US\$	159.630	8.760
DBS	33.590	1.030
Venture	16.910	0.520
NX22100W 320801	97.500	0.500
UOB	26.660	0.500
Jardine C&C	35.280	0.480
Azeus	7.150	0.450
XT MSCHINA S\$	19.360	0.370

**Top Losers**  
(over 5 Trading days as at yesterday)

Name	Last Done	5 Days Chg
NA21200W 511001	65.000	-22.000
NZ10100F 300901	88.000	-22.000
NY09100H 240901	92.000	-8.000
SPDR DJIA US\$	291.000	-5.870
XT Vietnam US\$	28.640	-2.160
SATS	2.990	-0.880
Lion-OSPL China L CNY	7.694	-0.780
NIO Inc. USD OV	16.000	-0.660
UOI	6.480	-0.380
NC22300W 720801	94.700	-0.300

**Singapore Top Turnover**  
(as at yesterday)

Name	Last Done	Value
DBS	33.590	131,816,388
Singtel	2.520	69,344,012
YZJ Shipbldg SGD	1.100	62,748,926
UOB	26.660	49,315,194
SATS	2.990	49,198,670
OCBC Bank	11.940	48,208,666
Mapletree Log Tr	1.600	29,824,837
Sembcorp Ind	3.070	21,259,390
CapLand IntCom T	1.950	19,042,951
ComfortDelGro	1.290	17,424,687

**Top % Gainers**  
(over 5 Trading days as at yesterday)

Name	Last Done	5 Days % Chg
Renaissance United	0.002	100.000
Southern Arch	0.002	100.000
AsiaPhos	0.033	57.140
Figtree	0.049	40.000
Anchun Intl	0.345	38.000
Parkson Retail^	0.064	30.610
Southern Pkg	0.450	28.570
Eindec	0.055	27.910
Sim Leisure	0.215	26.470
Federal Int	0.142	25.660

**Top % Losers**  
(over 5 Trading days as at yesterday)

Name	Last Done	5 Days % Chg
Heatec Jietong	0.022	-72.500
Shen Yao	0.001	-50.000
USP Group^	0.079	-39.690
3Cnergy	0.002	-33.330
Joyas Intl	0.002	-33.330
Polaris	0.002	-33.330
PacificRadiance	0.049	-30.000
NA21200W 511001	65.000	-25.290
Asiatic	0.003	-25.000
Shenshan^	0.210	-25.000

# See you next year at IFSG 2023!

Thank you to our sponsors, speakers and participants. We had an overwhelming response and we look forward to bringing you a bigger event next year.





# Regional Markets

Over 5 trading days



ShareInvestor WebPro ([www.shareinvestor.com](http://www.shareinvestor.com))

1. Price > Stock prices
2. select Market: Bursa / HKEX / NYSE / NASDAQ (one bourse at a time)
3. select Stocks Tab
4. select Ranking Top Gainers or Top Losers (Over 5 Trading Days)
5. Mouse over Column Layout > select Edit Customs > select Name > select Last Done Price > select 5 Days Change > select 52 Weeks High > select 52 Weeks Low > Mouse Over Column Layout > select Custom

## BURSA (RM)

### Top Gainers

Name	Last Done	5 Days Change	52 Weeks High	52 Weeks Low
PMBTECH-LA	21.000	1.220	22.880	12.300
HEXTECH	4.870	0.750	4.900	1.800
F&N	21.800	0.720	28.820	19.240
IMASPRO	5.680	0.690	5.560	2.030
CHINTEK	8.540	0.440	9.772	6.742

### Top Losers

Name	Last Done	5 Days Change	52 Weeks High	52 Weeks Low
HARISON	5.980	-0.560	7.500	4.570
PANAMY	22.980	-0.520	30.300	22.100
MPI	28.520	-0.380	51.500	26.120
AJI	11.220	-0.320	16.200	11.280
PETDAG	20.880	-0.320	23.500	18.760

## HKEX (HKD)

### Top Gainers

Name	Last Done	5 Days Change	52 Weeks High	52 Weeks Low
SPDR GOLD TRUST GOLD SHARES NPV	1,260.500	74.500	1,502.000	1,181.000
XTRACKERS NIFTY 50 SWAP UCITS ETF 1C	1,610.000	66.000	1,862.000	1,485.500
TRIP COM GROUP LTD	240.800	26.800	261.200	123.300
XTRACKERS MSCI USA SWAP UCITS ETF 1C	854.600	25.400	1,082.500	808.400
XTRACKERS MSCI KOREA UCITS ETF 1C	463.300	20.300	741.400	433.800

### Top Losers

Name	Last Done	5 Days Change	52 Weeks High	52 Weeks Low
CSOP ASSET MANAGEMENT LTD HKD MONEY MARKET ETF CNY	934.550	-22.050	956.600	836.050
XTRACKERS FTSE VIETNAM SWAP UCITS ETF	225.600	-12.900	373.100	223.000
JIA YAO HOLDINGS LTD	0.215	-11.845	13.560	0.011
PREMIA ETF SERIES CHINA USD PROP BD ETF CNY	104.500	-9.450	266.900	84.850
ZHEJIANG LEAPMOTOR TECHNOLOGY CO	24.100	-7.800	41.000	22.950

## NYSE (USD)

### Top Gainers

Name	Last Done	5 Days Change	52 Weeks High	52 Weeks Low
BERKSHIRE HATHAWAY INC	420,667.500	9,962.520	544,389.260	395,202.250
TEXAS PACIFIC LAND CORPORATION	1,969.990	203.470	1,976.490	946.290
NVR INC	4,320.650	222.620	5,982.445	3,576.010
WHITE MOUNTAINS INSURANCE GROUP	1,374.380	90.070	1,393.480	978.505
AUTOZONE INC	2,205.030	35.590	2,362.240	1,639.120

### Top Losers

Name	Last Done	5 Days Change	52 Weeks High	52 Weeks Low
NVR INC	4,246.800	-125.730	5,982.445	3,576.010
CHEMED CORP	474.070	-50.010	539.870	403.000
CABLE ONE INC	1,395.280	-44.220	2,136.135	1,049.810
MARKEL CORP	1,253.800	-43.600	1,519.245	1,179.000
STANLEY BLACK & DECKER INC	94.060	-23.390	203.690	93.560

## NASDAQ (USD)

### Top Gainers

Name	Last Done	5 Days Change	52 Weeks High	52 Weeks Low
MERCADOLIBRE INC	948.250	83.010	1,711.020	600.685
FIRST CITIZENS BANCSHARES INC NRTH	855.540	44.080	947.710	598.010
AMERCO	554.380	41.270	769.900	447.920
REGENERON PHARMACEUTICALS INC	739.540	34.120	754.670	538.010
SVB FINANCIAL GROUP	376.490	32.770	763.220	328.265

### Top Losers

Name	Last Done	5 Days Change	52 Weeks High	52 Weeks Low
ATLIS MOTOR VEHICLES INC	14.300	-60.850	243.990	15.500
TESLA INC	249.440	-38.370	414.497	206.857
SOLAREDDGE TECHNOLOGIES INC	246.170	-10.620	389.710	200.860
ALNYLAM PHARMACEUTICALS INC	201.240	-9.520	236.800	117.580
EMBRACE CHANGE ACQUISITION CORP	9.990	-9.420	10.030	9.960

# INVESTOR-ONE PORTFOLIO

Curated and managed by the Investor-One team under ShareInvestor, this **free-to-access** portfolio will feature local small and mid-cap companies within Singapore Exchange's Mainboard and Catalist.

Join us on the journey and watch as we manage a locally vested portfolio with a **fund of \$100,000**.

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## Investor-One Portfolio

Curated by Investor-One team, this portfolio features growing small and mid cap companies within Singapore Exchange Catalist and Main Board.

The criteria for the companies are selected based on the following metrics, with further evaluation on qualitative factors like management team and growth prospects.

- Market Capitalisation of \$52 billion and below
- PE Ratio < 15 times OR PB Ratio < 0.5 times
- Net debt/equity < 2 times
- Positive Free Cash Flow

**Current Portfolio**

S/N	Stock Name /Code	Date of Entry	Share Price (Based on entry date EOD)	Current Share Price (Based on EOD)	Gain/Loss (Based on EOD)
1	HRnetGroup Code: CHZ	24 August 2021	0.81	0.815	0.62%
2	Kimly Limited Code: 1DO	24 August 2021	0.375	0.380	1.33%

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**Current Portfolio**

S/N	Stock Name /Code	Date of Entry	Share Price (Based on entry date EOD)	Current Share Price (Based on EOD)	Gain/Loss (Based on EOD)	Net Debt/Equity (Based on EOD)	Quick Facts Link
1	HRnetGroup	24 August 2021	0.81	0.815	0.62%	0.15	HRnetGroup
2	Kimly Limited	24 August 2021	0.375	0.380	1.33%	0.12	Kimly
3	HRnetGroup	24 August 2021	0.30	0.30	0.00%	0.15	HRnetGroup
4	HRnetGroup	24 August 2021	0.29	0.315	8.62%	0.15	HRnetGroup
5	HRnetGroup	24 August 2021	0.40	0.40	0.00%	0.15	HRnetGroup
6	HRnetGroup	24 August 2021	0.305	0.295	-3.28%	0.15	Highway Pharma
7	HRnetGroup	24 August 2021	3.850	3.010	-21.56%	0.15	S&S Finance
8	HRnetGroup	24 August 2021	0.510	0.490	-3.92%	0.15	Fun City
9	HRnetGroup	24 August 2021	0.310	0.315	1.61%	0.15	SingMedical
10	HRnetGroup	24 August 2021	0.525	0.490	-6.67%	0.15	Sing Vision

 **ENTER PORTFOLIO** >

## Investor-One Portfolio

Curated by Investor-One team, this portfolio features growing small and mid cap companies within Singapore Exchange Catalist and Main Board. The criteria for the companies are selected based on the following metrics, with further evaluation on qualitative factors like management team and growth prospects:



### Current Portfolio

The portfolio is based on initial fund of \$100,000.

S/N	Stock Name/Code	Quantity	Purchase Cost (S\$)	Cost of Investment (S\$)	Current Price (S\$)	Current Value (S\$)	Gain/Loss (%)
1	<b>HRnetGroup</b> Code : CHZ	20,000	0.77	15,400	0.745	14,900	-3.247%
2	<b>Kimly</b> Code : 1D0	10,000	0.4	4,000	0.335	3,350	-16.25%
3	<b>Hyphens Pharma</b> Code : 1J5	50,000	0.3	15,000	0.285	14,250	-5.0%
4	<b>HG Metal</b> Code : BTG	10,000	0.375	3,750	0.345	3,450	-8.0%
5	<b>InnoTek</b> Code : M14	10,000	0.735	7,350	0.425	4,250	-42.177%
6	<b>Nordic</b> Code : MR7	10,000	0.395	3,950	0.475	4,750	20.253%
7	<b>Hock Lian Seng</b> Code : J2T	20,000	0.29	5,800	0.27	5,400	-6.897%
						Unrealised P&L	-\$4,900
						Portfolio Returns since Inception	-4.90%
						Portfolio Returns (Annualised)	-8.40%
						Cash Balance	\$44,750

### Stocks bought in past 12 months

S/N	Stock Name/Code	Entry Date	Quantity	Purchase Cost (S\$)	Cost of Investment (S\$)
1	<b>HRnetGroup</b> Code : CHZ	16 February 2022	20,000	0.77	15,400
2	<b>HG Metal</b> Code : BTG.SI	16 February 2022	10,000	0.375	3,750
3	<b>InnoTek</b> Code : M14.SI	16 February 2022	10,000	0.735	7,350
4	<b>Nordic</b> Code : MR7.SI	16 February 2022	10,000	0.395	3,950
5	<b>Hyphens Pharma</b> Code : 1J5.SI	16 February 2022	50,000	0.3	15,000
6	<b>Kimly</b> Code : 1D0.SI	16 February 2022	10,000	0.4	4,000
7	<b>Hock Lian Seng</b> Code : J2T.SI	11 April 2022	20,000	0.29	5,800

This portfolio is managed by Investor-One research team, under ShareInvestor.

#### Disclaimer:

- The Investor-One portfolio is aggregated for educational and illustration purposes only. It is curated based on fixed financial parameters as indicated above. The investor-one team select their stocks solely base on the these fixed parameters. The featured companies are for information only and does not constitute investment advice.
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- Current Price, current value and gain/loss (%) under current portfolio are based on 10 minutes delayed data.
- Purchase Price and Exit Price are based on EOD price.
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## Investor-One Portfolio: Updates for September 2022

Investor-One, Teo Zheng Long

Thu, Sep 29, 7:00 AM

Investor-one portfolio is an initiative by the Investor-one team. It features companies that are in the small and mid-cap space, both under the Catalist and Mainboard of Singapore Exchange.

This portfolio aims to highlight promising companies which will give you insights of the hidden gems within SGX and to manage a portfolio of local stocks.

### Current Performance

S/N	Stock Name/Code	Quantity	Purchase Cost (S\$)	Cost of Investment (S\$)	Current Price (S\$)	Current Value (S\$)	Gain/Loss (%)
1	HRnetGroup Code : CHZ	20,000	0.77	15,400	0.78	15,600	1.299%
2	Kimly Code : 1D0	10,000	0.4	4,000	0.35	3,500	-12.5%
3	Hyphens Pharma Code : 1J5	50,000	0.3	15,000	0.295	14,750	-1.667%
4	HG Metal Code : BTG	10,000	0.375	3,750	0.39	3,900	4.0%
5	InnoTek Code : M14	10,000	0.735	7,350	0.465	4,650	-36.735%
6	Nordic Code : MR7	10,000	0.395	3,950	0.53	5,300	34.177%
7	Hock Lian Seng Code : J2T	20,000	0.29	5,800	0.27	5,400	-6.897%
Unrealised P&L							-\$2,150
Portfolio Returns since Inception							-2.15%

Source: Investor-One (Based on 23rd September closing price)

Given the ongoing market volatility and weak sentiments, the portfolio saw a negative return of 2.15% since its inception in September, as compared to a negative return of 0.7% since inception a month earlier. The underperformance was contributed by Hyphens Pharma (SGX: 1J5), Hock Lian Seng (SGX: J2T) and HG Metal (SGX: BTG). Despite the drag, Nordic Group rode against the tide and recorded a positive return of more than 34% since its first entry into the portfolio.

