

# Sembcorp Marine Ltd

Some drizzle in this drought



StocksBnB.com

SINGAPORE | OIL & GAS | UPDATE

9 October 2017

- SMM managed to resell nine jackup rigs for US\$1.3bn.
- The deal will provide crucial liquidity but weaken profitability.
- We upgrade our call to NEUTRAL with a higher TP of **S\$1.82**, based on a blended 12-month forward PER of 33.6x.

## Neutral (Upgrade)

CLOSING PRICE	SGD 1.735
FORECAST DIV	SGD 0.025
TARGET PRICE	SGD 1.820
TOTAL RETURN	6.3%

### COMPANY DATA

BLOOMBERG CODE:	SMM SF
O/S SHARES (MN):	2,090
MARKET CAP (USD mn / SGD mn):	2656 / 3626
52 - WK HI/LO (SGD):	2.09 / 1.27
3M Average Daily T/O (mn):	3.601

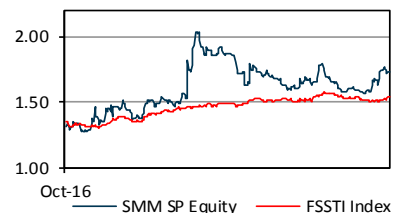
### MAJOR SHAREHOLDERS (%)

SEMBCORP INDUSTRIES LTD	61.0%
FRANKLIN RESOURCES	5.0%

### PRICE PERFORMANCE (%)

	1M TH	3M TH	1Y R
COMPANY	10.2	3.6	32.5
STI RETURN	1.9	3.4	17.9

### PRICE VS. STI



Source: Bloomberg, P SR

### KEY FINANCIALS

Y/E Dec, SGD mn	FY 15	FY 16	FY 17e	FY 18e
Revenue	4,968	3,545	2,916	3,363
Gross profit	131	293	233	269
Net Profit	(290)	79	113	110
P/E (x)	10.0	36.6	33.6	34.6
P/B (x)	12	12	12	13
EV/EBITDA (x)	7.7	16.0	16.8	13.8
Dividend (SG Cents)	6.0	2.5	2.5	2.5
Dividend Yield, %	4.2	1.8	1.6	1.6

Source: Company, P SR

### VALUATION METHOD

P/E Multiple (PER: 33.6x)

Chen Guangzhi (+65 6212 1859)

Investment Analyst

chengz@phillip.com.sg

### What is the news?

SMM's wholly-owned subsidiary PPL Shipyard Pte Ltd has signed [agreements](#) for the sale of nine Pacific Class 400 jackup drilling rigs to Borr Drilling Limited and its subsidiaries at an aggregate consideration of approximately US\$1.3bn (S\$1.77bn), plus a market-based fee calculated based on an uplift in value of the rigs sold. The delivery window is scheduled for 14 months, starting from 4Q17 to 1Q19. SMM will receive an upfront payment of c.US\$500mn at the moment and the balance amount of c.US\$800mn in five years from the respective delivery dates of the rigs. SMM is expected to be subject to c.S\$15mn losses from the deal, excluding all interest and market fee payable by Borr Drilling.

### How do we view this?

#### Positives

+ The sizable deal will provide liquidity: SMM's working capital required was S\$438mn in 1H17, compared to S\$168mn in 1H16, and the jump of which exacerbated the net cash outflows from operations. As a result, SMM borrowings rose from S\$4bn in Jun-16 to S\$4.4bn in Jun-17 and stretched its interest burden. Cash in hand was reported at S\$1bn as of 2Q17. The US\$500mn (S\$681mn) of advanced payments from Borr Drilling is a significant amount for SMM to fund working capital without escalating indebtedness. Moreover, SMM could repay part of the borrowing to mitigate interest payments.

+ SMM is catching up with the market turnaround: as shown in Figure 1, the total world rig count by the end of 3Q17 had recovered to c.2,100 units, and crude oil (Brent) is a few cents shy of US\$60/bbl, a new high since 2Q15, by the end of Sep-17. It signalled that the oil drilling activities are rejuvenating gradually with a slow pace. The jack-up rigs under the deal are categorised into the specification of 350+ feet water depth and the respective utilisation and rig count of which, shown in Figure 2, bottomed out since 1Q17. The success of reselling the package of nine rigs, out of which six rigs were terminated with the previous buyer, shows momentum that upstream players are defrosting their capex after more than a year's budget cut. It is quite a positive signal to the market that SMM has been tracking the market closely to grapple opportunities from the market turnaround.

