

SingPost: Return of international flights help soften air freight rates

DIGITAL ENGAGEMENT TEAM

04 MAY 2022

TRADING MATTERS SERIES: STOCK HIGHLIGHT

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

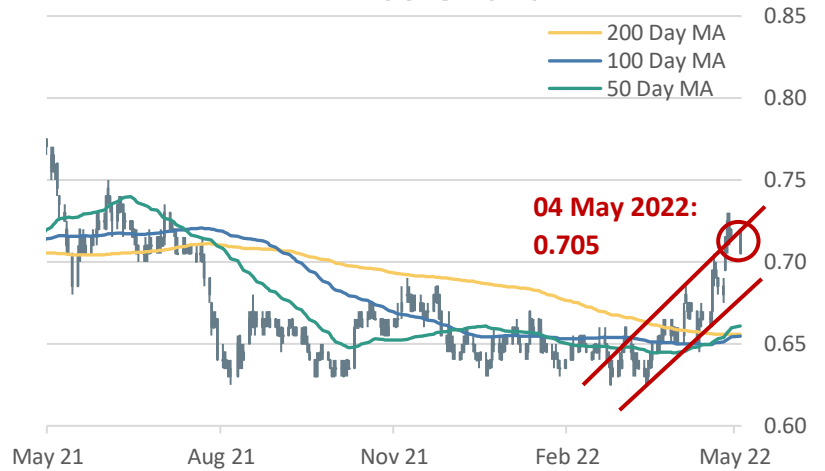
KEY METRICS	
Current Price	0.705
Latest Dividend	0.005
Dividend Ex-Date	16/11/2021
Indicated Dividend Yield	1.56%
14 Day RSI	64.89
Analysts 12M Target Price	0.81

REFINITIV STOCKREPORTS+ AVERAGE SCORE

7/10
As of 04 May 2022

Refer to page 3 for indicator components

Singapore Post (SPOST 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 04 May 2022 midday closing

KEY MARKET EVENTS

- 11 May**
US/China CPI Release (Apr)
- 12 May**
US PPI Release (Apr)
- 16 May**
SG Vesak Day
- 23 May**
SG CPI Release (Nov)
- 30 May**
US Memorial Day

