

# Company Overview

Consumer Stock  
**mm2 Asia**  
SGX:1B0



**mm2**



## ABOUT COMPANY

mm2 Asia Ltd is a media content provider. The Company produces movies and info-tainment programs for television stations, advertisers and online media. mm2 also finances, produces and distributes commercial content.

## STOCK SNAPSHOT

Price: 0.345

Market cap (SGD'm):  
401

YE: 03/2018

Earnings release date  
(Est): 12/02/2019

Free float: 44%

Insider holdings: 38%

## INVESTMENT MERITS

- Early stage of multi-year growth from expansion in North Asia
- Cathay provides recurring cashflow and visibility to potential competing films for production business
- Growing network across content creation value chain to reap synergies → better margins
- Vividthree's Train to Busan to create additional revenue stream for the Group

## Financial Highlights

Key Highlights	2016	2017	2018
Revenue (SGD m)	38	96	192
Net Profit (SGD m)	8	18	26
P/E	49.1	22.9	15.1
EV/EBITDA	32.3	14.8	9.6
P/B	8.4	4.2	2.2
Return on equity	29.5%	28.9%	19.8%
Net D/E	-4.6%	-13.5%	16.8%
Est Dividend yield	0.0%	0.0%	0.0%

## Looking Forward...

2019

Loading

2014

2015

2016

2017

2018



Regional expansion particularly in North Asia



Continued improvement in operational efficiency of cinema arm



Continued strong growth of its associates  
– UnUsUal Limited & Vividthree



Continued growth in core production business  
*Maiden co-production with Netflix for "Triad Princess"*

# Company Overview



**UnUsUaL™**  
飛凡有限公司 LIMITED  
a **mm2** entertainment company

**Consumer Stock**  
**SGX:1D1**



## ABOUT COMPANY

## STOCK SNAPSHOT

## INVESTMENT MERITS

UnUsUaL Limited operates as a production and promotion service provider for events and concerts. The Company provides services in staging, SLV for an event and a concert, and organize and promote concerts.

Price: 0.415

Market cap (SGD'm):  
427

YE: 03/2018

Earnings release date  
(Est): 11/02/2019

Free float: 23%

Insider holdings: 76.9%

- Proxy to shift towards experiential consumer spending with a scalable business model and high net profit margin >20%
- Market expansion with entry into family entertainment show
- Strong balance sheet and good cashflow generation
- Vote of confidence from regional investors ie. Royal Highness Prince Abdul Qawi of Brunei and R3 Asian Gems





## Financial Highlights



Key Highlights	2015	2017	2018	1HFY 18	1HFY 19
Revenue (SGD m)	26.1	33.9	46.4	19.5	24.8
Net Profit (SGD m)	4.1	7.3	10.0	4.0	5.6
P/E	103.9	58.2	42.6	-	-
P/B	41.5	35.0	10.8	-	-
Return on equity	40%	60%	25%	-	-
Net D/E	-48.0%	-82.8%	-46.1%	-	-
Est Dividend yield	NA	NA	NA	NA	NA



Expand its mandopop, western and Korean pop concerts; family show genre (which now includes Walking with dinosaurs, Disney on Ice, Apollo Space travel shows)



China expansion via Beijing Wish (which provides UnUsUaL with the local logistics network to produce and promote concerts/events)



Potential more show collaborations with existing or new partners



Explore new types of show genre (eg. Esports)

# Company Overview



Technology Stock  
SGX:V2Y

Synagie



## ABOUT COMPANY

Synagie Corporation Ltd operates as an e-commerce company. It offers solutions to businesses for selling online and offline for consumer goods, as well as real-time big data analytics and artificial intelligence services. It also offers cloud platform, helps to manage clients orders, inventory, vendors, and customers. It serves customers in Southeast Asia.

## STOCK SNAPSHOT

Price: 0.160

Market cap (SGD'm):  
42

YE: 12/2018

Earnings release date  
(Est): 15/02/2019

Free float: 50%

Insider holdings: 31%

## INVESTMENT MERITS

- One-stop, plug and play, end-to-end e-Commerce enabler for brands with an asset light and highly scalable business model
- More than 250 clientele base that includes MNC brands ie. Johnson & Johnson, Kimberly-Clark & Shiseido
- Fast-growing, underpenetrated South East Asia E-commerce market
- Expansion of profitable insurtech business

## Financial Highlights

Key Highlights	2016	2017	2018
Revenue (SGD m)	3.7	8.0	18.5
Net Profit (SGD m)	-2.3	-3.4	-4.9
Adjusted Net Profit	-2.3	-3.4	-3.1
P/E	N/A	N/A	N/A
P/S	11.4	5.2	2.3
Net D/E	Net cash	Net cash	