#### Negatives

- The deal deteriorates profitability: The loss of c.S\$15mn from the reselling may be a compromised outcome for SMM given the current improving but still relative gloomy market conditions. However, the loss is regarded as significant given the prolonged weakened profitability in the near term. According to the announcement, the amount would have reduced net profit by 19% if it occurred in FY16. As of now, due to lacking of new sizable orders replenishment, SMM's profit margin will be further lower.

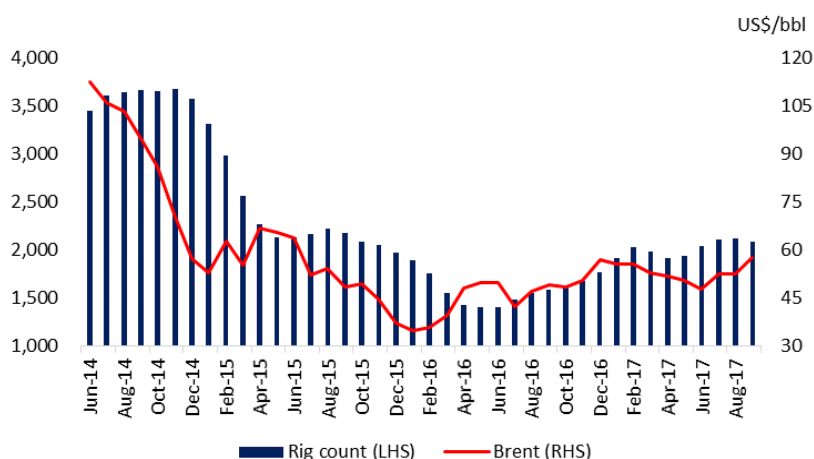
### Outlook

We believe this is an early sign that the market is starting to thaw. Because the rig owners who unwind capex will primarily source deals that are below fair value from the stockpile of newly-built rigs without contracts or from builder's facing insolvency issues. We still hold the view that it will take longer than expected period before the new orders come in. SMM has to continue to ride out an extended market downturn.

### Upgrade to NEUTRAL with a higher target price of S\$1.82

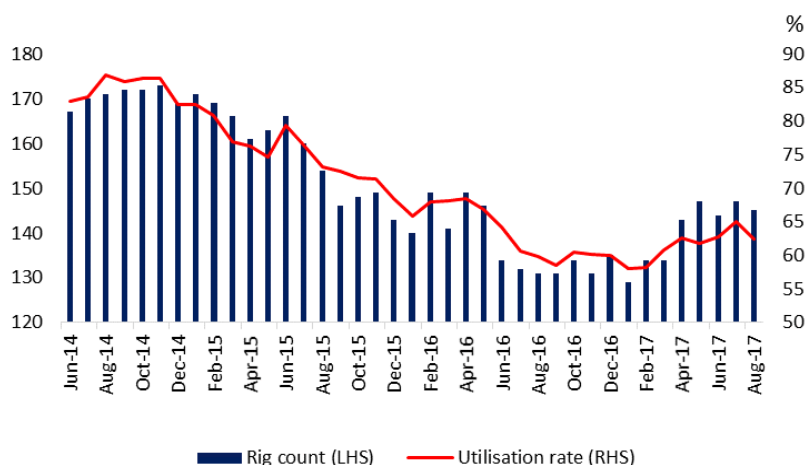
We maintained FY17e EPS 5.4 SG cents, due to weaker than expected performance in 1H17. Based on updated blended forward 12-month PER of 33.6x, we derive an updated TP of S\$1.82 (previous TP: S\$1.55). This implies an upside of 4.6% from the last done price of S\$1.74, and we upgrade our call from REDUCE to NEUTRAL, as the bottoming out process for the industry is underway.