Straits Times Index Price Chart



As of 04 May 2022 midday closing

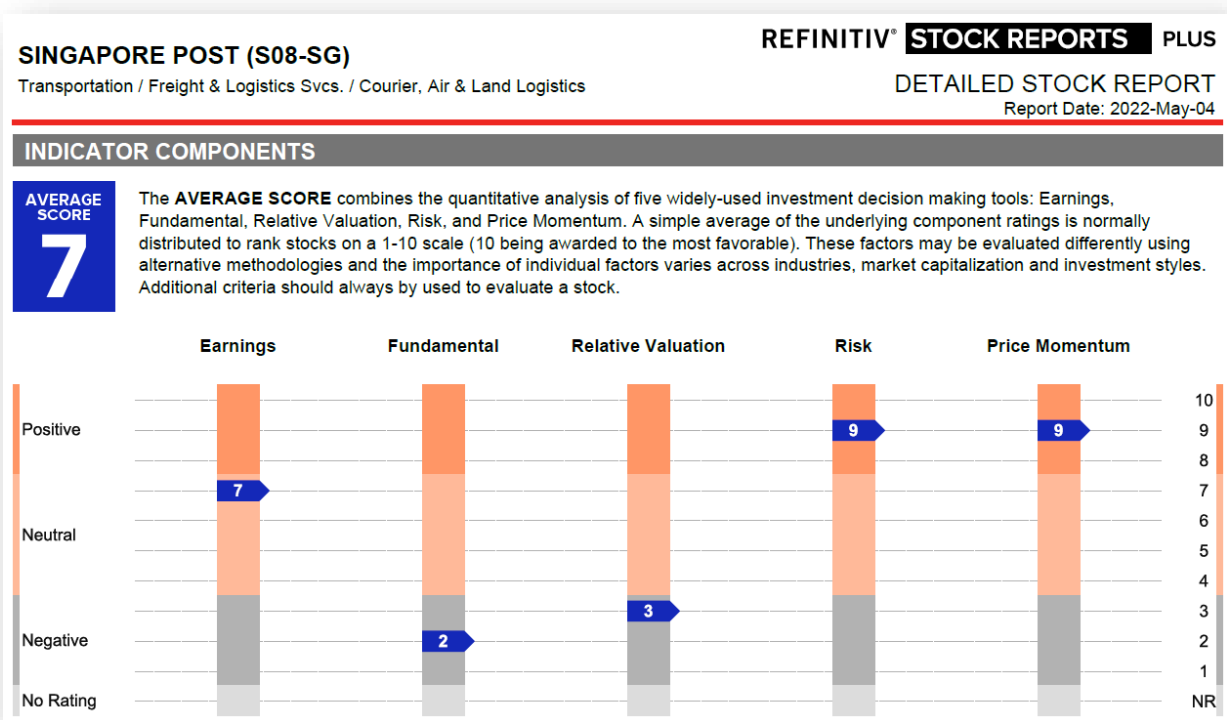
Headline News & Information

- Singapore Post Limited is the national postal service provider in Singapore. The company provides domestic and international postal and courier services including end-to-end integrated mail solutions covering data printing, letter-shopping, delivery and mailroom management, and others. Singapore Post also offers end-to-end e-commerce logistics solutions (Bloomberg)
- Next earning announcement on 13 May 2022 (Bloomberg)
- SingPost's Q3 operating profit rises 46% to S\$38m (25 Feb 2022, The Business Times)
 - Revenue grew 24% on year to S\$437 million, driven mainly by Famous Holdings, e-commerce logistics growth and the consolidation of Freight Management Holdings (FMH) after it became a subsidiary on 30 Nov 2021
 - In Australia, the group highlighted its acquisition of FMH as an important step towards its goal of competing as a significant player in a large and fast-growing market
- SingPost issues S\$250m in perpetual securities at initial rate of 4.35% per annum (25 Feb 2022, The Business Times)
 - SingPost said in a bourse filing on 30 Mar 2022 that it will be issuing S\$250 million in perpetual securities with an initial distribution rate of 4.35% per annum for the first 5 years
 - The distribution rate will be reset on 6 Jul 2027 to a rate equivalent to the 5-year Singapore Overnight Rate Average Overnight Indexed Swaps, in addition to an initial spread of 2.183% and a step-up margin of 0.25%
 - DBS, HSBC Singapore and OCBC Bank have been appointed as joint lead managers and bookrunners for this offering

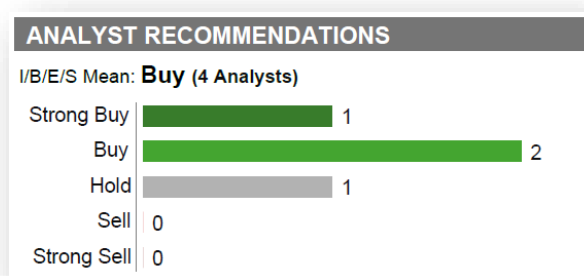
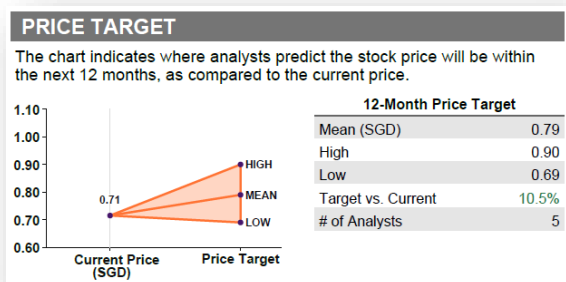
TRADING FLOWS	RESISTANCE LEVELS	SUPPORT LEVELS
• Shares rose 2.9% in the past 5 days and are up 5.2% in the past 30 days	<ul style="list-style-type: none"> • 0.750 (Jun 2021) • 0.780 (Apr 2021) • 0.810 (Apr 2021) 	<ul style="list-style-type: none"> • 0.665 (Apr 2022) • 0.630 (Mar 2022) • 0.600 (Mar 2020)

