UOBKayHian

Country Daily | Singapore

Wednesday, 12 August 2026

Key Indices

	Prev Close	1D %	1W %	1M %	YTD %
DJIA	53791.9	(0.3)	(0.5)	2.2	11.9
S&P 500	7728.2	(0.3)	(0.1)	2.0	12.9
FTSE 100	10844.2	(0.2)	(0.3)	3.3	9.2
AS30	9443.7	0.2	1.4	4.9	4.7
CSI 300	4663.8	(0.8)	1.4	(2.4)	0.7
FSSTI	5754.2	1.0	2.5	5.2	23.8
HSCEI	8528.1	(1.1)	(0.5)	6.1	(4.3)
HSI	25652.8	(1.1)	(0.8)	6.1	0.1
JCI	6267.9	(1.5)	(0.8)	5.8	(27.5)
KLCI	1731.5	(0.2)	(0.1)	2.4	3.1
KOSPI	6345.5	0.7	(0.2)	(15.1)	50.6
Nikkei 225	66970.2	2.1	5.0	(2.3)	33.0
SET	1612.6	(0.7)	(0.3)	(0.9)	28.0
TWSE	45120.7	0.4	4.1	(0.5)	55.8
BDI	3046	(1.2)	3.7	3.5	62.3
CPO (RM/mt)	4530	0.4	0.6	1.1	15.2
Brent Crude (US$/bbl)	89	1.4	12.0	17.0	46.1

Source: Bloomberg

Corporate Events

	Venue	Begin	Close
Hybrid Meeting with UltraGreen.ai Ltd (UGAI SP)	Singapore	13 Aug	13 Aug
Virtual Meeting on Indonesia Economic Outlook by Mr. Enrico Tanuwidjaja	Indonesia	19 Aug	19 Aug
Analyst Marketing by Julia Pan on Greater China Internet Sector	Singapore	07 Sep	08 Sep
Analyst Marketing by Julia Pan on Greater China Internet Sector	Malaysia	09 Sep	11 Sep

Corporate and Macro Calendar

Economic Indicator/Event	Date
Current Account Q2	12 Aug
MAS 12-Week Bill Auction	12 Aug
MAS 4-Week Bill Auction	12 Aug
6-Month T-Bill Auction	13 Aug

Top Stories

Company Results | Beng Kuang Marine (BKM SP/**BUY**/S$0.475/Target: S$0.75)

Page 2 →

- BKM reported 1H26 revenue of S$55.7m (+9.7% yoy), representing 51% of our forecast, while 1H26 PATMI of S$3.5m is also in line. BKM secured S$85.2m of new contracts in 1H26, while its orderbook stood at S$70.7m. We remain positive on BKM, expecting stronger 2H26 earnings on higher service demand and ASOM's consolidation. Maintain BUY and target price of S$0.75.

Company Results | SEA (SE US/**BUY**/US$114.80/Target: US$181.18)

Page 5 →

- SEA's 1H26 revenue rose 47% yoy to US$14.9b, ahead of expectations and representing 60% of our forecast, supported by growth across all segments. Shopee's take rate increased to 14.6%, Monee's loan book expanded 62.5% yoy to US$11.1b, while Garena bookings normalised to US$763.5m. We roll over our valuations to 2027 and maintain BUY with an unchanged target price of US$181.18.

Market Spotlight

Page 8 →

- US stocks were lower on Tuesday, with all indices falling as the communication services, real estate and consumer discretionary sectors fell. There were more advancers than decliners on both the NYSE and NASDAQ.
- The FSSTI rose 55.74 points to 5,754.17, supported by strength in Singtel, UMS and DBS, with both mid- and small-cap indices rising with a broad market advance on a S$3.55b turnover.

Technical Analysis

Singapore Post (SPOST SP)

Page 9 →

- Trading Buy Range: S$0.335-0.340

Top Glove Corp (TOPG SP)

Page 9 →

- Trading Buy Range: S$0.200-0.205

Beng Kuang Marine (BKM SP)

1H26: Results In Line; Expect Higher Service Demand In 2H26

Highlights

- BKM reported 1H26 revenue of S$55.7m (+9.7% yoy), representing 51% of our forecast. PATMI came in at S$3.5m, in line at 35% of our forecast.
- BKM secured S$85.2m of new contracts in 1H26, while its outstanding orderbook stood at S$70.7m.
- We remain positive on BKM, expecting an earnings uplift in 2H26 on higher job demand and ASOM consolidation. Maintain BUY and target price of S$0.75.

