

Market Indicators

	13-Jun	14-Jun	15-Jun
Mkt. T/O (S\$ mil)	979.6	948.7	1,046.9
Stock Advances	258	177	149
Stock Declines	180	261	309

Major Indices

	14-Jun	14-Jun	15-Jun
DJ Ind Avg	21,374.6	21,374.6	21,359.9
S & P 500	2,437.9	2,437.9	2,432.5
Nasdaq Comp	6,194.9	6,194.9	6,165.5
Hang Seng	25,875.9	25,875.9	25,565.3

STI Index 3,253.43 (-0.13%)



Source: Bloomberg

Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,254.29	-0.60%
Oil (NYMEX CWT11) US\$ / bbl	44.39	-0.65%
Baltic Dry Index	865	-0.57%

Exchange Rates



USD : SGD 1.3792 / MYR : SGD 3.0923

Source: Bloomberg

Interest Rates

3-mth Sibar	0.995%
SGS (10 yr)	2.023%

KGI Securities Research Team

Market Colour

Asian stocks declined yesterday as oil prices fell and investors weighed the risks of weak inflation in the US after the Federal Reserve showed resolve to continue tightening its monetary policy. The MSCI Asia Pacific Index dropped 0.9%, with the Hang Seng Index leading the region lower after Hong Kong followed the Fed in raising interest rates. The recent slump in US technology stocks worsened on Thursday, putting a drag on major US indexes. The consumer discretionary sector dropped 0.5% as Amazon shares closed down 1.3%. Nike fell 3.2% after the company said it would cut about 2% of its global workforce and eliminate a quarter of its shoe styles. There could be some sector rotation into high-dividend paying stocks as the utilities and real estate sectors gained 0.6% and 0.5%, respectively.

News

Singapore property: Singapore home sales fell 34% in May as fewer new projects were launched. Developers sold 1,024 units last month, compared with a revised 1,558 in April, according to Urban Redevelopment Authority data. A total of 339 new properties were offered, down from 1,616 in April. Developers have still notched sales of more than 1,000 units a month for the past three months. Property prices fell 3% last year and have dropped for 14 straight quarters, the longest slide since the data were first published in 1975. The largest sales last month came from Parc Riviera, which sold 83 units, while Stars of Kovan sold 16 of 70 units it placed on the market.

Hiap Hoe: The property company has signed a sale and purchase agreement to buy Holiday Inn Express in Trafford City, Mercury Way, Manchester, from Topland (No. 18), Mill Lane Estates, and Marick Capital for £26.3 million (S\$46.2 million). The purchase price is equal to its net asset value and will be fully funded by internal resources and debt.

mm2 Holdings: Proposing a placement of 87.7 million new shares at S\$0.57 apiece. If taken up in full, the placement will allow the company to raise net cash proceeds (after deducting estimated expenses of about S\$1 million) of about S\$49 million. Of this, 70% will be used to finance acquisitions, and the remaining 30% will be used as general working capital. The placement shares represent about 8.4% of the existing share capital, and about 7.7% of the enlarged share capital of the company.

Low Keng Huat: The construction company reported a 65% increase in net profits at S\$5.4 million for the three months ended April 30 when compared to a year ago. This comes as it reported a 7% increase in revenue to S\$16.9 million for the same period. As a result, earnings per share rose from 0.44 Singapore cent a year ago to 0.73 cent for the quarter.

Pacific Radiance: Won US\$45.3 million of new contracts including options, which will add to its operating cash flow. These contracts called on the group to deploy 10 OSVs on its fleet to support projects in Asia and the Middle East. The OSV players said that its vessels are chartered to new and existing clients to provide services including towing, repair and maintenance, transportation and platform support.

Blackgold Natural Resources: Has sought a further two-month extension to hold its annual general meeting (AGM) for the financial year ended Dec 31, 2016. It explained that the qualified person's report and the annual report will not be ready in time to allow for sufficient notice to shareholders prior to the AGM date.

