COMPANY UPDATE

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KCC Corporation (002380)

1Q review: Profitability softens but asset value rebounds

- KCC reported a 1Q operating profit of KRW88.1b, up 33% q-q but 10% below consensus of KRW97.5b due primarily to weaker-than-expected profitability in the silicon and coatings segments.
- We cut our target price for the stock by 7% to reflect downward revision to our EBITDA estimate. However, with price increases set to improve margins from 2Q onward and asset values surging again, we maintain our BUY rating.

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AT A GLANCE

BUY

Target price	KRW800,000	28.4%
Current price	**KRW623,000**	
Market cap	KRW5.5t/USD3.8b	
Shares (float)	8,592,896 (48.2%)	
52-week high/low	KRW680,000/KRW250,000	
Avg daily trading value (60-day)	KRW21.0b/ USD14.4m	

ONE-YEAR PERFORMANCE

	1M	6M	12M
KCC Corporation (%)	36.3	48.7	146.7
Vs Kospi (%pts)	0.6	-18.9	-14.5

KEY CHANGES

(KRW)	New	Old	Diff
Recommend.	BUY	BUY	
Target price	800,000	860,000	-7.0%
2026E EPS	152,461	152,461	0.0%
2027E EPS	20,626	20,626	0.0%

SAMSUNG vs THE STREET

No of estimates	5
Target price	686,400
Recommendation	4.0

※ Rating: 4 < → BUY, 3 = HOLD, 2 > → SELL

WHAT'S THE STORY?

View-Asset value momentum to strengthen in 2H: We cut our target price for KCC by 7% to KRW800,000 (based on SOTP valuation), as we revise down our 12-month EBITDA forecast from KRW0.87t to KRW0.84t to reflect rising input costs following the Middle East conflict. While the silicon segment's profitability decline is disappointing, recent asset value appreciation—led by Samsung C&T's share price surge—has significantly increased the market value of KCC's listed equity holdings. From KRW5.2t at end-1Q, the value has jumped 44% to KRW7.5t as of May 6. Notably, during the 1Q shareholder meeting, KCC signaled intentions to divest certain non-core assets and announced plans to cancel 13.2% of its 17.2% treasury shares. These actions suggest that asset value momentum will gain further momentum in 2H. We maintain our BUY rating.

(Continued on the next page)

SUMMARY 1Q RESULTS

(KRWb)	1Q26	Chg		Diff (%)	
		(% y-y)	(% q-q)	Samsung	Consensus
Sales	1,626.4	1.7	4.5	0.0	-0.7
Operating profit	88.1	-14.8	32.4	-0.0	-9.6
Pre-tax profit	312.5	314.5	-44.9	0.0	-31.1
Net profit	217.0	392.6	-21.0	0.0	-43.2
Margins (%)					
Operating profit	5.4				
Pre-tax profit	19.2				
Net profit	13.3				

Source: Company data, Fnguide, Samsung Securities estimates

VALUATION SUMMARY

	2025	2026E	2027E
Valuation (x)			
P/E	2.4	4.1	30.2
P/B	0.4	0.5	0.5
EV/EBITDA	9.3	10.6	9.5
Div yield (%)	3.6	2.4	2.4
EPS growth (% y-y)	347.5	-11.9	-86.5
ROE (%)	23.5	15.7	2.0
Per-share data (KRW)			
EPS	173,128	152,461	20,626
BVPS	1,063,952	1,275,779	1,285,881
DPS	15,000	15,000	15,000

1Q26 review – Below consensus: KCC reported a 1Q operating profit of KRW88.1b, up 33% q-q but short of FnGuide consensus of KRW97.5b by 10%. While the silicon and coatings segments likely underperformed, the building materials segment likely met expectations. Although segment-level operating profit has not been disclosed, our estimates are as follows: 1) silicon: KRW4b (turning profitable q-q); 2) building materials: KRW25.3b (down 3% q-q); 3) coatings: KRW47.4b (up 13% q-q); and 4) other: -KRW1.8b (widened by KRW0.6b q-q). Specifically, we estimate that: 1) despite a 12% q-q recovery in silicon sales volume, silicon profitability improvement was slower than anticipated due to higher non-silicon raw material and logistics costs, coupled with a sales mix skewed toward lower-margin products; 2) building materials maintained stable profitability q-q; and 3) in the coatings segment, margin pressure emerged in the latter part of the quarter as price increases were not fully implemented despite rising raw material costs post-Middle East conflict. Revaluation gains on investment assets, reflected in net profit, are estimated at KRW60b (down KRW850b q-q), driven primarily by further appreciation in Samsung C&T's share price.

