

# Twenty-Fourth Annual General Meeting

5 October 2023

Singapore Exchange

Commodities | Equity Derivatives | Fixed Income | FX | Indices | Securities



# Annual General Meeting

Koh Boon Hwee

Chairman, SGX Group

# Annual General Meeting

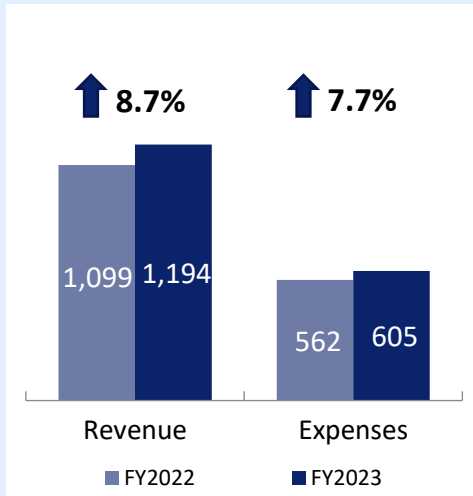
Ng Yao Loong

Chief Financial Officer, SGX Group

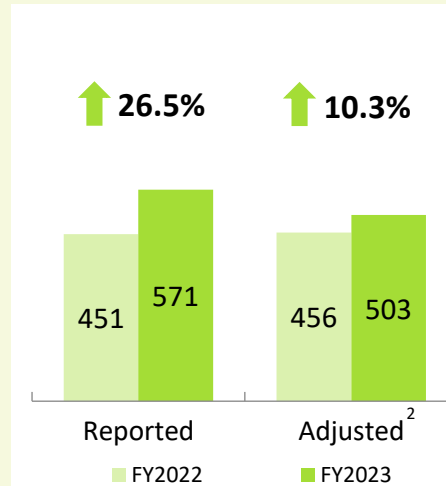
# FY2023 Highlights

Resilient growth in a challenging macroeconomic environment

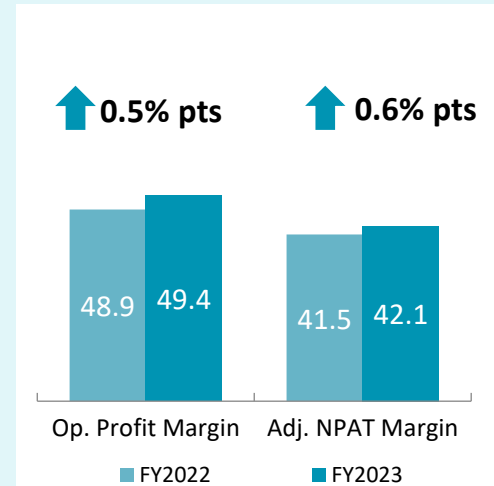
## Group Revenue & Expenses



## Group NPAT<sup>1</sup>



## Group Margins (%)

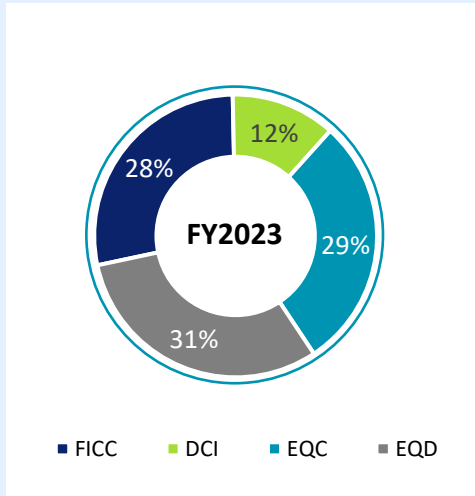


<sup>1</sup> NPAT relates to 'Net profit attributable to equity holders of the Company'.

