ASF -2024

Securities Association of Singapore (SAS)

22 – 24 Oct 2024

Agenda

1. Status of Securities Market

- STI and top 15 companies

2. Market & Industry Trends

- Online Penetration Rate
- Rising Trend To Trade Foreign Markets

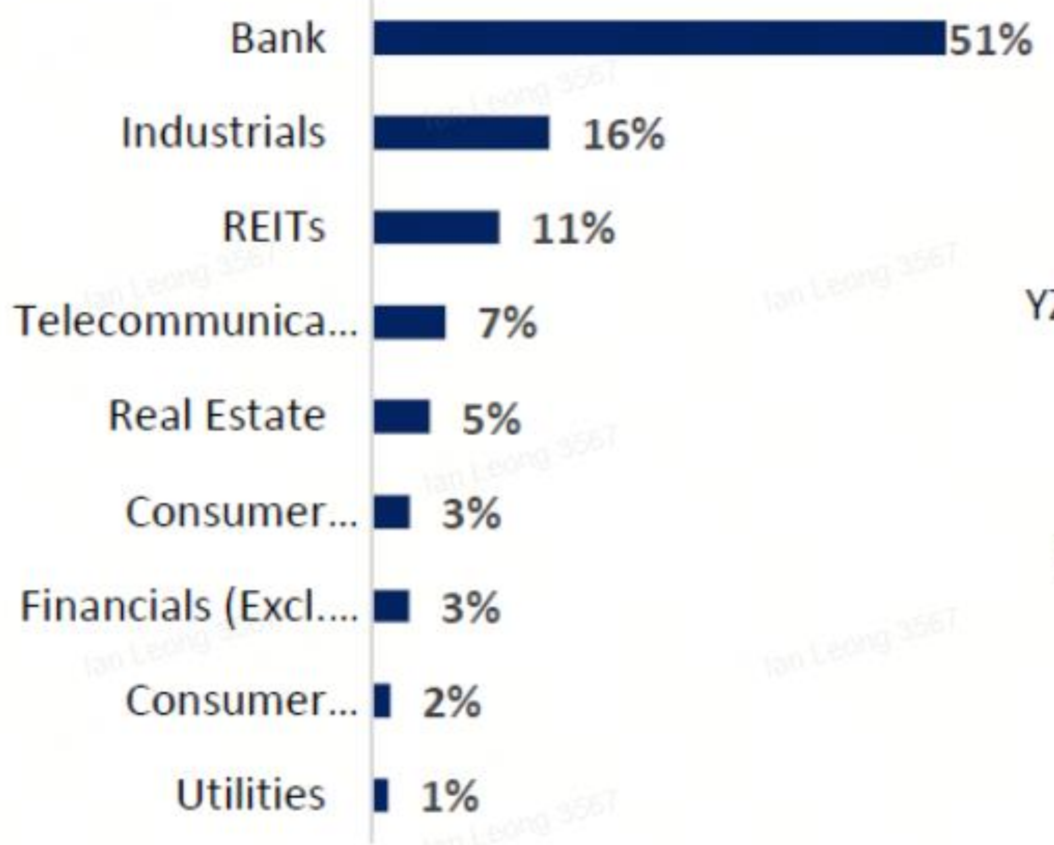
3. Notable Initiatives

- ETF
- SDR
- DLC

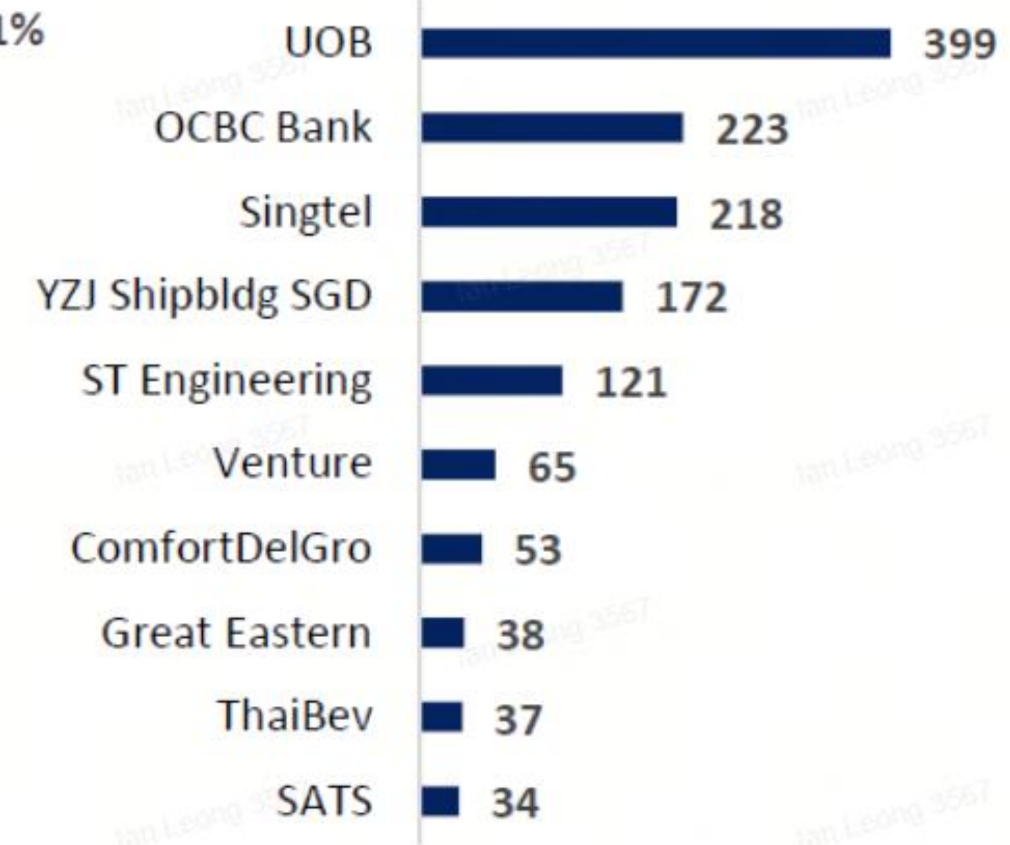
Straits Times Index (STI)

STI Index netted +6% total returns in 1H-2024

STI Sector Weight



Stocks that booked the highest Net Institutional Inflows in 2024 (S$M)



- STI's performance in 2024 was driven by **Singapore banks, YZJ Shipbuilding and Singtel record performance - OCBC (+11%), UOB (+10%), DBS (+7%).** Aerospace theme gained as well, **Singapore Engineering (+11%)** on the back of strong FY23 performance and record high order book.
- Upon quarterly rebalancing of STI Index, Philippine liquor company, Emperador was replaced by Fraser Centerpoint Trust, bringing **number of REITs in the STI Index to 7.** FCT's Market Cap on 30 Jun'24 was ~S$3.8B.
