

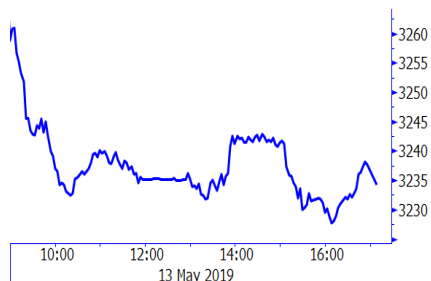
Market Indicators

	9-May	10-May	13-May
Mkt. T/O (S\$ mil)	1,309.6	1,055.1	990.9
Stock Advances	143	209	124
Stock Declines	285	178	275

Major Indices

	9-May	10-May	13-May
DJ Ind Avg	25,828.4	25,942.4	25,325.0
S & P 500	2,870.7	2,881.4	2,811.9
Nasdaq Comp	7,910.6	7,916.9	7,647.0
Hang Seng	28,311.1	28,550.2	Close

STI Index 3,234.28 (-1.20%)

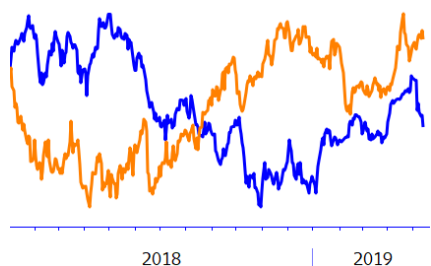


Source: Bloomberg

Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,302.74	1.49%
Oil (NYMEX CWT11) US\$ / bbl	60.97	-2.28%
Baltic Dry Index	1013	4.00%

Exchange Rates



USD : SGD 1.3696 / MYR : SGD 3.0445

Source: Bloomberg

Interest Rates

3-mth Sibor	1.946%
SGS (10 yr)	2.102%

KGI Securities Research Team

KGI Market Ideas

RMB depreciation; HK sectors impacted: China and the US ended the 11th round of trade talks last week without any agreement reached. The US went ahead to increase tariffs from 10% to 25% on US\$200bn worth of China exports to the US. On Monday, China retaliated with a plan to raise tariffs on US\$60bn of US goods, ranging from 10% to 25%, which will take effect on 1 June.

As the trade war escalates, the RMB has taken a hit. The offshore Renminbi (CNH) against the USD fell below 6.9 CNH/USD, the lowest level since last December. The lower RMB would be unfavourable to companies with significant sales to China but with a large amount of foreign currency debt.

Among the HK sectors which we expect to be impacted are aviation stocks and China property developers with high USD-denominated debt. The RMB exchange rate also has a high correlation with Macau gaming revenue as well as Hong Kong retail sales, which we expect to be negatively impacted with the RMB depreciation.

Results Update and Company Update

- **Frencken Group (FRKN SP; BUY; TP: S\$ 0.670):** Slowing down QoQ but business remains well diversified - Page 5
- **Thai Beverage PCL (THBEV SP; HOLD; TP: S\$ 0.75):** Maintain Hold - Page 6

