

25 February 2026

Financial Services | Banks

## OCBC Bank (OCBC SP)

**Buy** (from Neutral)

### Keep Focus On Growth Opportunities; U/G To BUY

Target Price (Return): SGD23.45 (9.4%)  
 Price (Market Cap): SGD21.40 (USD75,940m)  
 ESG score: 3.2 (out of 4)  
 Avg Daily Turnover (SGD/USD) 86.3m/67.3m

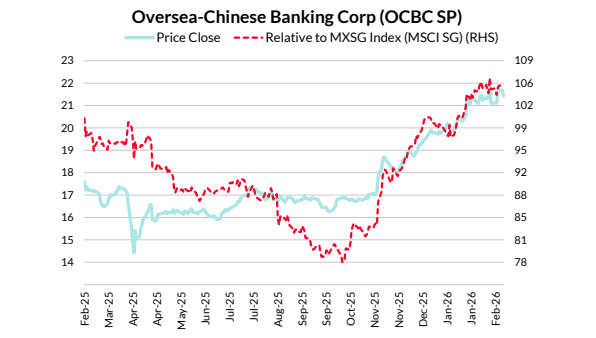
- **Upgrade to BUY from Neutral, with new SGD23.45 TP from SGD21.30, 9% upside, c.4% yield.** OCBC Bank's 4Q25 results met expectations. Of note was 4Q YoY earnings growth turned positive on robust non-II, vs peers that reported YoY contraction. The bank will return any unutilised portion of its share buyback plan via special dividends, which will be done in FY26. With a solid balance sheet, positive earnings momentum – especially on its wealth – and reasonable valuations and dividend yield, we upgrade the stock to BUY.
- **4Q25 earnings in line**, with PATMI of SGD1.7bn (-12% QoQ, +3% YoY) bringing FY25 PATMI to SGD7.4bn (-2% YoY), at c.100-101% of our and Street's FY25 forecasts. FY25 reported ROE was 12.6% (FY24: 13.7%) while the fully loaded CET-1 ratio was at 15.1% (2024: 15.3%). A final DPS of SGD0.42 together with a special DPS of SGD0.16 were declared, meeting expectations (4Q24 DPS: SGD0.41 ordinary and SGD0.16 special). Total 2025 DPS was SGD0.99 (2021: SGD1.01) with a payout of 60% (FY24: 60%).
- **Results highlights.** The QoQ decline in PATMI was expected due to seasonality that impacted non-II and opex, among others. That said, there were a number of positive takeaways. Firstly, NIM expanded 2bps QoQ (-29bps YoY) as the repricing of deposits was felt, leading to lower average funding cost. Secondly, OCBC chalked up positive YoY bottomline growth in 4Q25, thanks to stronger non-II (broad-based rise) and opex holding steady. This is a contrast to its peers, whose 4Q25 earnings were still down YoY. On the flipside, credit cost rose to 20bps from 16bps in 3Q25 due to provisions made following the downgrade of two corporate real estate accounts in Greater China, cushioned by a net writeback in allowances for non-impaired assets on MEV updates. As such, absolute NPA rose 8% QoQ (NPL ratio stable at 0.9%) while LLC eased to 138% (3Q25: 145%, 4Q24: 143%).
- **2026 outlook.** OCBC targets the following for 2026: i) Stable-to-slight growth in total income led by non-II, ii) mid-single digit loan growth (FY25: +7%), iii) CIR of low-to-mid 40% (FY25: 40.2%), iv) CoC 20-25bps (FY25: 17bps), and v) ordinary dividend payout of 50% (FY25: 60% total payout). NIM sensitivity to its four main currencies of SGD, MYR, HKD, and USD was guided for SGD6m per bp change in benchmark rates. It also targets to complete its SGD2.5bn capital return plan by FY26, with the balance to be completed being the share buyback portion of c.SGD780m. If OCBC is unable to fully utilise the remaining excess capital for share buybacks, it will return the capital to shareholders via special dividends (also to be done in FY26). Lastly, OCBC launched its new corporate strategy, which focuses on capturing rising Asia flows, deepening its core market franchise, leveraging on AI and digital, and to continue supporting green transition (Figure 4-9).
- **FY26F-27F PATMI is largely kept** but we raised our FY26F DPS by 9% after incorporating some capital return dividends. Our TP is lifted to SGD23.45 (includes 2% ESG premium) on revised COE and ROE assumptions.

#### Analyst

Singapore Research  
[sg.research@rhbgroup.com](mailto:sg.research@rhbgroup.com)

#### Share Performance (%)

	YTD	1m	3m	6m	12m
Absolute	8.5	0.7	18.5	26.7	21.1
Relative	4.3	0.0	12.9	22.0	3.9
52-wk Price low/high (SGD)	14.4 – 21.8				



Source: Bloomberg

Forecasts and Valuation	Dec-24	Dec-25	Dec-26F	Dec-27F	Dec-28F
Reported net profit (SGDm)	7,587	7,422	7,534	7,724	7,975
Net profit growth (%)	8.1	(2.2)	1.5	2.5	3.3
Recurring net profit (SGDm)	7,587	7,422	7,534	7,724	7,975
Recurring EPS (SGD)	1.70	1.66	1.68	1.73	1.78
BVPS (SGD)	13.18	13.76	14.49	15.35	16.23
DPS (SGD)	1.01	0.99	0.95	0.86	0.89
Recurring P/E (x)	12.64	12.92	12.73	12.41	12.02
P/B (x)	1.63	1.56	1.48	1.40	1.32
Dividend Yield (%)	4.7	4.6	4.4	4.0	4.2
Return on average equity (%)	13.4	12.3	11.9	11.5	11.2

Source: Company data, RHB

Overall ESG Score: 3.2 (out of 4)

E Score: 3.3 (EXCELLENT)

S Score: 3.0 (GOOD)

G Score: 3.3 (EXCELLENT)

Please refer to the ESG analysis on the next page

## Emissions And ESG

### Trend analysis

Increase in FY24 Scope 2 carbon emissions YoY due to the delay in issuance and subsequent redemption of Renewable Energy Certificates in Indonesia. Upon its issuance, Scope 2 emissions would have ticked up by 5% YoY.

