

Market Indicators

	12-Dec	13-Dec	14-Dec
Mkt. T/O (S\$ mil)	975.2	1,039.0	948.7
Stock Advances	242	194	175
Stock Declines	169	200	200

Major Indices

	12-Dec	13-Dec	14-Dec
DJ Ind Avg	24,504.8	24,585.4	24,508.7
S & P 500	2,664.1	2,662.9	2,652.0
Nasdaq Comp	6,862.3	6,875.8	6,856.5
Hang Seng	28,793.9	29,222.1	29,166.4

STI Index 3,435.78 (-0.95%)

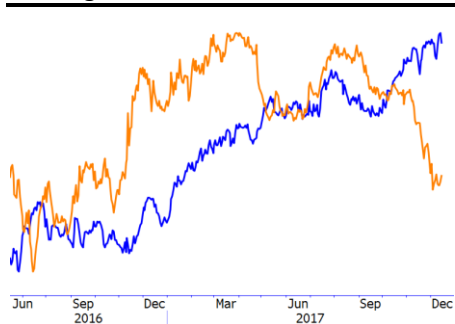


Source: Bloomberg

Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,253.80	-0.07%
Oil (NYMEX CWT1) US\$ / bbl	57.1	0.40%
Baltic Dry Index	1730	-0.75%

Exchange Rates



Source: Bloomberg

Interest Rates

3-mth Sibar	1.212%
SGS (10 yr)	1.971%

KGI Securities Research Team

Market Colour

US markets have retreated from its highs amid increased uncertainty surrounding the tax bill as reports of congressional opposition surfaced. The Dow Jones industrial average retreated 0.3% to finish at 24,509. The S&P 500 index was down 0.4% to finish at 2,652 and the Nasdaq composite index closed 0.3% lower at 6,857. In Singapore, the STI closed 0.8% lower and was mainly led by the local banks, as well as Jardine (-2.3%), Keppel Corp (-1.7%) and City Developments (-2.0%). The weakness in regional markets followed the third rate hike by the FED and China's central bank this year.

News

Oxley: The collective sale tender of Vista Park has been awarded to subsidiary, Oxley Spinel, at a price of S\$418m. The property's 99-year leasehold started in Jan 1979 and has a balance lease of about 60 years. Oxley Spinel, which plans to redevelop the property, will apply to the Singapore Land Authority for a new 99-year lease on Vista Park, and to lift certain title restrictions to the state lease, for S\$72m. This is in addition to another announcement yesterday that Oxley had bought Chevron House for S\$660m. **Consensus has a fair value estimate of S\$0.74, implying a 17.5% upside.**

Frasers Commercial Trust: Announced plans to jointly acquire Farnborough Business Park (FBP) with controlling unitholders, Frasers Centrepoint Limited, for \$314.8m. FBP is a 46.5ha freehold business park comprising 14 commercial buildings with a total net lettable area of 555,000 sf located in Thames Valley, west of London. This makes it the first foreign investment of its expansion plans. The business park is also supported by leases with a WALE of 8.3 years and a diversified base of 36 tenants. Designed as an integrated business campus with retail, hotel and other amenities, the property has 98.1% occupancy and a tenant retention rate of around 89%. **Although consensus has a fair value estimate of S\$1.42, implying a 1.4% downside, the REIT offers an attractive dividend yield of 6.6% over the next three years amid a recovering office property market.**

LHN: The property management and logistics services company could raise up to S\$17.1m through an offering of shares in Hong Kong. Singapore-listed LHN said that it would offer 42m new shares between HK\$1.90 and HK\$2.36 per share in its dual-listing offering in Hong Kong. Trading in Hong Kong is expected to begin on Dec 29. The stock closed at S\$0.205.

