

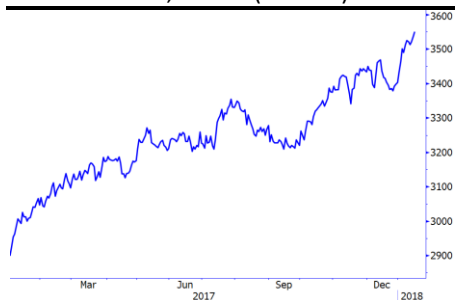
## Market Indicators

	12-Jan	15-Jan	16-Jan
Mkt. T/O (S\$ mil)	1,189.3	1,030.0	1,097.6
Stock Advances	285	209	271
Stock Declines	177	239	187

## Major Indices

	12-Jan	15-Jan	16-Jan
DJ Ind Avg	25,803.2	Closed	25,792.9
S & P 500	2,786.2	Closed	2,776.4
Nasdaq Comp	7,261.1	Closed	7,223.7
Hang Seng	31,412.5	31,338.9	31,904.8

**STI Index** 3,550.21 (+0.39%)



Source: Bloomberg

## Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,341.00	0.26%
Oil (NYMEX CWT1) US\$ / bbl	63.87	-0.75%
Baltic Dry Index	1264	-1.17%

## Exchange Rates



USD : SGD 1.3207 / MYR : SGD 2.9901  
Source: Bloomberg

## Interest Rates

3-mth Sibor	1.311%
SGS (10 yr)	2.043%

KGI Securities Research Team

## Market Colour

We may expect some profit taking after the surge in Brent oil prices to US\$70 per barrel lifted energy-related stocks including Keppel Corp (+13% YTD), Sembcorp Marine (+13% YTD) and Sembcorp Industries (+10% YTD). The rise in oil prices have been driven by the production cuts of OPEC countries and Russia, and amid healthy global economic growth. We continue to favour the oil & gas industry in 2018 but would wait for more attractive re-entry opportunities after the recent run up in prices.

US equities retreated from all-time highs after resuming trading from the long weekend. All three major indices closed lower as earnings season picks up momentum. Corporate results from Bank of America, Goldman Sachs, Taiwan Semiconductor Manufacturing and ASML Holdings are set to be the big focus this week ahead of key central bank meetings in the US, Japan and Europe before the end of the month.

## News

**First Ship Lease Trust:** Sold a chemical tanker, FSL Tokyo, for US\$13.8m. Net proceeds after the sale will be used to reduce its total debt to US\$138m. The trust will also record a related impairment charge of around US\$9m in 4Q17 for the sale of FSL Tokyo. **The sale price of US\$13.8m is higher than our estimates of US\$12m. We maintain our BUY recommendation and fair value of S\$0.15 (implying 60% upside) based on our conservative estimates of FSL's vessel values in the market.**

**Mapletree Greater China Commercial Trust:** Expanding its investment mandate to include Japan, which will allow the trust to better diversify and enhance the manager's ability to provide a balanced and long-term return to unitholders. The broadening of the investment mandate will build on its track record of operating income generating commercial assets in Hong Kong, Beijing and Shanghai. **The trust currently offers a dividend yield of 5.9% to 6.1% for FY18 to FY20.**

**JEP:** UMS Holdings has bought a 7.48% stake in JEP Holdings for S\$5.7m, with the purchase to be funded by internal resources and satisfied in cash. UMS had purchased 109m JEP shares in the open market. The stock continued to be heavily traded on Tuesday. JEP shares, which closed 1.6% or 0.1 S cent down at 6 S cents, was the most active counter on the bourse with 375.2m shares changing hands.

