

DBS: Relative stability in Singapore's banking system

DIGITAL ENGAGEMENT TEAM

22 MARCH 2023

TRADING MATTERS SERIES: STOCK HIGHLIGHT

Features a single stock and zooms in on its performance in the market

KEY METRICS	
Current Price	32.91
Latest Dividend	0.50
Dividend Ex-Date	10/4/2023
Indicated Dividend Yield	4.56%
14 Day RSI	40.71
Analysts 12M Target Price	39.51

REFINITIV STOCKREPORTS+ AVERAGE SCORE

9/10
As of 21 Mar 2023

Refer to page 3 for indicator components

DBS Group Holdings (DBS SP) Price Chart



Any red lines drawn on the price charts are trendlines, which are visual representations of support & resistance levels. They are drawn by connecting a series of prices together to help indicate the data's best fit or the presence of any trend over a time frame, and are for illustration purposes only.

As of 21 Mar 2023 closing

KEY MARKET EVENTS

- 28 Mar** US Consumer Confidence Release (Mar)
- 31 Mar** China PMI Release (Mar)
- 03 Apr** US PMI Release (Mar)
- 05 Apr** US Nonfarm Employment Change (Mar)
- 07 Apr** Good Friday holiday

Straits Times Index Price Chart



As of 21 Mar 2023 closing

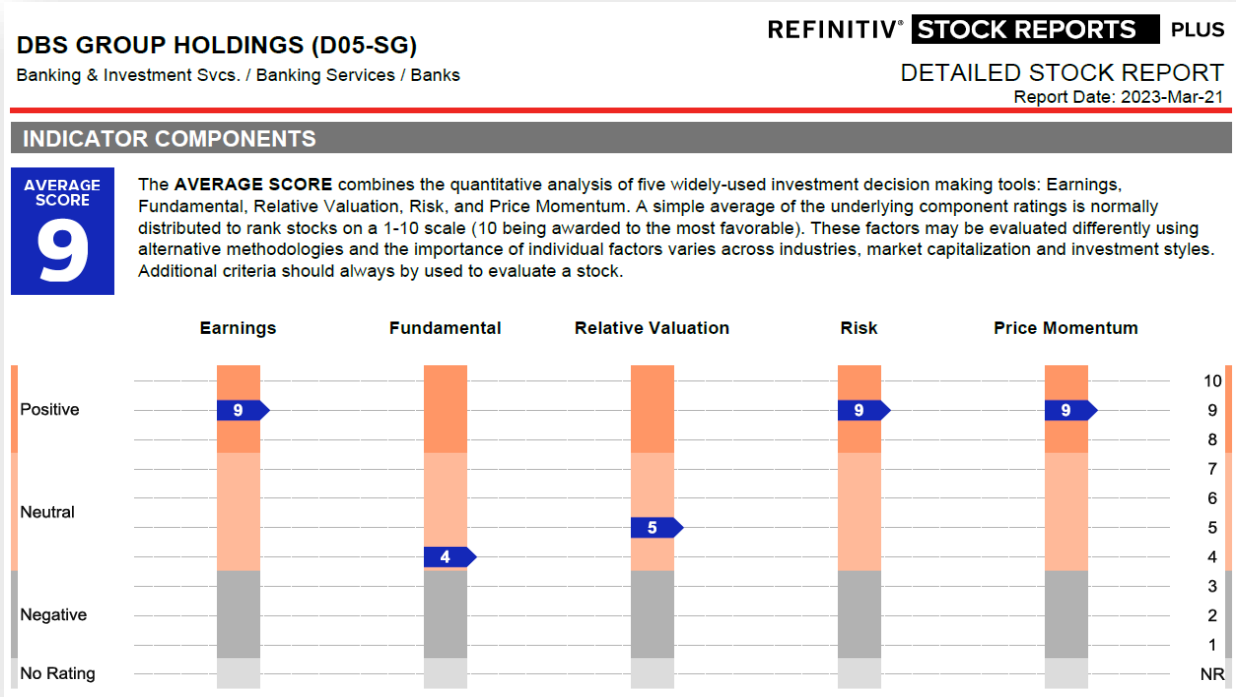
Headline News & Information

- DBS Group Holdings Limited and its subsidiaries provide a variety of financial services. The company offers services including mortgage financing, lease and hire purchase financing, nominee and trustee, funds management, corporate advisory and brokerage . DBS Group also acts as the primary dealer in Singapore government securities (Bloomberg)
- Singapore, Hong Kong seek to calm nerves over Credit Suisse deal (20 Mar 2023, Bloomberg)
 - Financial authorities in Singapore and Hong Kong gave assurances Credit Suisse Group will remain open for business and its fallout won't affect their markets after UBS Group agreed to buy the troubled Swiss bank in a historic government-brokered deal
 - Monetary Authority of Singapore stressed the takeover isn't expected to affect the stability of Singapore's banking system
 - Singapore's regulator said it would stay in close contact with its Swiss counterpart and address any impact on employment
- Singapore banks do not share similar risks leading to Credit Suisse AT1 write-off: CGS-CIMB (16 Mar 2023, The Edge)
 - The conversion of Credit Suisse's Additional Tier 1 (AT1) bonds into equity was likely "idiosyncratic" in nature, and does not reflect the outcome of other AT1 securities in the system, which include those issued by Singapore banks