- Turnover of STI index constituents increased 24% HoH to S$947M in 1H24. **Activity in REITs sector increased with turnover rising 38% HoH to S$164M supported by changing expectations on interest rate cuts.**

Source: SGX, Bloomberg, Refinitiv – Data as of 30 June 2024

STI Market Capitalization

Month-end Market Capitalisation ($Million) by Industry Classification Benchmark (ICB)

	FY2024 Q4	FY2025 Q1	Jul 2024	Aug 2024	Sep 2024	Sep 2023	YoY%
Basic Materials	8,115	9,013	8,153	8,271	9,013	8,198	10%
Consumer Goods	69,835	81,177	72,169	71,414	81,177	87,848	-8%
Consumer Services	71,267	72,261	71,207	68,331	72,261	73,608	-2%
Financials	453,573	481,302	464,578	465,469	481,302	442,500	9%
Health Care	32,562	36,264	32,519	32,593	36,264	31,195	16%
Industrials	74,032	78,834	76,971	75,390	78,834	68,376	15%
Oil & Gas	23,222	25,239	23,688	23,033	25,239	24,107	5%
Technology	6,504	6,945	6,629	6,819	6,945	7,430	-7%
Telecommunications	48,257	56,476	53,850	54,633	56,476	42,632	32%
Utilities	5,307	5,219	5,203	4,795	5,219	5,085	3%
Total	792,672	852,729	814,966	810,749	852,729	790,980	8%