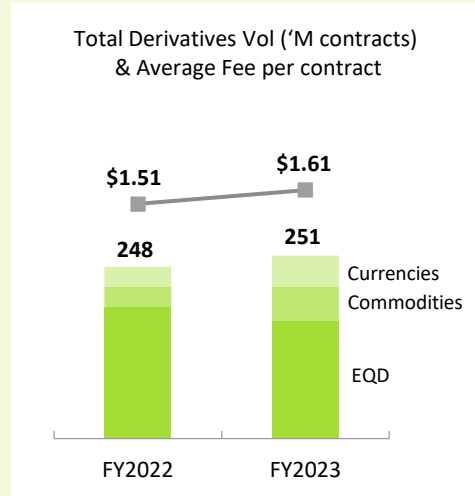
<sup>2</sup> Adjusted NPAT excludes certain non-cash and non-recurring items that have less bearing on SGX's operating performance. Hence, they better reflect the group's underlying performance. Adjusted figures are non-SFRS(I) measures. Please refer to Section 8 of our financial results for reconciliations between the adjusted and their equivalent measures.

# FY2023 Highlights

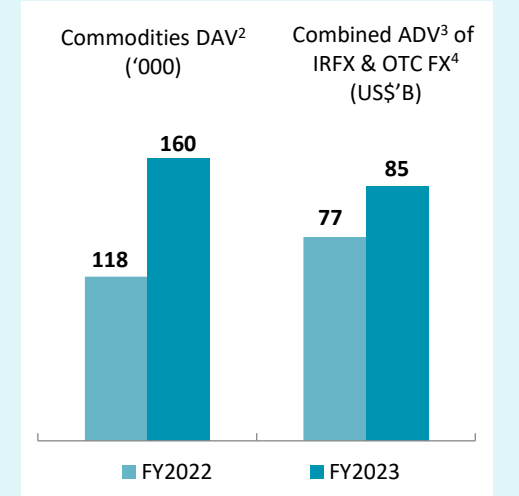
## Diversified Revenue Streams



## Strong Derivatives<sup>1</sup> Performance



## FICC Growth Drivers



<sup>1</sup> Derivatives revenue includes Equities Derivatives, Currencies and Commodities futures and options trading and clearing revenue and associated treasury income

<sup>2</sup> Daily average volume

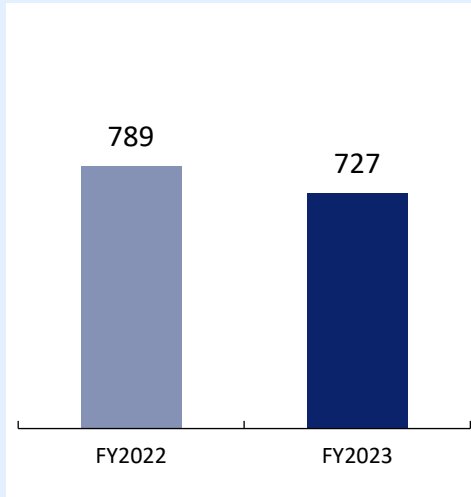
<sup>3</sup> Average daily volume

<sup>4</sup> OTC FX comprise BidFX, MaxxTrader and SGX CurrencyNode in 2H FY2022 and FY2023, but only BidFX and SGX CurrencyNode for 1H FY2022 as MaxxTrader was acquired in January 2022.

# Maintaining a strong balance sheet

- Lower gross debt as we repaid our bank loans
- Healthy leverage ratio – Gross Debt to EBITDA ration at 1.1x

