

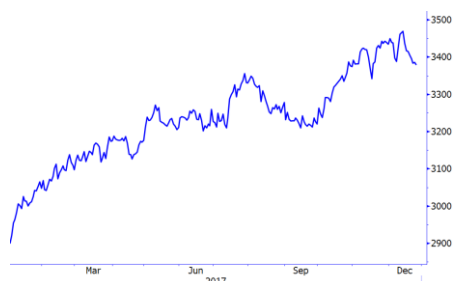
Market Indicators

	21-Dec	22-Dec	26-Dec
Mkt. T/O (S\$ mil)	780.9	725.5	512.9
Stock Advances	192	198	157
Stock Declines	205	174	198

Major Indices

	21-Dec	22-Dec	26-Dec
DJ Ind Avg	24,782.3	24,754.1	24,746.2
S & P 500	2,684.6	2,683.3	2,680.5
Nasdaq Comp	6,965.4	6,960.0	6,936.3
Hang Seng	29,367.1	29,578.0	Closed

STI Index 3,378.16 (-0.22%)



Source: Bloomberg

Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,282.21	0.29%
Oil (NYMEX CWT1) US\$ / bbl	59.86	2.48%
Baltic Dry Index	1366	-4.48%

Exchange Rates



Source: Bloomberg

Interest Rates

3-mth Sibor	1.249%
SGS (10 yr)	2.023%

KGI Securities Research Team

Market Colour

The lack of short-term upside catalysts and lower trading volumes may keep activity among Singapore equities focused on rotational and situational plays. Among shares that were in focus included Keppel Corp, Sembcorp Marine, Cosco Shipping, Yangzijiang Shipping, Rowsley and Allied Technology. Despite the lacklustre trading activity, Singapore's economy continues to remain in line with the strengthening global economy, with November factory output numbers coming in 5.3% higher YoY. With the passage of the comprehensive US tax-reform bill that will take effect at the start of 2018, there may be more focus in 2018 on US companies that are expected to be among the biggest beneficiaries.

News

Geo Energy Resources: Received an additional prepayment of US\$40m (S\$53.8m) from Engelhart CTP (Singapore) (ECTP) for the supply of coal in 2018. Next year, Geo Coal International (GCI) will supply a minimum quantity of 7.5m tonnes to ECTP. The sale is expected to yield the group more than US\$345m (S\$464m) in revenue next year based on the current Indonesian Coal Index (ICI) price of US\$46 per tonne for 4,200 gross as received (GAR) coal. **We currently have a BUY recommendation and a fair value of S\$0.36.**

Oxley Holdings: Its subsidiary has taken a 25.5% stake in an Australian firm. Oxley Australia Pty Ltd subscribed for over 4.8m fully paid shares in Pindan Capital Mermaid Beach Pty Ltd (PC Mermaid Beach). PC Mermaid Beach has acquired a 1,417 square metre site in the centre of Broadbeach and Mermaid Beach on the Gold Coast, Australia and intends to undertake a high-rise residential development on the site. Wholly owned subsidiary, Oxley Amethyst, has also exercised the option to purchase a cluster of properties along Balestier Road in Singapore for \$38.0m. The cluster of properties has a free hold tenure. **Consensus has a fair value estimate of S\$0.74, implying a 12.1% upside.**

Food Empire: Its 51% owned subsidiary has entered into an agreement that extends it the option to redeem in cash the remaining balance of a 11.06b won (S\$13.8m) loan extended to Caffè Bene Co (Caffebene). The agreement provides its subsidiary, Hallyu Ventures Pte Ltd, to redeem - in whole or in part - the balance of the loan in cash or conversion into new common stocks in Caffebene. The loan has been partially repaid through a conversion of new common stocks in the capital of Caffebene on June 30, 2017. **Consensus has a fair value estimate of S\$1.00, implying a 49.3% upside.**

