

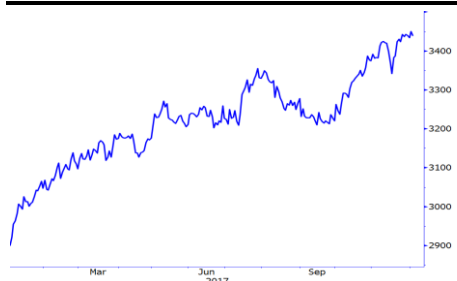
## Market Indicators

	30-Nov	1-Dec	4-Dec
Mkt. T/O (S\$ mil)	2,605.9	1,167.8	786.0
Stock Advances	175	236	179
Stock Declines	289	204	259

## Major Indices

	30-Nov	1-Dec	4-Dec
DJ Ind Avg	24,272.4	24,231.6	24,290.1
S & P 500	2,647.6	2,642.2	2,639.4
Nasdaq Comp	6,874.0	6,847.6	6,775.4
Hang Seng	29,177.4	29,074.2	29,138.3

**STI Index** 3,438.47 (-0.32%)

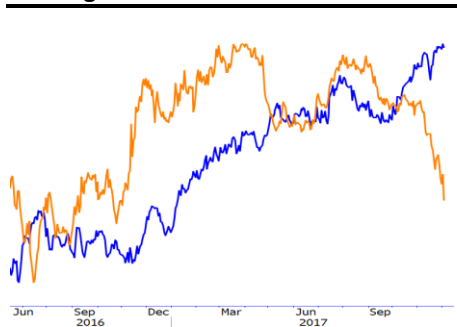


Source: Bloomberg

## Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,276.31	0.08%
Oil (NYMEX CWT1) US\$ / bbl	57.45	-0.93%
Baltic Dry Index	1626	3.04%

## Exchange Rates



Source: Bloomberg

## Interest Rates

3-mth Sibor	1.209%
SGS (10 yr)	2.094%

KGI Securities Research Team

## Market Colour

We are starting to see sector rotation out of technology-related companies and into financials in the US after Senate Republicans approved the tax-cut over the weekend. Although versions from both the House and Senate will have to be reconciled, Republicans are expecting the bill to be passed before Christmas. Also contributing to the shift to financials were comments from Jerome Powell favouring lighter regulations on lenders, who may have been hamstrung by compliance rules and capitalisation requirements.

In Singapore, equities may continue to trade-range bound given the lack of upside catalysts going into the quiet year-end period. Given the historically lighter trading volumes in December, we can expect price swings to be exacerbated, thus creating buying opportunities for companies with solid fundamentals.

## News

**US Markets:** Investors continued to reposition into sectors such as Banks that were most likely to benefit from the proposed US tax cuts. Among the outperformers overnight included Bank of America (+3.4%), JPMorgan Chase (+2.1%), Citigroup (+2.1%) and Wells Fargo (+2.1%). Meanwhile, losses were concentrated in technology-related names including Nvidia (-5.6%), Microsoft (-3.8%), PayPal (-5.8%) and Micron (-5.0%). Many technology companies already enjoy the third-lowest effective tax rate of 18.5% among large US caps, according to S&P Global Data. Furthermore, one of the potential changes to the tax bill may mean higher taxes for tech companies.

**Singapore property market:** New private residential units in Singapore are expected to shrink over the next few years, declining to ~8,000 units in 2018 from ~17,000 units in 2017. We may potentially see annual new residential units increase to ~8,700 in 2019 but fall again to ~4,700 units in 2021. The recent en-bloc frenzy is only expected to see a supply of 9,300 private units completed from 2021 onwards. **The tighter supply-demand dynamics in Singapore private residential market may continue to sustain the stocks of property developers in Singapore. Furthermore, the improving labour market may likely strengthen demand for private homes. Among our favourite property plays include GuocoLand (Consensus fair value S\$2.84; +36% upside) and CityDev (consensus fair value S\$13.54; +12% upside).**

Business Times / Bloomberg / Straits Times / The Edge Markets / SGX

## Commentaries From The Trading Desk

4/12 [What Tencent giveth, Tencent can also take back!](#)

8/11 [A narrative of a stock entering its 'blow-off' phase](#)

6/11 [DBS firing well, however will old exposures haunt it?](#)

Note: The comments and views in this section are those of the Trading Desk team and do not necessarily coincide with the views of the Fundamental Equities Research team.