1H26 Results

Year to 31 Dec (S$m)	1H25	1H26	yoy%
Revenue	50.8	55.7	9.7%
Gross Profit	19.4	14.6	(24.8%)
Gross profit margin (%)	38.2%	26.2%	(12.0)ppt
Net Profit	6.9	5.8	(15.5%)
PATMI	2.9	3.5	20.8%
PATMI margin (%)	5.8%	6.4%	0.6ppt

Source: BKM, UOB Kay Hian

Analysis

- **1H26 revenue in line.** Beng Kuang Marine (BKM) reported 1H26 revenue of S$55.7m (+9.7% yoy), meeting expectations at 51% of our 2026 forecast. Growth was driven by stronger engineering and shipbuilding activity under the infrastructure engineering (IE) division. On the other hand, gross margin eased to 26.2% (1H25: 38.2%) due to project timing and execution mix, with higher-margin offshore lifecycle work being a smaller share of the revenue mix as early-stage shipbuilding and engineering activity scaled up.
- **PATMI to see significant uplift in 2H26 from higher job demand.** PATMI rose 20.8% yoy to S$3.5m, accounting for 35% of our 2026 forecast. Although reported PATMI included S$1.4m of non-recurring disposal gains, this remains in line with our estimates as 1H26 included only around one month of full Asian Sealand Offshore and Marine (ASOM) ownership. Further offshore mobilisation and full consolidation are expected to lift BKM's earnings in 2H26 meaningfully.
- **Contract wins and orderbook continue to support earnings visibility.** BKM secured S$85.2m of new contracts in 1H26 across offshore lifecycle services, shipbuilding, engineering and deck equipment, implying an order intake-to-revenue ratio of 1.5x. The outstanding orderbook stands at S$70.7m (ASOM's: S$52.3m), providing earnings visibility for 2H26.

Key Financials

Year to 31 Dec (S$m)	2024	2025	2026F	2027F	2028F
Net turnover	111.9	98.2	109.1	115.5	122.4
EBITDA	26.3	17.1	19.5	24.3	25.7
Operating profit	26.3	17.1	19.5	24.3	25.7
Net Profit (rep./act.)	21.2	12.5	14.5	18.1	19.2
PATMI (adj.)	11.5	5.3	10.2	18.1	19.2
EPS (S$ cent)	5.8	2.6	3.0	5.3	5.6
PE (x)	8.2	18.3	15.9	8.9	8.4
P/B (x)	4.5	3.7	3.8	2.6	2.0
EV/EBITDA (x)	4.3	6.6	5.8	4.6	4.4
Dividend yield (%)	0.0	1.3	1.3	1.5	1.5
Net margin (%)	10.3	5.4	9.3	15.7	15.7
Net debt/(cash) to equity (%)	(69.9)	(101.7)	(70.0)	(80.7)	(85.8)
Interest cover (x)	27.8	28.0	47.3	48.2	47.7
ROE (%)	75.6	22.5	29.3	34.8	27.1
Consensus net profit (S$m)	-	-	11.2	18.1	19.2
UOBKH/Consensus (x)	-	-	0.9	1.0	1.0

Source: BKM, Bloomberg, UOB Kay Hian

Analyst(s)

Tang Kai Jie
kaijietang@uobkh.com
+65 6590 6624

BUY (Maintained)

Share Price	S$0.475
Target Price	S$0.750
Upside	57.9%

Stock Data

Sector	Industrials
Bloomberg ticker	BKM SP
Shares issued (m)	300.0
Market cap ({{Curr}}m)	142.5
Market cap (US$m)	111.2
3-mth avg daily t'over (US$m)	0.4

Price Performance (%)

52-week high/low: S$0.600 /S$0.230

1mth	3mth	6mth	1yr	YTD
(5.9)	(17.4)	72.7	106.5	48.4

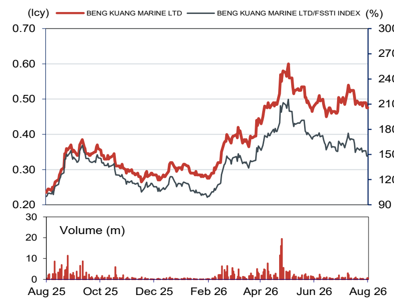
Major Shareholders (%)

Chan Kwan Bian	12.1
Yong Jiunn Run	5.3

Balance Sheet Metrics

FY26 NAV/Share (S$)	0.13
FY26 Net Cash/ Share (S$)	0.09

Price Chart



Source: Bloomberg

Company Description

Beng Kuang Marine provides corrosion prevention and infrastructure engineering services. The group offers hydro-jet cleaning and tank cleaning services. Beng Kuang Marine trades copper slag and waste management in Asia..