Emissions (tCO2e)	Dec-23	Dec-24	Dec-25	Dec-26
Scope 1	147	132	na	na
Scope 2	23,501	35,373	na	na
Scope 3	3,849	3,475	na	na
Total emissions	27,497	38,980	na	na

Source: Company data, RHB

## Latest ESG-Related Developments

**Unveiled decarbonisation targets:** In May 2023, OCBC unveiled decarbonisation targets for six sectors – power, oil & gas, real estate, steel, aviation, and shipping.

**Launched OCBC 1.5°C loan:** A sustainability-linked loan that is Singapore's first net-zero-aligned loan designed to drive the transition to a low-carbon economy for corporates and is in line with science-based decarbonisation pathways for their sectors.

**Filling up boxes to lead sustainability efforts:** Appointed its first Group Chief Sustainability Officer in Aug 2023 to lead OCBC's sustainability strategy, drive effective alignment across the group and steer efforts to support clients' net-zero transition.

## ESG Unbundled

Overall ESG Score: 3.2 (out of 4)

Last Updated: 21 April 2025

E Score: 3.3 (EXCELLENT)

OCBC is committed to aligning lending and investment portfolios with net-zero emissions by 2050. Had achieved carbon neutrality on operational emissions for 2022 while its sustainable finance portfolio was SGD71bn as at end-2024.

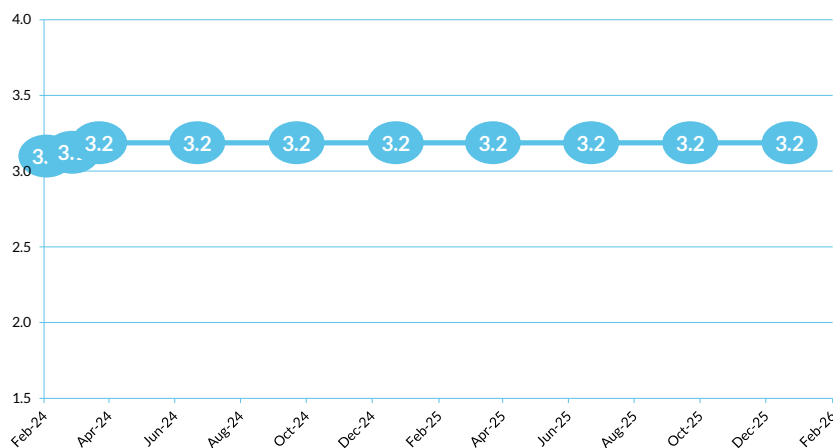
S Score: 3.0 (GOOD)

OCBC aims to maintain a balanced gender mix across its workforce, with 42% of women in leadership positions by 2025. In 2024, women accounted for 56% of total employees, as well as 42% of leadership positions, and 40% of the board of directors. OCBC is active in talent management, and places the health, safety and wellbeing of staff at the top of its priorities as an employer.

G Score: 3.3 (EXCELLENT)

70% of its board members are independent directors. OCBC is proactive in its approach to ensure resilience against risks of cyber-attacks, data breaches, fraud and money laundering. That said, there is a much-publicised ongoing money laundering case in Singapore, where OCBC is one of several banks mentioned in relation to the case.

