

Market Indicators

	30-Dec	3-Jan	4-Jan
Mkt. T/O (S\$ mil)	803.0	769.2	939.0
Stock Advances	242	246	282
Stock Declines	174	155	153

Major Indices

	30-Dec	3-Jan	4-Jan
DJ Ind Avg	19,762.6	19,881.8	19,942.2
S & P 500	2,238.8	2,257.8	2,270.8
Nasdaq Comp	5,383.1	5,429.1	5,477.0
Hang Seng	22,000.6	22,150.4	22,134.5

STI Index 2,921.31 (+0.77%)

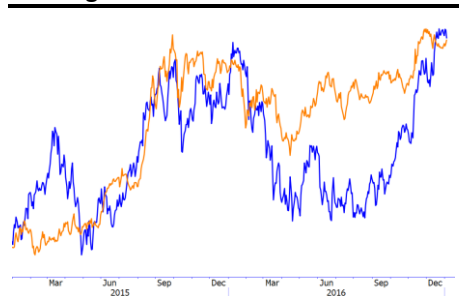


Source: Bloomberg

Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,157.77	0.53%
Oil (NYMEX CWT1) US\$ / bbl	52.58	-3.15%
Baltic Dry Index	953	-0.83%

Exchange Rates



USD : SGD 1.4487 / SGD : MYR 3.1008

Source: Bloomberg

Interest Rates

3-mth Sibor	0.969%
SGS (10 yr)	2.534%

KGI Securities Research Team

Market Colour

Upbeat global economic data and Japan's gains lifted other Asian markets in trading yesterday, with Singapore's STI and the FTSE Bursa Malaysia Index adding 0.7%. The Nikkei Stock Average closed up 2.5% at a 13-month closing high, helped by gains in financial and export-oriented stocks, as trading resumed after a four-day holiday weekend. Gains were broad-based in Singapore, as Genting (+4%), Sembcorp Industries (+2.5%) and the three banks lifted the main index higher.

U.S. stocks closed just shy of record levels on Wednesday following the release of the Federal Reserve's policy minutes from its December meeting and a strong showing in auto sales. The S&P rose 0.6%, just shy of its closing record of 2,271.7 set on Dec 13. Minutes from the FOMC's Dec. 13-14 meeting re-affirmed the hawkish note from Fed Chairwoman Janet Yellen, with the Fed indicating that interest-rate hikes may come at a faster-than-expected pace. Gold prices shrugged off the news to touch a near-four week high helped by the retreating dollar and increased demand from China and India.

News

- **Sino Grandness Food (SFGI SP):** Has entered into an agreement with Wechat Food to distribute the company's full range of own-branded products through a mobile Internet platform developed by Wechat Food. The products will include house brands such as Garden Fresh beverage products, Grandness canned food and Hao Tian Yuan snack food.
- **Eurozone Economy:** Eurozone economy hits near 6-year high, according to IHS Markit. IHS Markit said its report suggested the 19-nation eurozone economy was set for solid growth but nothing could be guaranteed as "political uncertainty dominates" - an apparent reference to the election of Donald Trump and continuing turmoil over Brexit. It said its December Composite Purchasing Managers Index came in at a final 54.4 points, up from November's 53.9 points.
- **FOMC Minutes:** Minutes of the Federal Reserve's final 2016 policy meeting indicated they may need to raise interest rates faster than planned. The president-elect's pledge to slash taxes and ramp up infrastructure spending could boost demand above sustainable levels, "potentially necessitating somewhat tighter monetary policy than currently anticipated," many participants in the Dec 13-14 meeting said.

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

Commentaries From The Trading Desk

- 4/1 [Opening day: Green on the Screen](#)
- 3/1 [A New Year's Resolution](#)

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	17.52	44,452	1.2%	1.0%	0.3%	3.4%	3.5%
OCBC SP	OCBC	9.10	38,063	1.3%	2.0%	0.8%	4.0%	4.1%
UOB SP	UOB	20.62	33,736	1.0%	1.1%	0.9%	3.6%	3.7%
SGX SP	SGX	7.13	7,634	(0.3%)	(0.4%)	(0.6%)	4.1%	4.5%
PROPERTIES								
AREIT SP	Ascendas REIT	2.31	6,587	(0.4%)	1.8%	1.8%	6.8%	6.9%
CAPL SP	CapitaLand	3.06	12,966	1.0%	1.3%	2.0%	3.1%	3.0%
CCT SP	CapitaLand Comm Trust	1.51	4,460	1.0%	1.7%	2.4%	5.9%	6.0%
CT SP	CapitaLand Mall Trust	1.93	6,838	0.3%	2.4%	2.1%	5.7%	5.7%
CIT SP	City Development	8.39	7,629	1.0%	1.3%	3.1%	1.8%	1.7%
GLP SP	Global Logistic	2.24	10,499	0.0%	1.8%	0.4%	3.0%	3.1%
HKL SP	Hongkong Land USD	6.52	22,174	0.2%	3.0%	4.2%	2.9%	3.0%
UOL SP	UOL	6.12	4,924	(0.3%)	2.2%	1.5%	2.5%	2.5%
TELECOMMUNICATIONS								
ST SP	SingTel	3.67	59,928	0.5%	0.5%	(0.3%)	4.8%	5.1%
STH SP	StarHub	2.80	4,838	0.0%	(0.4%)	(0.7%)	7.1%	7.0%
CONSUMER SERVICES AND GOODS								
JCNC SP	Jardine C&C	40.56	16,031	(0.4%)	(1.6%)	(0.5%)	2.4%	2.8%
JM SP	Jardine Matheson USD	57.50	59,368	0.7%	4.1%	2.9%	2.5%	2.6%
GENS SP	Genting Singapore	0.91	10,933	4.0%	0.6%	(1.1%)	2.9%	2.9%
SPH SP	SPH	3.58	5,722	1.4%	1.4%	0.6%	4.9%	4.7%
THBEV SP	ThaiBev	0.87	21,720	1.2%	1.8%	1.8%	3.5%	3.7%
TRANSPORT								
SIA SP	Singapore Airlines	9.73	11,496	0.3%	0.6%	0.4%	3.7%	3.1%
CD SP	ComfortDelGro	2.51	5,414	0.4%	1.6%	(1.6%)	3.9%	4.5%
COMMODITIES								
GGR SP	Golden Agri	0.43	5,412	1.2%	(1.2%)	0.0%	2.4%	2.7%
WIL SP	Wilmar	3.63	22,930	0.6%	1.1%	(0.3%)	2.0%	2.7%
OFFSHORE & MARINE/INDUSTRIALS								
KEP SP	Keppel Corp	5.82	10,565	0.3%	0.5%	(0.3%)	3.8%	3.9%
SCI SP	Sembcorp Industries	2.93	5,231	2.4%	2.8%	2.1%	2.9%	3.1%
YZISGD SP	Yangzijiang SGD	0.83	3,161	0.6%	1.2%	0.6%	4.5%	4.6%
SATS SP	SATS	4.91	5,470	0.0%	1.2%	0.8%	3.4%	3.6%
SIE SP	SIA Engineering	3.38	3,787	0.6%	0.3%	0.9%	4.4%	4.2%
STE SP	ST Engineering	3.30	10,258	0.3%	2.2%	1.2%	4.3%	4.5%
HPHT SP	HPH Trust USD	0.44	5,477	0.0%	0.0%	(1.1%)	9.0%	7.6%