**Figure 1: Total world rig count and Brent price**



Source: Bloomberg, PSR

**Figure 2: Monthly Jackup IC 350+ utilisation rate and rig count**



Source: Bloomberg, PSR

## Financials

### Income Statement

Y/E Dec, SGD mn	FY14	FY15	FY16	FY17e	FY18e
<b>Revenue</b>	<b>5,833</b>	<b>4,968</b>	<b>3,545</b>	<b>2,916</b>	<b>3,363</b>
Gross profit	844	131	293	233	269
<b>EBITDA</b>	<b>822</b>	<b>(18)</b>	<b>363</b>	<b>353</b>	<b>413</b>
Depreciation & Amortisation	115	132	138	179	185
<b>EBIT</b>	<b>707</b>	<b>(150)</b>	<b>225</b>	<b>174</b>	<b>228</b>
Net Finance (Expense)/Inc	(11)	(36)	(81)	(85)	(86)
Associates & JVs	10	(173)	(35)	(14)	(13)
<b>Profit Before Tax</b>	<b>707</b>	<b>(378)</b>	<b>91</b>	<b>122</b>	<b>129</b>
Taxation	(106)	78	(15)	(5)	(16)
<b>Profit After Tax</b>	<b>601</b>	<b>(300)</b>	<b>75</b>	<b>117</b>	<b>113</b>
Non-controlling interest	41	(10)	(4)	3	3
<b>Net Income, reported</b>	<b>560</b>	<b>(290)</b>	<b>79</b>	<b>113</b>	<b>110</b>
<b>Net Income, adj.</b>	<b>560</b>	<b>384</b>	<b>79</b>	<b>113</b>	<b>110</b>

### Per share data

Y/E Dec (SG Cents)	FY14	FY15	FY16	FY17e	FY18e
EPS, basic	26.8	(13.9)	3.8	5.4	5.3
EPS, diluted	26.8	(13.9)	3.8	5.4	5.3
DPS, basic	13.0	6.0	2.5	2.5	2.5
DPS, diluted	13.0	6.0	2.5	2.5	2.5
BVPS (SGD)	1.4	1.2	1.2	1.2	1.3

### Cash Flow

Y/E Dec, SGD mn	FY14	FY15	FY16	FY17e	FY18e
<b>CFO</b>					
Operating profit	707	(150)	225	174	228
Adjustments	144	686	159	180	185
WC changes	(1,267)	(1,364)	284	893	366
Cash generated from ops	(417)	(828)	669	1,246	779
Others	(91)	(161)	(100)	(90)	(101)
<b>Cashflow from ops</b>	<b>(508)</b>	<b>(989)</b>	<b>569</b>	<b>1,156</b>	<b>677</b>
<b>CFI</b>					
CAPEX, net	(738)	(932)	(421)	(300)	(350)
Others	(32)	0	(69)	-	-
<b>Cashflow from investments</b>	<b>(770)</b>	<b>(932)</b>	<b>(490)</b>	<b>(300)</b>	<b>(350)</b>
<b>CFF</b>					
Loans, net of repayments	964	1,744	768	280	160
Dividends to shareholders	(272)	(251)	(73)	(42)	(52)
Dividends to non-controlling interest	(13)	(15)	(1)	(13)	(14)
Others	(10.8)	(11.4)	(160.0)	-	-
<b>Cashflow from financing</b>	<b>668</b>	<b>1,467</b>	<b>534</b>	<b>225</b>	<b>94</b>
<b>Net change in cash</b>	<b>(611)</b>	<b>(454)</b>	<b>612</b>	<b>1,082</b>	<b>421</b>
Effects of exchange rates	(7)	5	(22.7)	-	-
<b>Ending cash</b>	<b>1,077</b>	<b>627</b>	<b>1,217</b>	<b>2,299</b>	<b>2,720</b>

Source: Company, PSR

\*Forward multiples & yields based on current market price; historical multiples & yields based on historical market price.

