

Weekly Wrap of STI

The STI ended 25.35 points lower on Friday to close at 3573.4, following the waning technology stocks on Wall Street which came after major chip supplier Taiwan Semiconductor Manufacturing forecasted lower sales. For the week, the STI gained 72.08 points or 2.06%.

Earlier in the week, investors shrugged off fears on the Syrian War and focused on earnings season, causing the STI to close higher for four subsequent days. However, Wall Street's mixed corporate earnings reports and the fears of rising interest rates eventually led the STI to close lower on Friday.

Year to date, the STI index is up by 5.0% while the Catalyst index is down by 5.8%.

Week Ahead: 23 April – 27 April 2018

Economic: PMI Composite Flash (23 Apr), US Existing Home Sales (23 Apr), US Redbook (24 Apr), US New Home Sales (24 Apr), EIA Petroleum Status Report (25 Apr), US Jobless Claims (26 Apr), EIA Natural Gas Report (26 Apr), US GDP (27 Apr), CH Industrial Profits (27 Apr)

Company Results: Mapletree Industrial Trust (23 Apr), Ascendas REIT (23 Apr), CapitalLand Commercial Trust (24 Apr), Venture Corp (25 Apr), China Sunshin Chemical Hldgs (25 Apr), Mapletree Commercial Trust (25 Apr), Far East Hospitality Trust (26 Apr), Tuan Sing Hldgs (27 Apr), World Precision Machinery (27 Apr)

Companies News

1. Fragrance Group has priced its S\$125m 6.1% 2021 notes

Fragrance Group has priced its S\$125 million 6.125% fixed-rate notes, which mature on April 26, 2021 under the company's S\$1 billion multicurrency debt issuance programme. The notes are expected to be issued on April 26, 2018 at 100% of their principal amount and in denominations of S\$250,000. The related parties to Mr Koh, CEO of the company, will be subscribing for S\$15.5 million worth of notes totalling about 12.4% of the offering. Fragrance added: "The notes may be redeemed by the issuer, in whole (but not in part), at any time on or after the fourth interest payment date at 103.063% of their principal amount." Credit Suisse (Singapore) and OCBC have been appointed to act as the joint lead managers and bookrunners in connection with the offering of the notes. SAC Capital has been appointed to act as the co-manager in connection with the offering of the notes.

2. Kim Heng awarded spot charter contract for its Bridgewater 130

Catalist-listed Kim Heng Offshore & Marine Holdings Limited ("**Kim Heng**") announced that it has been awarded a spot charter contract, for its Anchor Handling Tug/Supply Vessels ("**AHTS**"), Bridgewater 130, to perform towage of tender rig from Singapore to Brunei for a leading oil major.

3. DeClout's vCargo Cloud to acquire 60% stake in Indonesian logistics player GTS

Singapore-based e-trade solutions provider vCargo Cloud Pte. Ltd ("**VCC**") has announced that it will acquire 60% stake in Indonesian integrated logistics player PT Gatotkaca Trans Systemindo ("**GTS**"), to expand its global network. It will pay \$850,000 to GTS for 60% of the company's enlarged share capital, as well as extend a \$545,000 loan to the company. Jakarta-based GTS provides trucking as well as freight and forwarding services. VCC offers e-trade and e-freight solutions to governments and companies worldwide through its platform, VCC CamelONE, which enables digitalized data exchange of cargo and financial information for stakeholders in trade, logistics and supply chain sectors, simplifying cross-border trade. Through its investment in GTS, VCC intends to accelerate automation of customs declaration in Indonesia, which has a population of 260 million and recorded \$300 billion worth of trade in 2017.

4. Lian Beng JV bought Sembawang Shopping Centre for S\$248m from CapitalLand Mall Trust

Lian Beng-Apricot Sembawang ("**LBAS**") has entered into a sale and purchase agreement with CapitalLand Mall Trust ("**CMT**") to purchase Sembawang Shopping Centre for S\$248 million. LBAS is a 50-50 joint venture company of home-grown construction firm Lian Beng Group, and Apricot Capital, the private investment firm of the Super Group's Teo family. The sale is among the largest in value in recent years for a standalone retail mall with an original 999-year leasehold, said Colliers International which brokered the deal. Lian Beng Group noted that the proposed acquisition is in line with one of the group's core business activities in property investments. It added that this is a good opportunity to participate in a "strategic investment" in which rental returns will augment the group's earnings.