**STI Components and Key Metrics**

Ticker	Company Name	Last Price (Lcl)	Market Cap (SGDm)	1 Day Change (%)	Total Return YTD (%)	Total Return 1 Week (%)	Div Yield FY16 (%)	Div Yield FY17 (%)
<b>FINANCIALS</b>								
DBS SP	DBS	24.60	62,918	0.1%	46.2%	(0.7%)	2.7%	3.0%
OCBC SP	OCBC	12.36	51,767	(0.5%)	43.2%	2.2%	3.0%	3.2%
UOB SP	UOB	26.26	43,669	(1.0%)	32.7%	1.8%	2.8%	3.0%
SGX SP	SGX	7.50	8,033	(0.7%)	8.7%	(0.1%)	4.1%	4.3%
<b>PROPERTIES</b>								
AREIT SP	Ascendas REIT	2.66	7,676	0.0%	24.6%	1.1%	6.0%	6.2%
CAPL SP	CapitaLand	3.54	15,035	(0.8%)	20.4%	(0.6%)	2.9%	3.0%
CCT SP	CapitaLand Comm Trust	1.86	6,711	(1.1%)	37.0%	0.5%	4.7%	4.7%
CT SP	CapitaLand Mall Trust	2.07	7,341	0.5%	16.1%	1.5%	5.3%	5.3%
CIT SP	City Development	12.24	11,130	0.9%	50.0%	(2.1%)	1.3%	1.2%
GLP SP	Global Logistic	3.35	15,736	0.0%	55.1%	0.6%	1.8%	1.9%
HKL SP	Hongkong Land USD	7.23	22,948	(0.3%)	17.3%	0.3%	2.7%	2.9%
UOL SP	UOL	8.80	7,406	(0.9%)	50.0%	(0.7%)	1.7%	1.7%
<b>TELECOMMUNICATIONS</b>								
ST SP	SingTel	3.75	61,234	0.3%	5.6%	1.6%	5.6%	4.9%
STH SP	StarHub	2.90	5,014	(0.7%)	9.8%	1.4%	5.5%	5.4%
<b>CONSUMER SERVICES AND GOODS</b>								
JCNC SP	Jardine C&C	40.26	15,912	(1.1%)	(0.1%)	0.5%	2.7%	2.8%
JM SP	Jardine Matheson USD	63.50	62,212	(0.5%)	17.6%	(1.9%)	2.5%	2.6%
GENS SP	Genting Singapore	1.35	16,234	0.7%	53.2%	(0.7%)	2.2%	2.3%
SPH SP	SPH	2.79	4,460	1.1%	(19.6%)	2.2%	4.9%	4.8%
THBEV SP	ThaiBev	0.95	23,855	(1.0%)	14.9%	(2.6%)	3.1%	3.3%
<b>TRANSPORT</b>								
SIA SP	Singapore Airlines	10.48	12,393	(1.1%)	10.5%	(1.3%)	2.6%	2.3%
CD SP	ComfortDelGro	2.02	4,370	(1.0%)	(14.7%)	(2.9%)	5.1%	5.2%
<b>COMMODITIES</b>								
GGR SP	Golden Agri	0.38	4,776	(1.3%)	(9.6%)	1.4%	1.8%	2.5%
WIL SP	Wilmar	3.14	19,861	(0.3%)	(10.7%)	(0.6%)	2.4%	2.8%
<b>OFFSHORE &amp; MARINE/INDUSTRIALS</b>								
KEP SP	Keppel Corp	7.77	14,087	0.1%	38.3%	(0.3%)	2.7%	3.1%
SCI SP	Sembcorp Industries	3.05	5,443	0.0%	9.5%	(1.0%)	2.5%	3.2%
YZJSGD SP	Yangzijiang SGD	1.52	6,033	(1.3%)	92.7%	(9.0%)	3.1%	3.0%
SATS SP	SATS	5.26	5,887	0.4%	12.2%	2.1%	3.3%	3.5%
SIE SP	SIA Engineering	3.18	3,556	0.3%	(1.0%)	(0.3%)	4.3%	4.5%
STE SP	ST Engineering	3.25	10,126	0.0%	4.7%	(1.5%)	4.6%	4.8%
HPHT SP	HPH Trust USD	0.42	4,877	0.0%	3.4%	(1.2%)	6.4%	6.6%

