



Simmtech

| Bloomberg Code (222800 KS) | Reuters Code (222800.KQ)

4 May 2021

[Handset/electronics]

Memory substrate boom to arrive in 2022

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BUY
(Maintain)



CP (May 3)
KRW22,750



TP (6 months)
KRW31,000



Upside
36.3%

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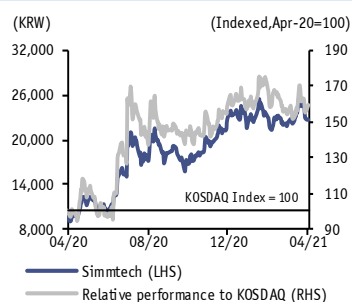
| | |
|---------------|----------------|
| Rating | BUY (Maintain) |
| TP (6 months) | KRW31,000 |
| Upside | 36.3% |

| | |
|----------------------------|-----------------------|
| KOSPI | 3,127.20p |
| KOSDAQ | 961.81p |
| Market cap | KRW724.7bn/USD635.7mn |
| Par value | KRW500 |
| Outstanding shares | 31.9mn |
| Free float | 18.8mn(59.0%) |
| 52-week high/low | KRW26,100/KRW9,170 |
| 60-day avg. trading volume | 455,297shrs |
| 60-day avg. turnover | KRW10,854mn |
| Foreign ownership | 4.54% |

| | |
|--------------------------------|--------|
| Major shareholders | |
| Simmtech Holdings and 8 others | 35.66% |

| | |
|--------------------------------|--------|
| Absolute performance | |
| 3M | -1.3% |
| 6M | 27.1% |
| 12M | 138.2% |
| Relative performance to KOSDAQ | |
| 3M | -0.4% |
| 6M | 8.2% |
| 12M | 59.8% |

Share performance



1Q21 results in line with expectations

Simmtech reported operating profit of KRW15.3bn (+12% YoY) on sales of KRW283.1bn (-2% YoY) for 1Q21, in line with our estimate (KRW15.4bn). The first quarter is typically a weak season. Inventory adjustments for server-use memory substrates continued from 4Q20. But solid orders for mobile components and earnings improvement of the Japanese subsidiary (operating profit of KRW1.5bn) buttressed overall earnings.

Earnings rebound in 2Q21, big cycle of memory substrates in 2022

We forecast 2Q21 operating profit of KRW30.5bn (-1% YoY). With clients wrapping up inventory adjustments in 1Q21, signs of a market rebound have been witnessed since April. Sales of MSAP substrates have increased and orders for server-use substrates have started to come in.

Full-year operating profit is projected to reach KRW110.2bn (+23% YoY) in 2021 and KRW131.5bn (+19% YoY) in 2022. Momentum from technological changes should become visible from 2022.

Simmtech announced in February that added capacity for MSAP (SiP, etc.) will go into production at the end of 2021. Contribution to earnings should be felt from 2022, adding around KRW100bn in sales of high value-added substrates per year. Combined sales of FCSSP and SiP are expected to climb from KRW109.9bn in 2020 to KRW158.7bn in 2021.

The industry adoption of DDR5 should pick up from 2022. Simmtech saw a boost in earnings when the industry transitioned to DDR3 in 2008 and DDR4 in 2014. We believe it will emerge as a major beneficiary of the transition to DDR5 in 2022-2023. The shift should result in ASP hikes in about 30% of the company's total product mix.

Retain BUY for a target price of KRW31,000; domestic package substrate bellwether

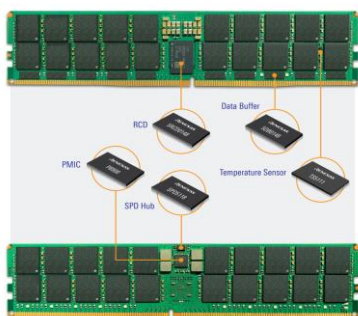
We plan to change the valuation base from 2021 to 2022 EPS forecasts when sales start to flow in from the industry's shift to DDR5.