**Gross Debt<sup>1</sup> (\$'M)**



**Gross Debt to EBITDA<sup>2</sup>**



**EBITDA to Interest<sup>3</sup>**



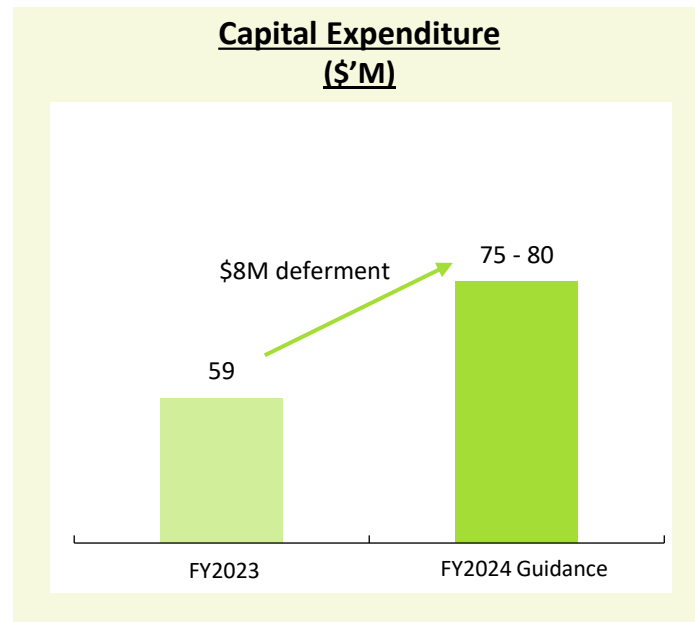
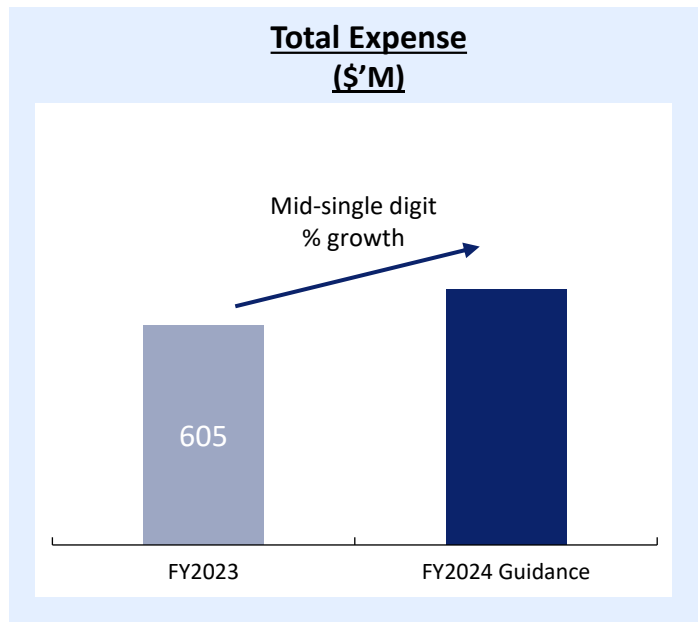
<sup>1</sup> Gross debt includes both borrowings and lease liabilities

<sup>2</sup> EBITDA is net of rental expenses and over the last 12 months

<sup>3</sup> Interest includes both cash and non-cash expenses

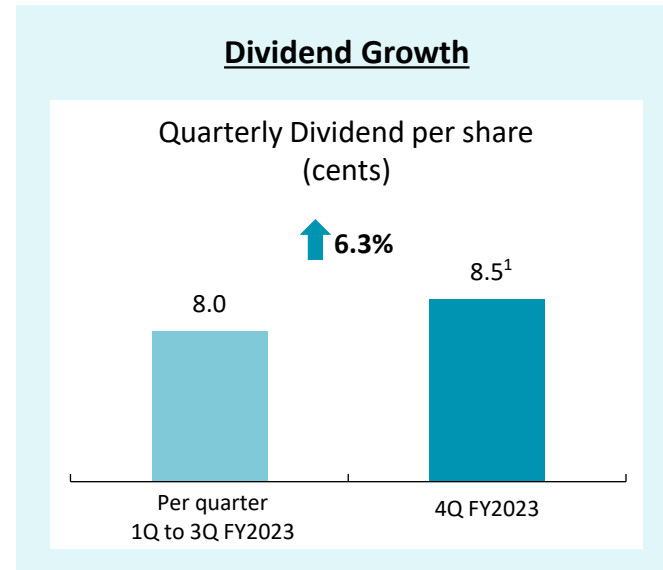
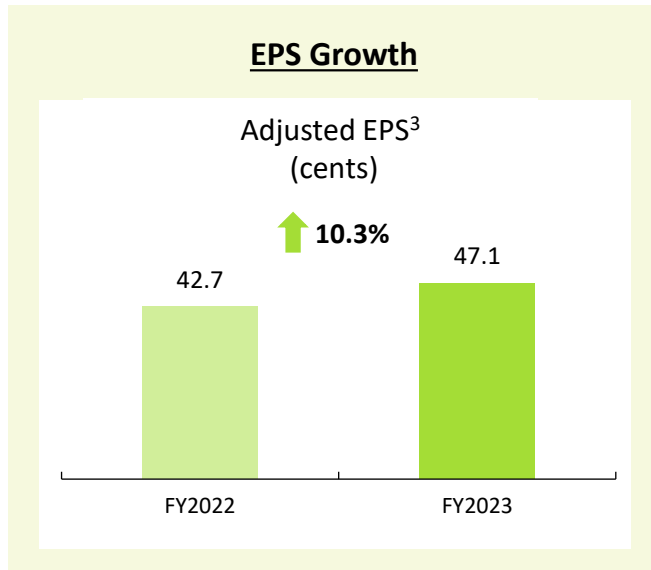
# FY2024 expense and capex guidance

