

Market Indicators

	7-Mar	8-Mar	9-Mar
Mkt. T/O (S\$ mil)	1,483.0	1,121.4	1,093.8
Stock Advances	143	280	250
Stock Declines	321	140	188

Major Indices

	7-Mar	8-Mar	9-Mar
DJ Ind Avg	24,801.4	24,895.2	25,335.7
S & P 500	2,726.8	2,739.0	2,786.6
Nasdaq Comp	7,396.6	7,427.9	7,560.8
Hang Seng	30,196.9	30,654.5	30,996.2

STI Index 3,485.57 (+0.15%)



Source: Bloomberg

Commodities

	Current Price	% Chge from Close
Gold (SPOT) US\$ / oz	1,323.03	0.33%
Oil (NYMEX CWT1) US\$ / bbl	62.16	3.10%
Baltic Dry Index	1201	0.33%

Exchange Rates



USD : SGD 1.3161 / MYR : SGD 2.9658

Source: Bloomberg

Interest Rates

3-mth Sibor	1.377%
SGS (10 yr)	2.415%

KGI Securities Research Team

Market Colour

Exemption to Trump's tariffs announcement and a better-than-expected jobs data in the US last Friday helped calm markets. The risk-on sentiment lifted the Nasdaq to an all-time high, which gained 4.2% for the week. The Dow Jones and S&P 500 gained 3-4% for the week. The return to risk assets last week was also helped by easing tensions on the Korean peninsula after Trump agreed to meet North Korean leader Kim Jong-un by May 2018.

Rising stock market volatility, but good news about growth may outweigh negative impact of interest rate hikes. Most regions are maintaining positive earnings outlooks, so equity markets are fundamentally intact. In fact, since stock market recoveries began worldwide in March 2016, all major markets except the US and Taiwan have risen on earnings growth rather than only valuation expansion. Support from solid fundamentals is the reason why we believe the current bull market may continue. However, with interest rates rising, stock markets may potentially see limited momentum behind rallies. Going forward, we may expect stock markets to generally see greater volatility. However, in 2018, with healthy economic fundamentals, positive news about growth may eventually outweigh negatives from interest rate hikes.

News

Keppel Corp: Confirmed a US\$425mn contract awarded to Keppel O&M for a mid-water, harsh-environment semi-submersible drilling rig. Keppel O&M has also extended Awilco independent options for the construction of three other newbuild rigs of similar specifications. These options are to be exercised within 12, 24 and 36 months, respectively. Prior to winning this newbuild order, Keppel had already delivered three jack-up rigs to the same management team. **The order win is a positive signal of the recovery in the sector. We currently have BUY recommendation with a fair value of S\$8.04.**

Cityneon: The fourth IP seems to be on the way for Cityneon, as the Group prepares to complete it by 2H18. Additionally, Cityneon is currently close to finalising a deal with a global design and production company, which will bring about additional manpower for the Group's design team. With its ambitious target of achieving a S\$1bn market capitalisation, we expect big changes to the company to come to fruition over the next few years. **We currently have a BUY recommendation with fair value of S\$1.54, implying 50% upside from its closing price of S\$1.03.**

Recent In-depth Regional Reports

9/3	TH GFPT (GFPT TB; Neutral; TP: Bt 13.80): A weak year
8/3	TW Gourmet Master (2723 TT; Outperform; TP: NT\$470.00): 4Q17 a miss; operating margin expansion intact
8/3	TW SZS (3376 TT; Neutral; TP: NT\$87.00): New catalyst to bring better utilization rate & margin in 2018F
8/3	TW TaiMed (4147 TT; Outperform; TP: NT\$335.00): FDA approval of new HIV drug Trogarzo™
8/3	TW Taiwan Semiconductor (5425 TT; Not Rated): Strong automotive growth on favorable structural change
8/3	HK China Lilang (1234 HK; Outperform; TP: HK\$9.20): Sales recovery momentum continues
8/3	HK Man Wah (1999 HK; Neutral; TP: HK\$8.00): Challenges in the near term

