

Market Indicators

	6-Dec	7-Dec	8-Dec
Mkt. T/O (S\$ mil)	1,207.1	1,080.4	1,015.6
Stock Advances	143	164	244
Stock Declines	284	246	175

Major Indices

	6-Dec	7-Dec	8-Dec
DJ Ind Avg	24,140.9	24,211.5	24,329.2
S & P 500	2,629.3	2,637.0	2,651.5
Nasdaq Comp	6,776.4	6,812.8	6,840.1
Hang Seng	28,224.8	28,303.2	28,639.9

STI Index 3,424.64 (+1.08%)

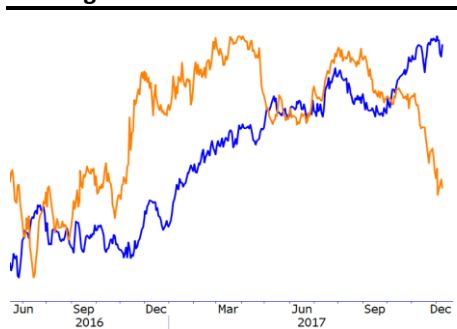


Source: Bloomberg

Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,248.60	0.08%
Oil (NYMEX CWT1) US\$ / bbl	57.18	0.58%
Baltic Dry Index	1702	1.37%

Exchange Rates



USD : SGD 1.3529 / MYR : SGD 3.0190

Source: Bloomberg

Interest Rates

3-mth Sibor	1.210%
SGS (10 yr)	2.047%

KGI Securities Research Team

Market Colour

The US market closed near record highs last week on a positive surprise in employment numbers which came in above expectations. Amid the prospects of a tax cut, economic growth in 2018 seems to be on track. Apart from the anticipated outcome of the tax bill reconciliation between the House and Senate, markets have also set their eyes on the next Federal Open Market Committee (FOMC) meeting this week. Interest rates are widely expected to be raised by 25 basis points to 1.5%. Our thesis of buoyant economic growth going into 2018 remains intact, and we remain long US technology, industrials and especially financials, which will benefit from both a tax cut and a rate hike.

News

Bitcoin: With a market cap of about US\$250b, Bitcoin has gotten too big for markets to ignore. Bitcoin futures made its debut on a major exchange on Sunday. According to the Chicago Board Options Exchange (CBOE), precautions to address wild fluctuations are in place; trading will be suspended for two minutes if bitcoin prices move 10% in either direction. This provides an alternative avenue for investors/speculators to participate in the trading of bitcoin, which trades at about US\$15,322 (S\$20,857) per coin.

ThaiBev: Remains a strong contender to win up to 54% stake in Sabeco, Vietnam's largest brewer. Other brewing groups that are potentially gearing up for the bid in Sabeco include: Asahi Group Holdings, San Miguel and Heineken, Anheuser-Busch InBev and Kirin Holdings. Last month, a ThaiBev unit bought a 49% stake in a Vietnamese company which some believe could be used as a vehicle to bid for Sabeco as a domestic player, giving it an advantage over international rivals. **This opportunity could be a potential catalyst for an upward re-rating for ThaiBev. Consensus has a fair value estimate of S\$1.09, implying a 14.7% upside.**

ComfortDelGro: Announced they will be entering into a joint venture (JV) with Uber Technologies. ComfortDelGro will be acquiring a 51% stake in Lion City Holdings, a car rental subsidiary that is wholly owned by Uber in Singapore. Lion City Holdings in turn operates Lion City Rentals (LCR), which has a fleet of about 14,000 vehicles. This JV will establish a multi-dimensional personalised mobility operator, encompassing both taxi and private hire vehicles (PHV), as well as providing a wide range of local transport options. Management believes this will create significant synergies and would bode well for them going forward. **Consensus has a fair value estimate of S\$2.28, implying a 15.7% upside.**

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

Commentaries From The Trading Desk

4/12	What Tencent giveth, Tencent can also take back!
8/11	A narrative of a stock entering its 'blow-off' phase
6/11	DBS firing well, however will old exposures haunt it?