2Q preview—To miss consensus: We expect KCC's 2Q operating profit to recover sequentially to KRW97.1b (up 10% q-q) but miss FnGuide consensus of KRW126.5b (down 23% q-q). In the silicon segment (operating profit: KRW22.3b), profitability should improve further led by a q-q hike in sales volume (up 1% q-q) and initial price increases across key product lines. For the building materials segment (operating profit: KRW27.7b), profitability should remain flat q-q, led by residential demand gradually recovering. Performance should improve q-q in 2H, given the progress of domestic semiconductor plant construction. In the coatings segment (operating profit: KRW41.9b), price hikes on select domestic products have been delayed, likely to lead to weaker profitability in early 2Q. However, targeted price increases should take effect from mid-2Q, supporting margin recovery. Meanwhile, the fair value of investment assets has risen further qtd. Even under a conservative assumption (eg, excluding the May 6 stock price surge), the company will likely recognize an additional non-operating income of KRW1.42t.

KCC: SOTP valuation

(KRWb)	12MF EBITDA	Multiples (x)	EV	Details
Operating value (A)				
Silicone	352	9.6	3,382	Peers (Dow, Wacker, Shin-Etsu); **Revised up from 9.4x**
Building materials	162	6.1	987	Peers (LX Hausys, Nippon Sheet Glass, Saint Gobain, Owens Corning)
Coatings	226	9.8	2,218	Peers (Akzo Nobel, PPG Industries, Nippon Paint Holdings)
Others	98	8.5	836	Applying the average multiples to the silicone/building materials/coatings segment
Total	**839**	**8.8**	**7,423**	**12-month forward EBITDA; revised down by 4% from KRW870b**
Net Asset Value (B)			3,250	55%* discount on investment assets; **Revised down from KRW3.34t**
Net debt (C)			4,522	End 2026E
Fair market cap (E = A + B - C)			**6,151**	
Total shares outstanding ('000)			7,712	**Assumes the retirement of the announced 13.2% out of the 17.2% total treasury shares**
Fair price (KRW)			797,600	
Target price (KRW)			**800,000**	**Revised down by 7% (from KRW860,000)**
Current price (KRW)			623,000	As of May 6 close
Upside (%)			28.4	
2026 implied P/E (x)			5.2	
2027 implied P/E (x)			38.8	
2026 implied P/B (x)			0.63	
2027 implied P/B (x)			0.62	

Note: * Applying a 55% NAV discount to the listed company's shares (discount depth reduced from the previous 65%).
Source: Bloomberg, Samsung Securities estimates

KCC: Status of financial assets measured at fair value through profit or loss (FVTPL)

(KRWb)	Ownership (%)	Acquisition cost	Fair value							
			End-2023	End-2024	End-1Q25	End-2Q25	End-3Q25	End-4Q25	End-1Q26	Now*
Samsung C&T	10.01	1,081.1	2,405.8	2,043.0	1,989.0	2,746.2	3,140.9	4,075.0	4,115.1	6,095.5
HD Korea Shipbuilding &Offshore Engineering	3.91	173.0	334.6	630.9	556.2	1,012.8	1,137.3	1,126.3	951.9	1,252.2
Hyundai Mobis	0.001	0.0	0.2	0.2	0.2	0.3	0.3	0.3	0.3	0.4
HDC	1.79	5.6	7.4	12.7	15.9	25.1	18.6	20.0	29.7	29.6
HDC Hyundai Development Company	2.37	18.3	22.8	28.2	31.2	35.1	31.8	34.2	31.9	34.4
Hyundai Corporation	12.00	31.1	30.0	30.3	34.8	46.0	33.6	34.2	38.6	46.8
Hyundai Corporation Holdings	12.00	25.4	11.7	11.2	11.3	14.2	13.3	13.3	13.1	15.1
HL D&I	9.78	50.0	7.6	8.2	8.1	9.9	8.8	10.0	12.0	12.6
HL Holdings	4.59	27.2	15.5	15.5	14.9	17.5	16.7	19.0	17.4	17.5
Total		**1,411.7**	**2,835.6**	**2,780.4**	**2,661.8**	**3,907.1**	**4,401.4**	**5,332.3**	**5,210.0**	**7,504.1**