- Invest for growth; maintain cost discipline
- Increase in projected capital expenditure in part due to \$8M of capex deferred from FY2023



# Delivering shareholder returns

- Proposed final quarterly dividend of 8.5 cents per share representing an annualized increase of 6.3%<sup>1</sup>
- Aim to increase dividend per share by mid-single digit % CAGR in the medium term<sup>2</sup>



<sup>1</sup> 4Q FY2023 dividend per share of 8.5 cents is subject to shareholders' approval at today's AGM.

<sup>2</sup> Subject to earnings growth

<sup>3</sup> Adjusted figures presented are non-SFRS(I) measures. Please refer to Section 8 of our financial results for reconciliations between the adjusted and their equivalent measures.



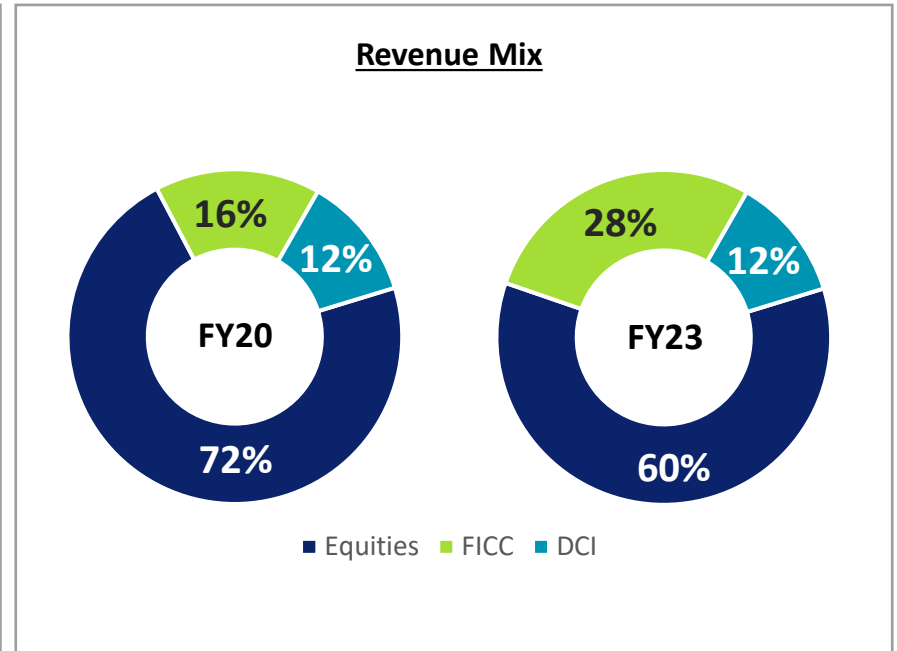
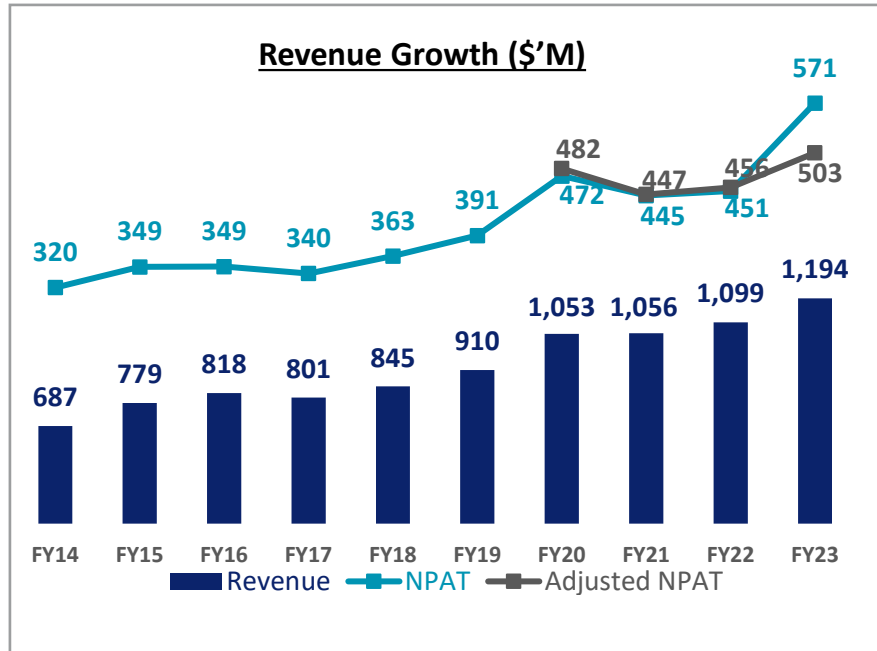
# Annual General Meeting