## ESG Rating History



Source: RHB

## Financial Exhibits

Asia	Financial summary (SGD)	Dec-24	Dec-25	Dec-26F	Dec-27F	Dec-28F
Singapore	EPS	1.70	1.66	1.68	1.73	1.78
Financial Services	Recurring EPS	1.70	1.66	1.68	1.73	1.78
<b>OCBC Bank</b>	DPS	1.01	0.99	0.95	0.86	0.89
OCBC SP	BVPS	13.18	13.76	14.49	15.35	16.23
Buy						
<b>Valuation basis</b>	<b>Valuation metrics</b>	<b>Dec-24</b>	<b>Dec-25</b>	<b>Dec-26F</b>	<b>Dec-27F</b>	<b>Dec-28F</b>
GGM-derived intrinsic value with an ESG overlay. Key GGM assumptions are:	Recurring P/E (x)	12.64	12.92	12.73	12.41	12.02
(i) COE of 9%;	P/B (x)	1.6	1.6	1.5	1.4	1.3
(ii) ROE of 12.5%;	Dividend Yield (%)	4.7	4.6	4.4	4.0	4.2
(iii) 3.0% long-term growth						
<b>Key drivers</b>	<b>Income statement (SGDm)</b>	<b>Dec-24</b>	<b>Dec-25</b>	<b>Dec-26F</b>	<b>Dec-27F</b>	<b>Dec-28F</b>
Our net profit forecast is most sensitive to changes in:	Interest income	22,444	20,076	19,865	20,497	21,150
i. Credit costs;	Interest expense	(12,689)	(10,926)	(10,721)	(11,094)	(11,430)
ii. Net interest margin;	<b>Net interest income</b>	<b>9,755</b>	<b>9,150</b>	<b>9,145</b>	<b>9,403</b>	<b>9,720</b>
iii. Non-interest income growth.	Non interest income	4,718	5,464	5,819	6,078	6,356
	<b>Total operating income</b>	<b>14,473</b>	<b>14,614</b>	<b>14,964</b>	<b>15,481</b>	<b>16,076</b>
	Overheads	(5,801)	(5,903)	(6,103)	(6,367)	(6,642)
	<b>Pre-provision operating profit</b>	<b>8,672</b>	<b>8,711</b>	<b>8,860</b>	<b>9,115</b>	<b>9,434</b>
	Loan impairment allowances	(561)	(610)	(756)	(835)	(906)
	Other impairment allowances	(129)	(55)	-	-	-
	Income from associates	994	1,077	1,158	1,216	1,276
	<b>Pre-tax profit</b>	<b>8,976</b>	<b>9,123</b>	<b>9,262</b>	<b>9,495</b>	<b>9,804</b>
	Taxation	(1,228)	(1,563)	(1,575)	(1,614)	(1,667)
	Minority interests	(161)	(138)	(154)	(158)	(163)
	<b>Reported net profit</b>	<b>7,587</b>	<b>7,422</b>	<b>7,534</b>	<b>7,724</b>	<b>7,975</b>
	<b>Recurring net profit</b>	<b>7,587</b>	<b>7,422</b>	<b>7,534</b>	<b>7,724</b>	<b>7,975</b>
<b>Key risks</b>	<b>Profitability ratios</b>	<b>Dec-24</b>	<b>Dec-25</b>	<b>Dec-26F</b>	<b>Dec-27F</b>	<b>Dec-28F</b>
Downside risks include:	Return on average assets (%)	1.3	1.1	1.1	1.1	1.0
i. Higher-than-expected allowances;	Return on average equity (%)	13.4	12.3	11.9	11.5	11.2
ii. Weaker-than-expected NIM;	Return on IEAs (%)	5.3	4.4	4.1	4.1	4.0
iii. Macroeconomic uncertainty and geo-political tensions.	Cost of funds (%)	3.3	2.6	2.3	2.3	2.3
	Net interest spread (%)	2.0	1.8	1.8	1.8	1.8
	Net interest margin (%)	2.3	2.0	1.9	1.9	1.8
	Non-interest income / total income (%)	32.6	37.4	38.9	39.3	39.5
	Cost to income ratio (%)	40.1	40.4	40.8	41.1	41.3
	Credit cost (bps)	18.2	18.5	21.6	22.7	23.5
<b>Company Profile</b>	<b>Balance sheet (SGDm)</b>	<b>Dec-24</b>	<b>Dec-25</b>	<b>Dec-26F</b>	<b>Dec-27F</b>	<b>Dec-28F</b>
OCBC is the second largest banking group in Singapore by asset size. It also has sizeable operations in Malaysia, Greater China, and Indonesia.	Total gross loans	319,166	341,120	358,176	376,085	394,889
	Other interest earning assets	117,621	130,674	134,555	138,630	142,830
	Total gross IEAs	436,787	471,794	492,731	514,715	537,719
	Total provisions	(4,331)	(4,467)	(4,600)	(4,700)	(4,800)
	Net loans to customers	314,835	336,653	353,576	371,385	390,089
	Total net IEAs	432,456	467,327	488,131	510,015	532,919
	Total non-IEAs	192,594	208,361	224,869	238,285	252,342
	Total assets	625,050	675,688	713,000	748,299	785,261
	Customer deposits	390,687	428,286	453,983	476,682	500,516
	Other interest-bearing liabilities	11,565	15,280	15,891	16,527	17,188
	Total IBLs	402,252	443,566	469,874	493,209	517,704
	Total non-IBLs	162,418	168,552	176,133	184,077	192,402
	Total liabilities	564,670	612,118	646,008	677,286	710,106
	Share capital	19,794	19,585	19,585	19,585	19,585
	Shareholders' equity	59,316	61,768	65,037	68,899	72,878
	Minority interests	1,064	1,126	1,280	1,437	1,600
	<b>Asset quality and capital</b>	<b>Dec-24</b>	<b>Dec-25</b>	<b>Dec-26F</b>	<b>Dec-27F</b>	<b>Dec-28F</b>
	Reported NPLs / gross cust loans (%)	0.9	0.9	0.9	0.9	0.9
	Total provisions / reported NPLs (%)	152.9	138.1	138.3	138.3	138.9
	CET-1 ratio (%)	16.0	15.7	15.7	16.2	16.6
	Tier-1 ratio (%)	16.0	15.7	15.7	16.2	16.6
	Total capital ratio (%)	17.7	17.3	17.2	17.6	18.0

Source: Company data, RHB

## Results At a Glance

Figure 1: OCBC – summary of 4Q25 and 2025 results

FYE Dec (SGDm)	4Q24	3Q25	4Q25	QoQ (%)	YoY (%)	2024	2025	YoY (%)	Comments:
<b>NII</b>	<b>2,455</b>	<b>2,226</b>	<b>2,296</b>	<b>3</b>	<b>(6)</b>	<b>9,755</b>	<b>9,150</b>	<b>(6)</b>	NIM compression more than offset the 8% growth in average assets
<i>NIM (%) - reported</i>	2.15%	1.84%	1.86%	2bps	-29bps	2.20%	1.91%	-29bps	QoQ NIM expansion on the back of lower funding cost
<b>Non-II</b>	<b>961</b>	<b>1,570</b>	<b>1,320</b>	<b>(16)</b>	<b>37</b>	<b>4,718</b>	<b>5,464</b>	<b>16</b>	
Net fee & commission income	517	683	602	(12)	16	1,970	2,411	22	2025 key growth drivers were wealth management (+34% YoY), investment banking (+32% YoY), brokerage (+36% YoY) and loans-related (+23% YoY)
Income from insurance	101	311	226	(27)	124	917	1,069	17	
Other non-II	343	576	492	(15)	43	1,831	1,984	8	YoY rise on stronger customer treasury income across wealth and corporate segments
<i>Non-II/total income (%)</i>	28.1%	41.4%	36.5%			32.6%	37.4%		
<b>Operating income</b>	<b>3,416</b>	<b>3,796</b>	<b>3,616</b>	<b>(5)</b>	<b>6</b>	<b>14,473</b>	<b>14,614</b>	<b>1</b>	
Overhead expenses	(1,560)	(1,519)	(1,559)	3	(0)	(5,742)	(5,882)	2	Overall under control with 2025 CIR of 40.2% - in line with the low-40% guidance
<i>CIR (%)</i>	45.7%	40.0%	43.1%			39.7%	40.2%		
<b>PIOP</b>	<b>1,856</b>	<b>2,277</b>	<b>2,057</b>	<b>(10)</b>	<b>11</b>	<b>8,731</b>	<b>8,732</b>	<b>0</b>	
Amortisation and impairments charges	(213)	(144)	(205)	42	(4)	(749)	(686)	(8)	2025 decline due to lower allowances for non-impaired assets (SGD130m vs FY24: SGD164m) while allowances for impaired assets were stable at SGD535m (FY24: SGD526m)
<i>Credit cost (bps)</i>	21	16	20			19	17		
<b>Operating profit</b>	<b>1,643</b>	<b>2,133</b>	<b>1,852</b>	<b>(13)</b>	<b>13</b>	<b>7,982</b>	<b>8,046</b>	<b>1</b>	
Associates	245	279	261	(6)	7	994	1,077	8	
<b>Pre-tax profit</b>	<b>1,888</b>	<b>2,412</b>	<b>2,113</b>	<b>(12)</b>	<b>12</b>	<b>8,976</b>	<b>9,123</b>	<b>2</b>	
<b>Net profit</b>	<b>1,687</b>	<b>1,978</b>	<b>1,745</b>	<b>(12)</b>	<b>3</b>	<b>7,587</b>	<b>7,422</b>	<b>(2)</b>	
<b>Other key data and ratios</b>									
Gross loans	319,166	327,000	341,120	4	7				YoY growth from domestic, Malaysia and rest of the world, and from both corporate and consumer segments
Customer deposits	390,687	410,596	428,286	4	10				Deposit growth led by CASA (+14%) across corporate, SME and consumer segments. CASA ratio ticked higher to 50.7% from 50.2% in 3Q25 (4Q24: 48.8%)
Non-performing loans	2,827	2,989	3,229	8	14				Higher QoQ due to downgrade of two corporate real estate accounts from special mention, as well as lower recoveries and writeoffs
Total assets	625,050	647,812	675,688	4	8				
Shareholders' funds	59,316	59,963	61,768	3	4				
ROAA (%)	1.35	1.46	1.25			1.53	1.37		
ROAE (%)	11.8	13.4	11.6			13.7	12.6		
LDR (%)	80.7	78.6	78.6						
NPL ratio (%)	0.9	0.9	0.9						
NPL coverage (%)	143	145	138						
CET-1 ratio (%)	15.3	15.0	15.1						