- **Segment performance diverged.** By business segment, IE revenue grew 15.0% yoy to S$47.34m on stronger engineering and shipbuilding activity, though segment profit fell 26.9% yoy to S$7.73m on mix and execution stage. Within the IE division, PT Nexus Engineering Indonesia (NEI) Batam's shipbuilding resumed at scale but remained in early stage execution, with mobilisation and fabrication costs weighing on margin, while International Offshore Equipment's (IOE) deck equipment and crane revenues stayed project driven, improving vs early in the year but requiring utilisation discipline to sustain profitability. Corrosion Prevention (CP) revenue declined 12.7% yoy to S$8.37m on project completions and uneven work volumes, but segment profit rose 41.9% yoy to S$1.89m, aided by a one-off gain from the disposal of a parcel of land in Batam.
- **Revenue and earnings uplift in 2H26.** As newly secured offshore projects progress into execution and ASOM's contribution ramps up following the end-May acquisition, both revenue and margins are expected to strengthen in 2H26. Management noted 2Q26 was already ahead of 1Q26 (revenue rose from S$25.7m to S$30.0m, while PBT rose from S$3.0m to S$4.3m), supporting the improving trend into 2H26. Management's focus is now on converting secured work into earnings and cash flow as projects progress through execution. This also re-emphasises BKM 2.0's strategy to transition towards a more asset-light business model, with ASOM's capital-light offshore lifecycle and asset integrity business providing a platform for sustainable growth.
- **Recurring offshore lifecycle demand.** Management highlighted that its established relationships with FPSO owners and operators continue to generate recurring opportunities in maintenance, life-extension and related engineering services, supported by long-term asset integrity and production reliability needs. With an active footprint across 19 FPSOs globally, West Africa Basin scopes having commenced following floatel positioning in June, and further offshore mobilisation expected in 3Q26, we see scope for additional order wins and stronger orderbook replenishment ahead.
- **Balance sheet position remains healthy.** BKM ended 1H26 with a cash position of S$26.3m, broadly offsetting its gross borrowings to come close to a net debt-neutral position. Borrowings rose in 1H26 in order to fund the acquisition consideration and project working capital for ASOM. This balance sheet position is likely to improve with the completion of ASOM consolidation in May 26.

Valuation/Recommendation

- Maintain BUY with an unchanged target price of S$0.75, implying 57.9% upside. Our target price is pegged to 14.0x 2027F PE, +1.5SD above historical averages. We expect re-rating to continue as we expect the full consolidation of ASOM to provide a significant earnings uplift in 2H26, alongside strength in its underlying business and market leadership.
- BKM currently trades around 8.9x 2027F PE, below peers' average of 11.2x 2027F PE, highlighting BKM's undervaluation. We believe its strong fundamentals, underpinned by a superior ROE of 29.8% vs the industry average of 19.7% and a healthy balance sheet position, continue to support the case for valuation re-rating.

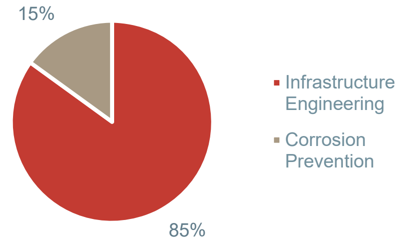
Earnings Revision/Risk

- No changes to our earnings forecasts.

Share Price Catalyst

- Higher revenue and profit recognition from ASOM following consolidation.
- Winning of more high-value FPSO extension-of-life jobs.