## Recent In-depth Regional Reports

16/1	<b>TH</b> Commodities Update: Short-term US decline
16/1	<b>TH</b> Airports of Thailand (AOT TB; Outperform; TP: Bt 82.12): Potential upside to be seen
16/1	<b>TH</b> Tisco Financial Grp (TISCO TB; Neutral; TP: Bt 92.00): Unstable outlook in 2018
15/1	<b>HK</b> ANTA Sports Products (2020 HK; Outperform; TP: HK\$40.00): Anta & Fila momentum intact; Descente sales improving
15/1	<b>CN/HK</b> A-share Weekly: Large blue chips still appeal, but volatility beckons as pre-CNY rally winds up

For full reports, please contact Research Department at 6202 1190 or [sgp.researchcom@kgi.com](mailto: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 FY16 (%)	Div Yield FY17 (%)
<b>FINANCIALS</b>								
DBS SP	DBS	26.51	67,803	(0.1%)	6.7%	0.0%	2.5%	2.8%
OCBC SP	OCBC	13.21	55,289	1.0%	6.6%	2.3%	2.8%	3.0%
UOB SP	UOB	28.30	47,064	0.7%	7.0%	1.8%	2.6%	2.8%
SGX SP	SGX	7.57	8,108	0.0%	1.7%	(0.7%)	4.0%	4.3%
<b>PROPERTIES</b>								
AREIT SP	Ascendas REIT	2.75	7,941	0.0%	1.1%	(1.1%)	5.8%	6.0%
CAPL SP	CapitaLand	3.80	16,139	0.8%	7.6%	0.5%	2.7%	2.8%
CCT SP	CapitaLand Comm Trust	1.94	7,000	0.5%	0.5%	(2.0%)	4.5%	4.5%
CT SP	CapitaLand Mall Trust	2.04	7,235	(0.5%)	(4.2%)	(2.9%)	5.4%	5.4%
CIT SP	City Development	13.58	12,257	0.9%	7.9%	5.3%	1.1%	1.1%
HKL SP	Hongkong Land USD	7.14	22,261	0.3%	1.6%	(0.1%)	2.8%	2.9%
UOL SP	UOL	9.35	7,872	0.1%	5.4%	0.8%	1.6%	1.6%
<b>TELECOMMUNICATIONS</b>								
ST SP	SingTel	3.61	58,948	0.3%	1.1%	(0.6%)	5.8%	5.0%
STH SP	StarHub	2.92	5,049	0.0%	2.5%	1.0%	5.5%	5.3%
<b>CONSUMER SERVICES AND GOODS</b>								
JCNC SP	Jardine C&C	39.80	15,730	(0.5%)	(2.1%)	(2.8%)	2.7%	2.8%
JM SP	Jardine Matheson USD	62.02	59,604	(0.3%)	2.1%	(0.4%)	2.6%	2.7%
GENS SP	Genting Singapore	1.31	15,771	0.8%	0.0%	(2.2%)	2.3%	2.4%
SPH SP	SPH	2.71	4,335	0.0%	2.3%	(0.4%)	5.1%	4.9%
THBEV SP	ThaiBev	0.94	23,603	0.5%	2.2%	2.2%	3.1%	3.3%
VMS SP	Venture Corp	22.59	6,438	(0.7%)	10.4%	4.7%	2.9%	2.9%
<b>TRANSPORT</b>								
SIA SP	Singapore Airlines	11.05	13,067	(0.2%)	3.6%	0.8%	2.4%	2.1%
CD SP	ComfortDelGro	2.03	4,392	1.5%	2.5%	1.5%	5.1%	5.2%
<b>COMMODITIES</b>								
GGR SP	Golden Agri	0.39	4,967	0.0%	5.4%	1.3%	1.7%	2.0%
WIL SP	Wilmar	3.19	20,179	0.0%	3.2%	(0.6%)	2.2%	2.7%
<b>OFFSHORE &amp; MARINE/INDUSTRIALS</b>								
KEP SP	Keppel Corp	8.18	14,833	0.7%	12.4%	5.2%	2.6%	3.0%
SCI SP	Sembcorp Industries	3.31	5,853	2.5%	9.2%	4.7%	2.3%	2.9%
YZJSGD SP	Yangzijiang SGD	1.59	6,310	0.0%	8.8%	1.3%	3.0%	2.9%
SATS SP	SATS	5.77	6,458	(0.2%)	11.0%	5.7%	3.0%	3.2%
SIE SP	SIA Engineering	3.22	3,601	0.6%	2.9%	0.6%	4.2%	4.3%
STE SP	ST Engineering	3.31	10,313	(0.3%)	1.5%	(0.9%)	4.5%	4.7%
HPHT SP	HPH Trust USD	0.42	4,784	(1.2%)	0.0%	(1.2%)	6.3%	6.5%