Source: Company data, RHB

## Management guidance

Figure 2: OCBC – management guidance and financial targets

	2024 achieved	2025 achieved	2025 guidance	2026 guidance	Comments
ROE	13.7%	12.6%	n.a.	n.a.	
NIM	2.20%	1.91%	c. 1.90%	Slight to moderate decline in NII	Dec 2025 NIM was 1.84%. OCBC guided for total income to be flat-to-slight growth while NII is expected to see a slight-to-moderate decline. FY26 average benchmark rate assumptions include: i) 3M SORA c.1.4%, ii) US FFR of 3.5%, and iii) 3M HIBOR of c. 2.8%.
Loan growth	8%	7%	Mid-single digit	Mid-single digit	
CIR	39.7%	40.2%	Low 40%	Low-to-mid 40%	
Credit cost	19bps	17bps	c. 20bps	20-25bps	Still early days and while management has given out a conservative guidance, it hopes to achieve better than guidance.
Dividend payout	Total 60%	Total 60%	Total 60%	50% ordinary payout	To complete the remaining balance of its SGD2.5bn capital return plan (SGD1.5bn in special dividends, which has been completed, and SGD1bn via share buybacks) by FY26. C.22% of the share buyback programme has been completed, and management plans to return any unutilised portion in special dividends.

Source: Company data, RHB

## Revisions to estimates

Our FY26-27F numbers have been updated to reflect the full-year FY25 results and OCBC's guidance for 2026. Overall, though, the revisions have not been material.

We have also assumed 50% of the SGD1bn share buyback plan is unutilised and returned via a special dividend of SGD0.11/share. This has lifted our FY26F DPS to SGD0.95 from SGD0.87, which translates to a payout ratio of c.57%.

Post the changes, we expect OCBC to post a small +2% YoY rise in FY26F PATMI, as compared to the 2% decline in FY25. This would be on the back of a stable effective tax rate vs the 3%-pt YoY increase in FY25 due to the adoption of the global minimum tax rate.

Figure 3: OCBC – revisions to forecasts

	Previous FY26F	Previous FY27F	Previous FY28F	Revised FY26F	Revised FY27F	Revised FY28F	% Change FY26F	% Change FY27F	% Change FY28F
<b>FYE Dec (SGDm)</b>									
NII	9,107	9,252	new	9,145	9,403	9,720	0%	2%	n.a.
Non-II	5,515	5,776	new	5,819	6,078	6,356	6%	5%	n.a.
Operating expenses	(5,973)	(6,212)	new	(6,078)	(6,342)	(6,617)	2%	2%	n.a.
PIOP	8,648	8,815	new	8,885	9,140	9,459	3%	4%	n.a.
Provision expenses	(742)	(753)	new	(781)	(860)	(931)	5%	14%	n.a.
Pre-tax profit	9,002	9,212	new	9,262	9,495	9,804	3%	3%	n.a.
<b>Net profit</b>	<b>7,499</b>	<b>7,674</b>	new	<b>7,534</b>	<b>7,724</b>	<b>7,975</b>	0%	1%	n.a.
EPS (SGD)	1.66	1.70	new	1.67	1.72	1.77	1%	1%	n.a.
DPS (SGD)	0.87	0.90	new	0.95	0.86	0.89	9%	-4%	n.a.
Loans growth (%)	5.0	5.0	new	5.0	5.0	5.0			
NIM (%)	1.95	1.89	new	1.90	1.87	1.85			
CIR (%)	40.9	41.3	new	40.6	41.0	41.2			
Credit cost (bps)	20	19	new	22	23	23			

