

Market Indicators

| | 6-Oct | 9-Oct | 10-Oct |
|--------------------|---------|---------|--------|
| Mkt. T/O (S\$ mil) | 1,307.7 | 1,042.5 | 939.8 |
| Stock Advances | 277 | 197 | 250 |
| Stock Declines | 182 | 256 | 181 |

Major Indices

| | 6-Oct | 9-Oct | 10-Oct |
|-------------|----------|----------|----------|
| DJ Ind Avg | 22,773.7 | 22,761.1 | 22,830.7 |
| S & P 500 | 2,549.3 | 2,544.7 | 2,550.6 |
| Nasdaq Comp | 6,590.2 | 6,579.7 | 6,587.3 |
| Hang Seng | 28,458.0 | 28,326.6 | 28,490.8 |

STI Index 3,288.95 (-0.08%)

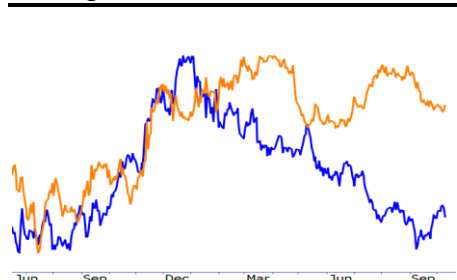


Source: Bloomberg

Commodities

| | Current Price | % Chge from Close |
|-----------------------------|---------------|-------------------|
| Gold (SPOT) US\$ / oz | 1,289.71 | 0.06% |
| Oil (NYMEX CWT1) US\$ / bbl | 50.89 | 2.11% |
| Baltic Dry Index | 1411 | 0.43% |

Exchange Rates



USD : SGD 1.3558 / MYR : SGD 3.1093

Source: Bloomberg

Interest Rates

| | |
|-------------|--------|
| 3-mth Sibor | 1.124% |
| SGS (10 yr) | 2.067% |

KGI Securities Research Team

Market Colour

A big jump from Wal-Mart boosted the Dow Jones Industrial Average to a new record yesterday, while gains from other retailers and airlines also lifted the other main indexes. News that Saudi Arabia will cut its monthly crude oil exports in November by 7% year-on-year helped lift oil prices by more than 1% overnight, its first back-to-back gains in two weeks. We like CNOOC Ltd (883 HK) and Sembcorp Marine (SMM SP, BUY TP\$2.05) as our oil-proxy plays.

News

Japan: The International Monetary Fund Tuesday raised its growth forecast for Japan's economy this year and next, but warned that a shrinking labour force and weak inflation will be a drag on the country's prospects. The IMF said it now expects the world's number three economy to post 1.5% GDP growth in 2017 and 0.7% next year, up from a July projection of 1.3% and 0.6% respectively. The fund cited a pickup in exports and stronger consumer spending for the upgraded outlook, after Japan's economy grew 1.0% in 2016. Japan's economy expanded in the April-June period, marking six straight quarters of gains in its longest winning streak for more than a decade. Business confidence is also at its highest in a decade, but the country is still grappling with low birthrates, a shrinking labour force and years of on-off deflation. **KGI: We have BUY calls on two Japan-related companies, Accordia Golf Trust and Uni-Asia Group. We expect them to benefit as the country hosts two big global sporting events over the next three years - the Rugby World Cup 2019 and the Tokyo Olympics 2020.**

Trendlines: Proposed a S\$14.03 million placement of 100 million new shares at 14.03 Singapore cents each, and to undertake a strategic review to cut cost and possibly implement a dividend policy.

SUTL: Has secured its second management contract in China for an upcoming integrated marina, located at Sanshan Island in Taihu Lake, Suzhou. Located just 45 km from Suzhou City Centre and easily accessible, the new marina will carry SUTL Enterprise's ONE[®]15 brand. **KGI: We have a BUY recommendation on SUTL with a TP of \$1.04.**

Digital Payments: JPMorgan Chase and Temasek Holdings have led a US\$100 million investment in Bill.com, a Palo Alto, California-based company that helps business digitize their payments. The investment comes after the company revealed last month that it had partnered with JPMorgan to help its business clients make and receive payments electronically. Bill.com, which runs a large business payment network in the United States, is among the cohort of young technology companies that are seeking to help modernize financial services by making better use of technology. Bill.com's technology can be integrated into the websites of banks and accounting software providers to make it easier for businesses to send and receive payments digitally.