Top 15 Companies

Top 15 Companies by Market Capitalisation (as at month-end)

	Closing Price	Market Capitalisation ($Million)
DBS Group Holdings Ltd	SGD 38.05	108,221
Oversea-Chinese Banking Corp	SGD 15.10	67,964
United Overseas Bank Limited	SGD 32.17	53,800
Singtel	SGD 3.24	53,503
Prudential Plc	USD 8.81	30,548
Wilmar International Limited	SGD 3.35	20,913
Singapore Airlines Ltd	SGD 6.80	20,218
NIO Inc. OV	USD 7.30	19,881
IHH Healthcare Berhad	SGD 2.24	19,728
Capitaland Investment Limited	SGD 3.12	15,565
Capitaland Integrated Comm Tr	SGD 2.12	14,648
Jardine Matheson Holdings Ltd	USD 39.06	14,531
Singapore Tech Engineering Ltd	SGD 4.66	14,528
Thai Beverage Public Co Ltd	SGD 0.54	13,443
CapitaLand Ascendas REIT	SGD 2.86	12,575

Market & Industry Trends

1. <u>Online Penetration Rate</u>

- Industry Average : ~75% to 95% (varies from brokers)

2. <u>Rising Trend in Trading Foreign Markets</u>

- Industry Average: ~ 40% – 50% of trading volume are in the foreign markets as compared to ~30% 5 years ago

Notable Initiatives

Singapore ETF Link with Shenzhen & Shanghai exchanges

Through a master-feeder fund model, the ETF link increases product diversification and expands investment tools for Chinese and international investors.

- SZSE-Listed CSOP-CGS **FTSE APAC Low Carbon** ETF Feeder Fund
- HTPB-CSOP **iEdge SEA+ Tech Index** ETF

- UOBAM Ping An **ChiNext** ETF
- CSOP **CSI Star and ChiNext 50** ETF
- CGS-FG **CSI 1000** ETF
- CSOP-HTPB **SSE Dividend Index** ETF
- Phillip China Universal **MSCI China A 50 Connect** ETF

Source: SGX

Notable Initiatives

Singapore Depository Receipt (SDR)

SET-SGX DR Link developing with 17 DRs since launch, collectively contributing >S$0.5M daily turnover