Source: Company data, RHB

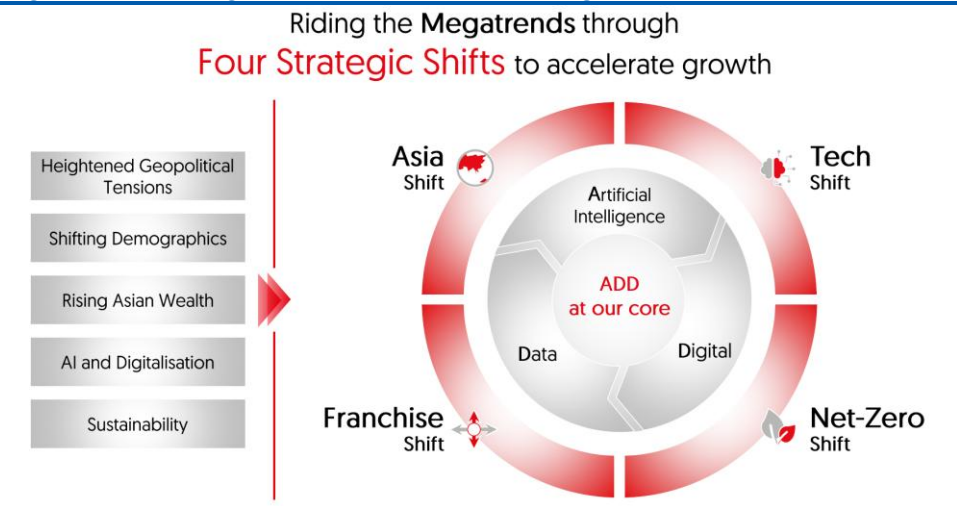
Figure 4: The Next Frontier to focus on high return, capital-light businesses

**We are forging ahead into  
The Next Frontier  
of growth**

- The Next Frontier will drive sustainable growth
- Expect stable to improving ROE, driven by a stronger focus on higher-returning businesses
- Maintain cost discipline with CIR at low to mid 40%

Source: Company data

Figure 5: Four strategic shifts to ride the identified megatrends



Source: Company data

Figure 6: Singapore-Hong Kong are key wealth hubs

**Asia Shift**

**Tap rising Asia trade, investment and wealth flows**

- Capture ASEAN–Greater China flows, leveraging OCBC’s regional network
  - “One-ASEAN” value proposition
- Capture rising Asian wealth flows through our SG–HK twin wealth hubs approach

Source: Company data

Figure 7: Tech spending to continue but will be paced out accordingly



Source: Company data

Figure 8: Green transition ambitions retained



Source: Company data

Figure 9: Deepen core market franchise to capture long-term growth



Source: Company data

Valuation and TP

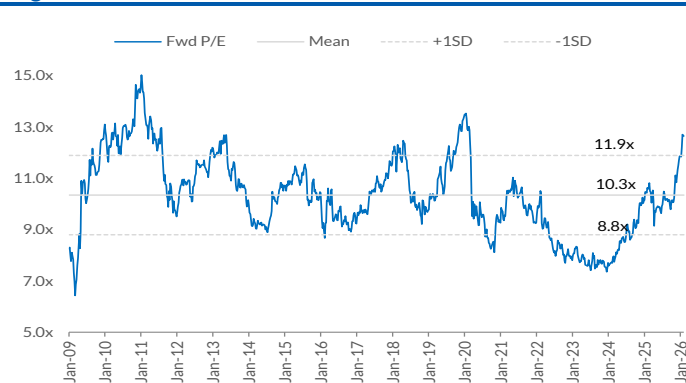
A mixture of liquidity inflows, resilient macroeconomic outlook, and stronger earnings momentum are all supportive of further valuation multiple expansion, in our view. Hence, we lift our TP to SGD23.45 from SGD21.30 after reducing our cost of equity assumption to 9% from 9.5%, coupled with assuming a higher ROE of 12.5% (from 12.25%). Consequently, our GGM-derived fair P/BV is raised to 1.58x from 1.42x and our intrinsic value is revised up to SGD22.95 (from SGD20.84). Our TP includes an unchanged 2% ESG premium, based on its ESG score of 3.2 (vs the 3.1 country median) and our proprietary in-house methodology.

Figure 10: OCBC - GGM valuation

<b>Cost of equity (COE) computation:</b>		Sustainable ROE (%)	12.5
Risk free rate (%)	2.75	COE (%)	9.0
Equity premium (%)	6.25	Long-term growth (g)	3.0
Beta (x)	1.0	Implied P/BV (x)	1.58
Cost of equity - CAPM (%)	9.0	BVPS	SGD14.49
		Intrinsic value	SGD22.95
ESG premium/(discount) (%)	2.0	ESG premium/(discount)	SGD0.46
		<b>TP (rounded)</b>	<b>SGD23.45</b>

