

Market Indicators

	23-Oct	24-Oct	25-Oct
Mkt. T/O (S\$ mil)	1,013.3	1,068.2	1,117.3
Stock Advances	227	209	241
Stock Declines	200	220	179

Major Indices

	23-Oct	24-Oct	25-Oct
DJ Ind Avg	23,274.0	23,441.8	23,329.5
S & P 500	2,565.0	2,569.1	2,557.2
Nasdaq Comp	6,586.8	6,598.4	6,563.9
Hang Seng	28,305.9	28,155.0	28,302.9

STI Index 3,343.88 (+0.28%)



Source: Bloomberg

Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,279.32	0.58%
Oil (NYMEX CWT1) US\$ / bbl	52.12	-0.21%
Baltic Dry Index	1588	0.13%

Exchange Rates



USD : SGD 1.3595 / MYR : SGD 3.1115

Source: Bloomberg

Interest Rates

3-mth Sibor	1.126%
SGS (10 yr)	2.250%

KGI Securities Research Team

Market Colour

Earnings from the local banks will be in focus as OCBC reported its 3Q17 results this morning. Bank stocks have driven most of the gains of the STI and have risen by as much as 30% year-to-date, almost double that of the STI. While Oil & Gas lending continued to impact OCBC's nonperforming assets (which rose 15% to S\$2.98 billion), rising income from wealth management and healthier lending margins have allowed the bank to report a 12% YoY rise in earnings to S\$1.06 billion for the quarter, higher than consensus estimates of S\$1.01 billion. UOB and DBS are scheduled to report on Nov 3 and 6 respectively.

News

OCBC: 3Q17 net profit rose 12% on "sustained momentum" across the group's banking, wealth management and insurance business in its key markets of Singapore, Malaysia, Indonesia and Greater China. Net interest income grew 12% YoY to S\$1.38 billion for the quarter underpinned by asset growth and higher net interest margin. Wealth management fee income rose 32% YoY in the quarter, partly because of the \$227.5 million acquisition of Barclays wealth-management units in Singapore and Hong Kong last year. OCBC's nonperforming assets rose 15% to S\$2.98 billion in the quarter from a year earlier, because of the downgrade of corporate accounts in the oil and gas support services sector, which remained under stress, the bank said.

SGX: 1Q18 net profit rose 9.2% YoY to S\$90.7 million on the back of higher revenue. It has proposed an interim dividend yield of 5 Singapore cents. **Its dividend yield is 4.0/4.2/4.4% for FY18-20F.**

Mapletree Commercial Trust (MCT): 2Q18 DPU rose to 2.24 Singapore cents from 2.05 Singapore cents in the year-ago period. This was on the back of income available for distribution increasing 20.6% YoY on higher contribution from Mapletree Business City I, as well as higher contribution from VivoCity. **MCT offers a dividend yield of 5.6% to 5.8% for FY18F to FY20F.**

Keppel-KBS US REIT IPO: The REIT sponsored jointly by Keppel Capital and KBS Pacific Advisors is issuing 262.77 million units at US\$0.88 per unit in an IPO. Separately, the sponsors - which jointly own the REIT manager - are subscribing for some 119.43 million units while cornerstone investors (Affin Hwang Asset Management Bhd, Hillsboro Capital, DBS Bank, and certain private banking clients of Credit Suisse and DBS Bank) have agreed to subscribe for 246.37 million units at the offer price. It expects to raise gross proceeds of about US\$553.1 million from the exercise. **The public offer opens on 2 Nov and closes on 7 Nov. The REIT offers a dividend yield of 6.8% for 2018 and 7.2% for 2019.**

Business Times / Bloomberg / Straits Times / The Edge Markets / SGX

Commentaries From The Trading Desk

23/10	Hang Seng is having a "Minsky Moment" while the SET may be going through a "Blumont Impact"
4/10	This is why the Stock Market's rally may be about to end
21/9	3 stories that may come in-play along with Oil price latest move