Next, we will be looking at some of the latest developments for the companies in the portfolio.

### HRnetGroup Limited (SGX: CHZ)

#### Slew of Share Buybacks

Date of Announcement	Date of Effective Change	Stock Name	Acquired ['000]	Price (SGD)	Estimated Transaction Value ['000] <sup>a</sup>
22 Sep 2022	22 Sep 2022	HRnetGroup	108	SGD0.7873	85
21 Sep 2022	21 Sep 2022	HRnetGroup	157	SGD0.7862	124
20 Sep 2022	20 Sep 2022	HRnetGroup	25	SGD0.7861	20
19 Sep 2022	19 Sep 2022	HRnetGroup	42	SGD0.7847	33
16 Sep 2022	16 Sep 2022	HRnetGroup	65	SGD0.7852	51
16 Sep 2022	15 Sep 2022	HRnetGroup	56	SGD0.7803	44
14 Sep 2022	14 Sep 2022	HRnetGroup	60	SGD0.7819	47
13 Sep 2022	13 Sep 2022	HRnetGroup	69	SGD0.7821	54
12 Sep 2022	12 Sep 2022	HRnetGroup	49	SGD0.7821	38
09 Sep 2022	09 Sep 2022	HRnetGroup	56	SGD0.7832	43
08 Sep 2022	08 Sep 2022	HRnetGroup	93	SGD0.7846	73
07 Sep 2022	07 Sep 2022	HRnetGroup	51	SGD0.7827	40
06 Sep 2022	06 Sep 2022	HRnetGroup	116	SGD0.7837	91
05 Sep 2022	05 Sep 2022	HRnetGroup	55	SGD0.7834	43
02 Sep 2022	02 Sep 2022	HRnetGroup	11	SGD0.7834	9
01 Sep 2022	01 Sep 2022	HRnetGroup	16	SGD0.7776	13

Source: ShareInvestor WebPro

In the month of September till date, HRnetGroup has bought back shares on a daily trading session basis. On 1st September 2022, HRnetGroup bought 16,000 shares on the open market at an average price of S\$0.777.

Just a recap, HRnetGroup has established a S\$30 million share buyback programme and the shares being repurchased will be held as treasury shares which could be used for:

- Employee share plans
- Possible currency for merger and acquisition (M&A) activities.

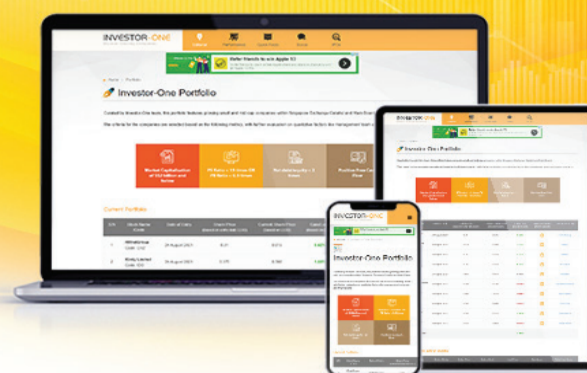
Some of the notable big transactions are as follows:

- 6th September 2022, 116,000 shares at an average price of S\$0.783.
- 21st September 2022, 157,000 shares at an average price of S\$0.786.
- 22nd September 2022, 108,000 shares at an average price of S\$0.787.

Finally, with the weak market sentiment, this slew of buybacks will provide the necessary support for its share price and sends out a signal that its shares could potentially being undervalued by the market.

# INVESTOR-ONE PORTFOLIO

Tracking a **Live** portfolio of local small and mid-cap companies



### Kimly Limited (SGX: 1D0)

#### Proposed Disposal of the Group's Confectionery Business

In the [announcement](#) dated 9th September 2022, Kimly Limited entered into a business transfer agreement with Muginoho Global Pte. Ltd. for the disposal of the Group's confectionery business operating under the name "Rive Gauche Patisserie". The total consideration will come in at S\$2.8 million.

This transaction will help to streamline the Group's business operations and better utilise resources to the benefit of the core business in operating coffeeshops by opening more outlets as well as diversifying its product offerings.

Finally, the proceeds will be used as general working capital of the Group and would further strengthen the Group's balance sheet.

### Nordic Group Limited (SGX: MR7)

#### Disposal of Property – 133 Tuas View Square, Singapore 637743

In the [announcement](#) dated 8th September 2022, Nordic announced that its wholly owned subsidiary, Ensure Engineering Pte. Ltd. has signed an option to purchase ("OTP") to dispose of its property to GA Construction Pte Ltd.

The total consideration for the disposal of Property is S\$3.2 million, excluding Goods and Services Tax.

In the announcement, Nordic has highlighted that the proceeds from the disposal would be used to repay current bank borrowings and improve the Group's overall cash position and reduce finance costs.

Finally, the financial effects of the disposal of the Property are set out as follows:

	Before disposal	After disposal
Net borrowings (S\$'000)	30,935	27,770
Total equity (S\$'000)	101,784	102,342
Gearing (times)	0.30	0.27

#### Note:

Gearing represents the ratio of total net borrowings less cash to total equity.

Source: Nordic [Announcement](#) Dated 8th September 2022

### Latest Insider Purchase

Effective Change Date (Notice Date)	Stock Name	Buyer / Seller Name [Classification <sup>a</sup> ]	Security Types <sup>b</sup>	Acquired / (Disposed) ['000]			Price	Closing Price(SGD) <sup>d</sup>	No. of Shares After Trade ['000]			
				Direct	Deemed	Total			Direct	Deemed	Total	% Held <sup>c</sup>
05 Sep 2022 (06 Sep 2022)	Nordic	Teo Ling Ling [DIR/CEO]	S/U	40		40		0.515	32,360		32,360	8.100

Source: ShareInvestor WebPro

On 5th September 2022, Nordic's Executive Director, Ms. Teo Ling Ling, purchased 40,000 shares on the open market at close to S\$0.50, which brings her total stake held in the Group to 8.1%.

Currently, she is the Chief Executive Officer for Nordic Flow Control Pte Ltd, which is a wholly owned subsidiary of Nordic Group. Her responsibilities include the overall operations, sales and business development, profit and loss management, and human resources function of Nordic Flow Control. She also has more than 25 years of experience in the marine and offshore valve remote control industry.

With this latest insider purchase, this could send out a signal to the investment community that its shares are currently undervalued by the market and could be deemed at a higher price.

# IR Announcements



**ACCRELIST LTD.**  
UNEARTHING TOMORROW'S GEM

## ACCRELIST: Launches Its 8th Medical Aesthetics Clinic At Orchard Central, On Track For Continued Expansion

Accrelist Ltd. has launched its 8th medical aesthetics clinic at Orchard Central, #05-33/36, 181 Orchard Rd, Singapore. The new clinic which features 10 treatment rooms is the Group's second location in the core central region, enabling the Group to serve more customers while complementing its existing island-wide network.

## SOUTHERN ALLIANCE MINING: Outlines Strategic Growth Plans With Focus On Expansion & Diversification

The Group aims to evolve into a diversified mining and resources company with a more sustainable revenue and earnings stream. The Group will focus on expanding its iron ore reserves, diversifying into other base metals and gold, and improving operating efficiencies. The Group has, and will continue to embark on potential investments opportunities and acquisitions to realise the transformation.



## First REIT: Secures JPY1.66 Billion Social Loan From Shinsei Bank

Diversifies funding sources and optimises financial position which is in line with First REIT 2.0 Growth Strategy. Shinsei Social Loan to deliver positive social impact, contributing to United Nations Sustainable Development Goals. Funds were earmarked for the acquisitions of the trust beneficial interest in each of two Japan nursing homes, Komaki and Ayase, announced on 21 September 2022. Acquisitions of the trust beneficial interest in each of Komaki and Ayase were completed on 27 and 29 September 2022 respectively.

## ESR-LOGOS REIT: Divests 2 Jalan Kilang Barat At 21.7% Premium To Valuation

ESR-LOGOS REIT has entered into a contract of sale to divest 2 Jalan Kilang Barat, Singapore for S\$35.3 million, excluding divestment costs and applicable goods and services tax.



## Q&M Dental: 7 Key Dentists Rewarded With Performance Shares & Signed 12-Year Service Agreements, With Private Placement

7 high-performing dentists signed 12-year service agreements, expressing their confidence and commitment to Q & M. 2.014 million shares will be issued through the Performance Share Plan at S\$0.330 each and 4.986 million treasury shares will be issued through placement at S\$0.351 each, amounting to S\$1.75 million.



# 3 Small and Mid-Cap Value Companies with Return on Equity above 20%

Investor-One, Teo Zheng Long

Thu, Oct 6, 7:00 AM



SOURCE: TOBINLEFF

Value Companies are those that appear to be undervalued in the market i.e., its shares are trading at a price lower than their intrinsic value. Meanwhile, Return on Equity ("ROE") is the measure of the profitability of a particular company in relation to its shareholders' equity.

As a rule of thumb, investors can consider an ROE near the long-term average of the S&P 500 at 14% as an acceptable ratio and anything less than 10% as a poor indication.

In this article, we will be looking into the small and mid-cap space where 3 value companies achieve a ROE above 20%.

## 1) AEM Holdings Limited (SGX: AWX)

AEM Holdings Limited ("AEM") is a global leader in test innovation. It provides the most comprehensive semiconductor and electronics test solutions based on the best-in-class technologies, processes, and customer support.

AEM has a global presence across Asia, Europe, and the United States. With manufacturing plants located in Singapore, Malaysia (Penang), Indonesia (Batam), Vietnam (Ho Chi Minh City), China (Suzhou), Finland (Lieto), South Korea, and US (San Jose), and a global network of engineering support, sales offices, associates, and distributors.

### Key Statistics

EPS (SGD) <sup>a</sup>	0.20148	Trailing EPS (SGD) <sup>b</sup>	0.40993	NAV (SGD) <sup>c</sup>	1.5176
PE <sup>a</sup>	13.947	Trailing PE <sup>d</sup>	8.576	Price / NAV <sup>c</sup>	2.8059
Dividend Yield (%) <sup>e</sup>	1.889	Cash In Hand (SGD) <sup>f</sup>	0.5853	Issued & Paid-up Shares <sup>g</sup>	300,845,000
Pictorial F Score	3	Market Cap (M)	1,245.889	Free Float (%)	84.9

Source: ShareInvestor WebPro

### Management Efficiency Ratio

	Trend	Trailing 12M Jun 2022	Full Year Dec 2021	Full Year Dec 2020	Full Year Dec 2019
Return On Equity (ROE) (%) (Net Earnings/Shareholders' Equity - Other Share Capital)	▲	33.968	22.844	48.156	39.277
Return On Tangible Equity (ROTE) (%) (Net Earnings/Shareholders' Equity - Other Share Capital - Intangible Assets)	▲	40.572	30.088	59.221	44.931

Source: ShareInvestor WebPro

For the past 3 years, AEM's ROE fluctuated widely between 22.8% and 46.1%, due to the significant increase in the amount of Shareholders' equity across the years.

In the trailing 12-month period, AEM's ROE stood at nearly 31%, on the back of the surge in its earnings, attributed to the strong topline growth and the acquisition of CEI Pte Ltd, which also contributed positively to AEM's bottom line.

AEM's share price last traded at S\$4.03, with a market capitalization of S\$1.24 billion.

## 2) Cortina Holdings Limited (SGX: C41)

Cortina Holdings Limited ("Cortina") is focused on the retail and distribution of luxury watches. Some of the brands it carries include Audemars Piguet, Baume & Mercier, Blancpain, Bvlgari, Cartier, Chopard, Chronoswiss, Corum, Gucci, Omega, Patek Philippe and Piaget.

The Company's retail operations commenced in 1972. Since then, its retail business has grown from a single retail outlet in Colombo Court to 4 outlets in Singapore.

### Key Statistics

EPS (SGD) <sup>a</sup>	0.41529	Trailing EPS (SGD) <sup>b</sup>	0.41529	NAV (SGD) <sup>c</sup>	1.8998
PE <sup>a</sup>	9.632	Trailing PE <sup>d</sup>	9.632	Price / NAV <sup>c</sup>	2.1027
Dividend Yield (%) <sup>e</sup>	0.400	Cash In Hand (SGD) <sup>f</sup>	1.1891	Issued & Paid-up Shares <sup>g</sup>	165,678,000
Pictorial F Score	8	Market Cap (M)	662.312	Free Float (%)	21.3

Source: ShareInvestor WebPro

### Management Efficiency Ratio

	Trend	Full Year Mar 2022	Full Year Mar 2021	Full Year Mar 2020	Full Year Mar 2019
Return On Equity (ROE) (%) (Net Earnings/Shareholders' Equity - Other Share Capital)	▲	21.862	15.304	16.955	14.640
Return On Tangible Equity (ROTE) (%) (Net Earnings/Shareholders' Equity - Other Share Capital - Intangible Assets)	▲	21.926	15.360	16.955	14.640

Source: ShareInvestor WebPro

From the table above, we can see that Cortina's ROE hovered between a tight range between 14.6% and 16.9% from FY2019 to FY2021 due to stable earnings, while partially offset by the higher amount of shareholders' equity.

In FY2022, the metric breached the 20% mark and recorded a ROE of nearly 22% in the financial year, on back of a substantial increase in its bottom line, contributed by the higher topline growth.