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 | 21.50 | 54,989 | 0.1% | 27.8% | 1.7% | 3.0% | 3.2% |
| OCBC SP | OCBC | 11.36 | 47,589 | (0.3%) | 31.6% | 1.6% | 3.2% | 3.4% |
| UOB SP | UOB | 24.22 | 40,269 | (0.6%) | 22.4% | 1.9% | 3.0% | 3.2% |
| SGX SP | SGX | 7.64 | 8,183 | 0.4% | 10.0% | 2.6% | 4.0% | 4.2% |
| PROPERTIES | | | | | | | | |
| AREIT SP | Ascendas REIT | 2.69 | 7,763 | 0.0% | 22.3% | 1.1% | 5.9% | 6.1% |
| CAPL SP | CapitaLand | 3.67 | 15,587 | (0.3%) | 24.8% | 1.7% | 2.8% | 2.9% |
| CCT SP | CapitaLand Comm Trust | 1.65 | 5,230 | (0.3%) | 21.1% | (0.3%) | 5.3% | 5.3% |
| CT SP | CapitaLand Mall Trust | 2.04 | 7,233 | 0.0% | 12.9% | 1.5% | 5.4% | 5.4% |
| CIT SP | City Development | 11.85 | 10,775 | 0.9% | 45.2% | 3.6% | 1.3% | 1.3% |
| GLP SP | Global Logistic | 3.31 | 15,548 | 0.0% | 53.2% | 0.3% | 1.8% | 2.0% |
| HKL SP | Hongkong Land USD | 7.40 | 23,647 | (0.3%) | 20.0% | 2.1% | 2.7% | 2.8% |
| UOL SP | UOL | 8.64 | 7,266 | 1.2% | 47.3% | 6.0% | 1.7% | 1.7% |
| TELECOMMUNICATIONS | | | | | | | | |
| ST SP | SingTel | 3.68 | 60,091 | 0.0% | 3.6% | 0.0% | 5.4% | 5.0% |
| STH SP | StarHub | 2.64 | 4,565 | 0.4% | (1.5%) | 0.4% | 6.1% | 5.9% |
| CONSUMER SERVICES AND GOODS | | | | | | | | |
| JCNC SP | Jardine C&C | 40.81 | 16,130 | 0.9% | 1.3% | 2.5% | 2.7% | 3.0% |
| JM SP | Jardine Matheson USD | 64.53 | 63,374 | (0.4%) | 19.5% | (0.8%) | 2.4% | 2.6% |
| GENS SP | Genting Singapore | 1.21 | 14,551 | 0.8% | 37.3% | 1.7% | 2.5% | 2.6% |
| SPH SP | SPH | 2.71 | 4,332 | (0.7%) | (21.9%) | 0.0% | 6.1% | 5.8% |
| THBEV SP | ThaiBev | 0.93 | 23,227 | 0.5% | 11.9% | 2.8% | 3.2% | 3.3% |
| TRANSPORT | | | | | | | | |
| SIA SP | Singapore Airlines | 10.19 | 12,050 | (0.3%) | 6.5% | 0.9% | 2.4% | 2.3% |
| CD SP | ComfortDelGro | 2.08 | 4,499 | 2.5% | (12.2%) | 2.0% | 5.0% | 5.2% |
| COMMODITIES | | | | | | | | |
| GGR SP | Golden Agri | 0.39 | 4,903 | 0.0% | (8.9%) | 2.7% | 1.8% | 2.5% |
| WIL SP | Wilmar | 3.37 | 21,315 | 0.3% | (4.1%) | 5.3% | 2.2% | 2.8% |
| OFFSHORE & MARINE/INDUSTRIALS | | | | | | | | |
| KEP SP | Keppel Corp | 6.77 | 12,273 | 0.3% | 20.5% | 3.8% | 3.0% | 3.6% |
| SCI SP | Sembcorp Industries | 3.09 | 5,514 | (0.6%) | 10.9% | 4.0% | 2.6% | 3.2% |
| YZJSGD SP | Yangzijiang SGD | 1.46 | 5,795 | (2.0%) | 85.1% | 2.1% | 3.1% | 3.0% |
| SATS SP | SATS | 4.62 | 5,171 | (0.6%) | (2.6%) | (0.9%) | 3.8% | 4.0% |
| SIE SP | SIA Engineering | 3.20 | 3,579 | 0.3% | (1.6%) | (7.5%) | 4.1% | 4.4% |
| STE SP | ST Engineering | 3.37 | 10,501 | (0.3%) | 8.6% | (1.7%) | 4.4% | 4.7% |
| HPHT SP | HPH Trust USD | 0.44 | 5,147 | 1.2% | 8.4% | 0.0% | 6.3% | 6.5% |

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 | 1.90 | 5,020 | 0.5% | 19.7% | 1.6% | 5.2% | 5.2% |
| MCT SP | Mapletree Commercial | 1.56 | 4,475 | 0.6% | 16.4% | 1.3% | 5.7% | 5.7% |
| VMS SP | Venture Corp | 18.35 | 5,206 | (1.2%) | 93.1% | 2.9% | 2.9% | 2.9% |
| SIE SP | SIA Engineering | 3.20 | 3,579 | 0.3% | (1.6%) | (7.5%) | 4.1% | 4.4% |
| KREIT SP | Keppel REIT | 1.19 | 3,976 | 0.0% | 21.0% | 1.3% | 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 7-Oct-17 | Yield (%) | FYE |
|------------------------|------------------|--------|-------------------|------------------|------------|-----------|----------------------|-----------|--------|
| Cordlife Group | 29-Aug-17 | FY17 | SGD 0.0050 | 24-Oct-17 | 26-Oct-17 | 10-Nov-17 | SGD 0.825 | 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 0.835 | 2.4 | Jun-17 |
| Ellipsiz - Special | 21-Aug-17 | FY17 | SGD 0.0450 | 26-Oct-17 | 30-Oct-17 | 21-Nov-17 | SGD 0.835 | 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 2.350 | 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 0.685 | 4.4 | Jun-17 |
| PCI - Special | 28-Aug-17 | FY17 | SGD 0.0050 | 31-Oct-17 | 2-Nov-17 | 13-Nov-17 | SGD 0.685 | 0.7 | Jun-17 |
| Spindex Industries | 21-Aug-17 | FY17 | SGD 0.0300 | 31-Oct-17 | 2-Nov-17 | 16-Nov-17 | SGD 1.120 | 2.7 | Jun-17 |

