

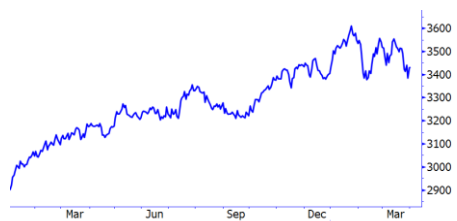
## Market Indicators

	28-Mar	29-Mar	2-Apr
Mkt. T/O (S\$ mil)	1,340.9	1,765.5	704.9
Stock Advances	111	264	191
Stock Declines	327	159	225

## Major Indices

	28-Mar	29-Mar	2-Apr
DJ Ind Avg	23,848.4	24,103.1	23,644.2
S & P 500	2,605.0	2,604.9	2,581.9
Nasdaq Comp	6,949.2	7,063.4	6,870.1
Hang Seng	30,022.5	30,093.4	closed

**STI Index** 3,430.76 (+0.08%)



Source: Bloomberg

## Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,341.94	0.76%
Oil (NYMEX CWT1) US\$ / bbl	63.09	-3.40%
Baltic Dry Index	1055	-2.31%

## Exchange Rates



USD : SGD 1.3125 / MYR : SGD 2.9455

Source: Bloomberg

## Interest Rates

3-mth Sibor	1.447%
SGS (10 yr)	2.277%

## KGI Market Ideas

**Short Oil:** The upside in oil markets are capped as US shale oil increases production. WTI crude oil prices have consolidated around 65 USD for the past 3 months while US oil production surged to a 47-year high. The EIA expects US shale crude-oil production to rise towards 6.9m barrels a day by April 2018. The resurgence of US shale oil production has led to increased speculation that the IPO of Saudi Aramco will be delayed. In light of this, we expect the consolidation at 65 to be a signal for further weakness in the oil market.

**HRnetGroup:** HRnetGroup's share price has declined 26% from its one-year high of 96 SG cents and is currently trading at a 22% discount to its IPO price of 90 SG cents. Valuations are starting to look attractive at these price levels - 11x ex-cash 2018F (consensus) P/E would be a steep discount to peers. Fundamentally, the company's growth trajectory remains intact based on its latest 4Q17 performance - 4Q17 sales and earnings were up 7% YoY and 22% YoY, respectively. It pays a decent dividend yield of 3.0%. The group has a cash balance of S\$280mn to make EPS-accretive acquisitions. So far, it has invested and acquired two companies in Singapore and Indonesia and is evaluating another potential purchase. The major shareholder has also started to buy back shares at around 75 SG cents.

**Jumbo Group:** An F&B provider with 15 restaurants in Singapore and 5 restaurants in China. The Group also has exposure to Vietnam, Taiwan and Japan markets via Joint Ventures (JV) and franchise agreements. Jumbo operates under 5 brands: JUMBO Seafood, JPOT, NG AH SIO Bak Kut Teh, Chui Huay Lim Teochew Cuisine and J Café. Jumbo has plans to expand its geographical reach in China with possibly 4 new restaurants in the next few years. Additionally it also plans to increase its presence in, Taiwan, Thailand, Korea, Hong Kong, Macau, Vietnam and Indonesia via a franchise model. Jumbo has entered into a 49% JV with Tsui Wah (1314 HK) to set up a HK-style "Cha Chuan Teng" in Singapore. The first outlet is expected to open in mid-2018. Jumbo's FCF has been increasing and lends support to its dividend distributions, with a payout ratio of ~70% and dividend yield of ~3%. The JUMBO Seafood brand remains the key anchor for its revenues and earnings, and is expected to improve as the Group expands its geographical reach. EPS has grown 17% since its IPO in 2015 and we expect future growth in EPS to be driven by new store openings outside of Singapore and by the growing consumption in those higher growth markets. Jumbo currently has a consensus fair value estimate of S\$0.62, implying a 10.7% upside. We view Jumbo as a consumption play with growing exposure to high growth markets.