Cortina's share price last traded at S\$4.00, with a market capitalization of S\$662.31 million.

## 3) Golden Energy and Resources Limited (SGX: AUE)

Golden Energy and Resources Limited ("GEAR") principally engages in the exploration, mining and marketing of metallurgical coal and gold in Australia, as well as energy coal in Indonesia.

As at 31 December 2021, the Group's subsidiary, Stanmore Resources Limited ("Stanmore"), has coal resources estimates of more than 1.7 billion tonnes, marketable coal reserves estimate of 125.4 million tonnes and a coal handling preparation plant capacity of up to 3.5 million tonnes per annum.

### Key Statistics

EPS (SGD) <sup>a</sup>	0.09858	Trailing EPS (SGD) <sup>b</sup>	0.19004	NAV (SGD) <sup>c</sup>	0.4280
PE <sup>a</sup>	13.486	Trailing PE <sup>d</sup>	4.137	Price / NAV <sup>c</sup>	1.8458
Dividend Yield (%) <sup>e</sup>	-	Cash In Hand (SGD) <sup>f</sup>	0.4922	Issued & Paid-up Shares <sup>g</sup>	2,638,100,000
Pictorial F Score	8	Market Cap (M)	2,084.099	Free Float (%)	21.8

Source: ShareInvestor WebPro

### Management Efficiency Ratio

	Trend	Trailing 12M Jun 2022	Full Year Dec 2021	Full Year Dec 2020	Full Year Dec 2019
Return On Equity (ROE) (%) (Net Earnings/Shareholders' Equity - Other Share Capital)	▲	44.616	23.489	2.101	2.770
Return On Tangible Equity (ROTE) (%) (Net Earnings/Shareholders' Equity - Other Share Capital - Intangible Assets)	▲	49.797	29.256	2.945	4.115

Source: ShareInvestor WebPro

For both FY2019 and FY2020, GEAR's ROE was just around the 2% mark and its fortune turned for the better in FY2021, as the Group saw a huge jump in its earnings in that period due to the Commodity Supercycle.

This resulted in its ROE skyrocketing from 2.1% in FY2020 to 23.4% in FY2021 and shot up further to 44.6% in the trailing 12-month period, on back of the surge in its bottom line.

GEAR's share price last traded at S\$0.79, with a market capitalization of S\$2.08 billion.

### Conclusion

In a nutshell, ROE is a popular indicator that shows how efficiently the management utilizes the shareholders' equity to generate profits/earnings.

Lastly, the best way to analyse the ROE of a certain company is to compare it with its peers in the same industry. This will allow investors to have a clearer picture of whether the company is performing well.

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# Sailing with this Growing Integrated Marine Logistic Group with 2-Year Total Shareholder Return above 200%

Investor-One, Teo Zheng Long

Mon, Sep 26, 7:00 AM



SOURCE: SPLASH247

## Article Highlights

- Trailing 12-month profit after tax jumped by more than 32%.
- Continued growth in its free cash flow for the trailing 12-month period.
- Return on Equity ("ROE") stood above 15% in the latest period.
- The Group is in a net cash position across the years.

Listed on the Mainboard of the SGX-ST since 2007, Marco Polo Marine Limited ("Marco Polo") is a reputable regional integrated marine logistics company which principally engages in shipping and shipyard operations.

The Group's shipping business relates to the chartering of Offshore Supply Vessels ("OSVs") for deployment in the regional waters, including the Gulf of Thailand, Malaysia, Indonesia and Taiwan, as well as the chartering of tugboats and barges to customers, especially those which are engaged in the mining, commodities, construction, infrastructure and land reclamation industries.

The Group's shipyard business relates to ship building as well as the provision of ship maintenance, repair, outfitting and conversion services, which are carried out through its shipyard located in Batam, Indonesia. Occupying a total land area of approximately 34 hectares with a seafront of approximately 650 meters, the modern shipyard also houses three dry docks, which have boosted the Group's technical capabilities and service offerings to undertake projects involving mid-sized and sophisticated vessels.

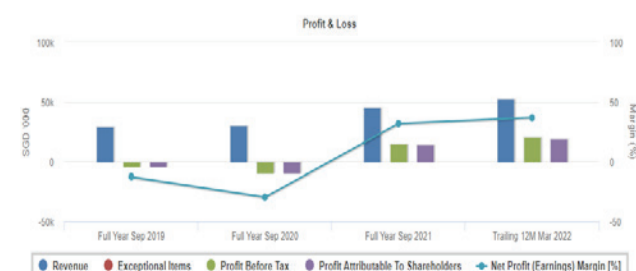
## Complementary Business Segments



Source: Marco Polo 1H FY2022 Result Presentation

## Evaluating Marco Polo Marine Limited using 4 Financial Metrics

### Revenue & Net Profit



	Trend	Trailing 12M* Mar 2022	Full Year Sep 2021	Full Year Sep 2020	Full Year Sep 2019
Revenue	Up	52,632	45,105	30,849	30,149
Cost of Revenue	Up	(37,470)	(34,095)	(26,423)	(24,500)
Gross Profit	Up	15,162	12,011	4,426	5,649
Exceptional Items (e.g. Discontinued Operations)		-	-	-	-
Finance Costs	Up	(137)	(136)	(98)	(9)
Share Of Profit Of Associates	Down	381	191	(2,816)	(5,270)
Profit Before Tax (include Exceptional Items)	Up	20,785	15,269	(9,005)	(3,862)
Profit After Tax	Up	19,570	14,778	(9,215)	(3,865)

Source: ShareInvestor WebPro

For the trailing 12-month period, Marco Polo's revenue saw an increase of more than 14% to S\$52.63 million. This was attributed to the rise in revenue from both its Ship Chartering segment and Ship Building & Repair segment.

For the Ship Charting segment, the topline increase was mainly due to the Group achieving higher average utilization rates for both the Group's fleet of Offshore vessels and the Group's fleet of tugboats and barges.

For the Ship Building & Repair segment, the increase in revenue was mainly attributed to the increase in volume and contract values of the repair projects.

Meanwhile, Marco Polo's profit after tax jumped by more than 32% to S\$19.57 million. Apart from the revenue growth, the lower operating expenses and higher gross profit resulted in a strong boost for its bottom line.

## Free Cash Flow

	Trend	Trailing 12M* Mar 2022	Full Year Sep 2021	Full Year Sep 2020	Full Year Sep 2019
Free Cash Flow (Net Cash From Operations + Interest/Dividends Received - Net Interest Paid - Capital Expenditure)	Up	6,537	6,897	(2,261)	(9,406)

Source: ShareInvestor WebPro

After suffering from 2 years of negative free cash flow (FY2019 & FY2020), Marco Polo managed to turnaround and recorded a positive free cash flow of S\$6.89 million in FY2021. This was mainly due to the significant rise in net cash generated from its operating activities and a sharp fall in its capital expenditure.

For the trailing 12-month period, the amount of free cash flow continued to grow by nearly 24% to S\$8.53 million, on back of the sharp increase in its net cash generated from its operating activities, while partially offset by a jump in its capital expenditure.

## Management Efficiency Ratio

	Trend	Trailing 12M* Mar 2022	Full Year Sep 2021	Full Year Sep 2020	Full Year Sep 2019
Return On Assets (ROA) (%) (Net Earnings/Total Assets)	Up	12.03%	10.58%	n.m.	n.m.
Return On Equity (ROE) (%) (Net Earnings/Shareholders' Equity - Other Share Capital)	Up	15.55%	12.86%	n.m.	n.m.
Return On Tangible Equity (ROTE) (%) (Net Earnings/Shareholders' Equity - Other Share Capital - Intangible Assets)	Up	15.54%	12.86%	n.m.	n.m.
Cost To Revenue (%) (Cost of Revenue/Revenue)	Down	71.19%	73.94%	89.93%	81.17%

Source: ShareInvestor WebPro

With Marco Polo Marine managed to be back in the black for FY2021, both its Return on Assets ("ROA") and Return on Equity ("ROE") came in at 10.58% and 12.86% respectively. With earnings continuing to rise in the trailing 12-month period, both their ROA and ROE improved to 12.03% and 15.55% respectively.

With the rising trend in the figures, this shows that the Group's management is deploying shareholders' equity at an efficient rate and hence creating more shareholder value for investors.

Meanwhile, Marco Polo's Cost to Revenue declined from 81.17% in FY2019 to a low of 71.19% in the trailing 12-month period. This indicates that the Group has done well in terms of controlling its operating costs and improving the Group's overall efficiency.

## Leverage Ratio

	Trend	Trailing 12M* Mar 2022	Full Year Sep 2021	Full Year Sep 2020	Full Year Sep 2019
Interest Coverage (Profit Before Interest and Tax/Interest Expense)	Up	147.95x	158.17x	-395.00x	-439.00x
Net Debt To Equity ((Long Term Debt + Short Term Debt - Cash and Short Term Investments)/Shareholders' Equity - Other Share Capital)		Net Cash	Net Cash	Net Cash	Net Cash
Total Debt To Equity ((Long Term Debt + Short Term Debt)/(Shareholders' Equity - Other Share Capital))	Down	0.030	0.039	0.006	0.001
Debt To Assets (Short Term Debt + Long Term Debt/Total Assets)	Down	0.023	0.032	0.006	0.001

Source: ShareInvestor WebPro

For the past few financial years, Marco Polo has maintained its status as a net cash company. This shows that its cash on hand is more than enough to cover its total debt load, which will translate into financial stability and lower risk of default in the near term.

At the same time, with the turnaround in the Group's bottom line, Marco Polo's interest coverage ratio was back in the positive figure of more than 108 times in FY2021. For the trailing 12-month period, this figure increased to a high of nearly 148 times. This level of interest coverage ratio suggests that it has more than enough earnings on hand to meet its interest expenses.

## Conclusion and Prospects

To conclude, Marco Polo's financial performance has improved by leaps and bounds. This can be seen from the rising revenue, improving margins and more importantly, the Group managed to reverse its losses and turned profitable in FY2021 and the latest trailing 12-month period.

## Bonus: Marco Polo Marine to Build, Own and Operate New Commissioning Service Operation Vessel to Support Offshore Wind Farm Demands

In the [press release](#) dated 20th September 2022, Marco Polo announced that it will build, own and operate a new Commissioning Service Operation Vessel ("CSOV") to meet the rising demand for support vessels required to service the booming offshore windfarm industry in Asia. When completed in 1Q2024, the vessel will also be the first CSOV to be designed in Asia.

The Group will be funding the construction of the vessel with its existing resources and borrowings from financial institutions. A new CSOV is currently valued at about US\$60 million.

"In March this year, we unveiled new designs for wind farm service vessels, and have received keen interest from offshore wind turbine makers and offshore windfarm developers. We observed that the industry continues to grapple with a CSOV shortage globally and charter rates continue to surge as well as the need to combat climate change. It is a giant leap forward for the offshore maritime industry and we are optimistic about the ability to meet the rising demand for this vessel type with the deployment of its own CSOV in 1Q2024 tentatively. We will be making the relevant announcements once we have secured charter contracts for the vessel," said Sean Lee, CEO of Marco Polo Marine.

In the long term, the growth of the global offshore windfarm market continues to remain robust. According to Global Wind Energy Council's Global Wind Report 2022, the annual global offshore market is expected to grow by 49% from 21.1GW in 2021 to 31.4GW in 2026.

The Asia Pacific region took the lead in global wind power development and accounts for 84% of the new offshore installations worldwide in 2021. Outside of China, Taiwan is one of the region's fastest growing offshore wind markets and is expected to add 6.6GW of offshore wind capacity by 2026. Vietnam, South Korea and Japan also have ambitious plans to develop offshore wind resources, with plans to add 2.2GW, 1.7GW and 1GW of offshore wind power by 2026 respectively.

Overall, this latest development will benefit Marco Polo positively and allow the Group to capture the tremendous growth in the offshore wind markets in the long run.

# 2 Value Companies with Trailing 12-Month Dividend Yield above 7%

Investor-One, Teo Zheng Long



SOURCE: VALUE RESEARCH

Typically, value companies appear to be trading at a lower price relative to its fundamentals, such as dividends, earnings or sales, hence making it appealing and attractive to value investors.

As value investing will require time before the market realizes their fair value, it is a good addition to the portfolio of investors who have a longer investment horizon.

With that in mind, we will be looking at these 2 value companies with a trailing 12-Month dividend yield above 7%.

## 1) Jiutian Chemical Group Limited (SGX: C8R)

Jiutian Chemical Group Limited ("Jiutian Chemical") is engaged in the manufacture and production of dimethylformamide ("DMF") and methylamine ("MA"). It is involved in the processing and sale of consumable carbon dioxide and oxygen.

It operates through two business divisions: DMF division, which is engaged in producing DMF as its main product and MA as its secondary product, and Gas division, which is engaged in producing consumable carbon dioxide and oxygen.