First, Simmtech is one of a handful of IT parts suppliers expected to deliver strong results for 2Q21, given its low exposure to mobile devices. Second, while eyes are on the supply and demand of substrates used in system semiconductors (FCBGA, FCCSP, SiP, etc.), we focus on possible changes in demand for memory-use substrates in 2022 from the adoption of DDR5 and supply constraints. Third, along with growth of EBITDA, we expect further improvement in the company's financial standing (debt ratio) and an increase in dividends.

| Year to | Sales | OP | Pre-tax | NP | EPS | Growth | BPS | PER | EV/EBITDA | PBR | ROE | Net debt |
|----------|----------|----------|----------|----------|---------|--------|--------|-------|-----------|-----|--------|-----------|
| December | (bn KRW) | (bn KRW) | (bn KRW) | (bn KRW) | (KRW) | (%) | (KRW) | (x) | (x) | (x) | (%) | ratio (%) |
| 2019 | 1,000.2 | (17.9) | (42.4) | (36.6) | (1,486) | TR | 6,676 | (7.9) | 11.0 | 1.8 | (19.5) | 208.0 |
| 2020 | 1,201.4 | 89.7 | 74.9 | 56.6 | 1,935 | TB | 8,840 | 11.8 | 5.3 | 2.6 | 25.1 | 49.8 |
| 2021F | 1,201.7 | 110.2 | 95.0 | 77.4 | 2,378 | 22.9 | 10,876 | 9.6 | 4.4 | 2.1 | 24.1 | 17.2 |
| 2022F | 1,305.7 | 131.5 | 122.8 | 100.2 | 3,078 | 29.4 | 13,562 | 7.4 | 3.4 | 1.7 | 25.2 | (10.7) |
| 2023F | 1,391.0 | 145.7 | 138.2 | 112.8 | 3,463 | 12.5 | 16,585 | 6.6 | 2.6 | 1.4 | 23.0 | (30.4) |

Source: Company data, Shinhan Investment Corp. / Note: TB = turn black, TR = turn red, RR = remain red

DDR5 solutions



Source: Renesas, Shinhan Investment Corp.

Expanded view of SK Hynix's DDR5 product



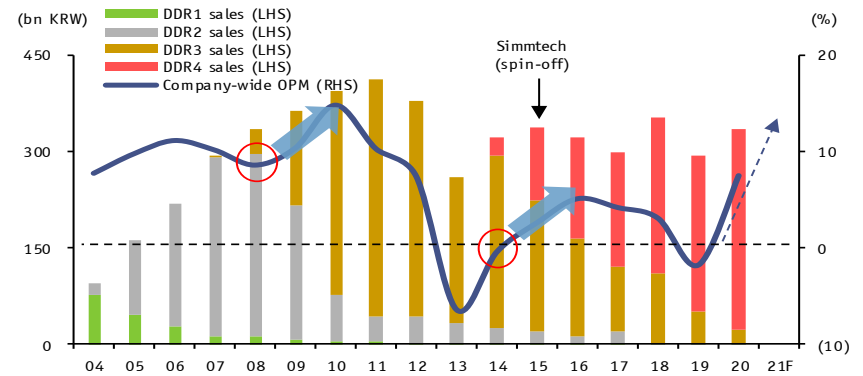
Source: SK Hynix, Shinhan Investment Corp.