Revenue Breakdown By Segments (1H26)



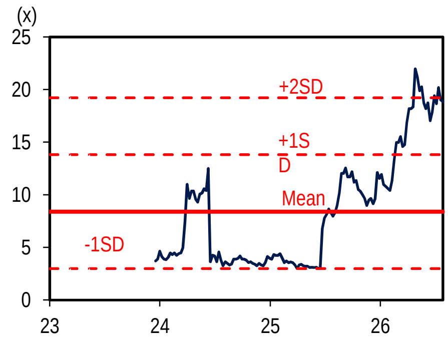
Source: BKM, UOB Kay Hian

Revenue Forecasts (2025-2028F)

(S$'m)	2025	2026F	2027F	2028F
Infrastructure Engineering	78.5	88.5	94.1	100.2
Corrosion Prevention	19.6	20.6	21.4	22.1
Others	0.0	0.0	0.0	0.0
Total	98.2	109.1	115.5	122.4

Source: BKM, UOB Kay Hian

Historical PE Band



Source: BKM, Bloomberg, UOB Kay Hian

Profit & loss

Year to 31 Dec (S$m)	2025	2026F	2027F	2028F
Net turnover	98.2	109.1	115.5	122.4
EBITDA	17.1	19.5	24.3	25.7
Deprec. & amort.	0.0	0.0	0.0	0.0
EBIT	17.1	19.5	24.3	25.7
Total other non-operating income	0.0	(0.0)	0.0	0.0
Associate contributions	0.0	0.0	0.0	0.0
Net interest income/(expense)	(0.6)	(0.4)	(0.5)	(0.5)
Pre-tax profit	16.5	19.0	23.8	25.2
Tax	(3.9)	(4.5)	(5.7)	(6.0)
Minorities	(7.2)	(4.4)	0.0	0.0
Net profit	12.5	14.5	18.1	19.2
PATMI (adj.)	5.3	10.2	18.1	19.2

Balance Sheet

Year to 31 Dec (S$m)	2025	2026F	2027F	2028F
Fixed assets	15.7	14.9	14.4	14.1
Other LT assets	0.2	0.2	0.3	0.3
Cash/ST investment	37.4	36.9	58.9	79.2
Other current assets	26.5	36.2	38.4	40.6
Total assets	79.8	88.3	111.9	134.2
ST debt	4.2	2.8	3.9	4.2
Other current liabilities	31.6	37.1	39.8	42.1
LT debt	6.2	4.1	5.8	6.2
Other LT liabilities	1.6	1.4	1.5	1.6
Shareholders' equity	26.4	42.9	61.0	80.2
Minority interest	9.7	0.0	0.0	0.0
Total liabilities & equity	79.8	88.3	111.9	134.2

Cash flow

Year to 31 Dec (S$m)	2025	2026F	2027F	2028F
Operating	26.6	13.4	21.9	22.5
Pre-tax profit	16.5	19.0	23.8	25.2
Tax	(3.9)	(4.5)	(5.7)	(6.0)
Deprec. & amort.	3.6	3.1	3.0	2.9
Associates	0.0	0.0	0.0	0.0
Working capital changes	10.1	(4.9)	(0.4)	(0.1)
Non-cash items	0.1	(0.2)	(0.2)	(0.2)
Other operating cashflows	0.3	0.9	1.4	0.8
Investing	(3.6)	(2.1)	(2.2)	(2.4)
Capex (maintenance)	0.0	0.0	0.0	0.0
Investment	0.0	0.0	0.0	0.0
Proceeds from sale of assets	0.2	0.1	0.1	0.1
Others	(3.9)	(2.2)	(2.3)	(2.4)
Financing	(8.1)	(11.8)	2.3	0.1
Dividend payments	(5.6)	0.0	0.0	0.0
Proceeds from borrowings	10.9	17.6	8.7	8.9
Loan repayment	(12.7)	(8.9)	(5.8)	(8.2)
Others/interest paid	(0.6)	(20.4)	(0.5)	(0.5)
Net cash inflow (outflow)	14.9	(0.5)	22.0	20.3
Beginning cash & cash equivalent	22.4	37.4	36.9	58.9
Changes due to forex impact	(0.5)	0.0	0.0	0.0
Ending cash & cash equivalent	36.8	36.9	58.9	79.2