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

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	20.41	51,896	(0.9%)	19.4%	(0.3%)	3.1%	3.2%
OCBC SP	OCBC	10.62	44,448	(0.9%)	21.1%	0.2%	3.5%	3.7%
UOB SP	UOB	23.15	38,414	(2.2%)	15.3%	(0.7%)	3.1%	3.3%
SGX SP	SGX	7.29	7,800	(0.1%)	3.2%	(0.5%)	4.0%	4.3%
PROPERTIES								
AREIT SP	Ascendas REIT	2.69	7,758	(0.4%)	22.3%	0.7%	5.9%	6.1%
CAPL SP	CapitaLand	3.55	15,077	(1.4%)	20.7%	(1.9%)	2.8%	3.0%
CCT SP	CapitaLand Comm Trust	1.65	4,945	0.6%	14.9%	0.6%	5.5%	5.5%
CT SP	CapitaLand Mall Trust	1.94	6,878	0.3%	5.9%	0.0%	5.7%	5.7%
CIT SP	City Development	10.63	9,666	(0.7%)	29.8%	(1.2%)	1.4%	1.4%
GLP SP	Global Logistic	2.92	13,686	(0.3%)	32.7%	(0.7%)	2.3%	2.4%
HKL SP	Hongkong Land USD	7.73	25,084	(0.3%)	24.4%	(0.8%)	2.5%	2.6%
UOL SP	UOL	7.60	6,118	(0.1%)	29.5%	1.3%	2.0%	2.0%
TELECOMMUNICATIONS								
ST SP	SingTel	3.77	61,561	0.0%	3.3%	0.3%	4.9%	5.0%
STH SP	StarHub	2.73	4,720	(1.1%)	0.3%	(0.4%)	5.9%	5.8%
CONSUMER SERVICES AND GOODS								
JCNC SP	Jardine C&C	44.81	17,711	(0.6%)	10.6%	3.0%	2.7%	3.0%
JM SP	Jardine Matheson USD	66.57	67,153	0.5%	22.6%	(0.0%)	2.3%	2.4%
GENS SP	Genting Singapore	1.16	13,889	(0.9%)	29.4%	(1.3%)	2.5%	2.6%
SPH SP	SPH	3.16	5,052	0.0%	(8.9%)	(2.5%)	5.4%	5.3%
THBEV SP	ThaiBev	0.90	22,473	0.0%	8.3%	1.1%	3.2%	3.4%
TRANSPORT								
SIA SP	Singapore Airlines	9.94	11,744	(1.0%)	2.8%	(0.7%)	2.4%	2.3%
CD SP	ComfortDelGro	2.42	5,233	0.0%	0.2%	0.8%	4.5%	4.8%
COMMODITIES								
GGR SP	Golden Agri	0.37	4,712	(1.3%)	(12.4%)	0.0%	2.6%	3.0%
WIL SP	Wilmar	3.47	21,943	(1.4%)	(2.2%)	(0.3%)	2.8%	3.1%
OFFSHORE & MARINE/INDUSTRIALS								
KEP SP	Keppel Corp	6.31	11,439	(1.3%)	11.0%	(1.1%)	3.5%	3.8%
SCI SP	Sembcorp Industries	3.08	5,496	(1.9%)	9.5%	(1.6%)	2.9%	3.3%
YZJSGD SP	Yangzijiang SGD	1.20	4,579	(1.2%)	51.5%	(2.0%)	3.4%	3.3%
SATS SP	SATS	5.08	5,664	(0.6%)	4.7%	(0.6%)	3.5%	3.7%
SIE SP	SIA Engineering	4.12	4,612	0.7%	22.3%	3.3%	3.5%	3.6%
STE SP	ST Engineering	3.72	11,596	(1.3%)	18.2%	0.5%	4.1%	4.3%
HPHT SP	HPH Trust USD	0.45	5,406	5.9%	9.1%	11.1%	6.1%	6.3%

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

STI Reserve List (by alphabetical order) - STI next review date: 31 August 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	1.94	3,065	(1.8%)	3.1%	0.3%	2.2%	2.6%
KREIT SP	Keppel REIT	1.15	3,822	0.9%	15.5%	0.9%	5.3%	5.3%
MCT SP	Mapletree Comm Trust	1.56	4,473	0.0%	14.8%	0.6%	5.7%	5.7%
SPOST SP	Singapore Post	1.28	2,910	0.0%	(12.3%)	0.4%	3.1%	3.5%
SUN SP	Suntec REIT	1.85	4,882	(0.3%)	15.1%	0.3%	5.4%	5.3%