For full reports, please contact Research Department at 6202 1190 or 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 FY18 (%)	Div Yield FY19 (%)
FINANCIALS								
DBS SP	DBS	28.13	72,122	(0.4%)	13.2%	(1.0%)	4.1%	4.3%
OCBC SP	OCBC	13.25	55,449	(0.5%)	6.9%	1.5%	3.2%	3.4%
UOB SP	UOB	28.04	46,603	0.1%	6.0%	1.0%	3.4%	3.6%
SGX SP	SGX	7.50	8,025	0.4%	1.4%	0.3%	4.0%	4.3%
PROPERTIES								
AREIT SP	Ascendas REIT	2.62	7,566	0.4%	(3.7%)	0.4%	6.1%	6.3%
CAPL SP	CapitaLand	3.60	15,257	0.6%	2.0%	0.3%	3.2%	3.3%
CCT SP	CapitaLand Comm Trust	1.72	6,212	(1.1%)	(8.9%)	0.0%	5.1%	5.2%
CT SP	CapitaLand Mall Trust	2.02	7,167	0.0%	(3.9%)	1.0%	5.4%	5.5%
CIT SP	City Development	13.36	12,148	3.2%	7.0%	5.3%	1.2%	1.2%
HKL SP	Hongkong Land USD	7.02	21,776	3.8%	(0.3%)	0.4%	2.9%	3.0%
UOL SP	UOL	8.75	7,368	1.6%	(1.4%)	3.2%	1.9%	1.9%
TELECOMMUNICATIONS								
ST SP	SingTel	3.36	54,865	0.3%	(5.9%)	0.3%	6.0%	5.4%
STH SP	StarHub	2.47	4,271	0.8%	(13.3%)	0.4%	6.4%	6.2%
CONSUMER SERVICES AND GOODS								
JCNC SP	Jardine C&C	35.96	14,213	0.2%	(11.6%)	(1.8%)	3.3%	3.5%
JM SP	Jardine Matheson USD	62.81	60,140	0.0%	3.4%	(0.7%)	2.6%	2.8%
JS SP	Jardine Strategic Holding	39.42	57,569	0.3%	(0.4%)	0.6%	0.9%	0.9%
GENS SP	Genting Singapore	1.12	13,490	(0.9%)	(14.5%)	(2.6%)	3.1%	3.2%
SPH SP	SPH	2.54	4,063	0.0%	(4.2%)	(0.4%)	5.4%	5.2%
THBEV SP	ThaiBev	0.82	20,466	(0.6%)	(9.5%)	(1.2%)	3.3%	3.7%
VMS SP	Venture Corp	27.29	7,800	1.2%	33.3%	1.7%	2.5%	2.6%
TRANSPORT								
SIA SP	Singapore Airlines	10.96	12,961	(0.5%)	2.7%	(0.2%)	2.8%	2.6%
CD SP	ComfortDelGro	2.02	4,370	(1.9%)	2.0%	1.0%	5.1%	5.3%
COMMODITIES								
GGR SP	Golden Agri	0.36	4,585	0.0%	(2.7%)	0.0%	1.8%	1.8%
WIL SP	Wilmar	3.22	20,369	0.9%	4.2%	1.3%	3.1%	3.4%
OFFSHORE & MARINE/INDUSTRIALS								
KEP SP	Keppel Corp	7.73	14,002	(0.9%)	5.2%	(1.8%)	3.4%	3.6%
SCI SP	Sembcorp Industries	3.06	5,464	(1.0%)	1.0%	(1.9%)	2.9%	3.4%
YZJSGD SP	Yangzijiang SGD	1.34	5,318	0.0%	(8.8%)	(5.0%)	3.3%	3.3%
SATS SP	SATS	5.12	5,715	1.8%	(1.5%)	2.4%	3.4%	3.6%
STE SP	ST Engineering	3.38	10,531	0.0%	3.7%	0.6%	4.6%	4.8%
HPHT SP	HPH Trust USD	0.35	3,962	0.0%	(13.4%)	(2.8%)	7.7%	7.8%

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 FY18 (%)	Div Yield FY19 (%)
SUN SP	Suntec REIT	1.94	5,163	0.5%	(8.6%)	1.0%	5.1%	5.2%
MCT SP	Mapletree Commercial	1.54	4,435	(0.6%)	(3.6%)	(0.6%)	5.8%	5.8%
KREIT SP	Keppel REIT	1.19	4,033	0.0%	(4.5%)	0.8%	4.9%	5.0%
SMM SP	Semcorp Marine	2.03	4,238	(1.9%)	10.3%	0.5%	1.0%	1.3%