5. mm2 Asia unit sold 5.4% stake in UnUsUaL to Brunei prince, Ron Sim fund for S\$25.8m

A 51% subsidiary of entertainment company mm2 Asia has sold a 5.39% stake in listed UnUsUaL for S\$25.8 million, or S\$0.465 per share, to Brunei's Prince Abdul Qawi and a fund started by OSIM founder Ron Sim. The 55.5 million shares were sold at a 1% discount to UnUsUaL's Monday closing price of S\$0.47. UnUsUaL is a concert promotion and event production company. Prince Qawi acquired 49 million of those shares for S\$22.8 million, representing 4.76% stake. Mr Sim's R3 Asian Gems bought about 6.5 million shares for S\$3 million, representing a 0.63% shareholding. mm2 Asia executive chairman Melvin Ang described the new shareholders as "strategic investors".

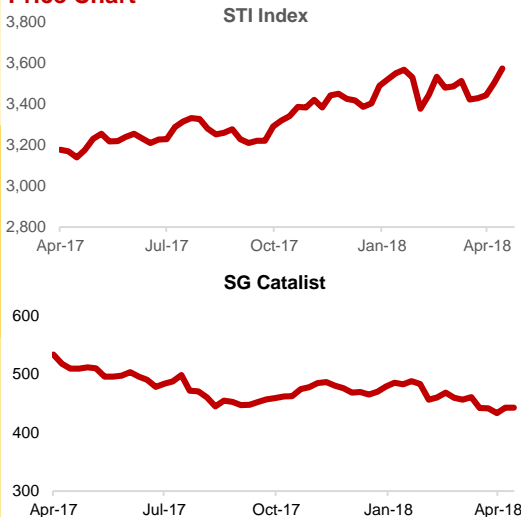
6. Spackman has bagged camera-equipment supply contracts worth S\$714,000

Catalist-listed Spackman Entertainment Group ("**Spackman**") has won contracts to supply camera systems and equipment for three upcoming South Korean drama series. It was announced that the three contracts have a tentative total contract value of 580 million Korean won (S\$714,000), "subject to changes in final filming schedule". The contracts were secured by Spackman's wholly owned subsidiary, Frame Pictures, which was previously awarded camera equipment contracts worth 550 million Korean won for two other dramas on Apr 4.

Market Snapshot

Symbol	Price	Change	1D % Change	5D % Change	YTD % Change
STI	3573.4	▼ 25.35	▼ 0.7%	▲ 2.1%	▲ 5.0%
SG Mid Cap	768.5	▼ 4.54	▼ 0.6%	▲ 0.6%	▲ 0.2%
SG Catalist	442.8	▼ 1.41	▼ 0.3%	▲ 0.1%	▼ 5.8%
SG Small Cap	389.8	▼ 0.86	▼ 0.2%	▼ 0.2%	▼ 4.2%

Price Chart



IPO News

1. SLB Development and Asian Healthcare Specialist debut above IPO prices

Property developer SLB Development and Orthopaedic services provider Asian Healthcare Specialists ("**AHS**") opened above their initial public offering ("**IPO**") and placement prices respectively, in their Catalist debuts on Friday. Both were among the most heavily traded stocks by volume during early trading. AHS shares jumped 50% to open at S\$0.345 and reached a high of S\$0.355 during the day, before closing at S\$0.34. The closing price represented a 47.8% increase from the placement price. A total of 28.2 million shares were traded. SLB shares opened 13% higher than its issue price of S\$0.23 at S\$0.26 and closed at S\$0.25, with approximately 47.1 million shares traded in total. The public tranche of SLB's IPO was about 20.6 times subscribed, ballot results on Thursday showed. SLB's offering was 238 million new shares at S\$0.23 apiece, with the public tranche comprising eight million shares and the remaining 230 million placed out.

2. KinderWorld Education Group considering S\$70m Singapore IPO

The company which runs schools across Southeast Asia is working with advisers on a planned IPO that could value it at about S\$300 million, according to private sources. KinderWorld is aiming to sell shares as soon as the second half of the year. Southeast Asian school operators have been attracting interest from foreign investors including TPG and Swedish buyout firm EQT Partners AB, which are betting that rising incomes will translate into increased education spending. A listing of KinderWorld would follow an IPO of MindChamps PreSchool Ltd. last year that raised S\$49 million, data compiled by Bloomberg show. KinderWorld was founded in 1986 in Singapore and expanded abroad. It now has 17 campuses in Vietnam, Malaysia and Thailand.

Capital Market News

1. Singapore taxi firm ComfortDelGro has acquired London's Dial-a-Cab for \$1.7m

ComfortDelGro has acquired London taxi circuit operator Dial-a-Cab for £1.2 million (\$1.7 million) as part of its expansion in the United Kingdom. ComfortDelGro said the acquisition will be carried out by its wholly-owned subsidiary in the UK, CityFleet Networks Limited. The acquisition will add another 1,100 black cabs to ComfortDelGro's existing 1,900 London taxis currently in operation, further cementing its position as the largest taxi operator in the city.