### Key Statistics

EPS (SGD) <sup>a</sup>	0.83466	Trailing EPS (SGD) <sup>b</sup>	0.85883	NAV (SGD) <sup>c</sup>	0.1168
PE <sup>a</sup>	2.424	Trailing PE <sup>b</sup>	1.428	Price / NAV <sup>c</sup>	0.7192
Dividend Yield (%) <sup>d</sup>	5.595	Cash In Hand (SGD) <sup>e</sup>	0.0952	Issued & Paid-up Shares <sup>g</sup>	1,988,444,000
Potential F Score	8	Market Cap (M)	167,029	Free Float (%)	71.5
Return on Equity (ROE) (%) <sup>h</sup>	58.354	Revenue Growth (%) TTM <sup>i</sup>	88.394		
Net Earnings Growth (%) <sup>j</sup>	98.847	Net Debt/Equity <sup>k</sup>	Net Cash		

Source: ShareInvestor WebPro

Price/Earnings Ratio: 2.42 times  
Trailing Price/Earnings Ratio: 1.42 times  
Price/NAV: 0.72 times

### Past Financial Performance



	Trend	Trailing 12M Jun 2022	Full Year Dec 2021	Full Year Dec 2020	Full Year Dec 2019
Revenue	▲	578,875	493,859	232,002	203,816
Cost of Revenue	▼	(377,134)	(317,660)	(176,388)	(189,155)
Gross Profit	▲	201,741	142,299	55,614	14,461
Exceptional Items (e.g. Discontinued Operations)	-	-	-	-	-
Finance Costs	▼	(740)	(1,078)	(1,507)	(1,520)
Share Of Profit Of Associates	▼	1,787	(3,888)	(1,821)	(28,342)
Profit Before Tax (Include Exceptional Items)	▲	198,090	102,899	49,056	(52,012)
Profit After Tax	▲	118,917	88,824	35,030	(53,854)

Source: ShareInvestor WebPro

For the trailing 12-month period, Jiutian Chemical's revenue jumped by more than 25% to S\$578.87 million. The healthy revenue gain was mainly due to the increase in average selling prices of the Group's main products, Dimethylformamide ("DMF") and Methylamine.

Meanwhile, its profit after tax managed to achieve a growth rate of nearly 70% to S\$118.91 million. Apart from the revenue growth, the higher gross profit, lower finance costs and lower operating expenses resulted in bottom line growth outpacing its top line growth.

### Dividend



	Trailing 12M Jun 2022	Full Year Dec 2021	Full Year Dec 2020	Full Year Dec 2019
Gross Dividend Per Share (cent)	0.8700	0.4700	-	-
Special Dividend Per Share (cent)	-	-	-	-
Total Dividend Per Share (cent)	0.8700	0.4700	-	-
Historical Basic Earning Per Share (cent) (Based on weighted average number of shares over the period)	5.8830 <sup>a</sup>	3.4656	1.9011	(2.8370)
Dividend Payout Ratio - Historical (Dividend Per Share/Historical EPS)	0.148	0.136	-	-
Dividend Payout Ratio incl Special Dividend - Historical (Yearly Total Dividend Per Share/Historical EPS)	0.148	0.136	-	-

Source: ShareInvestor WebPro

For the trailing 12-month period, Jiutian Chemical's total dividend per share jumped to 0.87 Singapore cents, on back of the higher earnings recorded in the same period. Meanwhile, its dividend payout ratio also rose slightly to nearly 15%.

Based on the share price of S\$0.085, this translates to a trailing 12-month dividend yield of 10.23%.

## 2) Multi-Chem Limited (SGX: AWZ)

Multi-Chem Limited ("Multi-Chem") is a distributor of specialty chemicals and materials to PCB manufacturers. Incorporated in 1985, Multi-Chem was listed on SESDAQ in January 2000 and upgraded to the Main Board of The Singapore Exchange in November 2000. In May 2002, Multi-Chem diversified into the IT distribution business.

Through Multi-Chem's subsidiaries under the M.Tech umbrella, its IT business has expanded in both product range and geographical coverage since inception and now spans across Singapore, Australia, Greater China (including Hong Kong and Taiwan), India, Indonesia, Japan, Korea, Malaysia, Myanmar, New Zealand, Philippines, Sri Lanka, Thailand, United Kingdom and Vietnam.

### Key Statistics

EPS (SGD) <sup>a</sup>	0.27703	Trailing EPS (SGD) <sup>b</sup>	0.29881	NAV (SGD) <sup>c</sup>	1.5075
PE <sup>a</sup>	6.642	Trailing PE <sup>b</sup>	7.193	Price / NAV <sup>c</sup>	1.2206
Dividend Yield (%) <sup>d</sup>	6.633	Cash In Hand (SGD) <sup>e</sup>	0.7392	Issued & Paid-up Shares <sup>g</sup>	90,095,000
Potential F Score	6	Market Cap (M)	165,175	Free Float (%)	16.6
Return on Equity (ROE) (%) <sup>h</sup>	16.969	Revenue Growth (%) TTM <sup>i</sup>	9.917		
Net Earnings Growth (%) <sup>j</sup>	4.869	Net Debt/Equity <sup>k</sup>	Net Cash		

Source: ShareInvestor WebPro

Price/Earnings Ratio: 6.64 times  
Trailing Price/Earnings Ratio: 7.19 times  
Price/NAV: 1.22 times

### Past Financial Performance



	Trend	Trailing 12M Jun 2022	Full Year Dec 2021	Full Year Dec 2020	Full Year Dec 2019
Revenue	▲	606,964	603,640	479,714	455,795
Cost of Revenue	▼	(522,305)	(518,130)	(408,072)	(389,888)
Gross Profit	▲	84,659	85,510	71,642	65,907
Exceptional Items (e.g. Discontinued Operations)	-	-	-	-	-
Finance Costs	▼	(448)	(327)	(388)	(923)
Share Of Profit Of Associates	-	-	-	-	-
Profit Before Tax (Include Exceptional Items)	▲	33,618	35,951	25,824	14,560
Profit After Tax	▲	24,035	27,334	19,568	9,752

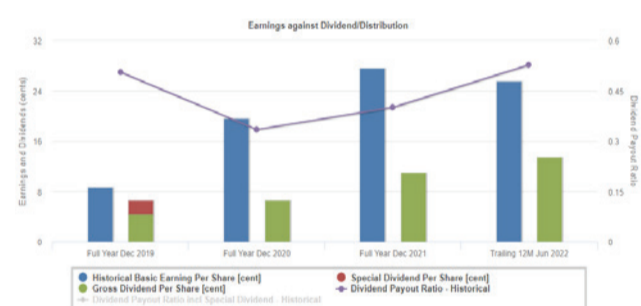
Source: ShareInvestor WebPro

For the trailing 12-month period, Multi-Chem's revenue inched up slightly by around 0.55% to S\$606.96 million. The slight uptick in its top line was mainly due to the growth in its IT distribution business as the division saw an increase in customer demand.

Despite the topline growth, Mutli-Chem's profit after tax skidded by 12% to S\$24.03 million. This was caused by:

- Lower gross profit due to increase in allowance for inventory obsolescence.
- Absence of Singapore Jobs Support Scheme payout from the government and China government subsidy
- Net foreign exchange loss mainly due to appreciation of United States dollar against Singapore dollar and local currencies.
- Loss allowance on third party trade receivables.

### Dividend



	Trailing 12M Jun 2022	Full Year Dec 2021	Full Year Dec 2020	Full Year Dec 2019
Gross Dividend Per Share (cent)	13.5000	11.1000	6.6000	4.4000
Special Dividend Per Share (cent)	-	-	-	2.2000
Total Dividend Per Share (cent)	13.5000	11.1000	6.6000	6.6000
Historical Basic Earning Per Share (cent) (Based on weighted average number of shares over the period)	25.8800 <sup>a</sup>	27.7300	19.7300	8.6975
Dividend Payout Ratio - Historical (Dividend Per Share/Historical EPS)	0.528	0.401	0.338	0.598
Dividend Payout Ratio incl Special Dividend - Historical (Yearly Total Dividend Per Share/Historical EPS)	0.528	0.401	0.338	0.759

Source: ShareInvestor WebPro

For the trailing 12-month period, despite the lower earnings, Multi-Chem's total dividend per share risen to 13.5 Singapore cents. This resulted in a jump in its dividend payout ratio to nearly 53%. Based on the share price of S\$1.84, this translates to a trailing 12-month dividend yield of 7.33%.

### Conclusion

To conclude, both counters mentioned above are currently trading at attractive valuations and are paying an enticing dividend yield of more than 5%. Investors who are looking to invest in value companies could consider these 2 counters for a start, which will also pay you dividends while waiting for the potential upside reversion in its valuation.

SHAREINVESTOR WEBPRO

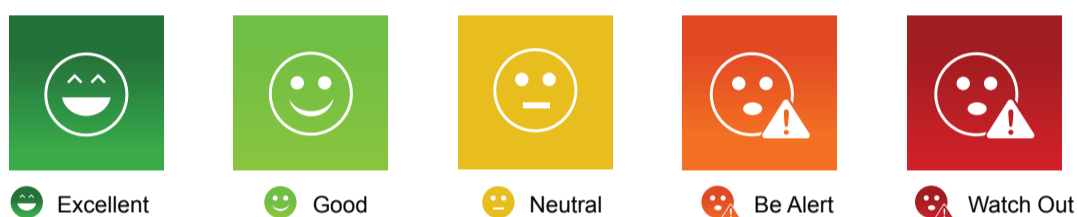
# Smiley Grid

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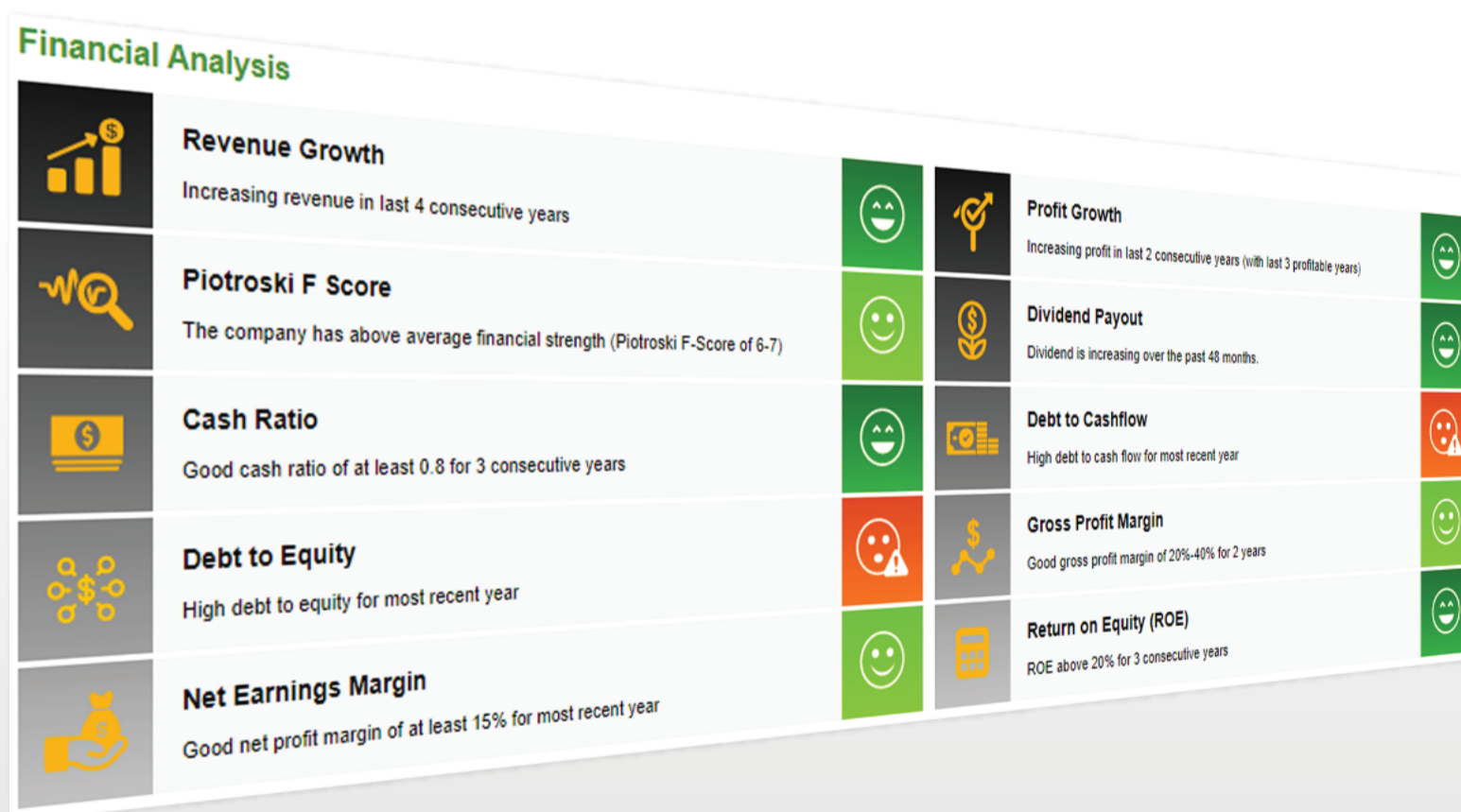
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## David Gerald

Founder, President & CEO  
SIAS

# WHAT CAN BE DONE TO AVOID REPEAT OF 2013'S PENNY STOCK CRASH IN S'PORE

The penny stock crash of 2013 must surely rank as one of the darkest chapters in the annals of the local market, given that it wiped out more than \$8 billion in market value within a short space of time.

The penny stock crash of 2013 must surely rank as one of the darkest chapters in the annals of the local market, given that it wiped out more than \$8 billion in market value within a short space of time.

The crash came about when the Singapore Exchange (SGX) had to intervene in the trading of three stocks, Blumont Group, Asiasons Capital and LionGold Corp, known collectively as BAL, before a full-scale investigation was launched into the possibility that BAL's share prices had been manipulated.

That investigation has now proven that BAL's shares had been artificially inflated between August 2012 and October 2013, through a web of 187 trading accounts held with 20 financial institutions in the names of 58 individuals and companies.

However, although the masterminds behind the scheme have now been convicted, thus drawing a curtain on the saga, it is important for investors to understand the roles of the key parties involved, and the steps they should be taking to avoid a repetition.

### Role of individual investors

First, retail investors must always bear in mind that Singapore operates a disclosure-based regime, one in which the rule of "caveat emptor" or "buyer beware" plays a central role.

In such a regime, the onus is on investors to do their own homework to understand the investment and its risks fully before investing and for companies to make proper and timely disclosures. In this connection, it is very important to recognise that penny stocks are low-priced for good reason – many, if not all, cost only a few cents because of an absence of earnings or strong fundamentals.