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

Source: Bloomberg

STI Reserve List (by alphabetical order) - STI next review date: 2 March 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 (%)
FR SP	First Resources	1.95	3,089	1.0%	2.6%	1.6%	1.5%	1.9%
KREIT SP	Keppel REIT	1.02	3,357	0.5%	0.0%	1.5%	6.6%	6.4%
MCT SP	Mapletree Comm Trust	1.42	4,061	0.7%	1.4%	1.4%	5.9%	6.2%
SPOST SP	Singapore Post	1.54	3,333	1.3%	5.1%	5.1%	3.8%	4.0%
SUN SP	Suntec REIT	1.65	4,180	(0.3%)	0.0%	1.5%	6.1%	6.1%

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

Source: Bloomberg

Appendix 1: Corporate Action
Dividends

Company	Results Ann Date	Period	DPS	Ex-Date	Book Close	Payable	Share Price 4-Jan-17	Yield (%)
Fraser and Neave	07-Nov-16	FY16	SGD 0.030000	31-Jan-17	02-Feb-17	16-Feb-17	SGD 2.090	1.4
Frasers Centrepoint	09-Nov-16	FY16	SGD 0.062000	31-Jan-17	02-Feb-17	16-Feb-17	SGD 1.595	3.9

Rights & Bonus Issues

Company	Rights Issue	Ex-Date	Book Close	Rights Trading Period	
				From	To
Sabana Shari'Ah Compliant Industrial	42 Rts Units @ S\$0.258 for each Rts Unit for every 100 existing units held	27-Dec-16	29-Dec-16	04-Jan-17	12-Jan-17
Sino Grandness Food Industry Grp	5 Rights Share @ S\$0.210 each Rts Share for every 11 existing shares held			TBA	

Source: SGX Announcement

Buyout

Company	Offer Price	Remarks	Closing Date	Offeror
Aztech Group	SGD 0.42		5.30 p.m. on 23 Jan 2017	AVS Investments Pte. Ltd.
DeClout	SGD 0.315		5.30 p.m. on 9 Jan 2017	-
Vard Hldgs	SGD 0.24		5.30 p.m. on 12 Jan 2017	Fincantieri Oil & Gas S.p.A.

Source: SGX Announcement

Appendix 2: Financial Calendar

Monday	Tuesday	Wednesday	Thursday	Friday
2-Jan	3-Jan SG: 4Q16 Advance GDP Estimates	4-Jan	5-Jan	6-Jan
9-Jan	10-Jan *Q1: EMAS Offshore	11-Jan Q1: SPH REIT	12-Jan Q4: Qian Hu	13-Jan SG: 4Q16 Advance GDP Estimates (Not later than 13 Jan) Q1: Spore Press Hldgs Q1: OKH Global (Release on Sat, 14-Jan)
16-Jan SG (Dec 16): Private Residential Units Launched and Sold by Developers	17-Jan	18-Jan Q4: CapitaLand Commercial Trust	19-Jan Q2: Spore Exchange	20-Jan
23-Jan SG (Dec 2016): CPI Q4: Cache Logistics Trust / Soilbuild Biz Space REIT	24-Jan Q3: Mapletree Industrial Trust Q4: M1 *Q3: Mapletree Logistics Trust	25-Jan Q3: Mapletree Commercial Trust *Q4: Lonza Grp	26-Jan SG (Dec 2016): Index of Industrial Production SG (4Q16): Industrial Properties SG (Dec 2016): Unemployment Rate & Employment Q3: Mapletree Greater China Commercial Trust Q4: CDL Hospitality Trusts	27-Jan SG: 4Q16 Qtly Property Mkt Updates
30-Jan	31-Jan	1-Feb	2-Feb	3-Feb *Q4: StarHub

* Tentative

Source: Bloomberg

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