

Market Indicators

	18-Dec	19-Dec	20-Dec
Mkt. T/O (S\$ mil)	1,011.2	957.3	1,015.4
Stock Advances	229	175	154
Stock Declines	195	222	243

Major Indices

	18-Dec	19-Dec	20-Dec
DJ Ind Avg	24,792.2	24,754.8	24,726.7
S & P 500	2,690.2	2,681.5	2,679.3
Nasdaq Comp	6,994.8	6,963.9	6,961.0
Hang Seng	29,050.4	29,253.7	29,234.1

STI Index 3,394.87 (-0.28%)



Source: Bloomberg

Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,266.65	0.18%
Oil (NYMEX CWT1) US\$ / bbl	58.04	0.62%
Baltic Dry Index	1547	-2.58%

Exchange Rates



USD : SGD 1.3435 / MYR : SGD 3.0297

Source: Bloomberg

Interest Rates

3-mth Sibor	1.212%
SGS (10 yr)	2.008%

KGI Securities Research Team

Market Colour

Equity markets were little changed even as the US tax-reform bill passed its final vote in both the Senate and the House of Representatives. US Treasuries continued to decline, with the 10-year yields breaching the 2.5% level for the first time in nine months. In Asia, Japan's monetary policy makers are expected to leave their stimulus measures unchanged at the BOJ's final meeting for 2017 but investors may be parsing for comments on how it will proceed in 2018. Japan's central bank has spent US\$150 billion buying Japanese ETFs and currently owns 74% of the market, raising questions whether it is artificially distorting the markets.

In local markets, we continue to see rotational interest into situational plays including Rowsley, ComfortDelGro, Noble Group, Thai Beverage and Sembcorp Marine.

News

Mermaid Maritime: The company has entered into a sale and purchase agreement for a 49% stake in PTGC Co for US\$20 million. PTGC's main asset is a legal and beneficial ownership of land in Phnom Penh, Cambodia. The investment may potentially provide a source of investment returns for the company in the future given Cambodia's economic outlook. The property has resale potential and residential or commercial development potential according to Mermaid Maritime. **Markets may take this with a mixed view given that it is unrelated to Mermaid Maritime's core business in the oil & gas industry. However, valuations for the company are starting to look attractive. It is currently trading at 1SD below its 5-year average P/B, is in healthy financial position and may be a beneficiary of the recovery of oil prices. On a technical basis, its share price is trading at its 1-year support levels. Consensus has a fair value of \$0.14, implying a 17% potential return.**

MindChamps: The company has inked a second master franchise deal since its IPO to expand in Vietnam by 2018. Its previous franchise deal included plans to expand in Myanmar and China. In a statement on Tuesday, the company said that it has signed a master franchise agreement with Evergrande Group in Vietnam, and intends to open 20 centres there. **The stock is currently trading at S\$0.77 vs its IPO price of S\$0.83. It reached a high of S\$0.96 on the first week of its public debut but enthusiasm has since tapered off. Markets may be keen to see how its overseas expansion in fast-growing Southeast Asian markets adds to its earnings growth in 2018.**

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

Commentaries From The Trading Desk

6/12	Spiking SIBOR could play a dampener on high flying property names
4/12	What Tencent giveth, Tencent can also take back!
8/11	A narrative of a stock entering its 'blow-off' phase