Loh Boon Chye

Chief Executive Officer, SGX Group

# We continue to grow from strength to strength

Over the last 10 years, our revenue and NPAT have grown at over 5% CAGR, with a more diversified revenue base



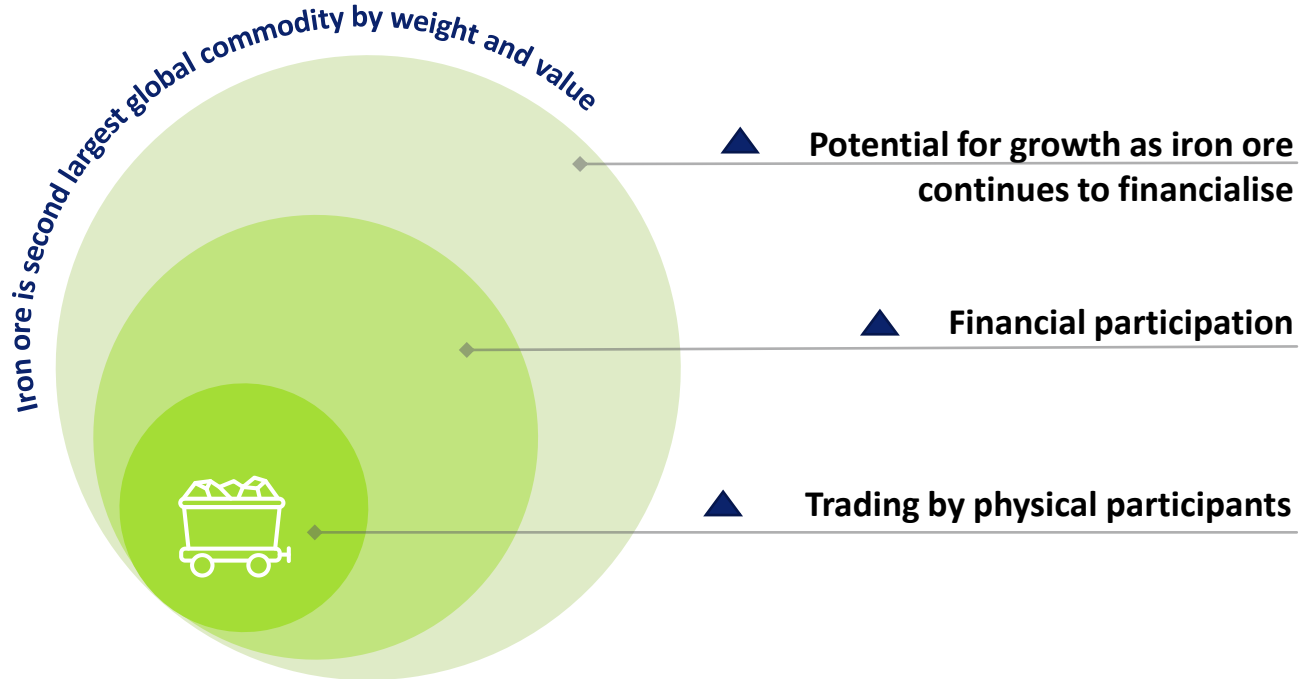
# We are playing to our strengths as a trusted international venue