The market may occasionally get the pricing wrong for some stocks but if a counter has been languishing at rock-bottom levels for a lengthy period, then chances are that the market has got the pricing right.

So, if a penny stock, particularly one that is loss-making and is on SGX's watch list because of years of reported losses, starts to shoot upwards for no apparent reason, then investors should exercise care and think twice before jumping on board as rising prices may not be fundamentally justified. This was exactly the case in the penny stock saga.

### Role of SGX

Second, with regards to SGX's function as a front-line regulator, investors should understand the tools that it is allowed to employ. These are queries, designations and suspension.

When it detects unusual activity, SGX will query the respective companies on unusual trading patterns as and when these occur.

The main lesson here is to recognise that such queries are aimed at raising red flags to alert the market that something out of the ordinary could potentially be happening.

However, SGX has made it clear that issuing a query is not an expression of opinion on the stock queried nor is it the function of SGX to comment on the counter's value.

If companies do not make any announcements despite being queried but their share prices continue to rise, then caution should be exercised by investors as that is a sure red flag for them.

In 2015, an additional level of signalling was added in the form of "Trade with Caution" alerts. This is a higher-level signal from the regulator and is usually accompanied by information gathered from the exchange's surveillance of trading activities. In some of these alerts, SGX has included the fact that a small handful of individuals were responsible for the bulk of daily volume.

If SGX believes that excessive speculation surrounds trading or that a false market exists, it can suspend trading before declaring a stock as a "designated" security, which is effectively an even higher escalation of the red flag signals that may have already been sent.

Designation means that there are certain restrictions imposed on trading; in the case of BAL, no short selling was allowed whilst all purchases had to be paid for upfront and in full.

The objective of designation is to restore market equilibrium by removing the impact of anomalies like excessive speculation on price formation, and to allow the price of the stock to be formed through demand and supply forces in an informed market.

Not surprisingly, as one would expect, it was BAL being designated by SGX that triggered the crash in their prices that reverberated around the whole market.

### Role of brokers

It has often been asked by investors how the manipulation of BAL shares escaped the notice of the broking houses involved as well as the other related financial institutions.

Whilst brokers say that it is difficult for broking firms to discern who are the true beneficial owners behind various trading accounts, there should be automated systems that detect irregular trading behaviour, such as when multiple trading accounts execute similar trades within a short period of time of each other in the absence of any significant corporate announcements.

In order to aid brokers, SGX and the Monetary Authority of Singapore have issued Trade Surveillance handbooks on how to spot manipulation activities.

For example, Series One issued in September 2016 deals with "spoofing" and "layering", which are ways to create an artificial impression of high demand, whilst Series Two issued in May 2018 deals with "wash trades" where the buyer and seller are the same party. It's worth noting by investors that wash trades were heavily employed in BAL's case.

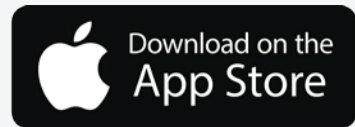
### A repeat?

Will there ever be a repeat of the penny stock crash? It's possible – as long as markets are a place where greed and fear thrive and where big money can be made, there will always be those who will try to exploit these emotions and manipulate prices for their own benefit.

However, given the regulatory steps which have been taken post-2013 and as long as everyone does their homework before investing, there is good reason to believe that repeats will be few and far between.

The best protection for a retail investor is investing with knowledge. There is no excuse for any retail investor to be ignorant, given the wealth of investor education available in Singapore.

All should also learn to recognise the signals that regulators send to alert the market.



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**DEFINITION** Share price of a company trading at a lower price as compared to its fundamentals (FA) such as financial performance and dividend, allowing it to be attractive to value investors.

**CHART GUIDE** Total Shareholder Return (TSR) combines share price appreciation and dividend distributions paid to show the total return to the shareholder expressed as a percentage.



ShareInvestor WebPro > Screener > Market Screener (FA & TA) > select SGX > add criteria

**A. Criteria**

- > click Add Criteria
- Fundamental Analysis Conditions tab (i) Price Earnings Ratio
- Fundamental Analysis Conditions tab >select (ii) CAGR of Net Earnings
- Fundamental Analysis Conditions tab >select (iii) Net Debt To Equity
- Fundamental Analysis Conditions tab >select (iv) Return On Equity (ROE)

**B. Conditions**

1. Price Earnings Ratio - select (less than) type (15) times now
2. CAGR of Net Earnings - select (more than) type (10) % for the past type (3) financial year(s)
3. Net Debt To Equity – select (less than) type (1) for the past select (1) financial year(s)
4. Return On Equity (ROE) – select (more than) type (10) % for the past select (1) financial year(s)

- > click Save Template > Create New Template type (Value Stock) > click Create
- > click Save Template as > select Value Companies > click Save
- > click Screen Now (may take a few minutes)
- > Mouse over stock name > Factsheet > looking for Total Shareholder Return
- > Mouse over stock name > Charts > click C2 Charts tab



**Fuxing China (SGX: AWK)**

ANALYSIS



Period	Dividend Received	Capital Appreciation	Total Shareholder Return
Short Term Return	5 Days	-	-12.60 %
	10 Days	-	-17.11 %
	20 Days	-	-17.11 %
Medium Term Return	3 Months	-	-11.27 %
	6 Months	-	-14.88 %
	1 Year	-	-18.18 %
Long Term Return	2 Years	-	-7.35 %
	3 Years	-	-19.23 %
	5 Years	-	-11.27 %
Annualised Return	Annualised	-	-2.36 %



**Captii (SGX: AWV)**

ANALYSIS



Period	Dividend Received	Capital Appreciation	Total Shareholder Return
Short Term Return	5 Days	-	-1.27 %
	10 Days	-	+1.27 %
	20 Days	-	+3.90 %
Medium Term Return	3 Months	0.013	+4.56 %
	6 Months	0.013	-8.22 %
	1 Year	0.013	-3.95 %
Long Term Return	2 Years	0.025	+28.79 %
	3 Years	0.035	+9.50 %
	5 Years	0.063	-17.32 %
Annualised Return	Annualised	-	-3.73 %



**Geo Energy Res (SGX: RE4)**

ANALYSIS



Period	Dividend Received	Capital Appreciation	Total Shareholder Return
Short Term Return	5 Days	-	+5.41 %
	10 Days	-	+5.41 %
	20 Days	-	-1.27 %
Medium Term Return	3 Months	0.020	+33.89 %
	6 Months	0.090	-5.99 %
	1 Year	0.120	+45.71 %
Long Term Return	2 Years	0.138	+407.89 %
	3 Years	0.138	+268.76 %
	5 Years	0.162	+100.73 %
Annualised Return	Annualised	-	+14.95 %



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## Stock Scanning

- Technical Analysis (TA) Market Scanner
- Fundamental Analysis (FA) Market Scanner

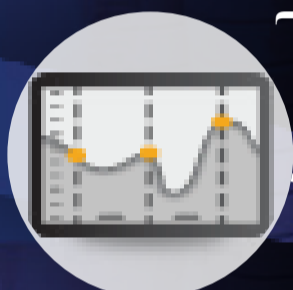


## Market Data

- Equities
- Derivatives

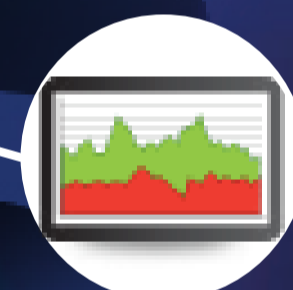
## Monitoring

- Portfolio
- Stock Alerts
- Price Spread Calculator



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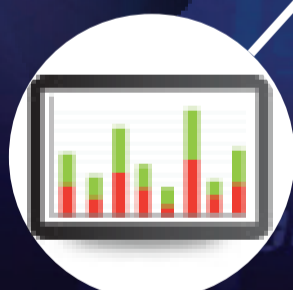


## Price Movements

- Streaming Prices
- Time & Sales
- Trade Summary Matrix
- Quote Movements
- 5 Levels Market Depth
- Historical Price Download

## Charts

- Intraday Charts
- Interactive Charts
- Historical Charts
- Volume Distribution Charts



## Fundamentals

- Factsheets
- Financials
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**DEFINITION** Company revenue is growing and making good quality of earnings with positive Free Cash Flow.

**CHART GUIDE** Total Shareholder Return (TSR) combines share price appreciation and distributions paid to show the total return to the shareholder expressed as a percentage.



ShareInvestor WebPro > Screener > Market Screener (FA & TA) > select SGX > add criteria

**A. Criteria**

1. Fundamental Analysis Conditions tab >select (i) Free Cash Flow, (ii) Revenue Growth, (iii) Gross Profit (Earnings) Margin, (iv) Quality of Earnings, (v) Total Shareholder Returns, > click Add Criteria
2. Fundamental Analysis Conditions tab >select (vi) Total Shareholder Returns > click Add Criteria

**B. Conditions (Criteria Filters)**

1. Free Cash Flow - select (more than) type (1) for the past select (1) financial year(s)
2. Revenue Growth - select (more than) type (1) for the past select (1) financial year(s)
3. Gross Profit (Earnings) Margin - select (more than) type (30) % for the past select (1) financial year(s)
4. Quality of Earnings – select (more than) type (1) for the past select (1) financial year(s)
5. Total Shareholder Return - – select (more than) type (5) % for the past select (3) financial year(s)
6. Total Shareholder Return - – select (more than) type (5) % for the past select (5) financial year(s)

- > click Save Template > Create New Template type (Growth Companies) > click Create
- > click Save Template as > select Growth Companies > click Save
- > click Screen Now (may take a few minutes)
- > Sort By: Select (Revenue Growth) Select (Desc)
- > Mouse over stock name > Factsheet > looking for Total Shareholder Return



Geo Energy Res (SGX:RE4)

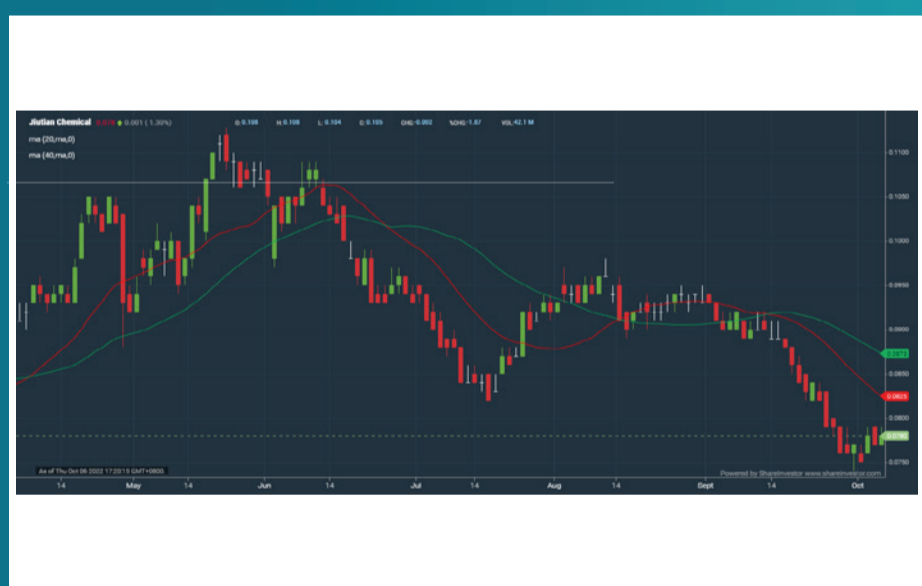


**Total Shareholder Return**

Period	Dividend Received	Capital Appreciation	Total Shareholder Return
Short Term Return	5 Days	-0.020	-5.41%
	10 Days	-0.020	+5.41%
	20 Days	-0.005	-1.27%
Medium Term Return	3 Months	0.020	+13.09%
	6 Months	0.090	6.85%
	1 Year	0.120	+45.71%
Long Term Return	2 Years	0.135	+407.89%
	3 Years	0.130	+256.76%
	5 Years	0.162	+100.73%
Annualised Return	Annualised	-	+14.96%



Jiutian Chemical (SGX:C8R)

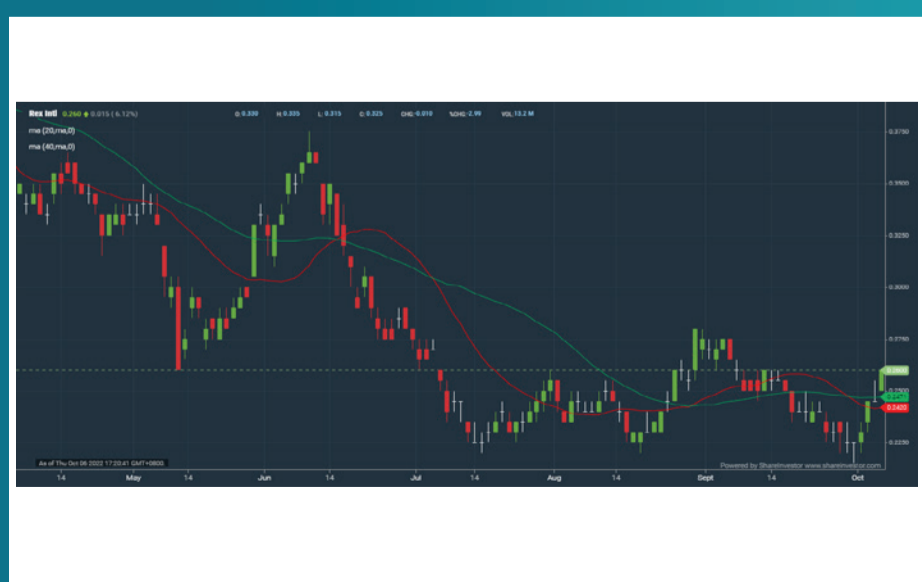


**Total Shareholder Return**

Period	Dividend Received	Capital Appreciation	Total Shareholder Return
Short Term Return	5 Days	-0.002	-2.83%
	10 Days	-0.005	-6.02%
	20 Days	-0.014	-15.22%
Medium Term Return	3 Months	-0.010	-11.26%
	6 Months	0.009	-4.40%
	1 Year	0.009	-4.82%
Long Term Return	2 Years	0.012	+73.05%
	3 Years	0.012	+715.18%
	5 Years	0.012	+125.00%
Annualised Return	Annualised	-	+17.61%