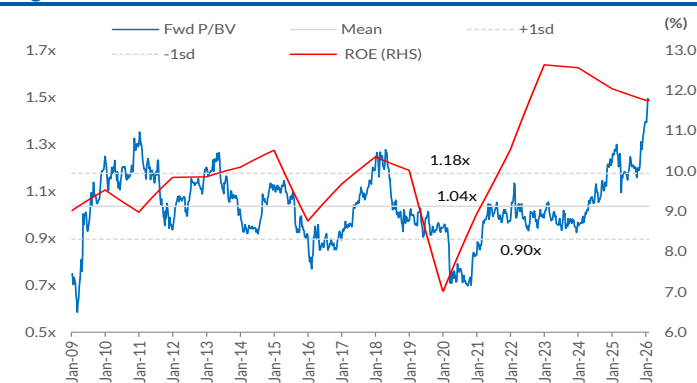
Source: Company data, RHB

Figure 11: OCBC's 12-month forward consensus P/E



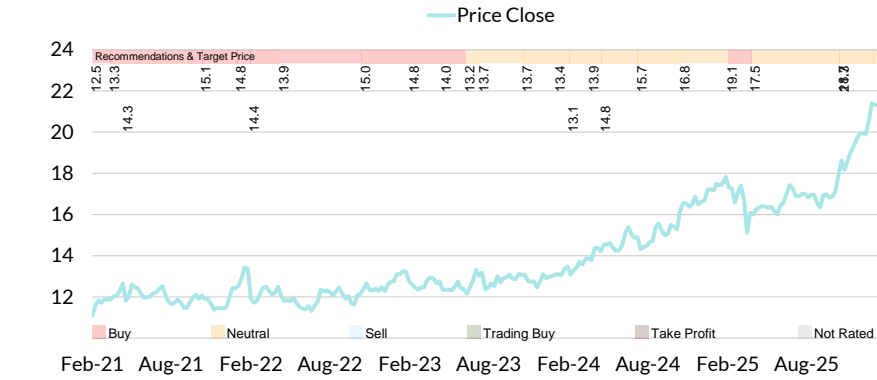
Source: Bloomberg, RHB

Figure 12: OCBC's 12-month forward consensus P/BV



Source: Bloomberg, RHB

## Recommendation Chart



Source: RHB, Bloomberg

Date	Recommendation	Target Price	Price
2026-01-27	Neutral	21.3	21.4
2025-11-09	Neutral	18.7	17.8
2025-08-04	Neutral	17.5	16.9
2025-04-21	Neutral	17.5	16.3
2025-02-27	Buy	19.1	17.4
2024-11-10	Neutral	16.8	16.1
2024-08-04	Neutral	15.7	14.8
2024-05-13	Neutral	14.8	14.3
2024-04-16	Neutral	13.9	13.5
2024-03-21	Neutral	13.1	13.6
2024-02-28	Neutral	13.1	13.0
2024-01-28	Neutral	13.4	13.0
2023-11-13	Neutral	13.7	13.0
2023-08-06	Neutral	13.7	12.9
2023-07-04	Neutral	13.2	12.4

Source: RHB, Bloomberg

## RHB Guide to Investment Ratings

<b>Buy:</b>	Share price may exceed 10% over the next 12 months
<b>Trading Buy:</b>	Share price may exceed 15% over the next 3 months, however longer-term outlook remains uncertain
<b>Neutral:</b>	Share price may fall within the range of +/- 10% over the next 12 months
<b>Take Profit:</b>	Target price has been attained. Look to accumulate at lower levels
<b>Sell:</b>	Share price may fall by more than 10% over the next 12 months
<b>Not Rated:</b>	Stock is not within regular research coverage

### Investment Research Disclaimers

RHB has issued this report for information purposes only. This report is intended for circulation amongst RHB and its affiliates' clients generally or such persons as may be deemed eligible by RHB to receive this report and does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive this report. This report is not intended, and should not under any circumstances be construed as, an offer or a solicitation of an offer to buy or sell the securities referred to herein or any related financial instruments.

This report may further consist of, whether in whole or in part, summaries, research, compilations, extracts or analysis that has been prepared by RHB's strategic, joint venture and/or business partners. No representation or warranty (express or implied) is given as to the accuracy or completeness of such information and accordingly investors should make their own informed decisions before relying on the same.

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to the applicable laws or regulations. By accepting this report, the recipient hereof (i) represents and warrants that it is lawfully able to receive this document under the laws and regulations of the jurisdiction in which it is located or other applicable laws and (ii) acknowledges and agrees to be bound by the limitations contained herein. Any failure to comply with these limitations may constitute a violation of applicable laws.

All the information contained herein is based upon publicly available information and has been obtained from sources that RHB believes to be reliable and correct at the time of issue of this report. However, such sources have not been independently verified by RHB and/or its affiliates and this report does not purport to contain all information that a prospective investor may require. The opinions expressed herein are RHB's present opinions only and are subject to change without prior notice. RHB is not under any obligation to update or keep current the information and opinions expressed herein or to provide the recipient with access to any additional information. Consequently, RHB does not guarantee, represent or warrant, expressly or impliedly, as to the adequacy, accuracy, reliability, fairness or completeness of the information and opinion contained in this report. Neither RHB (including its officers, directors, associates, connected parties, and/or employees) nor does any of its agents accept any liability for any direct, indirect or consequential losses, loss of profits and/or damages that may arise from the use or reliance of this research report and/or further communications given in relation to this report. Any such responsibility or liability is hereby expressly disclaimed.

Whilst every effort is made to ensure that statement of facts made in this report are accurate, all estimates, projections, forecasts, expressions of opinion and other subjective judgments contained in this report are based on assumptions considered to be reasonable and must not be construed as a representation that the matters referred to therein will occur. Different assumptions by RHB or any other source may yield substantially different results and recommendations contained on one type of research product may differ from recommendations contained in other types of research. The performance of currencies may affect the value of, or income from, the securities or any other financial instruments referenced in this report. Holders of depositary receipts backed by the securities discussed in this report assume currency risk. Past performance is not a guide to future performance. Income from investments may fluctuate. The price or value of the investments to which this report relates, either directly or indirectly, may fall or rise against the interest of investors.

This report may contain comments, estimates, projections, forecasts and expressions of opinion relating to macroeconomic research published by RHB economists of which should not be considered as investment ratings/advice and/or a recommendation by such economists on any securities discussed in this report.

This report does not purport to be comprehensive or to contain all the information that a prospective investor may need in order to make an investment decision. The recipient of this report is making its own independent assessment and decisions regarding any securities or financial instruments referenced herein. Any investment discussed or recommended in this report may be unsuitable for an investor depending on the investor's specific investment objectives and financial position. The material in this report is general information intended for recipients who understand the risks of investing in financial instruments. This report does not take into account whether an investment or course of action and any associated risks are suitable for the recipient. Any recommendations contained in this report must therefore not be relied upon as investment advice based on the recipient's personal circumstances. Investors should make their own independent evaluation of the information contained herein, consider their own investment objective, financial situation and particular needs and seek their own financial, business, legal, tax and other advice regarding the appropriateness of investing in any securities or the investment strategies discussed or recommended in this report.

This report may contain forward-looking statements which are often but not always identified by the use of words such as "believe", "estimate", "intend" and "expect" and statements that an event or result "may", "will" or "might" occur or be achieved and other similar expressions. Such forward-looking statements are based on assumptions made and information currently available to RHB and are subject to known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievement to be materially different from any future results, performance or achievement, expressed or implied by such forward-looking statements. Caution should be taken with respect to such statements and recipients of this report should not place undue reliance on any such forward-looking statements. RHB expressly disclaims any obligation to update or revise any forward-looking statements, whether as a result of new information, future events or circumstances after the date of this publication or to reflect the occurrence of unanticipated events.