Our multi-asset suite of solutions are increasingly global and relevant in today's environment. We have reorganised ourselves to further capture growth opportunities across asset classes.



# Global Price-Discovery Centre for Key Commodities

Another record year for commodities with DAV increasing 35%; increasing financial participation in iron ore



Other  
Commodity  
Products

Steel

Freight

Petrochemicals

Rubber

Dairy

Battery Metals

# Gateway to the Global FX Ecosystem

World's largest and most liquid Asian FX futures exchange with leading OTC FX technology and workflow solutions

1

**Source of price formation for many exchanges and OTC FX participants**

2

**Provide complete OTC FX workflow solutions for efficient trading**

3

**Offer end-to-end network for the global FX ecosystem**

# Global Leader in Pan-Asian Derivatives

Diverse and highly liquid products with strong network and portfolio effects



**World's most liquid and actively-traded contracts covering largest Asian economies**



**Positive momentum and growing liquidity in other key Asian contracts**



**Expanding sustainable derivatives shelf to meet evolving investment mandates**

# Advancing Securities Market through New Products and Partnerships

Replicating derivatives franchise successes in our securities market



## Broaden mutual market connectivity

- SZSE-SGX ETF Link
- SSE-SGX ETF Link
- SET-SGX DR Link



## Grow and diversify our suite of ETFs

- AUM of SGX's ETF market doubled over the last 3 years
- Listed iShares MSCI Asia ex Japan Climate Action ETF, largest equity ETF launched in Singapore



## Expand investment options

- New options to trade Asian underlying assets beyond stocks, ETFs, leveraged products
- First Asian exchange to list Structured Certificates

