

Market Indicators

	5-Oct	6-Oct	9-Oct
Mkt. T/O (S\$ mil)	943.3	1,307.7	1,042.5
Stock Advances	261	277	197
Stock Declines	155	182	256

Major Indices

	5-Oct	6-Oct	9-Oct
DJ Ind Avg	22,775.4	22,773.7	22,761.1
S & P 500	2,552.1	2,549.3	2,544.7
Nasdaq Comp	6,585.4	6,590.2	6,579.7
Hang Seng	Closed	28,458.0	28,326.6

STI Index 3,291.56 (+0.01%)



Source: Bloomberg

Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,283.91	0.12%
Oil (NYMEX CWT11) US\$ / bbl	49.61	0.22%
Baltic Dry Index	1405	1.66%

Exchange Rates



USD : SGD 1.3624 / MYR : SGD 3.1045

Source: Bloomberg

Interest Rates

3-mth Sibor	1.124%
SGS (10 yr)	2.102%

KGI Securities Research Team

Market Colour

We expect trading to remain range-bound this week ahead of the release of the minutes from the Federal Reserve due Wednesday and the start of third quarter earnings season. Earnings season begins for major U.S. banks, led by JPMorgan, Citigroup, Bank of America and Wells Fargo.

According to FactSet Insight, companies in the S&P 500 with higher global revenue exposure are expected to outperform their peers with less global exposure as they benefit from the tailwinds of a weaker U.S. dollar and higher global GDP growth. The earnings growth rate for the S&P 500 for Q3 2017 is 2.8%. For companies that generate more than 50% of sales inside the U.S., a slight earnings decline (-0.1%) is expected. For companies that generate less than 50% of sales inside the U.S., the earnings growth rate is 7.9%. At the sector level, the Information Technology and Energy sectors are by far the largest contributors to earnings and revenue growth in Q3 for S&P 500 companies with more global exposure.

All these earnings growth comes on the back of an improving global macro outlook. According to the OECD's Interim Economic Outlook published in September, global GDP growth is projected to increase to around 3.5% in 2017 and 3.7% in 2018 from 3% in 2016, slightly improved since the OECD's June Economic Outlook. The upturn has become more synchronised across countries. Investment, employment and trade are expanding.

News

REITS: Bloomberg reports that Singapore REITs have raised the most in equity offerings since 2009 as they prepare for a possible property market recovery. REITs in Singapore have raised S\$2.76 billion (US\$2 billion) so far this year, according to data compiled by Bloomberg. The biggest such offering this year is from CapitaLand Commercial Trust, Singapore's largest office landlord, which is raising about S\$700 million through a rights issue. The money will help fund its S\$2.1 billion acquisition of Asia Square Tower 2 from BlackRock Inc., the city's second-largest office-building sale. The FTSE REIT index has risen 14% this year in local currency, roughly keeping pace with the benchmark Straits Times stock index. A gauge of Asian trusts has gained 2% in U.S. dollars. Singapore property trusts will yield an estimated 6.5% over the next 12 months, second to only Thailand in the region, according to data compiled by Bloomberg.

SPH: Reported a 0.7% improvement in distribution per unit (DPU) for the fourth quarter to 1.42 Singapore cents from 1.41 Singapore cents a year ago. For the full year, DPU stood at 5.53 Singapore cents, up 0.5 per cent from a year ago. Annualised distribution yield based on the unit's closing price of S\$1.00 on Aug 31, 2017, stood at 5.53%.

CDL: May make a general offer for its London-listed hotel arm, Millennium & Copthorne (M&C), that would price the unit at about £1.8 billion (S\$3.2 billion). The proposed offer would be made up of a cash amount of 545 pence per M&C share, plus a special dividend of 7.5 pence per M&C share. This offer is priced at 23.7% premium to M&C's last closing price of 446.7 pence on Aug 18.

