

## Risk on...

Direct exposure

**These stocks have significant business in the United Kingdom, and were most commonly highlighted by brokers**

| STOCKS   | JUNE 27 CLOSE  |
|--|----------------|
| <p><b>CityDev</b></p> <p>The property developer has about 11 per cent of its assets in the UK, although its hospitality business could see increased occupancy on a weaker pound, Maybank Kim Eng said in keeping a “buy” call on the stock with a S\$9.82 target. RHB trimmed its target for the stock to S\$9.04, but kept its “buy” call.</p>   | <b>S\$8.00</b> |
| <p><b>ComfortDelGro</b></p> <p>The land transport operator operates buses and taxis in the UK. RHB cut its target price to S\$3.25, but retained a “buy” call on the stock. DBS, however, noted that a 10 per cent change in the sterling pound would hit net profit by just 1.7 per cent, and kept its “buy” call at a S\$3.23 target.</p>  | <b>S\$2.68</b> |
| <p><b>Ho Bee</b></p> <p>The property developer has about 35 per cent of non-current assets in the UK, and London assets contribute about 30 per cent of revenue, DBS said. Maybank Kim Eng has a “buy” call on the stock with a S\$2.47 target.</p>  | <b>S\$2.14</b> |
| <p><b>Sembcorp Industries</b></p> <p>The industrial conglomerate operates a power plant and industrial water facility in the UK, but a 10 per cent change in the sterling pound would hit bottom line by just 0.5 per cent, said DBS, which has a S\$3.10 target on the stock and a “buy” recommendation. Maybank Kim Eng, however, has a “sell” call and a S\$2.35 target on the stock.</p> | <b>S\$2.76</b> |

## Risk off...

Singapore Reits

**Singapore-listed real estate investment trusts were a favourite among analysts because their relatively stable rental outlooks were supportive of steady dividends, while a tempered outlook for interest rate hikes supported valuations.**

| STOCKS                    | JUNE 27 CLOSE |
|---------------------------|---------------|
| Ascendas Reit             | S\$2.37       |
| Frasers Centrepoint Trust | S\$2.00       |
| Keppel DC Reit            | S\$1.09       |
| Parkway Life Reit         | S\$2.43       |

Singapore Telcos

**Telecommunications providers offer shelter in troubled times with their largely domestic businesses and a stable flow of income.**

| STOCKS  | JUNE 27 CLOSE |
|---------|---------------|
| M1      | S\$2.52       |
| Singtel | S\$3.89       |

Yield payers and currency beneficiaries

**Companies that can continue to pay dividends give stability in turbulent times, while those that can ride a stronger US dollar can provide a lift.**

| STOCKS            | JUNE 27 CLOSE |
|-------------------|---------------|
| Genting Singapore | S\$0.70       |
| Sheng Siong       | S\$0.865      |
| ST Engineering    | S\$3.03       |
| Venture Corp      | S\$8.38       |