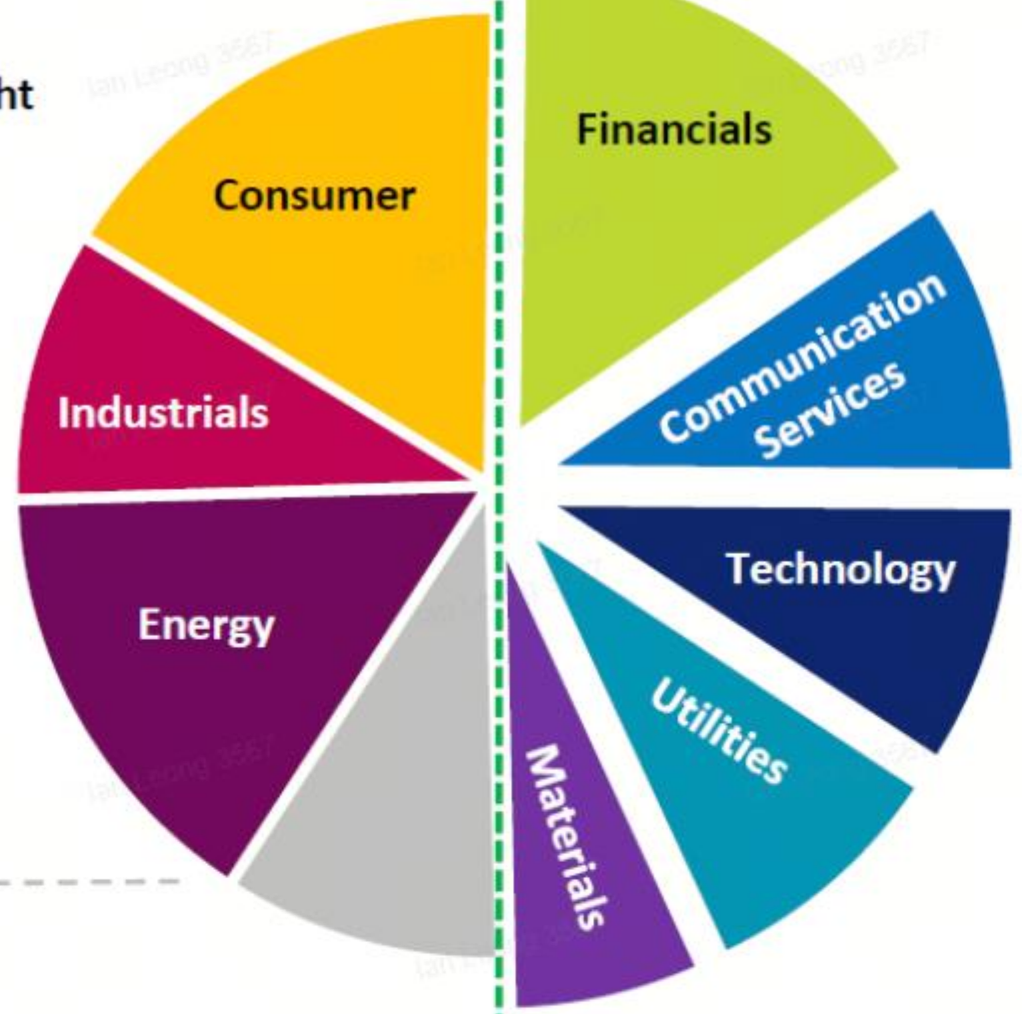
Thai SDR on SGX

8 Thai SDR covers >40% of SET50 benchmark index, collectively trades >$400K daily turnover

Thai SDR listed in May'23

	Index Weight
CP ALL	4%
AOT	8%
PTTEP	5%

SET50



Thai SDR listed in Apr'24

	Index Weight
KASIKORNBANK	3%
AIS	6%
DELTA	9%
GULF	4%
SCG	3%

SG Underlying DR on SET

Top Singapore blue-chips accessible by Thai investors

ThaiBev, DBS, UOB, Singtel, Singapore Airlines, ST Engineering, Venture

SGX-listed ETF enables greater diversification

SPDR® Gold Shares

iShares MSCI India Climate Transition ETF

Source: SGX

Notable Initiatives

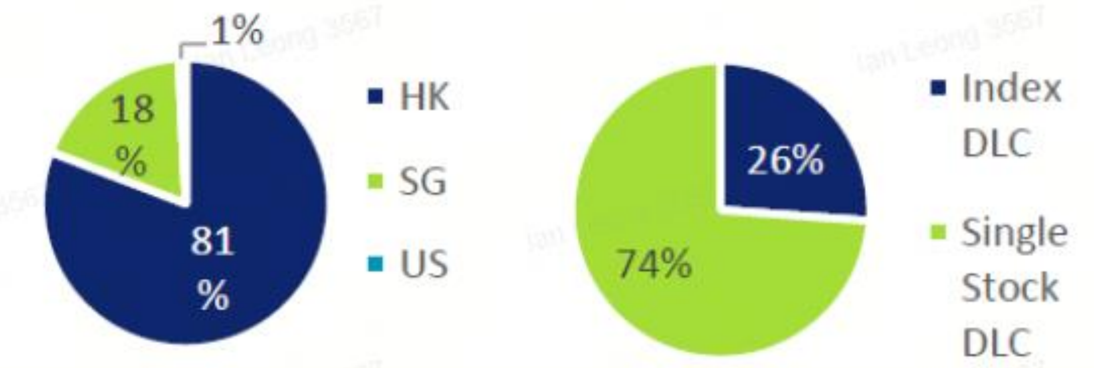
Daily Leverage Certificates (DLC)

