

Market Indicators

	7-Nov	8-Nov	9-Nov
Mkt. T/O (S\$ mil)	1,404.0	1,303.8	1,441.3
Stock Advances	257	196	162
Stock Declines	184	251	285

Major Indices

	7-Nov	8-Nov	9-Nov
DJ Ind Avg	23,557.2	23,563.4	23,461.9
S & P 500	2,590.6	2,594.4	2,584.6
Nasdaq Comp	6,767.8	6,789.1	6,750.1
Hang Seng	28,994.3	28,907.6	29,136.6

STI Index 3,423.91 (+0.08%)

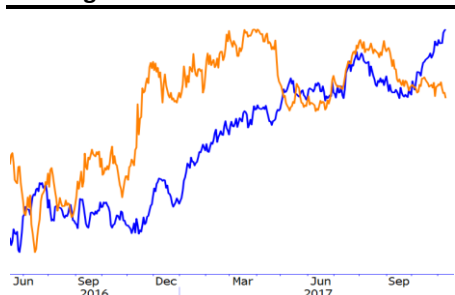


Source: Bloomberg

Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,285.80	0.17%
Oil (NYMEX CWT1) US\$ / bbl	57.03	0.46%
Baltic Dry Index	1486	0.61%

Exchange Rates



USD : SGD 1.3589 / MYR : SGD 3.0953

Source: Bloomberg

Interest Rates

3-mth Sibor	1.126%
SGS (10 yr)	2.102%

KGI Securities Research Team

Market Colour

US equities declined overnight following reports that Senate Republicans may delay the long-awaited corporate tax cuts to 2019. With SG earnings season largely over, markets may lack further upside catalyst going into the quiet year-end season. Our favourite play remains in oil-related counters like CNOOC Ltd (883 HK; NR).

News

Yangzijiang: 3Q17 net profit surged 208% YoY to 866m yuan (S\$178m) as revenues rose 13% YoY to 4.4bn yuan. Nine vessels were delivered during the quarter compared to eight previously. Yangzijiang has secured new orders of 59 vessels with a total value of US\$1.6bn year-to-date, compared to US\$823m in the whole of 2016. This brings its order book to US\$4.3bn for 103 vessels as at Sept 30, putting it as number 1 in China and number 4 in the world. Executive chairman Ren Yuanlin noted that the shipbuilding market has continued to recover, especially in the dry bulk carrier segment. **3Q earnings beat consensus estimates, with 9M earnings already contributing 90% of full year forecasts for FY2017. Consensus currently has a fair value of S\$1.46 (implying a 7% downside) on Yangzijiang but we may perhaps see an upgrade post-earnings briefing later this morning given the better-than-expected quarterly results.**

City Development: 3Q17 earnings fell 8.3% YoY to S\$156m as revenue declined 6.5% to S\$863m. The drop in revenue was due to the absence of revenue recognition from Jewel@Buangkok which completed in Q3 2016; Hanover House in Reading, United Kingdom; as well as lower contribution from its D'Nest and Coco Palms projects. **Consensus has a fair value of S\$13.1, implying an 8% upside for City Development.**

SATS: 2Q18 net profit rose 16% YoY to S\$72m on the back of one-off gain of S\$5.2m from the disposal of a 51% stake in Sats HK (SHK), and S\$1.8 million from the completion of the restructuring of Jilin Zhong Xin Cheng Food Co and SG IPF. Stripping out one-off items, underlying net profit rose from S\$62m to S\$65m. Its share of results of associates/joint venture increased from S\$11.5m to S\$18m, owing to higher contributions from both the gateway and food solutions' associates/JVs. The group has declared an interim dividend of 6 Singapore cents, on a par with last year. The dividend is payable on Dec 8. **Consensus currently has a fair value of S\$5.1, implying an 8% upside. SATS offers a dividend yield of 3.7% to 4.1% over the next three years.**

NetLink NBN Trust: Posted net profit of S\$12.9m, which was 5% higher than its forecast of S\$12.4m for the quarter ended September 30. **Consensus has a fair value of S\$0.91, implying a potential upside of 10%. NetLink offers an attractive dividend yield of 3.6/5.8%/5.8% for FY18/19/20F.**

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

Commentaries From The Trading Desk

8/11	A narrative of a stock entering its 'blow-off' phase
6/11	DBS firing well, however will old exposures haunt it?
27/10	Tapering announced, but no tantrum by stocks! Or is this simply a premature assumption?

