

Singapore 2020 Equity Strategy

*A domestic
recovery*



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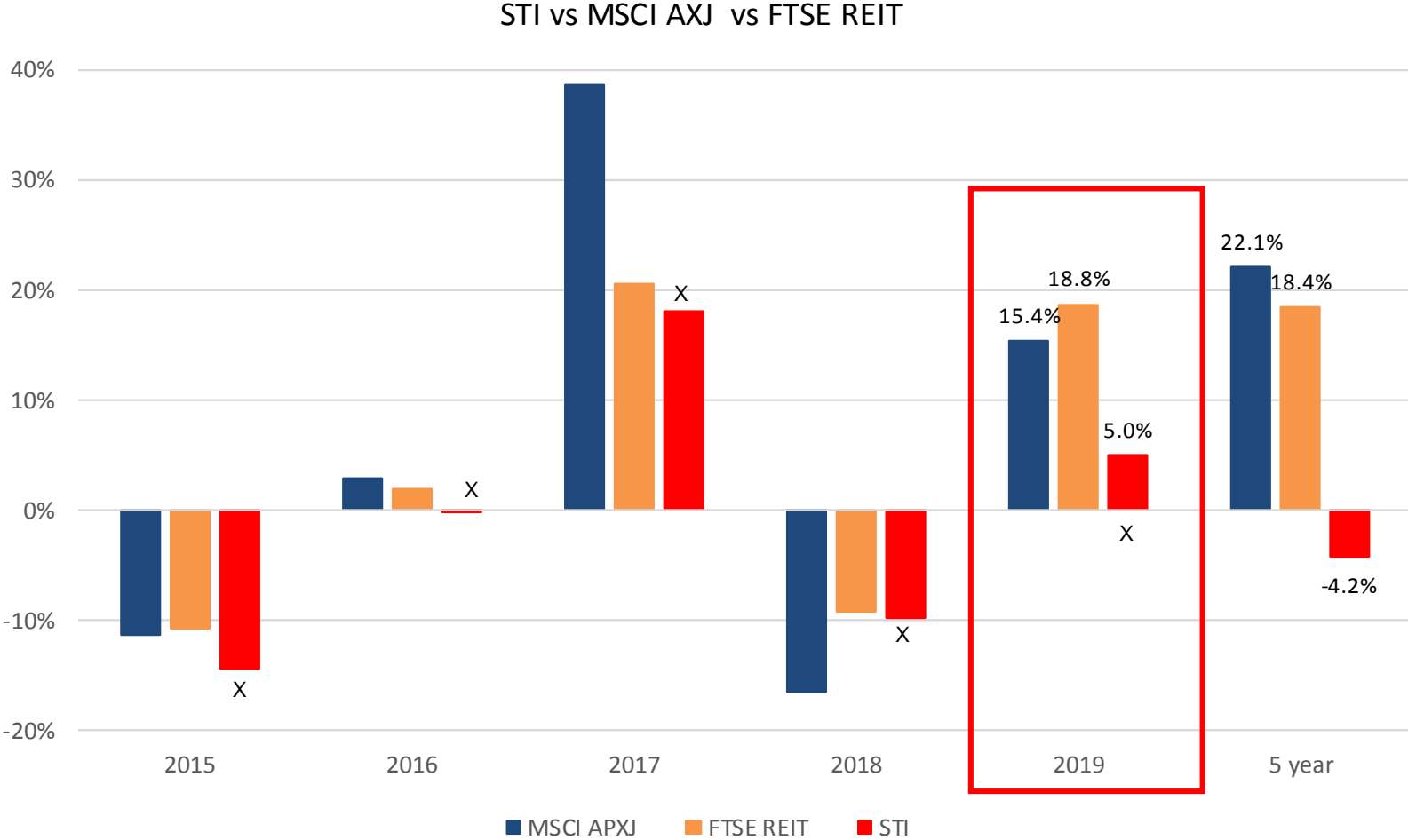
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Agenda

- ✓ Review of 2019
- ✓ Economic conditions
- ✓ 5 themes for 2020
- ✓ Sector updates
- ✓ Phillip Absolute 10
- ✓ Technical Strategy

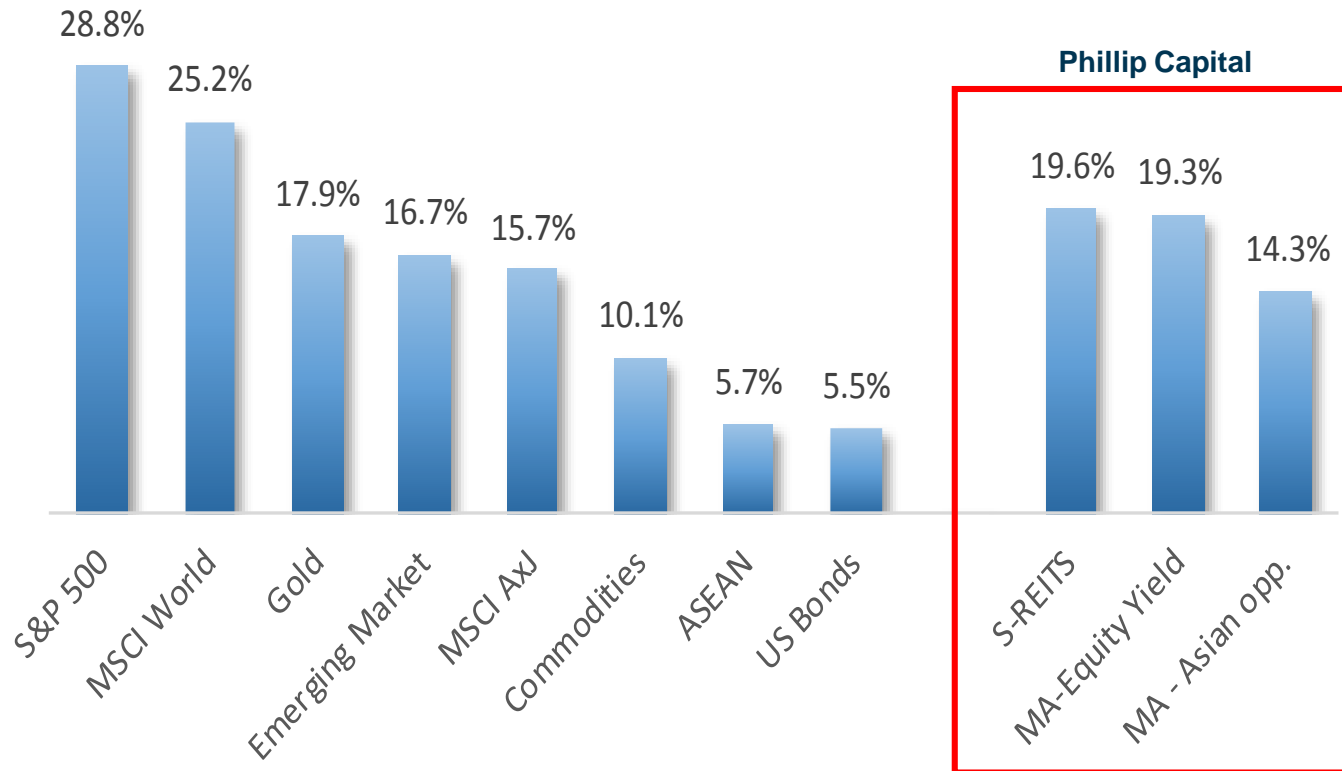
STI keeps disappointing...4 of 5 years



Source: Bloomberg, PSR

2019 the everything rally year

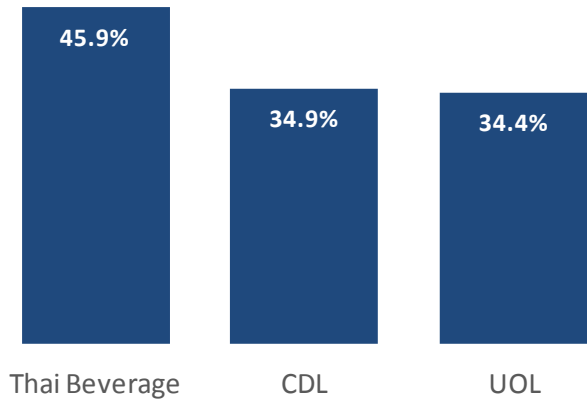
2019 Asset Returns



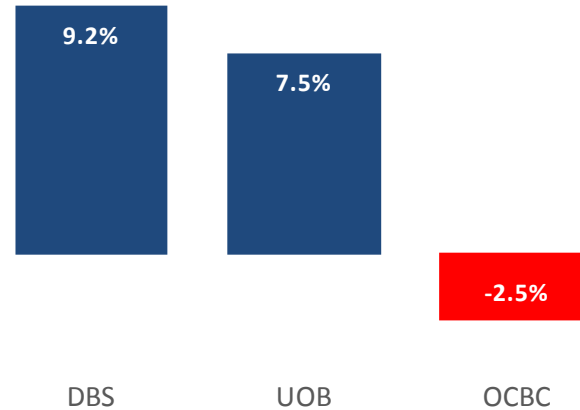
Source: Bloomberg ETFs (exclude dividends), PSR, Phillip Managed Accounts

Reversal of 2018 performance

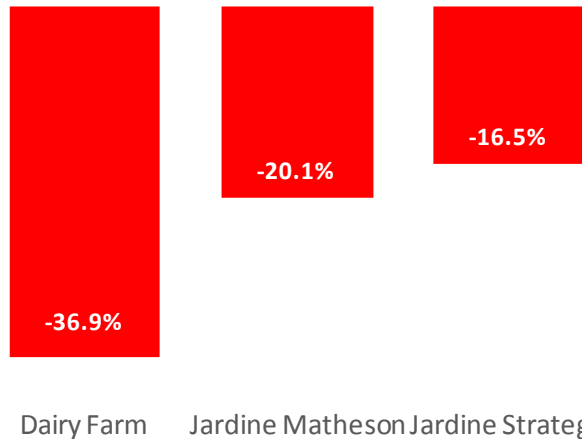
Property sector saw huge gains



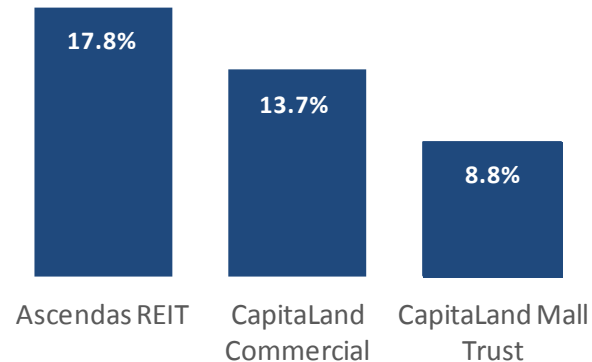
Bank performance hurt by OCBC



Hong Kong a driver to losses



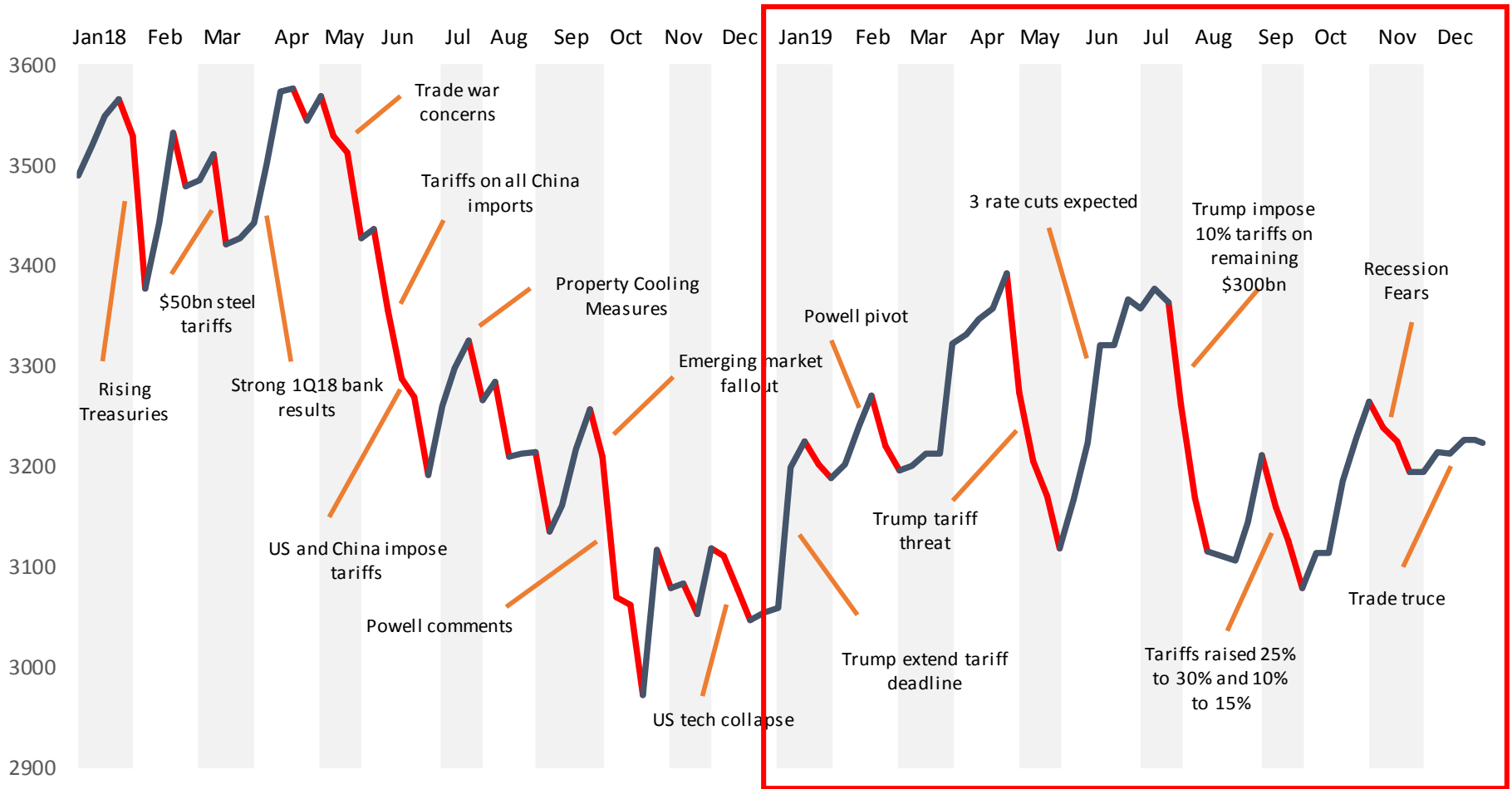
REITs were outperformers



Source: Bloomberg, PSR

Trade talks dictate STI direction

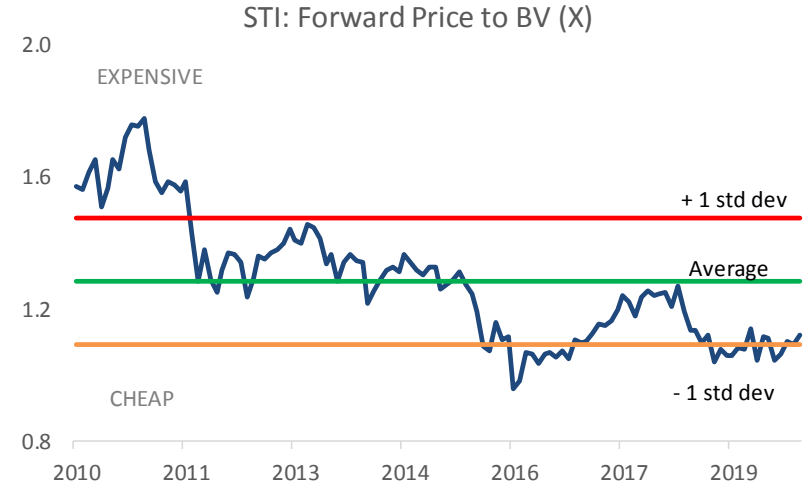
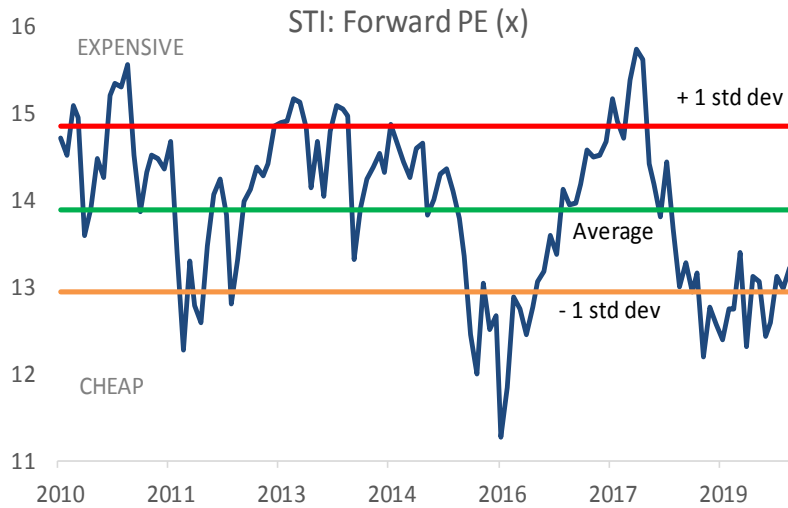
2018/19 STI Chart



