

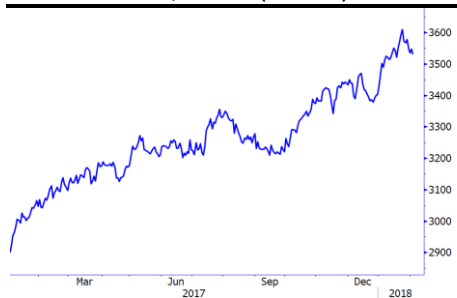
## Market Indicators

	31-Jan	1-Feb	2-Feb
Mkt. T/O (S\$ mil)	1,891.9	1,680.8	1,904.5
Stock Advances	206	229	186
Stock Declines	245	215	285

## Major Indices

	31-Jan	1-Feb	2-Feb
DJ Ind Avg	26,149.4	26,186.7	25,521.0
S & P 500	2,823.8	2,822.0	2,762.1
Nasdaq Comp	7,411.5	7,385.9	7,240.9
Hang Seng	32,887.3	32,642.1	32,601.8

**STI Index** 3,529.82 (-0.49%)



Source: Bloomberg

## Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,331.42	-1.22%
Oil (NYMEX CWT1) US\$ / bbl	65.01	-1.62%
Baltic Dry Index	1095	-1.71%

## Exchange Rates



Source: Bloomberg

## Interest Rates

3-mth Sibor	1.127%
SGS (10 yr)	2.272%

KGI Securities Research Team

## Market Colour

US equities fell by around 4.0% last week, their biggest weekly decline in more than two years, as 10-year Treasury note yield pushed a four-year high of 2.85%. The surge in bond yields and sell-off in equity markets follows strong US jobs data released last Friday that showed that nonfarm payrolls rose by 200,000 compared to Bloomberg consensus estimate for a 180,000 increase. Jobless rate in the US held steady at 4.1%, the lowest since 2000, while average hourly earnings increased by a better-than-expected 2.9% YoY.

In Singapore market, the surge in US bond yields had a negative impact on REITs and developer stocks. Among the biggest decliners included CapitaCommercial Trust (-7% WoW), Ascendas REIT (-5% WoW) and Capitaland (-3% WoW). Elsewhere, HPH Trust declined 7% last Friday following a media report that the National Development and Reform Commission announced port tariff cuts.

## News

**HPH Trust:** Bloomberg news reported that the National Development and Reform Commission announced that it will introduce lower fees for loading and unloading containers at several ports from 2018. Chinese port operators declined last Friday: HPH (-7%), Cosco Shipping Ports (-5%) and China Merchants Port (-6%). **HPH Trust's 6.9%-7.1% dividend yield for FY18-19 may be negatively impacted by the news. We expect further selling pressure today.**

**QT Vascular:** Announced this morning that may potentially be selling its coronary products to a multinational corporation. Shares have surged almost 30% over the past two weeks on earlier news that it sold its Chocolate PTA Balloon Catheter. **The company has been loss-making since IPO and the sale of assets would help strengthen its balance sheet. The company currently has a negative equity of US\$8m.**

**Oil and Gas:** Top gainers in local markets were Keppel Corp and Sembcorp Marine on optimism of a surge in new orders. Resilient oil prices have also helped sentiments in the sector. Adding to the positive sentiment in the sector, Keppel Corp announced that it had bought back S\$27m worth of shares over the past five trading sessions. **We remain bullish on the sector but would look to diversify to the small-mid cap space after the 20-50% YTD gains of the blue-chip companies. Among companies in our radar include CSE Global, POSH, Mermaid Maritime, KimHeng and Dyna-Mac.**

## Recent In-depth Regional Reports

2/2	<b>TH Bangkok Bank (BBL TB; Outperform; TP: Bt 240.00):</b> Poised for strong growth potential
2/2	<b>TH Ekachai Hospital (EKH TB; Outperform; TP: Bt 7.00):</b> 4Q17 earnings preview: Still solid
1/2	<b>TW Apple Insight:</b> No stainless-steel metal frame orders good for Catcher's 2018 outlook
1/2	<b>TW ASE (2311 TT; Neutral; TP: NT\$38.00):</b> Entering the slow season
1/2	<b>TW LandMark (3081 TT; Outperform; TP: NT\$470.00):</b> Soft 10G PON demand and technology transition in silicon photonics lead near-term headwinds
1/2	<b>TW Taiwan Mobile (3045 TT; Neutral; TP: NT\$109.0):</b> 2018F earnings growth limited

For full reports, please contact Research Department at 6202 1190 or [sgp.researchcom@kgi.com](mailto:sgp.researchcom@kgi.com)