Sales breakdown

| (bn KRW, %) | 1Q20 | 2Q20 | 3Q20 | 4Q20 | 1Q21 | 2Q21F | 3Q21F | 4Q21F | 2020 | 2021F | 2022F |
|----------------------------|-------|-------|-------|-------|-------|-------|-------|-------|---------|---------|---------|
| Sales | 290.2 | 321.8 | 310.6 | 278.6 | 283.1 | 305.6 | 304.0 | 309.0 | 1,201.4 | 1,201.7 | 1,305.7 |
| OP | 13.7 | 30.7 | 30.7 | 14.7 | 15.3 | 30.5 | 31.6 | 32.7 | 89.7 | 110.2 | 131.5 |
| OPM (%) | 4.7 | 9.5 | 9.9 | 5.3 | 5.4 | 10.0 | 10.4 | 10.6 | 7.5 | 9.2 | 10.1 |
| Parent sales | 252.0 | 279.9 | 272.3 | 243.7 | 242.5 | 262.6 | 258.3 | 259.9 | 1,047.9 | 1,023.3 | 1,117.7 |
| Parent OP | 13.4 | 30.3 | 30.2 | 24.2 | 13.8 | 28.5 | 28.5 | 28.5 | 98.2 | 99.4 | 119.2 |
| Parent OPM (%) | 5.3 | 10.8 | 11.1 | 9.9 | 5.7 | 10.8 | 11.1 | 11.0 | 9.4 | 9.7 | 10.7 |
| Subsidiary sales | 38.2 | 41.9 | 38.3 | 34.9 | 40.6 | 43.0 | 45.7 | 49.1 | 153.3 | 178.4 | 188.0 |
| Subsidiary OP | 0.2 | 0.4 | 0.4 | 0.3 | 1.5 | 2.0 | 3.1 | 4.2 | 1.3 | 10.8 | 12.3 |
| Subsidiary OPM (%) | 0.6 | 1.0 | 1.0 | 0.9 | 3.7 | 4.7 | 6.8 | 8.6 | 0.9 | 6.1 | 6.5 |
| Sales by product | 290.2 | 321.8 | 310.6 | 278.6 | 283.1 | 305.6 | 304.0 | 309.0 | 1,201.2 | 1,201.7 | 1,305.7 |
| Module PCB | 87.7 | 94.8 | 92.9 | 64.2 | 60.7 | 69.2 | 77.4 | 61.8 | 339.6 | 269.1 | 296.3 |
| Package substrate | 200.5 | 224.4 | 215.0 | 212.4 | 221.0 | 234.2 | 224.5 | 245.4 | 852.3 | 925.1 | 1,001.6 |
| Others | 2.0 | 2.6 | 2.7 | 2.0 | 1.4 | 2.2 | 2.1 | 1.9 | 9.2 | 7.5 | 7.8 |
| Sales share by product | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |
| Module PCB | 30.2 | 29.5 | 29.9 | 23.0 | 21.4 | 22.6 | 25.5 | 20.0 | 28.3 | 22.4 | 22.7 |
| Package substrate | 69.1 | 69.7 | 69.2 | 76.2 | 78.1 | 76.7 | 73.8 | 79.4 | 71.0 | 77.0 | 76.7 |
| Others | 0.7 | 0.8 | 0.9 | 0.7 | 0.5 | 0.7 | 0.7 | 0.6 | 0.8 | 0.6 | 0.6 |
| MSAP sales share | 51.6 | 51.0 | 52.2 | 64.0 | 61.8 | 59.9 | 60.8 | 68.4 | 54.5 | 62.8 | 63.1 |
| Parent | 46.0 | 46.1 | 46.7 | 59.0 | 56.5 | 53.6 | 54.6 | 63.3 | 49.2 | 57.0 | 57.4 |
| Subsidiary | 89.0 | 84.0 | 91.1 | 99.1 | 93.6 | 98.8 | 95.8 | 95.7 | 90.5 | 96.0 | 96.8 |
| Sales share by application | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |
| Mobile | 43.6 | 42.3 | 40.6 | 48.3 | 51.1 | 50.0 | 48.7 | 54.3 | 43.6 | 51.0 | 50.8 |
| PC | 27.9 | 25.0 | 24.5 | 25.0 | 25.8 | 25.9 | 25.6 | 23.1 | 25.6 | 25.1 | 24.8 |
| Server | 19.0 | 17.3 | 16.5 | 9.9 | 10.4 | 10.9 | 11.7 | 8.2 | 15.8 | 10.3 | 11.3 |
| Graphic card | 7.0 | 12.2 | 12.1 | 12.2 | 10.1 | 9.7 | 10.4 | 10.7 | 10.9 | 10.2 | 9.6 |
| Others | 2.6 | 3.2 | 6.3 | 4.6 | 2.6 | 3.5 | 3.6 | 3.7 | 4.1 | 3.4 | 3.5 |

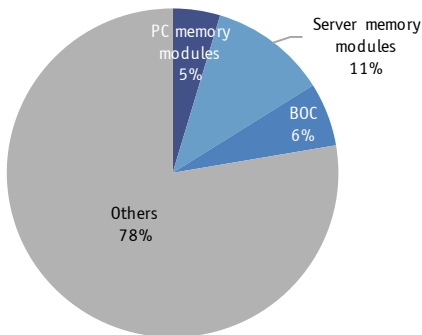
Source: Company data, Shinhan Investment Corp.