Source: CEIC, PSR

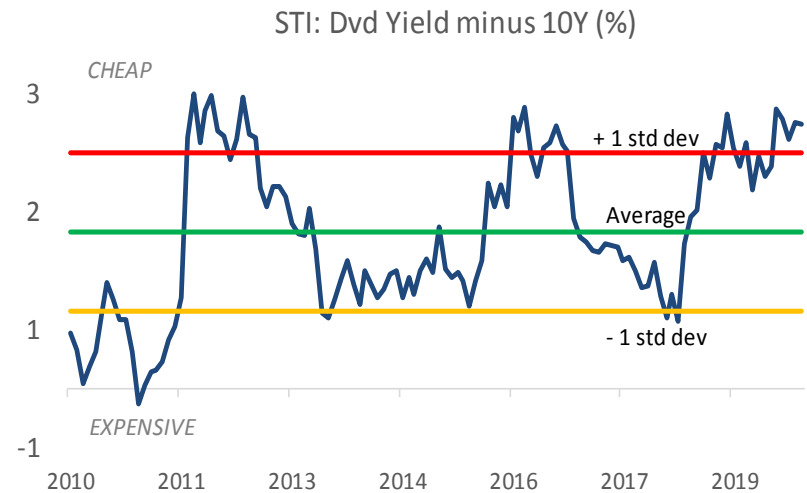
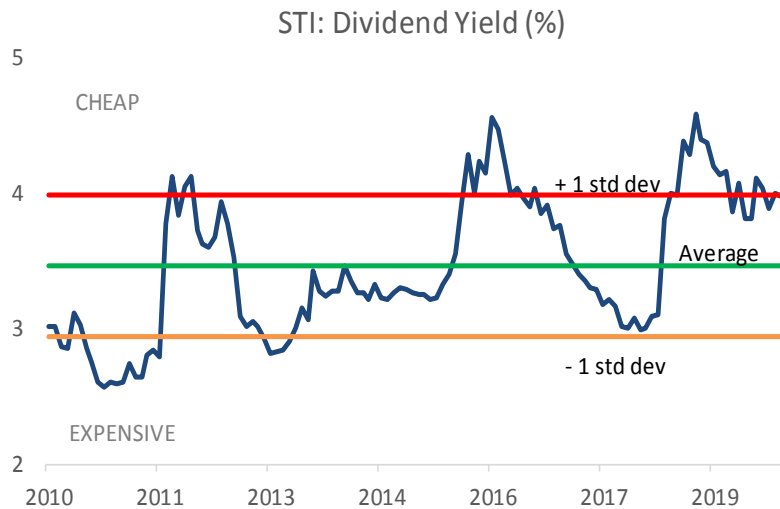
Yes-lah....STI is still cheap

PE Ratio



Price to Book

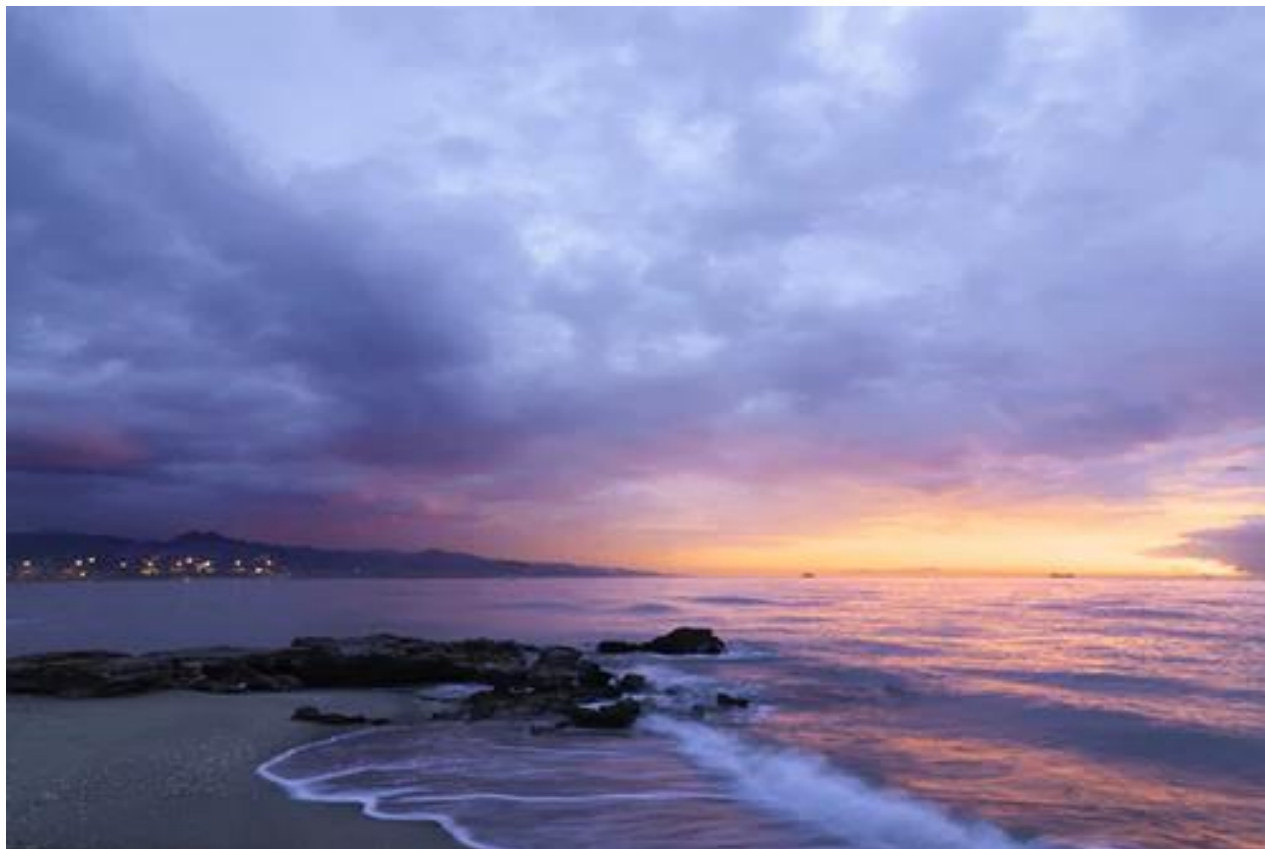
Dividend Yield



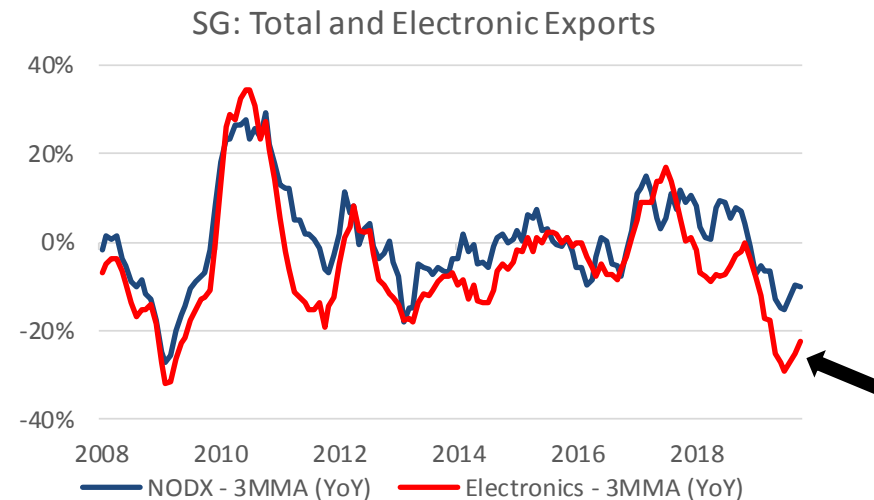
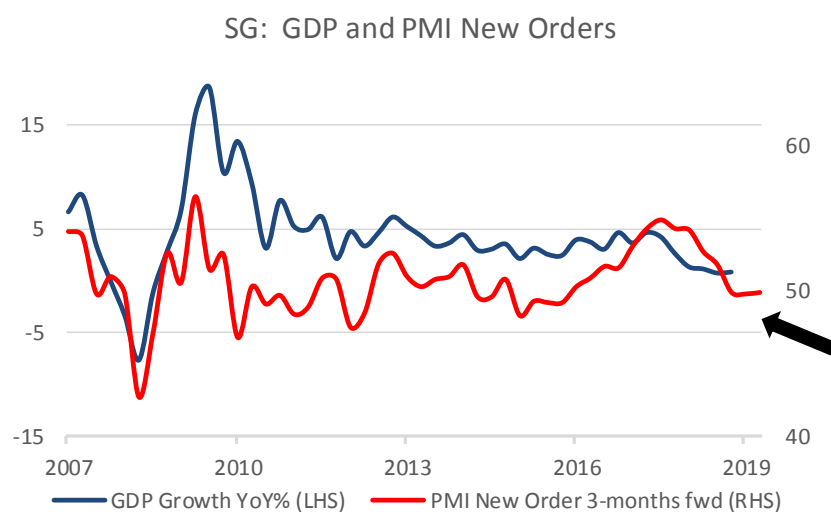
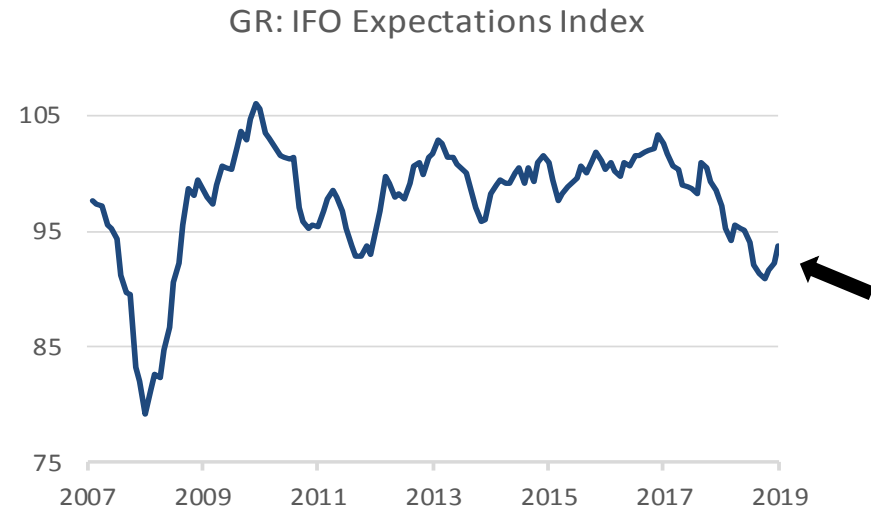
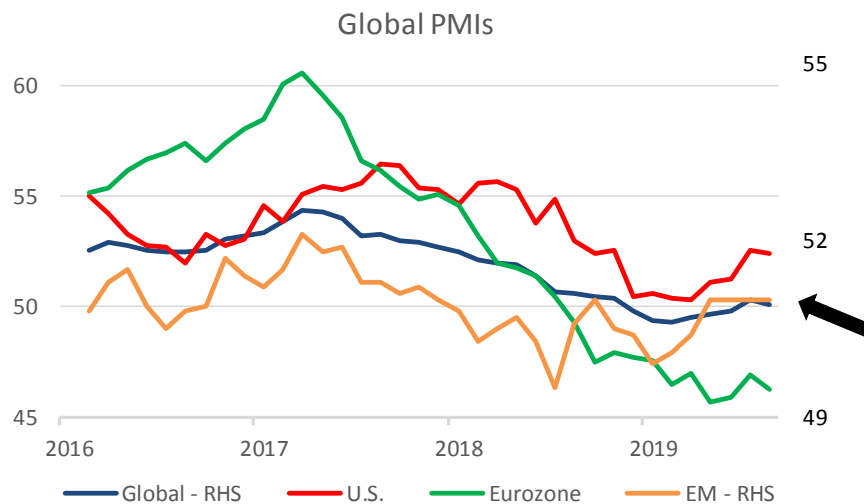
Dividend less bond yield

Source: PSR, Bloomberg

Economic Conditions



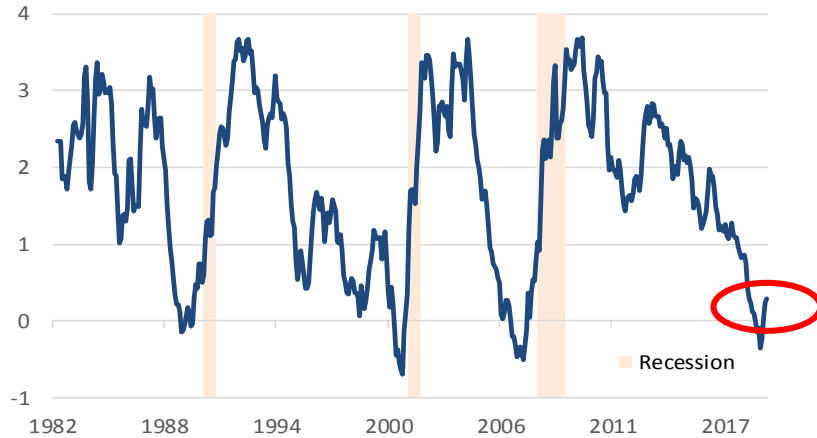
Recovery is underway



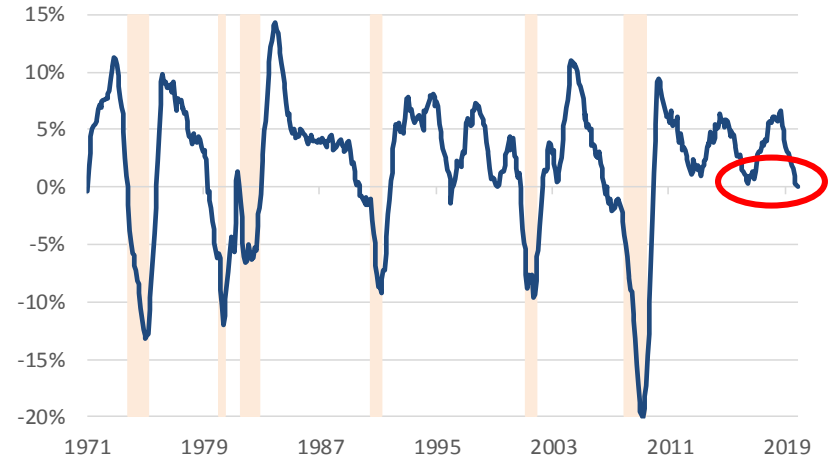
Source: CEIC, PSR, Bloomberg

No recession risk

US: Yield Curve 10y-3m Spread (% Pts)



