



# Singapore Exchange Limited FY 2008 Half Year Financial Results

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## Highlights

## Highlights – 1H FY08 vs 1H FY07



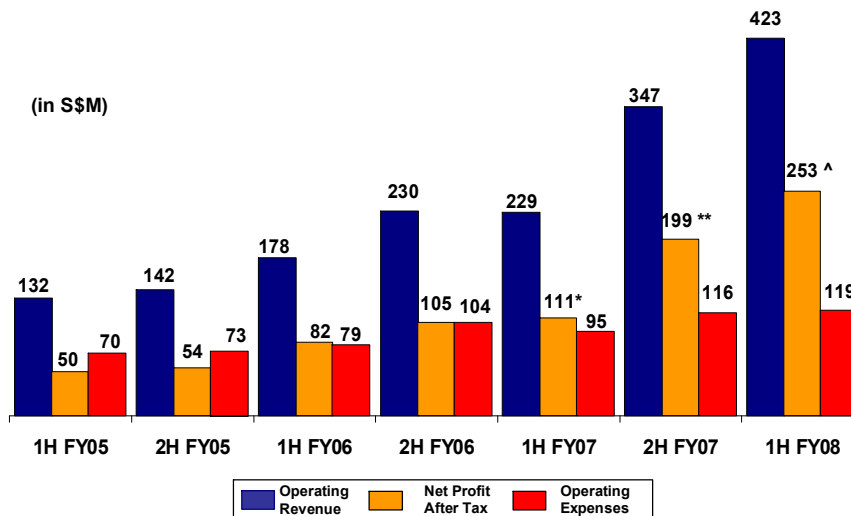
- **Securities market**
  - Securities Revenue: ↑ 133.5% to \$263.1M
    - SDAV: ↑ 127.5% to \$2.48B
- **Derivatives market**
  - Derivatives Clearing revenue: ↑ 39.8% to \$75.9M
    - Futures volume: ↑ 39.3% to 24.2M
    - Structured warrants trading value: ↑ 115.1% to \$17.4B
- **Stable revenue**
  - ↑ 36.3% to \$84.2M
    - More corporate actions and listings
- **1H FY08 base dividend payout: 6.0 cents**

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## Financial Highlights



(in S\$M)



\* Excludes write-back of allowance for impairment on SGX Centre

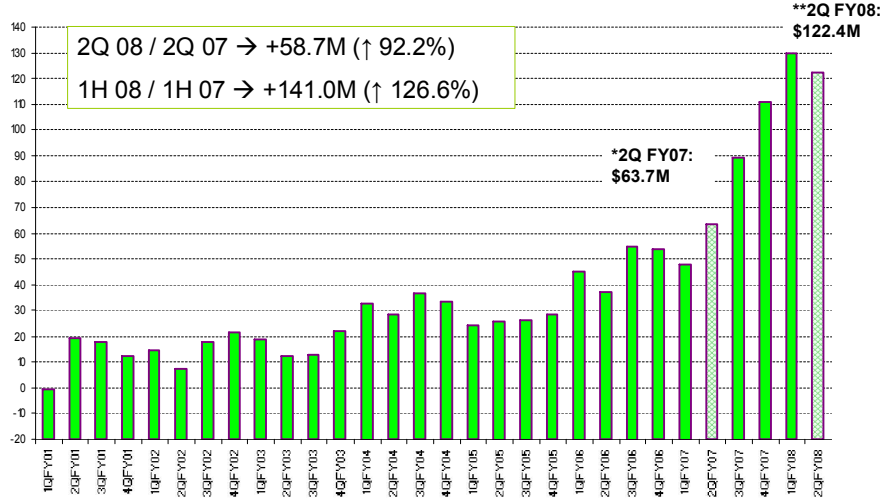
\*\* Excludes net gain on disposal of SGX Centre

^ Excludes the \$34 million contribution from SGX-DT Compensation Fund upon its expiry

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# Quarterly Profit Since Listing

NPAT (\$ million)



\* Exclude \$45 million write back of allowance for impairment on SGX Centre  
 \*\* Exclude \$34 million distribution from SGX DT-Compensation Fund upon its expiry