Change in profitability during past DDR cycles



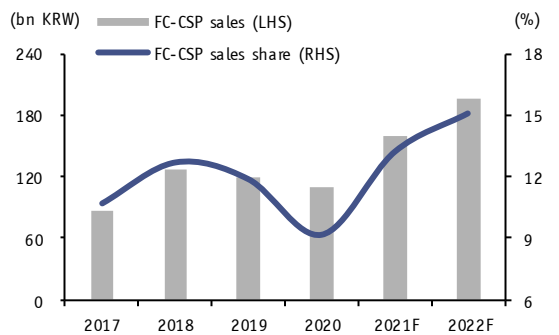
Source: Company data, Shinhan Investment Corp.

Sales share of DDR5 related products



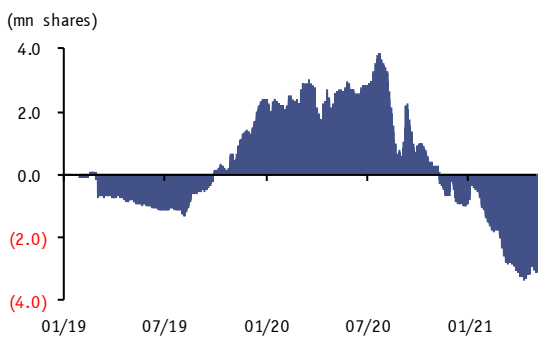
Source: Shinhan Investment Corp.

Non-memory sales share trend



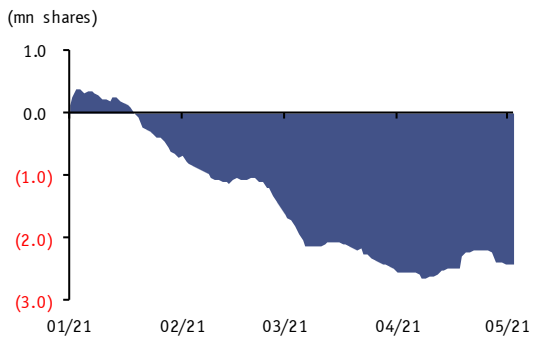
Source: Shinhan Investment Corp.

Institutional cumulative net buy since early 2019



Source: QuantiWise, Shinhan Investment Corp.

Institutional cumulative net buy since early 2021



Source: QuantiWise, Shinhan Investment Corp.

Statement of financial position

| Year to December (bn KRW) | 2019 | 2020 | 2021F | 2022F | 2023F |
|--|--------------|--------------|--------------|--------------|----------------|
| Total assets | 839.9 | 779.8 | 848.2 | 942.7 | 1,059.8 |
| Current assets | 254.2 | 198.8 | 266.9 | 365.8 | 486.7 |
| Cash and equivalents | 9.7 | 17.1 | 65.6 | 144.8 | 248.0 |
| Accounts receivable | 78.9 | 47.4 | 52.6 | 57.7 | 62.3 |
| Inventories | 147.1 | 123.8 | 137.3 | 150.6 | 162.7 |
| Non-current assets | 585.8 | 581.0 | 581.3 | 576.9 | 573.1 |
| Tangible assets | 513.6 | 512.5 | 512.5 | 507.8 | 503.7 |
| Intangible assets | 24.7 | 22.1 | 21.9 | 21.7 | 21.5 |
| Investment assets | 2.1 | 4.5 | 5.0 | 5.4 | 5.8 |
| Other financial assets | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Total liabilities | 678.4 | 491.5 | 493.2 | 499.7 | 517.8 |
| Current liabilities | 551.7 | 350.1 | 346.1 | 352.0 | 370.4 |
| Short-term borrowings | 171.9 | 37.5 | 17.5 | 7.5 | 2.5 |
| Accounts payable | 79.9 | 70.5 | 78.1 | 85.7 | 92.6 |
| Current portion of long-term debt | 115.7 | 49.6 | 39.6 | 29.6 | 29.6 |
| Non-current liabilities | 126.7 | 141.4 | 147.1 | 147.7 | 147.4 |
| Bonds | 23.9 | 1.4 | 1.4 | 1.4 | 1.4 |
| Long-term borrowings | 35.0 | 41.4 | 36.4 | 26.4 | 16.4 |
| Other financial liabilities | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Total shareholders' equity | 161.5 | 288.3 | 355.0 | 443.0 | 542.0 |
| Capital stock | 12.2 | 17.1 | 17.1 | 17.1 | 17.1 |
| Capital surplus | 49.7 | 118.4 | 118.4 | 118.4 | 118.4 |
| Other capital | (0.1) | (0.1) | (0.1) | (0.1) | (0.1) |
| Accumulated other comprehensive income | (3.1) | (2.0) | (2.0) | (2.0) | (2.0) |
| Retained earnings | 103.9 | 154.5 | 220.8 | 308.2 | 406.7 |
| Controlling interest equity | 162.5 | 287.9 | 354.2 | 441.7 | 540.1 |
| Non-controlling interest equity | (1.0) | 0.4 | 0.8 | 1.3 | 1.9 |
| *Total debt | 347.7 | 160.6 | 126.5 | 97.3 | 83.1 |
| *Net debt (cash) | 336.0 | 143.5 | 60.9 | (47.5) | (164.9) |