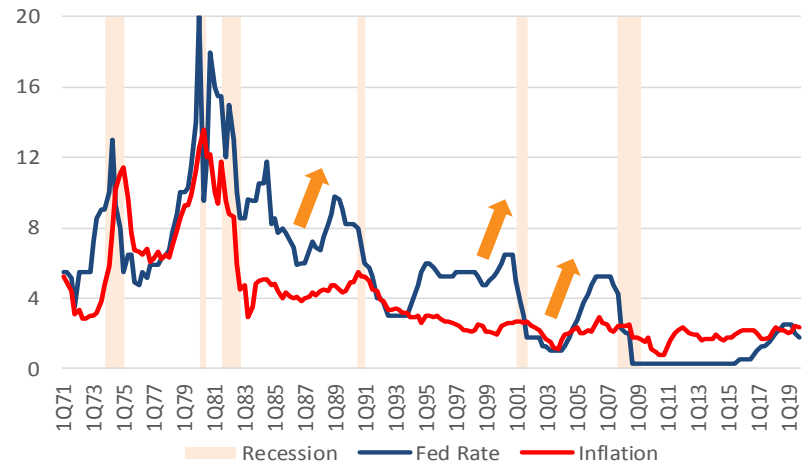
US: Conference Board Leading Index



BBG Barclays US Corporate High Yield Spread



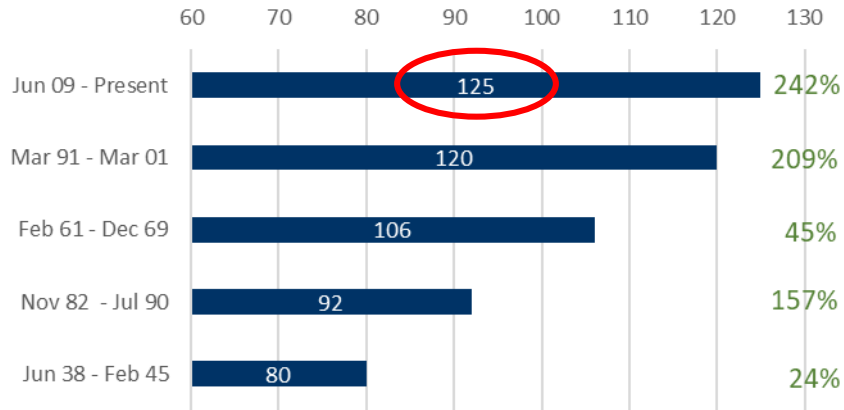
Fed killed the economy



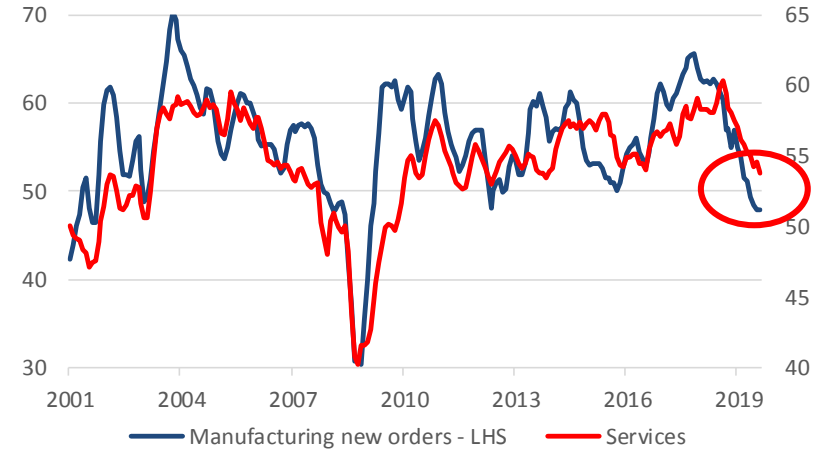
Source: CEIC, PSR, Bloomberg

US: Slowing down to below trend, no recession

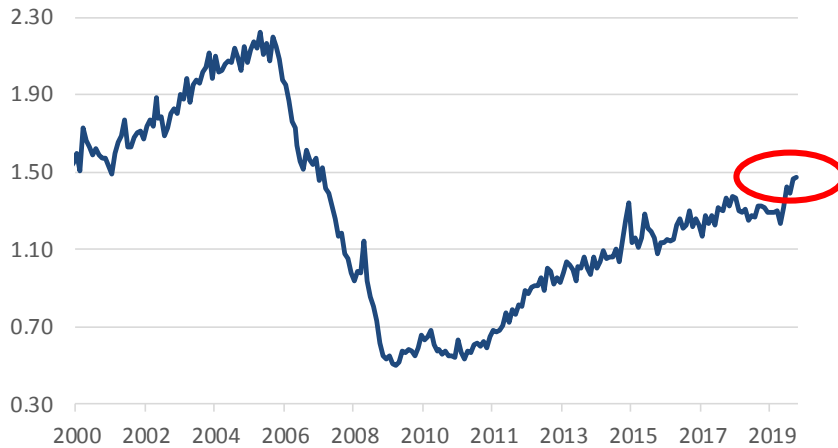
Duration of expansion



US: Manufacturing vs Services (3MMA PMI)



US: Housing Starts (mn units SAAR)



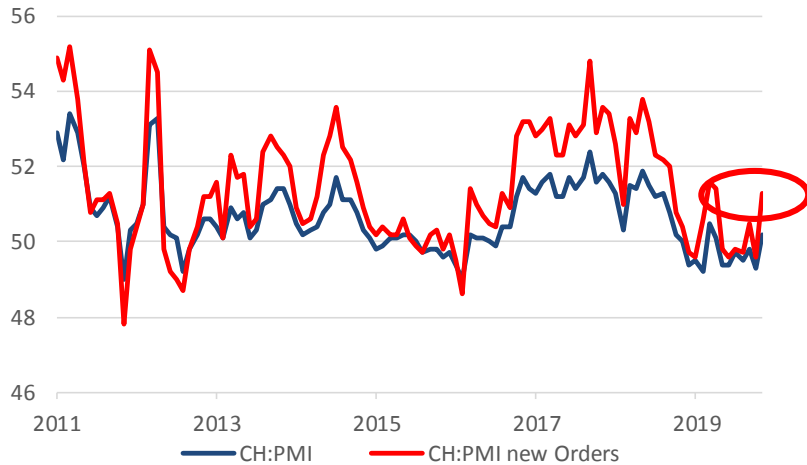
US: Durable goods new orders (3MMA - YoY)



Source: CEIC, PSR, Bloomberg

CH: Matured, quality growth, more jobs

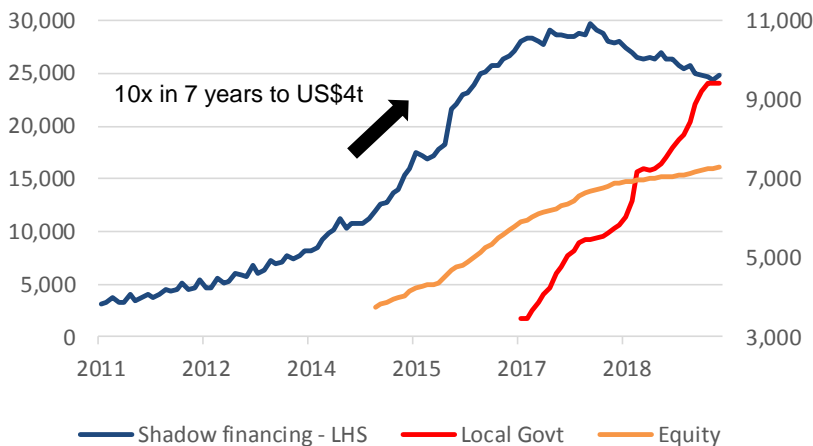
CH: Manufacturing PMI



CH: Fixed Asset Investments (YTD %)



CH: Financing Types (RMB bn)



CH: Retail sales of Goods (3MMA YoY %)



Source: CEIC, PSR, Bloomberg

5 themes for 2020



Source: unsplash.com

How did we fare in 2019?

2019 Themes

Attractive valuations **Pass**
Slower rate hiking cycle **1/2 Pass**
Trade truce **1/2 Pass**
U.S. data rolling over **Fail**
Turmoil in U.S. politics **1/2 Pass**

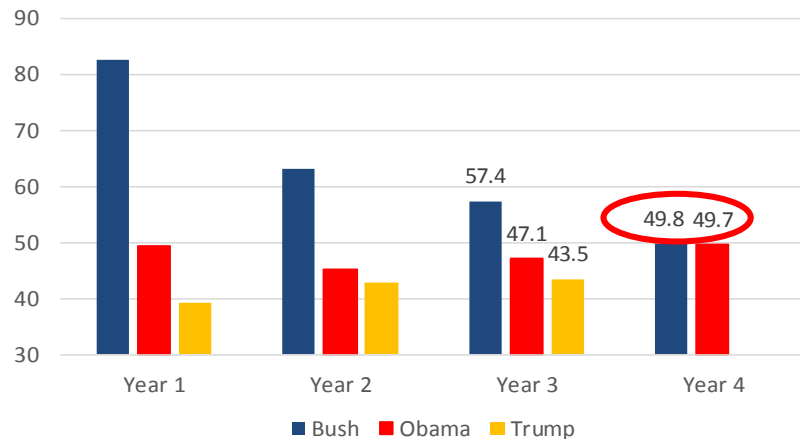
2020 Themes

Trade ceasefire
Domestic recovery
Buoyant electronics
Binary political events
Less momentum in rates

..... MOE: new PSLE markings focus on learning not a race to outdo others

Theme 1: Trade to technology war

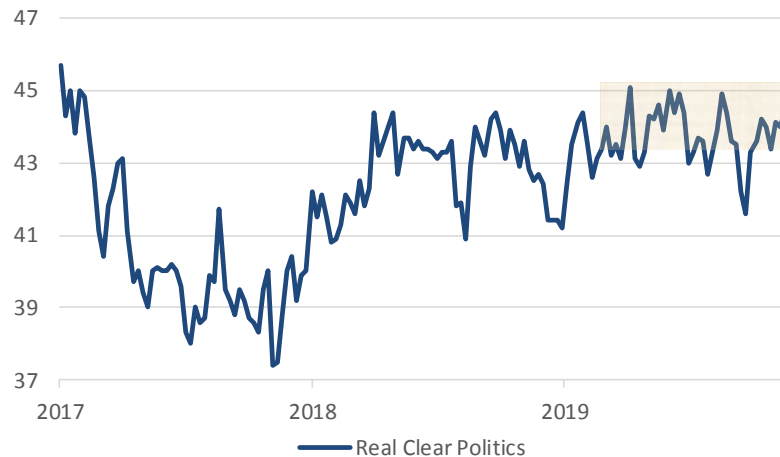
Approval Ratings - First Term



US: Farm Income (US\$bn- 6MMA)



Trump Approval Rating



- Ban technology sales to Huawei without approval (entity list)
- Ban Huawei/ZTE equipment
- Limit China investment in US technology

Source: CEIC, PSR, Bloomberg, real clear politics

Trade War: Soybean deal

Phase 1 / Mini-deal / Ceasefire

- CH buy \$50bn agri products p.a. by 2021 (\$24bn in 2017)
- China minimum import \$200bn goods and services from US by 2021 (\$128bn in 2017)
- China stop forced technology transfer
- US drop planned US\$160bn tariffs and cut tariffs US\$112bn goods to 7.5% (from 15%)

Timeline

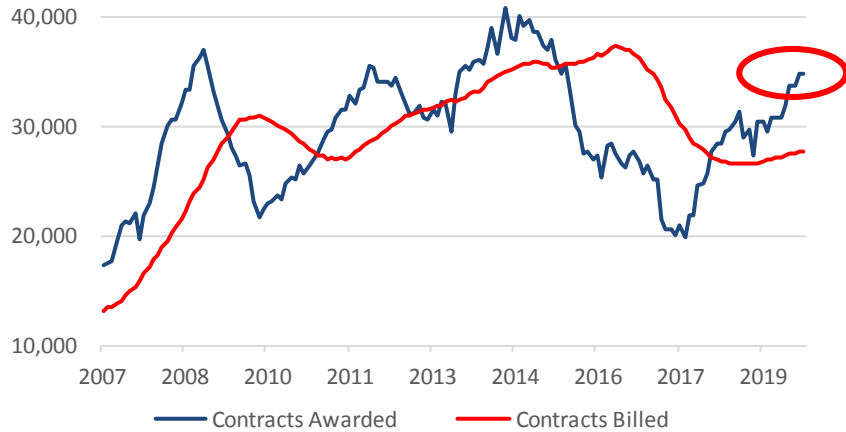
- Sign 15 January 2020 / Phase 2 begin when Trump goes Beijing

Issues

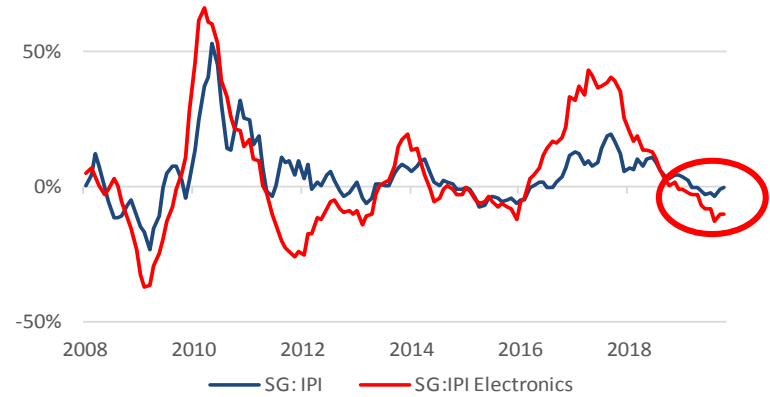
- State subsidies and China existing tariffs on US not resolved
- Narrative is hurt farmers and consumers for this
- Still 2/3 US imports from China face tariffs
- Average US tariff rise from 3% to 19.3%

Theme 2: Domestic recovery

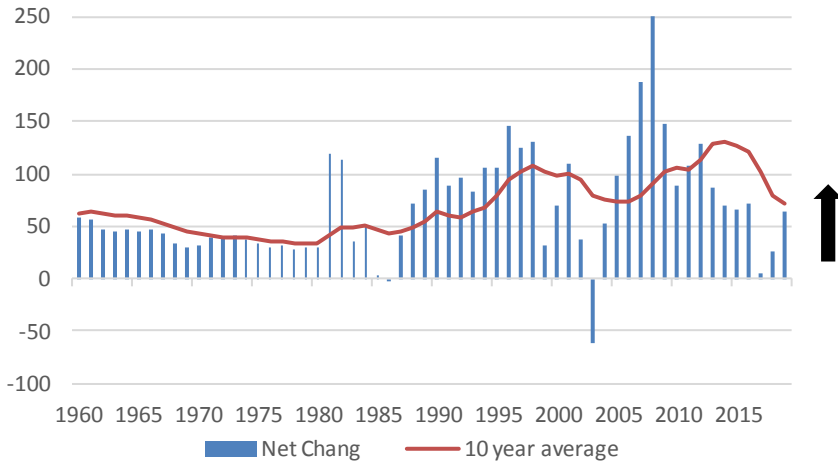
SG: Construction demand (S\$mn - T12M)



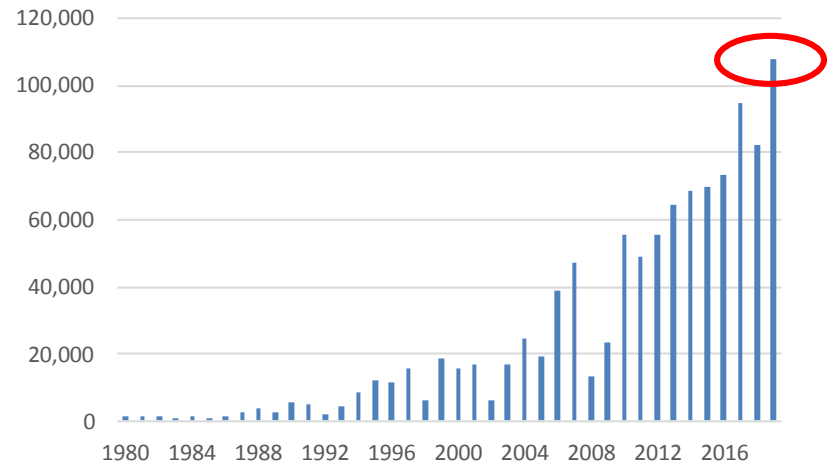
SG: Industrial production (3MMA YoY)