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	22.59	6,438	(0.7%)	10.4%	4.7%	2.9%	2.9%
SUN SP	Suntec REIT	2.17	5,756	0.0%	0.9%	(1.4%)	4.6%	4.6%
MCT SP	Mapletree Commercial	1.63	4,693	(1.2%)	0.6%	(3.0%)	5.5%	5.5%
KREIT SP	Keppel REIT	1.28	4,315	0.0%	1.6%	(0.8%)	4.7%	4.7%
SMM SP	Semcorp Marine	2.07	4,322	8.4%	13.6%	13.6%	0.9%	1.1%

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 16 Jan 18	Yield (%)
Lian Beng Group Ltd	12-Jan-18	1H18	SGD 0.0100	<b>18-Jan-18</b>	22-Jan-18	30-Jan-18	SGD 0.755	1.3
JB Foods Ltd	13-Nov-17	3Q17	SGD 0.0200	<b>24-Jan-18</b>	26-Jan-18	1-Mar-18	SGD 0.580	3.4
PNE Industries Ltd	27-Nov-17	FY17	SGD 0.0300	<b>25-Jan-18</b>	29-Jan-18	12-Feb-18	SGD 1.140	2.6
Fraser and Neave	8-Nov-17	FY17	SGD 0.03000	<b>31-Jan-18</b>	2-Feb-18	14-Feb-18	SGD 2.590	1.2
Fraser's Centrepoint	10-Nov-17	FY17	SGD 0.06200	<b>31-Jan-18</b>	2-Feb-18	14-Feb-18	SGD 2.190	2.8
Goodland Group Ltd	29-Nov-17	FY17	SGD 0.00300	<b>31-Jan-18</b>	2-Feb-18	9-Feb-18	SGD 0.255	1.2
Jumbo Group Ltd	24-Nov-17	FY17	SGD 0.0050	<b>2-Feb-18</b>	6-Feb-18	14-Feb-18	SGD 0.600	0.8
Jumbo Group Ltd - Special	24-Nov-17	FY17	SGD 0.0070	<b>2-Feb-18</b>	6-Feb-18	14-Feb-18	SGD 0.600	1.2
Duty Free Int'l	10-Jan-18	3Q18	SGD 0.0100	<b>6-Feb-18</b>	8-Feb-18	6-Mar-18	SGD 0.265	3.8
Keong Hong Holdings Ltd	28-Nov-17	FY17	SGD 0.0175	<b>7-Feb-18</b>	9-Feb-18	1-Mar-18	SGD 0.630	2.8
Thai Beverage PCL	23-Nov-17	FY17	<b>Baht</b> 0.4700	<b>8-Feb-18</b>	12-Feb-18	28-Feb-18	SGD 0.940	2.1
Qian Hu Corp Ltd	12-Jan-18	FY17	SGD 0.0020	<b>10-Apr-18</b>	12-Apr-18	25-Apr-18	SGD 0.210	1.0

**Latest Rights Issue Announcement**

Company	Particulars	Ex-Date	Book Close	Rights Trading Period	
				From	To
Asia-Pacific Strategic Invts	2 Rts Shares @ S\$0.003 for each Rights Share for every 1 existing share held, 1 free detachable warrant (exercise price S\$0.003) for every 1 Rts Share subscribed	3-Jan-18	5-Jan-18	<b>10-Jan-18</b>	<b>18-Jan-18</b>
BM Mobility	2 Wrts @ S\$0.0033 for each Wrt (exercise price S\$0.010) for every 1 existing ord share held	17-Jan-18	19-Jan-18		