The use of any website to access this report electronically is done at the recipient's own risk, and it is the recipient's sole responsibility to take precautions to ensure that it is free from viruses or other items of a destructive nature. This report may also provide the addresses of, or contain hyperlinks to, websites. RHB takes no responsibility for the content contained therein. Such addresses or hyperlinks (including addresses or hyperlinks to RHB own website material) are provided solely for the recipient's convenience. The information and the content of the linked site do not in any way form part of this report. Accessing such website or following such link through the report or RHB website shall be at the recipient's own risk.

This report may contain information obtained from third parties. Third party content providers do not guarantee the accuracy, completeness, timeliness or availability of any information and are not responsible for any errors or omissions (negligent or otherwise), regardless of the cause, or for the results obtained from the use of such content. Third party content providers give no express or implied warranties, including, but not limited to, any warranties of merchantability or fitness for a particular purpose or use. Third party content providers shall not be liable for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including lost income or profits and opportunity costs) in connection with any use of their content.

The research analysts responsible for the production of this report hereby certifies that the views expressed herein accurately and exclusively reflect his or her personal views and opinions about any and all of the issuers or securities analysed in this report and were prepared independently and autonomously. The research analysts that authored this report are precluded by RHB in all circumstances from trading in the securities or other financial instruments referenced in the report, or from having an interest in the company(ies) that they cover.

The contents of this report is strictly confidential and may not be copied, reproduced, published, distributed, transmitted or passed, in whole or in part, to any other person without the prior express written consent of RHB and/or its affiliates. This report has been delivered to RHB and its affiliates' clients for information purposes only and upon the express understanding that such parties will use it only for the purposes set forth above. By electing to view or accepting a copy of this report, the recipients have agreed that they will not print, copy, videotape, record, hyperlink, download, or otherwise attempt to reproduce or re-transmit (in any form including hard copy or electronic distribution format) the contents of this report. RHB and/or its affiliates accepts no liability whatsoever for the actions of third parties in this respect.

The contents of this report are subject to copyright. Please refer to Restrictions on Distribution below for information regarding the distributors of this report. Recipients must not reproduce or disseminate any content or findings of this report without the express permission of RHB and the distributors.

The securities mentioned in this publication may not be eligible for sale in some states or countries or certain categories of investors. The recipient of this report should have regard to the laws of the recipient's place of domicile when contemplating transactions in the securities or other financial instruments referred to herein. The securities discussed in this report may not have been registered in such jurisdiction. Without prejudice to the foregoing, the recipient is to note that additional disclaimers, warnings or qualifications may apply based on geographical location of the person or entity receiving this report.

The term "RHB" shall denote, where appropriate, the relevant entity distributing or disseminating the report in the particular jurisdiction referenced below, or, in every other case, RHB Investment Bank Berhad and its affiliates, subsidiaries and related companies.

### RESTRICTIONS ON DISTRIBUTION

#### Malaysia

This report is issued and distributed in Malaysia by RHB Investment Bank Berhad ("RHBIB"). The views and opinions in this report are our own as of the date hereof and is subject to change. If the Financial Services and Markets Act of the United Kingdom or the rules of the Financial Conduct Authority apply to a recipient, our obligations owed to such recipient therein are unaffected. RHBIB has no obligation to update its opinion or the information in this report.

#### Indonesia

This report is issued and distributed in Indonesia by PT RHB Sekuritas Indonesia. This research does not constitute an offering document and it should not be construed as an offer of securities in Indonesia. Any securities offered or sold, directly or indirectly, in Indonesia or to any Indonesian citizen or corporation (wherever located) or to any

Indonesian resident in a manner which constitutes a public offering under Indonesian laws and regulations must comply with the prevailing Indonesian laws and regulations.

#### Singapore

This report is issued and distributed in Singapore by RHB Bank Berhad (through its Singapore branch) which is an exempt capital markets services entity and an exempt financial adviser regulated by the Monetary Authority of Singapore. RHB Bank Berhad (through its Singapore branch) may distribute reports produced by its respective foreign entities, affiliates or other foreign research houses pursuant to an arrangement under Regulation 32C of the Financial Advisers Regulations. Where the report is distributed in Singapore to a person who is not an Accredited Investor, Expert Investor or an Institutional Investor, RHB Bank Berhad (through its Singapore branch) accepts legal responsibility for the contents of the report to such persons only to the extent required by law. Singapore recipients should contact RHB Bank Berhad (through its Singapore branch) in respect of any matter arising from or in connection with the report.

#### United States

This report was prepared by RHB is meant for distribution solely and directly to "major" U.S. institutional investors as defined under, and pursuant to, the requirements of Rule 15a-6 under the U.S. Securities and Exchange Act of 1934, as amended (the "Exchange Act") via a registered U.S. broker-dealer as appointed by RHB from time to time. Accordingly, any access to this report via Bursa Marketplace or any other Electronic Services Provider is not intended for any party other than "major" US institutional investors (via a registered U.S broker-dealer), nor shall be deemed as solicitation by RHB in any manner. RHB is not registered as a broker-dealer in the United States and currently has not appointed a U.S. broker-dealer. Additionally, RHB does not offer brokerage services to U.S. persons. Any order for the purchase or sale of all securities discussed herein must be placed with and through a registered U.S. broker-dealer as appointed by RHB from time to time as required by the Exchange Act Rule 15a-6. For avoidance of doubt, RHB reiterates that it has not appointed any U.S. broker-dealer during the issuance of this report. This report is confidential and not intended for distribution to, or use by, persons other than the recipient and its employees, agents and advisors, as applicable. Additionally, where research is distributed via Electronic Service Provider, the analysts whose names appear in this report are not registered or qualified as research analysts in the United States and are not associated persons of any registered U.S. broker-dealer as appointed by RHB from time to time and therefore may not be subject to any applicable restrictions under Financial Industry Regulatory Authority ("FINRA") rules on communications with a subject company, public appearances and personal trading. Investing in any non-U.S. securities or related financial instruments discussed in this research report may present certain risks. The securities of non-U.S. issuers may not be registered with, or be subject to the regulations of, the U.S. Securities and Exchange Commission. Information on non-U.S. securities or related financial instruments may be limited. Foreign companies may not be subject to audit and reporting standards and regulatory requirements comparable to those in the United States. The financial instruments discussed in this report may not be suitable for all investors. Transactions in foreign markets may be subject to regulations that differ from or offer less protection than those in the United States.