SG: Population (000s)



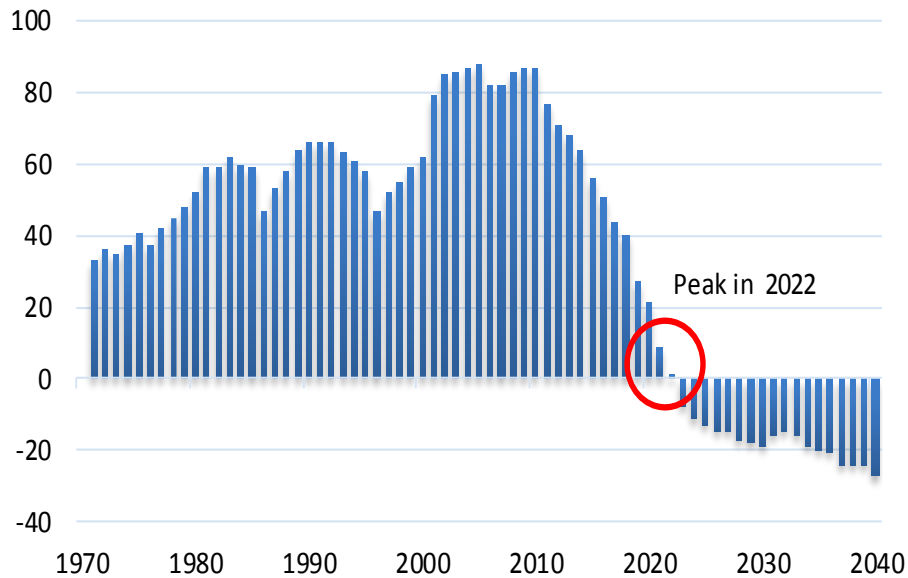
SG: Foreign Direct Investment (US\$m)



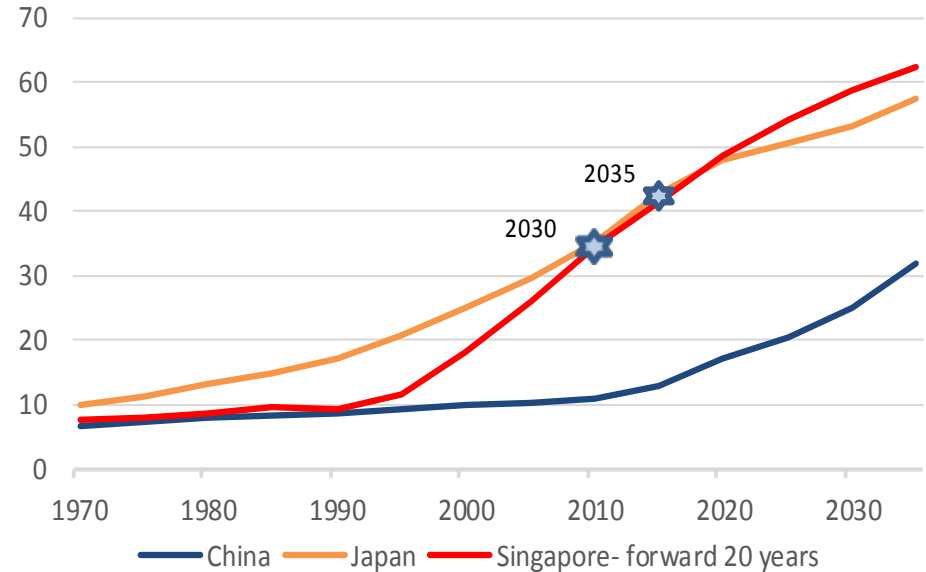
Source: CEIC, PSR, Bloomberg

Aging population structural worry

SG: Working Population Age 20-64 (000s)

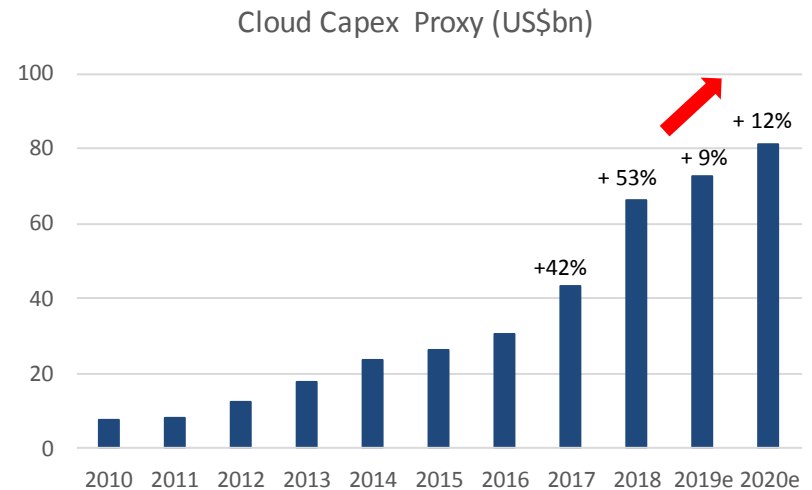
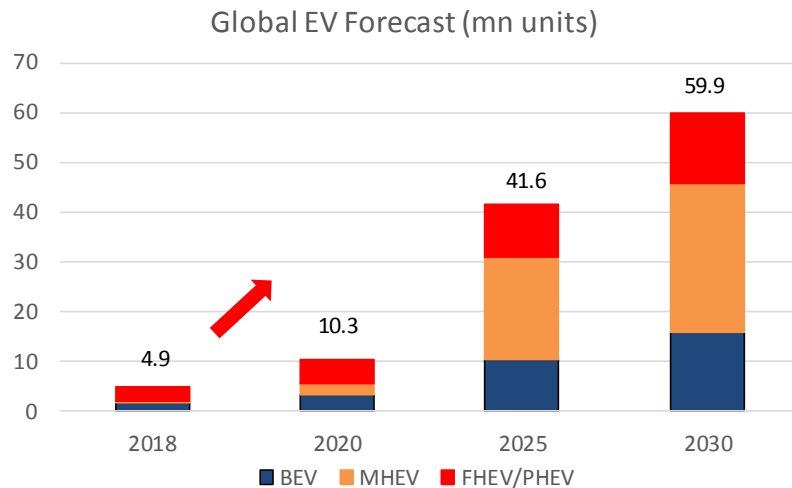
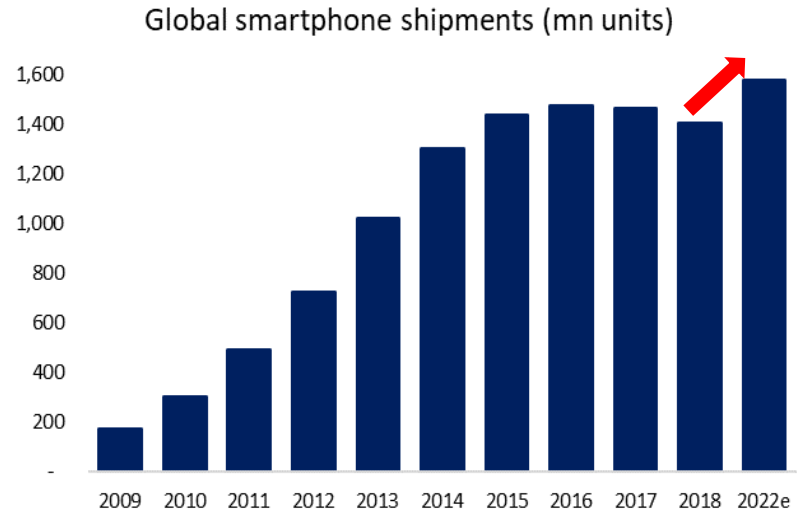
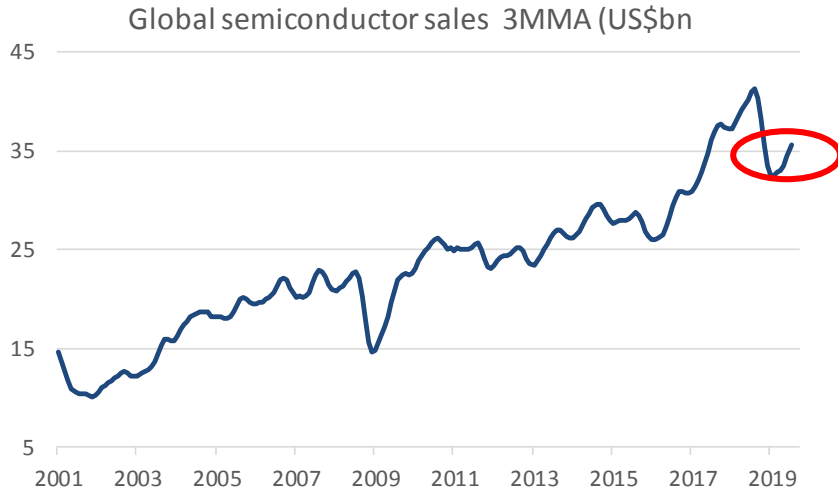


Old-Age Dependency Ratio (1970 - 2035)



Source: CEIC, PSR, United Nations Department of Economic and Social Affairs

Theme 3: Buoyant electronics, everything smarter



Source: CEIC, PSR, Gartner, WSTS, Infineon

Theme 4: Binary political events -3Mar/3Nov 2020



- Market rally
- More positive for China
- Raise indiv/corp/capital gain/transaction taxes
- Infrastructure plan



- Unknown strategy
- Climate change
- Gun control
- Buy the votes

What is common? Raise minimum wage, carbon tax, cap and trade, + Infrastructure stimulus in 2021



- Market drop to price the risk
- Challenge China
- Break large tech
- Ban fracking
- Wealth tax

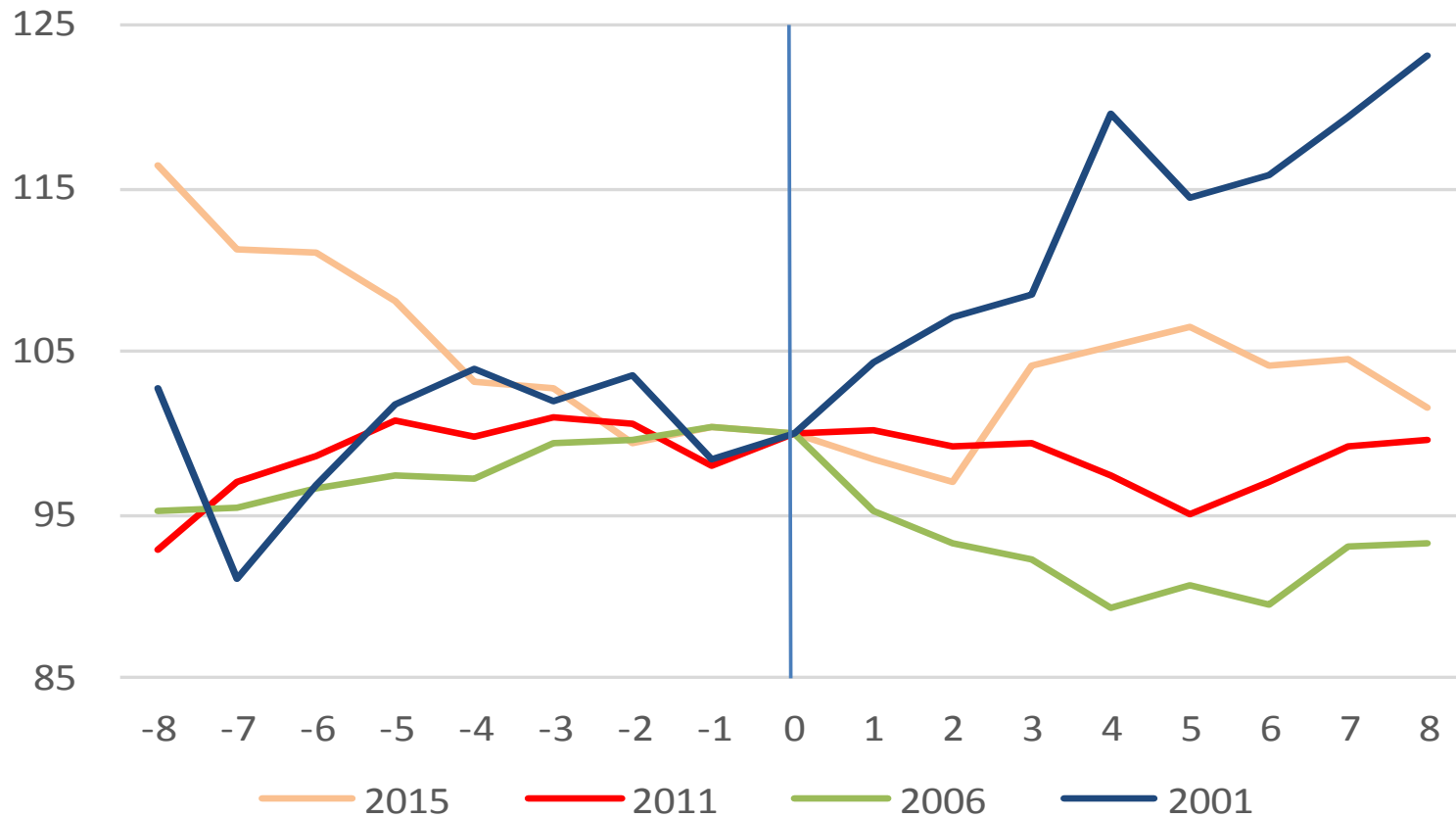


- Market drop to price the risk
- Challenge China
- Raise indiv/capital taxes
- Break large tech
- Cancel student debt

