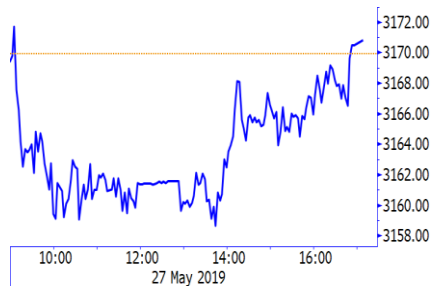


Market Indicators

	23-May	24-May	27-May
Mkt. T/O (S\$ mil)	988.3	961.1	634.7
Stock Advances	138	228	162
Stock Declines	294	137	186

Major Indices

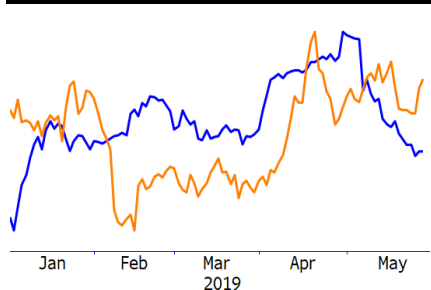
	23-May	24-May	27-May
DJ Ind Avg	25,490.5	25,585.7	Close
S & P 500	2,822.2	2,826.1	Close
Nasdaq Comp	7,628.3	7,637.0	Close
Hang Seng	27,267.1	27,353.9	27,288.1

STI Index 3,170.77 (+0.03%)


Source: Bloomberg

Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,284.64	-0.11%
Oil (NYMEX CWT11) US\$ / bbl	59.13	1.22%
Baltic Dry Index	1066	-0.19%

Exchange Rates


USD : SGD 1.3753 / MYR : SGD 3.0453

Source: Bloomberg

Interest Rates

3-mth Sibor	2.006%
SGS (10 yr)	2.102%

KGI Securities Research Team
KGI Market Ideas

Weak market sentiments going into June: May and June are shaping up to be a weak months for equity markets, driven by the rising trade tensions between China and the US. In the short-term, global growth is expected to be negatively impacted as supply chains are shifted from China. The trade war deadlock is unlikely to resolve in the near term, and the Trump-Xi meeting at the G20 summit scheduled for the end of June will be key to watch. The new round of sanctions by the US will significantly increase the risks of China's GDP slowing below 6% and the renminbi breaking through 7.0.

Eagle Hospitality Trust. Units traded to a low of US\$0.685 before closing at US\$0.70 yesterday. At the closing price yesterday, it offers a forecasted dividend yield of 9.3% in FY2019 and 9.5% in FY2020. This is a 300bps spread over other hospitality REITs.

Tee International. The company has called for a trading halt pending an announcement. Its shares last traded at S\$0.062, which implies a 60% discount to its book value. At this price, Tee International's Mechanical and Electrical (M&E) business comes free given that its 52% stake in Tee Land is already worth as much as its current market capitalisation. Tee International had an order book of S\$425mn as at end-February 2019, but may face short-term liquidity issues until it is able to complete the sale of the 28% stake in Tee Land. The sale of the 28% stake in Tee Land would allow Tee International to raise S\$18.7mn and alleviate short-term funding needs.

Singapore Airlines (SIA). Shares have declined 10% from the peak in 2019 and have erased all the gains made year-to-date. There are several headwinds facing SIA in the short-term such as rising fuel costs. It is also impacted by signs of slowing demand for air travel and cargo volumes due to the ongoing trade conflict between the US and China. However, we think that downside risks for SIA may be mitigated by its healthy balance sheet and cheap valuations (it is trading at 1 SD below its 10-year historical P/B average). The price spread between the 12-month consensus target price and its current price is also near the peak reached in mid-2018, which we think provides an attractive short-term trading opportunity.