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	24.58	62,867	(0.5%)	46.1%	(2.8%)	2.7%	3.0%
OCBC SP	OCBC	12.36	51,752	0.9%	43.2%	(1.8%)	3.0%	3.2%
UOB SP	UOB	25.95	43,156	(0.3%)	31.1%	(3.1%)	2.9%	3.0%
SGX SP	SGX	7.43	7,958	0.0%	7.7%	(1.5%)	4.1%	4.4%
PROPERTIES								
AREIT SP	Ascendas REIT	2.69	7,768	0.0%	26.0%	(0.4%)	5.9%	6.1%
CAPL SP	CapitaLand	3.53	14,992	0.6%	20.1%	0.6%	2.9%	3.0%
CCT SP	CapitaLand Comm Trust	1.96	7,072	1.6%	44.3%	3.7%	4.5%	4.5%
CT SP	CapitaLand Mall Trust	2.14	7,589	(0.5%)	20.0%	0.9%	5.1%	5.1%
CIT SP	City Development	12.33	11,212	(0.3%)	51.1%	(2.5%)	1.2%	1.2%
GLP SP	Global Logistic	3.36	15,783	0.0%	55.5%	0.0%	1.8%	1.9%
HKL SP	Hongkong Land USD	7.07	22,380	(1.3%)	14.7%	(1.8%)	2.8%	3.0%
UOL SP	UOL	8.80	7,407	(0.6%)	50.0%	0.9%	1.7%	1.7%
TELECOMMUNICATIONS								
ST SP	SingTel	3.58	58,458	(0.8%)	3.5%	(3.0%)	5.8%	5.1%
STH SP	StarHub	2.87	4,962	(0.3%)	8.7%	(1.4%)	5.6%	5.4%
CONSUMER SERVICES AND GOODS								
JCNC SP	Jardine C&C	40.60	16,047	(0.9%)	0.8%	(1.6%)	2.7%	2.8%
JM SP	Jardine Matheson USD	61.00	59,603	(1.5%)	13.0%	(3.4%)	2.6%	2.7%
GENS SP	Genting Singapore	1.33	15,994	(0.7%)	50.9%	(0.7%)	2.3%	2.3%
SPH SP	SPH	2.63	4,204	0.8%	(21.6%)	1.2%	5.2%	5.1%
THBEV SP	ThaiBev	0.94	23,603	(1.1%)	13.7%	(1.1%)	3.1%	3.4%
TRANSPORT								
SIA SP	Singapore Airlines	10.67	12,618	0.2%	12.5%	1.1%	2.5%	2.3%
CD SP	ComfortDelGro	1.94	4,197	1.6%	(18.1%)	(0.5%)	5.4%	5.5%
COMMODITIES								
GGR SP	Golden Agri	0.37	4,712	(1.3%)	(10.8%)	(1.3%)	1.8%	2.5%
WIL SP	Wilmar	3.09	19,545	(0.3%)	(12.1%)	(1.9%)	2.4%	2.9%
OFFSHORE & MARINE/INDUSTRIALS								
KEP SP	Keppel Corp	7.47	13,545	(0.4%)	33.0%	(3.5%)	2.9%	3.3%
SCI SP	Sembcorp Industries	3.03	5,407	0.3%	8.8%	(1.0%)	2.5%	3.2%
YZJSGD SP	Yangzijiang SGD	1.51	5,993	1.3%	91.4%	0.0%	3.1%	3.0%
SATS SP	SATS	5.24	5,865	(0.4%)	11.7%	(0.4%)	3.3%	3.5%
SIE SP	SIA Engineering	3.08	3,444	(0.6%)	(4.1%)	(1.3%)	4.4%	4.5%
STE SP	ST Engineering	3.21	10,001	1.3%	3.4%	(0.3%)	4.6%	4.8%
HPHT SP	HPH Trust USD	0.41	4,747	0.0%	0.9%	0.0%	6.4%	6.7%

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 FY16 (%)	Div Yield FY17 (%)
VMS SP	Venture Corp	20.33	5,786	0.6%	114.0%	(1.6%)	3.1%	3.0%
SUN SP	Suntec REIT	2.15	5,703	(1.8%)	37.6%	3.9%	4.7%	4.6%
MCT SP	Mapletree Commercial	1.62	4,664	(1.2%)	23.0%	1.2%	5.5%	5.5%
KREIT SP	Keppel REIT	1.25	4,213	(0.8%)	29.1%	0.8%	4.8%	4.8%
SMM SP	Semcorp Marine	1.94	4,052	0.5%	42.3%	2.1%	1.0%	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 20 Dec 17	Yield (%)
AIMS Property Securities Fund - Cash Dividend Distribution		AUD	0.004926	27-Dec-17	29-Dec-17	16-Mar-18	SGD 1.730	0.3
Fraser and Neave	8-Nov-17	FY17	SGD 0.03000	31-Jan-18	2-Feb-18	14-Feb-17	SGD 2.570	1.2
Fraser's Centrepoint	10-Nov-17	FY17	SGD 0.06200	31-Jan-18	2-Feb-18	14-Feb-18	SGD 2.100	3.0
Thai Beverage PCL	23-Nov-17	FY17	Baht 0.4700	8-Feb-18	12-Feb-18	28-Feb-18	SGD 0.940	2.1

Latest Rights Issue Announcement

Company	Particulars	Ex-Date	Book Close	Rights Trading Period	
				From	To
Maxi-Cash Financial Services Corp	1 Rts Share @ S\$0.160 for each Rts share for every 10 existing ord shares held	12-Dec-17	14-Dec-17	19-Dec-17	28-Dec-17

Source: SGX Announcement

Latest Listing Issue Announcement

Company	Offer Price	Closing Date	Offeror
Cogent Holdings Ltd	SGD 1.02 Cash	5.30 p.m. on 5 Jan 2018	COSCO Shipping Int'l (Singapore) Co., Ltd.
Global Logistic Properties Ltd	SGD 3.38 Cash	5.00 p.m. on 9 Jan 2018	Nesta Investment Hldgs Ltd

Source: SGX Announcement

Appendix 2: Financial Calendar

Monday	Tuesday	Wednesday	Thursday	Friday
18-Dec	19-Dec	20-Dec Q4: Yorkshire Hldgs	21-Dec	22-Dec *Q4: EMAS Offshore
25-Dec	26-Dec SG (Nov 2017): Index of Industrial Production CPI Overall index and sub-indices	27-Dec Q1: Second Chance Properties	28-Dec	29-Dec Q4: No Signboard Hldgs (Release on Sat, 30-Dec) / Triyards Hldgs
1-Jan-18	2-Jan	3-Jan	4-Jan	5-Jan *Q1: Triyards Hldgs
8-Jan	9-Jan	10-Jan	11-Jan	12-Jan
15-Jan	16-Jan	17-Jan	18-Jan SG: 4Q17 Advance GDP Estimates (Not later than 12 Jan)	19-Jan

* Tentative

Source: Bloomberg

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