

Market Indicators

| | 16-Jan | 17-Jan | 18-Jan |
|--------------------|---------|---------|---------|
| Mkt. T/O (S\$ mil) | 1,097.6 | 1,377.6 | 1,290.0 |
| Stock Advances | 271 | 189 | 196 |
| Stock Declines | 187 | 265 | 256 |

Major Indices

| | 16-Jan | 17-Jan | 18-Jan |
|-------------|----------|----------|----------|
| DJ Ind Avg | 25,792.9 | 26,115.7 | 26,017.8 |
| S & P 500 | 2,776.4 | 2,802.6 | 2,798.0 |
| Nasdaq Comp | 7,223.7 | 7,298.3 | 7,296.0 |
| Hang Seng | 31,904.8 | 31,983.4 | 32,121.9 |

STI Index 3,521.31 (-0.58%)



Source: Bloomberg

Commodities

| | Current Price | % Chge from Close |
|-----------------------------|---------------|-------------------|
| Gold (SPOT) US\$ / oz | 1,328.26 | 0.01% |
| Oil (NYMEX CWT1) US\$ / bbl | 63.65 | -0.38% |
| Baltic Dry Index | 1164 | -4.67% |

Exchange Rates



USD : SGD 1.3208 / MYR : SGD 2.9908
Source: Bloomberg

Interest Rates

| | |
|-------------|--------|
| 3-mth Sibor | 1.197% |
| SGS (10 yr) | 2.098% |

KGI Securities Research Team

Market Colour

Hong Kong's Hang Seng index closed at a record high on Thursday as China's economy grew at a much faster pace of 6.8% in the fourth quarter and 6.9% for the full-year. The benchmark index gained 0.4% to close above 32,000 for the first time as strong fund inflows and Chinese banks led the rally. Among the biggest gainers have been China Construction Bank (939 HK, +3%) and Industrial & Commercial Bank of China (1398 HK, +3%), which have extended their rally over the past month and almost reached their record levels set in 2007. C-Mer Eye Care Holdings (3309 HK, +6%), which had an IPO price of HK\$2.90 on Monday, continued to gain and closed at HK\$15.40 on Thursday.

News

China property: New home sales increased in 57 cities out of 70 cities in December, compared to 50 in November, according to the National Bureau of Statistics. **Positive news for developers with significant exposure to China. Among SG-listed developers with >50% revenues from China are CapitalLand (Consensus fair value S\$4.21, upside +11%) and Yanlord Land (Consensus fair value S\$2.12, upside +22%).**

Oxley Holdings: 2Q18 net profit declined 45% YoY to S\$68m due to lower margins and a fair value loss of ~S\$17m on financial instruments. The company has declared an interim dividend of 0.72 SG cents compared to 0.5 SG cents in the preceding year. It has also proposed a bonus issue of new shares on the basis of one bonus share for every five existing shares held. **Consensus has a fair value of S\$0.74, implying a 10% upside.**

First Ship Lease Trust: Sold another vessel, containership vessel FSL Busan, for US\$6.2m. This follows the sale of a chemical tanker for US\$13.8m earlier this week. Following the disposal, total debt is estimated to decline to US\$132m. **This is positive news for the trust as the sale values of the two vessels sold were 15-50% higher than our conservative estimates. We maintain our BUY recommendation with a fair value of S\$0.15.**

Golden Energy and Resources: Reported 4Q17 coal production of 5.5m tonnes, bringing its full-year production volume to 15.6m tonnes, exceeding its target of 14.4m tonnes for 2017. **We currently have a BUY recommendation with a target price of S\$0.78.**

Recent In-depth Regional Reports

| | |
|------|--|
| 18/1 | TH C.P. ALL (CPALL TB; Outperform; TP: Bt 86.00): 4Q17 earnings preview: Growing YoY and QoQ |
| 18/1 | TH Krung Thai Card (KTC TB; Outperform; TP: Bt 245.00): 4Q17 earnings review: Signs of balancing credit cost for growth |
| 18/1 | TH Land and Houses (LH TB; Outperform; TP: Bt 13.40): Return of the Jedi |
| 18/1 | TH Mono Technology (MONO TB; Outperform; TP: Bt 5.75): Stronger rating translated to greater ad rate |
| 17/1 | TW Chieftek (1597 TT; Not Rated): Capacity additions to drive sales & margin upside |
| 17/1 | HK Cryptocurrency: Regulatory measures in China & Korea depress crypto market; altcoins to outperform long term |

For full reports, please contact Research Department at 6202 1190 or sgp.researchcom@kgi.com