Source: CEIC, PSR, Bloomberg

Singapore election impact not clear

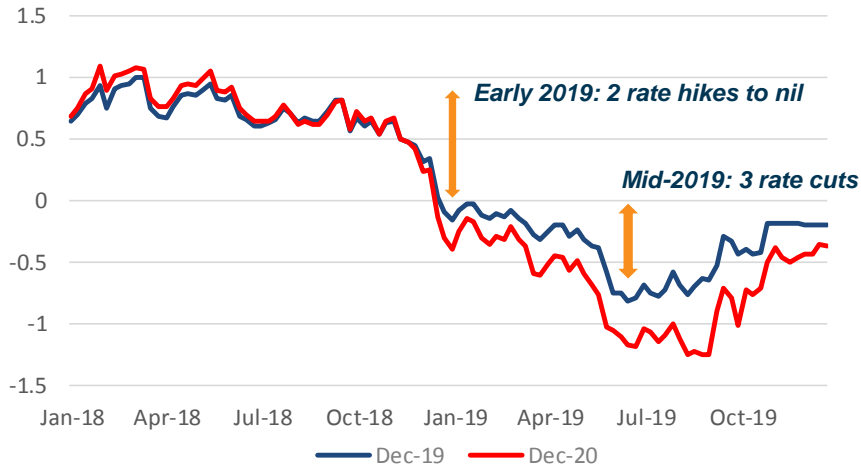
STI Weekly
Pre/Post Election



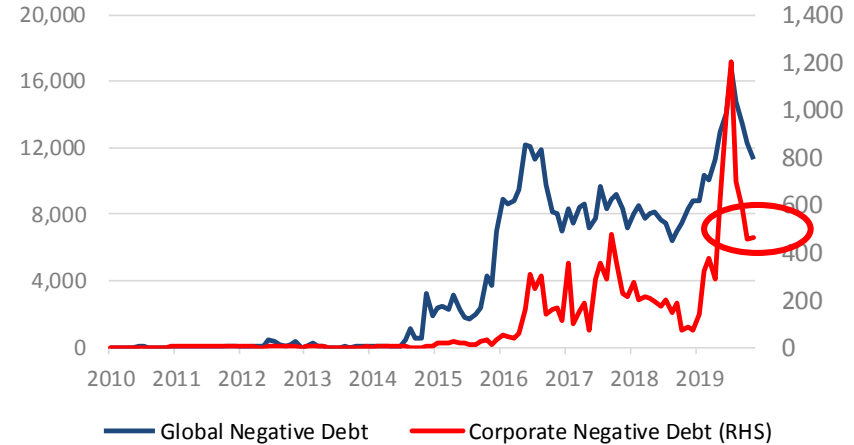
Source: CEIC, PSR

Theme 5: Less momentum in lower rates

Interest Rate Expectations



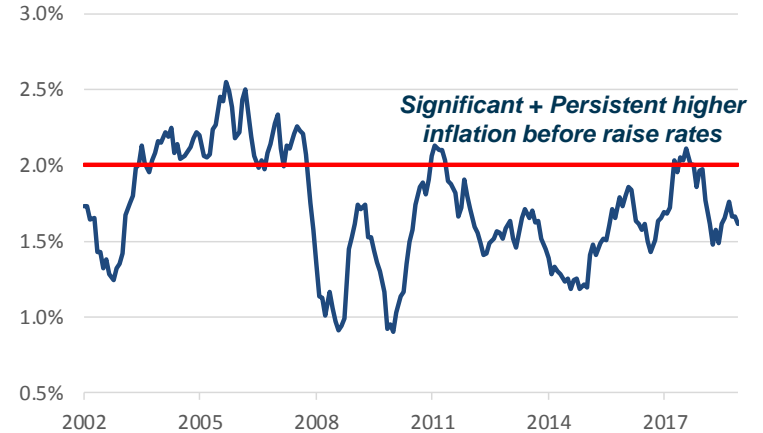
Negative Yielding Debt (US\$ bn)



BBG-Barclays Global Interest Rates



US: Core PCE Inflation (YoY)

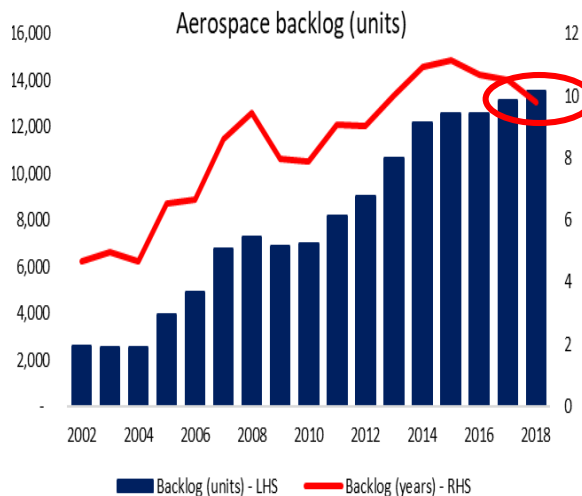
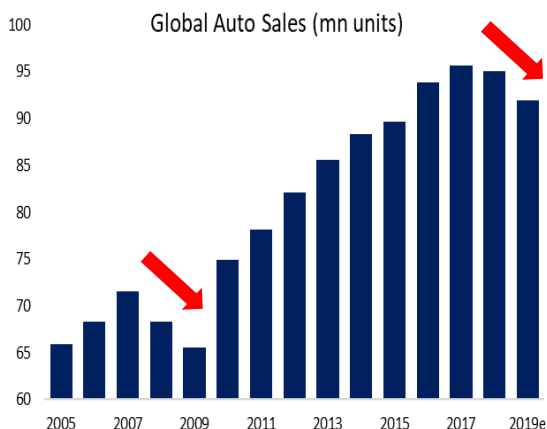


Source: CEIC, PSR, Bloomberg

Sector Views



Technology (Hardware): Structural tailwinds

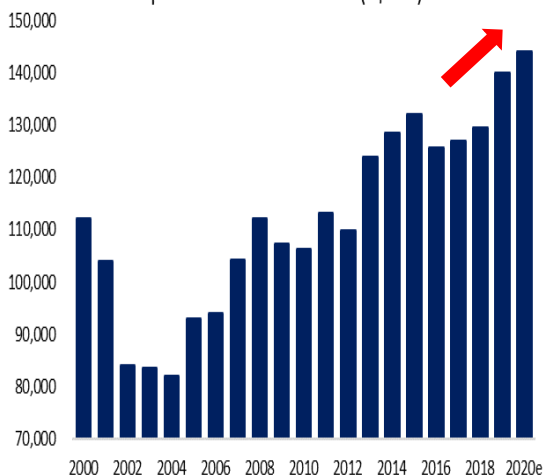


- **Auto:** emissions standards creates demand for hybrid / EVs (40% increase in electrical components)

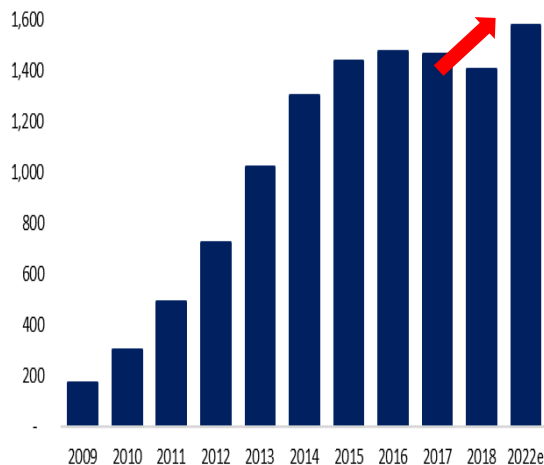
- **Aerospace:** 10 year backlog of orders

- **5G:** Not just another replacement cycle + unlimited data - unlimited storage - unlimited connectivity

Top 8 Global Telco CAPEX (\$\$mn)



Global smartphone shipments (mn units)



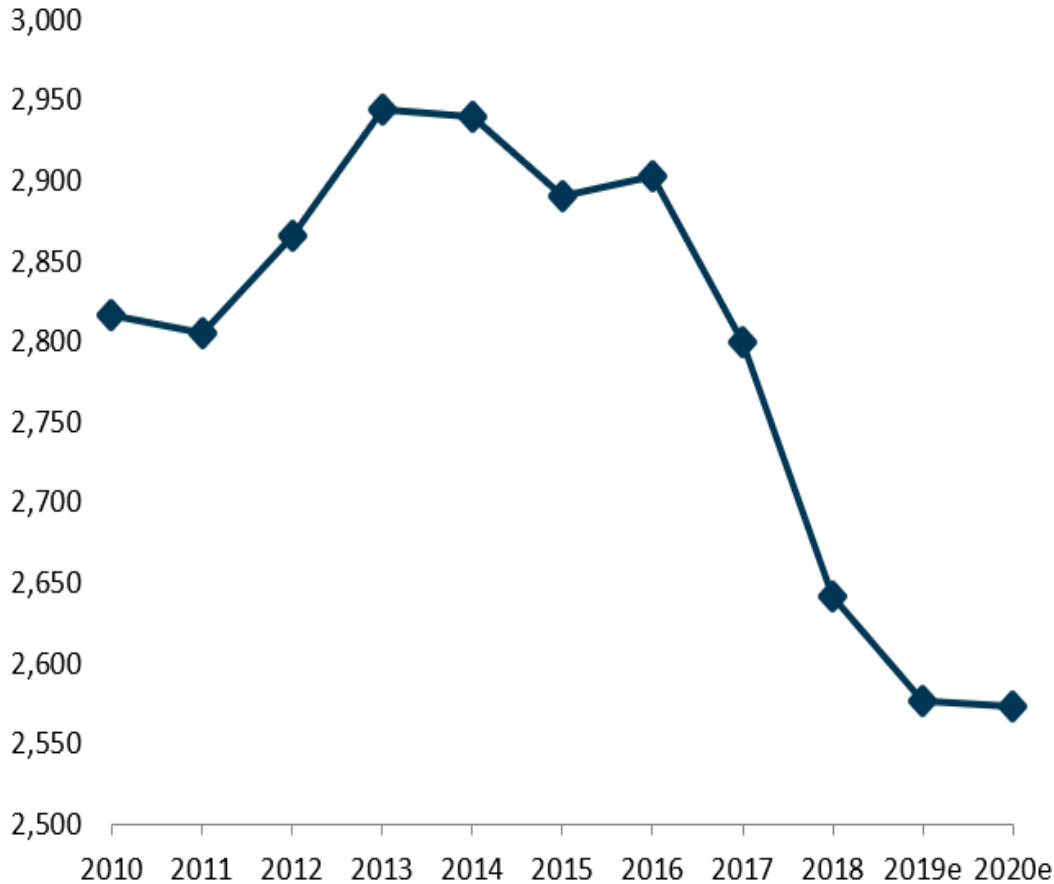
- **Semicon:** structural demand from cloud computing, auto, telecommunications and China 2025

- Rating: **OVERWEIGHT**

Source: Bloomberg, CEIC, PSR, Statista

Telecom: Higher mobile competition to be contained

Singapore Industry EBITDA (\$\$mn)



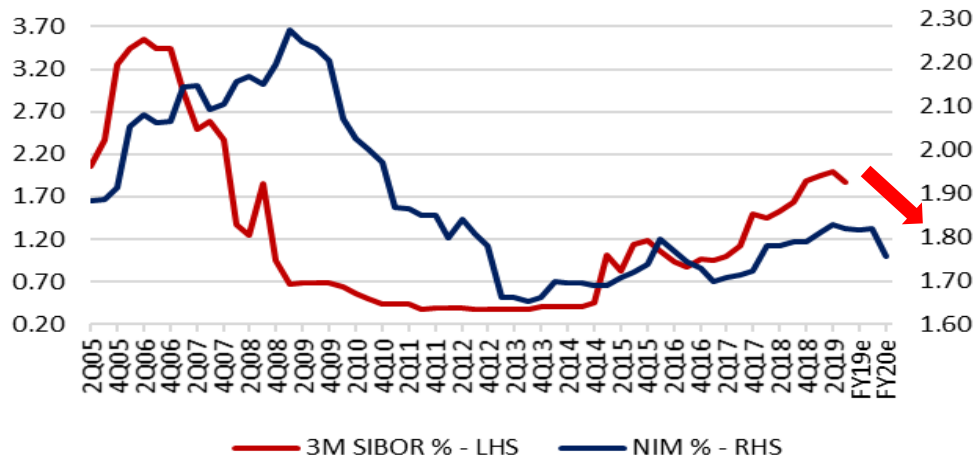
* excluding M1

Source: Company,PSR

- **Mobile:** New entrant threat will be contained. Opportunity for TPG has passed.
- **Pay-Tv:** Cable to fibre migration accelerated attrition, steadier base (new customers locked in for 2yrs), pricing should improve post promotional period
- **Enterprise:** Stabilise after contract renewal cycle, 5G brings exciting opportunities to data analytics & AI
- **5G:** 50% nationwide coverage by end 2020
 - Four 5G network (2 nationwide + 2 localised)
- Rating: **OVERWEIGHT**

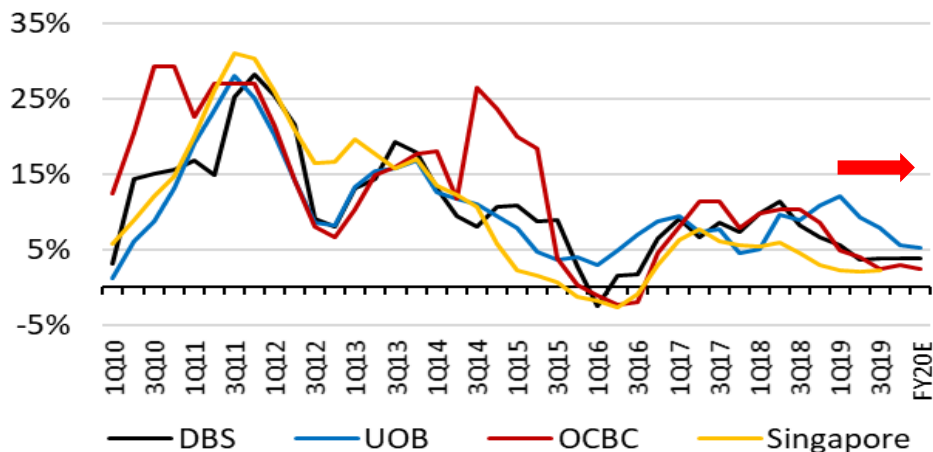
Banking – Dividend growth + well capitalised

Singapore Banks Margins



- Fed cut limits NIM expansion
- Easing funding pressure as FD rates start to trend down
- Asset quality at benign levels but volatile credit costs ahead
- Low to mid single-digit loans growth
- FY20e NIM contraction of 6.5bps = 3.5% PATMI impact
- Rating: **OVERWEIGHT**

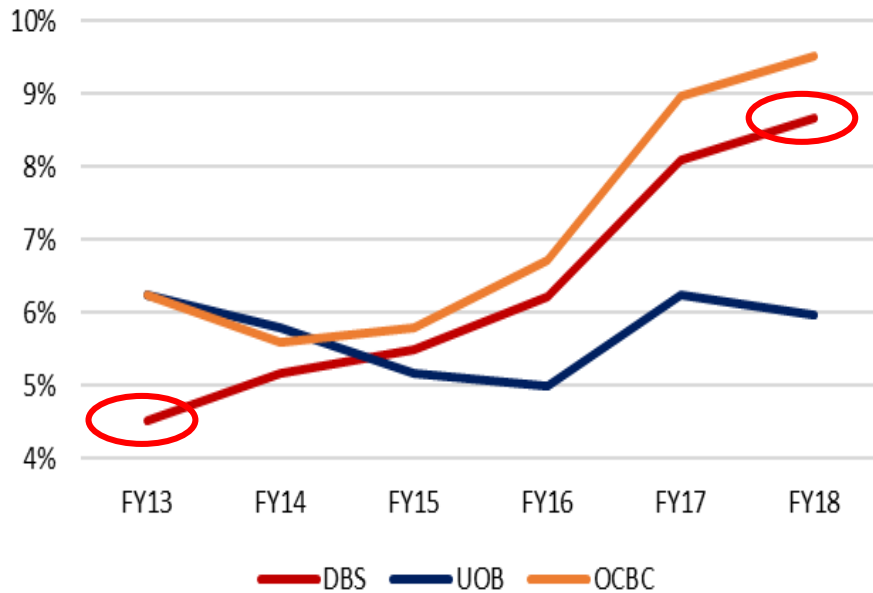
Gross loans growth (YoY%)



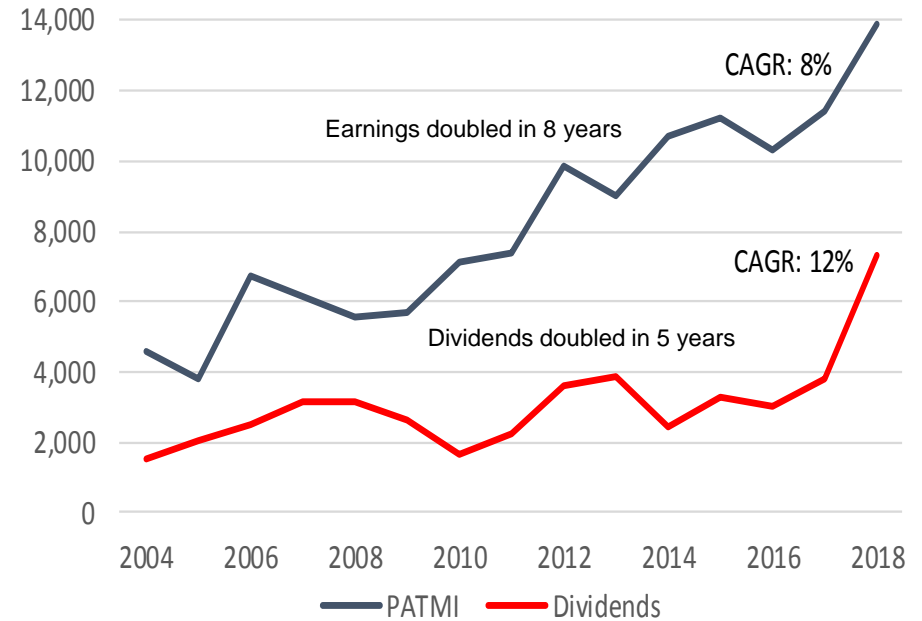
Source: PSR, CEIC

Wealth management and dividends structural growth

WM as % of total Income (Annualised)