**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 (%)
<b>FINANCIALS</b>								
DBS SP	DBS	26.68	68,238	0.3%	7.4%	0.4%	2.5%	2.8%
OCBC SP	OCBC	12.81	53,618	(0.9%)	3.4%	(1.8%)	2.9%	3.1%
UOB SP	UOB	27.52	45,767	(1.2%)	4.0%	(1.3%)	2.7%	2.9%
SGX SP	SGX	8.16	8,740	(0.9%)	10.3%	(0.9%)	3.7%	3.9%
<b>PROPERTIES</b>								
AREIT SP	Ascendas REIT	2.71	7,826	(0.4%)	(0.4%)	(4.6%)	5.9%	6.1%
CAPL SP	CapitaLand	3.72	15,799	(2.1%)	5.4%	(3.1%)	2.8%	2.9%
CCT SP	CapitaLand Comm Trust	1.78	6,422	(3.3%)	(5.7%)	(5.3%)	4.9%	5.1%
CT SP	CapitaLand Mall Trust	2.07	7,341	0.5%	(1.5%)	(0.5%)	5.3%	5.4%
CIT SP	City Development	13.33	12,121	0.0%	6.7%	1.1%	1.2%	1.1%
HKL SP	Hongkong Land USD	7.21	22,280	(0.1%)	2.4%	0.8%	2.8%	2.9%
UOL SP	UOL	9.04	7,612	(0.6%)	1.9%	(2.1%)	1.6%	1.6%
<b>TELECOMMUNICATIONS</b>								
ST SP	SingTel	3.49	56,989	(0.9%)	(2.2%)	(3.1%)	6.0%	5.2%
STH SP	StarHub	2.86	4,945	(1.7%)	0.4%	(3.1%)	5.6%	5.5%
<b>CONSUMER SERVICES AND GOODS</b>								
JCNC SP	Jardine C&C	40.00	15,809	0.2%	(1.6%)	(1.5%)	2.7%	2.8%
JM SP	Jardine Matheson USD	64.92	61,925	1.1%	6.9%	0.5%	2.5%	2.5%
GENS SP	Genting Singapore	1.33	16,012	(1.5%)	1.5%	(3.6%)	2.3%	2.3%
SPH SP	SPH	2.68	4,287	0.8%	1.1%	(0.4%)	5.1%	5.0%
THBEV SP	ThaiBev	0.92	23,101	0.0%	0.0%	(1.1%)	3.2%	3.4%
VMS SP	Venture Corp	23.57	6,734	1.2%	15.1%	0.8%	2.8%	2.8%
<b>TRANSPORT</b>								
SIA SP	Singapore Airlines	11.32	13,386	(1.6%)	6.1%	(1.0%)	2.4%	2.2%
CD SP	ComfortDelGro	2.14	4,630	(0.5%)	8.1%	3.4%	4.9%	5.0%
<b>COMMODITIES</b>								
GGR SP	Golden Agri	0.39	4,903	0.0%	4.1%	0.0%	1.7%	1.7%
WIL SP	Wilmar	3.16	19,989	0.0%	2.3%	(1.2%)	2.2%	2.7%
<b>OFFSHORE &amp; MARINE/INDUSTRIALS</b>								
KEP SP	Keppel Corp	8.71	15,812	0.1%	18.5%	0.9%	3.0%	3.2%
SCI SP	Sembcorp Industries	3.57	6,371	3.8%	17.8%	3.5%	2.1%	2.7%
YZJSGD SP	Yangzijiang SGD	1.57	6,231	(2.5%)	6.8%	(1.9%)	3.1%	3.0%
SATS SP	SATS	5.48	6,134	0.7%	5.4%	(3.0%)	3.2%	3.4%
SIE SP	SIA Engineering	3.33	3,724	(0.3%)	6.4%	2.1%	4.0%	4.2%
STE SP	ST Engineering	3.35	10,438	(0.6%)	2.8%	(1.8%)	4.4%	4.6%
HPHT SP	HPH Trust USD	0.38	4,348	(7.3%)	(8.4%)	(7.3%)	6.9%	7.1%

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 (%)
SUN SP	Suntec REIT	2.02	5,375	(0.5%)	(4.9%)	(3.5%)	4.9%	5.0%
MCT SP	Mapletree Commercial	1.62	4,664	(3.6%)	1.4%	(1.7%)	5.5%	5.5%
KREIT SP	Keppel REIT	1.23	4,165	(3.1%)	(1.3%)	(2.8%)	4.8%	4.8%
SMM SP	Semcorp Marine	2.79	5,825	8.6%	51.6%	9.4%	0.6%	0.8%