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 (%) |
|--|-----------------------|------------------|-------------------|------------------|----------------------|-------------------------|--------------------|--------------------|
| FINANCIALS | | | | | | | | |
| DBS SP | DBS | 26.00 | 66,498 | (0.8%) | 4.6% | (1.7%) | 2.5% | 2.8% |
| OCBC SP | OCBC | 13.03 | 54,536 | (1.1%) | 5.2% | 1.0% | 2.9% | 3.1% |
| UOB SP | UOB | 27.86 | 46,333 | (1.1%) | 5.3% | 0.6% | 2.7% | 2.8% |
| SGX SP | SGX | 7.86 | 8,419 | 1.0% | 5.6% | 4.0% | 3.8% | 4.1% |
| PROPERTIES | | | | | | | | |
| AREIT SP | Ascendas REIT | 2.77 | 7,999 | 0.4% | 1.8% | (0.4%) | 5.8% | 6.0% |
| CAPL SP | CapitaLand | 3.81 | 16,182 | 0.3% | 7.9% | 1.3% | 2.7% | 2.8% |
| CCT SP | CapitaLand Comm Trust | 1.92 | 6,928 | (1.5%) | (0.5%) | (3.5%) | 4.6% | 4.6% |
| CT SP | CapitaLand Mall Trust | 2.04 | 7,235 | (1.0%) | (4.2%) | (1.9%) | 5.4% | 5.4% |
| CIT SP | City Development | 13.31 | 12,103 | (0.7%) | 6.6% | 2.5% | 1.2% | 1.1% |
| HKL SP | Hongkong Land USD | 7.12 | 22,163 | 0.0% | 1.1% | 0.0% | 2.8% | 2.9% |
| UOL SP | UOL | 9.15 | 7,703 | (1.4%) | 3.2% | (1.8%) | 1.6% | 1.6% |
| TELECOMMUNICATIONS | | | | | | | | |
| ST SP | SingTel | 3.59 | 58,622 | 0.0% | 0.6% | (0.6%) | 5.8% | 5.1% |
| STH SP | StarHub | 2.95 | 5,101 | 0.0% | 3.5% | 0.7% | 5.4% | 5.3% |
| CONSUMER SERVICES AND GOODS | | | | | | | | |
| JCNC SP | Jardine C&C | 39.96 | 15,794 | 0.3% | (1.7%) | (1.2%) | 2.7% | 2.8% |
| JM SP | Jardine Matheson USD | 62.38 | 59,937 | (0.1%) | 2.7% | 2.0% | 2.6% | 2.6% |
| GENS SP | Genting Singapore | 1.32 | 15,892 | (0.8%) | 0.8% | 0.0% | 2.3% | 2.3% |
| SPH SP | SPH | 2.71 | 4,335 | 0.7% | 2.3% | 2.3% | 5.1% | 4.9% |
| THBEV SP | ThaiBev | 0.92 | 22,976 | (0.5%) | (0.5%) | (1.6%) | 3.2% | 3.4% |
| VMS SP | Venture Corp | 23.15 | 6,597 | 1.5% | 13.1% | 3.3% | 2.8% | 2.8% |
| TRANSPORT | | | | | | | | |
| SIA SP | Singapore Airlines | 10.99 | 12,996 | (0.4%) | 3.0% | 1.1% | 2.4% | 2.1% |
| CD SP | ComfortDelGro | 2.01 | 4,349 | (1.0%) | 1.5% | 0.0% | 5.2% | 5.2% |
| COMMODITIES | | | | | | | | |
| GGR SP | Golden Agri | 0.39 | 4,903 | (1.3%) | 4.1% | 2.7% | 1.7% | 2.1% |
| WIL SP | Wilmar | 3.17 | 20,052 | (2.2%) | 2.6% | (0.6%) | 2.3% | 2.8% |
| OFFSHORE & MARINE/INDUSTRIALS | | | | | | | | |
| KEP SP | Keppel Corp | 8.12 | 14,724 | (1.0%) | 10.5% | 2.7% | 2.7% | 3.0% |
| SCI SP | Sembcorp Industries | 3.25 | 5,800 | (0.9%) | 7.3% | 3.2% | 2.3% | 3.0% |
| YZJSGD SP | Yangzijiang SGD | 1.58 | 6,271 | (0.6%) | 7.5% | 0.6% | 3.0% | 2.9% |
| SATS SP | SATS | 5.79 | 6,480 | 0.3% | 11.3% | 5.7% | 3.0% | 3.2% |
| SIE SP | SIA Engineering | 3.20 | 3,579 | (0.3%) | 2.2% | 0.0% | 4.2% | 4.4% |
| STE SP | ST Engineering | 3.32 | 10,344 | 0.3% | 1.8% | (0.3%) | 4.5% | 4.7% |
| HPHT SP | HPH Trust USD | 0.41 | 4,725 | (1.2%) | (1.2%) | (2.4%) | 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 | 23.15 | 6,597 | 1.5% | 13.1% | 3.3% | 2.8% | 2.8% |
| SUN SP | Suntec REIT | 2.19 | 5,809 | 0.0% | 1.9% | (1.4%) | 4.6% | 4.5% |
| MCT SP | Mapletree Commercial | 1.65 | 4,750 | 0.0% | 1.9% | (0.6%) | 5.4% | 5.4% |
| KREIT SP | Keppel REIT | 1.29 | 4,348 | 0.0% | 2.4% | 0.8% | 4.7% | 4.7% |
| SMM SP | Semcorp Marine | 2.10 | 4,385 | 1.0% | 14.1% | 13.5% | 0.9% | 1.1% |