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	24.30	62,150	2.3%	44.5%	5.7%	2.7%	3.0%
OCBC SP	OCBC	11.84	49,603	0.7%	37.2%	0.3%	3.1%	3.3%
UOB SP	UOB	25.38	42,203	0.7%	28.3%	2.4%	2.9%	3.0%
SGX SP	SGX	7.73	8,280	0.0%	12.1%	1.0%	3.9%	4.2%
PROPERTIES								
AREIT SP	Ascendas REIT	2.65	7,647	(0.4%)	24.1%	(0.7%)	6.0%	6.2%
CAPL SP	CapitaLand	3.59	15,247	(1.4%)	22.1%	(2.2%)	2.8%	3.0%
CCT SP	CapitaLand Comm Trust	1.84	6,621	1.4%	35.1%	4.9%	4.8%	4.8%
CT SP	CapitaLand Mall Trust	2.03	7,199	0.5%	13.8%	1.0%	5.4%	5.4%
CIT SP	City Development	12.14	11,039	(1.8%)	48.8%	(5.1%)	1.3%	1.3%
GLP SP	Global Logistic	3.32	15,595	(0.3%)	53.7%	(0.3%)	1.8%	2.0%
HKL SP	Hongkong Land USD	7.32	23,459	(0.8%)	18.7%	(1.2%)	2.7%	2.8%
UOL SP	UOL	8.80	7,405	0.3%	50.0%	(2.8%)	1.7%	1.7%
TELECOMMUNICATIONS								
ST SP	SingTel	3.76	61,398	(0.5%)	5.9%	0.3%	5.2%	4.9%
STH SP	StarHub	2.83	4,893	3.7%	7.1%	8.8%	5.7%	5.5%
CONSUMER SERVICES AND GOODS								
JCNC SP	Jardine C&C	39.08	15,446	(0.9%)	(3.0%)	0.2%	2.8%	2.9%
JM SP	Jardine Matheson USD	65.69	64,978	(3.4%)	21.7%	3.2%	2.4%	2.6%
GENS SP	Genting Singapore	1.32	15,873	1.5%	49.8%	7.3%	2.3%	2.3%
SPH SP	SPH	2.69	4,300	0.4%	(22.4%)	0.4%	5.1%	5.0%
THBEV SP	ThaiBev	0.96	24,106	0.0%	16.1%	(1.0%)	3.1%	3.2%
TRANSPORT								
SIA SP	Singapore Airlines	10.83	12,807	0.7%	13.2%	5.7%	2.3%	2.2%
CD SP	ComfortDelGro	2.01	4,348	0.5%	(15.1%)	(2.0%)	5.2%	5.4%
COMMODITIES								
GGR SP	Golden Agri	0.41	5,158	3.8%	(4.2%)	3.8%	1.7%	2.4%
WIL SP	Wilmar	3.34	21,126	0.0%	(5.0%)	(1.5%)	2.2%	2.8%
OFFSHORE & MARINE/INDUSTRIALS								
KEP SP	Keppel Corp	7.60	13,778	0.4%	35.3%	(0.8%)	2.7%	3.1%
SCI SP	Sembcorp Industries	3.20	5,710	(0.6%)	14.9%	(5.3%)	2.4%	3.1%
YZJSGD SP	Yangzijiang SGD	1.57	6,211	(0.6%)	98.4%	(1.3%)	2.9%	2.8%
SATS SP	SATS	4.71	5,272	(0.8%)	(0.7%)	(0.4%)	3.7%	3.9%
SIE SP	SIA Engineering	3.25	3,635	(0.3%)	(0.1%)	(0.3%)	4.1%	4.3%
STE SP	ST Engineering	3.37	10,501	(1.2%)	8.6%	(3.2%)	4.4%	4.6%
HPHT SP	HPH Trust USD	0.43	5,043	(1.2%)	5.9%	(2.3%)	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	1.95	5,159	(0.5%)	24.5%	0.5%	5.1%	5.0%
MCT SP	Mapletree Commercial	1.57	4,506	(0.6%)	18.9%	0.3%	5.7%	5.7%
VMS SP	Venture Corp	21.18	6,020	(0.1%)	122.9%	9.9%	2.8%	2.9%
SIE SP	SIA Engineering	3.25	3,635	(0.3%)	(0.1%)	(0.3%)	4.1%	4.3%
KREIT SP	Keppel REIT	1.19	3,986	0.4%	22.4%	0.9%	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 9 Nov 17	Yield (%)
Ascendas Hospitality Trust	6-Nov-17	2Q18	SGD	0.02730	10-Nov-17	14-Nov-17	12-Dec-17	SGD 0.895	3.1
Ascendas India Trust	25-Oct-17	3Q18	SGD	0.02810	13-Nov-17	15-Nov-17	27-Nov-17	SGD 1.155	2.4
AVI-Tech Electronics	16-Aug-17	FY17	SGD	0.0100	13-Nov-17	15-Nov-17	29-Nov-17	SGD 0.530	1.9
AVI-Tech Electronics - Special	16-Aug-17	FY17	SGD	0.0080	13-Nov-17	15-Nov-17	29-Nov-17	SGD 0.530	1.5
Hatten Land Ltd	16-Aug-17	FY17	SGD	0.0005	13-Nov-17	15-Nov-17	30-Nov-17	SGD 0.198	0.3
PEC	28-Aug-17	FY17	SGD	0.0200	13-Nov-17	15-Nov-17	29-Nov-17	SGD 0.680	2.9
PEC - Special	28-Aug-17	FY17	SGD	0.0050	13-Nov-17	15-Nov-17	29-Nov-17	SGD 0.680	0.7
EC World REIT	8-Nov-17	3Q17	SGD	0.0144	14-Nov-17	16-Nov-17	28-Dec-17	SGD 0.780	1.8
Parkway Life Real Estate Invst Trust	9-Nov-17	3Q17	SGD	0.0337	15-Nov-17	17-Nov-17	8-Dec-17	SGD 2.860	1.2
SIA Engrg Co	3-Nov-17	2Q18	SGD	0.0400	15-Nov-17	17-Nov-17	28-Nov-17	SGD 3.250	1.2
Datapulse Technology Ltd	21-Sep-17	FY17	SGD	0.0050	20-Nov-17	22-Nov-17	1-Dec-17	SGD 0.360	1.4
Hi-P International Ltd	6-Nov-17	3Q17	SGD	0.0200	20-Nov-17	22-Nov-17	4-Dec-17	SGD 1.955	1.0
Singapore Airlines	7-Nov-17	2Q18	SGD	0.1000	21-Nov-17	23-Nov-17	5-Dec-17	SGD 10.830	0.9
Sunright Ltd	22-Sep-17	FY17	SGD	0.0030	21-Nov-17	23-Nov-17	8-Dec-17	SGD 0.795	0.4
Valuetronics Hldgs	9-Nov-17	2Q18	HKD	0.0700	21-Nov-17	23-Nov-17	5-Dec-17	SGD 0.995	1.2
AEM Holdings Ltd	2-Nov-17	3Q17	SGD	0.03000	22-Nov-17	24-Nov-17	8-Dec-17	SGD 3.330	0.9