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	17.4	17.8	21.0	21.0
Pre-tax margin	16.8	17.5	20.6	20.6
Net margin	5.4	9.3	15.7	15.7
ROA	6.9	12.1	18.1	15.6
ROE	22.5	29.3	34.8	27.1
Growth				
Turnover	(12.3)	11.2	5.9	5.9
EBITDA	(35.2)	14.0	24.7	5.9
Pre-tax profit	(35.2)	15.8	24.7	5.9
Net profit	(53.8)	90.4	78.2	5.9
Net profit (adj.)	(53.8)	90.4	78.2	5.9
EPS	(55.2)	15.1	78.2	5.9
Leverage				
Debt to total capital	22.5	13.8	13.7	11.4
Debt to equity	39.7	16.0	15.9	12.9
Net debt/(cash) to equity	(101.7)	(70.0)	(80.7)	(85.8)
Interest cover (x)	28.0	47.3	48.2	47.7

SEA (SE US)

1H26: Solid Delivery Across All Segments; Outlook Raised

Highlights

- 1H26 revenue of US$14.9b (+47% yoy) was better than expected, representing 60% of our forecast, driven by all business segments.
- Shopee's take rate rose to about 14.6%, Monee's loan book grew to US$11.1b (+62.5% yoy), and Garena bookings normalised to US$763.5m.
- Maintain BUY with an unchanged target price of US$181.18, after rolling our valuation base to 2027F and factoring in a re-rating.

2Q26 Results

Year to 31 Dec (S$m)	2Q25	1Q26	2Q26	qoq%	yoy%
Revenue	5,259	7,097	7,788	10	48
Gross Profit	2,410	3,146	3,550	13	47
Adj. EBITDA	829	1,034	917	(11)	11
Digital Entertainment	368	574	430	(25)	17
E-Commerce	228	223	255	14	12
Digital Financial Service	255	275	288	5	13
Net profit	414	438	458	5	11
Core net profit	406	428	441	3	9
Gross Margin (%)	45.8%	44.3%	45.6%	+1.3bps	(0.2)bps
Adj. EBITDA Margin (%)	15.8%	14.6%	11.8%	(2.8)bps	(4.0)bps

Source: SEA, UOB Kay Hian

Analysis

- **Revenue beat, earnings in line.** SEA reported 2Q26 revenue of US$7.8b (+48% yoy), with all three segments contributing to the upside. PATMI of US$441m (+9% yoy) lagged the revenue beat but remains in line with expectations. This brought 1H26 revenue to US$14.9b (+47% yoy) and earnings to US$868.7m (+7% yoy), representing 60% and 47% of our forecasts respectively. 1H26 adjusted EBITDA of US$1.95b (+12% yoy) was led largely by Garena on strong bookings and operating leverage in 1H26.
- **E-commerce (Shopee): Strong GMV and monetisation drive EBITDA guidance upgrade.** 2Q26 GMV reached a record US$38.3b (+28% yoy, +3% qoq), while revenue grew 48% yoy to US$5.6b, driven by 66% yoy growth in core marketplace revenue and >70% yoy ad revenue growth. Content-led commerce and faster delivery gained traction. Adjusted EBITDA rose to US$255m (+12% yoy, +15% qoq), reflecting improving scale despite continued logistics investment. Management now expects Shopee to achieve US$1.0b of adjusted EBITDA in 2026, vs its previous guidance of no less than 2025's US$881m.

Key Financials

Year to 31 Dec (US$m)	2024	2025	2026F	2027F	2028F
Net turnover	16,820	22,938	29,720	33,338	37,325
EBITDA	1,962	3,437	4,052	4,498	4,904
Operating profit	662	1,985	2,561	2,919	3,298
Net profit (rep./act.)	444	1,578	1,689	2,094	2,587
Net profit (adj.)	444	1,578	1,689	2,094	2,587
EPS (US$ cent)	83.4	265.2	276.8	336.3	406.4
PE (x)	137.6	43.3	41.5	34.1	28.2
P/B (x)	7.3	5.4	4.9	4.4	3.8
EV/EBITDA (x)	31.8	18.1	15.4	13.9	12.7
Dividend yield (%)	0.0	0.0	0.0	0.0	0.0
Net margin (%)	2.6	6.9	5.7	6.3	6.9
Net debt/(cash) to equity (%)	(29.5)	(48.9)	(57.0)	(60.9)	(65.3)
Interest cover (x)	n.a.	n.a.	n.a.	n.a.	n.a.
ROE (%)	5.9	15.1	12.6	13.6	14.6
Consensus net profit (US$m)	-	-	1,882	2,683	3,554
UOBKH/Consensus (x)	-	-	0.90	0.78	0.73