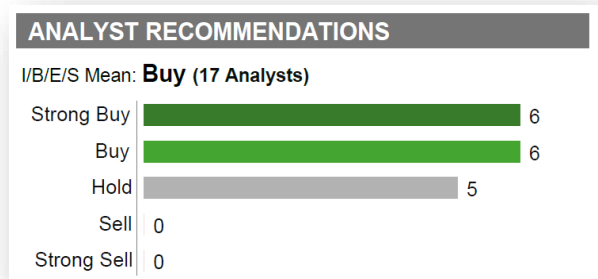
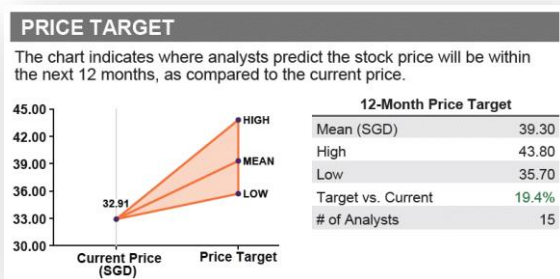
TRADING FLOWS	RESISTANCE LEVELS	SUPPORT LEVELS
<ul style="list-style-type: none"> • Shares rose 1.8% in the past 5 days and are down 5.6% in the past 30 days 	<ul style="list-style-type: none"> • 34.48 (100 Day MA) • 35.50 (Nov 2022) • 37.00 (Feb 2022) 	<ul style="list-style-type: none"> • 32.00 (Mar 2023) • 31.00 (May 2022) • 29.50 (Jul 2022)

Fundamental Viewpoint

An Extract from STOCKREPORTS+



Analyst Price Target and Recommendations



Source: REFINITIV STOCKREPORTS+, extracted 21 Mar 2023

SG Peer Analysis (STOCKREPORTS+)

PEER ANALYSIS													Currency in SGD	
Average Score	Ticker	PRICE MOMENTUM				VALUATION		FUNDAMENTAL		ANALYSTS			# of Analysts	
		Price (2023-03-21)	1-Mo Return	3-Mo Return	1-Yr Return	Market Cap	Trailing PE	Forward PE	Dividend Yield	Net Margin	LTG Forecast	I/B/E/S Mean		
9	D05	32.91	-5.6%	-3.8%	-6.5%	84.2B	10.2	8.7	4.6%	37.2%	6.3%	Buy	17	
9	O39	12.20	-6.4%	-0.33%	0.33%	55.4B	9.5	7.5	5.6%	21.5%	6.0%	Buy	19	
9	U11	28.68	-6.4%	-7.5%	-10.9%	48.1B	10.5	7.8	4.7%	28.4%	3.0%	Buy	16	
4	S68	8.77	-1.7%	-1.8%	-10.5%	9.5B	20.9	19.9	3.7%	45.0%	3.5%	Hold	13	
4	YF8	0.36	-1.4%	4.3%	--	1.4B	8.5	8.6	--	47.5%	--	Buy	1	
9	S41	2.48	3.3%	3.3%	-2.7%	1.1B	8.6	17.7	6.9%	37.0%	--	--	--	
7	S35	1.59	3.9%	8.2%	4.6%	251M	6.6	--	5.0%	42.8%	--	--	--	
7	S23	0.77	-3.2%	-3.8%	-13.1%	121M	14.6	--	2.6%	24.0%	--	--	--	
NR	I49	0.16	-12.1%	-7.0%	-12.6%	60M	19.7	--	2.8%	8.1%	--	--	--	
NR	5PO	0.07	0.00%	-12.9%	23.3%	23M	14.2	--	--	8.7%	--	--	--	
NR	5QY	0.02	-4.8%	-16.7%	-13.0%	11M	--	--	--	-106.3%	--	--	--	
7.3	Average	8.00	-3.1%	-3.4%	-4.1%	18.2B	12.3	11.7	4.5%	17.6%	4.7%	Buy	13.2	

PEER COMPANIES			
5PO	Hiap Tong Corp	S35	Sing Investments & Finance
5QY	Net Pacific Financial	S41	Hong Leong Finance
I49	IFS Capital	S68	Singapore Exchange
O39	Oversea-Chinese Banking Corp	U11	United Overseas Bank
S23	Singapura Finance	YF8	Yangzijiang Financial Holding

Source: REFINITIV STOCKREPORTS+, extracted 21 Mar 2023

Global Peer Analysis (Bloomberg)

Ticker	Name	Mkt Cap (USD) (Millions)	Last Px	P/E	P/E 5Yr Avg	P/B	P/B 5Yr Avg	Indicated Yield (%)
Average		31,150	1,600.75	8.19	10.07	0.81	0.79	6.07
DBS SP	DBS GROUP HOLDINGS LTD	63,452	32.91	10.33	12.03	1.49	1.51	4.56
MASQ UH	MASHREQBANK	6,282	115.00	6.23	10.27	1.03	0.85	7.83
3328 HK	BANK OF COMMUNICATIONS	50,593	4.81	3.62	3.87	0.34	0.36	8.64
UOB SP	UNITED OVERSEAS BANK LTD	35,923	28.68	9.98	11.31	1.18	1.15	4.71
002958 CH	QINGDAO RURAL COMMERCIAL B-A	2,344	2.90	5.56	6.65	0.52	0.64	3.45
RAKBANK UH	NATIONAL BANK OF RAS AL-KHAI	2,214	4.85	6.92	8.33	0.90	0.93	7.01
DANSKE DC	DANSKE BANK A/S	17,776	142.95	N/A	N/A	0.76	0.57	N/A
1288 HK	AGRICULTURAL BANK OF CHINA-H	152,830	2.85	3.56	3.44	0.40	0.38	8.50
ABG SJ	ABSA GROUP LTD	7,888	17,265	7.07	9.20	1.09	1.00	7.53
601528 CH	ZHEJIANG SHAOXING RUIFENG -A	1,616	7.36	8.27		0.82		2.45
2139 HK	BANK OF GANSU CO	1,729	0.90	20.40	25.51	0.37	0.49	N/A

Source: Bloomberg, extracted 21 Mar 2023 closing

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