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 Listing Issue Announcement

Company	Offer Price		Closing Date	Offeror
Fischer Tech - Scheme of arrangement	SGD 3.02	Cash	5.00 p.m. on 1 Nov 2017	FT Holding II Ltd
			Expected Payment Date: 13 Nov 2017	
GP Batteries International	SGD 1.30	Cash	5.30 p.m. on 17 Nov 2017	GP Industries Limited
Indiabulls Properties Investment Trust	SGD 0.90	Cash	5.30 p.m. on 22 Nov 2017	Brenformexa Ltd
New Wave Holdings Ltd.	S\$0.0130	Cash	5.30 p.m. on 30 Nov 2017	JK Global Assets Pte. 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	
6-Nov		7-Nov		8-Nov		9-Nov		10-Nov	
Q2: Ascendas Hospitality Trust / Vallianz Hldgs Q3: BreadTalk Grp / DBS (Before mkt open) / Genting Spore PLC / Kingsmen Creatives		Q2: RHT Health Trust / Spore Airlines Q3: BHG Retail REIT / Hi-P Int'l / OKP Hldgs / Perennial Real Estate Hldgs IPO: Keppel KBS US REIT (Mainboard): Close @ 12.00 noon		Q3: Best World Int'l / CapitaLand / EC World REIT / First Ship Lease Trust / Frencken Grp / Spore Technologies Engrg / Vicom		Q2: NetLink NBN Trust / SATS / Spore Telecoms / Valuetronics Hldgs Q3: City Devpts / Ezion / Fragrance Grp / Ho Bee Land / IREIT Global / KrisEnergy / Noble Grp / Nordic Grp / Parkway Life REIT / SBS Transit / Thakral Corp / Trendlines Grp / UOL Grp IPO: Keppel KBS US REIT (Mainboard): Commence Trading @ 2.00 p.m.		Q2: Global Logistic Properties / KSH Hldgs Q3: CNMC Goldmine Hldgs / ComfortDelGro Corp / Elec & Eltek Int'l / Global Invts / Hiap Hoe / Hong Leong Finance / Htl Royal / IFS Capital / mDR / Mewah Int'l Inc / Sino Grandness Food / Vard Hldgs / World Precision Machinery (Release on Sat, 11-Nov) Q4: Frasers Centrepoint	
13-Nov		14-Nov		15-Nov		16-Nov		17-Nov	
Q1: Health Mgt Int'l Q2: Accordia Golf Trust / Foreland Fabrictech Hldgs Q3: Amara Hldgs / Asian Pay Television Trust / China Everbright Water / China SunSine Chemical Hldgs / Sinarmas Land / Spore Reinsurance / Utd Engineers / Wilmar Int'l		Q1: ASL Marine Hldgs Q2: RHT Health Trust / Serrano / Shanghai Turbo Enterprise / Tat Hong Hldgs		Q3: Olam Int'l					
20-Nov		21-Nov		22-Nov		23-Nov		24-Nov	
						SG (Oct 2017): CPI		SG: 3Q17 GDP (Not later than 24 Nov)	
27-Nov		28-Nov		29-Nov		30-Nov		1-Dec-17	
						STI Review			
4-Dec		5-Dec		6-Dec		7-Dec		8-Dec	

* Tentative

Source: Bloomberg

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