South East Asia's e-commerce GMV expected to reach US\$45.6 Billion by 2022, with a revenue CAGR of 22.3%



Recently became UOB's preferred commerce enabling partner



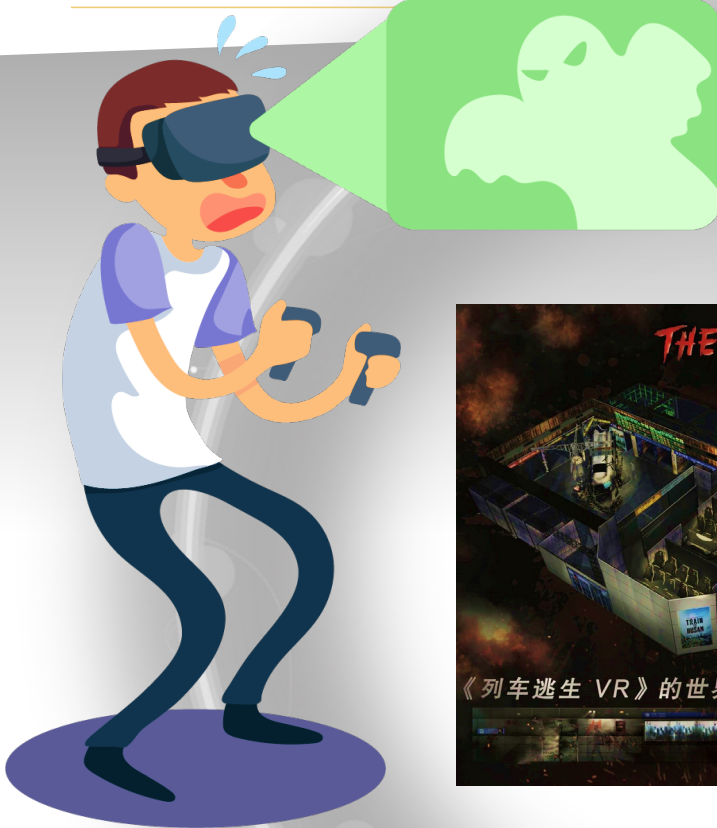
More brand partners to build up the e-commerce ecosystem



Expansion into Vietnam and Philippines



# Company Overview



Consumer Stock  
SGX:OMK

vivid**three**



## ABOUT COMPANY

Vividthree is a virtual reality, visual effects (vfx) and computer-generated imagery studio that develops and acquires digital intellectual property (IP) assets to produce virtual reality products such as thematic tour shows



## STOCK SNAPSHOT

Price: 0.21

Market cap (SGD'm):  
70

YE: 03/2018

Earnings release date  
(Est): 11/02/2019

Free float: 15.7%

Insider holdings: 26.4%



## INVESTMENT MERITS

- Transitioning to the more profitable and recurring content production business model
- Asset light model with limited execution risk and variable upside from royalties
- Expect earnings visibility and recurring income base to rise as it sells more Train to Busan VR tour sets
- Tapping on the parent's extensive network for business opportunities



## Financial Highlights

Key Highlights	2016	2017	2018	1HFY18	1HFY19
Revenue (SGD m)	4.0	5.3	7.1	3.1	2.5
Gross Profit	2.8	3.1	4.6	2.1	1.7
Net Profit to owners	1.4	1.3	2.7	1.2	0.6
Adjusted NPAT	1.4	1.3	2.7	1.2	0.7
Adjusted P/E	50	52	26		



Continued focus on core post-production business



Sale of more VR tour sets for Train to Busan



Securing more IPs - In addition to its current Train to Busan VR tour and MOU for project Cars 2 VR game



M&A  
Yusari Studios – Malaysia's first subtitling Company



# Company Overview



**Chemical Stock**  
**SGX:C9Q**



## ABOUT COMPANY

Sinostar Pec Holdings Ltd is one of the largest producers and suppliers of downstream petrochemical products within the 400km radius of its production facilities within the Dongming Petrochem Industrial Zone in Dongming County of Shandong Province, PRC