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 9 Mar 18	Yield (%)
Koda Ltd	13-Feb-18	2Q18	SGD 0.0025	12-Mar-18	14-Mar-18	28-Mar-18	SGD 0.640	0.4
Asian Pay Television Trust	26-Feb-18	FY17	SGD 0.01625	14-Mar-18	16-Mar-18	23-Mar-18	SGD 0.575	2.8
Dairy Farm Int'l Hldgs	8-Mar-18	FY17	USD 0.1450	21-Mar-18	23-Mar-18	16-May-18	USD 8.030	1.8
Hongkong Land Hldgs	8-Mar-18	FY17	USD 0.14000	21-Mar-18	23-Mar-18	16-May-18	USD 7.020	2.0
Jardine Matheson Hldgs	8-Mar-18	FY17	USD 1.2000	21-Mar-18	23-Mar-18	16-May-18	USD 62.810	1.9
Jardine Strategic Hldgs	8-Mar-18	FY17	USD 0.2250	21-Mar-18	23-Mar-18	16-May-18	USD 39.420	0.6
Mandarin Oriental Int'l	8-Mar-18	FY17	USD 0.01500	21-Mar-18	23-May-18	16-May-18	USD 2.300	0.7
Qian Hu Corp Ltd	12-Jan-18	FY17	SGD 0.0020	10-Apr-18	12-Apr-18	25-Apr-18	SGD 0.200	1.0
M1	23-Jan-18	FY17	SGD 0.06200	18-Apr-18	20-Apr-18	27-Apr-18	SGD 1.790	3.5
United Overseas Insurance	5-Feb-18	FY17	SGD 0.1400	19-Apr-18	23-Apr-18	3-May-18	SGD 7.680	1.8
United Overseas Insurance - Special	5-Feb-18	FY17	SGD 0.0500	19-Apr-18	23-Apr-18	3-May-18	SGD 7.680	0.7
Great Eastern Hldgs	13-Feb-18	FY17	SGD 0.50000	20-Apr-18	24-Apr-18	8-May-18	SGD 30.550	1.6
Great Eastern Hldgs - Special	13-Feb-18	FY17	SGD 0.10000	20-Apr-18	24-Apr-18	8-May-18	SGD 30.550	0.3
Lee Metal Grp	20-Feb-18	FY17	SGD 0.0100	20-Apr-18	24-Apr-18	7-May-18	SGD 0.410	2.4
iFAST Corporation	14-Feb-18	FY17	SGD 0.00900	24-Apr-18	26-Apr-18	8-May-18	SGD 0.920	1.0
Singapore Technologies Engrg	23-Feb-18	FY17	SGD 0.1000	24-Apr-18	26-Apr-18	8-May-18	SGD 3.380	3.0
Golden Agri-Resources Ltd	27-Feb-18	FY18	SGD 0.00116	25-Apr-18	27-Apr-18	8-May-18	SGD 0.360	0.3
IFS Capital Ltd	23-Feb-18	FY17	SGD 0.00300	25-Apr-18	27-Apr-18	10-May-18	SGD 0.280	1.1
Keppel Corp	25-Jan-18	FY17	SGD 0.1400	25-Apr-18	27-Apr-18	10-May-18	SGD 7.730	1.8
Keppel Telecoms & Tpt	24-Jan-18	FY17	SGD 0.0350	25-Apr-18	27-Apr-18	9-May-18	SGD 1.550	2.3
Sembcorp Industries	23-Feb-18	FY17	SGD 0.0200	25-Apr-18	27-Apr-18	15-May-18	SGD 3.060	0.7
Sembcorp Marine	21-Feb-18	FY17	SGD 0.0100	25-Apr-18	27-Apr-18	11-May-18	SGD 2.030	0.5

Latest Rights Issue Announcement

Company	Particulars	Ex-Date	Book Close	Rights Trading Period	
				From	To
F J Benjamin Holdings	3 Rights Shares @ S\$0.035 for each Rights Share for every 5 ord share, 2 free detachable warrants (exercise price S\$0.04) for every 1 Rights Share validly subscribed	8-Mar-18	12-Mar-18		
JB Foods	1 Rts Share @ S\$0.25 for each Rts share for every 3 existing ord share held	7-Mar-18	9-Mar-18		
LifeBrandz	2 Rts Shares @ S\$0.015 for each Rts share for every 1 existing ord share held	28-Feb-18	2-Mar-18	7-Mar-18	15-Mar-18

Source: SGX Announcement

Latest Bonus Issue Announcement

Company	Particulars	Ex-Date	Book Close	Payable / Crediting Date	Listing Date
Roxy-Pacific Hldgs	1 Bonus share for every 1 share held	13-Apr-18	17-Apr-18	-	-

Source: SGX Announcement

Appendix 2: Financial Calendar

Monday	Tuesday	Wednesday	Thursday	Friday
12-Mar	13-Mar	14-Mar	15-Mar *Q4: TPV Technology	16-Mar
19-Mar	20-Mar	21-Mar	22-Mar	23-Mar SG (Feb 2018): CPI Overall index and sub-indices
26-Mar SG (Feb 2018): Index of Industrial Production	27-Mar	28-Mar Q2: Second Chance Properties	29-Mar	30-Mar
2-Apr-18	3-Apr	4-Apr	5-Apr	6-Apr
9-Apr	10-Apr	11-Apr *Q2: Spore Press Hldgs	12-Apr	13-Apr SG: 1Q18 Advance GDP Estimates (Not later than 13 Apr)

* Tentative

Source: Bloomberg

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