

Market Indicators

	23-Feb	26-Feb	26-Feb
Mkt. T/O (S\$ mil)	1,403.0	1,304.7	1,600.6
Stock Advances	278	266	198
Stock Declines	153	214	241

Major Indices

	23-Feb	26-Feb	26-Feb
DJ Ind Avg	25,310.0	25,709.3	25,410.0
S & P 500	2,747.3	2,779.6	2,744.3
Nasdaq Comp	7,337.4	7,421.5	7,330.4
Hang Seng	31,267.2	31,498.6	31,268.7

STI Index 3,540.39 (-0.43%)



Source: Bloomberg

Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,317.50	-1.22%
Oil (NYMEX CWT1) US\$ / bbl	62.84	-1.38%
Baltic Dry Index	1191	0.51%

Exchange Rates



USD : SGD 1.3240 / MYR : SGD 2.9667

Source: Bloomberg

Interest Rates

3-mth Sibor	1.253%
SGS (10 yr)	2.343%

Market Colour

Markets may take a breather today after the much-awaited testimony by Fed Chairman Jerome Powell to Congress sent the 10-year Treasury notes higher to 2.90% and the main US benchmarks lower by 1% after he gave an upbeat assessment of the US economy. In the local market, earning season is mostly over, with only Venture, Yangzijiang and Jardine C&C due to report results over the next few days. The positive momentum in earnings growth is expected to continue this year, with consensus estimating 8-10% EPS growth for the STI in 2018.

News

Cityneon: FY17 net profit surged 163% YoY to S\$17.3mn, a historical high for the group, on the back of a 21% growth in full-year revenues. The surge in earnings was due mainly to strong growth in its IP segment. **Earnings beat our estimates by 6%. We currently have a BUY recommendation and fair value of S\$1.38. We will give an update later.**

Hyflux: Reported a net loss of S\$116mn in FY17 due to weak electricity prices in Singapore. Its Tuaspring Integrated Water and Power Project registered a net loss of S\$82mn. The bottom line was also hit by other expenses of S\$105mn (+45% YoY) mainly due to costs from certain projects and provision for doubtful receivables. **The group expects losses to continue in 2018 unless there is improvement in Singapore's power market. Currently trades at 0.4x P/B. Investors can probably take a look at its S\$400mn perpetual securities that is offering 35% YTM. The redemption of the perpetual securities is dependent on the partial divestment of up to 70% of its Tuaspring desalination plant valued at S\$1.3bn on its book.**

Recent In-depth Regional Reports

27/2	TH Commodities Update: Unexpectedly lower US commercial crude inventories
27/2	TH Mono Technology (MONO TB; Outperform; TP: Bt 5.75): After a storm comes a calm
27/2	TH Pylon Plc (PYLON TB; Outperform; TP: Bt 17.60): 4Q17 earnings review: In line with our forecast
27/2	TH SCI Electric (Thailand) (SCI TB; Neutral; TP: Bt 6.90): No signal from Laos!!!
27/2	TH Thai Airways International (THAI TB; Outperform; TP: Bt 22.52): 4Q17 earnings review: Within our forecast
27/2	TH TOA Paint (Thailand) (TOA TB; Outperform; TP: Bt 40.50): 4Q17 earnings review: Recovery signal shown
27/2	TH Workpoint Entertainment (WORK TB; Outperform; TP: Bt 94.00): 4Q17 earnings review: In line with expectation
26/2	SG Frencken Group (FRKN SP; HOLD; TP: S\$0.720): Results in line; 2.39 SG cents dividend declared
26/2	SG Sembcorp Marine (SMM SP; HOLD; TP: S\$2.06): Orders are returning but profitability to remain weak
26/2	TW Casetek Holdings (5264 TT; Outperform; TP: NT\$119.0): Slower momentum before new iPhone production kicks off
26/2	HK Vixtel (8342 HK; Outperform; TP: HK\$1.900): 2017 results in line; digital household driving growth
26/2	CN/HK A-share Weekly: Rebound to extend on US stabilization & big political meetings