### Balance Sheet

Y/E Dec, SGD mn	FY14	FY15	FY16	FY17e	FY18e
<b>ASSETS</b>					
PP&E	3,009	3,541	3,987	4,127	4,312
Trade receivables	41	54	53	53	53
Intangible assets	53	47	202	182	162
Associates & JVs	470	312	75	75	75
Others	98	131	80	76	74
<b>Total non-current assets</b>	<b>3,671</b>	<b>4,084</b>	<b>4,397</b>	<b>4,513</b>	<b>4,676</b>
Cash	1,079	629	1,217	2,299	2,720
Trade receivables	469	590	492	608	793
Inventories & WIP	3,005	3,833	3,067	2,768	2,157
Others	14	65	242	54	54
<b>Total current assets</b>	<b>4,567</b>	<b>5,117</b>	<b>5,018</b>	<b>5,729</b>	<b>5,724</b>
<b>Total Assets</b>	<b>8,238</b>	<b>9,201</b>	<b>9,415</b>	<b>10,243</b>	<b>10,400</b>
<b>LIABILITIES</b>					
Trade payables	84	78	91	100	110
Borrowings	1,308	2,465	2,791	2,971	3,031
Others	266	97	177	152	152
<b>Total non-current liabilities</b>	<b>1,658</b>	<b>2,640</b>	<b>3,059</b>	<b>3,223</b>	<b>3,293</b>
Trade payables	1,853	2,519	2,120	1,853	1,694
Borrowings	434	915	1,364	1,464	1,564
Progress billings in excess of WIP	1,005	288	193	980	1,078
Others	184	175	70	74	78
<b>Total current liabilities</b>	<b>3,476</b>	<b>3,897</b>	<b>3,748</b>	<b>4,371</b>	<b>4,414</b>
<b>Total Liabilities</b>	<b>5,133</b>	<b>6,537</b>	<b>6,807</b>	<b>7,594</b>	<b>7,706</b>
<b>Shareholder Equity</b>	<b>2,965</b>	<b>2,511</b>	<b>2,562</b>	<b>2,608</b>	<b>2,649</b>
Non-controlling interest	167	153	46	41	44

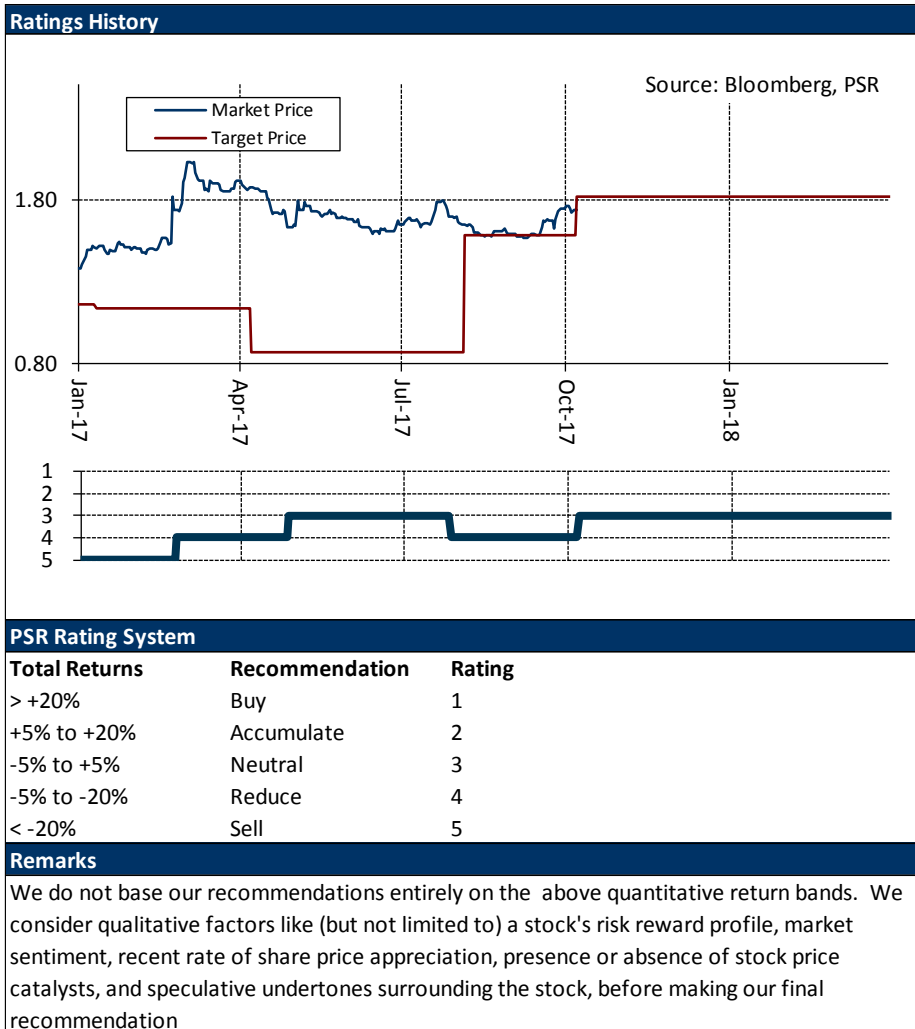
### Valuation Ratios

Y/E Dec	FY14	FY15	FY16	FY17e	FY18e
P/E (x)	15	10	37	34	35
P/B (x)	3	2	1	1	1
EV/EBITDA (x)	10	8	16	17	14
Dividend Yield (%)	3	4	2	2	2