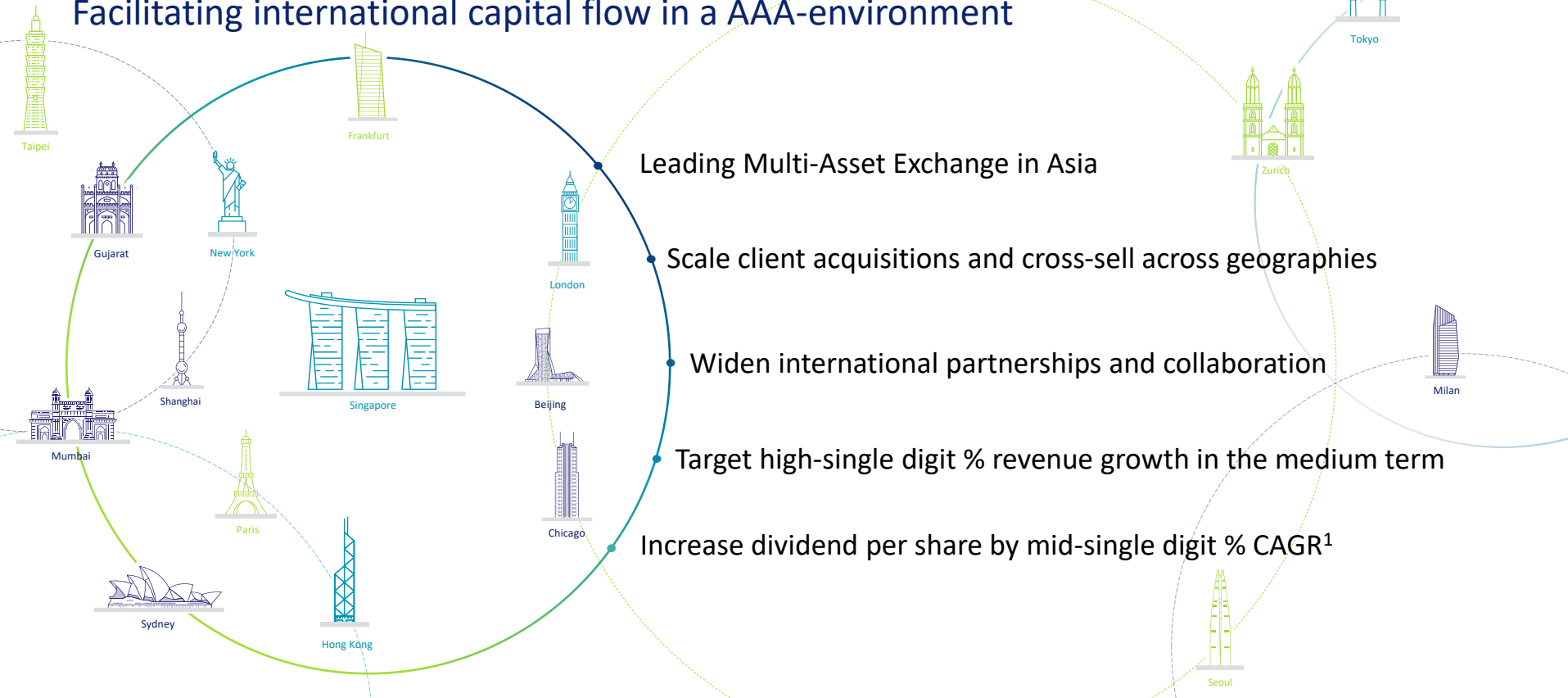


## Continue to strengthen capital raising platform

- Multi-pronged approach to lay the ground for companies to list when market conditions improve

# We are a Multi-Asset Growth Hub in a Thriving Asia

Facilitating international capital flow in a AAA-environment





# Twenty-Fourth Annual General Meeting

5 October 2023

**Singapore Exchange**

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# Meeting Procedures

Ding Hui Yun

Company Secretary

# Ordinary Resolution 1: Routine Business

To receive and adopt the Directors' Statement and Audited Financial Statements for the financial year ended 30 June 2023 and the Auditor's Report thereon.



## See Annual Report on:

- Directors' Statement ([Page 148](#))
- Independent Auditor's Report ([Page 165](#))
- Statements of Comprehensive Income ([Page 170](#))

# Ordinary Resolution 2: Routine Business

To declare a final tax-exempt dividend of 8.5 cents per share for the financial year ended 30 June 2023.



**See Annual Report on:**

- Notes to the Financial Statements
  - Dividends ([Page 243](#))

# Ordinary Resolution 3(a): Routine Business

To re-elect Mr Lim Chin Hu, who will be retiring by rotation under Article 97 of the Constitution of the Company and who, being eligible, offers himself for re-election as a director of the Company.



Non-Executive and  
Independent Director

## See Annual Report on:

- Mr Lim's biodata (Page 21)
- Notice of Annual General Meeting
  - Explanatory Notes (Page 280)
  - Supplemental Information (Page 286)

# Ordinary Resolution 3(b): Routine Business

To re-elect Mr Loh Booh Chye, who will be retiring by rotation under Article 97 of the Constitution of the Company and who, being eligible, offers himself for re-election as a director of the Company.