Rex International (SGX:5WH)



**Total Shareholder Return**

Period	Dividend Received	Capital Appreciation	Total Shareholder Return
Short Term Return	5 Days	0.005	+15.22%
	10 Days	0.005	+10.42%
	20 Days	0.005	+1.92%
Medium Term Return	3 Months	0.005	+3.92%
	6 Months	0.005	-24.29%
	1 Year	0.005	+12.77%
Long Term Return	2 Years	0.005	+90.55%
	3 Years	0.005	+244.16%
	5 Years	0.005	+400.00%
Annualised Return	Annualised	-	+37.97%

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# TOP SIGNIFICANT INSIDER ACTIVITY

Data extracted from WebPro, accurate as at yesterday

Effective Change Date (Notice Date)	Stock Name	Buyer / Seller Name (Classification <sup>a</sup> )	Security Types <sup>b</sup>	Acquired / (Disposed) [000]			Price	Closing Price <sup>c</sup>	No. of Shares After Trade [000]			
				Direct	Deemed	Total			Direct	Deemed	Total	% Held <sup>c</sup>
04 Oct 2022 (04 Oct 2022)	Suntec Reit	ARA Trust Management (Suntec) Limited [TM/RP]	S/U	(999)		(999)	1.59	1.52				
04 Oct 2022 (04 Oct 2022)	Top Glove	PUAN SRI TONG SIEW BEE [SSH]	S/U		4,000	4,000		0.192	22,563	2,886,472	2,909,035	36.33
03 Oct 2022 (04 Oct 2022)	Top Glove	TAN SRI DR LIM WEE CHAI [SSH]	S/U		4,000	4,000		0.185	2,224,843	684,191	2,909,035	36.331
03 Oct 2022 (04 Oct 2022)	Top Glove	MR LIM HOOI SIN [SSH]	S/U		4,000	4,000		0.185	100,061	2,808,773	2,908,835	36.328
03 Oct 2022 (04 Oct 2022)	Top Glove	MR LIM JIN FENG [SSH]	S/U		4,000	4,000		0.185	200	2,808,773	2,808,973	35.08
03 Oct 2022 (04 Oct 2022)	XMH <sup>a</sup>	Tan Tin Yeow [DIR/CEO]	S/U	14		14		0.235	45,967		45,967	41.92
03 Oct 2022 (04 Oct 2022)	XMH <sup>a</sup>	Tan Tin Yeow [DIR/CEO]	S/U	15		15		0.235	45,953		45,953	41.91
03 Oct 2022 (04 Oct 2022)	Accrelist Ltd	TOH SOON HUAT [SSH]	S/U		365	365		0.041	1,859	31,599	33,459	11.01
03 Oct 2022 (04 Oct 2022)	Envictus	Goi Seng Hui [DIR/CEO]	S/U	24		24		0.14	35,270	29,124	64,393	26.06
04 Oct 2022 (04 Oct 2022)	Sasseur Reit	Gu Qingyang [DIR/CEO]	S/U	30		30		0.7	372		372	0.03
30 Sep 2022 (04 Oct 2022)	Sasseur Reit	Gu Qingyang [DIR/CEO]	S/U	30		30		0.705	342		342	0.028
29 Sep 2022 (04 Oct 2022)	IHH	EMPLOYEES PROVIDENT FUND BOARD [SSH]	S/U	448		448		1.83	855,672		855,672	9.717
04 Oct 2022 (04 Oct 2022)	Keppel DC Reit	Pang Thieng Hwi [DIR/CEO]	S/U	13		13	1.64	1.72	97		97	0.006
30 Sep 2022 (04 Oct 2022)	AsiaMedic	KWEK ZHI BIN, ARIFIN KOSUMO [DIR/CEO]	S/U	500		500		0.012	500		500	0.045
03 Oct 2022 (03 Oct 2022)	A-Sonic Aero	JANET LC TAN [DIR/CEO]	S/U	16		16		0.54	53,878		53,878	60.6
30 Sep 2022 (03 Oct 2022)	SamuderaShipping	Bani Maulana Mulia [DIR/CEO]	S/U	26		26		0.83	3,504		3,504	0.651
30 Sep 2022 (03 Oct 2022)	CapLand China T	CLI FM Pte. Ltd. [SSH]	S/U		109,060	109,060		1.04		109,060	109,060	6.51
30 Sep 2022 (03 Oct 2022)	JB Foods	Tey How Keong [DIR/CEO]	S/U	60		60		0.5	4,106	138,030	142,136	46.88
29 Sep 2022 (03 Oct 2022)	JB Foods	Tey How Keong [DIR/CEO]	S/U	53		53		0.505	4,045	138,030	142,075	46.86
28 Sep 2022 (03 Oct 2022)	Amara	Teo Shao-Lynn, Dawn (Zhang Xiaolin) [SSH]	S/U		30,070	30,070		0.34	1,660	36,261	37,921	6.6
28 Sep 2022 (03 Oct 2022)	Amara	Albertsons Capital Pte. Ltd. [SSH]	S/U	30,070		30,070		0.34	36,261		36,261	6.31
28 Sep 2022 (03 Oct 2022)	IHH	EMPLOYEES PROVIDENT FUND BOARD [SSH]	S/U	179		179		1.83	855,224		855,224	9.712
03 Oct 2022 (03 Oct 2022)	Frencken	DATO' GOOI SOON CHAI [DIR/CEO]	S/U		10	10		0.905	7,265	93,554	100,819	23.61
12 May 2022 (03 Oct 2022)	SinoCloud	Wan Ngar Yin, David [DIR/CEO]	S/U		(5,500)	(5,500)		0.001	64,200	500	64,700	0.403
29 Sep 2022 (03 Oct 2022)	Metech Intl	Xu Kang [SSH]	S/U		22,916	22,916		0.111		23,766	23,766	15.681
29 Sep 2022 (03 Oct 2022)	Metech Intl	X Diamond Capital Pte Ltd [SSH]	S/U	22,916		22,916		0.111	22,916		22,916	15.12
29 Sep 2022 (03 Oct 2022)	Metech Intl	Deng Yiming [SSH]	S/U		22,916	22,916		0.111		22,916	22,916	15.12
29 Sep 2022 (03 Oct 2022)	Metech Intl	Yang Hanyu [SSH]	S/U		22,916	22,916		0.111		22,916	22,916	15.12
29 Sep 2022 (03 Oct 2022)	Metech Intl	Simon Eng [SSH]	S/U	(21,916)	(1,000)	(22,916)		0.111		7,581	7,581	5.002
30 Sep 2022 (02 Oct 2022)	CNMC Goldmine	Tan Swee Ngin [SSH]	S/U		160	160		0.184		109,411	109,411	27

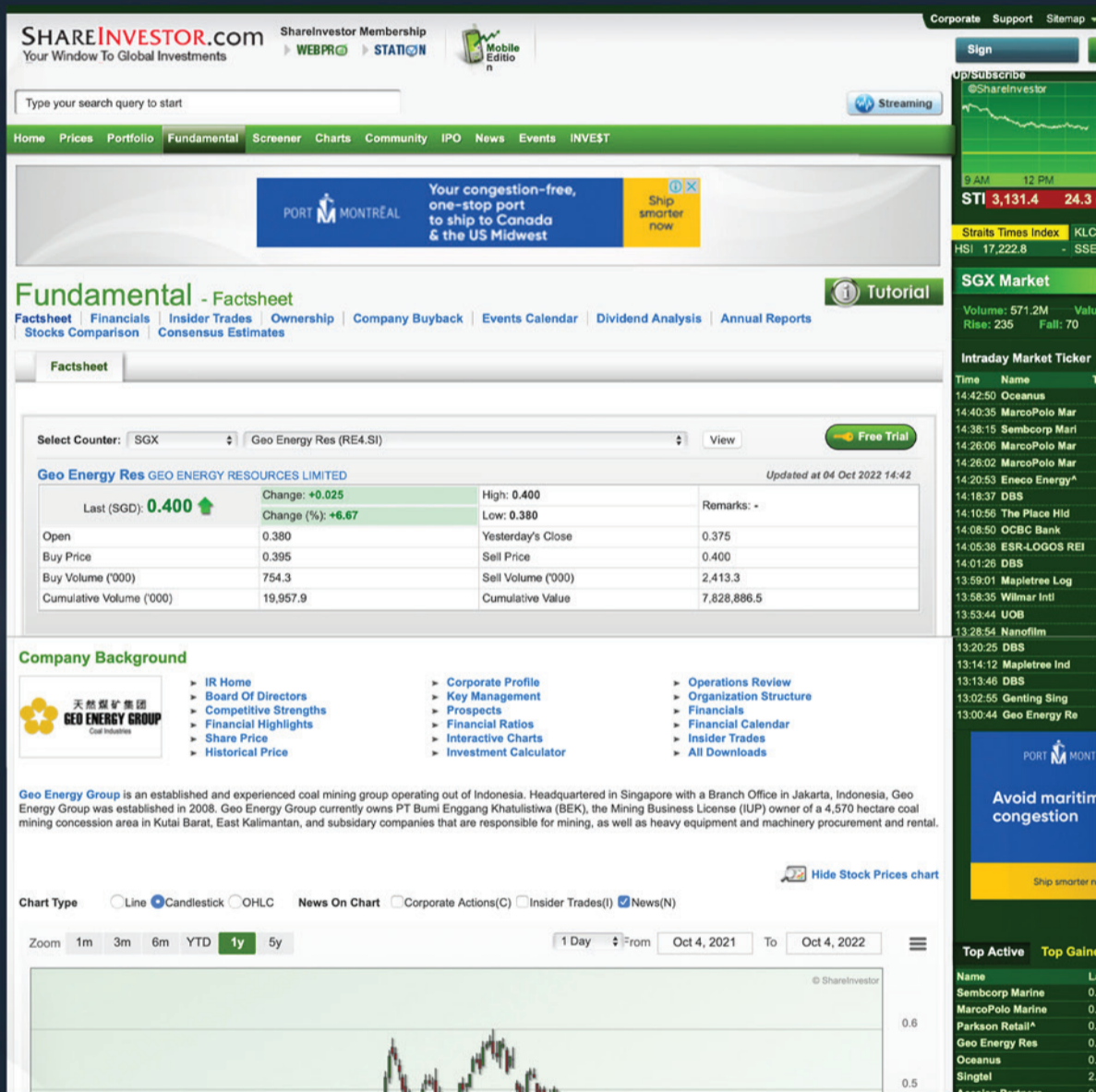
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# Exploring this Multi-Business Group with Price/NAV around 0.4 times & Price/Earnings Ratio less than 5 times

Investor-One, Teo Zheng Long

Tue, Sep 27, 7:00 AM



SOURCE: THE EDGE SINGAPORE

## Article Highlights

- Two straight years of profitability after incurring losses in FY2019 & FY2020.
- Significant decline in free cash flow amount in the latest financial year.
- Return on Equity remained above 10% in the latest financial year.
- Higher gearing ratio in FY2022 due to increase in bank borrowings.

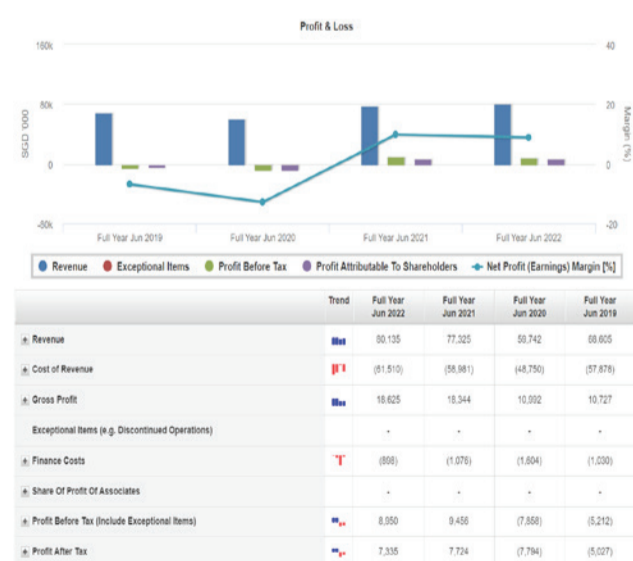
Union Steel Holdings Limited ("Union Steel") is a multi-business investment holding company, with three primary business drivers - metals, scaffolding and engineering.

The Group started operations in 1984 as YLS Steel Pte Ltd, which was involved in the trading of ferrous scrap metal and since 1991, has been distributing construction steel through Union Steel Pte Ltd.

Leveraging over 30 years of experience and a global network of suppliers and clients, the Group has since expanded into several complementary business areas which tap on the Group's expertise in steel products and deep knowledge of the construction sector.

## Evaluating Union Steel Holdings Limited using 4 Financial Metrics

### Revenue & Net Profit



Source: ShareInvestor WebPro

For FY2022, Union Steel's revenue grew by just 3.63% year-on-year to S\$80.13 million. The slight uptick in its topline was mainly attributed to the growth in its Metals division and the Scaffolding segment. However, this was partially offset by the lower revenue contribution from its Engineering segment.

The higher international prices of steel products and the sustained recovery within the construction industry led to the increased revenue contribution for the Group's Metals division and Scaffolding segment respectively. However, as a result of economic uncertainty and geopolitical risk, this had a negative impact on the Marine deck equipment and Mechanical engineering business in the Engineering sector.