#### DISCLOSURE OF CONFLICTS OF INTEREST

RHB Investment Bank Berhad, its subsidiaries (including its regional offices) and associated companies, ("RHBIB Group") form a diversified financial group, undertaking various investment banking activities which include, amongst others, underwriting, securities trading, market making and corporate finance advisory.

As a result of the same, in the ordinary course of its business, any member of the RHBIB Group, may, from time to time, have business relationships with, hold any positions in the securities and/or capital market products (including but not limited to shares, warrants, and/or derivatives), trade or otherwise effect transactions for its own account or the account of its customers or perform and/or solicit investment, advisory or other services from any of the subject company(ies) covered in this research report.

While the RHBIB Group will ensure that there are sufficient information barriers and internal controls in place where necessary, to prevent/manage any conflicts of interest to ensure the independence of this report, investors should also be aware that such conflict of interest may exist in view of the investment banking activities undertaken by the RHBIB Group as mentioned above and should exercise their own judgement before making any investment decisions.

In Singapore, investment research activities are conducted under RHB Bank Berhad (through its Singapore branch), and the disclaimers above similarly apply.

#### Malaysia

Save as disclosed in the following link [RHB Research Conflict Disclosures Feb 2026](#) and to the best of our knowledge, RHBIB hereby declares that:

- RHBIB does not have a financial interest in the securities or other capital market products of the subject company(ies) covered in this report.
- RHBIB is not a market maker in the securities or capital market products of the subject company(ies) covered in this report.
- None of RHBIB's staff or associated person serve as a director or board member\* of the subject company(ies) covered in this report

*\*For the avoidance of doubt, the confirmation is only limited to the staff of research department*

- RHBIB did not receive compensation for investment banking or corporate finance services from the subject company in the past 12 months.
- RHBIB did not receive compensation or benefit (including gift and special cost arrangement e.g. company/issuer-sponsored and paid trip) in relation to the production of this report.

#### Indonesia

Save as disclosed in the following link [RHB Research Conflict Disclosures Feb 2026](#) and to the best of our knowledge, PT RHB Sekuritas Indonesia hereby declares that:

- PT RHB Sekuritas Indonesia and its investment analysts, does not have any interest in the securities of the subject company(ies) covered in this report. For the avoidance of doubt, interest in securities include the following:
  - Holding directly or indirectly, individually or jointly own/hold securities or entitled for dividends, interest or proceeds from the sale or exercise of the subject company's securities covered in this report\*;
  - Being bound by an agreement to purchase securities or has the right to transfer the securities or has the right to pre subscribe the securities\*.
  - Being bound or required to buy the remaining securities that are not subscribed/placed out pursuant to an Initial Public Offering\*.
  - Managing or jointly with other parties managing such parties as referred to in (a), (b) or (c) above.
- PT RHB Sekuritas Indonesia is not a market maker in the securities or capital market products of the subject company(ies) covered in this report.
- None of PT RHB Sekuritas Indonesia's staff\*\* or associated person serve as a director or board member\* of the subject company(ies) covered in this report.
- PT RHB Sekuritas Indonesia did not receive compensation for investment banking or corporate finance services from the subject company in the past 12 months.
- PT RHB Sekuritas Indonesia\*\* did not receive compensation or benefit (including gift and special cost arrangement e.g. company/issuer-sponsored and paid trip) in relation to the production of this report:

Notes:

\*The overall disclosure is limited to information pertaining to PT RHB Sekuritas Indonesia only.

\*\*The disclosure is limited to Research staff of PT RHB Sekuritas Indonesia only.

#### Singapore

Save as disclosed in the following link [RHB Research Conflict Disclosures Feb 2026](#) and to the best of our knowledge, the Singapore Research department of RHB Bank Berhad (through its Singapore branch) hereby declares that:

- RHB Bank Berhad, its subsidiaries and/or associated companies do not make a market in any issuer covered by the Singapore research analysts in this report.
- RHB Bank Berhad, its subsidiaries and/or its associated companies and its analysts do not have a financial interest (including a shareholding of 1% or more) in the issuer covered by the Singapore research analysts in this report.
- RHB Bank Berhad's Singapore research staff or connected persons do not serve on the board or trustee positions of the issuer covered by the Singapore research analysts in this report.
- RHB Bank Berhad, its subsidiaries and/or its associated companies do not have and have not within the last 12 months had any corporate finance advisory relationship with the issuer covered by the Singapore research analysts in this report or any other relationship that may create a potential conflict of interest.
- RHB Bank Berhad, or person associated or connected to it do not have any interest in the acquisition or disposal of, the securities, specified securities based derivatives contracts or units in a collective investment scheme covered by the Singapore research analysts in this report.
- RHB Bank Berhad's Singapore research analysts do not receive any compensation or benefit in connection with the production of this research report or recommendation on the issuer covered by the Singapore research analysts.

#### Analyst Certification

The analyst(s) who prepared this report, and their associates hereby, certify that:

(1) they do not have any financial interest in the securities or other capital market products of the subject companies mentioned in this report, except for:

Analyst	Company
-	-

(2) no part of his or her compensation was, is or will be directly or indirectly related to the specific recommendations or views expressed in this report.



#### **KUALA LUMPUR**

**RHB Investment Bank Bhd**  
Level 3A, Tower One, RHB Centre  
Jalan Tun Razak  
Kuala Lumpur 50400  
Malaysia  
Tel : +603 2302 8100  
Fax : +603 2302 8134

#### **JAKARTA**

**PT RHB Sekuritas Indonesia**  
Revenue Tower, 11th Floor, District 8 - SCBD  
Jl. Jendral Sudirman Kav 52-53  
Jakarta 12190  
Indonesia  
Tel : +6221 5093 9888  
Fax : +6221 5093 9777

#### **SINGAPORE**

**RHB Bank Berhad (Singapore branch)**  
90 Cecil Street  
#04-00 RHB Bank Building  
Singapore 069531  
Fax: +65 6509 0470