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 9-Jun-17	Yield (%)
Accordia Golf Trust	25-May-17	FY17	SGD 0.035900	9-Jun-17	13-Jun-17	21-Jun-17	SGD 0.705	5.1
Asian Pay Television Trust	12-May-17	1Q17	SGD 0.016250	14-Jun-17	16-Jun-17	23-Jun-17	SGD 0.550	3.0
SATS	19-May-17	FY17	SGD 0.110000	25-Jul-17	27-Jul-17	11-Aug-17	SGD 5.150	2.1
SIA Engrg Co	15-May-17	FY17	SGD 0.090000	25-Jul-17	27-Jul-17	8-Aug-17	SGD 4.000	2.3
SIA Engrg Co - Special	15-May-17	FY17	SGD 0.050000	25-Jul-17	27-Jul-17	8-Aug-17	SGD 4.000	1.3
Singapore Post	12-May-17	FY17	SGD 0.005000	25-Jul-17	27-Jul-17	10-Aug-17	SGD 1.280	0.4
Japan Foods	26-May-17	FY17	SGD 0.012500	31-Jul-17	2-Aug-17	18-Aug-17	SGD 0.460	2.7
Singapore Airlines	18-May-17	FY17	SGD 0.110000	1-Aug-17	3-Aug-17	16-Aug-17	SGD 10.080	1.1
Global Logistic Properties	19-May-17	FY17	SGD 0.060000	3-Aug-17	7-Aug-17	22-Aug-17	SGD 2.960	2.0

Rights & Bonus Issues

Company	Rights Issue	Ex-Date	Book Close	Rights Trading Period	
				From	To
Viking Offshore and Marine	2 Rights Shares @ S\$0.018 per Rights Share for every 5 existing ord shares held, 1 free detachable warrant (exercise price S\$0.025) for every 2 Right Shares subscribed	2-Jun-17	6-Jun-17	9-Jun-17	19-Jun-17

Source: SGX Announcement

Viking Offshore and Marine: Expected date for the listing and commencement of trading of warrants: 5 July 2017 from 9.00 a.m.

Buyout

Company	Offer Price	Remarks	Closing Date	Offeror
China Kangda Food Co	HKD 1.34	Cash	4.00 p.m. on 16 Jun 2017	China Tian Yuan Manganese
CMC Infocomm Ltd	SGD 0.095	Cash	5.30 p.m. on 20 Jun 2017	Yinda Pte. Ltd.
Nobel Design Holdings	SGD 0.510	Cash	5.30 p.m. on 20 Jun 2017	Grand Slam RF18 Invts Pte. Ltd.
Top Global Limited	SGD 0.33	Cash	5.30 p.m. on 19 June 2017	SW Int'l Holding Pte. Ltd.

Source: SGX Announcement

Appendix 2: Financial Calendar

Monday		Tuesday		Wednesday		Thursday		Friday	
	5-Jun		6-Jun		7-Jun		8-Jun		9-Jun
		Sanli Environmental (Catalist): Close @ 12.00 noon				Sanli Environmental (Catalist): Commence Trading @ 9.00 a.m.			
	12-Jun		13-Jun		14-Jun		15-Jun		16-Jun
		World Class Global (Catalist): Close @ 12.00 noon		HRnetGroup (Mainboard): Close @ 12.00 noon		World Class Global (Catalist): Commence Trading @ 9.00 a.m. HRnetGroup (Mainboard): Commence Trading @ 9.00 a.m.			
	19-Jun		20-Jun		21-Jun		22-Jun		23-Jun
								SG (May 2017): CPI SG (May 2017): Index of Industrial Production	
	26-Jun		27-Jun		28-Jun		29-Jun		30-Jun
						Q4: Lorenzo Int'l			
3-Jul-17			4-Jul		5-Jul		6-Jul		7-Jul
								*Q3: EMAS Offshore	

* Tentative

Source: Bloomberg

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