Recent In depth Regional Reports

27/5	TH Carabao Group (CBG TB; Outperform; TP: Bt 67.00): Lower loss from ICUK
24/5	TW US Technology: Delayed full recovery of semiconductor demand expected
23/5	TH Hotel Sector (Neutral): Change in tourism industry landscape
23/5	TH Central Plaza Hotel (CENTEL TB; Neutral; TP: Bt 42.00): Expanding hotels outside of Thailand
23/5	TH Minor International (MINT TB; Neutral; TP: Bt 42.00): Seasonal earnings relying on NHH
23/5	TH Thai Airways International (THAI TB; Underperform; TP: Bt 8.50): Negative earnings outlook for FY19-20F
23/5	TH The Erawan Group (ERW TB; Neutral; TP: Bt 7.00): Earnings profile relies on Europeans
23/5	TW Taiwan FamilyMart (5903 TT; Not Rated): Business on track for recovery after a flat 1Q19
23/5	HK Vitasoy (345 HK; Neutral; TP: HK\$ 42.00): Premium valuation justified
23/5	TH Economics: Poor export performance in April with a fall of 2.6% YoY
23/5	TH BTS Group Holdings (BTS TB; Outperform; TP: Bt 12.50): 4Q19 earnings preview: Strong performance
23/5	TH Electricity Generating (EGCO TB; Neutral; TP: Bt 290.00): Good news priced in
23/5	TH RS (RS TB; Outperform; TP: Bt 19.90): Solid growth expected in 2H19
22/5	SG Japan Foods Holding (JFOOD SP; NEUTRAL; TP: S\$ 0.550): New store openings weigh on performance
22/5	GLOBAL Economics: US stocks to edge up amid higher volatility in 2H19F
22/5	TW Strategy: Another tech inventory crisis in the offing
22/5	TW IT Hardware (Neutral): Smartphone – Google pulls Huawei’s Android license
22/5	TW Petrochemicals Sector (Overweight): Norsk Hydro production increase to boost demand for caustic soda
22/5	HK Man Wah (1999 HK; Outperform; HK\$ 4.00): FY19 results miss
22/5	TH Economics: 1Q19 GDP: Poor performance with growth of 2.8% YoY
22/5	TH Commodities Update: Middle East heating up
22/5	TH B.Grimm Power (BGRIM TB; Outperform; TP: Bt 37.00): Solid earnings outlook
22/5	TH BEC World (BEC TB; Neutral; TP: Bt 8.00): Improvement expected in 2H19 onward
22/5	TH Gulf Energy Development (GULF TB; Neutral; TP: Bt 80.00): EEC projects are only catalysts in short term
21/5	SG CSE Global (CSE SP; BUY; S\$ 0.58): Healthy order wins
21/5	TW TaiMed (4147 TT; Outperform; TP: NT\$ 183.00): Long-term positive, despite slow start
21/5	TW Sporton International (6146 TT; Not Rated): 5G, auto electronics & IoT the next growth drivers
21/5	HK Xiaomi (1810 HK; Not Rated): Mixed outlook amid macro headwinds
21/5	CN/HK Stock Liquidity Monitor: Weekly data – Stock incentive & shareholding changes involving major shareholders
21/5	TH Central Pattana (CPN TB; Outperform; TP: Bt 84.50): Going as planned
21/5	TH Minor International (MINT TB; Neutral; TP: Bt 42.00): Seasonal earnings relying on NHH
21/5	TH Mono Technology (MONO TB; Neutral; TP: Bt 1.70): Improvement in core earnings expected to be slow
21/5	TH PTT (PTT TB; Neutral; TP: Bt 50.50): Losing monopoly on Thailand’s gas supply business
21/5	TH Workpoint Entertainment (WORK TB; Neutrla; TP: Bt 20.25): Both negative and positive factors are in the price
20/5	TW Petrochemicals Sector (Overweight): PX-PTA supply demand outlook turning grave
20/5	TW Cathay FHC (2882 TT; Outperform; TP: NT\$ 50.00): Better unrealized balance & recurring yield in 1Q19F
20/5	TW FENC (1402 TT; Neutral; TP: NT\$ 36.00): Conservative outlook for PTA supply-demand dynamics
20/5	TW Formosa Chemicals (1326 TT; Neutral; TP: NT\$ 99.00): Bleak outlook for PX-PTA supply
20/5	TW MSI (2377 TT; Outperform; TP: NT\$ 89.00): Margin improvement continues, strong sales & earnings growth YoY in 2H19F
20/5	CH/HK A-share Weekly: US brinkmanship stalls trade talks; liquidate & await China’s counter policies
20/5	CN Yonghui Superstores (601933 CH; Not Rated): Conference call takeaways
17/5	SG Uni-Asia Group (UAG SP; BUY, TP: S\$ 1.860): Healthy order wins
17/5	TW Strategy: US blacklists Huawei, perfect storm in the offing
17/5	HK Man Wah (1999 HK; Outperform; HK\$ 4.30): FY19 results preview
For full reports, please contact Research Department at 6202 1190 or 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 (%)
FINANCIALS								
DBS SP	DBS	25.02	63,965	(0.7%)	9.2%	(3.4%)	5.0%	5.3%
OCBC SP	OCBC	10.95	46,555	(0.5%)	(0.9%)	(1.8%)	4.3%	4.6%
UOB SP	UOB	24.65	41,121	0.0%	3.0%	(1.3%)	5.1%	5.3%
SGX SP	SGX	7.61	8,141	(0.1%)	8.6%	2.7%	4.1%	4.2%
PROPERTIES								
HKL SP	Hongkong Land USD	6.85	22,154	0.0%	11.1%	0.7%	3.3%	3.5%
CAPL SP	CapitaLand	3.29	13,737	0.3%	9.4%	(1.2%)	3.8%	3.9%
CT SP	CapitaLand Mall Trust	2.44	9,000	0.0%	10.0%	0.0%	4.9%	5.1%
AREIT SP	Ascendas REIT	2.96	9,208	0.3%	18.3%	1.0%	5.5%	5.7%
CIT SP	City Development	8.33	7,554	0.0%	4.2%	(3.3%)	2.4%	2.4%
CCT SP	CapitaLand Comm Trust	1.94	7,275	1.0%	13.5%	0.5%	4.6%	4.6%
UOL SP	UOL	6.85	5,776	(1.2%)	13.2%	(2.8%)	2.6%	2.6%
TELECOMMUNICATIONS								
ST SP	SingTel	3.16	51,598	0.3%	7.8%	0.6%	5.8%	5.5%
CONSUMER SERVICES AND GOODS								
JM SP	Jardine Matheson USD	61.90	62,732	0.3%	(9.3%)	(0.2%)	2.8%	2.9%
JS SP	Jardine Strategic Holdings	36.00	55,290	2.0%	(1.3%)	1.5%	1.0%	1.0%
DFI SP	Dairy Farm International	7.84	14,574	0.3%	(11.7%)	2.0%	2.9%	3.2%
THBEV SP	ThaiBev	0.80	20,091	0.6%	34.1%	3.4%	2.7%	3.0%
JCNC SP	Jardine C&C	33.55	13,260	(0.4%)	(2.5%)	1.1%	3.9%	4.2%
GENS SP	Genting Singapore	0.88	10,610	1.1%	(7.9%)	(1.1%)	4.2%	4.2%
VMS SP	Venture Corp	15.06	4,344	(0.1%)	11.3%	(3.3%)	4.7%	4.8%
SPH SP	SPH	2.37	3,787	(0.8%)	3.1%	(0.4%)	5.1%	5.2%
TRANSPORT								
SIA SP	Singapore Airlines	9.23	10,925	0.7%	(2.0%)	(0.8%)	4.0%	3.7%
CD SP	ComfortDelGro	2.45	5,306	(1.2%)	16.7%	(1.2%)	4.5%	4.7%
COMMODITIES								
WIL SP	Wilmar	3.37	21,330	(0.9%)	10.2%	(5.3%)	3.3%	3.5%
GGR SP	Golden Agri	0.26	3,311	(1.9%)	8.2%	(5.5%)	2.1%	3.2%
OFFSHORE & MARINE/INDUSTRIALS								
KEP SP	Keppel Corp	6.11	11,103	(0.2%)	5.7%	(3.6%)	4.1%	4.6%
STE SP	ST Engineering	3.92	12,233	0.5%	15.3%	0.5%	4.0%	4.1%
SATS SP	SATS	5.07	5,650	0.0%	8.8%	(0.2%)	3.9%	4.2%
YZJSGD SP	Yangzijiang SGD	1.38	5,445	0.7%	14.2%	(2.9%)	3.5%	3.5%
SCI SP	Sembcorp Industries	2.45	4,379	(0.8%)	(2.8%)	(3.2%)	2.5%	3.2%
HPHT SP	HPH Trust USD	0.23	2,754	(2.1%)	(1.9%)	(2.1%)	8.4%	8.5%