Recent In depth Regional Reports

13/5	TW Compeq (2313 TT; Outperform; TP: NT\$ 30.20): 1Q19 earnings missed, but likely the trough
13/5	TH Asia Aviation (AAV TB; Outperform; TP: Bt 5.05): 1Q19 earnings review: 12% below expectations
13/5	TH Asia Sermkij Leasing (ASK TB; Outperform; TP: Bt 30.00): 1Q19 earnings review: Up 8.8% YoY, but down 9.7% QoQ
13/5	TH B.Grimm Power (BGRIM TB; Outperform; TP: Bt 37.00): 1Q19 earnings review: In line
13/5	TH Banpu (BANPU TB; Under Review; TP: Under Review): 1Q19 earnings review: Disappointing
13/5	TH Banpu Power (BPP TB; Outperform; TP: Bt 26.50): 1Q19 earnings review: Below the market expectation
13/5	TH BEC World (BEC TB; Under Review; TP: Under Review): 1Q19 earnings review: Weak as expected
13/5	TH Dynasty Ceramic (DCC TB; Neutral; TP: Bt 2.460): 1Q19 earnings review: Below market expectation
13/5	TH Intouch Holdings (INTUCH TB; Neutral; TP: Bt 64.00): 1Q19 earnings review: In line results
13/5	TH Krung Thai Bank (KTB TB; Outperform; TP: Bt 21.10): Repairing asset quality is priority
13/5	TH Major Cineplex Group (MAJOR TB; Outperform; TP: Bt 31.75): 1Q19 earnings review: Lower than expected
13/5	TH MBK (MBK TB; Outperform; TP: Bt 29.00): 1Q19 earnings review: Beat our expectation
13/5	TH PTT Global Chemical (PTTGC TB; Neutral; TP: Bt 74.00): 1Q19 earnings review: Missed our estimate
13/5	TH Quality Houses (QH TB; Outperform; TP: Bt 3.50): 1Q19 earnings review: In line with our expectation
13/5	TH Thai Oil (TOP TB; Outperform; TP: Bt 85.00): 1Q19 earnings review: Lower than we expected
13/5	TH Thaicom (THCOM TB; Underperform; TP: Bt 6.60): Every path has its puddle
10/5	TW Financial Sector (Neutral): In April, banks outperformed insurers & brokerages, but book value recovered for insurers
10/5	TW Bizlink (3665 TT; Outperform; TP: NT\$ 239.00): 1Q19 gross margin beats; strong growth outlook in 2019F
10/5	TW Catcher Technology (2474 TT; Underperform; TP: NT\$ 190.00): April sales & margin a negative surprise
10/5	TW Global PMX (4551 TT; Outperform; TP: NT\$ 147.00): 1Q19 EPS of NT\$2.00 beat; growth outlook intact
10/5	TW OUCC (1710 TT; Neutral; TP: NT\$ 24.00): Unfavorable MEG supply-demand ahead
10/5	TW SerComm (5388 TT; Neutral; TP: NT\$ 70.00): 1Q19 EPS beats
10/5	TW TPCC (4725 TT; Neutral; TP: NT\$ 16.00): 1Q19 earnings below expectations
10/5	TW TSC AUTO ID (3611 TT; Outperform; TP: NT\$ 314.0): 1Q19 EPS beats on non-op; DLS synergies from 2Q19F
10/5	TW Zhen Ding (4958 TT; Outperform; TP: NT\$ 114.00): 1Q19 hit by non-op; sales to resume YoY growth in 2Q19F
10/5	HK Goodbaby International (1086 HK; Neutral; TP: HK\$ 2.15): 1Q19 data released
10/5	HK Sun Art (6808 HK; Not Rated): Progress seen in 1Q19; digital transformation to continue
10/5	TH Healthcare Sector (Neutral): 1Q19 earnings preview: Smaller hospitals should look better QoQ
10/5	TH Advanced Info Service (ADVANC TB; Outperform; TP: Bt 208.00): 1Q19 earnings review: Beat expectation
10/5	TH Bangchak Corporation (BCP TB; Neutral; TP: Bt 36.50): 1Q19 earnings review: Big miss from the consensus
10/5	TH Bangkok Expressway and Metro (BEM TB; Outperform; TP: Bt 11.10): 1Q19 earnings review: Beat the consensus
10/5	TH CK Power (CKP TB; Underperform; TP: Bt 3.80): 1Q19 earnings review: Below expectation
10/5	TH COM 7 (COM7 TB; Outperform; TP: Bt 21.50): 1Q19 earnings review: A solid beat
10/5	TH GFPT (GFPT TB; Outperform; TP: Bt 16.50): 1Q19 earnings review: GFN in the red again
10/5	TH IRPC (IRPC TB; Outperform; TP: Bt 7.00): Bottomed out in 1Q19
10/5	TH L.P.N. Development (LPN TB; Outperform; TP: Bt 8.60): 1Q19 earnings review: Drag from extra expenses
10/5	TH Pylon (PYLON TB; Outperform; TP: Bt 8.40): 1Q19 earnings review: Gross margin boost
10/5	TH SVI PCL (SVI TB; Neutral; TP: Bt 4.80): 1Q19 earnings review: Lower than forecast
10/5	TH Thai Wah PCL (TWPC TB; Neutral; TP: Bt 7.00): 1Q19 earnings review: Below forecast
10/5	TH WHA Corporation PCL (WHA TB; Neutral; TP: Bt 4.60): 1Q19 earnings review: Below forecast
10/5	TH WHA Utility & Power (WHAUP TB; Outperform; TP: Bt 9.00): 1Q19 earnings review: Stronger than expected
9/5	TW Strategy: Brace for a storm ahead
9/5	TW Gourmet Master (2723 TT; Outperform; NT\$ 260.00): 1Q19 a slight beat; SSSG recovery on track
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Recent In depth Regional Reports