Note: * As of May 6 close
Source: Company data, Samsung Securities

KCC: Fair value by investment asset NAV Discount

NAV discount rate	Fair value per share* (KRW)	Upside** (%)
80%	585,152	(6.1)
75%	627,641	0.7
70%	670,131	7.6
65%	712,620	14.4
60%	755,110	21.2
55%	**797,600**	**28.0**
50%	840,089	34.8
45%	882,579	41.7
40%	925,069	48.5
35%	967,558	55.3
30%	1,010,048	62.1
25%	1,052,538	68.9
20%	1,095,027	75.8
15%	1,137,517	82.6
10%	1,180,006	89.4
5%	1,222,496	96.2
0%	1,264,986	103.0

Note: The NAV discount rate applied to our valuation is 55%

* Based on the number of shares (7.712 million shares), assuming the future cancellation of 13.2% out of the 17.2% treasury shares

** Based on the closing price on May 6 (KRW 675,000)

Source: Samsung Securities estimates

KCC: Fair value post Samsung C&T stake sale

Stake sold	Sale proceeds* (KRWb)	Fair value per share** (KRW)	Upside*** (%)
0%	**0**	**797,600**	**28.0**
1%	510	834,001	33.9
2%	1,021	870,403	39.7
3%	1,531	906,804	45.6
4%	2,042	943,206	51.4
5%	2,552	979,607	57.2
6%	3,063	1,016,009	63.1
7%	3,573	1,052,410	68.9
8%	4,083	1,088,812	74.8
9%	4,594	1,125,213	80.6
10%	5,104	1,161,615	86.5

Note: Assumes a value increase equivalent to the 55% NAV discount rate

* Based on the average stock price from Apr 29 to May 6

** Based on the number of shares (7.712 million shares), assuming the future cancellation of 13.2% out of the 17.2% treasury shares

*** Based on the closing price on May 6 (KRW 632,000)

Source: Samsung Securities estimates

KCC: 1Q26 results

(KRWb)	1Q26	4Q25	1Q25	Consensus	Samsung	Diff (%)			
						(% q-q)	(% y-y)	Consensus	Samsung
Sales	1,626	1,556	1,599	1,638	1,663	4.5	1.7	-0.7	-2.2
Operating income	88	67	103	98	109	32.5	-14.8	-9.6	-19.5
Pre-tax income	312	567	75	453	1,014	-44.9	314.5	-31.1	-69.2
Net income	217	275	44	382	674	-21.1	392.5	-43.2	-67.8
Attributable to parent	217	275	44	313	674	-21.1	392.5	-30.8	-67.8
Margins (%)									
Operating income	5.4	4.3	6.5	6.0	6.6				
Pre-tax income	19.2	36.4	4.7	27.7	61.0				
Net income	13.3	17.7	2.8	23.3	40.5				
Attributable to parent	13.3	17.7	2.8	19.1	40.5				

Source: Company data, FnGuide, Samsung Securities estimates

KCC: 1Q26 results, by division

(KRWb)	1Q26	4Q25	1Q25	Chg (% q-q)	Chg (% y-y)
Sales	**1,626**	**1,556**	**1,599**	**4.5**	**1.7**
Silicone	800	747	774	7.1	3.4
Building materials	230	235	232	-2.3	-1.0
Coatings	474	451	458	4.9	3.5
Others	122	122	135	-0.4	-9.9
Operating income	**88**	**67**	**103**	**32.5**	**-14.8**
Silicone	4	-2	21	Turned pos	-80.6
Building materials	25	26	24	-2.6	6.6
Coatings	47	42	56	13.1	-15.3
Others	-2	-5	-4	Remained neg	Remained neg
Consolidation adj.	13	6	8	129.7	74.9
Pre-tax income	312	567	75	-44.9	314.5
Net income	**217**	**275**	**44**	**-21.1**	**392.5**
Margins (%)					
Operating income	5.4	4.3	6.5		
Silicone	0.5	-0.2	2.7		
Building materials	11.0	11.0	10.2		
Coatings	10.0	9.3	12.2		
Others	-1.5	-4.3	-3.3		
Pre-tax income	19.2	36.4	4.7		
Net income	13.3	17.7	2.8		