Meanwhile, the Group's profit after tax declined by 5.04% year-on-year to S\$7.33 million. This was due to the higher administrative expenses incurred during the period. However, the Group remained profitable for the 2nd straight year after sitting deep in the red for the past financial years (FY2019 & FY2020).

### Free Cash Flow

	Trend	Full Year Jun 2022	Full Year Jun 2021	Full Year Jun 2020	Full Year Jun 2019
Free Cash Flow (Net Cash From Operations + Interest/Dividends Received - Net Interest Paid - Capital Expenditure)	▲	5,825	13,114	(23)	(172)

Source: ShareInvestor WebPro

After recording 2 years of negative free cash flow (FY2019 & FY2020), Union Steel saw a dramatic turnaround and registered a positive free cash flow of more than S\$13 million in FY2021. This was achieved through the significant increase in its net cash amount generated from operating activities.

However, the amount in FY2022 suffered a drop of more than 55% year-on-year to just S\$5.82 million. This was due to a lower amount of net cash generated from operating activities as well as a higher capital expenditure in the same period.

### Management Efficiency Ratio

	Trend	Full Year Jun 2022	Full Year Jun 2021	Full Year Jun 2020	Full Year Jun 2019
Return On Assets (ROA) (%) (Net Earnings/Total Assets)	▲	5.034	6.982	n.m.	n.m.
Return On Equity (ROE) (%) (Net Earnings/Shareholders' Equity - Other Share Capital)	▲	10.546	12.375	n.m.	n.m.
Return On Tangible Equity (ROTE) (%) (Net Earnings/Shareholders' Equity - Intangible Assets)	▲	11.880	13.033	n.m.	n.m.
Cost To Revenue (%) (Cost of Revenue/Revenue)	▲	76.758	76.277	81.601	84.364

Source: ShareInvestor WebPro

With the decline in the Group's earnings, this resulted in a fall in both its Return on Assets ("ROA") and Return on Equity ("ROE") from 6.98% and 2.37% to just 5.03% and 10.54% respectively in FY2022.

Meanwhile, the Group's Cost to Revenue inched up slightly to 76.75% in FY2022, as compared to 76.27% in the previous year. This could be due to the inflationary environment, which resulted in an increase in the Group's operating related costs.

### Leverage Ratio

	Trend	Full Year Jun 2022	Full Year Jun 2021	Full Year Jun 2020	Full Year Jun 2019
Interest Coverage (Profit Before Interest and Tax/Interest Expense)	▲	10.942	9.766	-3.948	-4.114
Net Debt To Equity ((Long Term Debt + Short Term Debt) - Cash and Short Term Investments)/Shareholders' Equity - Other Share Capital)	▲	0.437	0.212	0.027	0.244
Total Debt To Equity ((Long Term Debt + Short Term Debt) / Shareholders' Equity - Other Share Capital)	▲	0.703	0.494	0.774	0.496
Debt To Assets ((Short Term Debt + Long Term Debt) / Total Assets)	▲	0.335	0.279	0.392	0.264

Source: ShareInvestor WebPro

Despite the lower earnings recorded in FY2022, the fall in the Group's interest expenses allowed its interest coverage ratio to rise to nearly 11 times in the same period. With a high level of interest coverage ratio, this will allow Union Steel to meet its interest obligations with ease.

However, Union Steel's gearing ratio has increased significantly in FY2022, with its net debt to equity ratio and total debt to equity ratio surging to 0.43 times and 0.70 times respectively. This increase was due to the rise in the amount of bank borrowings as a result of the acquisition of a subsidiary.

With more borrowings in the Group's balance sheet, this could potentially bring about a higher amount of interest expense and hence potentially heaping pressure on the Group's interest coverage ratio.

### Conclusion and Prospects

To conclude, Union Steel delivered a mixed bag of performance on the financial front, with top-line growth and a fall in its bottom-line. Despite that, the Group's ROE remained above 10% in the latest financial year, which indicates that Union Steel continued to be efficient operationally. Finally, investors will have to keep a lookout on the Group's free cash flow and gearing ratio over the long run.

In terms of the management's outlook, the Group remained cautiously positive on the metal division in the near term despite the pricing for both new steel and scrap metal having seen some softening recently after the price surge since FY2021.

On the flip side, the Scaffolding business continued to be constrained by manpower issues despite the construction industry gradually returning to pre-pandemic levels. Looking ahead, the Group will continue to focus on projects that can be efficiently managed to optimise margins within available capacities.

For the engineering division, the initial recovery in offshore crude oil and renewable energy activities from the marine deck equipment sector has been disrupted by the recent regional war, its consequential sanctions and the resulting delay in projects. The outlook remains challenging, and the Group will strive to mitigate the business risks and navigate cautiously.

On the acquisition front, the Group completed the acquisition of a 100% stake in BTH Holdings Pte. Ltd on 4th May 2022 and on 29th July 2022, also completed the acquisition of Promoter Hydraulics Pte Ltd and Marshal Systems Private Limited.

The management of Union Steel believes that there are opportunities for synergies between these groups of companies and this can strengthen the overall engineering and manufacturing capabilities.

# Dividend Stocks

Price & Total Shareholder Return (as at yesterday)



**DEFINITION** Company is paying out dividend with low or moderate leverage.

**CHART GUIDE** Total Shareholder Return (TSR) combines share price appreciation and distributions paid to show the total return to the shareholder expressed as a percentage.



ShareInvestor WebPro > Screener > Market Screener (FA & TA) > select SGX > add criteria

**A. Criteria**

- > click Add Criteria
- Fundamental Analysis Conditions tab >select (i) Dividend Yield
- Fundamental Analysis Conditions tab >select (ii) Dividend Payout (Historical)
- Fundamental Analysis Conditions tab >select (iii) Total Debt To Equity
- Fundamental Analysis Conditions tab >select (iv) Total Shareholder Returns

- Fundamental Analysis Conditions tab >select (v) Total Shareholder Returns
- Fundamental Analysis Conditions tab / >select (vi) CAGR of Dividend Per Share
- Fundamental Analysis Conditions tab >select (vii) CAGR of Dividend Per Share

**B. Conditions (Criteria Filters)**

1. Dividend Yield - select (more than) type (1) % for the past select (1) financial year(s)
2. Dividend Payout (Historical) - select (between) type (0.5) to type (1) times for the past select (1) financial year(s)
3. Total Debt to Equity – select (less than) type (1) for the past select (1) financial year(s)
4. Total Shareholder Return - – select (more than) type (5) % for the past select (3) financial year(s)
5. Total Shareholder Return - – select (more than) type (5) % for the past select (5) financial year(s)

6. CAGR of Dividend Per Share - – select (less than) type (30) % for the past select (5) financial year(s)
  7. CAGR of Dividend Per Share - – select (more than) type (1) % for the past select (5) financial year(s)
- > click Save Template > Create New Template type (Dividend Companies) > click Create
  - > click Save Template as > select Dividend Companies > click Save
  - > click Screen Now (may take a few minutes)
  - > Sort By: Select (Dividend Yield) Select (Desc)
  - > Mouse over stock name > Factsheet > looking for Total Shareholder Return



**Hai Leck (SGX:BLH)**

ANALYSIS

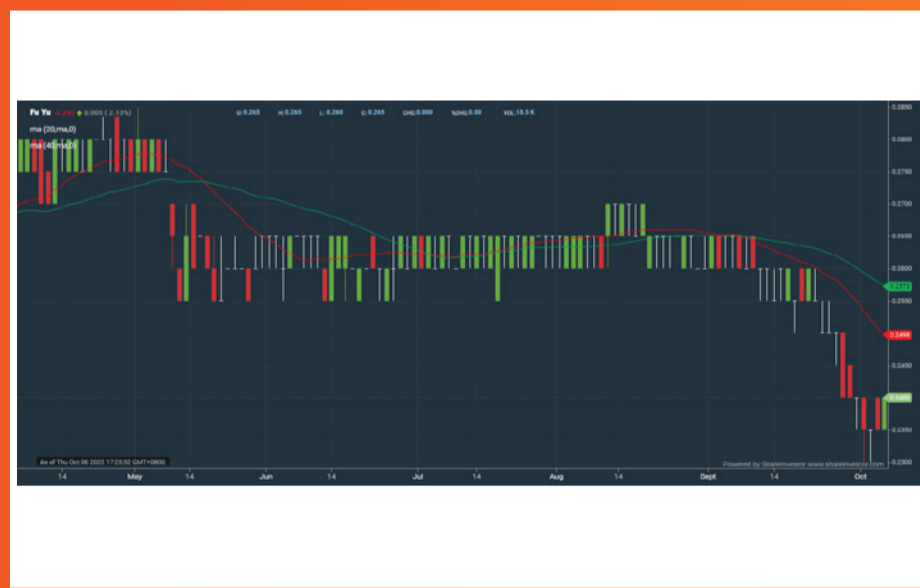


Period	Dividend Received	Capital Appreciation	Total Shareholder Return
Short Term Return	5 Days	-	-
	10 Days	-	+1.11 %
	20 Days	-	-
Medium Term Return	3 Months	-0.010	-2.15 %
	6 Months	-	+1.11 %
	1 Year	0.110	+25.20 %
Long Term Return	2 Years	0.110	+57.82 %
	3 Years	0.130	+68.82 %
	5 Years	0.140	+33.71 %
Annualised Return	Annualised	-	+5.96 %



**Fu Yu (SGX:F13)**

ANALYSIS



Period	Dividend Received	Capital Appreciation	Total Shareholder Return
Short Term Return	5 Days	-	-
	10 Days	-	-7.69 %
	20 Days	-	-7.69 %
Medium Term Return	3 Months	0.004	-7.92 %
	6 Months	0.017	-8.21 %
	1 Year	0.017	-9.82 %
Long Term Return	2 Years	0.088	+45.02 %
	3 Years	0.082	+59.41 %
	5 Years	0.114	+100.00 %
Annualised Return	Annualised	-	+14.87 %



**NetLink NBN Tr (SGX:CJLU)**

ANALYSIS



Period	Distribution Received	Capital Appreciation	Total Shareholder Return
Short Term Return	5 Days	-	+0.56 %
	10 Days	-	-4.28 %
	20 Days	-	-4.79 %
Medium Term Return	3 Months	-	-6.77 %
	6 Months	0.026	-6.50 %
	1 Year	0.051	-3.96 %
Long Term Return	2 Years	0.102	+2.26 %
	3 Years	0.153	+15.50 %
	5 Years	0.234	+37.88 %
Annualised Return	Annualised	-	+8.60 %

# Five STI Heavyweights Book 9% QTD Total Return

This article was first published on Sgx.com, Market Updates on 26 September 2022

Fri, Sep 30, 7:00 AM



SOURCE: FORBES

- With one week remaining for 3Q22, the STI has booked a 5.5% total return for the quarter, outpacing the FTSE Developed Index's 1.3% decline. The FTSE Developed Index declined below mid-June lows on Friday, coinciding with US interest rates expectations as hawkish as they have been all year.
- The STI's five largest weights – DBS, OCBC, UOB, Singtel and Jardine Matheson make up 56% of the STI weights, and have averaged 9% QTD total returns, bringing their average YTD total return to 10%. For the QTD, the five stocks have seen combined net fund inflows S\$1.25 billion.
- During 3Q22, all five stocks provided financials or business updates. The three banks reported S\$6.0 billion in combined 2Q22 net interest income, while for its 1QFY23 (ended 30 June) Singtel updated underlying net profit increased 11%, while Jardine Matheson reported underlying profit increased 22% for 1H22 (ended 30 June).
- The two ETFs that track the STI have also seen net inflows of S\$9 million in the QTD, which currently marks the first quarter of combined inflows for the two ETFs since the S\$33 million of inflows in 3Q21. The combined AUM of the two STI ETFs is currently S\$2.2 billion, one-fifth of the total AUM of all SGX-listed ETFs.

On Friday, the FTSE Developed Index pushed below its mid-June lows, forming a new intra-year low for 2022, which has brought its 2022

YTD decline in total return to 19%. This has coincided with the outlook for the US Fed Funds Target Rate (FFTR) at the most hawkish levels seen all year, with CME FedWatch expectations currently c.25%/75% for a 50bps/75bps hike on 2 Nov, aligning with last week's FOMC dot plot seeing the FFTR at 4.4% by end of 2022. At the same time, smoothed global daily COVID-19 cases are currently at the lowest levels that have been reported all year. Apart from equities, bonds and currencies have naturally been impacted by the staunch Fed Reserve stance on inflation, providing a multiplex of market drivers across Asia, particularly as China and Japan are not tightening their respective monetary policies.

In Singapore, the STI has generated a 7% total return in the 2022 YTD, with the five biggest weights of the Index averaging 10% total returns. As tabled below, the combined weight of these five stocks amounted to 56% as of the end of August. The five stocks also represent more than 40% of the day-to-day turnover of the Singapore stock market, with four of the five stocks among the 10 SGX-listed stocks with the tightest Bid/Ask spreads in terms of basis points (bps) last week.

Five Largest Weights of STI	Code	STI Weight as of 31 Aug %	Mkt Cap S\$M	QTD Net Instl Inflow S\$M	QTD Total Return %	YTD Net Instl Inflow S\$M	YTD Total Return %	Last Week Average Bid/Ask Spread (bps)
DBS	D05	19.5	85,959	602	14	-152	6	4.36
UOB	U11	14.0	45,449	-51	6	-301	5	4.81
OCBC Bank	O39	11.6	54,299	481	8	510	11	8.86
Singtel	Z74	6.5	43,744	198	7	740	16	37.27
JMH USD	J36	4.0	22,955	18	10	7	11	9.15
<b>Total</b>		<b>55.6</b>	<b>252,407</b>	<b>1,249</b>		<b>804</b>		
<b>Average</b>					<b>9</b>		<b>10</b>	

Source: SGX (Data as of 23 Sep 2022), FTSE Straits Times Index August 31 Factsheet

During 3Q22, all five stocks provided financials or business updates.