KGI Securities Research Team

**Recent In depth Regional Reports**

2/4	<b>TH Strategy: April model portfolio: 1Q18 earnings plays and high yield stocks</b>
2/4	<b>TH Strategy: Protectionism uprising - Marco and industry implications</b>
2/4	<b>TH Economic: Economy continued to expand in February</b>
2/4	<b>TH AMA Marine (AMA TB; Outperform; TP: Bt 15.30): 1Q18 earnings preview: Stumble in boat trip</b>
2/4	<b>TH Total Access Communication (DTAC TB; Neutral; TP: Bt 53.00): 1Q18 earnings preview: To be driven by cost savings</b>
31/3	<b>TW Strategy: 4Q17 results – Large caps outperforming small caps; upstream stronger than downstream</b>
31/3	<b>TW Biotech Sector: Para IV filing allows generics developers first mover advantage</b>
31/3	<b>TW CSRC (2104 TT; Outperform; TP: NT\$53.00): 4Q17 earnings miss</b>
31/3	<b>TW FENC (1402 TT; Outperform; TP: NT\$32.00): 4Q17 earnings in line</b>
31/3	<b>TW Taimide Tech. (3645 TT; Outperform; TP: NT\$101.00): Polyimide film price hikes kick off; flexible display demand break out to accelerate in 2018</b>
31/3	<b>TW TPCC (4725 TT; Outperform; TP: NT\$31.00): 4Q17 earnings in line</b>
30/3	<b>TW Strategy: Android handset demand regains momentum, Apple still languishing</b>
30/3	<b>TW Hon Chuan (9939 TT; Neutral; TP: NT\$50.30): 4Q17 earnings missed</b>
30/3	<b>TW Shanghai Commercial Bank (5876 TT; Outperform; TP: NT\$38.00): Positive 2018 outlook on continued core earnings uptrend</b>
30/3	<b>TW Yuanta FHC (2885 TT; Outperform; TP: NT\$15.50): 2018F ROE to hit 9%</b>
30/3	<b>CN/HK Stock Liquidity Monitor: Weekly data – Stock incentive &amp; employee shareholding plans</b>
30/3	<b>TH Indorama Ventures (IVL TB; Outperform; TP: Bt 64.00): Largest PTA-PET acquisition by triple cooperation</b>
29/3	<b>TW Auto Parts Sector: Course unchanged for EV &amp; autonomous driving trend</b>
29/3	<b>TW MediaTek (2454 TT; Outperform; TP: NT\$440.00): Competition to ease on 2H18F market share gains</b>
29/3	<b>TW MSI (2377 TT; Not Rated): New GPUs &amp; CPUs to boost 2018F growth</b>
29/3	<b>TW Tong Yang (1319 TT; Not Rated): China OEM business to sustain growth momentum</b>
29/3	<b>TW Uni-President (1216 TT; Neutral; TP: NT\$67.00): China restructuring to bear fruit; concern over muted sales</b>
29/3	<b>TW Wiyynn (6669 TT; Not Rated): Pure hyperscale data center play with solid 2018F growth</b>
29/3	<b>HK Juvenile goods (Overweight): Goodbaby – Growing strong in all aspects</b>
29/3	<b>HK Cosmo Lady (2298 HK; Neutral; TP: HK\$4.20): Recovery to improve further in 2018F</b>
29/3	<b>HK Sky Light (3882 HK; Neutral; TP: HK\$0.980): Back on track in ODM business; downgrade on limited upside</b>
29/3	<b>HK Uni-President China (220 HK; Outperform; TP: HK\$7.80): Focus on niche markets for effective expansion</b>
29/3	<b>TH Bank Sector (Overweight): Price of being No. 1 in digital banking</b>
29/3	<b>TH Gunkul Engineering (GUNKUL TB; Outperform; TP: Bt 4.90): Growing performance this year</b>
28/3	<b>TW Strategy: Long-term bullishness intact, but mid-term fluctuations inevitable</b>
28/3	<b>TW Apple Insight: iPad offers full support of Apple Pencil, SZS &amp; O-film the key suppliers to watch</b>
28/3	<b>TW Chin Poon (2355 TT; Neutral; TP: NT\$50.00): 4Q17 earnings miss on lower non-op &amp; higher tax rate</b>
28/3	<b>TW Formosa Lab (4746 TT; Outperform; TP: NT\$72.20): More than an API manufacturer</b>
28/3	<b>TW Taiwan Taxi (2640 TT; Outperform; TP: NT\$130.00): 4Q17 a miss; 2018F earnings to shoot for record high</b>
28/3	<b>TW Top Bright (8499 TT; Not Rated): Niche smart scale play benefiting from IoT &amp; big data trend</b>
28/3	<b>TW TUC (6274 TT; Outperform; TP: NT\$109.00): Legal disputes settled; low-loss networking to make great strides</b>
28/3	<b>HK Sinosoft (1297 HK; Outperform; TP: HK\$3.70): 2017 results in line; expanding foothold nationwide</b>
28/3	<b>HK Tang Palace (1181 HK; Outperform; TP: HK\$4.68): Riding on higher profitability in China, seeking growth in online platforms</b>