Source: Company data, Samsung Securities estimates

KCC: Results and forecasts

(KRWb)	1Q25	2Q25	3Q25	4Q25	1Q26	2Q26E	3Q26E	4Q26E	2024	2025	2026E	2027E
KRW/USD (average)	1,453	1,401	1,387	1,452	1,467	1,420	1,380	1,335	1,365	1,423	1,401	1,335
Sales	**1,599**	**1,705**	**1,623**	**1,556**	**1,626**	**1,678**	**1,724**	**1,848**	**6,659**	**6,484**	**6,877**	**7,351**
Growth (% q-q)	-3.5	6.6	-4.8	-4.1	4.5	3.2	2.7	7.2				
Growth (% y-y)	0.7	-4.1	-0.7	-6.1	1.7	-1.6	6.3	18.7	5.9	-2.6	6.1	6.9
Silicone	774	797	749	747	800	866	902	900	2,995	3,067	3,468	3,785
Building materials	232	252	247	235	230	248	261	274	1,097	967	1,012	1,104
Coatings	458	518	483	451	474	442	433	531	1,944	1,910	1,878	1,965
Others	135	138	144	122	122	123	130	144	623	540	518	497
Operating profit	**103**	**140**	**117**	**67**	**88**	**97**	**118**	**117**	**471**	**428**	**420**	**462**
Growth (% q-q)	5.2	35.7	-16.5	-43.3	32.5	10.2	21.2	-0.9				
Growth (% y-y)	-3.2	-0.1	-6.4	-32.3	-14.8	-30.8	0.3	75.3	50.7	-9.2	-1.9	10.2
Silicone	21	41	21	-2	4	22	25	26	73	81	77	101
Growth (% q-q)	-20.5	98.5	-47.6	Turned neg	Turned pos	458.4	11.1	4.5				
Growth (% y-y)	651.3	122.2	-17.3	Turned neg	-80.6	-45.3	16.0	To turn pos	Turned pos	11.1	-4.8	31.1
Building materials	24	32	33	26	25	28	36	34	174	115	123	137
Growth (% q-q)	-32.0	34.4	4.8	-22.4	-2.6	9.6	29.2	-5.8				
Growth (% y-y)	-46.6	-40.3	-18.0	-25.6	6.6	-13.1	7.1	30.0	-10.1	-33.7	6.5	11.5
Coatings	56	65	57	42	47	42	52	52	217	219	193	204
Growth (% q-q)	43.3	15.6	-11.9	-26.5	13.1	-11.6	23.9	0.0				
Growth (% y-y)	2.4	-2.1	-0.1	7.3	-15.3	-35.3	-8.9	23.9	23.3	1.2	-12.0	5.7
Others	-4	-1	0	-5	-2	-1	-1	-1	-12	-11	-4	-2
Growth (% q-q)	Remained neg	Remained neg	Remained neg	Remained neg	Remained neg	To remain neg	To remain neg	To remain neg				
Growth (% y-y)	Remained neg	Remained neg	Remained neg	Remained neg	Remained neg	To remain neg	To remain neg	To remain neg	Turned neg	Remained neg	To remain neg	To remain neg
Consolidation adj.	8	4	6	6	13	6	6	6	20	23	30	23
Growth (% q-q)	49.2	-49.8	50.0	1.1	129.7	-56.9	0.0	0.0				
Growth (% y-y)	24.6	-6.5	17.7	13.6	74.9	50.2	0.2	-1.0	-11.5	13.8	33.0	-24.8
Pre-tax profit	75	1,267	479	567	312	1,468	62	65	508	2,389	1,908	248
Growth (% q-q)	-85.1	1,580.2	-62.2	18.3	-86.9	369.8	-95.8	5.9				
Growth (% y-y)	-88.1	11,449.0	Turned pos	Turned pos	314.5	15.9	-87.1	-88.5	107.7	370.6	-20.1	-87.0
Net profit	**44**	**893**	**326**	**275**	**217**	**1,019**	**43**	**45**	**327**	**1,538**	**1,325**	**177**
Growth (% q-q)	Turned pos	1,927.9	-63.5	-15.8	-21.1	369.8	-95.8	5.9				
Growth (% y-y)	-90.4	Turned pos	Turned pos	Turned pos	392.5	14.1	-86.9	-83.5	253.0	371.1	-13.9	-86.6
Attributable to parent	44	893	326	275	217	1,019	43	45	344	1,538	1,325	177
Margins (%)												
Operating profit	6.5	8.2	7.2	4.3	5.4	5.8	6.8	6.3	7.1	6.6	6.1	6.3
Silicone	2.7	5.1	2.9	-0.2	0.5	2.6	2.8	2.9	2.4	2.6	2.2	2.7
Building materials	10.2	12.7	13.5	11.0	11.0	11.2	13.7	12.3	15.8	11.9	12.1	12.4
Coatings	12.2	12.5	11.8	9.3	10.0	9.5	12.0	9.8	11.2	11.5	10.3	10.4
Others	-3.3	-0.7	-0.2	-4.3	-1.5	-0.5	-0.5	-0.5	-2.0	-2.0	-0.7	-0.5
Pre-tax profit	4.7	74.3	29.5	36.4	19.2	87.5	3.6	3.5	7.6	36.8	27.7	3.4
Net profit	2.8	52.4	20.1	17.7	13.3	60.7	2.5	2.5	4.9	23.7	19.3	2.4