9/5	TW Hu Lane (6279 TT; Underperform; TP: NT\$ 60.00): 1Q19 core earnings miss; light at end of tunnel yet to emerge
9/5	TW Innolux (3481 TT; Neutral; TP: NT\$ 8.10): Huge 1Q19 loss; no major recovery in April prices
9/5	TW Makalot (1477 TT; Outperform; NT\$ 245.00): Multiple tailwinds intact; positive 2020 outlook
9/5	TW Posiflex (8114 TT; Outperform; NT\$ 141.00): 1Q19 operating profit up 25% YoY
9/5	TW Taimide Tech. (3645 TT; Neutral; TP: NT\$ 43.00): 1Q19 a miss; 2H19F new facility a potential burden
9/5	TW Taiwan Fertilizer (1722 TT; Outperform; TP: NT\$ 56.00): 1Q19 earnings beat
9/5	TW WNC (6285 TT; Not Rated): Gross profit declined in 1Q19, but QoQ uptick from 2Q19F
9/5	CN/HK Economy: Rising inflation won't impede further monetary easing if trade frictions intensify
9/5	CN/HK Economy: Weak credit conditions don't mean China's monetary policy has changed; this will be determined by the outcome of Sino-US trade talks
9/5	TH Asia Aviation (AAV TB; Outperform; TP: Bt 5.05): 1Q19 earnings preview: Turning positive
8/5	TH BCPG Pcl. (BCPG TB; Neutral; TP: Bt 18.00): 1Q19 earnings review: Better than expected
9/5	TH Central Pattana (CPN TB; Outperform; TP: Bt 84.50): 1Q19 earnings preview: Gradual start
8/5	TH Global Power Synergy (GPSC TB; Under Review; TP: Under Review): 1Q19 earnings review: Above expectation
9/5	TH Siam Future Development (SF TB; Outperform; TP: Bt 7.50): 1Q19 earnings review: Core profits beat expectation by 4.2%
9/5	TH Taokeanoi Food & Marketing (TKN TB; Underperform; TP: Bt 7.50): 1Q19 earnings review: Sharp rise SG&A expense
8/5	TW Electric Vehicle Sector: Tesla's EV component orders slow in 2Q19
8/5	TW Chicony (2385 TT; Outperform; TP: NT\$ 80.00): 1Q19 earnings beat; positive outlook intact for 2019F
8/5	TW Cub Elecparts (2231 TT; Outperform; TP: NT\$ 365.00): 1Q19 EPS of NT\$2.70 beats on positive margin surprise
8/5	TW Dadi (8437 TT; Outperform; TP: NT\$ 334.00): Economies of scale continue to show; 1Q19 OPM 70.9%
8/5	TW E.Sun FHC (2884 TT; Neutral; TP: NT\$ 24.50): 1Q19 earnings driven by bank investment gains
8/5	TW Eclat Textile (1476 TT; Outperform; TP: NT\$ 500.00): 1Q19 EPS in line; positive on 2020
8/5	TW Far EasTone Telecom (4904 TT; Neutral; TP: NT\$ 71.00): 1Q19 earnings in line
8/5	TW Hota Industrial (1536 TT; Neutral; TP: NT\$ 87.00): 1Q19 EPS misses; earnings to dip in 2019F, recover in 2020F
8/5	TW Kinsus (3189 TT; Neutral; TP: NT\$ 39.00): Big loss in 1Q19, worst-ever full-year loss ahead
8/5	TW St. Shine Optical (1565 TT; Neutral; TP: NT\$ 546.00): Growth drivers & share catalysts lacking
8/5	TW SZS (3376 TT; Neutral; TP: NT\$ 114.00): 1Q19 EPS missed; stronger 2Q19F sales expected
8/5	CN/HK Economy: Significant downside for exports; await further policy stimulus to domestic demand
8/5	CN Internet: Tencent's Game for Peace opens up monetization for battle royale games
8/5	TH Commodities Update: New record high for US crude production
8/5	TH Fraser Property (Thailand) PCL (FPT TB; Neutral; TP: Bt 16.70): 2QFY18/19 earnings review: In-line
8/5	TH Indorama Ventures (IVL TB; Outperform; TP: Bt 57.00): 1Q19 earnings review: Beat the market
8/5	TH Mega Lifesciences (MEGA TB; Outperform; TP: Bt 39.00): 1Q19 earnings preview: Profits should normalize
8/5	TH Mono Technology (MONO TB; Under Review; TP: Under Review): 1Q19 earnings review: Worse than expected
8/5	TH Muang Thai Capital (MTC TB; Outperform: Bt 52.00): 1Q19 earnings review Lower revenue growth, but better asset quality
8/5	TH PTT (PTT TB; Neutral; TP: Bt 50.50): 1Q19 earnings preview: Supported by four listed subsidiaries
8/5	TH RS (RS TB; Outperform; TP: Bt 25.00): 1Q19 earnings preview: To remain flat QoQ and surge YoY
8/5	TH Thaicom (THCOM TB; Underperform; TP: Under Review): 1Q19 earnings review: Disappointing earnings
7/5	US Economics: Will US market experience a significant correction?
7/5	TW Asustek (2357 TT; Neutral; TP: NT\$ 246.00): Margin improvement on the way
7/5	TW GlobalWafers (6488 TT; Not Rated): 1Q19 EPS of NT\$8.88 beats; better market outlook in 2H19F
7/5	TW King Slide (2059 TT; Outperform; TP: NT\$ 410.00): 1Q19 EPS beats; stronger sales growth YoY in 2H19F
7/5	TW Pegatron (4938 TT; Neutral; TP: NT\$ 54.00): 1Q19 margin missed; outlook conservative