Statement of cash flow

| Year to December (bn KRW) | 2019 | 2020 | 2021F | 2022F | 2023F |
|-----------------------------------|---------------|----------------|---------------|---------------|---------------|
| Cash flow from operations | (31.6) | 215.5 | 163.5 | 185.1 | 195.6 |
| Net profit | (39.4) | 56.5 | 77.8 | 100.7 | 113.3 |
| Depreciation expense | 72.3 | 73.9 | 70.0 | 69.7 | 69.0 |
| Amortization expense | 2.0 | 1.7 | 0.2 | 0.2 | 0.2 |
| FX translation loss (gain) | (3.3) | (0.1) | 0.0 | 0.0 | 0.0 |
| Asset disposal loss (gain) | (0.7) | (0.9) | 0.0 | 0.0 | 0.0 |
| Equity method loss (gain) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Change in working capital | (74.5) | 50.5 | 15.5 | 14.5 | 13.0 |
| (Payment of income tax) | (10.7) | (6.0) | (17.2) | (22.1) | (24.9) |
| Others | 22.7 | 39.9 | 17.2 | 22.1 | 25.0 |
| Cash flow from investments | (73.7) | (82.9) | (70.5) | (65.5) | (65.4) |
| Increase in tangible assets | (75.0) | (86.0) | (70.0) | (65.0) | (65.0) |
| Decrease in tangible assets | 2.2 | 3.9 | 0.0 | 0.0 | 0.0 |
| Change in intangible assets | (0.6) | (0.0) | 0.0 | 0.0 | 0.0 |
| Change in investment assets | 0.0 | 0.0 | (0.5) | (0.5) | (0.4) |
| Others | (0.3) | (0.8) | 0.0 | 0.0 | (0.0) |
| Free cash flow | (88.1) | 87.5 | 96.0 | 118.1 | 128.6 |
| Cash flow from financing | 87.1 | (124.9) | (44.6) | (40.3) | (27.0) |
| Change in borrowings | 112.7 | (185.5) | (34.2) | (29.2) | (14.2) |
| Change in treasury stock | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Dividends | (3.9) | (3.7) | (10.4) | (11.1) | (12.7) |
| Others | (21.7) | 64.3 | 0.0 | 0.0 | (0.1) |
| Other cash flow | 0.0 | 0.0 | (0.0) | 0.0 | (0.0) |
| Change in consolidated scope | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Change in FX rates | 0.7 | (0.4) | 0.0 | 0.0 | 0.0 |
| Change in total cash | (17.5) | 7.4 | 48.4 | 79.3 | 103.1 |
| Beginning cash | 27.3 | 9.7 | 17.1 | 65.5 | 144.8 |
| Ending cash | 9.7 | 17.1 | 65.5 | 144.8 | 248.0 |

Source: Company data, Shinhan Investment Corp.