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

Commentaries From The Trading Desk

4/10	This is why the Stock Market's rally may be about to end
21/9	3 stories that may come in-play along with Oil price latest move
21/9	Beginnings of Normalisation

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 (%)
FINANCIALS								
DBS SP	DBS	21.47	54,912	(0.1%)	27.6%	1.1%	3.1%	3.2%
OCBC SP	OCBC	11.39	47,714	0.2%	32.0%	1.2%	3.2%	3.4%
UOB SP	UOB	24.36	40,502	0.0%	23.1%	1.5%	3.0%	3.1%
SGX SP	SGX	7.61	8,151	(0.1%)	9.6%	1.5%	4.0%	4.2%
PROPERTIES								
AREIT SP	Ascendas REIT	2.69	7,763	0.0%	22.3%	0.4%	5.9%	6.1%
CAPL SP	CapitaLand	3.68	15,629	(0.3%)	25.2%	1.1%	2.8%	2.9%
CCT SP	CapitaLand Comm Trust	1.65	5,248	0.6%	21.5%	(0.3%)	5.3%	5.3%
CT SP	CapitaLand Mall Trust	2.04	7,233	1.0%	12.9%	0.0%	5.4%	5.4%
CIT SP	City Development	11.75	10,684	1.3%	44.0%	2.4%	1.3%	1.3%
GLP SP	Global Logistic	3.31	15,548	0.3%	53.2%	0.0%	1.9%	2.0%
HKL SP	Hongkong Land USD	7.42	23,821	0.8%	20.4%	2.5%	2.7%	2.8%
UOL SP	UOL	8.54	7,182	(0.1%)	45.6%	4.3%	1.8%	1.8%
TELECOMMUNICATIONS								
ST SP	SingTel	3.68	60,091	0.0%	3.6%	(0.5%)	5.4%	5.0%
STH SP	StarHub	2.63	4,547	0.0%	(1.9%)	0.4%	6.1%	5.9%
CONSUMER SERVICES AND GOODS								
JCNC SP	Jardine C&C	40.45	15,987	(0.9%)	0.4%	1.9%	2.7%	3.0%
JM SP	Jardine Matheson USD	64.78	63,915	(1.4%)	20.0%	0.3%	2.4%	2.5%
GENS SP	Genting Singapore	1.20	14,430	(0.8%)	36.1%	1.3%	2.5%	2.6%
SPH SP	SPH	2.73	4,364	0.4%	(21.3%)	(0.7%)	6.0%	5.8%
THBEV SP	ThaiBev	0.92	23,101	0.5%	11.3%	2.2%	3.2%	3.3%
TRANSPORT								
SIA SP	Singapore Airlines	10.22	12,085	(0.6%)	6.8%	0.4%	2.4%	2.3%
CD SP	ComfortDelGro	2.03	4,391	1.5%	(14.3%)	(2.4%)	5.2%	5.4%
COMMODITIES								
GGR SP	Golden Agri	0.39	4,903	2.7%	(8.9%)	2.7%	1.8%	2.5%
WIL SP	Wilmar	3.36	21,252	1.2%	(4.4%)	4.3%	2.2%	2.8%
OFFSHORE & MARINE/INDUSTRIALS								
KEP SP	Keppel Corp	6.75	12,237	1.0%	20.2%	2.6%	3.0%	3.6%
SCI SP	Sembcorp Industries	3.11	5,550	3.0%	11.7%	4.0%	2.5%	3.1%
YZJSGD SP	Yangzijiang SGD	1.49	5,914	0.0%	88.9%	3.5%	3.0%	2.9%
SATS SP	SATS	4.65	5,204	(0.4%)	(2.0%)	(0.2%)	3.8%	4.0%
SIE SP	SIA Engineering	3.19	3,569	0.0%	(1.9%)	(8.3%)	4.4%	4.4%
STE SP	ST Engineering	3.38	10,532	(0.3%)	8.9%	(2.9%)	4.4%	4.6%
HPHT SP	HPH Trust USD	0.43	5,111	(1.1%)	7.1%	(3.4%)	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: 30 November 2017