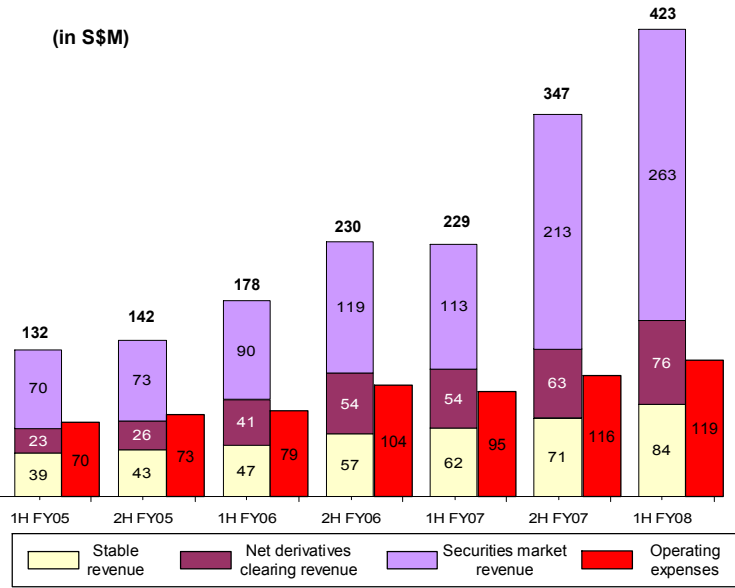
# Financial Review



# Operating Leverage



(in S\$M)



**Coverage of operating expenses by stable revenue & derivatives**

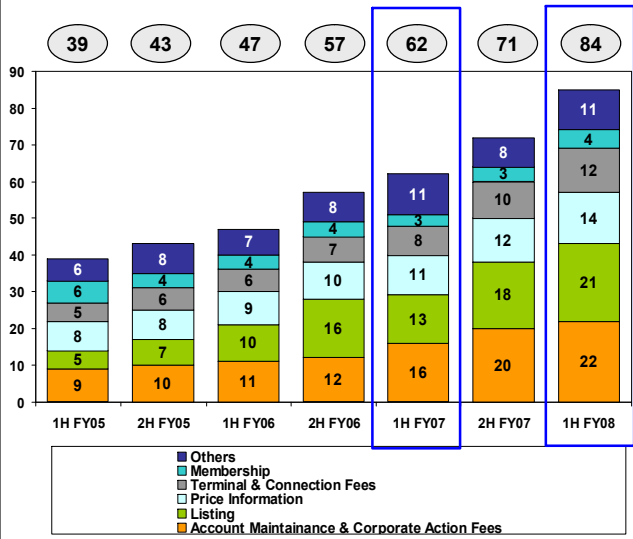
- 1H FY08 – 134%
- 2H FY07 – 115%
- 1H FY07 – 122%
- 2H FY06 – 107%
- 1H FY06 – 111%
- 2H FY05 – 95%
- 1H FY05 – 88%

# Stable Revenue



(in S\$M)

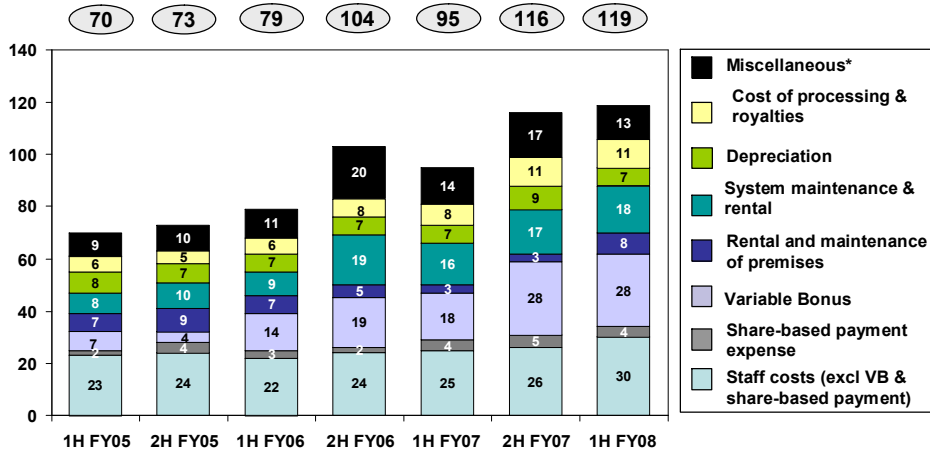
Continued growth in stable revenues ...