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

Commentaries From The Trading Desk

- 6/12 [Spiking SIBOR could play a dampener on high flying property names](#)
- 4/12 [What Tencent giveth, Tencent can also take back!](#)
- 8/11 [A narrative of a stock entering its 'blow-off' phase](#)

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	24.98	63,890	(1.3%)	48.5%	0.6%	2.6%	2.9%
OCBC SP	OCBC	12.31	51,547	(2.2%)	42.6%	(0.6%)	3.0%	3.2%
UOB SP	UOB	26.41	43,920	(1.4%)	33.5%	2.0%	2.8%	3.0%
SGX SP	SGX	7.58	8,119	0.5%	9.9%	0.0%	4.1%	4.3%
PROPERTIES								
AREIT SP	Ascendas REIT	2.69	7,763	(0.4%)	26.0%	0.7%	5.9%	6.1%
CAPL SP	CapitaLand	3.53	14,992	0.6%	20.1%	2.0%	2.9%	3.0%
CCT SP	CapitaLand Comm Trust	1.90	6,855	0.5%	39.9%	1.1%	4.6%	4.6%
CT SP	CapitaLand Mall Trust	2.12	7,518	0.0%	18.9%	1.9%	5.2%	5.2%
CIT SP	City Development	12.40	11,275	(2.0%)	52.0%	0.7%	1.2%	1.2%
GLP SP	Global Logistic	3.36	15,783	0.0%	55.5%	0.3%	1.8%	1.9%
HKL SP	Hongkong Land USD	7.23	22,900	0.4%	17.3%	0.3%	2.8%	2.9%
UOL SP	UOL	8.68	7,305	(0.5%)	47.9%	0.3%	1.7%	1.7%
TELECOMMUNICATIONS								
ST SP	SingTel	3.77	61,561	(0.5%)	6.2%	(0.3%)	5.6%	4.8%
STH SP	StarHub	2.93	5,066	0.7%	10.9%	0.3%	5.5%	5.3%
CONSUMER SERVICES AND GOODS								
JCNC SP	Jardine C&C	41.31	16,327	0.1%	2.5%	1.2%	2.6%	2.8%
JM SP	Jardine Matheson USD	62.30	60,910	(1.3%)	15.4%	0.3%	2.6%	2.6%
GENS SP	Genting Singapore	1.33	15,994	(0.7%)	50.9%	0.8%	2.3%	2.3%
SPH SP	SPH	2.59	4,140	(0.4%)	(22.8%)	(2.3%)	5.3%	5.2%
THBEV SP	ThaiBev	0.96	23,980	0.5%	15.5%	0.5%	3.1%	3.4%
TRANSPORT								
SIA SP	Singapore Airlines	10.52	12,440	(0.3%)	11.0%	(0.4%)	2.6%	2.3%
CD SP	ComfortDelGro	1.95	4,219	0.0%	(17.7%)	2.1%	5.3%	5.4%
COMMODITIES								
GGR SP	Golden Agri	0.38	4,776	0.0%	(9.6%)	1.4%	1.8%	2.5%
WIL SP	Wilmar	3.14	19,861	(0.3%)	(10.7%)	1.3%	2.4%	2.8%
OFFSHORE & MARINE/INDUSTRIALS								
KEP SP	Keppel Corp	7.61	13,797	(1.7%)	35.5%	(0.5%)	2.8%	3.2%
SCI SP	Sembcorp Industries	3.04	5,425	(0.7%)	9.1%	0.7%	2.5%	3.2%
YZJSGD SP	Yangzijiang SGD	1.52	6,033	0.7%	92.7%	(1.9%)	3.1%	3.0%
SATS SP	SATS	5.22	5,842	(0.8%)	11.3%	(0.8%)	3.4%	3.5%
SIE SP	SIA Engineering	3.14	3,512	0.6%	(2.3%)	(0.6%)	4.3%	4.5%
STE SP	ST Engineering	3.21	10,001	(0.3%)	3.4%	0.0%	4.6%	4.8%
HPHT SP	HPH Trust USD	0.41	4,808	1.2%	2.1%	1.2%	6.4%	6.6%