### Growth & Margins (%)

<b>Growth</b>					
Revenue	6%	-15%	-29%	-18%	15%
EBITDA	10%	n.m.	n.m.	-3%	17%
EBIT	10%	n.m.	n.m.	-3%	17%
Net Income, adj.	1%	-31%	-79%	44%	-3%
<b>Margins</b>					
EBITDA margin	14%	0%	10%	12%	12%
EBIT margin	12%	-3%	6%	6%	7%
NP margin, adj.	10%	8%	2%	4%	3%
<b>Key Ratios</b>					
ROE (%), adj.	19%	15%	3%	4%	4%
ROA (%), adj.	7%	4%	1%	1%	1%
Net Debt or (Net Cash)	663	2,751	2,938	2,136	1,875
Net Gearing (x)	0.2	1.0	1.1	0.8	0.7

n.m.: not meaningful



**Contact Information (Singapore Research Team)**
**Head of Research**

 Paul Chew – [paulchewkl@phillip.com.sg](mailto:paulchewkl@phillip.com.sg)
**Research Operations Officer**

 Mohamed Amiruddin - [amiruddin@phillip.com.sg](mailto:amiruddin@phillip.com.sg)
**Consumer | Healthcare**

 Soh Lin Sin - [sohls@phillip.com.sg](mailto:sohls@phillip.com.sg)
**Oil & Gas | Energy**

 Chen Guangzhi - [chengz@phillip.com.sg](mailto:chengz@phillip.com.sg)
**Macro**

 Pei Sai Teng - [peist@phillip.com.sg](mailto:peist@phillip.com.sg)
**Transport | REITs (Industrial)**

 Richard Leow, CFTe, FRM -  
[richardleowwt@phillip.com.sg](mailto:richardleowwt@phillip.com.sg)
**REITs (Commercial, Retail, Healthcare) | Property**

 Dehong Tan - [tandh@phillip.com.sg](mailto:tandh@phillip.com.sg)
**Technical Analysis**

 Jeremy Ng - [jeremyngch@phillip.com.sg](mailto:jeremyngch@phillip.com.sg)
**Banking and Finance**

 Jeremy Teong - [jeremyteongfh@phillip.com.sg](mailto:jeremyteongfh@phillip.com.sg)
**US Equity**

 Ho Kang Wei - [hokw@phillip.com.sg](mailto:hokw@phillip.com.sg)
**Contact Information (Regional Member Companies)**
**SINGAPORE**
**Phillip Securities Pte Ltd**

 Raffles City Tower  
 250, North Bridge Road #06-00  
 Singapore 179101  
 Tel +65 6533 6001  
 Fax +65 6535 6631  
 Website: [www.poems.com.sg](http://www.poems.com.sg)
**MALAYSIA**
**Phillip Capital Management Sdn Bhd**

 B-3-6 Block B Level 3 Megan Avenue II,  
 No. 12, Jalan Yap Kwan Seng, 50450  
 Kuala Lumpur  
 Tel +603 2162 8841  
 Fax +603 2166 5099  
 Website: [www.poems.com.my](http://www.poems.com.my)
**HONG KONG**
**Phillip Securities (HK) Ltd**

 11/F United Centre 95 Queensway  
 Hong Kong  
 Tel +852 2277 6600  
 Fax +852 2868 5307  
 Websites: [www.phillip.com.hk](http://www.phillip.com.hk)
**JAPAN**
**Phillip Securities Japan, Ltd.**

 4-2 Nihonbashi Kabuto-cho Chuo-ku,  
 Tokyo 103-0026  
 Tel +81-3 3666 2101  
 Fax +81-3 3666 6090  
 Website: [www.phillip.co.jp](http://www.phillip.co.jp)
**INDONESIA**
**PT Phillip Securities Indonesia**

 ANZ Tower Level 23B,  
 Jl Jend Sudirman Kav 33A  
 Jakarta 10220 – Indonesia  
 Tel +62-21 5790 0800  
 Fax +62-21 5790 0809  
 Website: [www.phillip.co.id](http://www.phillip.co.id)
**CHINA**
**Phillip Financial Advisory (Shanghai) Co Ltd**