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Recent In depth Regional Reports

7/5	TW Taishin FHC (2887 TT; Neutral; TP: NT\$ 15.00): 1Q19 earnings up 16% YoY on investment gains & favorable credit costs
7/5	CN/HK Stock Liquidity Monitor: Weekly data – Stock incentive & shareholding changes involving major shareholders
7/5	TH Media sector (TV) (Neutral): NCPO's order will ease burden but rough road still ahead
7/5	TH B.Grimm Power (BGRIM TB; Outperform; TP: Bt 37.00): 1Q19 earnings preview: The bottom quarter
7/5	TH BEC World (BEC TB; Neutral; TP: Bt 6.50): 1Q19 earnings preview: Not out of the woods yet
7/5	TH IRPC (IRPC TB; Outperform; TP: Bt 7.00): 1Q19 earnings review: Missed the forecasts
7/5	TH Mono Technology (MONO TB; Neutral; TP: Bt 1.88): 1Q19 earnings preview: Under pressure
7/5	TH Siam Future Development (SF TB; Outperform; TP: Bt 7.50): 1Q19 earnings preview: New neighborhood center starts
7/5	TH Workpoint Entertainment (WORK TB; Neutral; TP: Bt 25.50): 1Q19 earnings preview: Only one that would show profit
6/5	TW CTCL (9933 TT; Outperform; TP: NT\$ 57.50): Recovery in 2Q19F after 1Q19F trough
6/5	TW Hiwin (2049 TT; Outperform; NT\$ 364.00): 1Q19 better than feared; earnings recovery on track
6/5	TW Lotes (3533 TT; Outperform; TP: NT\$ 285.00): 1Q19 operating margin and earnings bottomed
6/5	TW Sunonwealth (2421 TT; Outperform; TP: NT\$ 43.00): 1H19F sales & earnings YoY decline to improve in 2H19F
6/5	HK Wisdom Education (6068 HK; Outperform; TP: HK\$ 5.60): Growth via self-build projects
6/5	CH/HK A-share Weekly: Sino-US trade talk uncertainty; indices under pressure

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Frencken Group Limited

(FRKN SP/FREN.SI)

Slowing down QoQ but business remains well diversified

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- 1Q19 PATMI rose 27% YoY to S\$8.6mn. This was driven by higher revenues which increased 15% YoY to S\$159mn on the back of its industrial automation and analytical segment.
- We maintain our BUY recommendation on valuations ground and on its diversified sector and client base. It is only trading at 6-8x forward EPS, which is a 20-30% discount to peers.

Financials & Key Operating Statistics

YE Dec (\$m)	2017	2018	2019F	2020F	2021F
Revenue	515.1	625.8	657.1	683.4	710.7
PATMI	33.1	30.0	27.4	31.8	34.3
Core PATMI	23.0	33.9	27.4	31.8	34.3
Core EPS	5.6	8.3	6.7	7.8	8.4
Core EPS grth (%)	44.5	47.7	-19.2	16.0	7.8
Core P/E (x)	9.2	6.2	7.7	6.6	6.2
DPS (SGCents)	2.4	2.1	2.2	2.3	2.4
Div Yield (%)	4.6	4.2	4.3	4.5	4.7
Net Margin (%)	6.4	4.8	4.2	4.7	4.8
Gearing (%)	-1.8	0.6	-12.9	-20.3	-27.1
Price / Book (x)	0.9	0.8	0.7	0.6	0.6
ROE (%)	13.3	11.2	8.8	9.6	9.6

Source: Company Data, KGI Research

Results summary. It was a good start to the year as 1Q19 PATMI rose 27% YoY to S\$8.6mn. Although on a QoQ basis, PATMI declined 22% on the back of lower revenues and gross profit margins. Although 1Q19 PATMI made up 31% of our FY19 forecast, we expect a slowdown in 2Q19 before picking up in 2H19.

Still healthy momentum due to diversified sales mix. Sales for Frencken's high-margin Mechatronics business rose 20% YoY, led mainly by a 194% YoY surge in its Industrial Automation (IA) segment. Weakness in its Semiconductor segment was in line with management's earlier guidance of a YoY decline, but which has stabilised on a QoQ basis. Our Taiwan colleagues expect the cyclical slowdown in the semiconductor industry to persist going into 2Q19.