Statement of comprehensive income

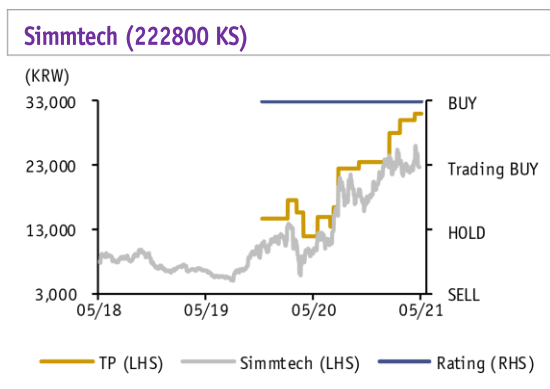
| Year to December (bn KRW) | 2019 | 2020 | 2021F | 2022F | 2023F |
|----------------------------|----------------|----------------|----------------|----------------|----------------|
| Sales | 1,000.2 | 1,201.4 | 1,201.7 | 1,305.7 | 1,391.0 |
| Growth (%) | (0.7) | 20.1 | 0.0 | 8.7 | 6.5 |
| COGS | 912.2 | 1,005.0 | 1,003.0 | 1,083.4 | 1,157.5 |
| Gross profit | 88.0 | 196.4 | 198.7 | 222.3 | 233.5 |
| GPM (%) | 8.8 | 16.3 | 16.5 | 17.0 | 16.8 |
| SG&A | 105.9 | 106.7 | 88.5 | 90.8 | 87.8 |
| Operating profit | (17.9) | 89.7 | 110.2 | 131.5 | 145.7 |
| Operating profit (TR) | TR | TB | 22.8 | 19.3 | 10.8 |
| OPM (%) | (1.8) | 7.5 | 9.2 | 10.1 | 10.5 |
| Non-operating profit | (24.5) | (14.9) | (15.3) | (8.6) | (7.5) |
| Financial profit | (13.9) | (15.1) | (6.3) | (5.6) | (3.5) |
| Other non-operating profit | (10.6) | 0.3 | (9.0) | (3.0) | (4.0) |
| Equity method gain (loss) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Pre-tax profit | (42.4) | 74.9 | 95.0 | 122.8 | 138.2 |
| Income tax | (3.0) | 18.4 | 17.2 | 22.1 | 24.9 |
| Continuing operations | (39.4) | 56.5 | 77.8 | 100.7 | 113.3 |
| Discontinued operations | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Net profit | (39.4) | 56.5 | 77.8 | 100.7 | 113.3 |
| Growth (%) | TR | TB | 37.8 | 29.4 | 12.5 |
| NPM (%) | (3.9) | 4.7 | 6.5 | 7.7 | 8.1 |
| Controlling interest | (36.6) | 56.6 | 77.4 | 100.2 | 112.8 |
| Non-controlling interest | (2.8) | (0.1) | 0.4 | 0.5 | 0.6 |
| Comprehensive income | (40.0) | 60.0 | 77.8 | 100.7 | 113.3 |
| Controlling interest | (37.2) | 60.6 | 79.2 | 102.5 | 115.3 |
| Non-controlling interest | (2.8) | (0.6) | (1.3) | (1.7) | (2.0) |
| EBITDA | 56.3 | 165.4 | 180.5 | 201.3 | 214.9 |
| Growth (%) | (43.1) | 193.7 | 9.1 | 11.6 | 6.7 |
| EBITDA margin (%) | 5.6 | 13.8 | 15.0 | 15.4 | 15.5 |