For full reports, please contact Research Department at 6202 1190 or 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 (%)
FINANCIALS								
DBS SP	DBS	29.06	74,506	(1.9%)	16.9%	1.4%	3.9%	4.1%
OCBC SP	OCBC	13.33	55,791	(1.0%)	7.6%	3.9%	3.1%	3.3%
UOB SP	UOB	28.38	47,179	(0.3%)	7.3%	4.3%	3.3%	3.5%
SGX SP	SGX	7.65	8,188	0.5%	3.5%	1.5%	3.9%	4.2%
PROPERTIES								
AREIT SP	Ascendas REIT	2.65	7,652	1.5%	(2.6%)	1.5%	6.0%	6.3%
CAPL SP	CapitaLand	3.61	15,300	(0.6%)	2.3%	1.4%	3.2%	3.3%
CCT SP	CapitaLand Comm Trust	1.74	6,278	(0.6%)	(7.9%)	(1.1%)	5.1%	5.2%
CT SP	CapitaLand Mall Trust	2.02	7,164	1.0%	(3.9%)	1.0%	5.4%	5.5%
CIT SP	City Development	12.73	11,575	(0.3%)	1.9%	1.8%	1.2%	1.2%
HKL SP	Hongkong Land USD	6.98	21,661	(2.2%)	(0.9%)	(0.3%)	2.9%	3.0%
UOL SP	UOL	8.52	7,174	0.5%	(3.9%)	2.3%	1.7%	1.7%
TELECOMMUNICATIONS								
ST SP	SingTel	3.37	55,028	(1.2%)	(5.6%)	(0.3%)	6.0%	5.4%
STH SP	StarHub	2.49	4,306	(0.8%)	(12.6%)	(3.5%)	6.3%	6.2%
CONSUMER SERVICES AND GOODS								
JCNC SP	Jardine C&C	37.20	14,703	(1.6%)	(8.5%)	(1.8%)	2.9%	3.2%
JM SP	Jardine Matheson USD	63.75	61,068	2.0%	4.9%	1.9%	2.5%	2.6%
JS SP	Jardine Strategic Holding	39.61	57,873	2.1%	0.1%	4.0%	0.8%	0.9%
GENS SP	Genting Singapore	1.19	14,334	(1.7%)	(9.2%)	(7.8%)	2.9%	3.0%
SPH SP	SPH	2.65	4,239	0.0%	0.0%	0.0%	5.2%	5.0%
THBEV SP	ThaiBev	0.84	21,094	2.4%	(6.7%)	0.6%	3.2%	3.6%
VMS SP	Venture Corp	27.10	7,743	(1.8%)	32.4%	13.2%	2.5%	2.5%
TRANSPORT								
SIA SP	Singapore Airlines	11.24	13,292	(0.3%)	5.3%	0.4%	2.7%	2.5%
CD SP	ComfortDelGro	2.00	4,327	0.0%	1.0%	(2.0%)	5.2%	5.4%
COMMODITIES								
GGR SP	Golden Agri	0.36	4,585	0.0%	(2.7%)	1.4%	1.8%	2.2%
WIL SP	Wilmar	3.22	20,369	0.0%	4.2%	5.6%	3.0%	3.3%
OFFSHORE & MARINE/INDUSTRIALS								
KEP SP	Keppel Corp	8.10	14,672	1.0%	10.2%	0.1%	3.2%	3.4%
SCI SP	Sembcorp Industries	3.22	5,754	0.6%	6.3%	(1.8%)	2.8%	3.3%
YZJSGD SP	Yangzijiang SGD	1.52	6,033	2.7%	3.4%	4.8%	3.2%	3.1%
SATS SP	SATS	5.20	5,813	0.0%	0.0%	0.4%	3.4%	3.5%
STE SP	ST Engineering	3.44	10,718	0.0%	5.5%	2.4%	4.5%	4.7%
HPHT SP	HPH Trust USD	0.36	4,136	(1.4%)	(9.6%)	1.4%	7.3%	7.5%