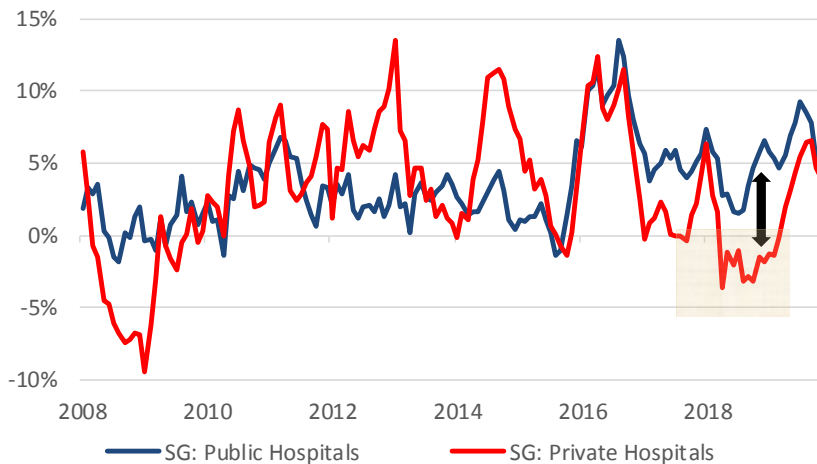


SG: Banks (2004-18 - S\$mn)

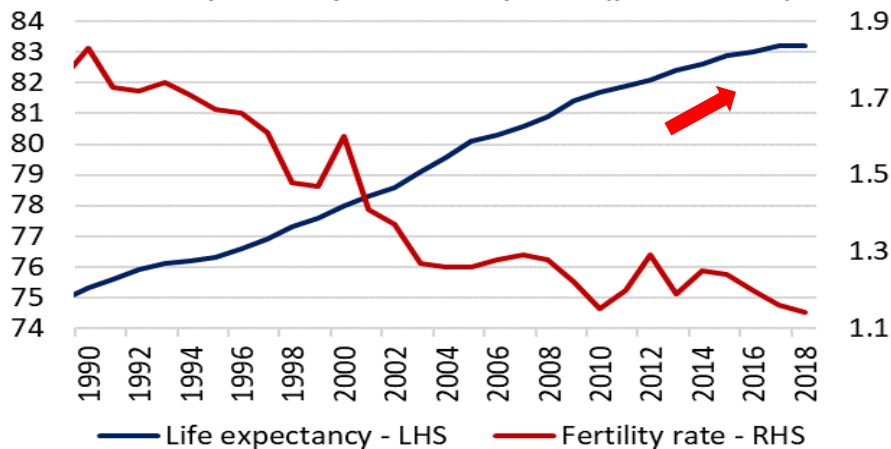


Healthcare – Structural drivers intact

SG: Healthcare Admissions 3MMA (YoY)



Life expectancy vs Fertility rate (per female)

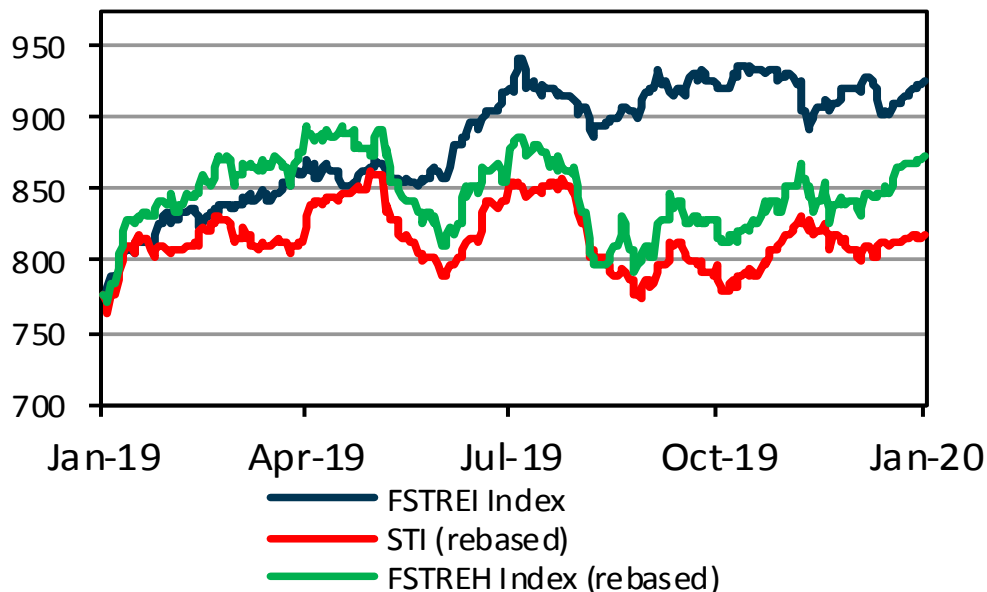


- Long-term structural drivers intact
 - i. Rapidly ageing population;
 - ii. Longer life expectancy;
 - iii. Rise of lifestyle diseases
- Stabilisation in Singapore's medical tourism
- Searching growth overseas
- Private healthcare not sheltered from macro headwinds - patients may seek out more affordable options
- Positive on the long-term outlook
- Rating: **NEUTRAL**

Source: PSR, CEIC

Property Developers and REITs Outperform STI

FSTREI VS. STI



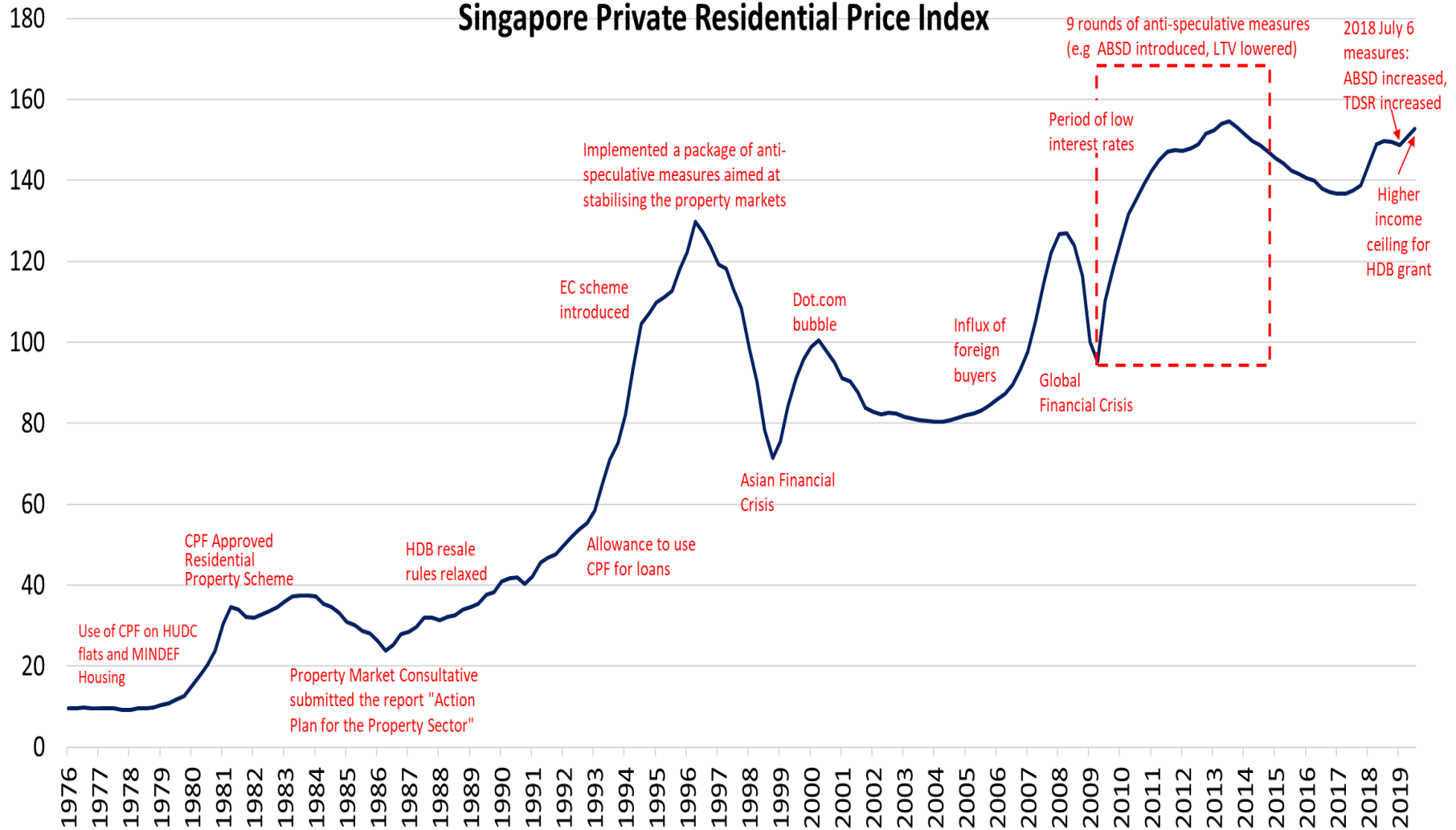
INDEX RETURN (%)

	1MTH	3MTH	YTD	1YR
FSTREI RETURN	0.2	1.0	25.5	25.5
FSTREH RETURN	3.4	5.3	15.3	15.3
STI RETURN	1.1	3.9	9.4	9.4

Source: Bloomberg, PSR

Private Residential Index +2.5% in 2019

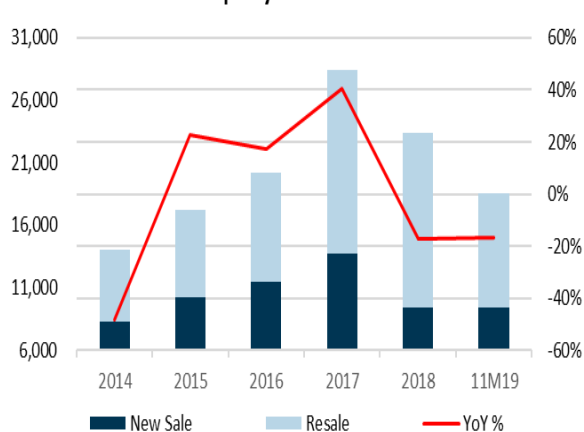
Singapore Private Residential Price Index



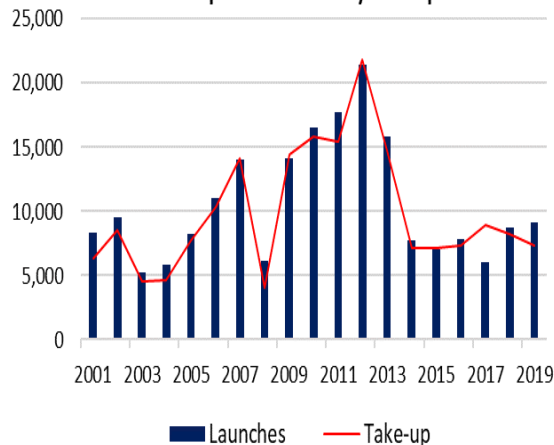
Source: Bloomberg, PSR

Property transactions moderating

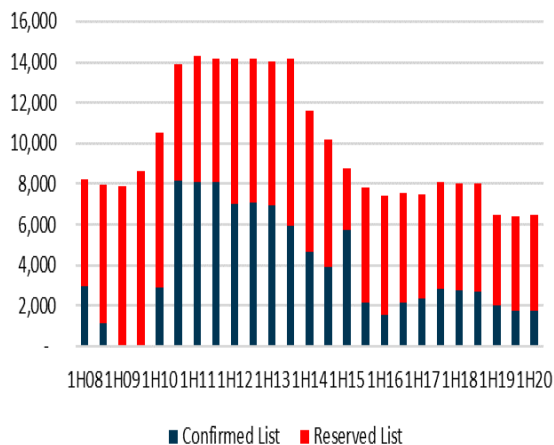
Recent Property transaction volumes



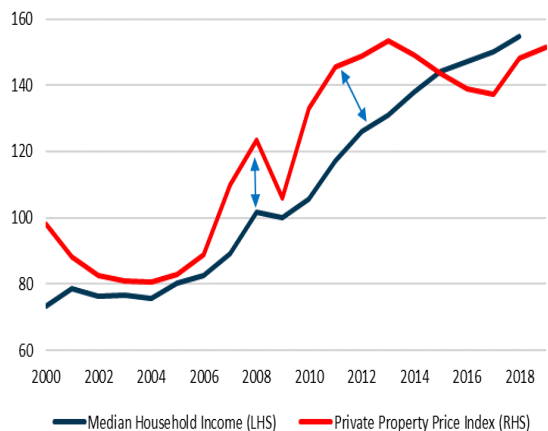
Uncompleted Launches/take-ups



Residential Government Land Sales



Private Residential Price Index vs Median Household Income (2009=100)



- 35,529 unsold units in the pipeline vs average of c.9,800 primary sales 2018/19
- GLS low, with 27.3% of the 6,490 units on the confirmed list
- Enhanced housing grant will help HDB upgraders
- Property prices largely propped up by income growth
- Property prices to increase between 0-5%
- Focus: Recurring Income Redevelopment + Capital Recycling
- Maintain **NEUTRAL**.
- Stock pick: CapitaLand (Buy)

Source: Bloomberg, PSR

SG: Redevelopment Play – Master Plan 2019

▪ **CBD Incentive Scheme (25% - 30%)**

- ✓ At least 20 years from last TOP
- ✓ Predominantly **office** developments
- ✓ Minimum site area:
 - ❖ Anson (1,000 sqm)
 - ❖ Cecil Street, Robinson Road, Shenton Way, Tanjong Pagar (1,000 – 2,000 sqm)
- ✓ Mixed-use: Residential, Commercial, Hotel

Potential beneficiaries:

- Suntec REIT (One Raffles Quay, MBFC)

▪ **Strategic Development Incentive (SDI) Scheme**

- ✓ At least 20 years from last TOP
- ✓ Predominantly **commercial** asset in:
 - ❖ Orchard Road
 - ❖ CBD
 - ❖ Marina Centre
- ✓ Enhance public infrastructure
- ✓ Promote active mobility

Potential beneficiaries:

- SGREIT (Wisma Atria, Ngee Ann City)
- Suntec REIT (Penang Road)

Source: Bloomberg, PSR

FTSE S-REIT total return up 25.5% in 2019

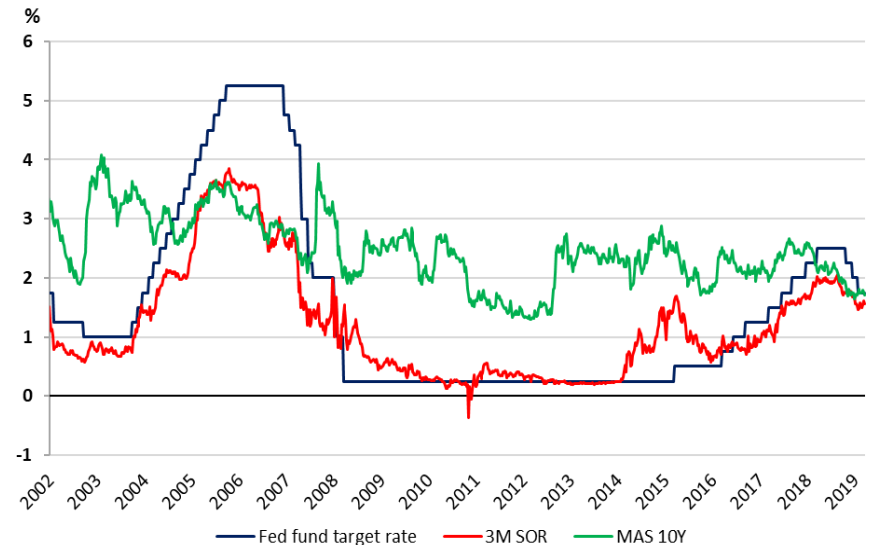
FTSE REIT Index Yield Spread over 10YSGS