Key ratios

| Year to December | 2019 | 2020 | 2021F | 2022F | 2023F |
|-----------------------------------|---------|--------|--------|--------|--------|
| EPS (KRW) | (1,600) | 1,932 | 2,389 | 3,093 | 3,481 |
| EPS of controlling interest (KRW) | (1,486) | 1,935 | 2,378 | 3,078 | 3,463 |
| BPS (KRW) | 6,636 | 8,853 | 10,900 | 13,602 | 16,643 |
| BPS of controlling interest (KRW) | 6,676 | 8,840 | 10,876 | 13,562 | 16,585 |
| DPS (KRW) | 152 | 320 | 350 | 400 | 450 |
| PER (x) | (7.4) | 11.8 | 9.5 | 7.4 | 6.5 |
| PER of controlling interest (x) | (7.9) | 11.8 | 9.6 | 7.4 | 6.6 |
| PBR (x) | 1.8 | 2.6 | 2.1 | 1.7 | 1.4 |
| PBR of controlling interest (x) | 1.8 | 2.6 | 2.1 | 1.7 | 1.4 |
| EV/EBITDA (x) | 11.0 | 5.3 | 4.4 | 3.4 | 2.6 |
| Dividend payout ratio (%) | (10.1) | 18.4 | 14.4 | 12.7 | 12.7 |
| Dividend yield (%) | 1.3 | 1.4 | 1.5 | 1.8 | 2.0 |
| Profitability | | | | | |
| EBITDA margin (%) | 5.6 | 13.8 | 15.0 | 15.4 | 15.5 |
| OPM (%) | (1.8) | 7.5 | 9.2 | 10.1 | 10.5 |
| NPM (%) | (3.9) | 4.7 | 6.5 | 7.7 | 8.1 |
| ROA (%) | (4.8) | 7.0 | 9.6 | 11.2 | 11.3 |
| ROE (%) | (19.5) | 25.1 | 24.1 | 25.2 | 23.0 |
| ROIC (%) | (5.1) | 14.0 | 18.8 | 22.8 | 25.8 |
| Stability | | | | | |
| Debt to equity ratio (%) | 420.0 | 170.5 | 138.9 | 112.8 | 95.5 |
| Net debt ratio (%) | 208.0 | 49.8 | 17.2 | (10.7) | (30.4) |
| Cash ratio (%) | 1.8 | 4.9 | 18.9 | 41.1 | 66.9 |
| Interest coverage ratio (x) | (1.3) | 8.3 | 17.4 | 20.8 | 29.3 |
| Activity (%) | | | | | |
| Working capital turnover (times) | (17.9) | (33.9) | (22.5) | (22.2) | (21.7) |
| Inventory turnover (days) | 55.3 | 41.2 | 39.6 | 40.2 | 41.1 |
| Receivable turnover (days) | 24.8 | 19.2 | 15.2 | 15.4 | 15.7 |

Source: Company data, Shinhan Investment Corp.

Target price & rating history



| Date | Rating | Target price (KRW) | Target price gap (%) | |
|------------|--------|--------------------|----------------------|---------|
| | | | Average | Max/Min |
| 2019.11.15 | BUY | 14,747 | (25.0) | (9.0) |
| 2020.02.10 | BUY | 17,601 | (31.5) | (21.4) |
| 2020.03.11 | BUY | 15,698 | (50.0) | (39.9) |
| 2020.04.03 | BUY | 12,000 | (19.5) | (2.1) |
| 2020.05.21 | BUY | 15,000 | (23.6) | (17.0) |
| 2020.07.03 | BUY | 13,500 | (12.3) | (5.9) |
| 2020.07.14 | BUY | 16,500 | (5.5) | (1.2) |
| 2020.07.30 | BUY | 22,500 | (15.3) | (4.0) |
| 2020.10.08 | BUY | 23,500 | (16.1) | 2.3 |
| 2021.01.19 | BUY | 28,000 | (15.6) | (8.9) |
| 2021.02.24 | BUY | 30,000 | (24.7) | (20.7) |
| 2021.04.15 | BUY | 31,000 | - | - |

Note: Calculation of target price gap based on past 6 months

Rating Distribution - SHIC Universe (as of 30 April 2021)

| | | | | | | | |
|-----------|--------|--------------------|-------|-------------|-------|-------------|-------|
| BUY (BUY) | 94.09% | Trading BUY (HOLD) | 1.82% | HOLD (HOLD) | 4.09% | SELL (SELL) | 0.00% |
|-----------|--------|--------------------|-------|-------------|-------|-------------|-------|

Rating Distribution - SHIC Investment Banking Clients (as of 30 April 2021)

| | | | | | | | |
|-----------|---------|--------------------|-------|-------------|-------|-------------|-------|
| BUY (BUY) | 100.00% | Trading BUY (HOLD) | 0.00% | HOLD (HOLD) | 0.00% | SELL (SELL) | 0.00% |
|-----------|---------|--------------------|-------|-------------|-------|-------------|-------|

SHIC Ratings (as of 1 April 2017)

Stock

- ◆ BUY: Expected 6-month gain of 10% or more
- ◆ Trading BUY: Expected 6-month gain of 10% to loss of 10%
- ◆ HOLD: Expected 6-month loss of 10% to 20%
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Sector

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- ◆ UNDERWEIGHT: Based on market cap, largest share of sector stocks under coverage is rated SELL

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