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	22.20	56,779	1.4%	32.0%	3.2%	3.0%	3.2%
OCBC SP	OCBC	11.55	48,385	0.8%	33.8%	0.4%	3.2%	3.4%
UOB SP	UOB	24.60	40,905	1.4%	24.3%	2.2%	3.0%	3.1%
SGX SP	SGX	7.57	8,108	(0.1%)	9.0%	(0.8%)	4.0%	4.2%
PROPERTIES								
AREIT SP	Ascendas REIT	2.73	7,878	(0.7%)	24.1%	(0.4%)	5.9%	6.0%
CAPL SP	CapitaLand	3.72	15,799	1.1%	26.5%	0.8%	2.7%	2.8%
CCT SP	CapitaLand Comm Trust	1.68	5,320	0.0%	23.3%	0.9%	5.3%	5.3%
CT SP	CapitaLand Mall Trust	2.03	7,198	(1.0%)	12.3%	(1.0%)	5.4%	5.4%
CIT SP	City Development	12.67	11,521	(0.1%)	55.3%	(1.2%)	1.2%	1.2%
GLP SP	Global Logistic	3.29	15,454	0.0%	52.3%	(0.3%)	1.9%	2.0%
HKL SP	Hongkong Land USD	7.47	23,955	(0.8%)	21.2%	(4.2%)	2.7%	2.8%
UOL SP	UOL	8.87	7,463	0.8%	51.2%	1.5%	1.7%	1.7%
TELECOMMUNICATIONS								
ST SP	SingTel	3.73	60,908	(0.3%)	5.0%	(0.3%)	5.3%	4.9%
STH SP	StarHub	2.66	4,599	(0.4%)	(0.7%)	(0.7%)	6.0%	5.9%
CONSUMER SERVICES AND GOODS								
JCNC SP	Jardine C&C	39.62	15,659	(1.4%)	(1.6%)	(2.5%)	2.8%	2.9%
JM SP	Jardine Matheson USD	64.55	63,892	(2.3%)	19.6%	(2.9%)	2.4%	2.5%
GENS SP	Genting Singapore	1.20	14,430	0.4%	36.1%	1.3%	2.5%	2.6%
SPH SP	SPH	2.70	4,316	0.0%	(22.2%)	(1.5%)	5.5%	5.4%
THBEV SP	ThaiBev	0.97	24,231	0.0%	16.7%	0.0%	3.1%	3.2%
TRANSPORT								
SIA SP	Singapore Airlines	10.21	12,074	0.3%	6.7%	0.1%	2.4%	2.3%
CD SP	ComfortDelGro	2.00	4,327	(1.5%)	(15.6%)	0.5%	5.3%	5.5%
COMMODITIES								
GGR SP	Golden Agri	0.40	5,030	2.6%	(6.5%)	3.9%	1.7%	2.4%
WIL SP	Wilmar	3.33	21,062	0.3%	(5.3%)	(0.9%)	2.3%	2.8%
OFFSHORE & MARINE/INDUSTRIALS								
KEP SP	Keppel Corp	7.45	13,506	1.4%	32.6%	4.5%	2.7%	3.2%
SCI SP	Sembcorp Industries	3.27	5,835	0.9%	17.4%	2.2%	2.4%	3.0%
YZJSGD SP	Yangzijiang SGD	1.53	6,072	1.3%	93.9%	0.7%	2.9%	2.8%
SATS SP	SATS	4.63	5,182	(0.9%)	(2.4%)	(1.1%)	3.8%	4.0%
SIE SP	SIA Engineering	3.23	3,612	0.0%	(0.7%)	0.3%	4.1%	4.3%
STE SP	ST Engineering	3.43	10,688	1.5%	10.5%	1.2%	4.3%	4.6%
HPHT SP	HPH Trust USD	0.44	5,224	(1.1%)	9.6%	(1.1%)	6.2%	6.4%

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

STI Reserve List (by market cap) - STI next review date: 30 November 2017

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	1.93	5,113	0.0%	22.0%	0.5%	5.1%	5.1%
MCT SP	Mapletree Commercial	1.59	4,575	0.3%	19.0%	2.6%	5.6%	5.6%
VMS SP	Venture Corp	18.50	5,258	1.9%	94.7%	(0.3%)	2.9%	2.9%
SIE SP	SIA Engineering	3.23	3,612	0.0%	(0.7%)	0.3%	4.1%	4.3%
KREIT SP	Keppel REIT	1.19	3,976	(0.8%)	22.4%	0.3%	5.1%	5.1%