Figure 1: Revenue breakdown (YoY and QoQ comparison)

Sales (\$'000)	1Q 19	1Q 18	YoY (%)	4Q18	QoQ (%)
Semiconductor	26,380	35,923	(26.6%)	27,686	(4.7%)
Medical	19,460	19,759	(1.5%)	22,055	(11.8%)
Analytical	36,023	32,366	11.3%	36,519	(1.4%)
Industrial Automation	41,961	14,253	194.4%	53,499	(21.6%)
Others	4,174	4,622	(9.7%)	4,806	(13.2%)
Mechatronics Total	127,998	106,923	19.7%	144,565	(11.5%)
Automotive	24,296	23,506	3.4%	24,029	1.1%
Consumer & Industrial Elect	4,697	5,367	(12.5%)	4,657	0.9%
Others	699	640	9.2%	559	25.0%
Tooling	1,318	2,242	(41.2%)	1,828	(27.9%)
IMS Total	31,010	31,755	(2.3%)	31,073	(0.2%)

Source: Company data, KGI Research

IA is slowing down. Management has guided for this segment to post YoY growth in 2Q19, which is not exactly a high bar to beat. Its IA segment posted a 194% YoY jump in 1Q19 sales to S\$42mn, but declined 22% QoQ. In comparison, 2Q18 sales in IA was only S\$20mn. A further

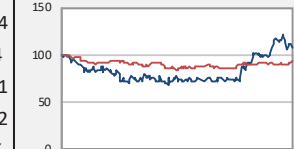
BUY - Maintain

Price as of 13 May 19 (SGD)	0.60	Performance (Absolute)	
12M TP (\$)	0.67	1 Month (%)	3.4
Previous TP (\$)	0.67	3 Month (%)	57.0
Upside (%)	11.5	12 Month (%)	12.8

Trading data

Mkt Cap (\$mn)	254
Issued Shares (mn)	424
Vol - 3M Daily avg (mn)	2.1
Val - 3M Daily avg (\$mn)	1.2
Free Float (%)	62.1%

Perf. vs STI Index (Red)



Major Shareholders

Gooi Soon Chai	23.4%
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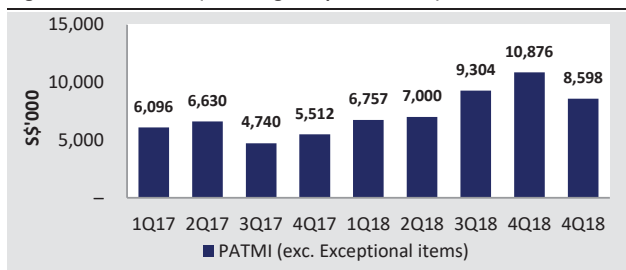
Previous Recommendations

12-Mar-19	BUY \$0.67
7-Mar-18	BUY \$0.72
26-Feb-18	HOLD \$0.72

QoQ decline in 2Q19 could indicate a slowdown in orders for storage drive production equipment from a key client.

Frencken's IMS division offered no surprises as revenues were flat both YoY and QoQ at S\$31mn in 1Q19. Looking forward, its IMS segment is expected to improve on better utilisation at its new manufacturing facility in Chuzhou, Anhui Province, China.

Figure 2: PATMI trend (excluding exceptional items)



Source: Company data, KGI Research

Valuation & Action: We reiterate our BUY recommendation on Frencken and peg a fair value of S\$0.67, based on 10x FY19F earnings. At 10x P/E, it would mean an implied 1.0x FY18F P/B. Frencken is trading at an attractive 9/8/7x FY19/20/21F EPS (20-30% discount to peer average), and is backed by a healthy balance sheet and diversified business model.

Risks: Frencken's main business segments are cyclical in nature. A spending slowdown in its key business segments, namely semiconductor, automotive and analytical machines may impact margins and new orders. However, its track record has shown revenue resilience which may be due to the well-diversified mix of its business.

CHINA
DEVELOPMENT
FINANCIAL

Thai Beverage

(THBEV SP/Y92.SI)

Maintain Hold

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- 2Q19 results below our expectations.** YoY, Thai Beverage revenues grew 3.6% to 69.9bn THB, slightly below our expectations of 70.5bn THB, driven by growth across most of its business segments (Spirits -5.8%, Beer +13.3%, Beverages +9.0%, Food +10.5%). Net profits declined 12.2% YoY to 5.8bn THB, with 1H19 earnings accounting for 60% of our FY19 target.
- Rebound in domestic demand slows.** YoY, the group's sales volumes increased at a much slower pace across business segments compared to the previous quarter (Spirits -2.9%, Beer +10.6%, Beverages +3.1%). Notably, the key spirits segment declined again after a rebound in the previous quarter, due to a higher base in 2018 as retailers increased purchase orders ahead of price increases caused by the Elderly Fund Tax.