Dividend Yield based on Bloomberg consensus. Total return includes dividends.  
Source: Bloomberg

**STI Reserve List (by market cap) - STI next review date: March 2018**

Ticker	Company Name	Last Price (Lcl)	Market Cap (SGDm)	1 Day Change (%)	Total Return YTD (%)	Total Return 1 Week (%)	Div Yield FY16 (%)	Div Yield FY17 (%)
VMS SP	Venture Corp	20.35	5,789	(0.8%)	114.2%	(2.0%)	3.1%	3.0%
SUN SP	Suntec REIT	2.01	5,331	(0.5%)	28.6%	1.0%	5.0%	4.9%
MCT SP	Mapletree Commercial	1.58	4,549	(0.6%)	20.0%	0.6%	5.6%	5.6%
KREIT SP	Keppel REIT	1.23	4,146	(0.8%)	27.0%	(1.6%)	4.9%	4.9%
SMM SP	Semcorp Marine	1.92	4,010	2.7%	40.8%	3.8%	1.0%	1.2%

Dividend Yield based on Bloomberg consensus. Total return includes dividends.  
Source: Bloomberg

**Appendix 1: Corporate Action**

Company	Results Ann Date	Period	DPS	Ex-Date	Book Close	Payable	Share Price 4 Dec 17	Yield (%)
Khong Guan Ltd	28-Sep-17	FY17	SGD 0.0300	<b>5-Dec-17</b>	7-Dec-17	15-Dec-17	SGD 2.080	1.4
Sinarmas Land Ltd	13-Nov-17	3Q17	SGD 0.0080	<b>5-Dec-17</b>	7-Dec-17	14-Dec-17	SGD 0.415	1.9
BreadTalk Group Ltd	6-Nov-17	3Q17	SGD 0.01000	<b>6-Dec-17</b>	8-Dec-17	21-Dec-17	SGD 1.560	0.6
Singapore Press Hldgs	11-Oct-17	FY17	SGD 0.0300	<b>6-Dec-17</b>	8-Dec-17	22-Dec-17	SGD 2.790	1.1
Singapore Press Hldgs - Special	11-Oct-17	FY17	SGD 0.0600	<b>6-Dec-17</b>	8-Dec-17	22-Dec-17	SGD 2.790	2.2
Vicplas International Ltd	22-Sep-17	FY17	SGD 0.0050	<b>8-Dec-17</b>	12-Dec-17	21-Dec-17	SGD 0.103	4.9
Asian Pay Television Trust	13-Nov-17	1Q17	SGD 0.01625	<b>13-Dec-17</b>	15-Dec-17	22-Dec-17	SGD 0.595	2.7
Singapore Telecoms	9-Nov-17	2Q18	SGD 0.0680	<b>18-Dec-17</b>	20-Dec-17	10-Jan-18	SGD 3.750	1.8
Singapore Telecoms - Special	9-Nov-17	2Q18	SGD 0.0300	<b>18-Dec-17</b>	20-Dec-17	10-Jan-18	SGD 3.750	0.8
Fraser and Neave	8-Nov-17	FY17	SGD 0.03000	<b>31-Jan-18</b>	2-Feb-18	14-Feb-17	SGD 2.570	1.2
Frasers Centrepoint	10-Nov-17	FY17	SGD 0.06200	<b>31-Jan-18</b>	2-Feb-18	14-Feb-18	SGD 2.050	3.0
Thai Beverage PCL	23-Nov-17	FY17	<b>Baht</b> 0.4700	<b>8-Feb-18</b>	12-Feb-18	28-Feb-18	SGD 0.950	2.0