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	1.96	5,216	0.5%	(7.7%)	1.6%	5.1%	5.1%
MCT SP	Mapletree Commercial	1.57	4,522	(1.3%)	(1.8%)	(0.6%)	5.7%	5.7%
KREIT SP	Keppel REIT	1.20	4,064	0.0%	(3.7%)	(0.8%)	4.9%	4.9%
SMM SP	Semcorp Marine	2.22	4,635	1.8%	20.7%	(15.6%)	0.9%	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 28 Feb 18	Yield (%)
Karin Technology Hldgs	12-Feb-18	1H18	HKD 0.0680	1-Mar-18	5-Mar-18	15-Mar-18	SGD 0.340	1.1
Ireit Global	15-Feb-18	FY17	SGD 0.0288	5-Mar-18	7-Mar-18	15-Mar-18	SGD 0.805	3.6
Global Invts	20-Feb-18	FY17	SGD 0.00600	6-Mar-18	8-Mar-18	24-Apr-18	SGD 0.151	4.0
Tai Sin Electric	9-Feb-18	2Q18	SGD 0.0075	7-Mar-18	9-Mar-18	16-Mar-18	SGD 0.405	1.9
Qian Hu Corp Ltd	12-Jan-18	FY17	SGD 0.0020	10-Apr-18	12-Apr-18	25-Apr-18	SGD 0.195	1.0
M1	23-Jan-18	FY17	SGD 0.06200	18-Apr-18	20-Apr-18	27-Apr-18	SGD 1.780	3.5
Utd Overseas Insurance	5-Feb-18	FY17	SGD 0.1400	19-Apr-18	23-Apr-18	3-May-18	SGD 7.790	1.8
Utd Overseas Insurance - Special	5-Feb-18	FY17	SGD 0.0500	19-Apr-18	23-Apr-18	3-May-18	SGD 7.790	0.6
Great Eastern Hldgs	13-Feb-18	FY17	SGD 0.50000	20-Apr-18	24-Apr-18	8-May-18	SGD 30.510	1.6
Great Eastern Hldgs - Special	13-Feb-18	FY17	SGD 0.10000	20-Apr-18	24-Apr-18	8-May-18	SGD 30.510	0.3
Lee Metal Grp	20-Feb-18	FY17	SGD 0.0100	20-Apr-18	24-Apr-18	7-May-18	SGD 0.415	2.4

Latest Rights Issue Announcement

Company	Particulars	Ex-Date	Book Close	Rights Trading Period	
				From	To
SingHaiyi Group Ltd	1 Rts Share @ S\$0.100 for each Rts Share for every 2 existing ord shares	13-Feb-18	15-Feb-18	21-Feb-18	1-Mar-18
Vashion Grp	10 Rights Shares @ S\$0.005 for each Rights Share for every 1 existing Share held, 1 Warrant (exercise price S\$0.005) for every 2 Rights Shares subscribed	9-Feb-18	13-Feb-18	19-Feb-18	27-Feb-18

Source: SGX Announcement

Vashion Grp: Expected date for commencement of trading of warrants: 9.00 a.m., Wednesday, 14 March 2018

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

Source: SGX Announcement

Appendix 2: Financial Calendar

Monday	Tuesday	Wednesday	Thursday	Friday
<p>26-Feb</p> <p>SG (Jan 2018): Index of Industrial Production</p> <p>Q4: AP Oil Int'l / Asian Pay Television Trust / Aspiat Corp / Best World Int'l / First Ship Lease Trust / Halcyon Agri / Haw Par Corp / Maxi-Cash Financial Services / Pharmesis Int'l / Raffles Medical Grp / Sinarmas Land</p>	<p>27-Feb</p> <p>Q4: Fragrance Grp / Fuxing China Grp / Golden Agri-Resources / Hong Leong Finance / Htl Royal / mDR / Olam Int'l / Sino Grandness Food / Thakral Corp / UOL Grp</p>	<p>28-Feb</p> <p>Q2: Serrano</p> <p>Q4: China Aviation Oil Spore / China Everbright Water / China Sunshine 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 / World Precision Machinery</p>	<p>1-Mar-18</p> <p>STI Review</p> <p>Q4: COSCO Shipping Int'l / Elec & Eltek Int'l / KrisEnergy / Vard Hldgs</p>	<p>2-Mar</p>
<p>5-Mar</p>	<p>6-Mar</p>	<p>7-Mar</p>	<p>8-Mar</p>	<p>9-Mar</p>
<p>12-Mar</p>	<p>13-Mar</p>	<p>14-Mar</p>	<p>15-Mar</p>	<p>16-Mar</p>
<p>19-Mar</p>	<p>20-Mar</p>	<p>21-Mar</p>	<p>22-Mar</p>	<p>23-Mar</p> <p>SG (Feb 2018): CPI Overall index and sub-indices</p>
<p>26-Mar</p> <p>SG (Feb 2018): Index of Industrial Production</p>	<p>27-Mar</p>	<p>28-Mar</p>	<p>29-Mar</p>	<p>30-Mar</p>

* Tentative

Source: Bloomberg

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