Source: Bloomberg, PSR

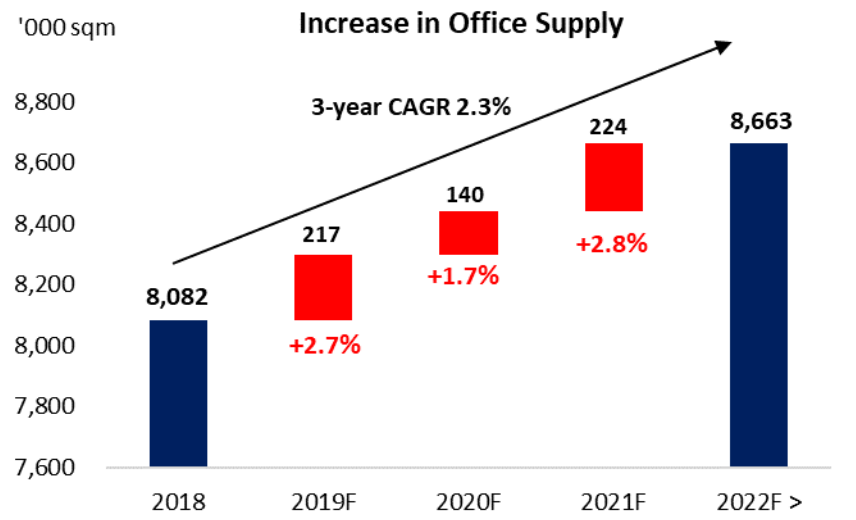
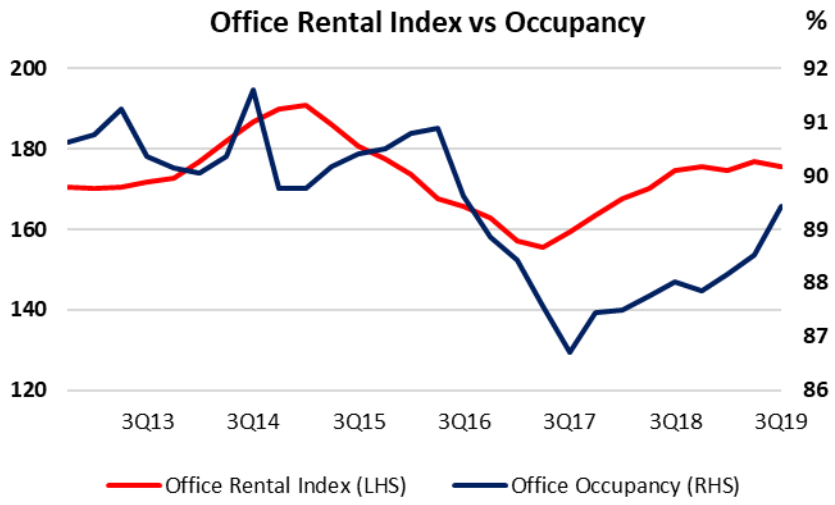
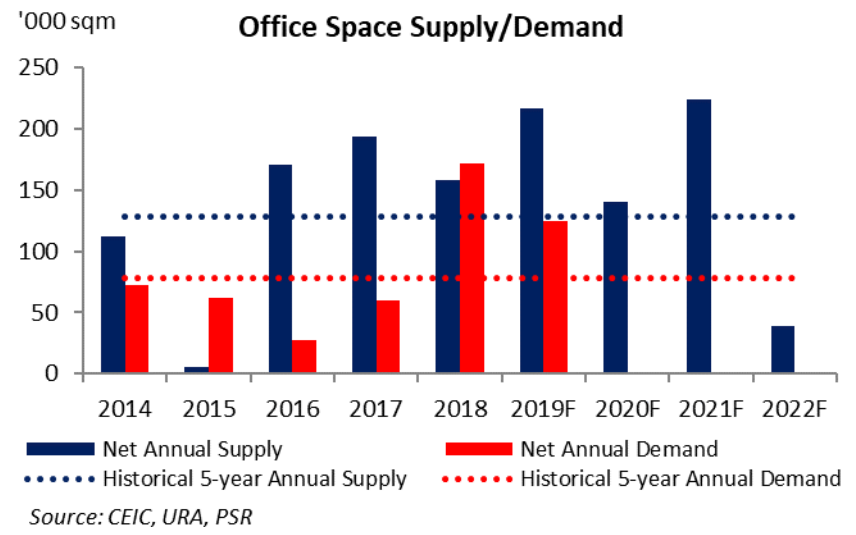
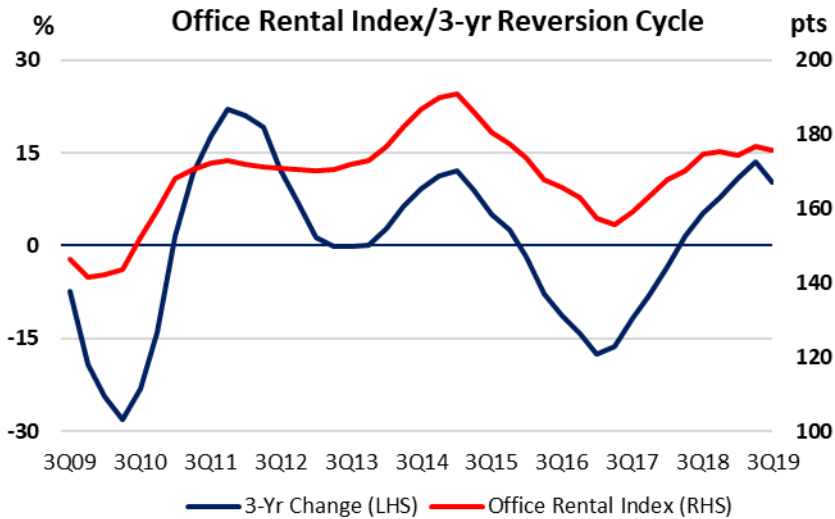
- **S-REIT dividend yield:** 4.38% (-26bps YTD)
- **10YSGS yield:** 1.71% (-42bps YTD)
- Current **yield spread** of 267bps is at the -1.2sd level (historical average: 351bps)

Fed Fund Rates vs SG rates



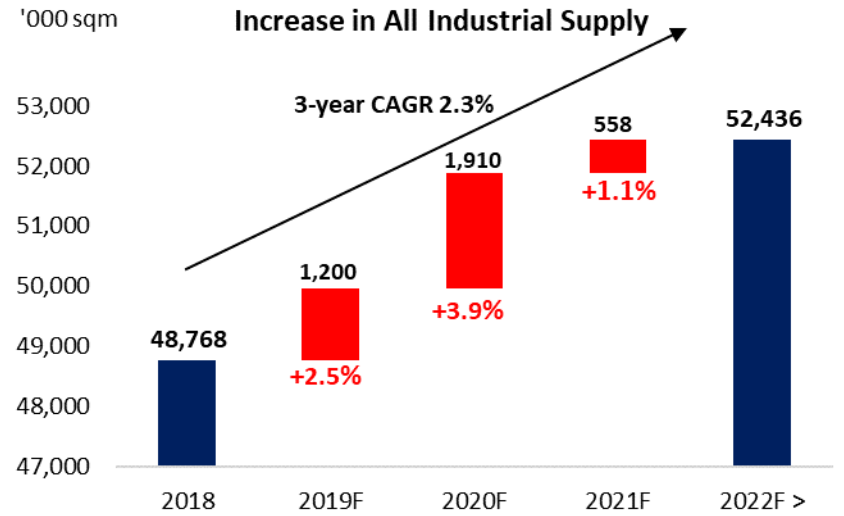
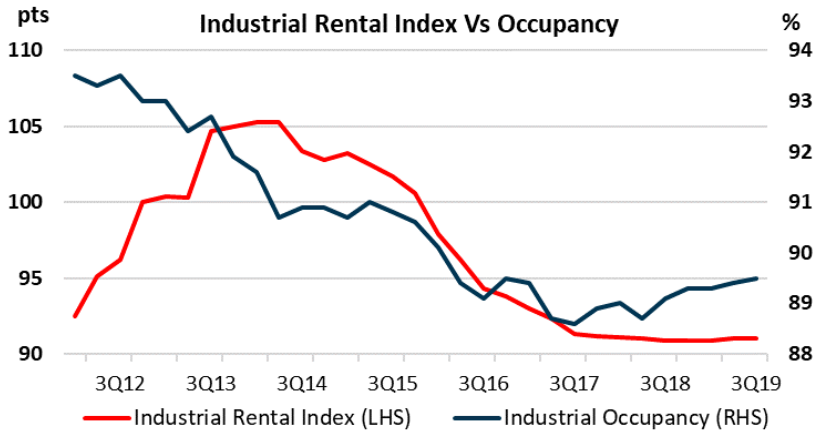
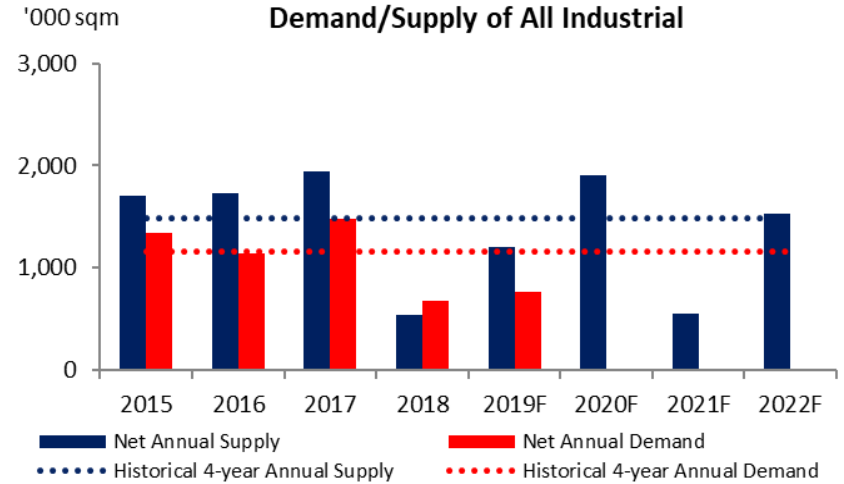
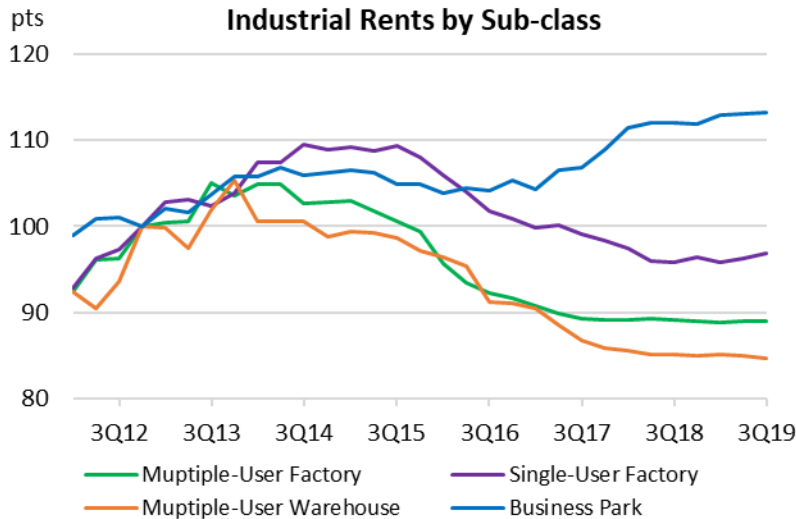
- **3-month SOR: 1.75% (Jan19: 1.97%)**
- Lower interest rate environment conducive for REITs – makes acquisitions more accretive.
- Raised \$9.5bn from equity markets (2018: \$4.7bn)

Commercial – Riding The Upcycle



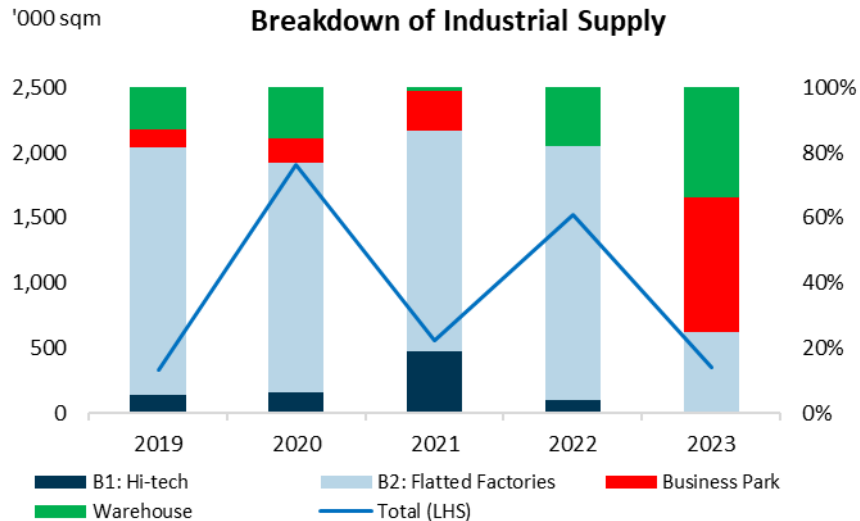
Source: Bloomberg, PSR

Industrial – Opportunities For Those Who Seek



Source: Bloomberg, PSR

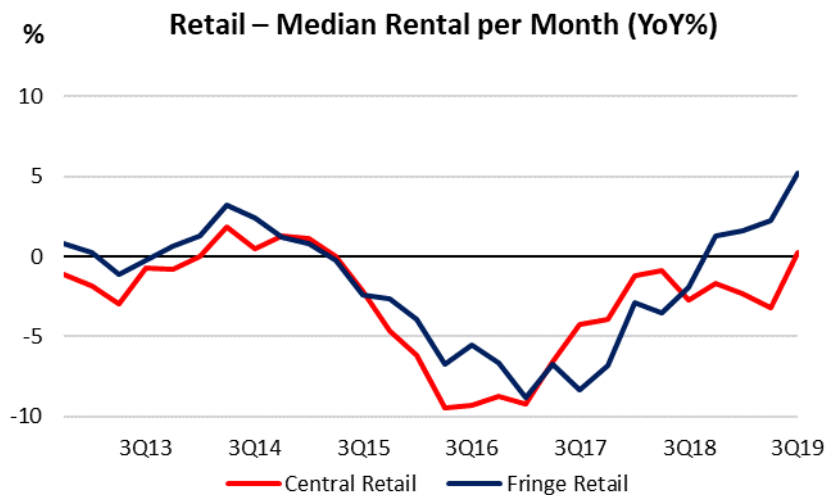
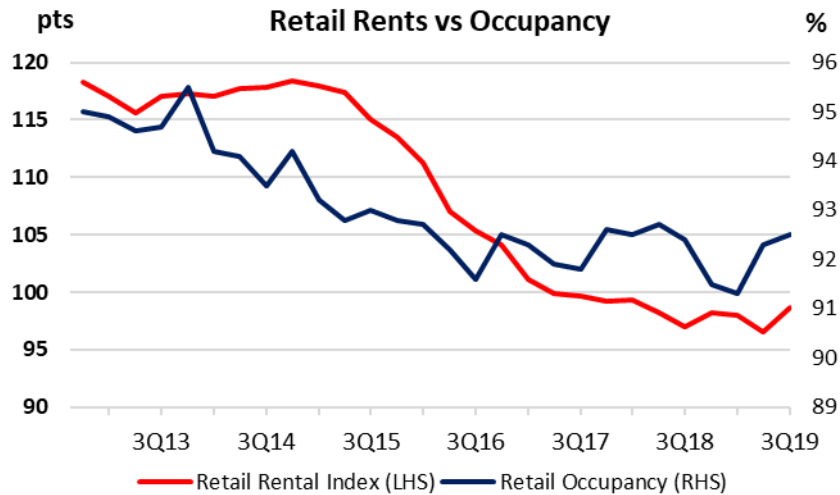
Industrial – Opportunities For Those Who Seek