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	1.82	5,086	0.6%	5.5%	0.6%	5.5%	5.4%
MCT SP	Mapletree Commercial Trust	1.93	5,586	1.0%	19.9%	0.5%	4.8%	4.9%
MLT SP	Mapletree Logistics Trust	1.49	5,401	0.7%	21.7%	2.1%	5.4%	5.6%
KREIT SP	Keppel REIT	1.21	4,155	0.0%	8.6%	0.0%	4.7%	4.8%
MIINT SP	Maple Industries Trust	2.10	4,245	0.0%	13.3%	3.4%	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 27 May 19	Yield (%)
STI Singapore Airlines	17-May-19	FY19	SGD 0.2200	1-Aug-19	2-Aug-19	16-Aug-19	SGD 9.230	4.1
Japan Foods	14-May-19	FY19	SGD 0.0110	30-Jul-19	31-Jul-19	16-Aug-19	SGD 0.430	4.8
STI SATS	17-May-19	FY19	SGD 0.1300	29-Jul-19	30-Jul-19	8-Aug-19	SGD 5.070	3.6
STI Singapore Telecoms	15-May-19	FY19	SGD 0.10700	26-Jul-19	29-Jul-19	15-Aug-19	SGD 3.160	5.5
SIA Engrg Co	10-May-19	FY19	SGD 0.0800	24-Jul-19	25-Jul-19	8-Aug-19	SGD 2.430	4.9
Singapore Post	7-May-19	FY19	SGD 0.0200	24-Jul-19	25-Jul-19	7-Aug-19	SGD 0.935	3.7
ISDN Holdings Ltd	26-Feb-19	FY18	SGD 0.0070	9-Jul-19	10-Jul-19	28-Aug-19	SGD 0.230	2.6
Chemical Industries Far East Ltd	22-May-19	FY19	SGD 0.0150	9-Jul-19	10-Jul-19	18-Jul-19	SGD 0.705	2.1
Kimly	7-May-19	2Q19	SGD 0.0056	2-Jul-19	3-Jul-19	15-Jul-19	SGD 0.240	4.0
IHH Healthcare Bhd	27-Feb-19	FY18	MYR 0.03000	27-Jun-19	28-Jun-19	18-Jul-19	SGD 1.740	0.6
Asian Pay Television Trust	14-May-19	1Q19	SGD 0.00300	20-Jun-19	21-Jun-19	28-Jun-19	SGD 0.175	29.6
Sinarماس Land Ltd	26-Feb-19	FY18	SGD 0.0020	17-Jun-19	18-Jun-19	27-Jun-19	SGD 0.250	2.8
Lung Kee (Bermuda) Hldgs	29-Mar-19	FY18	HKD 0.12000	13-Jun-19	14-Jun-19	28-Jun-19	SGD 0.600	8.0
Low Keng Huat Singapore Ltd	1-Apr-19	FY19	SGD 0.01500	10-Jun-19	11-Jun-19	20-Jun-19	SGD 0.545	3.7
Shangri-La Asia	20-Mar-19	FY18	HKD 0.1400	10-Jun-19	11-Jun-19	20-Jun-19	HKD 10.000	1.9
Amara Holdings	27-Feb-19	FY18	SGD 0.01000	4-Jun-19	6-Jun-19	20-Jun-19	SGD 0.475	2.1
Amara Holdings - Special	27-Feb-19	FY18	SGD 0.01000	4-Jun-19	6-Jun-19	20-Jun-19	SGD 0.475	2.1
Tan Chong Int'l	27-Mar-19	FY18	HKD 0.09500	3-Jun-19	4-Jun-19	27-Jun-19	HKD 2.450	4.5
Hotel Royal	28-Feb-19	FY18	SGD 0.05000	29-May-19	30-May-19	12-Jun-19	SGD 3.180	1.5
Hotel Royal - Special	28-Feb-19	FY18	SGD 0.01000	29-May-19	30-May-19	12-Jun-19	SGD 3.180	1.5