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	24.84	63,532	2.5%	47.7%	1.1%	2.7%	3.0%
OCBC SP	OCBC	12.39	51,889	2.2%	43.6%	(0.2%)	3.0%	3.2%
UOB SP	UOB	25.88	43,038	1.0%	30.8%	(2.5%)	2.9%	3.0%
SGX SP	SGX	7.58	8,119	0.5%	9.9%	0.4%	4.1%	4.3%
PROPERTIES								
AREIT SP	Ascendas REIT	2.67	7,705	0.0%	25.1%	0.4%	6.0%	6.2%
CAPL SP	CapitaLand	3.46	14,695	0.6%	17.7%	(3.1%)	2.9%	3.1%
CCT SP	CapitaLand Comm Trust	1.88	6,783	0.0%	38.4%	0.0%	4.7%	4.7%
CT SP	CapitaLand Mall Trust	2.08	7,377	0.0%	16.7%	1.0%	5.3%	5.3%
CIT SP	City Development	12.31	11,193	(0.1%)	50.9%	1.5%	1.2%	1.2%
GLP SP	Global Logistic	3.35	15,736	(0.3%)	55.1%	0.0%	1.8%	1.9%
HKL SP	Hongkong Land USD	7.21	22,959	1.3%	16.9%	(0.6%)	2.7%	2.9%
UOL SP	UOL	8.65	7,280	0.8%	47.4%	(2.6%)	1.7%	1.7%
TELECOMMUNICATIONS								
ST SP	SingTel	3.78	61,724	(0.5%)	6.4%	1.1%	5.6%	4.8%
STH SP	StarHub	2.92	5,049	0.7%	10.6%	0.0%	5.5%	5.3%
CONSUMER SERVICES AND GOODS								
JCNC SP	Jardine C&C	40.81	16,130	0.8%	1.3%	0.3%	2.7%	2.8%
JM SP	Jardine Matheson USD	62.10	61,039	0.0%	15.0%	(2.7%)	2.6%	2.7%
GENS SP	Genting Singapore	1.32	15,873	3.1%	49.8%	(1.5%)	2.3%	2.3%
SPH SP	SPH	2.65	4,236	0.0%	(21.0%)	(0.7%)	5.2%	5.1%
THBEV SP	ThaiBev	0.95	23,855	0.0%	14.9%	(1.0%)	3.1%	3.4%
TRANSPORT								
SIA SP	Singapore Airlines	10.56	12,488	1.4%	11.4%	(0.4%)	2.6%	2.3%
CD SP	ComfortDelGro	1.91	4,132	(1.5%)	(19.4%)	(6.4%)	5.4%	5.5%
COMMODITIES								
GGR SP	Golden Agri	0.37	4,712	0.0%	(10.8%)	(2.6%)	1.8%	2.6%
WIL SP	Wilmar	3.10	19,608	0.6%	(11.8%)	(1.6%)	2.4%	2.9%
OFFSHORE & MARINE/INDUSTRIALS								
KEP SP	Keppel Corp	7.65	13,870	2.1%	36.2%	(1.4%)	2.8%	3.2%
SCI SP	Sembcorp Industries	3.02	5,389	1.3%	8.4%	(1.0%)	2.5%	3.2%
YZJSGD SP	Yangzijiang SGD	1.55	6,152	3.3%	96.5%	0.6%	3.0%	2.9%
SATS SP	SATS	5.26	5,887	1.5%	12.2%	0.4%	3.3%	3.5%
SIE SP	SIA Engineering	3.16	3,534	0.3%	(1.6%)	(0.3%)	4.3%	4.5%
STE SP	ST Engineering	3.21	10,001	(0.3%)	3.4%	(1.2%)	4.6%	4.8%
HPHT SP	HPH Trust USD	0.41	4,775	0.0%	0.9%	(2.4%)	6.5%	6.7%

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	20.26	5,764	2.5%	113.2%	(1.3%)	3.1%	3.1%
SUN SP	Suntec REIT	2.04	5,411	0.5%	30.6%	1.0%	4.9%	4.8%
MCT SP	Mapletree Commercial	1.58	4,549	(0.6%)	20.0%	(0.6%)	5.6%	5.6%
KREIT SP	Keppel REIT	1.25	4,213	0.0%	29.1%	0.8%	4.8%	4.8%
SMM SP	Semcorp Marine	1.90	3,968	1.6%	39.3%	1.6%	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 8 Dec 17	Yield (%)
HG Metal Manufacturing Ltd - Capital Reduction			SGD 0.1050	11-Dec-17	13-Dec-17	20-Dec-17	SGD 0.545	19.3
k1 Ventures Ltd - Capital Distribution			SGD 0.3035	11-Dec-17	13-Dec-17	22-Dec-17	SGD 0.760	39.9
Asian Pay Television Trust	13-Nov-17	1Q17	SGD 0.01625	13-Dec-17	15-Dec-17	22-Dec-17	SGD 0.600	2.7
Singapore Telecoms	9-Nov-17	2Q18	SGD 0.0680	18-Dec-17	20-Dec-17	10-Jan-18	SGD 3.780	1.8
Singapore Telecoms - Special	9-Nov-17	2Q18	SGD 0.0300	18-Dec-17	20-Dec-17	10-Jan-18	SGD 3.780	0.8
Fraser and Neave	8-Nov-17	FY17	SGD 0.03000	31-Jan-18	2-Feb-18	14-Feb-17	SGD 2.610	1.1
Fraser's Centrepoint	10-Nov-17	FY17	SGD 0.06200	31-Jan-18	2-Feb-18	14-Feb-18	SGD 2.090	3.0
Thai Beverage PCL	23-Nov-17	FY17	Baht 0.4700	8-Feb-18	12-Feb-18	28-Feb-18	SGD 0.950	2.1

Latest Rights Issue Announcement

Company	Particulars	Ex-Date	Book Close	Rights Trading Period	
				From	To
Amplefield	3 Rts Shares @ S\$0.05 for each Rts Share with 2 free detachable warrants (exercise price S\$0.05) for every 1 ord share held	21-Nov-17	23-Nov-17	28-Nov-17	6-Dec-17
CFM Hldgs	6 Rights Share @ S\$0.015 for each Rights Share for every 7 existing shares held	21-Nov-17	23-Nov-17	28-Nov-17	6-Dec-17
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

Amplefield : Expected date for the listing and commencement of trading of Warrants: Thursday, 21 December 2017 from 9.00 a.m.

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	
	4-Dec	2Q: Del Monte Pacific	5-Dec		6-Dec		7-Dec	Q3: Cogent Hldgs	8-Dec
	11-Dec		12-Dec		13-Dec	Q3: JES Int'l Hldgs	14-Dec	Q3: Resources Prima Grp	15-Dec
	18-Dec		19-Dec	Q4: Yorkshire Hldgs	20-Dec		21-Dec	*Q4: EMAS Offshore	22-Dec
	25-Dec	SG (Nov 2017): Index of Industrial Production CPI Overall index and sub-indices	26-Dec	Q1: Second Chance Properties	27-Dec		28-Dec	Q4: Triyards Hldgs	29-Dec
1-Jan-18			2-Jan		3-Jan		4-Jan		5-Jan

* Tentative

Source: Bloomberg

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