- Together, DBS Group Holdings (DBS), Oversea-Chinese Banking Corporation (OCBC) and United Overseas Bank (UOB)

rank among the five largest stocks across South East Asia by market capitalisation. Rising interest rates have provided a boost to net interest incomes (NII) of DBS, OCBC, UOB through net interest margins (NIMs). NIMs are largely determined by the average rate paid on the liabilities versus the average rate received on the assets of the banks, which contributes to NII along with growth of loan books. For the trio, 2Q22 NIMs rose 13bps YoY for both DBS and OCBC, and 11bps YoY for UOB. For the loan books, UOB and OCBC maintained loan growth of 8% YoY, with DBS reporting loan growth of 7% YoY. All three banks expect loan growth in the mid-single digits for the remainder of the year.

- On 24 Aug, Singapore Telecommunications (Singtel) reported its business update for its 1Q23 (ended 30 June). Singtel reported improved operational performance and exceptional gains from Airtel and dilution of the Group's effective shareholding in Australia Tower Network, which led to a 11% increase in underlying net profit compared with the same period last year.
- On 28 July, Jardine Matheson Holdings reported a strong improvement in the Group's profitability in the first half compared with the same period last year, with a significantly improved performance in Southeast Asia, particularly by Astra, and a further contribution to growth from the simplification of the Group's holding structure. Jardine Matheson Holdings recorded underlying profit of US\$747 million for the period, up 22% against the prior year.

The two Exchange Traded Funds (ETFs) that track the STI have a seen net inflows of S\$9 million in the QTD, which currently marks the first quarter of combined inflows for the two ETFs since the S\$33 million of inflows in 3Q21. The combined AUM of the two STI ETFs is currently S\$2.2 billion, one-fifth of the total AUM of all SGX-listed ETFs. Since the end of 2019, both STI ETFs have generated 10% total returns and ranked among the top five most traded ETF by daily averaged traded value.

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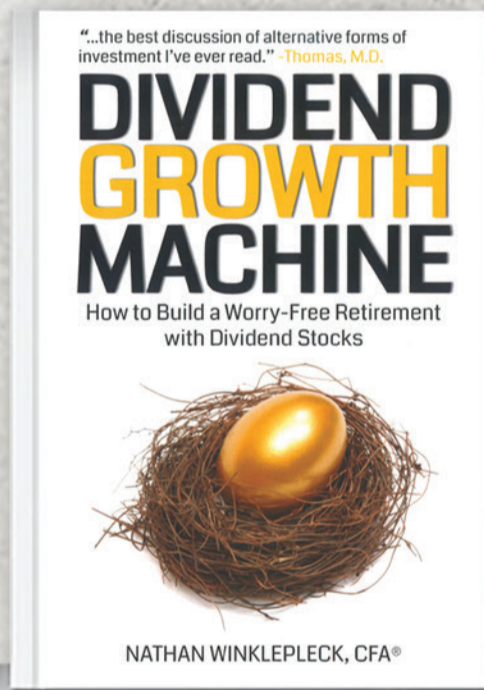
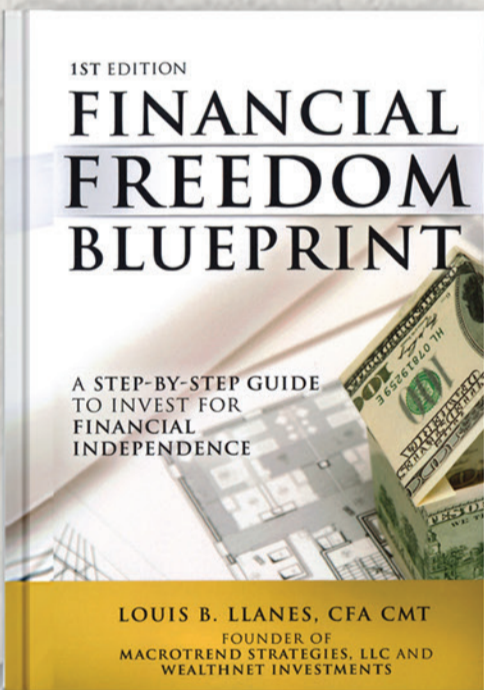
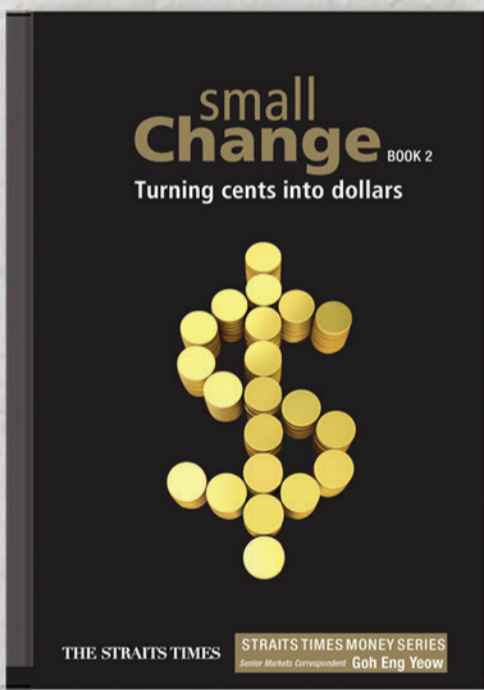
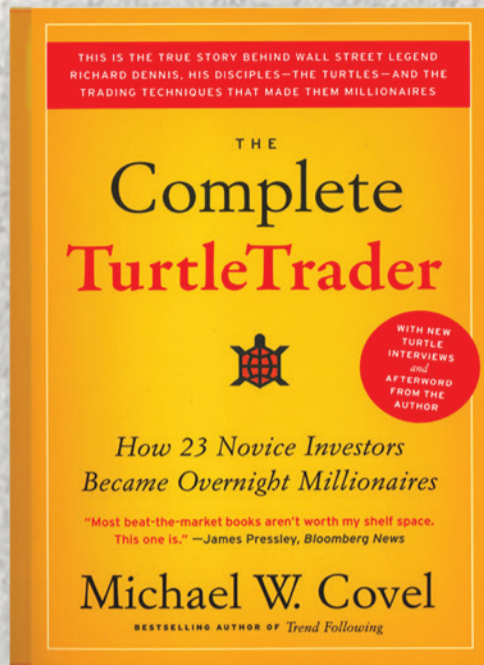
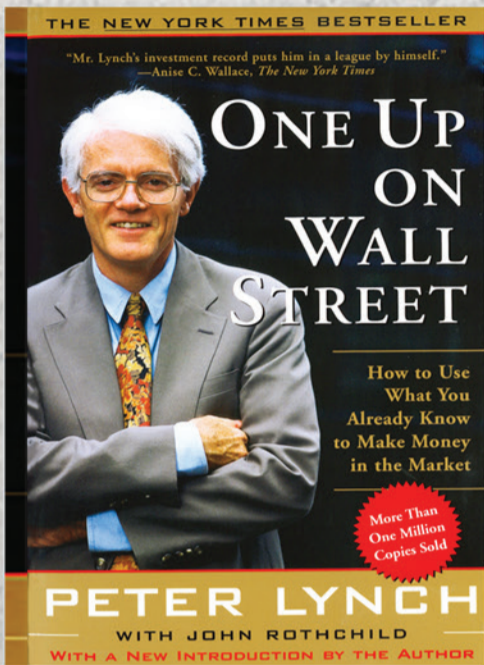
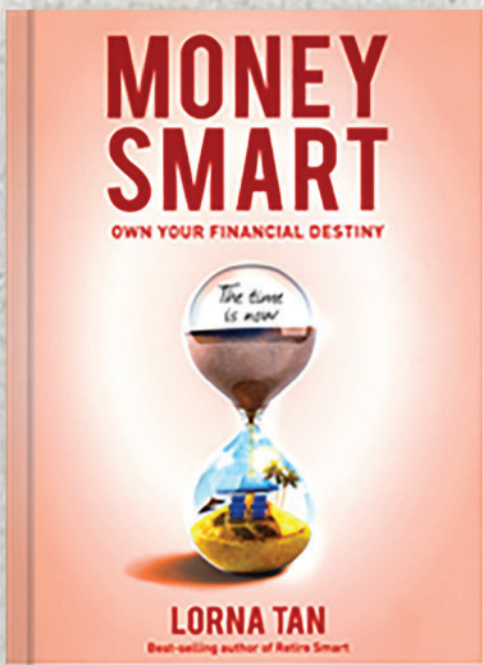
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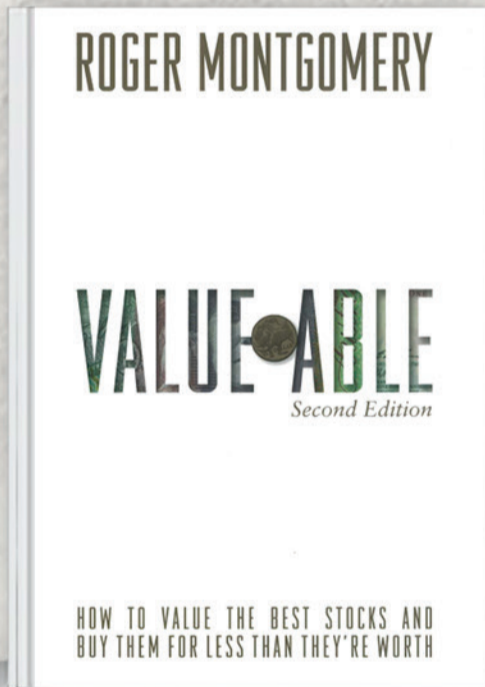
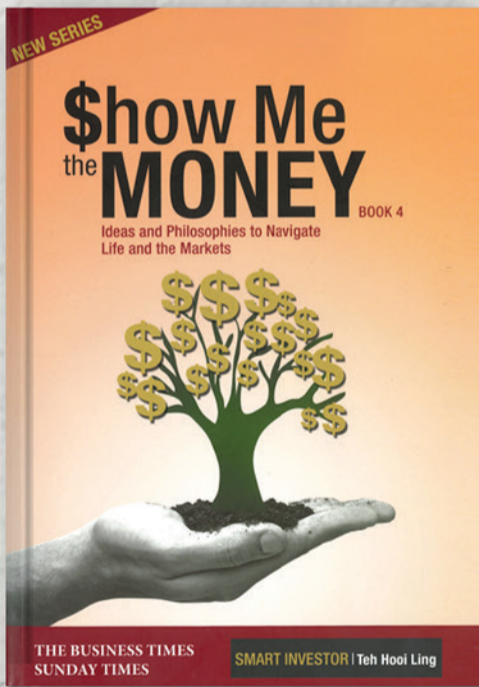
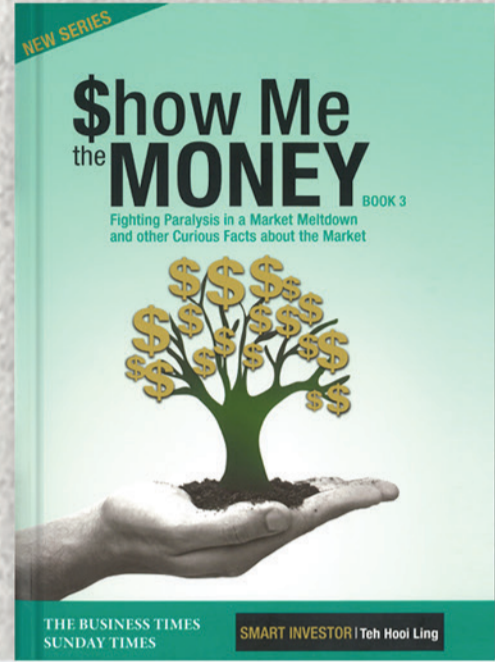
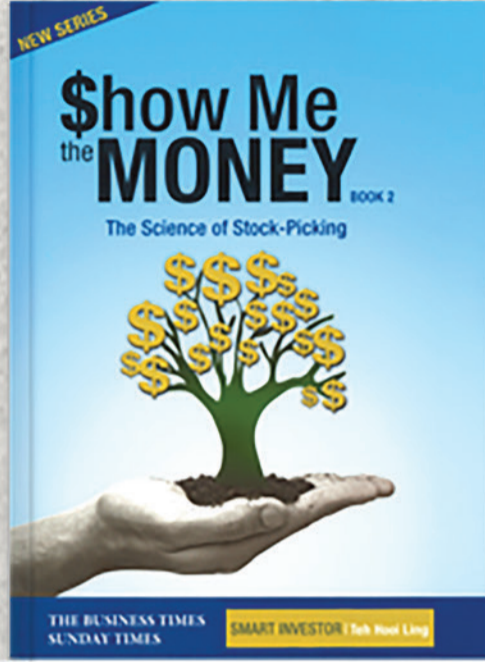
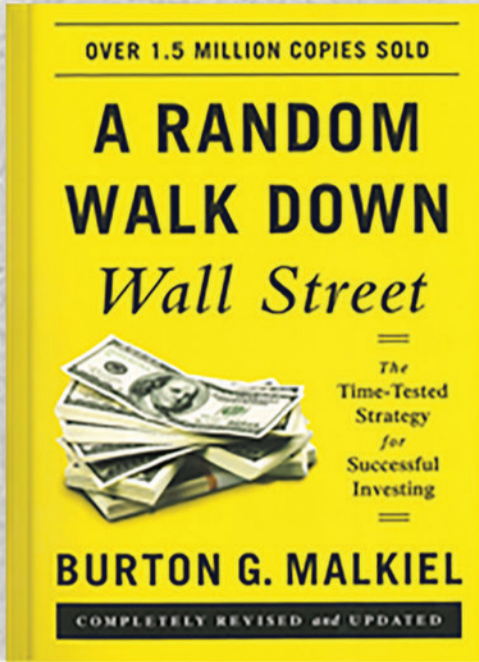
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