- ✓ Higher SGXAccess connection income
- ✓ Higher number of subscribers from SGX SecuritiesBook and derivatives datafeed
- ✓ Higher initial & annual listing fees
- ✓ Corporate action activities

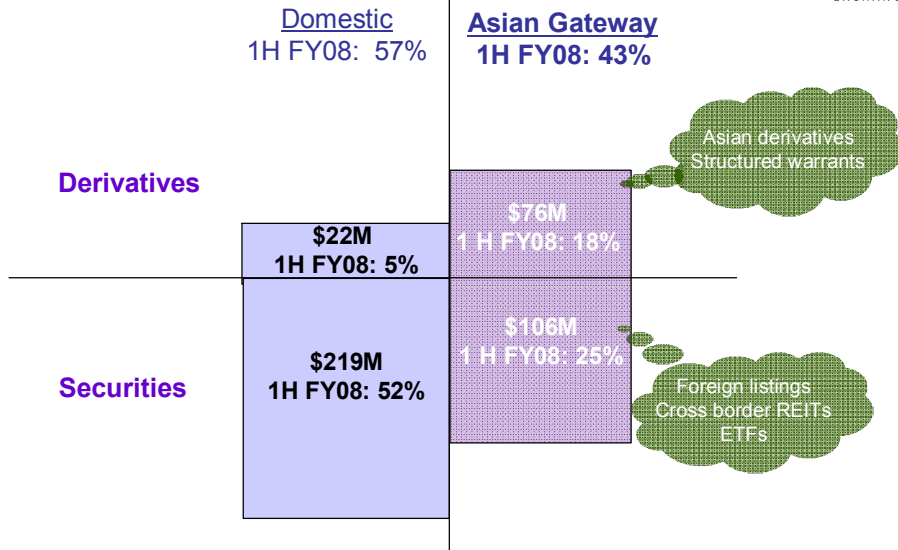
# Operating Expenses

(In S\$M)



\* includes professional fees, marketing & travelling, communication charges, fees to MAS for transfer of participant supervision function, provision for surplus leased premises and other operating expenses

# Asian Gateway



Based on internal estimates

## Performance at a Glance



	FY2005	FY2006	FY2007	1H FY2008
Return on Equity <sup>^</sup>	22.0%	32.0%	37.5%	34.8%*
Cost-to-Income	52.1%	45.1%	36.6%	28.1%
Net Profit Margin <sup>^</sup>	37.6%	44.6%	52.5%	58.9%
Total Shareholder Return	43.9%	71.0%	184.3%	40.3%*
Regular dividend (Net)	<b>8.5</b>	<b>16.2</b>	<b>36.0</b>	<b>6.0**</b>
- Base (cents per share)	6.0	6.0	8.0	6.0
- Variable (cents per share)	2.5	10.2	28.0	-

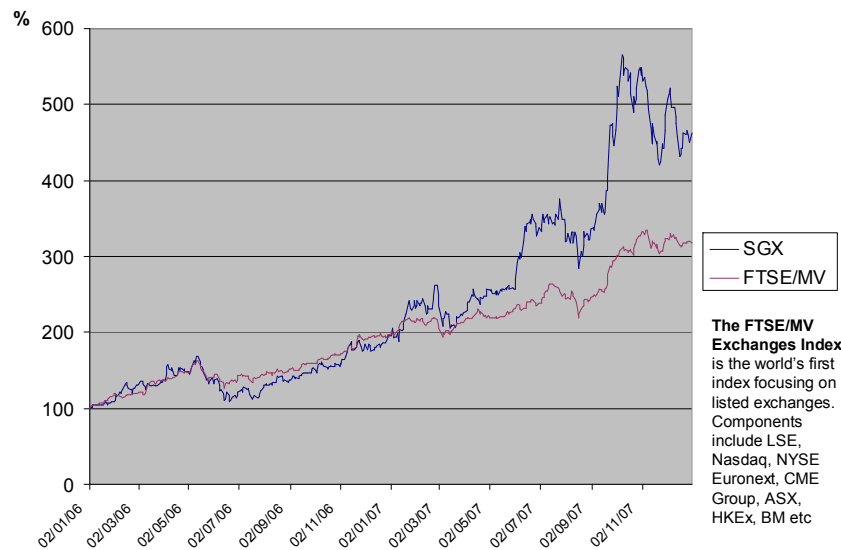
<sup>^</sup> Excludes write-back of allowance for impairment and gain on disposal of SGX Centre