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	24.65	63,046	(0.3%)	46.5%	(0.2%)	2.7%	3.0%
OCBC SP	OCBC	12.29	51,455	0.0%	42.4%	0.3%	3.0%	3.3%
UOB SP	UOB	25.79	42,890	0.2%	30.3%	(0.9%)	2.9%	3.1%
SGX SP	SGX	7.40	7,926	(0.4%)	7.3%	(0.4%)	4.1%	4.4%
PROPERTIES								
AREIT SP	Ascendas REIT	2.69	7,768	0.4%	26.0%	0.0%	5.9%	6.1%
CAPL SP	CapitaLand	3.49	14,823	(0.6%)	18.7%	(0.6%)	2.9%	3.0%
CCT SP	CapitaLand Comm Trust	1.91	6,892	0.0%	40.6%	(1.0%)	4.6%	4.6%
CT SP	CapitaLand Mall Trust	2.13	7,554	0.5%	19.5%	(0.9%)	5.2%	5.2%
CIT SP	City Development	12.20	11,093	(0.2%)	49.5%	(1.4%)	1.3%	1.3%
GLP SP	Global Logistic	3.37	15,830	0.3%	56.0%	0.3%	1.8%	1.9%
HKL SP	Hongkong Land USD	7.04	22,270	0.3%	14.2%	(1.7%)	2.8%	3.0%
UOL SP	UOL	8.66	7,289	0.3%	47.6%	(2.1%)	1.7%	1.7%
TELECOMMUNICATIONS								
ST SP	SingTel	3.60	58,785	0.3%	4.1%	(0.3%)	5.8%	5.1%
STH SP	StarHub	2.90	5,014	0.7%	9.8%	0.7%	5.5%	5.4%
CONSUMER SERVICES AND GOODS								
JCNC SP	Jardine C&C	40.19	15,885	(0.6%)	(0.2%)	(1.9%)	2.7%	2.9%
JM SP	Jardine Matheson USD	60.88	59,446	(0.5%)	12.8%	(1.7%)	2.6%	2.7%
GENS SP	Genting Singapore	1.31	15,771	0.0%	48.6%	(2.2%)	2.3%	2.4%
SPH SP	SPH	2.65	4,236	(0.4%)	(21.0%)	1.5%	5.2%	5.1%
THBEV SP	ThaiBev	0.91	22,725	(0.5%)	9.5%	(4.7%)	3.2%	3.4%
TRANSPORT								
SIA SP	Singapore Airlines	10.60	12,535	(0.5%)	11.8%	(0.5%)	2.5%	2.3%
CD SP	ComfortDelGro	1.93	4,175	0.0%	(18.5%)	1.0%	5.4%	5.5%
COMMODITIES								
GGR SP	Golden Agri	0.37	4,648	(2.7%)	(12.0%)	(2.7%)	1.8%	2.6%
WIL SP	Wilmar	3.09	19,546	0.0%	(12.1%)	(0.3%)	2.4%	2.9%
OFFSHORE & MARINE/INDUSTRIALS								
KEP SP	Keppel Corp	7.29	13,219	(2.4%)	29.8%	(2.8%)	2.9%	3.4%
SCI SP	Sembcorp Industries	3.00	5,353	(1.3%)	7.7%	(0.7%)	2.5%	3.2%
YZJSGD SP	Yangzijiang SGD	1.46	5,795	(2.7%)	85.1%	(2.0%)	3.2%	3.1%
SATS SP	SATS	5.24	5,865	0.4%	11.7%	(0.4%)	3.3%	3.5%
SIE SP	SIA Engineering	3.12	3,489	(0.3%)	(2.9%)	0.6%	4.3%	4.5%
STE SP	ST Engineering	3.22	10,033	0.3%	3.8%	1.6%	4.6%	4.8%
HPHT SP	HPH Trust USD	0.41	4,802	0.0%	2.1%	1.2%	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: 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	20.10	5,721	0.0%	111.5%	(0.5%)	3.1%	3.1%
SUN SP	Suntec REIT	2.09	5,544	(1.4%)	33.8%	(4.6%)	4.8%	4.7%
MCT SP	Mapletree Commercial	1.63	4,693	0.6%	23.8%	(0.6%)	5.5%	5.5%
KREIT SP	Keppel REIT	1.26	4,247	0.8%	30.1%	0.0%	4.8%	4.8%
SMM SP	Semcorp Marine	1.87	3,905	(3.6%)	37.1%	(3.1%)	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 26 Dec 17	Yield (%)
AIMS Property Securities Fund - Cash Dividend Distribution			AUD 0.004926	27-Dec-17	29-Dec-17	16-Mar-18	SGD 1.770	0.3
JB Foods Ltd	13-Nov-17	3Q17	SGD 0.0200	24-Jan-18	26-Jan-18	1-Mar-18	SGD 0.510	3.9
Fraser and Neave	8-Nov-17	FY17	SGD 0.03000	31-Jan-18	2-Feb-18	14-Feb-17	SGD 2.570	1.2
Frasers Centrepoint	10-Nov-17	FY17	SGD 0.06200	31-Jan-18	2-Feb-18	14-Feb-18	SGD 2.080	3.0
Thai Beverage PCL	23-Nov-17	FY17	Baht 0.4700	8-Feb-18	12-Feb-18	28-Feb-18	SGD 0.905	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
Rotary Engineering	SGD 0.460 Cash	5.30 p.m. on 24 Jan 2018	OROCHEM PTE. LTD.

Source: SGX Announcement

Appendix 2: Financial Calendar

Monday		Tuesday		Wednesday		Thursday		Friday	
	25-Dec	26-Dec		27-Dec		28-Dec		29-Dec	
		SG (Nov 2017): Index of Industrial Production CPI Overall index and sub-indices		Q1: Second Chance Properties				Q4: No Signboard Hldgs (Release on Sat, 30-Dec) / Triyards Hldgs	
	1-Jan-18	2-Jan		3-Jan		4-Jan		5-Jan	
		SG: 4Q17 Advance GDP Estimates						Q1: SPH REIT *Q1: Triyards Hldgs	
	8-Jan	9-Jan		10-Jan		11-Jan		12-Jan	
	15-Jan	16-Jan		17-Jan		18-Jan		19-Jan	
								Q2: Spore Exchange	
	22-Jan	23-Jan		24-Jan		25-Jan		26-Jan	
		SG (Dec 2017): CPI Overall index and sub-indices Q3: Mapletree Industrial Trust				SG (4Q17): Industrial Properties		SG (Dec 2017): Index of Industrial Production Unemployment Rate & Employment SG (4Q17): Private Residential, Retail and Office Properties	

* Tentative

Source: Bloomberg

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