## STOCK SNAPSHOT

Price: 0.205

Market cap (SGD'm):  
131

YE: 12/2018

Earnings release date  
(Est): 03/01/2019

Free float: 45%

Insider holdings: 55%

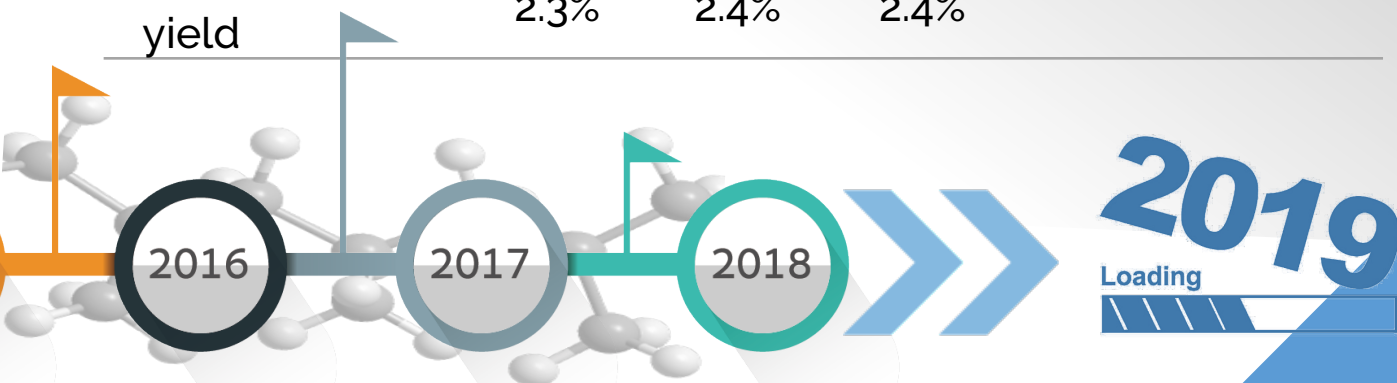
## INVESTMENT MERITS

- Strategic affiliation with Shandong Dongming Petrochem Holdings Group
- Expansion plans point to potential huge profit growth in future - looking to construct a polypropylene production plant that increases its annual processing capacity by 5x
- Strong free cashflow yield of >7%
- 2.4% dividend yield



## Financial Highlights

Key Highlights	2015	2016	2017	9M17	9M18
Revenue (SGD m)	1,446	1,560	1,805	1,228	1,617
Net Profit (SGD m)	41	90	68	53	66
P/E	16.2	7.3	9.7		
EV/EBITDA	6.1	2.4	2.4		
P/B	1.22	1.07	0.98		
Return on equity	7.8%	15.5%	10.6%		
Net D/E	-85.2%	-80.3%	-65.6%		
Est Dividend yield	2.3%	2.4%	2.4%		



DongMing QianHai acquisition to contribute positively to performance in FY2019



Polypropylene plant construction will increase production from 50,000 tonne/year to 250,000 tonne/year

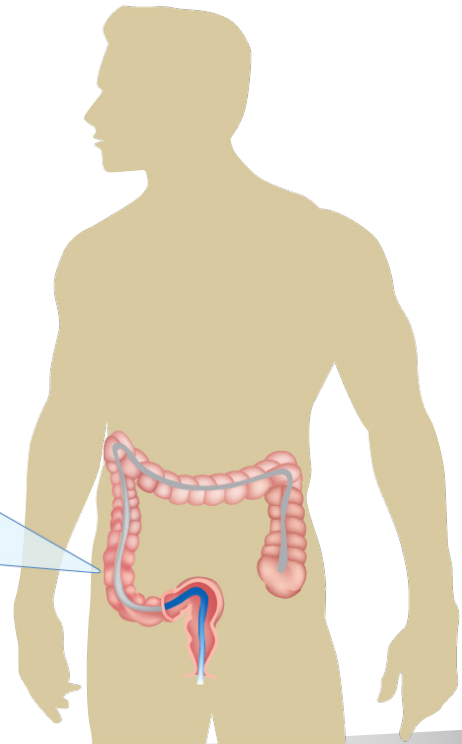
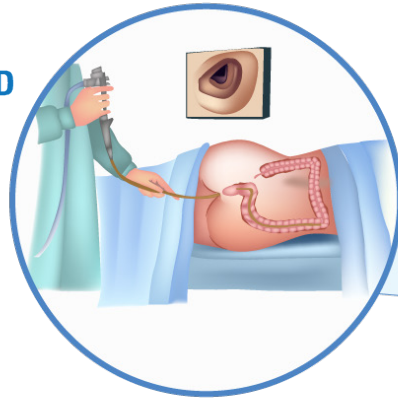


The Group will continue to focus on cost control measures as well as to have more regular reviewing of cost budgets

## Healthcare Stock SGX:1B1

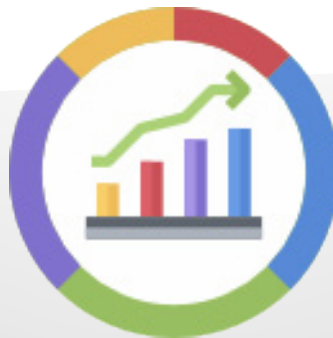


HC SURGICAL  
SPECIALISTS LIMITED



### About Company

HC Surgical Specialists Limited operates as a medical services group. The Company focuses on the provision of endoscopic procedures, including gastroscopies and colonoscopies, and general surgery services with a focus on colorectal procedures. HC Surgical Specialists serves customers in Singapore.