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 18 Jan 18 | Yield (%) |
|-------------------------------|------------------|--------|--------------------|------------------|------------|-----------|-----------------------|-----------|
| ESR-REIT | 17-Jan-18 | FY17 | SGD 0.009290 | 23-Jan-18 | 25-Jan-18 | 28-Feb-18 | SGD 0.580 | 1.6 |
| First Real Estate Invst Trust | 17-Jan-18 | FY17 | SGD 0.021500 | 23-Jan-18 | 25-Jan-18 | 28-Feb-18 | SGD 1.410 | 1.5 |
| JB Foods Ltd | 13-Nov-17 | 3Q17 | SGD 0.0200 | 24-Jan-18 | 26-Jan-18 | 1-Mar-18 | SGD 0.570 | 3.5 |
| PNE Industries Ltd | 27-Nov-17 | FY17 | SGD 0.0300 | 25-Jan-18 | 29-Jan-18 | 12-Feb-18 | SGD 1.140 | 2.6 |
| Soilbuild Business Space REIT | 17-Jan-18 | FY17 | SGD 0.01383 | 26-Jan-18 | 30-Jan-18 | 28-Feb-18 | SGD 0.700 | 2.0 |
| Fraser and Neave | 8-Nov-17 | FY17 | SGD 0.03000 | 31-Jan-18 | 2-Feb-18 | 14-Feb-18 | SGD 2.580 | 1.2 |
| Frasers Centrepoint | 10-Nov-17 | FY17 | SGD 0.06200 | 31-Jan-18 | 2-Feb-18 | 14-Feb-18 | SGD 2.230 | 2.8 |
| Goodland Group Ltd | 29-Nov-17 | FY17 | SGD 0.00300 | 31-Jan-18 | 2-Feb-18 | 9-Feb-18 | SGD 0.255 | 1.2 |
| Jumbo Group Ltd | 24-Nov-17 | FY17 | SGD 0.0050 | 2-Feb-18 | 6-Feb-18 | 14-Feb-18 | SGD 0.595 | 0.8 |
| Jumbo Group Ltd - Special | 24-Nov-17 | FY17 | SGD 0.0070 | 2-Feb-18 | 6-Feb-18 | 14-Feb-18 | SGD 0.595 | 1.2 |
| Duty Free Int'l | 10-Jan-18 | 3Q18 | SGD 0.0100 | 6-Feb-18 | 8-Feb-18 | 6-Mar-18 | SGD 0.265 | 3.8 |
| Keong Hong Holdings Ltd | 28-Nov-17 | FY17 | SGD 0.0175 | 7-Feb-18 | 9-Feb-18 | 1-Mar-18 | SGD 0.630 | 2.8 |
| Thai Beverage PCL | 23-Nov-17 | FY17 | Baht 0.4700 | 8-Feb-18 | 12-Feb-18 | 28-Feb-18 | SGD 0.915 | 2.1 |
| Qian Hu Corp Ltd | 12-Jan-18 | FY17 | SGD 0.0020 | 10-Apr-18 | 12-Apr-18 | 25-Apr-18 | SGD 0.210 | 1.0 |