Fundamental Viewpoint

An Extract from STOCKREPORTS+



Analyst Price Target and Recommendations



Source: REFINITIV STOCKREPORTS+, extracted 04 May 2022

SG Peer Analysis (STOCKREPORTS+)

PEER ANALYSIS												Currency in SGD	
Average Score	Ticker	PRICE MOMENTUM				Market Cap	VALUATION		FUNDAMENTAL		ANALYSTS		# of Analysts
		Price (2022-04-29)	1-Mo Return	3-Mo Return	1-Yr Return		Trailing PE	Forward PE	Dividend Yield	Net Margin	LTG Forecast	I/B/E/S Mean	
7	S08	0.72	9.2%	12.6%	-7.1%	1.6B	47.7	23.1	1.5%	2.6%	10.3%	Buy	3
2	F83	0.25	-3.9%	-2.0%	-26.9%	549M	61.3	--	--	15.2%	--	--	--
9	S56	1.00	11.7%	90.5%	217.5%	539M	3.1	--	1.3%	24.4%	--	--	--
3	D8DU	0.07	-11.7%	-17.1%	-35.2%	120M	--	--	68.3%	-6.1%	--	--	--
8	5LY	0.03	0.0%	11.5%	45.0%	103M	7.3	29.0	--	32.0%	--	Strong Buy	2
4	WPC	0.08	66.7%	70.5%	47.1%	91M	--	--	--	-48.3%	--	--	--
8	595	0.10	-3.7%	-3.7%	-24.1%	83M	6.9	9.5	3.9%	7.7%	--	Buy	1
5	BIP	0.09	-5.3%	0.0%	-10.9%	63M	19.8	--	1.1%	2.4%	--	--	--
10	BTJ	0.70	0.7%	19.8%	26.0%	49M	4.6	--	0.7%	1.4%	--	--	--
5	5NV	0.07	0.0%	1.4%	12.7%	28M	15.8	--	--	1.5%	--	--	--
NR	GIH	0.19	--	--	--	5M	--	--	--	--	--	--	--
6.1	Average	0.30	6.4%	18.4%	24.4%	298M	20.8	20.5	12.8%	3.3%	10.3%	Buy	2

PEER COMPANIES			
595	Gke Corp	D8DU	First Ship Lease Trust
5LY	Marco Polo Marine	F83	Cosco Shipping International
5NV	Chasen Holdings	GIH	LHN Logistics
BIP	Vibrant Group	S56	Samudera Shipping Line
BTJ	A-Sonic Aerospace	WPC	Vallianz Holdings

Source: REFINITIV STOCKREPORTS+, extracted 04 May 2022

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		6,136	1976.68	26.32	342.84	65.88	14.58	2.29
SPOST SP	SINGAPORE POST	1,146	0.71	35.76	23.62	1.25	1.29	1.56
DPW GR	DEUTSCHE POST AG-REG	52,340	40.17	9.46	13.62	2.34	3.59	4.48
GWCS QD	GULF WAREHOUSING COMPANY	680	4.25	10.80	12.31	1.20	1.42	2.36
000120 KS	CJ LOGISTICS	2,204	122,000	66.27	109.81	0.68	0.93	N/A
9143 JP	SG HOLDINGS CO	11,541	2,345.00	13.96	20.86	3.00	3.98	2.17
CTT PL	CTT-CORREIOS DE PORTUGAL	674	4.27	16.45	20.62	3.68	3.75	2.81
600233 CH	YTO EXPRESS GROUP CO LTD-A	9,295	17.88	22.31	24.11	2.62	2.28	0.84
9064 JP	YAMATO HOLDINGS	7,346	2,460.00	19.17	19.54	1.52	1.83	1.87
POST AV	OESTERREICHISCHE POST AG	2,167	30.50	13.51	17.45	3.20	3.98	6.23
002120 CH	YUNDA HOLDING CO LTD-A	6,782	15.44	28.11	36.64	2.77	3.20	0.34
FRE NZ	FREIGHTWAYS LTD	1,273	11.92	27.70	31.80	5.58	5.17	3.02

Source: Bloomberg, extracted 04 May 2022 midday closing

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