Source: SGX Announcement

Asia-Pacific Strategic Invts: Expected date for commencement of trading of warrants: Friday, 2 February 2018

**Latest Listing Issue Announcement**

Company	Particulars	Ex-Date	Book Close	Payable / Crediting Date	Listing Date
Hyflux	Entitled shareholders will receive 1 Hyfluxshop Hldgs Pte Ltd share for every 10 Hyflux shares held	<b>5-Feb-18</b>	7-Feb-18		

Source: SGX Announcement

Company	Offer Price	Closing Date	Offeror
Cogent Holdings Ltd	SGD 1.02 Cash	5.30 p.m. on 19 Jan 2018	COSCO Shipping Int'l (Singapore) Co., Ltd.
Rotary Engineering	SGD 0.460 Cash	5.30 p.m. on 24 Jan 2018	OROCHEM PTE. LTD.
TMC Education Corporation Ltd	SGD 0.0675 Cash	5.30 p.m. on 30 Jan 2018	JK Global Assets Pte. Ltd.

Source: SGX Announcement

**Appendix 2: Financial Calendar**

Monday	Tuesday	Wednesday	Thursday	Friday
15-Jan	16-Jan	17-Jan	18-Jan	19-Jan
		Q4: ESR-REIT / First REIT / Soilbuild Business Space REIT	Q4: Cache Logistics Trust	Q2: Spore Exchange
22-Jan	23-Jan	24-Jan	25-Jan	26-Jan
Q1: Frasers Commercial Trust Q3: Mapletree Logistics Trust Q4: Keppel DC REIT / Keppel Infrastructure Trust	<b>SG (Dec 2017):</b> CPI Overall index and sub-indices Q1: Frasers Centrepoint Trust Q3: Mapletree Industrial Trust Q4: Fortune REIT / Keppel REIT / M1	Q1: Frasers Hospitality Trust / Suntec REIT Q3: Mapletree Commercial Trust Q4: Capitaland Mall Trust / Keppel Telecoms & Tpt	<b>SG (4Q17):</b> Industrial Properties Q1: Frasers Logistics & Industrial Trust Q3: Ascendas REIT / Mapletree Greater China Commercial Trust Q4: Capitaland Commercial Trust / Keppel Corp / Sabana Shari'ah Compliant Industrial REIT	<b>SG (Dec 2017):</b> Index of Industrial Production Unemployment Rate & Employment <b>SG (4Q17):</b> Private Residential, Retail and Office Properties Q4: Ascott Residence Trust / AGV Grp (Release on Sun, 28-Jan) / Parkway Life REIT / Tuan Sing / Viva Industrial Trust *Q4: CDL Hospitality Trusts
29-Jan	30-Jan	31-Jan	<b>1-Feb-18</b>	2-Feb
Q2: Starhill Global REIT Q3: Ascendas India Trust				
5-Feb	6-Feb	7-Feb	8-Feb	9-Feb
Q4: Utd Overseas Insurance	Q4: Manulife US REIT		Q4: DBS Grp Hldgs (Before mkt open)	Q4: Challenger Technologies
12-Feb	13-Feb	14-Feb	15-Feb	16-Feb
	Q3: Accordia Golf Trust Q4: Great Eastern Hldgs / Lippo Malls Indonesia Retail Trust *Q4: ComfortDelGro Corp	Q1: TT Int'l Interim Results for FY2018: MSM Int'l Q4: OCBC & UOB (Before mkt open) / StarHub *Q4: Utd Overseas Australia	*Q1: No Signboards Hldgs	

\* Tentative

Source: Bloomberg

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