Source: SEA, Bloomberg, UOB Kay Hian

Analyst(s)

John Cheong
johncheong@uobkh.com
+65 6590 6623

Tang Kai Jie
kaijietang@uobkh.com
+65 6590 6624

Shaina Kamlesh Mahtani
shainamahtani@uobkh.com
+65 6590 6633

BUY (Maintained)

Share Price	US$114.80
Target Price	US$181.18
Upside	57.8%

Stock Data

Sector	Communication Services
Bloomberg ticker	SE US
Shares issued (m)	567.0
Market cap (US$m)	70,313.2
3-mth avg daily t'over (US$m)	438.4

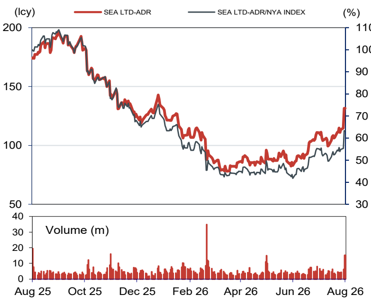
Price Performance (%)

52-week high/low				US$199.3/US$77.05
1mth	3mth	6mth	1yr	YTD
3.3	32.4	1.3	(22.2)	(10.0)

Balance Sheet Metrics

FY26 NAV/Share (US$)	23.41
FY26 Net Cash/ Share (US$)	13.35

Price Chart



Source: Bloomberg

Company Description

Sea has developed an integrated platform consisting of digital entertainment, ecommerce and digital financial services, each localised to meet the unique characteristics of its markets.

- **Digital financial services (Monee): Credit growth remains strong while asset quality improves.** 2Q26 revenue rose 59% yoy and 17% qoq to US$1.4b, while the loan book expanded 63% yoy and 12% qoq to US$11.1b (US$10.0b on-book, US$1.1b off-book), supported by an approximately 34% yoy increase in active credit users to >40m and continued expansion of credit use cases beyond Shopee. NPL ratio improved to 1.0% from 1.1% in 1Q26, despite continued rapid loan book growth, supporting management's confidence in its risk capabilities. Adjusted EBITDA of US$288m grew 13% yoy and 5% qoq. Management remains confident in Monee's long-term growth and earnings potential.
- **Digital entertainment (Garena): 2Q26 normalised from an exceptional 1Q26 but engagement remains healthy.** 2Q26 bookings moderated to US$764m (+16% yoy, -18% qoq) following an exceptionally strong 1Q26, while paying users rose 10% yoy to 68.1m and the paying-user ratio improved to 10.2% from 9.3% in 2Q25. Revenue of US$747m (+34% yoy) and adjusted EBITDA of US$430m (+17% yoy) reflected strong operating leverage. Free Fire remained the key earnings anchor with >100m average daily active users, while Garena continued to diversify its portfolio through the recently announced Palworld Online and Monster Hunter Outlanders, both based on strong, globally recognised IP.
- **2Q26 results strengthen the bull case across all three segments:**
  a) **Shopee's EBITDA guidance upgrade signals a better growth-profitability balance.** The new US$1.0b 2026 adjusted EBITDA target, vs the previous floor of US$881m, suggests that continued investment in logistics and ecosystem growth is becoming less margin-diluted as Shopee scales. Further monetisation gains and improving unit economics remain the key catalysts.
  b) **Monee's expansion beyond Shopee broadens its growth runway.** Management continues to push credit use cases beyond the Shopee ecosystem, which should reduce Monee's dependence on e-commerce-linked lending and expand its addressable market. In our view, a successful execution could increasingly position Monee as a standalone financial-services platform and a larger contributor to group earnings.
  c) **Garena's investment case is increasingly about portfolio diversification rather than a Free Fire recovery.** With Free Fire having stabilised as a durable core franchise, the next re-rating catalyst is Garena's ability to build additional meaningful titles around globally recognised IP. The addition of Palworld Online and Monster Hunter Outlanders could reduce reliance on a single franchise and improve the sustainability of Garena's earnings profile if successfully executed.