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 (%)
SUN SP	Suntec REIT	1.89	4,994	0.0%	19.1%	0.8%	5.3%	5.2%
MCT SP	Mapletree Commercial	1.55	4,446	0.3%	15.7%	0.7%	5.8%	5.8%
VMS SP	Venture Corp	18.58	5,266	0.7%	95.5%	2.9%	2.9%	2.9%
SIE SP	SIA Engineering	3.19	3,569	0.0%	(1.9%)	(8.3%)	4.4%	4.4%
KREIT SP	Keppel REIT	1.19	3,976	0.4%	21.0%	0.9%	5.1%	5.1%

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 9-Oct-17	Yield (%)	FYE
United Overseas Australia	29-Aug-17	1H17	AUD 0.0050	10-Oct-17	11-Oct-17	6-Nov-17	SGD 0.670	0.8	Dec-16
Cordlife Group	29-Aug-17	FY17	SGD 0.0050	24-Oct-17	26-Oct-17	10-Nov-17	SGD 0.820	0.6	Jun-17
Karin Technology Hldgs	25-Aug-17	FY17	HKD 0.0980	24-Oct-17	26-Oct-17	16-Nov-17	SGD 0.315	1.7	Jun-17
Ryobi Kiso Hldgs	23-Aug-17	FY17	SGD 0.0040	24-Oct-17	26-Oct-17	8-Nov-17	SGD 0.193	2.1	Jun-17
k1 Ventures Ltd	1-Aug-17	FY17	SGD 0.0650	25-Oct-17	27-Oct-17	8-Nov-17	SGD 0.825	7.9	Jun-17
Ellipsiz	21-Aug-17	FY17	SGD 0.0200	26-Oct-17	30-Oct-17	21-Nov-17	SGD 0.840	2.4	Jun-17
Ellipsiz - Special	21-Aug-17	FY17	SGD 0.0450	26-Oct-17	30-Oct-17	21-Nov-17	SGD 0.840	5.4	Jun-17
GL	25-Aug-17	FY17	SGD 0.0220	26-Oct-17	30-Oct-17	20-Nov-17	SGD 0.845	2.6	Jun-17
GuocoLand	27-Aug-17	FY17	SGD 0.0700	26-Oct-17	30-Oct-17	21-Nov-17	SGD 2.340	3.0	Jun-17
Sin Ghee Huat Corp Ltd	18-Aug-17	FY17	SGD 0.0020	26-Oct-17	30-Oct-17	15-Nov-17	SGD 0.210	1.0	Jun-17
PCI	28-Aug-17	FY17	SGD 0.0300	31-Oct-17	2-Nov-17	13-Nov-17	SGD 0.675	4.4	Jun-17
PCI - Special	28-Aug-17	FY17	SGD 0.0050	31-Oct-17	2-Nov-17	13-Nov-17	SGD 0.675	0.7	Jun-17
Spindex Industries	21-Aug-17	FY17	SGD 0.0300	31-Oct-17	2-Nov-17	16-Nov-17	SGD 1.105	2.7	Jun-16

Latest Rights Issue Announcement

Company	Particulars	Ex-Date	Book Close	Rights Trading Period	
				From	To
China Medical (Int'l) Grp	3 Rts Shares @ S\$0.001 for each Rights Share for every 1 existing ord share held, 1 free detachable warrant (exercise price S\$0.001) for 1 Rights shares subscribed	29-Sep-17	3-Oct-17	6-Oct-17	16-Oct-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.	Delisting from SGX: 28-Nov-17	

Source: SGX Announcement

China Medical (Int'l) Grp: Expected date for the listing and commencement of trading of Warrants: 1 November 2017 from 9.00 a.m.