### Stock Snapshot

Price: 0.605

Market cap  
(SGD): 90mil

YE: 05/2018

Earnings release date  
(Est): 08/01/2019

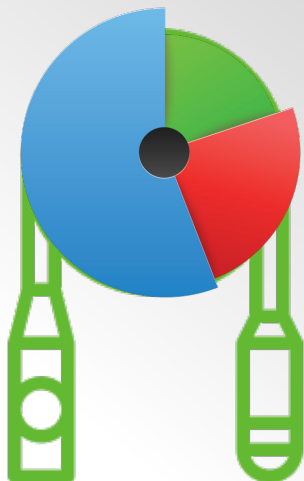
Free float: 24%

Insiders holding: 67%



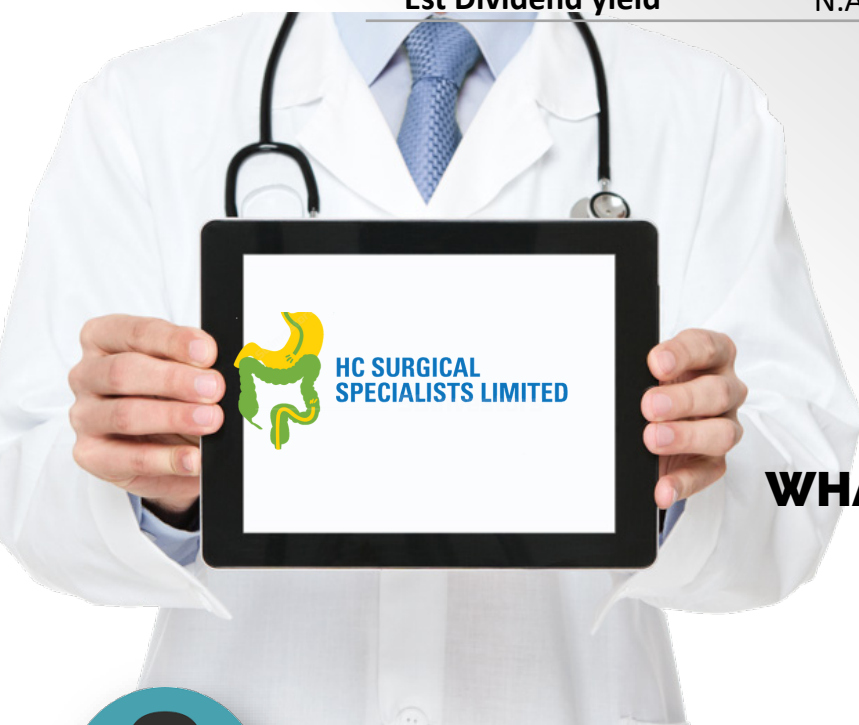
### Investment Merits

- Investing in the future “Superstar Doctors” – ride on organic growth of young specialists and reduces HCSS’s financial risk exposure
- Future potential bump in earnings with well-crafted acquisition plans
- Medical support platform a prized asset that is scalable across specialities
- Higher dividends expected with higher earnings
- Specialists and management own 70% of HCSS, aligning interests with shareholders.



## Financial Highlights

Key Highlights	2016	2017	2018
Revenue (SGD m)	7.9	9.5	16.0
Net Profit (SGD m)	2.7	1.3	4.5
P/E	32.9	68.9	20.2
EV/EBITDA	21.3	44.3	15.2
P/B	27.8	6.5	5.4
Return on equity	214.5%	16.4%	29.2%
Net D/E	-233.6%	-62.9%	-16.0%
Est Dividend yield	N.A.	4.1%	3.5%



## WHAT'S IN HCSS PIPELINE?



### Adding more GPs

Strengthening the medical services platform to support patient referrals to HC Surgical's specialists



### Adding more specialists

Dr Jason Lim who joined HC Surgical in mid Aug 2018, will contribute to the Group in FY2019



### Expansion of Associate, Medinex, post spinoff

With net IPO proceeds of S\$5.3m, Medinex will have more gunpowder for inorganic growth through M&As