 No 550 Yan An East Road,  
 Ocean Tower Unit 2318,  
 Postal code 200001  
 Tel +86-21 5169 9200  
 Fax +86-21 6351 2940  
 Website: [www.phillip.com.cn](http://www.phillip.com.cn)
**THAILAND**
**Phillip Securities (Thailand) Public Co. Ltd**

 15th Floor, Vorawat Building,  
 849 Silom Road, Silom, Bangrak,  
 Bangkok 10500 Thailand  
 Tel +66-2 6351700 / 22680999  
 Fax +66-2 22680921  
 Website [www.phillip.co.th](http://www.phillip.co.th)
**FRANCE**
**King & Shaxson Capital Limited**

 3rd Floor, 35 Rue de la Bienfaisance 75008  
 Paris France  
 Tel +33-1 45633100  
 Fax +33-1 45636017  
 Website: [www.kingandshaxson.com](http://www.kingandshaxson.com)
**UNITED KINGDOM**
**King & Shaxson Capital Limited**

 6th Floor, Candlewick House,  
 120 Cannon Street,  
 London, EC4N 6AS  
 Tel +44-20 7426 5950  
 Fax +44-20 7626 1757  
 Website: [www.kingandshaxson.com](http://www.kingandshaxson.com)
**UNITED STATES**
**Phillip Capital Inc**

 141 W Jackson Blvd Ste 3050  
 The Chicago Board of Trade Building  
 Chicago, IL 60604 USA  
 Tel +1-312 356 9000  
 Fax +1-312 356 9005  
 Website: [www.phillipusa.com](http://www.phillipusa.com)
**AUSTRALIA**
**Phillip Capital Limited**

 Level 10, 330 Collins Street  
 Melbourne, Victoria 3000, Australia  
 Tel +61-03 9629 8288  
 Fax +61-03 9629 8882  
 Website: [www.phillipcapital.com.au](http://www.phillipcapital.com.au)
**SRI LANKA**
**Asha Phillip Securities Limited**

 2<sup>nd</sup> Floor, Lakshmans Building,  
 No. 321, Galle Road,  
 Colombo 03, Sri Lanka  
 Tel: (94) 11 2429 100  
 Fax: (94) 11 2429 199  
 Website: [www.ashaphillip.net](http://www.ashaphillip.net)
**INDIA**
**PhillipCapital (India) Private Limited**

 No.1, 18th Floor, Urmi Estate  
 95, Ganpatrao Kadam Marg  
 Lower Parel West, Mumbai 400-013  
 Maharashtra, India  
 Tel: +91-22-2300 2999 / Fax: +91-22-2300 2969  
 Website: [www.phillipcapital.in](http://www.phillipcapital.in)
**TURKEY**
**PhillipCapital Menkul Degerler**

 Dr. Cemil Bengü Cad. Hak Is Merkezi  
 No. 2 Kat. 6A Caglayan  
 34403 Istanbul, Turkey  
 Tel: 0212 296 84 84  
 Fax: 0212 233 69 29  
 Website: [www.phillipcapital.com.tr](http://www.phillipcapital.com.tr)
**DUBAI**
**Phillip Futures DMCC**

 Member of the Dubai Gold and  
 Commodities Exchange (DGCX)  
 Unit No 601, Plot No 58, White Crown Bldg,  
 Sheikh Zayed Road, P.O.Box 212291  
 Dubai-UAE  
 Tel: +971-4-3325052 / Fax: + 971-4-3328895

**CAMBODIA**
**Phillip Bank Plc**

 Ground Floor of B-Office Centre,#61-64,  
 Norodom Blvd Corner Street 306,Sangkat  
 Boeung Keng Kang 1, Khan Chamkamorn,  
 Phnom Penh, Cambodia  
 Tel: 855 (0) 7796 6151/855 (0) 1620 0769  
 Website: [www.phillipbank.com.kh](http://www.phillipbank.com.kh)

### Important Information

This report is prepared and/or distributed by Phillip Securities Research Pte Ltd ("Phillip Securities Research"), which is a holder of a financial adviser's license under the Financial Advisers Act, Chapter 110 in Singapore.

By receiving or reading this report, you agree to be bound by the terms and limitations set out below. Any failure to comply with these terms and limitations may constitute a violation of law. This report has been provided to you for personal use only and shall not be reproduced, distributed or published by you in whole or in part, for any purpose. If you have received this report by mistake, please delete or destroy it, and notify the sender immediately.