Source: SGX Annoucement / Bloomberg

Appendix 2: Financial Calendar

Monday	Tuesday	Wednesday	Thursday	Friday
<div style="text-align: right;">27-May</div> *Q4 Yongmao Hldgs	<div style="text-align: right;">28-May</div> Q4 Accordia Golf Trust	<div style="text-align: right;">29-May</div> Q4 Yoma Strategic Hldgs *Q4 Valuetronics Hldgs > Willas-Array Electronics Hldgs IPO Alliance Healthcare Grp (Catalist): Close @ 12.00 noon	<div style="text-align: right;">30-May</div> Q4 Vallianz Hldgs *Q4 KSH Hldgs	<div style="text-align: right;">31-May</div> *Q4 Willas-Array Electronics Hldgs IPO Alliance Healthcare Grp (Catalist): Commence Trading @ 9.00 a.m.
<div style="text-align: right;">3-Jun</div>	<div style="text-align: right;">4-Jun</div>	<div style="text-align: right;">5-Jun</div>	<div style="text-align: right;">6-Jun</div>	<div style="text-align: right;">7-Jun</div>
<div style="text-align: right;">10-Jun</div>	<div style="text-align: right;">11-Jun</div>	<div style="text-align: right;">12-Jun</div>	<div style="text-align: right;">13-Jun</div>	<div style="text-align: right;">14-Jun</div>
<div style="text-align: right;">17-Jun</div>	<div style="text-align: right;">18-Jun</div>	<div style="text-align: right;">19-Jun</div>	<div style="text-align: right;">20-Jun</div>	<div style="text-align: right;">21-Jun</div>
<div style="text-align: right;">24-Jun</div> SG (May 2019) CPI	<div style="text-align: right;">25-Jun</div>	<div style="text-align: right;">26-Jun</div> SG (May 2019) Index of Industrial Production	<div style="text-align: right;">27-Jun</div>	<div style="text-align: right;">28-Jun</div>

* Tentative

Source: Bloomberg

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