Valuation/Recommendation

- **Maintain BUY with an unchanged SOTP-based target price of US$181.18,** representing an upside of 57.8%. We roll our valuations over to 2027F, pegging Shopee at an unchanged 2.5x 2027F P/S, in line with peers' average, Garena at 14 x 2027F PE and Monee at 21x 2027F PE as peers re-rated. We also increase the share count to reflect the updated number of shares from 591m to 611m shares due to the vesting of share options.

Earnings Revision/Risk

- We raise our 2026/27 revenue forecasts by 17%/14%, respectively, following the 1H26 beat and stronger growth across SEA's business segments. However, we keep our earnings forecasts relatively unchanged, as Garena's bookings are expected to normalise seasonally in 2H26, while continued investment in logistics and AI caps near-term margin upside.

Share Price Catalyst

- New release of self-developed games.
- Higher-than-expected market share and margin in the operating countries.

SOTP Valuation Summary

	2027F net profit/ sales (US$m)	Valuation Method	Valuation (X)	Fair Value (US$)
Digital Entertainment	1,752 (net profit)	1x average peers PE	14	40.10
E-Commerce	20,713 (sales)	1x average peers PS	2.5	84.68
Digital Financial Services	1,357 (net profit)	1x average peers PE	21	46.20
Net Cash	6,229 (net cash)			10.19
Total				181.18

Source: UOB Kay Hian

Key Statistics

Year to Dec (US$m)	2Q25	1Q26	2Q26	qoq % chg	yoy % chg
Digital Entertainment					
Bookings (US$m)	662	931	764	-17.9	15.5
Quarterly active users (m)	665	667	666	0.0	0.2
Quarterly paying users (QPU) (m)	62	73	68	-6.5	10.0
Booking per QPU (US$)	11	13	11	-12.3	5.0
Revenue per QPU (US$)	9	10	11	14.6	21.5
E-commerce					
Orders (m)	3,300	4,000	4,200	5.0	27.3
GMV per order	9.0	9.3	9.1	-2.2	1.0
(US$)	28.6	36.7	37.1	1.6	30.4

Source: UOB Kay Hian

Profit & loss

Year to 31 Dec (US$m)	2025	2026F	2027F	2028F
Net turnover	22,938.5	29,720.1	33,338.4	37,325.5
EBITDA	3,437.1	4,051.7	4,498.4	4,904.5
Deprec. & amort.	1,451.8	1,490.7	1,579.1	1,606.5
EBIT	1,985.3	2,561.0	2,919.3	3,298.0
Total other non-operating income	(1.9)	(43.4)	(43.4)	(41.4)
Associate contributions	(18.9)	0.0	0.0	1.0
Net interest income/(expense)	297.5	292.0	350.2	455.8
Pre-tax profit	2,262.0	2,809.5	3,226.1	3,713.4
Tax	(651.1)	(1,077.2)	(1,087.5)	(1,082.4)
Minorities	(32.7)	(43.8)	(44.2)	(44.0)
Net profit	1,578.1	1,688.5	2,094.4	2,587.0
Net profit (adj.)	1,578.1	1,688.5	2,094.4	2,587.0

Balance Sheet

Year to 31 Dec (US$m)	2025	2026F	2027F	2028F
Fixed assets	1,306.8	1,312.8	1,318.8	1,326.8
Other LT assets	4,814.6	4,874.8	4,909.5	4,949.5
Cash/ST investment	6,419.5	8,427.6	10,290.4	12,732.4
Other current assets	16,873.8	18,774.7	20,791.7	23,052.8
Total assets	29,414.8	33,390.0	37,310.5	42,061.6
ST debt	283.2	283.2	283.2	283.2
Other current liabilities	14,397.4	14,897.7	15,453.5	16,224.8
LT debt	0.0	0.0	0.0	0.0
Other LT liabilities	1,531.7	1,531.7	1,531.7	1,531.7
Shareholders' equity	12,541.0	14,278.4	16,421.6	19,057.5
Minority interest	121.8	165.6	209.8	253.7
Total liabilities & equity	29,414.8	33,390.0	37,310.5	42,061.6