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 25-Oct-17	Yield (%)
CapitaLand Mall Trust	20-Oct-17	3Q17	SGD 0.0278	26-Oct-17	30-Oct-17	29-Nov-17	SGD 2.030	1.4
Ellipsiz	21-Aug-17	FY17	SGD 0.0200	26-Oct-17	30-Oct-17	21-Nov-17	SGD 0.860	2.3
Ellipsiz - Special	21-Aug-17	FY17	SGD 0.0450	26-Oct-17	30-Oct-17	21-Nov-17	SGD 0.860	5.2
GL	25-Aug-17	FY17	SGD 0.0220	26-Oct-17	30-Oct-17	20-Nov-17	SGD 0.885	2.5
GuocoLand	27-Aug-17	FY17	SGD 0.0700	26-Oct-17	30-Oct-17	21-Nov-17	SGD 2.450	2.9
Mapletree Greater China	20-Oct-17	2Q18	SGD 0.03714	26-Oct-17	30-Oct-17	20-Nov-17	SGD 1.225	3.0
Sin Ghee Huat Corp Ltd	18-Aug-17	FY17	SGD 0.0020	26-Oct-17	30-Oct-17	15-Nov-17	SGD 0.210	1.0
Frasers Commercial Trust	20-Oct-17	FY17	SGD 0.02407	27-Oct-17	31-Oct-17	29-Nov-17	SGD 1.420	1.7
Sabana Shari'ah Compliant Industrial	23-Oct-17	3Q17	SGD 0.0079	27-Oct-17	31-Oct-17	28-Nov-17	SGD 0.475	1.7
800 Super Hldgs	24-Aug-17	FY17	SGD 0.0300	30-Oct-17	1-Nov-17	10-Nov-17	SGD 1.230	2.4
Cache Logistics Trust	24-Oct-17	3Q17	SGD 0.01541	30-Oct-17	1-Nov-17	28-Nov-17	SGD 0.845	1.8
Mapletree Industrial Trust	24-Oct-17	2Q18	SGD 0.03000	30-Oct-17	1-Nov-17	28-Nov-17	SGD 1.970	1.5
Cordlife Group	29-Aug-17	FY17	SGD 0.0050	31-Oct-17	2-Nov-17	17-Nov-17	SGD 0.800	0.6
Frasers Centrepoint Trust	25-Oct-16	FY17	SGD 0.02970	31-Oct-17	2-Nov-17	29-Nov-17	SGD 2.210	1.3
Koda Ltd	29-Aug-17	FY17	SGD 0.0100	31-Oct-17	2-Nov-17	22-Nov-17	SGD 1.510	0.7
Koda Ltd - Special	29-Aug-17	FY17	SGD 0.0200	31-Oct-17	2-Nov-17	22-Nov-17	SGD 1.510	1.3
PCI	28-Aug-17	FY17	SGD 0.0300	31-Oct-17	2-Nov-17	13-Nov-17	SGD 0.780	3.8
PCI - Special	28-Aug-17	FY17	SGD 0.0050	31-Oct-17	2-Nov-17	13-Nov-17	SGD 0.780	0.6
Spindex Industries	21-Aug-17	FY17	SGD 0.0300	31-Oct-17	2-Nov-17	16-Nov-17	SGD 1.105	2.7

Latest Rights Issue Announcement

Company	Particulars	Ex-Date	Book Close	Rights Trading Period	
				From	To
Z-Obee Holdings	2 offer shares @ US\$0.16 (equivalent to approximately HK\$1.248) per offer share for every 5 consolidated shares held		27-Oct-17 at 5.00 p.m.	Delisting from SGX: 28-Nov-17	

Source: SGX Announcement

Latest Bonus & Listing Issue Announcement

Company	Particulars	Ex-Date	Book Close	Payable / Crediting Date	Listing Date
Koda	1 Bonus share for every 1 existing shares held	31-Oct-17	2-Nov-17		
UMS Holdings	1 Bonus share for every 4 existing shares held	24-Oct-17	26-Oct-17	-	-

Source: SGX Announcement

Company	Offer Price	Closing Date	Offeror
BRC Asia	SGD 0.925 Cash	5.30 p.m. on 30 Oct 2017	Esteele Enterprise Pte. Ltd.
CWT	SGD 2.33 Cash	5.30 p.m. on 2 Nov 2017	HNA Belt and Road Invts (Spore) Pte. Ltd.
GP Batteries International	SGD 1.30 Cash	5.30 p.m. on 3 Nov 2017	GP Industries Limited
Lafe Corporation	SGD 0.90 Cash	5.30 p.m. on 30 Oct 2017	Sino Capital Resources Ltd
Poh Tiong Choon Logistics	SGD 1.30 Cash	5.30 p.m. on 20 Nov 2017	Respond Logistics Pte. Ltd.