YE Jun THB (mn)	2016A	2017A	2018A	2019F	2020F
Revenue	191,204.7	190,697.1	232,598.4	237,757.7	244,696.5
Operating Profit/Loss	25,740.9	27,524.5	25,624.4	29,357.3	32,050.4
Net income	25,032.0	34,680.8	20,725.5	22,546.7	24,699.1
EPS	0.99	1.04	0.84	0.97	1.05
EPS growth (%)	-	4.3%	-19.3%	15.8%	8.9%
P/E (x)	21.2	21.6	21.2	18.3	16.8
P/B (x)	4.4	4.4	3.7	3.4	3.2
Dividend Per Share	0.60	0.67	0.39	0.50	0.53
Dividend Yield (%)	2.9	3.0	2.2	2.8	3.0
Dividend Payout Ratio (%)	60.4	64.7	52.9	57.5	55.4
Net Debt/Equity (x)	0.30	0.19	1.45	1.33	1.24
Net Margin (%)	13.17	18.25	9.02	9.60	10.21
ROE (%)	21.2	27.1	16.6	17.9	18.2

Source: Company Data, KGI Research

Growth drivers intact, driven by growth in non-domestic volume. YoY, the group's domestic spirits volumes declined 5.3% due to a high base effect that resulted from the implementation of the Elderly Tax Fund last year. Total sales volume declined 2.9% YoY when including the Grand Royal Group's sales, an indication that growth in Myanmar remains strong. Similarly, the beer segment registered strong volume growth with total beer volume of 662.7m litres (+10.6% YoY). Excluding Sabeco, beer volumes grew 3.6% YoY.

Figure 1: Results Comparison

SGD (\$'000)	2018	2019	YoY (%)	Comments
Revenue	67,862	69,902	3.9	Driven by increase in beer, food and non-alcoholic beverages segments
Gross Profit	19,846	20,423	2.9	
Gross Margin (%)	29	29	-0.3	
Distribution Costs	(7,533)	(7,314)	2.9	
Administrative Expenses	(3,892)	(4,078)	4.8	
Finance Costs	(1,229)	(1,849)	50.4	
Operating Profit	7,389	7,184	-2.7	
Operating Margin (%)	11	10	-9.1	
PATMI	6,896	5,790	-16.2	Dragged lower by lower contribution from the Spirits segment
Net Profit	7,254	6,757	-6.8	

Source: KGI Research

Maintain - Hold		Performance (Absolute)	
Price as of 13 May 19 (SGD)	0.75	1 Month (%)	-7.4
12M TP (\$)	0.75	3 Month (%)	14.6
Previous TP (\$)	0.75	12 Month (%)	-5.3
Upside (%)	0.3		
Trading data		Perf. vs STI INDEX (Red)	
Mkt Cap (\$mn)	18,835		
Issued Shares (mn)	25,114		
Vol - 3M Daily avg (mn)	21.5		
Val - 3M Daily avg (\$mn)	17.3		
Free Float (%)	32.2%		
Major Shareholders		Previous Recommendations	
Sirwana Co Ltd	45.3%	18-Feb-19	HOLD \$0.75
Maxtop Management Corp	20.6%	14-Sep-18	BUY \$0.75
		-	-

Valuation & Action: Our earnings expectations remain unchanged after the latest results and we do not expect another surge in alcohol demand unless there are new government hand-outs which provide a short-term boost to discretionary income domestically. In our view, market share expansion and cost synergies will take a longer time to develop as compared to the strong rebound in alcohol demand seen in the previous quarter. As a result, we maintain our HOLD on Thai Beverage based on our TP of \$0.75.

Risks: Persistent lacklustre demand in the domestic alcohol market, decline in market share in its key markets (Vietnam & Thailand), surge in raw material prices.