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 FY16 (%)	Div Yield FY17 (%)
VMS SP	Venture Corp	20.33	5,785	(1.6%)	114.0%	0.3%	3.1%	3.0%
SUN SP	Suntec REIT	2.07	5,491	0.0%	32.5%	1.5%	4.8%	4.7%
MCT SP	Mapletree Commercial	1.62	4,664	1.3%	23.0%	2.5%	5.5%	5.5%
KREIT SP	Keppel REIT	1.24	4,180	0.0%	28.1%	(0.8%)	4.8%	4.8%
SMM SP	Semcorp Marine	1.91	3,989	0.5%	40.1%	0.5%	1.0%	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 14 Dec 17	Yield (%)
Fu Yu Corp	14-Nov-17	3Q17	SGD 0.0025	15-Dec-17	19-Dec-17	29-Dec-17	SGD 0.190	1.3
Singapore Telecoms	9-Nov-17	2Q18	SGD 0.0680	18-Dec-17	20-Dec-17	10-Jan-18	SGD 3.770	1.8
Singapore Telecoms - Special	9-Nov-17	2Q18	SGD 0.0300	18-Dec-17	20-Dec-17	10-Jan-18	SGD 3.770	0.8
Fraser and Neave	8-Nov-17	FY17	SGD 0.03000	31-Jan-18	2-Feb-18	14-Feb-17	SGD 2.590	1.2
Frasers Centrepoint	10-Nov-17	FY17	SGD 0.06200	31-Jan-18	2-Feb-18	14-Feb-18	SGD 2.080	3.0
Thai Beverage PCL	23-Nov-17	FY17	Baht 0.4700	8-Feb-18	12-Feb-18	28-Feb-18	SGD 0.955	2.0

Latest Rights Issue Announcement

Company	Particulars	Ex-Date	Book Close	Rights Trading Period	
				From	To
Maxi-Cash Financial Services Corp	1 Rts Share @ S\$0.160 for each Rts share for every 10 existing ord shares held	12-Dec-17	14-Dec-17		
NutryFarm Int'l	1 Rts Share @ S\$0.10 for each Rts Share for every 2 ord shares held	30-Nov-17	4-Dec-17	7-Dec-17	15-Dec-17
Vallianz Holdings	1 Rights Share @ S\$0.016 for each Rights Share for every 1 existing share held with 2 free detachable warrants (exercise price S\$0.016) for every 1 Rights Share subscribed	30-Nov-17	4-Dec-17	7-Dec-17	15-Dec-17

Source: SGX Announcement

Vallianz Hldgs : Expected date for the listing and commencement of trading of Warrants: Wednesday, 3 January 2018 from 9.00 a.m.

Latest Listing Issue Announcement

Company	Offer Price	Closing Date	Offeror
Cogent Holdings Ltd	S\$1.02 Cash	5.30 p.m. on 5 Jan 2018	COSCO Shipping Int'l (Singapore) Co., Ltd.

Source: SGX Announcement

Appendix 2: Financial Calendar

Monday	Tuesday	Wednesday	Thursday	Friday
11-Dec	12-Dec	13-Dec	14-Dec Q3: JES Int'l Hldgs	15-Dec Q3: Resources Prima Grp
18-Dec	19-Dec	20-Dec Q4: Yorkshire Hldgs	21-Dec	22-Dec *Q4: EMAS Offshore
25-Dec	26-Dec SG (Nov 2017): Index of Industrial Production CPI Overall index and sub-indices	27-Dec Q1: Second Chance Properties	28-Dec	29-Dec Q4: No Signboard Hldgs (Release on Sat, 30-Dec) / Triyards Hldgs
1-Jan-18	2-Jan	3-Jan	4-Jan	5-Jan
8-Jan	9-Jan	10-Jan	11-Jan	12-Jan

* Tentative

Source: Bloomberg

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