**Latest Rights Issue Announcement**

Company	Particulars	Ex-Date	Book Close	Rights Trading Period	
				From	To
Amplefield	3 Rts Shares @ S\$0.05 for each Rts Share with 2 free detachable warrants (exercise price S\$0.05) for every 1 ord share held	21-Nov-17	23-Nov-17	<b>28-Nov-17</b>	<b>6-Dec-17</b>
CFM Hldgs	6 Rights Share @ S\$0.015 for each Rights Share for every 7 existing shares held	21-Nov-17	23-Nov-17	<b>28-Nov-17</b>	<b>6-Dec-17</b>
CWX Global	1 Rts Share @ S\$0.009 for each Rights Share for every 1 existing ord share held, 1 free detachable and transferable warrant (exercise price S\$0.015) for every 4 Rights Shares subscribed	17-Nov-17	21-Nov-17	<b>24-Nov-17</b>	<b>4-Dec-17</b>
NutryFarm Int'l	1 Rts Share @ S\$0.10 for each Rts Share for every 2 ord shares held	30-Nov-17	4-Dec-17		
Z-Obee Holdings	2 offer shares @ US\$0.16 (equivalent to approximately HK\$1.248) per offer share for every 5 consolidated shares held		27-Oct-17 at 5.00 p.m.	<b>Delisting from SGX: 28-Nov-17</b>	

Source: SGX Announcement

**Amplefield** : Expected date for the listing and commencement of trading of Warrants: Thursday, 21 December 2017 from 9.00 a.m.

**CWX Global** : Expected date for the listing and commencement of trading of Warrants: Tuesday, 19 December 2017 from 9.00 a.m.

**Latest Bonus & Listing Issue Announcement**

Company	Particulars	Ex-Date	Book Close	Payable / Crediting Date	Listing Date
UnUsUaL	3 Bonus share for every 5 existing ord share	<b>1-Dec-17</b>	5-Dec-17	-	-

Source: SGX Announcement

Company	Offer Price	Closing Date	Offeror
Cogent Holdings Ltd	S\$1.02 Cash	5.30 p.m. on 5 Jan 2018	COSCO Shipping Int'l (Singapore) Co., Ltd.
New Wave Holdings	S\$0.0130 Cash	5.30 p.m. on 30 Nov 2017	JK Global Assets Pte. Ltd.

Source: SGX Announcement

**Appendix 2: Financial Calendar**

Monday	Tuesday	Wednesday	Thursday	Friday
4-Dec	5-Dec 2Q: Del Monte Pacific	6-Dec	7-Dec	8-Dec Q3: Cogent Hldgs
11-Dec	12-Dec	13-Dec	14-Dec Q3: JES Int'l Hldgs	15-Dec Q3: Resources Prima Grp
18-Dec	19-Dec	20-Dec Q4: Yorkshire Hldgs	21-Dec	22-Dec *Q4: EMAS Offshore
25-Dec	26-Dec SG (Nov 2017): Index of Industrial Production CPI Overall index and sub-indices	27-Dec Q1: Second Chance Properties	28-Dec	29-Dec Q4: Triyards Hldgs
1-Jan-18	2-Jan	3-Jan	4-Jan	5-Jan

\* Tentative

Source: Bloomberg

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