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 (%)
FINANCIALS								
DBS SP	DBS	26.00	66,515	(2.1%)	12.1%	(2.0%)	4.8%	5.1%
OCBC SP	OCBC	11.20	47,631	(1.7%)	1.4%	(2.5%)	4.2%	4.4%
UOB SP	UOB	25.18	41,989	(1.7%)	5.3%	(2.6%)	5.0%	5.3%
SGX SP	SGX	7.38	7,895	0.0%	5.3%	1.9%	4.2%	4.4%
PROPERTIES								
HKL SP	Hongkong Land USD	6.95	22,360	0.6%	12.7%	(1.6%)	3.3%	3.4%
CAPL SP	CapitaLand	3.35	13,986	(1.5%)	11.4%	(5.4%)	3.7%	3.9%
CT SP	CapitaLand Mall Trust	2.43	8,963	(0.4%)	9.5%	0.0%	4.9%	5.1%
AREIT SP	Ascendas REIT	2.93	9,115	(0.3%)	17.1%	(1.6%)	5.6%	5.8%
CIT SP	City Development	8.62	7,817	(1.4%)	7.8%	(2.6%)	2.3%	2.3%
CCT SP	CapitaLand Comm Trust	1.91	7,162	0.5%	11.7%	(0.5%)	4.7%	4.7%
UOL SP	UOL	7.08	5,970	(2.5%)	17.0%	(2.6%)	2.6%	2.6%
TELECOMMUNICATIONS								
ST SP	SingTel	3.14	51,272	(0.9%)	7.2%	1.3%	5.7%	5.7%
CONSUMER SERVICES AND GOODS								
JM SP	Jardine Matheson USD	64.70	65,179	0.6%	(5.2%)	(0.4%)	2.7%	2.8%
JS SP	Jardine Strategic Holdings	37.65	57,040	(0.1%)	3.2%	(1.6%)	0.9%	1.0%
DFI SP	Dairy Farm International	7.72	14,280	(1.7%)	(13.0%)	(1.4%)	2.9%	3.2%
THBEV SP	ThaiBev	0.77	19,212	(7.3%)	27.2%	(6.1%)	2.9%	3.1%
JCNC SP	Jardine C&C	34.04	13,454	0.5%	(1.0%)	0.1%	3.8%	4.1%
GENS SP	Genting Singapore	0.91	10,972	(2.7%)	(4.7%)	(4.2%)	4.1%	4.2%
VMS SP	Venture Corp	15.66	4,511	(2.3%)	15.8%	(3.6%)	4.5%	4.5%
SPH SP	SPH	2.37	3,787	(0.8%)	3.1%	(1.3%)	5.1%	5.2%
TRANSPORT								
SIA SP	Singapore Airlines	9.51	11,257	(0.3%)	1.0%	(0.8%)	3.6%	4.0%
CD SP	ComfortDelGro	2.52	5,457	(1.9%)	20.0%	(1.9%)	4.4%	4.6%
COMMODITIES								
WIL SP	Wilmar	3.53	22,341	0.6%	15.4%	0.3%	3.1%	3.3%
GGR SP	Golden Agri	0.28	3,502	(1.8%)	14.5%	(6.8%)	2.5%	3.0%
OFFSHORE & MARINE/INDUSTRIALS								
KEP SP	Keppel Corp	6.47	11,757	(0.9%)	11.9%	(1.2%)	3.9%	4.4%
STE SP	ST Engineering	4.04	12,611	0.5%	18.8%	3.6%	3.9%	4.1%
SATS SP	SATS	5.27	5,873	0.0%	13.1%	1.2%	3.6%	3.8%
YZJSGD SP	Yangzijiang SGD	1.48	5,840	(0.7%)	18.4%	(2.6%)	3.2%	3.3%
SCI SP	Sembcorp Industries	2.52	4,503	(0.4%)	(0.1%)	(2.7%)	2.6%	3.3%
HPHT SP	HPH Trust USD	0.24	2,799	0.0%	0.2%	2.2%	8.2%	8.3%

Dividend Yield based on Bloomberg consensus. Total return includes dividends.

Source: Bloomberg

STI Reserve List (by market cap) - STI next review date: March 2019

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	1.80	5,030	0.6%	4.3%	0.0%	5.6%	5.5%
MCT SP	Mapletree Commercial Trust	1.94	5,615	1.0%	20.6%	(0.5%)	4.8%	4.9%
MLT SP	Mapletree Logistics Trust	1.49	5,397	0.7%	21.7%	0.0%	5.5%	5.6%
KREIT SP	Keppel REIT	1.23	4,191	0.0%	10.4%	0.0%	4.6%	4.7%
MIINT SP	Maple Industries Trust	2.09	4,225	1.0%	12.8%	1.0%	6.0%	6.2%

