

## MAJOR MARKET INDICES

	CLOSE	1D (%)	MTD (%)	YTD (%)
FSSTI Index	3,624.7	2.1	-8.8	-4.3
INDU Index	40,369.0	-0.4	-3.9	-5.1
SPX Index	5,396.6	-0.2	-3.8	-8.2
CCMP Index	16,823.2	0.0	-2.8	-12.9
UKX Index	8,249.1	1.4	-3.9	0.9
NKY Index	34,267.5	0.8	-3.8	-14.1
HSI Index	21,466.3	0.2	-7.2	7.0
SHCOMP Index	3,267.7	0.1	-2.0	-2.5
VIX Index	30.1	-2.5	35.2	73.6

## SG MARKET SUMMARY

Daily Market Value (S\$m)	1,420.6
Daily Market Volume (mln)	1,210.3
52-week STI High	4,005.2
52-week STI Low	3,136.4

## KEY INTEREST RATES

	CLOSE	1D (%)	MTD (%)	YTD (%)
3 Mth SGD SORA	2.5	-0.3	-3.6	-19.6
SG 10 YR Bond Yield	2.5	-1.8	-5.4	-11.2
US 10 YR Bond Yield	4.3	-0.9	3.0	-5.2

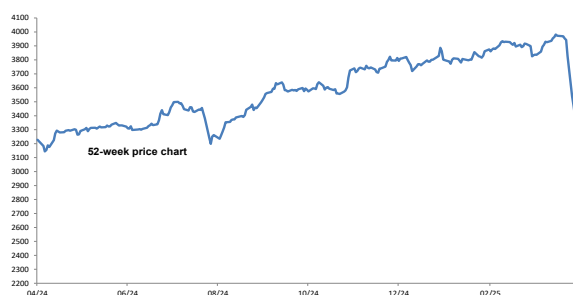
## US FUTURES

As at 8.00am SG time	CLOSE	1D (%)	MTD (%)	YTD (%)
Dow Jones	40,406.0	-0.4	-4.4	-5.1
S&P 500	5,383.0	-0.8	-4.8	-10.2
NASDAQ	18,713.5	-1.3	-3.7	-12.8

## COMMODITIES

	CLOSE	1D (%)	MTD (%)	YTD (%)
Gold	3,244.0	0.4	3.9	23.6
Crude Oil	61.3	-0.3	-14.2	-14.5
Baltic Dry	1,282.0	0.6	-19.8	28.6
Crude Palm Oil	4,121.0	0.3	-6.7	-0.5

## FSSTI INDEX



Source: Bloomberg

## FINANCIAL MARKETS

- On Tuesday, the S&P 500 fell 0.2% and the tech-heavy Nasdaq composite decreased less than 0.1% while the Dow Jones moved down 0.4%.

## IDEA OF THE DAY

- LHN Limited** (S\$0.42, up 0.5 cts) has announced a proposed spin-off and separate listing of the Coliwoo Group on the Mainboard of SGX-ST. The Board is pleased to announce that the Company has submitted a spin-off application for the proposed spin-off and separate listing of the shares of Coliwoo Group Pte. Ltd. ("Coliwoo Group") on the Mainboard of the SGX-ST (the "Proposed Spin-off"). Coliwoo Group is an indirect wholly-owned subsidiary of the Company which was newly incorporated under the laws of the Republic of Singapore with limited liability on 26 December 2024 and will hold the co-living business of the Group (the "Co-living Business") upon completion of an internal restructuring exercise (the "Restructuring") to be undertaken for the purpose of the Proposed Spin-off.

In connection with the foregoing, an application has also been made to the SGX-ST in relation to the Proposed Spin-off and the SGX-ST had, based on the Company's submissions and representations, advised that the SGX-ST concurs with the Company's view that the Proposed Spin-off would not amount to a chain listing, subject to compliance with the SGXST's listing requirements and guidelines (the "SGX-ST Concurrence"). The SGX-ST reserves the right to amend and/or vary the SGX-ST Concurrence and such decision is subject to changes in the SGX-ST's policies.

The businesses of the Group are divided into four separate and distinct business segments, namely, (i) the space optimisation business (the "Space Optimisation Business"); (ii) the property development business (the "Property Development Business"); (iii) the facilities management business (the "Facilities Management Business"); and (iv) the energy business (the "Energy Business"). The Co-living Business is a business within the Space Optimisation Business, whose business and operations are independent of the Property Development Business, Facilities Management Business and Energy Business.

Based on the information currently available, assuming the Proposed Spin-off is successful, it is envisaged that the Company will continue to hold a majority shareholding in Coliwoo Group, and Coliwoo Group (together with its subsidiaries after completion of the Restructuring) will continue to be consolidated with the Group. As at the date of this announcement, the Hong Kong Stock Exchange is still considering the Company's PN15 Application, and the Coliwoo Group has not submitted any formal listing application to any relevant regulatory authorities. The Proposed Spinoff is dependent on, inter alia, the results of the preparatory work to be undertaken, requisite approvals from relevant regulatory authorities and any relevant third parties, and the then-prevailing market conditions, amongst others. Accordingly, there is no assurance that the Proposed Spin-off will materialise.

Based on the currently available information, the Proposed Spin-off, if materialised, may constitute a major transaction of the Company under Chapter 14 of the Hong Kong Stock Exchange Listing Rules as one or more than one of the applicable percentage ratios in respect of the deemed disposal of interests of Coliwoo Group (and its subsidiaries assuming the Restructuring is completed) as contemplated under the Proposed Spin-off is more than 25% but below 100%. As such, the Proposed Spin-off, if materialised, is expected to be subject to the notification, announcement and shareholders' approval requirements pursuant to Chapter 14 of the Hong Kong Stock Exchange Listing Rules. The Proposed Spin-off would be subject to approval of the shareholders of the Company. The Company will make further announcements in due course to provide details of the extraordinary general meeting to be held.

**LHN's market cap stands at S\$176m and trades at a forward P/E of 5.5x and 0.7x P/B. Its 3 cents dividend (sustained in the past 2 years consisting of 1 ct interim, 1 ct final and 1 ct special) translates to an attractive 7.1% dividend yield. LHN's proposed spin-off of its biggest contributor Coliwoo may unlock value for shareholders as a pure-play co-living housing business. We do not rule out special dividends/dividend-in-specie should the listing materialize. Bloomberg consensus 1-year average target price of 56 cents implies a potential return of 33%. We maintain Accumulate on LHN Limited.**