Source: Company data, Samsung Securities estimates

Income statement

Year-end Dec 31 (KRWb)	2024	2025	2026E	2027E	2028E
Sales	**6,659**	**6,484**	**6,877**	**7,351**	**7,570**
Cost of goods sold	5,028	4,846	5,179	5,520	5,673
Gross profit	**1,631**	**1,637**	**1,699**	**1,832**	**1,897**
Gross margin (%)	24.5	25.3	24.7	24.9	25.1
SG&A expenses	1,160	1,210	1,279	1,369	1,409
Operating profit	**471**	**428**	**420**	**462**	**488**
Operating margin (%)	7.1	6.6	6.1	6.3	6.4
Non-operating gains (losses)	**36**	**1,961**	**1,488**	**-214**	**-168**
Financial profit	709	2,961	1,802	100	133
Financial costs	770	657	329	306	293
Equity-method gains (losses)	76	4	4	4	4
Other	21	-347	12	-11	-12
Pre-tax profit	**508**	**2,389**	**1,908**	**248**	**319**
Taxes	181	850	583	71	91
Effective tax rate (%)	35.7	35.6	30.6	28.6	28.6
Profit from continuing operations	327	1,538	1,325	177	228
Profit from discontinued operations	0	0	0	0	0
Net profit	**327**	**1,538**	**1,325**	**177**	**228**
Net margin (%)	4.9	23.7	19.3	2.4	3.0
Net profit (controlling interests)	344	1,538	1,325	177	228
Net profit (non-controlling interests)	-17	0	0	0	0
EBITDA	902	887	949	1,020	1,056
EBITDA margin (%)	13.6	13.7	13.8	13.9	14.0
EPS (parent-based) (KRW)	38,691	173,128	152,461	20,626	26,549
EPS (consolidated) (KRW)	36,747	173,128	152,461	20,626	26,549
Adjusted EPS (KRW)*	38,691	173,128	152,461	20,626	26,549

Balance sheet

Year-end Dec 31 (KRWb)	2024	2025	2026E	2027E	2028E
Current assets	**3,994**	**3,983**	**3,616**	**3,916**	**4,310**
Cash & equivalents	501	1,194	658	753	1,053
Accounts receivable	1,213	1,067	1,132	1,210	1,246
Inventories	1,583	1,530	1,623	1,735	1,786
Other current assets	696	192	204	218	225
Fixed assets	**9,412**	**12,821**	**14,076**	**13,810**	**13,478**
Investment assets	3,124	5,936	7,411	7,438	7,447
Tangible assets	3,525	4,324	4,147	3,892	3,583
Intangible assets	1,407	1,168	1,125	1,087	1,054
Other long-term assets	1,355	1,394	1,394	1,394	1,394
Total assets	**13,406**	**16,804**	**17,692**	**17,726**	**17,787**
Current liabilities	**3,231**	**3,982**	**3,573**	**3,397**	**3,273**
Accounts payable	770	679	721	770	793
Short-term debt	910	759	759	759	759
Other current liabilities	1,550	2,544	2,094	1,868	1,721
Long-term liabilities	**4,909**	**4,997**	**5,111**	**5,249**	**5,313**
Bonds & long-term debt	3,807	2,939	2,939	2,939	2,939
Other long-term liabilities	1,103	2,058	2,173	2,311	2,374
Total liabilities	**8,140**	**8,979**	**8,684**	**8,647**	**8,586**
Owners of parent equity	**5,266**	**7,824**	**9,008**	**9,079**	**9,201**
Capital stock	48	48	48	48	48
Capital surplus	350	350	350	350	350
Retained earnings	5,393	6,926	8,141	8,212	8,334
Other	-525	500	469	469	469
Non-controlling interests' equity	**0**	**0**	**0**	**0**	**0**
Total equity	**5,266**	**7,824**	**9,008**	**9,079**	**9,201**
Net debt	4,537	4,481	4,522	4,148	3,675