Source: SGX Announcement

Appendix 2: Financial Calendar

Monday	Tuesday	Wednesday	Thursday	Friday
<p>23-Oct</p> <p>SG (Sep 2017): CPI</p> <p>Q2: Mapletree Logistics Trust</p> <p>Q3: CapitaLand Retail China Trust / First REIT / Sabana Shari'ah Compliant</p>	<p>24-Oct</p> <p>Q2: Mapletree Industrial Trust</p> <p>Q3: Ascott Residence Trust / Cache Logistics Trust / Great Eastern Hldgs</p>	<p>25-Oct</p> <p>Q1: Spore Exchange</p> <p>Q2: Ascendas India Trust / Mapletree Commercial Trust</p> <p>Q4: Frasers Centrepoint Trust</p>	<p>26-Oct</p> <p>SG (3Q17): Industrial Properties</p> <p>Q2: AIMS AMP Capital Industrial REIT</p> <p>Q3: OCBC (Before mkt open) / Tuan Sing Hldgs</p>	<p>27-Oct</p> <p>SG (Sep 2017): Unemployment Rate & Employment</p> <p>SG: 3Q17 Qtlly Property Mkt Updates</p> <p>Q1: Starhill Global REIT</p> <p>Q2: Yoma Strategic Hldgs</p> <p>Q3: CDL Hospitality Trusts / iFAST Corp (Release on Sat, 28-Oct) / Suntec REIT / Viva Industrial Trust</p> <p>Q4: Frasers Hospitality Trust</p> <p>*Q4: Falcon Energy (Release on Sun, 29-Oct)</p>
<p>30-Oct</p> <p>Q1: Micro-Mechanics Hldgs</p> <p>Q2: Ascendas REIT</p> <p>Q3: Hutchison Port Hldgs Trust / Raffles Medical Grp / Roxy-Pacific</p> <p>Q4: Second Chance Properties</p>	<p>31-Oct</p> <p>Q3: Sembcorp Marine</p> <p>Q4: Yorkshire Hldgs</p> <p>*Q3: Tianjin ZhongXin Pharmaceutical Grp</p>	<p>1-Nov</p> <p>Q3: OUE Hospitality Trust</p>	<p>2-Nov</p> <p>Q3: China Aviation Oil / Far East Hospitality Trust / Lippo Malls Indonesia Retail Trust / OUE Commercial REIT / Sembcorp Industries / StarHub</p> <p>Q4: Frasers Logistics & Industrial Trust</p>	<p>3-Nov-17</p> <p>Q2: SIA Engrg Co</p> <p>Q3: Challenger Technologies / Manulife US REIT / UOB (Before mkt</p> <p>*Q3: Venture Corp</p>
<p>6-Nov</p> <p>Q2: Ascendas Hospitality Trust</p> <p>Q3: BreadTalk Grp / DBS (Before mkt open) / Genting Spore PLC</p>	<p>7-Nov</p> <p>Q2: Hi-P Int'l / RHT Health Trust / Spore Airlines</p> <p>Q3: BHG Retail REIT / Perennial Real Estate Hldgs</p>	<p>8-Nov</p> <p>Q3: CapitaLand / Vicom</p> <p>*Q2: Meghmani Organics</p>	<p>9-Nov</p> <p>Q2: SATS</p> <p>Q3: City Devpts / Ho Bee Land / Parkway Life REIT / SBS Transit / Thakral Corp / Trendlines Grp</p>	<p>10-Nov</p> <p>Q2: Global Logistic Properties</p> <p>Q3: ComfortDelGro Corp / IFS Capital / Mewah Int'l Inc / Vard Hldgs</p> <p>Q4: Frasers Centrepoint</p> <p>*Q3: Sarine Technologies (Release on Sun, 12-Nov)</p>
<p>13-Nov</p> <p>Q2: Accordia Golf Trust / Foreland Fabrictech Hldgs</p> <p>Q3: Amara Hldgs / Asian Pay Television Trust / Wilmar Int'l</p>	<p>14-Nov</p> <p>Q1: ASL Marine Hldgs</p> <p>Q2: Serrano / Shanghai Turbo Enterprise</p> <p>Q3: Straco Corp</p> <p>*Q3: China Sports Int'l</p>	<p>15-Nov</p>	<p>16-Nov</p>	<p>17-Nov</p>
<p>20-Nov</p>	<p>21-Nov</p>	<p>22-Nov</p>	<p>23-Nov</p> <p>SG (Oct 2017): CPI</p>	<p>24-Nov</p> <p>SG: 3Q17 GDP (Not later than 24 Nov)</p>

* Tentative

Source: Bloomberg

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