Latest Listing Issue Announcement

Company	Offer Price	Closing Date	Offeror
Blumont Group	SGD 0.000182 Cash	5.30 p.m. on 12 Oct 2017	Ultimate Horizon Pte. Ltd.
BRC Asia	SGD 0.925 Cash	5.30 p.m. on 30 Oct 2017	Esteele Enterprise Pte. Ltd.
CWT	SGD 2.33 Cash	5.30 p.m. on 2 Nov 2017	HNA Belt and Road Invts (Spore) Pte. Ltd.
Lafe Corporation Ltd	SGD 0.90 Cash	5.30 p.m. on 16 Oct 2017	Sino Capital Resources Ltd
Mary Chia Holdings Ltd	SGD 0.111 Cash	5.30 p.m. on 6 Oct 2017	Suki Sushi Pte. Ltd.

Source: SGX Announcement

Appendix 2: Financial Calendar

Monday	Tuesday	Wednesday	Thursday	Friday
<p>9-Oct</p> <p>Q4: SPH REIT</p>	<p>10-Oct</p>	<p>11-Oct</p> <p>Q4: Spore Press Hldgs</p>	<p>12-Oct</p>	<p>13-Oct</p> <p>SG: 3Q17 Advance GDP Estimates @ 8 a.m.</p> <p>Q3: Soilbuild Business Space REIT</p>
<p>16-Oct</p> <p>Q3: Keppel DC REIT / Keppel Infrastructure Trust / M1</p>	<p>17-Oct</p> <p>Q3: Keppel REIT / Keppel Telecoms & Tpt / Qian Hu Corp</p>	<p>18-Oct</p>	<p>19-Oct</p> <p>Q3: Keppel Corp</p>	<p>20-Oct</p> <p>Q2: Mapletree Greater China Commercial Trust</p> <p>Q3: CapitaLand Commercial Trust / CapitaLand Mall Trust / Utd Overseas</p> <p>Q4: EMAS Offshore / Frasers Commercial Trust</p> <p>*Q2: Mapletree Logistics Trust</p>
<p>23-Oct</p> <p>SG (Sep 2017): CPI</p> <p>Q3: CapitaLand Retail China Trust</p>	<p>24-Oct</p> <p>Q2: Mapletree Industrial Trust</p> <p>Q3: Cache Logistics Trust / Great Eastern Hldgs</p>	<p>25-Oct</p> <p>Q1: Spore Exchange</p> <p>Q2: Mapletree Commercial Trust</p> <p>Q4: Frasers Centrepoint Trust</p> <p>*Q4: Frasers Centrepoint</p>	<p>26-Oct</p> <p>SG (3Q17): Industrial Properties</p> <p>Q3: OCBC (Before mkt open)</p>	<p>27-Oct</p> <p>SG (Sep 2017): Unemployment Rate & Employment</p> <p>SG: 3Q17 Qtly Property Mkt Updates</p> <p>Q3: CDL Hospitality Trusts</p> <p>Q4: Frasers Hospitality Trust</p> <p>*Q3: Tuan Sing Hldgs</p> <p>*Q4: Falcon Energy (Release on Sun, 29-Oct)</p>
<p>30-Oct</p>	<p>31-Oct</p> <p>Q3: Sembcorp Marine</p> <p>Q4: Yorkshire Hldgs</p>	<p>1-Nov</p>	<p>2-Nov</p> <p>Q3: China Aviation Oil / Sembcorp Industries</p> <p>Q4: Frasers Logistics & Industrial Trust</p>	<p>3-Nov-17</p> <p>Q2: SIA Engrg Co</p> <p>Q3: Genting Spore PLC / UOB (Before mkt open)</p> <p>*Q3: Venture Corp</p>
<p>6-Nov</p>	<p>7-Nov</p>	<p>8-Nov</p>	<p>9-Nov</p>	<p>10-Nov</p> <p>Q4: Frasers Centrepoint</p>

* Tentative

Source: Bloomberg

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