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 2 Feb 18	Yield (%)
Fortune Real Estate Investment Trus	23-Jan-18	FY17	HKD 0.25250	<b>5-Feb-18</b>	7-Feb-18	28-Feb-18	HKD 9.780	2.6
OUE Hospitality Trust	30-Jan-18	FY17	SGD 0.0127	<b>5-Feb-18</b>	7-Feb-18	28-Feb-18	SGD 0.915	1.4
CapitaLand Retail China Trust	31-Jan-18	FY17	SGD 0.00830	<b>6-Feb-18</b>	8-Feb-18	23-Feb-18	SGD 1.670	0.5
Duty Free Int'l	10-Jan-18	3Q18	SGD 0.0100	<b>6-Feb-18</b>	8-Feb-18	6-Mar-18	SGD 0.275	3.6
OUE Commercial REIT	31-Jan-18	FY17	SGD 0.0229	<b>6-Feb-18</b>	8-Feb-18	9-Mar-18	SGD 0.755	3.0
AIMS AMP Capital Industrial REIT	1-Jan-18	3Q18	SGD 0.00710	<b>7-Feb-18</b>	9-Feb-18	22-Mar-18	SGD 1.370	0.5
Keong Hong Holdings Ltd	28-Nov-17	FY17	SGD 0.0175	<b>7-Feb-18</b>	9-Feb-18	1-Mar-18	SGD 0.660	2.7
Thai Beverage PCL	23-Nov-17	FY17	Baht 0.4700	<b>8-Feb-18</b>	12-Feb-18	28-Feb-18	SGD 0.920	2.1
Singapore Post	1-Feb-18	3Q18	SGD 0.0050	<b>9-Feb-18</b>	13-Feb-18	28-Feb-18	SGD 1.300	0.4
Qian Hu Corp Ltd	12-Jan-18	FY17	SGD 0.0020	<b>10-Apr-18</b>	12-Apr-18	25-Apr-18	SGD 0.195	1.0

**Latest Listing Issue Announcement**

Company	Particulars	Ex-Date	Book Close	Payable / Crediting Date	Listing Date
Hyflux	Entitled shareholders will receive 1 Hyfluxshop Hldgs Pte Ltd share for every 10 Hyflux shares held	<b>5-Feb-18</b>	7-Feb-18	15-Feb-18	-

Source: SGX Announcement

**Hyflux:** Expected Date of Completion, being the date the HyfluxShop Shares are credited into the Securities Accounts of Entitled Shareholders who are Depositors - Thursday, 15 February 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
TIH	SGD 0.125 cash and SGD 0.445 will be paid by the issue of an up to SGD49.3mil 2.25% Offeror Notes due 3 years from the close of the offer	5.30 p.m. on 19 Feb 2018	

Source: SGX Announcement

**Appendix 2: Financial Calendar**

Monday		Tuesday		Wednesday		Thursday		Friday	
5-Feb		6-Feb		7-Feb		8-Feb		9-Feb	
Q3: NetLink NBN Trust / Yoma Strategic Hldgs Q4: Hutchison Port Hldgs Trust / Utd Overseas Insurance		Q4: Manulife US REIT				Q1: Frasers Centrepoint  Q2: Parkson Retail Asia  Q3: Spore Telecoms Q4: DBS Grp Hldgs (Before mkt open) / Perennial Real Estate Hldgs		Q3: KSH Hldgs / Valuetronics Hldgs  Q4: Challenger Technologies / Vicom  *Q3: Meghmani Organics (Release on Sat, 10-Feb)	
12-Feb		13-Feb		14-Feb		15-Feb		16-Feb	
Q2: Karin Technology Hldgs  Q4: SBS Transit		Q3: Accordia Golf Trust / Spore Airlines Q4: CapitaLand / ComfortDelGro / Great Eastern Hldgs / Lippo Malls		Q1: TT Int'l  Q2: ASL Marine Hldgs Q4: IREIT Global / OCBC & UOB (Before mkt open) / StarHub Interim Results for FY2018: MSM Int'l 3-month period & Year-to-date: Sakae Hldgs  *Q3: China Kunda Technology Hldg  *Q4: Utd Overseas Australia		Q4: Far East Hospitality Trust  *Q1: No Signboards Hldgs			
19-Feb		20-Feb		21-Feb		22-Feb		23-Feb	
SG: 2018 Budget				Q4: Sembcorp Marine		Q4: Amara Hldgs / Htl Royal / Sembcorp Industries / Wilmar Int'l		SG: 4Q17 GDP (Not later than 23 Feb) SG (Jan 2018): CPI Overall index and sub-indices  Q4: Genting Spore PLC / IFS Capital	
26-Feb		27-Feb		28-Feb		1-Mar-18		2-Mar	
SG (Jan 2018): Index of Industrial Production  Q4: AP Oil Int'l / Asian Pay Television Trust / Best World Int'l		Q4: Htl Royal / Thakral Corp / UOL Grp		Q2: Serrano  Q4: China Aviation Oil Spore / City Developments / LHT Hldgs / Mewah Int'l Inc  *Q4: Food Empire Hldgs		STI Review  Q4: KrisEnergy  *Q4: Starland Hldgs			
5-Mar		6-Mar		7-Mar		8-Mar		9-Mar	

\* Tentative

Source: Bloomberg

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