Cash flow

Year to 31 Dec (US$m)	2025	2026F	2027F	2028F
Operating	5,024.5	5,195.2	2,957.8	3,616.7
Pre-tax profit	2,280.9	2,809.5	3,226.1	3,712.4
Tax	(651.1)	(1,077.2)	(1,087.5)	(1,082.4)
Deprec. & amort.	0.0	369.2	372.0	375.0
Associates	(18.9)	0.0	0.0	1.0
Working capital changes	2,570.4	3,035.6	447.2	610.8
Non-cash items	171.3	58.1	0.0	0.0
Other operating cashflows	672.0	0.0	0.0	0.0
Investing	(4,408.7)	(1,648.6)	(1,137.2)	(1,215.8)
Capex (growth)	0.0	(365.9)	(367.6)	(369.3)
Investment	607.6	(1,282.7)	(769.6)	(846.6)
Proceeds from sale of assets	0.0	0.0	0.0	0.0
Others	(5,016.3)	0.0	0.0	0.0
Financing	1,623.2	(1,538.5)	48.8	49.8
Dividend payments	0.0	0.0	0.0	0.0
Proceeds from borrowings	413.5	(510.4)	0.0	0.0
Loan repayment	1,209.7	0.0	0.0	0.0
Others/interest paid	0.0	(1,028.1)	48.8	49.8
Net cash inflow (outflow)	2,239.0	2,008.1	1,869.4	2,450.8
Beginning cash & cash equivalent	4,081.6	6,419.5	8,421.0	10,281.6
Changes due to forex impact	98.8	0.0	0.0	0.0
Ending cash & cash equivalent	6,419.5	8,427.6	10,290.4	12,732.4

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	15.0	13.6	13.5	13.1
Pre-tax margin	9.9	9.5	9.7	9.9
Net margin	6.9	5.7	6.3	6.9
ROA	6.1	5.4	5.9	6.5
ROE	15.1	12.6	13.6	14.6
Growth				
Turnover	36.4	29.6	12.2	12.0
EBITDA	75.2	17.9	11.0	9.0
Pre-tax profit	194.1	24.2	14.8	15.1
Net profit	255.2	7.0	24.0	23.5
Net profit (adj.)	255.2	7.0	24.0	23.5
EPS	218.0	4.4	21.5	20.9
Leverage				
Debt to total capital	2.2	1.9	1.7	1.4
Debt to equity	2.3	2.0	1.7	1.5
Net debt/(cash) to equity	(48.9)	(57.0)	(60.9)	(65.3)
Interest cover (x)	n.a.	n.a.	n.a.	n.a.

Market Spotlight

Market News

US stocks were lower on Tuesday, as the communication services, real estate and consumer discretionary sectors led shares lower. At the close of the NYSE, the Dow Jones fell 0.34% while the S&P 500 Index was down 0.32%, and the NASDAQ Composite Index slid 0.60%. Advancing stocks outnumbered falling ones on the NYSE by 1,646 to 1,306 and 96 ended unchanged; on the Nasdaq Stock Exchange, 2,717 advanced and 2,131 declined, while 181 ended unchanged.

During the last trading session, the FSSTI Index rose 55.74pt to 5,754.17. Among the top active stocks were Singtel (+0.2%), Seatrium (-0.9%), DBS (+0.9%), SIA (-5.9%) and UMS (+4.6%). The FTSE ST Mid Cap Index rose 0.3%, while the FTSE ST Small Cap Index gained 1.7%. The broader market had 327 gainers and 281 losers with a total trading value of S$3.55b.

Technical Analysis

Analyst(s)

Wong Shueh Ting CFTe
shuehting@uobkh.com
+65 6590 6616

Singapore Post (SPOST SP)

Trading buy range:	S$0.335-0.340
Last price:	S$0.345
Target price:	S$0.380
Protective stop:	S$0.325

Price rebounded from its resistance-turned-support zone, keeping the bullish momentum intact. The RSI is curling upward above its neutral 50-midline to confirm active buy-side displacement. We could expect a continued move toward overhead target zones.

The potential upside target is S$0.38. Stop-loss could be placed at S$0.325.

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

Our institutional research has a fundamental BUY and target price of S$0.66.

Top Glove Corp (TOPG SP)

Trading buy range:	S$0.200-0.205
Last price:	S$0.210
Target price:	S$0.255
Protective stop:	S$0.195

The recent price stabilisation at former overhead resistance marks a key structural retest, converting previous supply into a reliable demand floor. Accompanied by a positive momentum pivot in the RSI (>50), the risk-reward ratio strongly favours upside continuation toward primary resistance, with risk cleanly anchored just below current support.

The potential upside target is S$0.255. Stop-loss could be placed at S$0.195.

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