\* Half-yearly figure

\*\* Includes interim dividend of 3.0 cents per share declared for 2Q FY2008

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## SGX share price performance

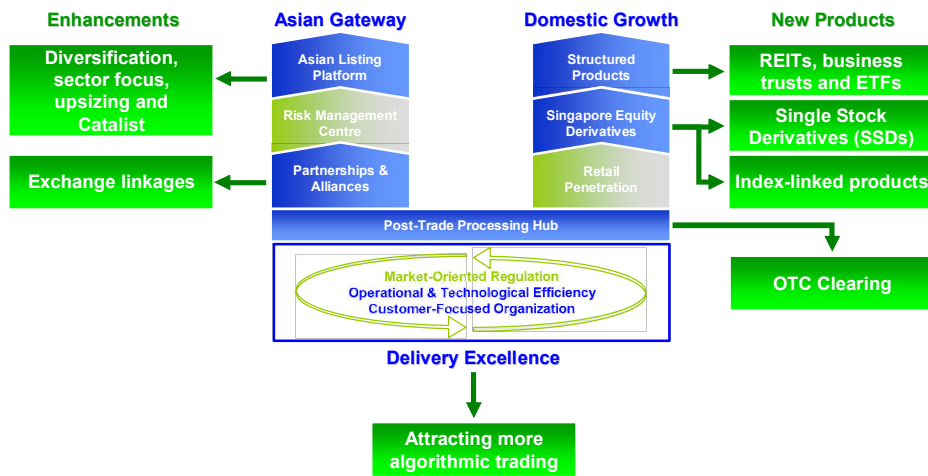


\* Source: Bloomberg

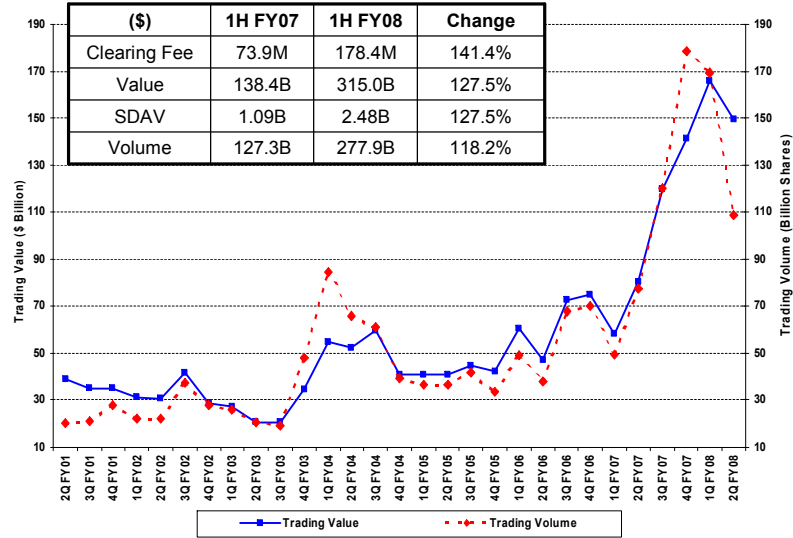
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# Business Update