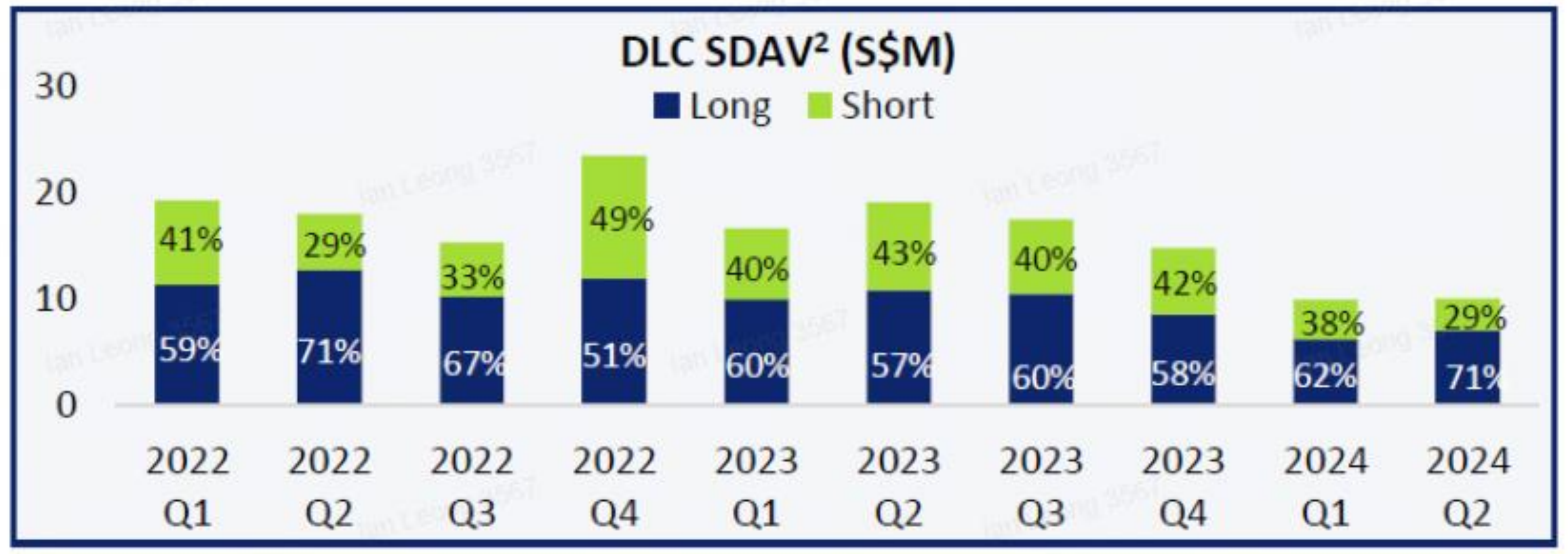
Interest shifts to HK underlying DLCs with China market recovery in 2Q24, with largest growth in consumer discretionary sector.

DLC Turnover

2023
S$4.2B

1H 2024
S$1.3B





- **DLC turnover +1% q-o-q** , supported by +**41% gain in single stock DLC SDAV**.
- Turnover in **HK underlying DLCs grew +11% q-o-q** with increased optimism in China, where HSTECH replaced Keppel as the top traded underlying by OI.
- **US index DLC turnover rose +37% q-o-q** amidst the US stock market rally.
- **Consumer discretionary sector** saw the highest growth**, with Meituan, Alibaba, BYD and JD DLC SDAV more than doubling q-o-q**.
- The **long to short DLC ratio increased significantly**, indicating a slightly more bullish market sentiment q-o-q.

Source: SGX
[1]Data as of 10 Jul 2024 [2]SDAV: Securities average daily turnover [3]Open interest as of 28 Jun 2024

Summary

1. Status of Securities Market

- STI and top 15 companies, along with its performance and composition.

2. Market & Industry Trends

- Online Penetration Rate
- Rising Trend To Trade Foreign Markets

- Digitalization Scales Investment Activities, Investors are Global Focused & No Longer Just On Domestic Market.

3. Notable Initiatives

- ETF
- SDR
- DLC

- Accessibility and Lowering Cost of Entry. “Win – Win” When It Comes To “Dual Listing” Products.

THANK YOU