*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 FY18 (%)	Div Yield FY19 (%)
<b>FINANCIALS</b>								
DBS SP	DBS	27.32	70,045	(0.7%)	9.9%	0.4%	4.3%	4.5%
OCBC SP	OCBC	12.77	53,426	(0.4%)	3.1%	(0.2%)	3.3%	3.6%
UOB SP	UOB	27.40	45,521	(0.4%)	3.6%	0.0%	3.6%	3.9%
SGX SP	SGX	7.34	7,854	(0.4%)	(0.7%)	(0.5%)	4.1%	4.3%
<b>PROPERTIES</b>								
AREIT SP	Ascendas REIT	2.66	7,681	1.1%	(2.2%)	2.3%	6.0%	6.2%
CAPL SP	CapitaLand	3.62	15,276	1.4%	2.5%	0.8%	3.3%	3.3%
CCT SP	CapitaLand Comm Trust	1.83	6,609	0.0%	(3.1%)	2.2%	4.8%	4.9%
CT SP	CapitaLand Mall Trust	2.07	7,345	(0.5%)	(1.5%)	2.0%	5.3%	5.4%
CIT SP	City Development	13.20	12,003	1.5%	5.7%	1.8%	1.3%	1.3%
HKL SP	Hongkong Land USD	6.88	21,204	(0.1%)	(0.3%)	0.6%	3.1%	3.1%
UOL SP	UOL	8.64	7,278	1.1%	(2.6%)	2.2%	1.9%	1.9%
<b>TELECOMMUNICATIONS</b>								
ST SP	SingTel	3.39	55,355	0.6%	(5.0%)	0.9%	6.0%	5.3%
STH SP	StarHub	2.33	4,029	1.3%	(18.2%)	(0.9%)	6.7%	6.6%
<b>CONSUMER SERVICES AND GOODS</b>								
JCNC SP	Jardine C&C	34.75	13,734	0.7%	(14.6%)	2.5%	3.4%	3.6%
JM SP	Jardine Matheson USD	62.16	59,134	0.9%	4.3%	1.1%	2.7%	2.9%
JS SP	Jardine Strategic Holding	38.73	56,197	1.0%	(1.6%)	1.9%	0.9%	0.9%
GENS SP	Genting Singapore	1.09	13,129	0.9%	(16.8%)	0.0%	3.2%	3.3%
SPH SP	SPH	2.53	4,047	0.4%	(4.5%)	3.3%	5.5%	5.3%
THBEV SP	ThaiBev	0.79	19,712	0.6%	(12.8%)	(1.9%)	3.3%	3.7%
VMS SP	Venture Corp	28.14	8,078	0.1%	37.5%	1.0%	2.4%	2.5%
<b>TRANSPORT</b>								
SIA SP	Singapore Airlines	10.81	12,783	(0.3%)	1.3%	0.7%	2.9%	2.7%
CD SP	ComfortDelGro	2.06	4,457	0.5%	4.0%	1.0%	5.0%	5.2%
<b>COMMODITIES</b>								
GGR SP	Golden Agri	0.35	4,457	0.0%	(5.4%)	1.4%	1.9%	1.9%
WIL SP	Wilmar	3.21	20,308	0.9%	3.9%	1.3%	3.1%	3.3%
<b>OFFSHORE &amp; MARINE/INDUSTRIALS</b>								
KEP SP	Keppel Corp	7.80	14,129	0.4%	6.1%	0.3%	3.3%	3.5%
SCI SP	Sembcorp Industries	3.11	5,550	0.0%	2.6%	2.0%	2.7%	3.2%
YZJSGD SP	Yangzijiang SGD	1.21	4,802	0.0%	(17.7%)	(2.4%)	3.6%	3.6%
SATS SP	SATS	5.19	5,791	1.2%	(0.2%)	2.2%	3.4%	3.5%
STE SP	ST Engineering	3.56	11,108	(0.8%)	9.2%	1.1%	4.4%	4.6%
HPHT SP	HPH Trust USD	0.30	3,366	0.0%	(25.9%)	(6.3%)	8.9%	9.1%

