

## Market Indicators

	14-Feb	15-Feb	19-Feb
Mkt. T/O (S\$ mil)	1,582.7	1,031.4	1,101.7
Stock Advances	212	273	348
Stock Declines	241	123	109

## Major Indices

	15-Feb	16-Feb	19-Feb
DJ Ind Avg	25,200.4	25,219.4	Closed
S & P 500	2,731.2	2,732.2	Closed
Nasdaq Comp	7,256.4	7,239.5	Closed
Hang Seng	31,115.4	Closed	Closed

**STI Index** 3,487.88 (+1.29%)

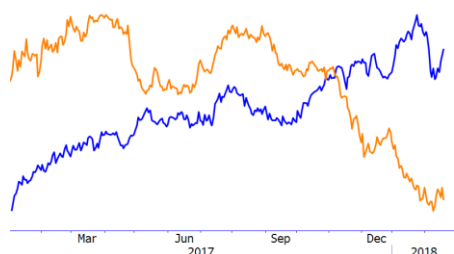


Source: Bloomberg

## Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,346.01	-0.07%
Oil (NYMEX CWT1) US\$ / bbl	62.48	0.45%
Baltic Dry Index	1084	-0.46%

## Exchange Rates



USD : SGD 1.3139 / MYR : SGD 2.9649

Source: Bloomberg

## Interest Rates

3-mth Sibor	1.130%
SGS (10 yr)	2.280%

## Market Colour

Overnight, US markets were closed for Presidents Day and most of Asia were closed for Chinese New Year. In early Asia trade today, the recovery in risk-on sentiments continued with WTI gaining 1.3% to 62.48 while USDJPY rose to 106.73 after hitting a 52-week low of 106.13 last week.

As earnings season remains positive so far, we expect recovery in Singapore stocks to continue. Notable earnings this week include ST Engineering (Friday before-market) and Sembcorp Industries (Friday before-market). Sembcorp Industries may attract more attention following the reorganisation of its India Energy Business, a potential prelude to the IPO of this unit.

## News

**Singapore Budget:** Singapore increased its infrastructure spending from S\$8.5bn in 2011 to an estimated S\$20bn in 2018. **This will benefit construction firms such as Yongnam Holdings (Consensus TP S\$0.53, +71% upside) or OKP Holdings (HOLD, TP S\$0.39) if they manage to win contracts from Singapore's infrastructure projects.**

The government also announced tax transparency for Exchange Traded Funds (ETFs) of Singapore Real Estate Investment Trust (S-REITS). With tax transparency, SREIT ETFs will no longer be subjected to tax on the specified income that is distributed to unitholders. **This will benefit SREIT ETFs such as Lion-Phillip S-REIT ETF.**

**Noble Group:** Noble group announced expectations of a net loss between US\$1.73bn and US\$1.93bn for the final quarter of last year. This means the firm's losses for 2017 could hit US\$5bn. Noble is now expecting a negative net-asset position for the group in the range of US\$650mn to US\$850mn. **Noble's restructuring of US\$3.5bn in debt remains critical to averting bankruptcy. A final decision from bondholders has not been reached but discussions about the restructuring deal continues.**

## Recent In-depth Regional Reports

19/2	<b>TH Food &amp; Beverage (Neutral):</b> 4Q17 earnings preview: Weak earnings for all
19/2	<b>TH Tourism Sector - Hotel (Overweight):</b> 4Q17 earnings preview: Hotel in Thailand grew at faster pace
19/2	<b>TH Intouch Holdings (INTUCH TB; Outperform; TP: Bt 70.50):</b> High yield expected to continue
16/2	<b>TH Economic:</b> 4Q17 GDP expected to grow 4.7% YoY
16/2	<b>TH Plan B Media (PLANB TB; Outperform; TP: Bt 7.70):</b> Falling price is opportunity to buy
16/2	<b>TH Robinson Department Store (ROBINS TB; Outperform; TP: Bt 85.00):</b> 4Q17 earnings review: In line with our forecast
16/2	<b>TH Sino-Thai Engineering &amp; Construction (STEC TB; Underperform: Bt 17.80):</b> Dark side unfolding
16/2	<b>TH Thai Oil (TOP TB; Neutral; TP: Bt 95.00):</b> 4Q17 earnings review: Beat expectation
16/2	<b>TH Thai Wah (TWPC TB; Outperform; TP: Bt 10.50):</b> 4Q17 earnings preview: Honeymoon period is here