Non-Executive and  
Non-Independent Director

## See Annual Report on:

- Mr Loh's biodata (Page 20)
- Notice of Annual General Meeting
  - Explanatory Notes (Page 280)
  - Supplemental Information (Page 286)

# Ordinary Resolution 3(c): Routine Business

To re-elect Mr Mark Makepeace, who will be retiring by rotation under Article 97 of the Constitution of the Company and who, being eligible, offers himself for re-election as a director of the Company.



Non-Executive and  
Non-Independent Director

## See Annual Report on:

- Mr Makepeace's biodata (Page 22)
- Notice of Annual General Meeting
  - Explanatory Notes (Page 280)
  - Supplemental Information (Page 286)

# Ordinary Resolution 3(d): Routine Business

To re-elect Mr Yeoh Oon Jin, who will be retiring by rotation under Article 97 of the Constitution of the Company and who, being eligible, offers himself for re-election as a director of the Company.



Non-Executive and  
Independent Director

## See Annual Report on:

- Mr Yeoh's biodata (Page 23)
- Notice of Annual General Meeting
  - Explanatory Notes (Page 280)
  - Supplemental Information (Page 286)



# Ordinary Resolution 4(a): Routine Business

That Ms Julie Gao be and is hereby appointed as a director of the Company pursuant to Article 103 of the Constitution of the Company.



Non-Executive and  
Independent Director

## See Annual Report on:

- Ms Gao's biodata (Page 21)
- Notice of Annual General Meeting
  - Explanatory Notes (Page 280)
  - Supplemental Information (Page 286)

# Ordinary Resolution 4(b): Routine Business

That Ms Lin Huey Ru be and is hereby appointed as a director of the Company pursuant to Article 103 of the Constitution of the Company.



Non-Executive and  
Independent Director

## See Annual Report on:

- Ms Lin's biodata (Page 22)
- Notice of Annual General Meeting
  - Explanatory Notes (Page 280)
  - Supplemental Information (Page 286)

# Ordinary Resolution 5: Routine Business

To approve the sum of S\$980,000 to be paid to the Chairman as director's fees, for the financial year ending 30 June 2024.



## See Annual Report on:

- Notice of Annual General Meeting
  - Explanatory Notes ([Page 280](#))

# Ordinary Resolution 6: Routine Business

To approve the sum of up to S\$1,800,000 to be paid to all directors (other than the CEO) as directors' fees for the financial year ending 30 June 2024.



## See Annual Report on:

- Notice of Annual General Meeting
  - Explanatory Notes ([Page 281](#))

# Ordinary Resolution 7: Routine Business

To re-appoint KPMG LLP as Auditor of the Company and to authorise directors to fix its remuneration.



**See Annual Report on:**

- Notice of Annual General Meeting (Page **277**)

# Ordinary Resolution 8: Special Business

To appoint Ms Claire Perry O'Neill as a Director of the Company pursuant to Article 103 of the Constitution of the Company.



## See Annual Report on:

- Notice of Annual General Meeting
  - Explanatory Notes (Page **282**)

# Ordinary Resolution 9: Special Business

To approve the proposed Scrip Dividend Scheme.



**See Annual Report on:**

- Notice of Annual General Meeting
  - Explanatory Notes ([Page 282](#))

# Ordinary Resolution 10: Special Business

To approve the proposed Share Issue Mandate.



**See Annual Report on:**

- Notice of Annual General Meeting
  - Explanatory Notes ([Page 282](#))



# Ordinary Resolution 11: Special Business

To approve the proposed Share Purchase Mandate.



## See Annual Report on:

- Notice of Annual General Meeting
  - Explanatory Notes ([Page 282](#))
- Further details are set out in the Letter to Shareholders dated 11 September 2023

# Feedback Form for AGM

Your feedback is important to us. Please scan the QR code to submit your feedback.



# Thank you

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