Latest Rights Issue Announcement

| Company | Particulars | Ex-Date | Book Close | Rights Trading Period | |
|------------------------------|---|-----------|------------|-----------------------|------------------|
| | | | | From | To |
| Asia-Pacific Strategic Invts | 2 Rts Shares @ S\$0.003 for each Rights Share for every 1 existing share held, 1 free detachable warrant (exercise price S\$0.003) for every 1 Rts Share subscribed | 3-Jan-18 | 5-Jan-18 | 10-Jan-18 | 18-Jan-18 |
| BM Mobility | 2 Wrts @ S\$0.0033 for each Wrt (exercise price S\$0.010) for every 1 existing ord share held | 17-Jan-18 | 19-Jan-18 | | |

Source: SGX Announcement

Asia-Pacific Strategic Invts: Expected date for commencement of trading of warrants: Friday, 2 February 2018

Latest Listing Issue Announcement

| Company | Particulars | Ex-Date | Book Close | Payable / Crediting Date | Listing Date |
|---------|---|-----------------|------------|--------------------------|--------------|
| Hyflux | Entitled shareholders will receive 1 Hyfluxshop Hldgs Pte Ltd share for every 10 Hyflux shares held | 5-Feb-18 | 7-Feb-18 | 15-Feb-18 | - |

Source: SGX Announcement

Hyflux: Expected Date of Completion, being the date the HyfluxShop Shares are credited into the Securities Accounts of Entitled Shareholders who are Depositors - Thursday, 15 February 2018

| Company | Offer Price | Closing Date | Offeror |
|-------------------------------|-----------------|--------------------------|--|
| Cogent Holdings Ltd | SGD 1.02 Cash | 5.30 p.m. on 19 Jan 2018 | COSCO Shipping Int'l (Singapore) Co., Ltd. |
| Rotary Engineering | SGD 0.460 Cash | 5.30 p.m. on 24 Jan 2018 | OROCHEM PTE. LTD. |
| TMC Education Corporation Ltd | SGD 0.0675 Cash | 5.30 p.m. on 30 Jan 2018 | JK Global Assets Pte. Ltd. |

Source: SGX Announcement

Appendix 2: Financial Calendar

| Monday | Tuesday | Wednesday | Thursday | Friday |
|---|--|---|---|--|
| 15-Jan | 16-Jan | 17-Jan | 18-Jan | 19-Jan |
| | | Q4: ESR-REIT / First REIT / Soilbuild Business Space REIT | Q4: Cache Logistics Trust | Q2: Spore Exchange |
| 22-Jan | 23-Jan | 24-Jan | 25-Jan | 26-Jan |
| Q1: Frasers Commercial Trust Q3: Mapletree Logistics Trust Q4: Keppel DC REIT / Keppel Infrastructure Trust | SG (Dec 2017): CPI Overall index and sub-indices Q1: Frasers Centrepoint Trust Q3: Mapletree Industrial Trust Q4: Fortune REIT / Keppel REIT / M1 | Q1: Frasers Hospitality Trust / Suntec REIT Q3: Mapletree Commercial Trust Q4: CapitalLand Mall Trust / Keppel Telecoms & Tpt | SG (4Q17): Industrial Properties Q1: Frasers Logistics & Industrial Trust Q3: Ascendas REIT / Mapletree Greater China Commercial Trust Q4: CapitalLand Commercial Trust / Keppel Corp / Sabana Shari'ah Compliant Industrial REIT | SG (Dec 2017): Index of Industrial Production Unemployment Rate & Employment SG (4Q17): Private Residential, Retail and Office Properties Q4: Ascott Residence Trust / AGV Grp (Release on Sun, 28-Jan) / Parkway Life REIT / Tuan Sing / Viva Industrial Trust *Q4: CDL Hospitality Trusts |
| 29-Jan | 30-Jan | 31-Jan | 1-Feb-18 | 2-Feb |
| Q2: Starhill Global REIT Q3: Ascendas India Trust | Q4: OUE Hospitality Trust | Q4: CapitalLand Retail China Trust / OUE Commercial REIT | | |
| 5-Feb | 6-Feb | 7-Feb | 8-Feb | 9-Feb |
| Q4: Utd Overseas Insurance | Q4: Manulife US REIT | | Q4: DBS Grp Hldgs (Before mkt open) | Q4: Challenger Technologies |
| 12-Feb | 13-Feb | 14-Feb | 15-Feb | 16-Feb |
| | Q3: Accordia Golf Trust / Spore Airlines Q4: Great Eastern Hldgs / Lippo Malls Indonesia Retail Trust *Q4: ComfortDelGro Corp | Q1: TT Int'l Interim Results for FY2018: MSM Int'l Q4: OCBC & UOB (Before mkt open) / StarHub *Q4: Utd Overseas Australia | *Q1: No Signboards Hldgs | |

* Tentative

Source: Bloomberg

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