For full reports, please contact Research Department at 6202 1190 or [sgp.researchcom@kgi.com](mailto:sgp.researchcom@kgi.com)

KGI Securities 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 FY18 (%)	Div Yield FY19 (%)
<b>FINANCIALS</b>								
DBS SP	DBS	28.43	72,891	0.5%	14.4%	4.1%	4.0%	4.2%
OCBC SP	OCBC	12.95	54,208	1.3%	4.5%	5.6%	3.2%	3.5%
UOB SP	UOB	27.30	45,391	1.0%	3.2%	3.6%	3.4%	3.6%
SGX SP	SGX	7.71	8,255	4.6%	4.3%	5.5%	3.9%	4.1%
<b>PROPERTIES</b>								
AREIT SP	Ascendas REIT	2.62	7,566	1.9%	(3.7%)	1.6%	6.1%	6.3%
CAPL SP	CapitaLand	3.63	15,417	1.7%	2.8%	4.6%	3.2%	3.3%
CCT SP	CapitaLand Comm Trust	1.78	6,422	2.3%	(5.7%)	3.5%	4.9%	5.1%
CT SP	CapitaLand Mall Trust	2.00	7,093	2.6%	(4.8%)	0.5%	5.5%	5.6%
CIT SP	City Development	12.90	11,730	1.4%	3.3%	4.8%	1.2%	1.2%
HKL SP	Hongkong Land USD	7.04	21,745	1.9%	0.0%	2.6%	2.8%	2.9%
UOL SP	UOL	8.61	7,250	3.2%	(2.9%)	4.5%	1.7%	1.7%
<b>TELECOMMUNICATIONS</b>								
ST SP	SingTel	3.43	56,008	3.0%	(3.9%)	2.1%	5.9%	5.3%
STH SP	StarHub	2.60	4,496	1.2%	(8.8%)	(5.5%)	6.0%	5.9%
<b>CONSUMER SERVICES AND GOODS</b>								
JCNC SP	Jardine C&C	38.20	15,098	0.8%	(6.1%)	2.3%	2.8%	3.1%
JM SP	Jardine Matheson USD	62.04	59,150	0.1%	2.1%	0.6%	2.6%	2.7%
JS SP	Jardine Strategic Holding	37.78	54,940	(1.4%)	(4.5%)	(1.6%)	0.9%	0.9%
GENS SP	Genting Singapore	1.25	15,049	0.8%	(4.6%)	2.5%	2.4%	2.5%
SPH SP	SPH	2.68	4,287	1.9%	1.1%	2.7%	5.1%	5.0%
THBEV SP	ThaiBev	0.86	21,470	0.6%	(5.0%)	(4.5%)	3.3%	3.6%
VMS SP	Venture Corp	23.53	6,723	2.7%	14.9%	7.3%	2.8%	2.8%
<b>TRANSPORT</b>								
SIA SP	Singapore Airlines	11.36	13,434	(0.2%)	6.5%	6.9%	2.7%	2.5%
CD SP	ComfortDelGro	2.04	4,413	(0.5%)	3.0%	1.5%	5.1%	5.2%
<b>COMMODITIES</b>								
GGR SP	Golden Agri	0.36	4,585	0.0%	(2.7%)	2.9%	1.8%	1.8%
WIL SP	Wilmar	3.06	19,357	1.0%	(1.0%)	1.0%	2.3%	2.9%
<b>OFFSHORE &amp; MARINE/INDUSTRIALS</b>								
KEP SP	Keppel Corp	8.15	14,763	2.6%	10.9%	4.5%	3.2%	3.4%
SCI SP	Sembcorp Industries	3.30	5,889	2.5%	8.9%	2.8%	2.3%	2.9%
YZJSGD SP	Yangzijiang SGD	1.47	5,834	5.8%	0.0%	8.9%	3.2%	3.1%
SATS SP	SATS	5.20	5,816	0.0%	0.0%	(1.9%)	3.4%	3.5%
STE SP	ST Engineering	3.35	10,438	0.6%	2.8%	4.0%	4.4%	4.6%
HPHT SP	HPH Trust USD	0.35	4,003	0.0%	(12.1%)	1.4%	7.6%	7.7%