The information and any analysis, forecasts, projections, expectations and opinions (collectively, the "Research") contained in this report has been obtained from public sources which Phillip Securities Research believes to be reliable. However, Phillip Securities Research does not make any representation or warranty, express or implied that such information or Research is accurate, complete or appropriate or should be relied upon as such. Any such information or Research contained in this report is subject to change, and Phillip Securities Research shall not have any responsibility to maintain or update the information or Research made available or to supply any corrections, updates or releases in connection therewith.

Any opinions, forecasts, assumptions, estimates, valuations and prices contained in this report are as of the date indicated and are subject to change at any time without prior notice. Past performance of any product referred to in this report is not indicative of future results.

This report does not constitute, and should not be used as a substitute for, tax, legal or investment advice. This report should not be relied upon exclusively or as authoritative, without further being subject to the recipient's own independent verification and exercise of judgment. The fact that this report has been made available constitutes neither a recommendation to enter into a particular transaction, nor a representation that any product described in this report is suitable or appropriate for the recipient. Recipients should be aware that many of the products, which may be described in this report involve significant risks and may not be suitable for all investors, and that any decision to enter into transactions involving such products should not be made, unless all such risks are understood and an independent determination has been made that such transactions would be appropriate. Any discussion of the risks contained herein with respect to any product should not be considered to be a disclosure of all risks or a complete discussion of such risks.

Nothing in this report shall be construed to be an offer or solicitation for the purchase or sale of any product. Any decision to purchase any product mentioned in this report should take into account existing public information, including any registered prospectus in respect of such product.

Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, may provide an array of financial services to a large number of corporations in Singapore and worldwide, including but not limited to commercial / investment banking activities (including sponsorship, financial advisory or underwriting activities), brokerage or securities trading activities. Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, may have participated in or invested in transactions with the issuer(s) of the securities mentioned in this report, and may have performed services for or solicited business from such issuers. Additionally, Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, may have provided advice or investment services to such companies and investments or related investments, as may be mentioned in this report.

Phillip Securities Research or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report may, from time to time maintain a long or short position in securities referred to herein, or in related futures or options, purchase or sell, make a market in, or engage in any other transaction involving such securities, and earn brokerage or other compensation in respect of the foregoing. Investments will be denominated in various currencies including US dollars and Euro and thus will be subject to any fluctuation in exchange rates between US dollars and Euro or foreign currencies and the currency of your own jurisdiction. Such fluctuations may have an adverse effect on the value, price or income return of the investment.

To the extent permitted by law, Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, may at any time engage in any of the above activities as set out above or otherwise hold an interest, whether material or not, in respect of companies and investments or related investments, which may be mentioned in this report. Accordingly, information may be available to Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, which is not reflected in this report, and Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, may, to the extent permitted by law, have acted upon or used the information prior to or immediately following its publication. Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, may have issued other material that is inconsistent with, or reach different conclusions from, the contents of this report.

The information, tools and material presented herein are not directed, intended for distribution to or use by, any person or entity in any jurisdiction or country where such distribution, publication, availability or use would be contrary to the applicable law or regulation or which would subject Phillip Securities Research to any registration or licensing or other requirement, or penalty for contravention of such requirements within such jurisdiction.

This report is intended for general circulation only and does not take into account the specific investment objectives, financial situation or particular needs of any particular person. The products mentioned in this report may not be suitable for all investors and a person receiving or reading this report should seek advice from a professional and financial adviser regarding the legal, business, financial, tax and other aspects including the suitability of such products, taking into account the specific investment objectives, financial situation or particular needs of that person, before making a commitment to invest in any of such products.

This report is not intended for distribution, publication to or use by any person in any jurisdiction outside of Singapore or any other jurisdiction as Phillip Securities Research may determine in its absolute discretion.

### IMPORTANT DISCLOSURES FOR INCLUDED RESEARCH ANALYSES OR REPORTS OF FOREIGN RESEARCH HOUSES

Where the report contains research analyses or reports from a foreign research house, please note:

- (i) recipients of the analyses or reports are to contact Phillip Securities Research (and not the relevant foreign research house) in Singapore at 250 North Bridge Road, #06-00 Raffles City Tower, Singapore 179101, telephone number +65 6533 6001, in respect of any matters arising from, or in connection with, the analyses or reports; and
- (ii) to the extent that the analyses or reports are delivered to and intended to be received by any person in Singapore who is not an accredited investor, expert investor or institutional investor, Phillip Securities Research accepts legal responsibility for the contents of the analyses or reports.