## Building An Enduring Marketplace

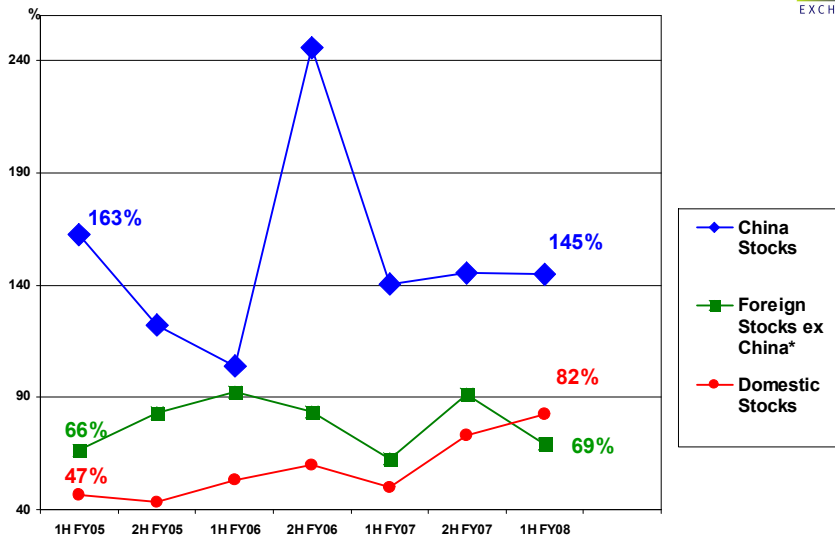


# Securities Trading Performance



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# Turnover Velocity



As at end Dec 2007

\* Excludes Jardine Matheson Holdings and Jardine Strategic Holdings

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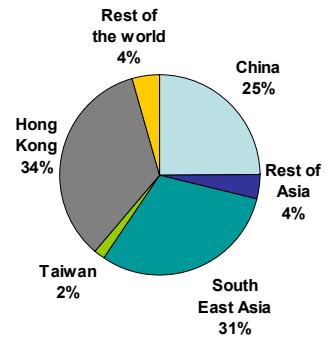
# Geographical Diversification



## More Foreign IPOs in 1H FY08

	1H FY07	2H FY07	1H FY08
Total New Listings	28	21	44
IPO Mkt Cap (\$B)	13.0	8.9	14.7
New Foreign Listings	22 (8 China)	13 (8 China)	32 (22 China)
IPO Mkt Cap (\$B)	10.8	7.5	11.7

## Geographical Breakdown of 284 foreign companies by mkt cap

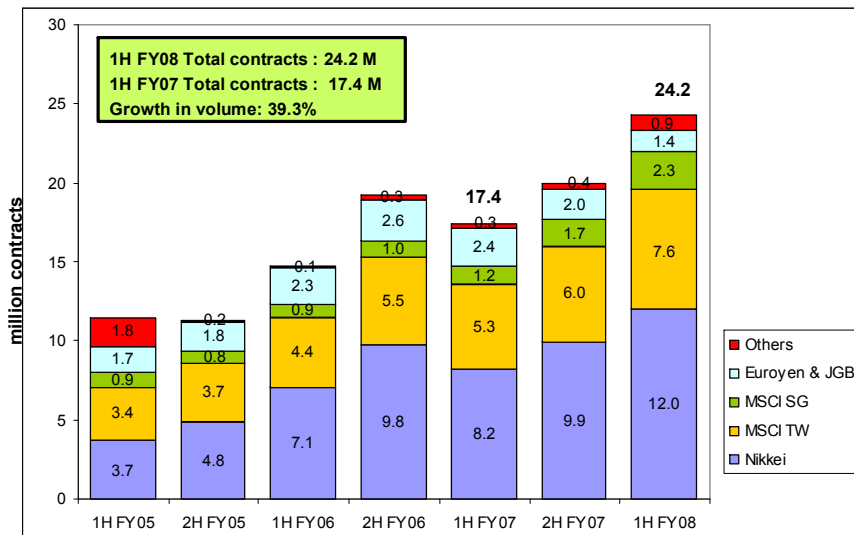


The above figures include RTOs and exclude GDRs

As at end Dec 07

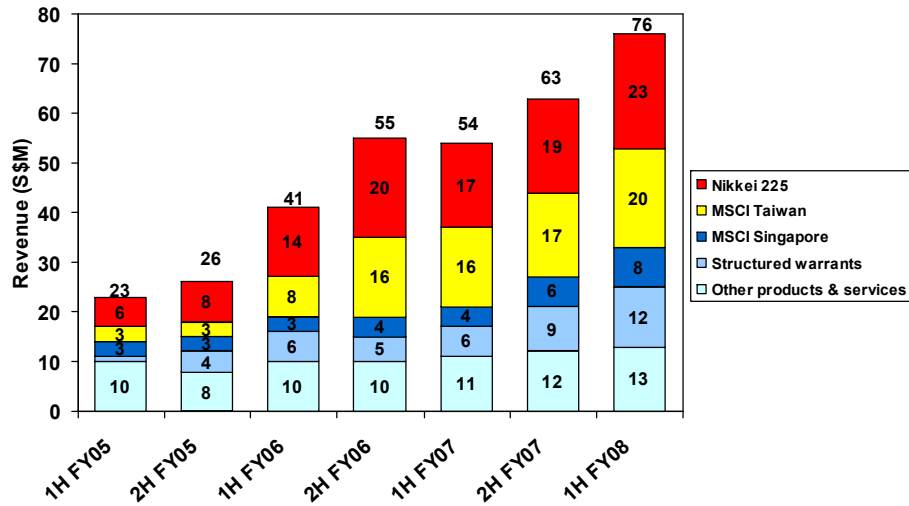
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# Futures Trading Performance