Latest Rights Issue Announcement

| Company | Particulars | Ex-Date | Book Close | Rights Trading Period | |
|-----------------------------|---|-----------|------------------------|--------------------------------------|------------------|
| | | | | From | To |
| CapitaLand Commercial Trust | 166 Rights units @ S\$1.363 for each Rights unit for every 1000 existing units held | 27-Sep-17 | 29-Sep-17 | 4-Oct-17 | 12-Oct-17 |
| 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 |
| Manulife US REIT | 41 Rights Units @ US\$0.695 per Rights Unit for every 100 existing units held | 25-Sep-17 | 27-Sep-17 | 2-Oct-17 | 10-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 |
| Poh Tiong Choon Logistics Ltd | SGD 1.30 Cash | 5.30 p.m. on 6 Nov 2017 | Respond Logistics Pte. Ltd. |

Source: SGX Announcement

Appendix 2: Financial Calendar

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

* Tentative

Source: Bloomberg

Disclaimer This report is provided for information only and is not an offer or a solicitation to deal in securities or to enter into any legal relations, nor an advice or a recommendation with respect to such securities. This report is prepared for general circulation. It does not have regard to the specific investment objectives, financial situation and the particular needs of any recipient hereof. You should independently evaluate particular investments and consult an independent financial adviser before dealing in any securities mentioned in this report.

This report is confidential. This report may not be published, circulated, reproduced or distributed and/or redistributed in whole or in part by any recipient of this report to any other person without the prior written consent of KGI Securities. This report is not intended for distribution and/or redistribution, publication to or use by any person in any jurisdiction outside Singapore or any other jurisdiction as KGI Securities may determine in its absolute discretion, where the distribution, publication or use of this report would be contrary to applicable law or would subject KGI Securities and its connected persons (as defined in the Financial Advisers Act, Chapter 110 of Singapore) to any registration, licensing or other requirements within such jurisdiction.

The information or views in the report ("Information") has been obtained or derived from sources believed by KGI Securities to be reliable. However, KGI Securities makes no representation as to the accuracy or completeness of such sources or the Information and KGI Securities accepts no liability whatsoever for any loss or damage arising from the use of or reliance on the Information. KGI Securities and its connected persons may have issued other reports expressing views different from the Information and all views expressed in all reports of KGI Securities and its connected persons are subject to change without notice. KGI Securities reserves the right to act upon or use the Information at any time, including before its publication herein.

Except as otherwise indicated below, (1) KGI Securities, its connected persons and its officers, employees and representatives may, to the extent permitted by law, transact with, perform or provide broking, underwriting, corporate finance-related or other services for or solicit business from, the subject corporation(s) referred to in this report; (2) KGI Securities, its connected persons and its officers, employees and representatives may also, to the extent permitted by law, transact with, perform or provide broking or other services for or solicit business from, other persons in respect of dealings in the securities referred to in this report or other investments related thereto; and (3) the officers, employees and representatives of KGI Securities may also serve on the board of directors or in trustee positions with the subject corporation(s) referred to in this report. (All of the foregoing is hereafter referred to as the "Subject Business".)

However, as of the date of this report, neither KGI Securities nor its representative(s) who produced this report (each a "research analyst"), has any proprietary position or material interest in, and KGI Securities does not make any market in, the securities which are recommended in this report.

Each research analyst of KGI Securities who produced this report hereby certifies that (1) the views expressed in this report accurately reflect his/her personal views about all of the subject corporation(s) and securities in this report; (2) the report was produced independently by him/her; (3) he/she does not carry out, whether for himself/herself or on behalf of KGI Securities or any other person, any of the Subject Business involving any of the subject corporation(s) or securities referred to in this report; and (4) he/she has not received and will not receive any compensation that is directly or indirectly related or linked to the recommendations or views expressed in this report or to any sales, trading, dealing or corporate finance advisory services or transaction in respect of the securities in this report. However, the compensation received by each such research analyst is based upon various factors, including KGI Securities's total revenues, a portion of which are generated from KGI Securities's business of dealing in securities.

Copyright 2017. KGI Securities (Singapore) Pte. Ltd. All rights reserved.