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 13 May 19	Yield (%)
Advancer Global Ltd	25-Feb-19	FY18	SGD 0.00150	14-May-19	15-May-19	31-May-19	SGD 0.160	3.7
Far East Orchard Ltd	26-Feb-19	FY18	SGD 0.060000	14-May-19	15-May-19	3-Jul-19	SGD 1.280	4.7
Thomson Medical Grp	27-Feb-19	FY18	SGD 0.00025	14-May-19	15-May-19	28-May-19	-	-
Zhongmin Baihui Retail Group Ltd	28-Feb-19	FY18	SGD 0.0150	14-May-19	15-May-19	28-May-19	SGD 0.725	2.8
Asia Enterprises Holding Ltd	29-Jan-19	FY18	SGD 0.00500	15-May-19	16-May-19	29-May-19	SGD 0.155	3.2
Challenger Technologies Ltd	15-Feb-19	FY18	SGD 0.0200	15-May-19	16-May-19	3-Jun-19	SGD 0.565	5.8
Fuji Offset Plates Manufacturing Ltd	28-Feb-19	FY18	SGD 0.003000	15-May-19	16-May-19	23-May-19	SGD 0.270	1.1
Ho Bee Land Ltd	25-Feb-19	FY18	SGD 0.08000	15-May-19	16-May-19	31-May-19	SGD 2.530	4.0
Ho Bee Land Ltd - Special	25-Feb-19	FY18	SGD 0.02000	15-May-19	16-May-19	31-May-19	SGD 2.530	4.0
Kingsmen Creatives Ltd	19-Feb-19	FY18	SGD 0.0150	15-May-19	16-May-19	31-May-19	SGD 0.540	4.6
Koh Brothers Group Ltd	4-Feb-19	FY18	SGD 0.0040	15-May-19	16-May-19	28-May-19	SGD 0.230	4.3
OUE	26-Feb-19	FY18	SGD 0.01000	15-May-19	16-May-19	30-May-19	SGD 1.710	1.8
OUE - Special	26-Feb-19	FY18	SGD 0.11000	15-May-19	16-May-19	30-May-19	SGD 1.710	1.8
Penguin International Ltd	21-Feb-19	FY18	SGD 0.0125	15-May-19	16-May-19	28-May-19	SGD 0.435	1.0
Singapore Kitchen Equipment	15-Feb-19	FY18	SGD 0.0025	15-May-19	16-May-19	28-May-19	SGD 0.120	6.2
AEM Holdings Ltd	22-Feb-19	FY18	SGD 0.01900	16-May-19	17-May-19	31-May-19	SGD 0.930	3.4
Ascendas Hospitality Trust	9-May-19	FY19	SGD 0.03220	16-May-19	17-May-19	18-Jun-19	SGD 0.935	6.4
Pan-United Corp	26-Feb-19	FY18	SGD 0.0080	16-May-19	17-May-19	29-May-19	SGD 0.290	2.8
Serial System Ltd	28-Feb-19	FY18	SGD 0.0046	16-May-19	17-May-19	31-May-19	SGD 0.090	20.7
Valuemax Group Ltd	20-Feb-19	FY18	SGD 0.01330	16-May-19	17-May-19		SGD 0.290	4.3
Asian Healthcare Specialists	9-May-19	2Q19	SGD 0.00400	17-May-19	21-May-19	28-May-19	SGD 0.255	2.4
Brook Crompton Holdings Ltd	20-Feb-19	FY18	SGD 0.02000	17-May-19	21-May-19	31-May-19	SGD 0.695	7.2
STI DBS Grp Hlds	29-Apr-19	1Q19	SGD 0.3000	17-May-19	21-May-19	31-May-19	SGD 26.000	4.6
Heeton Holdings Ltd	22-Feb-19	FY18	SGD 0.00600	17-May-19	21-May-19	31-May-19	SGD 0.475	2.1
LHT Holdings Ltd	1-Mar-19	FY18	SGD 0.03000	17-May-19	21-May-19	31-May-19	SGD 0.610	8.2

Source: SGX Announcement / Bloomberg

Latest Listing Issue Announcement

Company	Offer Price	Closing Date	Offeror
Kingboard Copper Foil	SGD 0.60	5.30 p.m. on 16 May 2019	Excel First Investments Ltd
Ying Li Int'l Real Estate	SGD 0.140 Cash	5.30 p.m. on 16 May 2019	State Alpha Ltd

Source: SGX Announcement

Appendix 2: Financial Calendar

Monday	Tuesday	Wednesday	Thursday	Friday
<p>13-May</p> <p>Q1 Cromwell European REIT > Fragrance Grp > Global Invts > KrisEnergy > Sasseur REIT > SBS Transit > Sinamas Land</p> <p>Q3 Health Mgt Int'l</p> <p>Q4 NetLink NBN Trust</p> <p>*Q3 UG Healthcare Corp</p>	<p>14-May</p> <p>Q1 Asian Pay Television Trust > CNMC Goldmine Hldgs > ComfortDelGro Corp > Golden Agri-Resources > mDR > Olam Int'l > Straco Corp > Utd Engineers</p> <p>*Q1 First Resources</p> <p>*Q2 LHN</p>	<p>15-May</p> <p>Q1 China Everbright Water > Hong Leong Asia > IREIT Global > Kingsmen Creatives > Sembcorp Industries > TeleChoice Int'l</p> <p>Q3 ASL Marine Hldgs</p> <p>Q4 Spore Telecoms</p> <p>*Q1 City Devpts > Spore Technologies Engrg</p> <p>*Q3 Lion Asiapac</p>	<p>16-May</p> <p>Q4 Spore Airlines</p> <p>*Q3 Yorkshire Hldgs</p>	<p>17-May</p> <p>Q4 SATS</p>
<p>20-May</p> <p>*Q4 Sound Global</p>	<p>21-May</p>	<p>22-May</p> <p>*Q1 TPV Technology</p>	<p>23-May</p> <p>SG (Apr 2019) CPI</p>	<p>24-May</p> <p>SG 1Q19 Gross Domestic Product</p> <p>SG (Apr 2019) Index of Industrial Production</p> <p>*Q4 Meghmani Organics</p>
<p>27-May</p>	<p>28-May</p> <p>Q4 Accordia Golf Trust</p>	<p>29-May</p>	<p>30-May</p>	<p>31-May</p> <p>*Q4 Willas-Array Electronics Hldgs</p>
<p>3-Jun</p>	<p>4-Jun</p>	<p>5-Jun</p>	<p>6-Jun</p>	<p>7-Jun</p>

* Tentative

Source: Bloomberg

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