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## Revenue Growth of SGX Derivatives

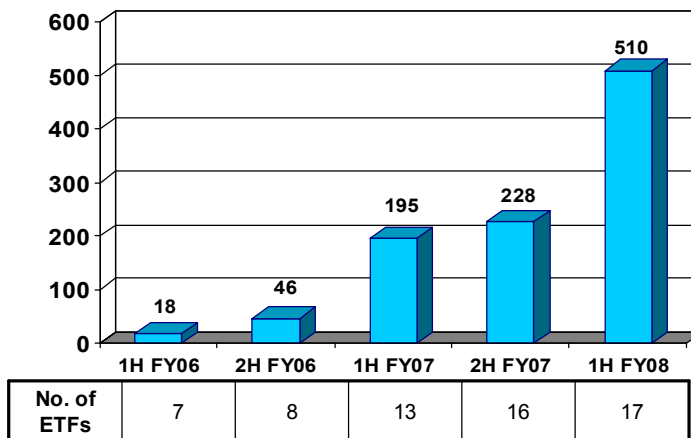


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## Exchange Traded Funds

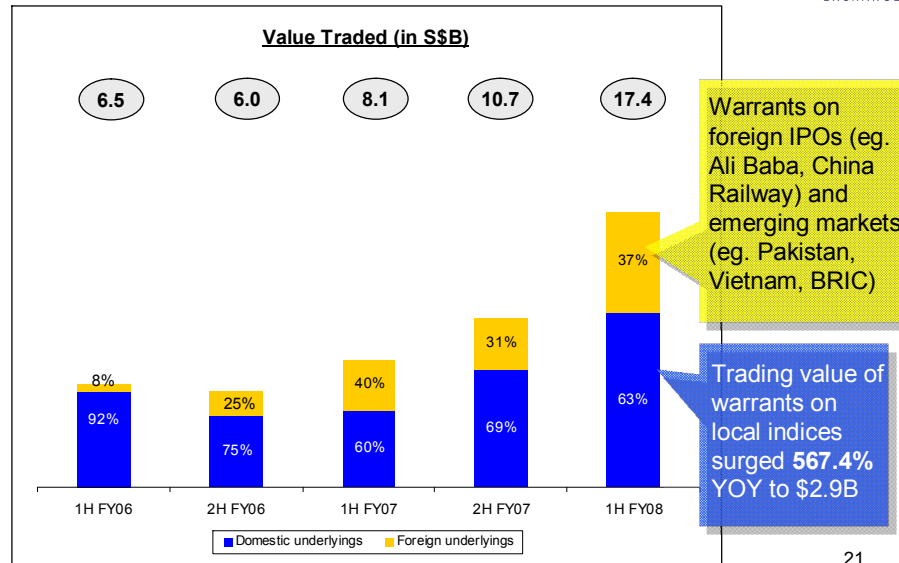


Value traded of SGX-listed ETFs (US\$M)

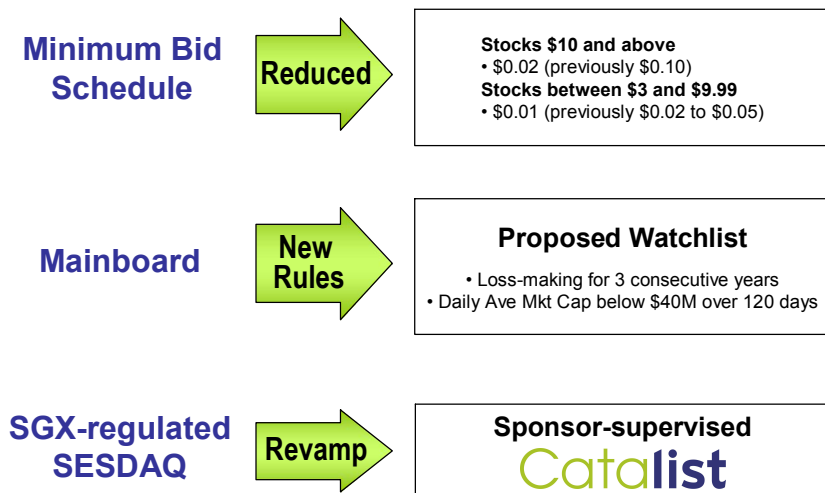


Currently SGX-listed ETFs offer exposure to the following regions & asset classes:  
**Greater China, India, Japan, Korea, ASEAN, Gold, Commodities**