Cash flow statement

Year-end Dec 31 (KRWb)	2024	2025	2026E	2027E	2028E
Cash flow from operations	**597**	**789**	**645**	**993**	**1,016**
Net profit	327	1,538	1,325	177	228
Non-cash profit and expenses	750	-474	-128	849	862
Depreciation	383	410	487	520	536
Amortization	48	49	43	38	33
Other	318	-933	-658	291	293
Changes in A/L from operating activities	-346	2	31	38	17
Cash flow from investments	**282**	**269**	**-222**	**-182**	**-137**
Change in tangible assets	-251	-287	-310	-265	-227
Change in financial assets	21	476	-5	-6	-3
Other	511	81	93	89	93
Cash flow from financing	**-1,454**	**-362**	**-932**	**-687**	**-569**
Change in debt	-98	141	-492	-275	-171
Change in equity	-203	0	0	0	0
Dividends	-59	-74	-110	-106	-106
Other	-1,094	-430	-329	-306	-293
Change in cash	-544	692	-536	96	300
Cash at beginning of year	1,045	501	1,194	658	753
Cash at end of year	501	1,194	658	753	1,053
Gross cash flow	**1,076**	**1,065**	**1,197**	**1,026**	**1,090**
Free cash flow	**339**	**470**	**295**	**688**	**748**

Financial ratios

Year-end Dec 31	2024	2025	2026E	2027E	2028E
Growth (%)					
Sales	5.9	-2.6	6.1	6.9	3.0
Operating profit	50.7	-9.2	-1.9	10.2	5.5
Net profit	253.0	371.1	-13.9	-86.6	28.7
Adjusted EPS**	61.7	347.5	-11.9	-86.5	28.7
Per-share data (KRW)					
EPS (parent-based)	38,691	173,128	152,461	20,626	26,549
EPS (consolidated)	36,747	173,128	152,461	20,626	26,549
Adjusted EPS**	38,691	173,128	152,461	20,626	26,549
BVPS	716,051	1,063,952	1,275,779	1,285,881	1,303,192
DPS (common)	10,000	15,000	15,000	15,000	15,000
Valuations (x)					
P/E***	6.1	2.4	4.1	30.2	23.5
P/B***	0.3	0.4	0.5	0.5	0.5
EV/EBITDA	7.3	9.3	10.6	9.5	8.7
Ratios (%)					
ROE	6.6	23.5	15.7	2.0	2.5
ROA	2.4	10.2	7.7	1.0	1.3
ROIC	4.7	4.0	4.1	4.7	5.2
Payout ratio	21.4	7.2	8.0	59.8	46.4
Dividend yield (common)	4.2	3.6	2.4	2.4	2.4
Net debt to equity	86.2	57.3	50.2	45.7	39.9
Interest coverage (x)	1.4	1.3	1.3	1.5	1.7

Note: *Excluding one-off items
**Fully diluted, excluding one-off items
***From companies subject to equity-method valuation

Source: Company data, Samsung Securities estimates

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Target price changes in past two years

Rating changes over past two years (adjusted share prices)

Date	2025/10/2	11/6	11/13	2026/1/22	2/11	2/26	5/6
Recommendation	BUY	BUY	BUY	BUY	BUY	BUY	BUY
Target price (KRW)	470000	520000	550000	580000	650000	860000	800000
Gap* (average)	-12.30	-19.40	-23.71	-17.28	-8.33	-38.31	
(max or min)**	-3.62	-17.31	-18.82	-11.38	3.85	-24.30	

Note: * [(average, maximum, or minimum share price over duration of target price minus target price) / target price] x 100%
** Maximum/minimum share price if new target is higher/lower than market close on the business day prior to target price change

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Company

BUY	Expected to increase in value by 15% or more within 12 months and is highly attractive within sector
HOLD	Expected to increase/decrease in value by less than 15% within 12 months
SELL	Expected to decrease in value by 15% or more within 12 months

Industry

OVERWEIGHT	Expected to outperform market by 5% or more within 12 months
NEUTRAL	Expected to outperform/underperform market by less than 5% within 12 months
UNDERWEIGHT	Expected to underperform market by 5% or more within 12 months

* Note: Effective Jul 27, 2023, BUY, HOLD, and SELL criteria are based on expectations of share-price moves of 15% or more within 12 months

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BUY(85.2%)·HOLD(14.8%)·SELL(0%)

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