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 FY18 (%)	Div Yield FY19 (%)
SUN SP	Suntec REIT	1.91	5,083	1.1%	(10.1%)	1.6%	5.2%	5.2%
MCT SP	Mapletree Commercial	1.58	4,551	0.6%	(1.1%)	1.9%	5.6%	5.7%
KREIT SP	Keppel REIT	1.21	4,101	0.0%	(2.9%)	0.8%	4.8%	4.9%
SMM SP	Semcorp Marine	2.22	4,635	(1.3%)	20.7%	(0.4%)	0.9%	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 2 Apr 18	Yield (%)
LHN Ltd	27-Nov-18	FY17	SGD 0.0020	<b>4-Apr-18</b>	6-Apr-18	25-Apr-18	SGD 0.186	1.1
Qian Hu Corp Ltd	12-Jan-18	FY17	SGD 0.0020	<b>10-Apr-18</b>	12-Apr-18	25-Apr-18	SGD 0.190	1.1
Roxy-Pacific Holdings Ltd	13-Feb-18	FY17	SGD 0.00771	<b>13-Apr-18</b>	17-Apr-18	27-Apr-18	SGD 0.555	1.4
Sunningdale Tech Ltd	22-Feb-18	FY17	SGD 0.04500	<b>13-Apr-18</b>	17-Apr-18	2-May-18	SGD 1.890	2.4
Japfa Ltd	1-Mar-18	FY17	SGD 0.0050	<b>16-Apr-18</b>	18-Apr-18	11-May-18	SGD 0.455	1.1
Straits Trading Co Ltd/Singapore	28-Feb-18	FY17	SGD 0.06000	<b>16-Apr-18</b>	18-Apr-18	4-May-18	SGD 2.250	2.7
M1	23-Jan-18	FY17	SGD 0.06200	<b>18-Apr-18</b>	20-Apr-18	27-Apr-18	SGD 1.750	3.5
United Overseas Insurance	5-Feb-18	FY17	SGD 0.1400	<b>19-Apr-18</b>	23-Apr-18	3-May-18	SGD 7.640	1.8
United Overseas Insurance - Special	5-Feb-18	FY17	SGD 0.0500	<b>19-Apr-18</b>	23-Apr-18	3-May-18	SGD 7.640	0.7
Great Eastern Hldgs	13-Feb-18	FY17	SGD 0.50000	<b>20-Apr-18</b>	24-Apr-18	8-May-18	SGD 30.000	1.7
Great Eastern Hldgs - Special	13-Feb-18	FY17	SGD 0.10000	<b>20-Apr-18</b>	24-Apr-18	8-May-18	SGD 30.000	0.3
Lee Metal Grp	20-Feb-18	FY17	SGD 0.0100	<b>20-Apr-18</b>	24-Apr-18	7-May-18	SGD 0.415	2.4

**Latest Rights Issue Announcement**

Company	Particulars	Ex-Date	Book Close	Rights Trading Period	
				From	To
ESR-REIT	199 New Units @ S\$0.54 each Rts share for every 1,000 existing units in ESR-REIT	5-Mar-18	7-Mar-18		
First Sponsor Grp	1 Rights Securities @ S\$1.10 for each rights securities for every 4 existing securities held	21-Mar-18	23-Mar-18	<b>28-Mar-18</b>	<b>6-Apr-18</b>
MTQ Corporation	2 Rights Shares @ S\$0.20 for each Rights Share for every 5 existing ord stock held with 1 free detachable warrant (exercise price S\$0.22) for every 4 Rights Shares	20-Mar-18	22-Mar-18	<b>27-Mar-18</b>	<b>5-Apr-18</b>

Source: SGX Announcement

**Latest Bonus Issue Announcement**

Company	Particulars	Ex-Date	Book Close	Payable / Crediting Date	Listing Date
Roxy-Pacific Hldgs	1 Bonus share for every 10 share held	<b>13-Apr-18</b>	17-Apr-18	-	-

Source: SGX Announcement

**Appendix 2: Financial Calendar**

Monday	Tuesday	Wednesday	Thursday	Friday
2-Apr-18	3-Apr	4-Apr	5-Apr	6-Apr Q2: SPH REIT
9-Apr	10-Apr Q2: Spore Press Hldgs	11-Apr	12-Apr	13-Apr SG: 1Q18 Advance GDP Estimates (Not later than 13 Apr) Q3: Ipco Int'l (Release on Sat, 14-Apr)
16-Apr Q1: Keppel DC REIT / Keppel Infrastructure Trust / M1 / Soilbuild Biz Space REIT	17-Apr Genting Hong Kong: Delisting of Shares from the SGX-ST Q1: Keppel Telecoms & Tpt / Keppel-KBS US REIT	18-Apr Q1: Keppel REIT	19-Apr Q1: Keppel Corp	20-Apr *Q3: Spore Exchange
23-Apr SG (Mar 2018): CPI Overall index and sub-indices Q4: Mapletree Industrial Trust *Q4: Mapletree Logistics Trust	24-Apr *Q4: Mapletree Commercial Trust	25-Apr Q4: Mapletree Greater China Commercial Trust *Q1: Ho Bee Land	26-Apr SG (Mar 2018): Index of Industrial Production SG (1Q18): Industrial Properties	27-Apr SG (Mar 2018): Unemployment Rate & Employment
30-Apr	1-May-18	2-May	3-May STI Review	4-May

\* Tentative

Source: Bloomberg

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