## Structured Warrants



## Marketplace Enhancements

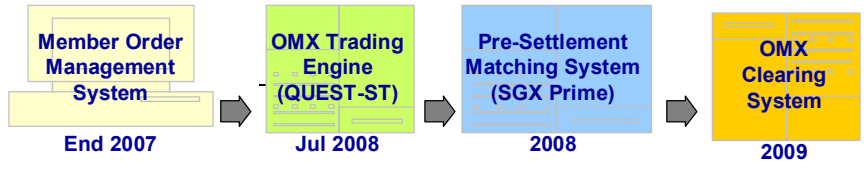


# Technology Refresh

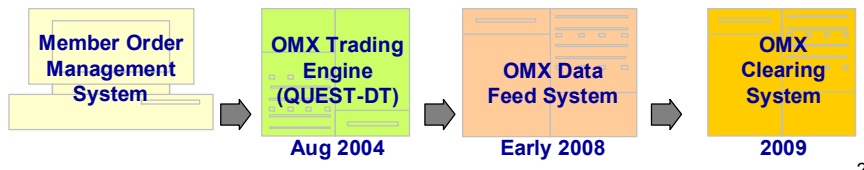
Replacing our key IT components in phases...



## Securities Trading

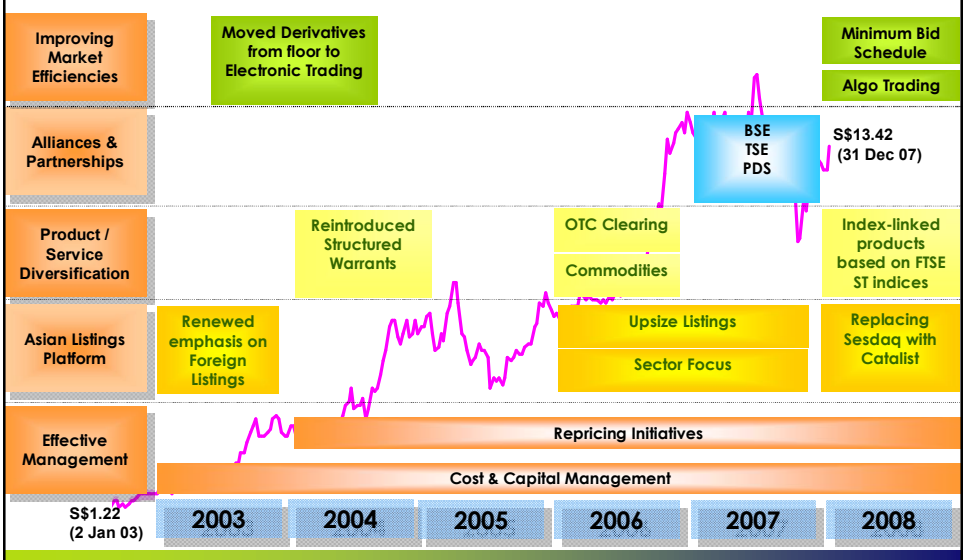


## Derivatives Trading



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# Structural Transformation



## Summary



- ✓ **Asian Listings Platform**
  - More foreign listings and geographical diversity
  - Catalyst and sector focus
- ✓ **Domestic Derivatives**
  - Investment Warrants and Single Stock Derivatives (SSDs)
  - Index-linked products based on new FTSE ST series
- ✓ **Improving Market Efficiencies**
  - Minimum bid schedule
  - Technology refresh
  - Preparation for algorithmic trading
- ✓ **Other Developments**
  - SGX AsiaClear and JADE
  - Collaboration with Philippine Dealing System Holdings Corp (PDS)
- ✓ **Effective Management**
  - Continued focus on cost and capital management