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 FY18 (%)	Div Yield FY19 (%)
SUN SP	Suntec REIT	1.97	5,242	1.5%	(7.2%)	3.7%	5.0%	5.1%
MCT SP	Mapletree Commercial	1.57	4,522	2.6%	(1.8%)	1.3%	5.7%	5.7%
KREIT SP	Keppel REIT	1.22	4,131	2.5%	(2.1%)	3.4%	4.8%	4.8%
SMM SP	Sembcorp Marine	2.66	5,554	5.6%	44.6%	12.2%	0.7%	0.9%

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 19 Feb 18	Yield (%)
Health Mgt Int'l	12-Feb-18	1H18	<b>RM</b>	0.01000	<b>20-Feb-18</b>	22-Feb-18	2-Mar-18	SGD 0.640	0.5
Lippo Malls Indonesia Retail Trust	13-Feb-18	FY17	SGD	0.0079	<b>20-Feb-18</b>	22-Feb-18	15-Mar-18	SGD 0.405	2.0
No Signboard Holdings - Special	14-Feb-18	1Q18	SGD	0.0031	<b>21-Feb-18</b>	23-Feb-18	5-Mar-18	SGD 0.210	1.5
Silverlake Axis	13-Feb-18	2Q18	SGD	0.0030	<b>21-Feb-18</b>	23-Feb-18	8-Mar-18	SGD 0.580	0.5
Silverlake Axis	13-Feb-18	2Q18	SGD	0.0080	<b>21-Feb-18</b>	23-Feb-18	8-Mar-18	SGD 0.580	1.4
Far East Hospitality Trust	15-Feb-18	FY17	SGD	0.009700	<b>22-Feb-18</b>	26-Feb-18	26-Mar-18	SGD 0.720	1.3
Ireit Global	15-Feb-18	FY17	SGD	0.0288	<b>5-Mar-18</b>	7-Mar-18	15-Mar-18	SGD 0.790	3.6

**Latest Listing Issue Announcement**

Company	Offer Price	Closing Date	Offeror
CWG Int'l	SGD 0.195 Cash	5.30 p.m. on 5 Mar 2018	Elidom Investment Co., Ltd
TIH	SGD 0.125 cash and SGD 0.445 will be paid by the issue of an up to SGD49.3mil 2.25% Offeror Notes due 3 years from the close of the offer	5.30 p.m. on 19 Feb 2018	

Source: SGX Announcement

**Appendix 2: Financial Calendar**

Monday		Tuesday		Wednesday		Thursday		Friday	
19-Feb	20-Feb	21-Feb	22-Feb	23-Feb					
SG: 2018 Budget @ 3.30 p.m.	Q4: Global Invt	Q4: Sembcorp Marine	Q4: Amara Hldgs / BreadTalk Grp / Frencken Grp / Kingsmen Creative / Megachem / Utd Engineers	SG: 4Q17 GDP (Not later than 23 Feb) SG (Jan 2018): CPI Overall index and sub-indices					
26-Feb	27-Feb	28-Feb	1-Mar-18	2-Mar					
SG (Jan 2018): Index of Industrial Production	Q4: Fragrance Grp / Htl Royal / mDR / Thakral Corp / UOL Grp	Q2: Serrano	STI Review						
Q4: AP Oil Int'l / Asian Pay Television Trust / Aspiat Corp / Best World Int'l / Halcyon Agri / Haw Par Corp / Maxi-Cash Financial Services / Pharmesis Int'l / Raffles Medical Grp		Q4: China Aviation Oil Spore / China Everbright Water / China SunSine Chemical / City Developments / EC World REIT / Emerging Towns & Cities / Hiap Hoe / Ho Bee Land / LHT Hldgs / Mewah Int'l Inc / Spore Reinsurance Corp / Straco Corp	Q4: COSCO Shipping Int'l / Elec & Eltek Int'l / KrisEnergy / Vard Hldgs						
5-Mar	6-Mar	7-Mar	8-Mar	9-Mar					
12-Mar	13-Mar	14-Mar	15-Mar	16-Mar					
19-Mar	20-Mar	21-Mar	22-Mar	23-Mar					
				SG (Feb 2018): CPI Overall index and sub-indices					

\* Tentative

Source: Bloomberg

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