Source: Bloomberg, PSR

- Industrial supply to grow at a CAGR of 2.3% (3-year historical: +3.1%)
- Strong competition among flatted factories (accounts for 68%-78% of supply)
- Asset redevelopment, repositioning, rejuvenation
- Demand for Hi-tech assets and data centers.
- **Stock pick: Ascendas REIT (Accumulate)**

Retail – Still Hanging In There

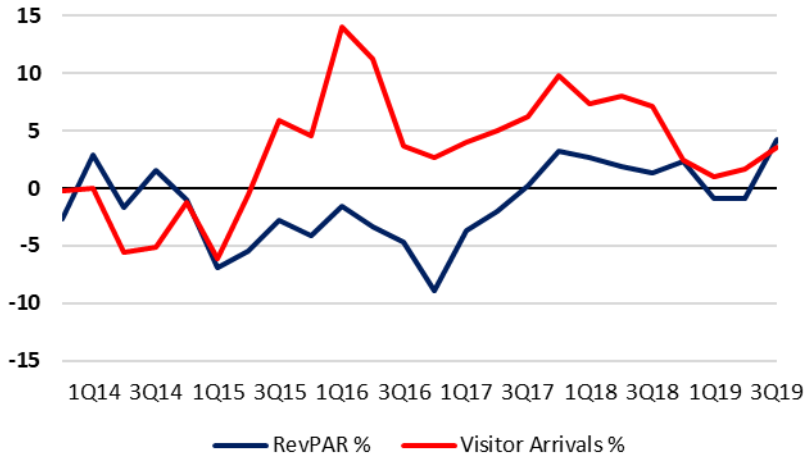


- 172k sqm (+2.8%) of retail space was well absorbed
- Outperformance of fringe retail rents
- Muted supply (c.70k sqm) coming onto the market in 2020 and 2021
- REITs under our coverage managed to secure rental reversion in the low single digits – weaker tenant sales still outperformed RSI Ex MV Index

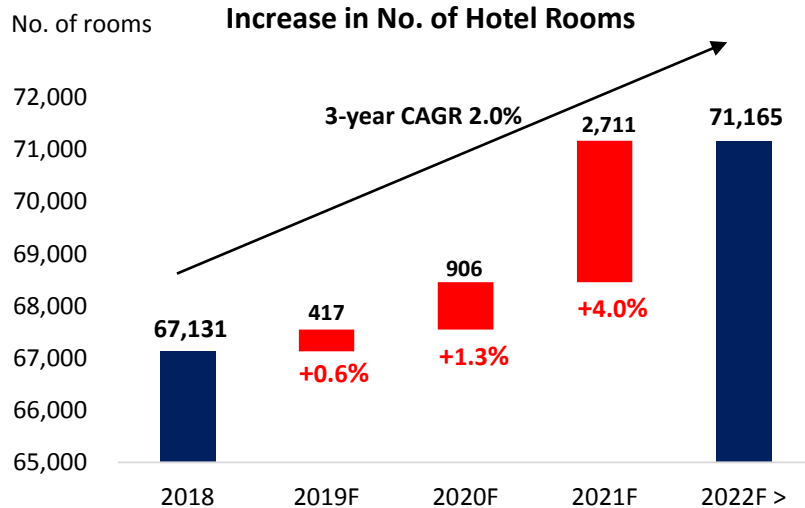
Source: Bloomberg, PSR

Hospitality – Picking Up At Last

Hotel RevPAR bs Visitor Arrivals YoY



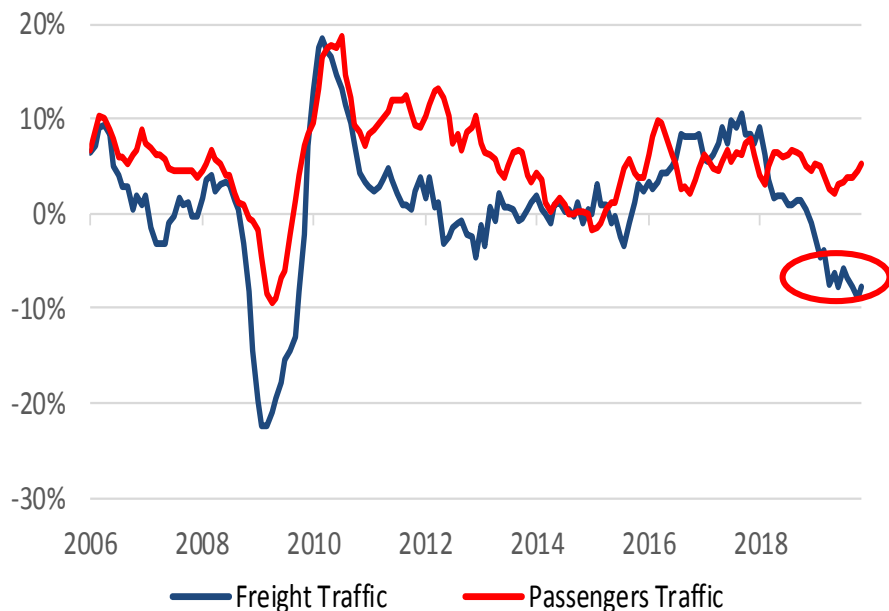
- Tapering room supply; 3-yr CAGR of 2.0% vs historical 3-yr CAGR of 4.2%
- 2020 will be a biennial year – SG Air Show
- RevPARs and occupancy to improve
- Favour diversified plays for income diversification
- **Stock pick: Ascott Residence Trust (Accumulate)**



Source: Bloomberg, PSR

Aviation: SATs the better way to invest

SG: Changi Airport Activity
(3MMA - YoY)



SIA: Share price - past 20 years (S\$)



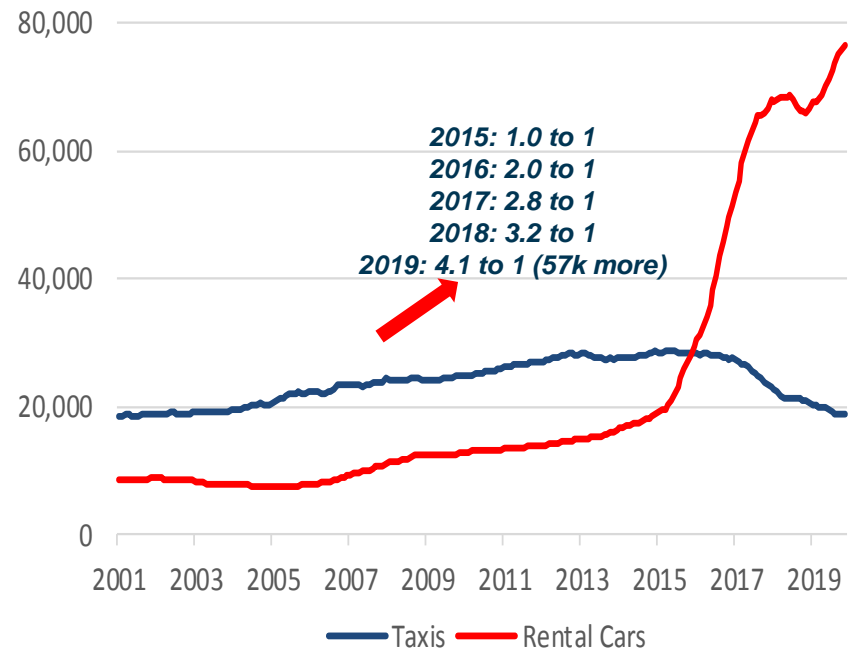
Source: CEIC, PSR

Land Transportation - Taxi overwhelmed

SBS: Ridership and Growth (3MMA)

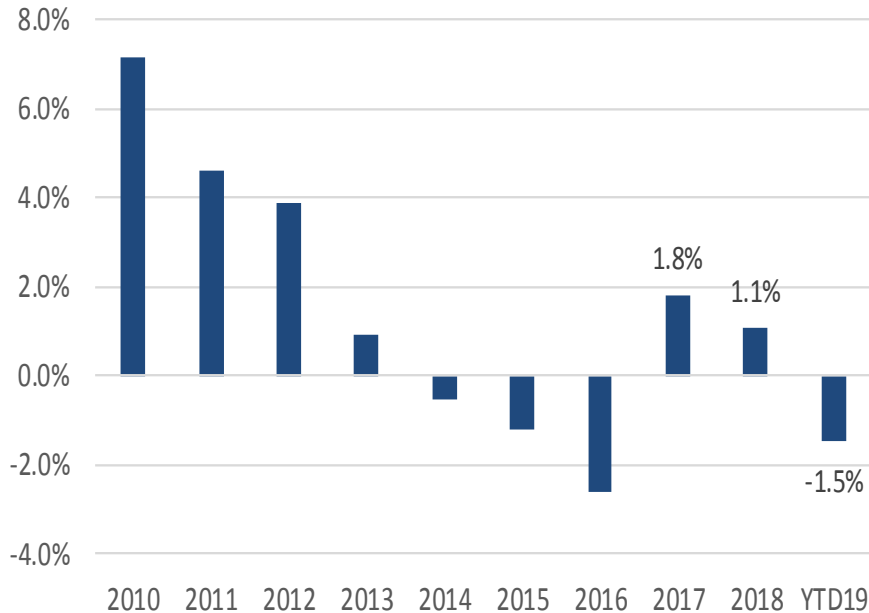


Taxi vs Private-Hire (units)

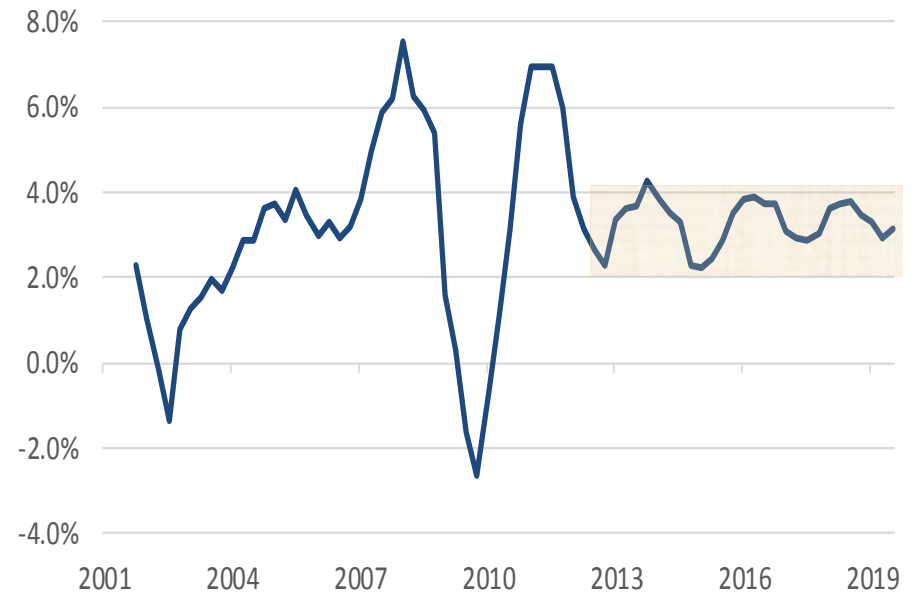


Consumer: Improving property sales will help

SG: Retail Sales Ex MV (Annual YoY)



SG: Average Monthly Wage Growth (4QMA - YoY)



Source: CEIC, PSR

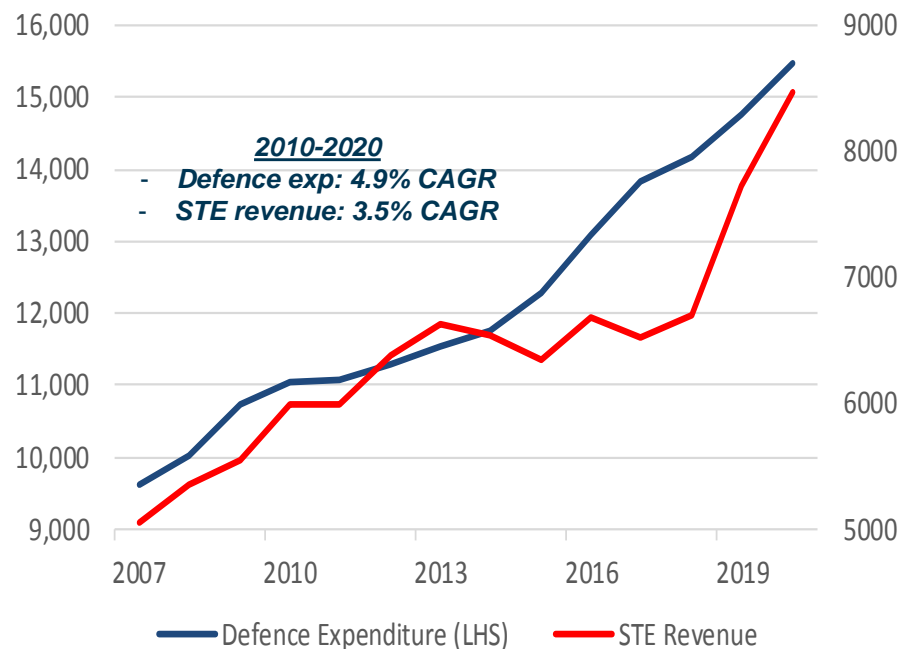
Source: CEIC, PSR

Happy building material suppliers

SG: RMC Demand (3MMA - YoY)

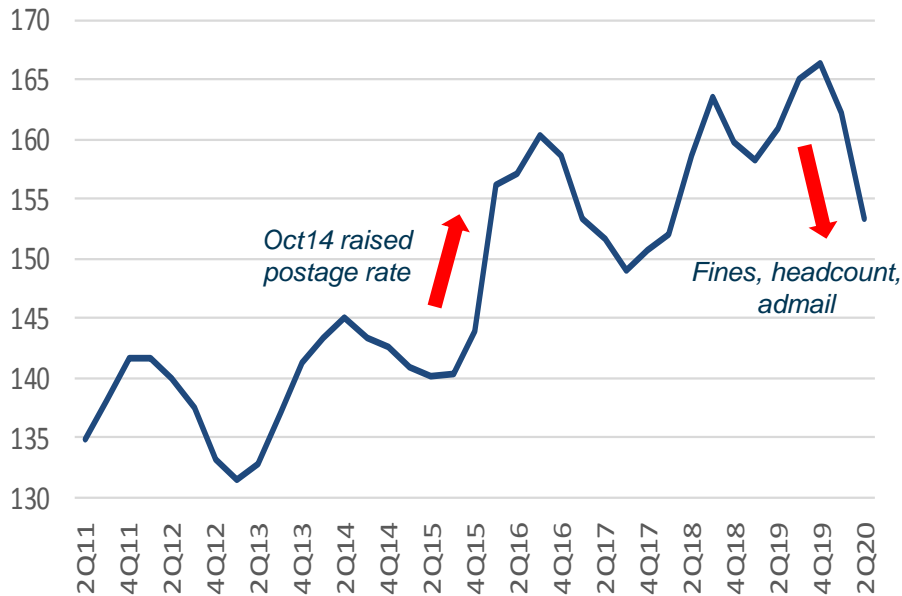


Defence budget vs STE revenue (\$\$mn)

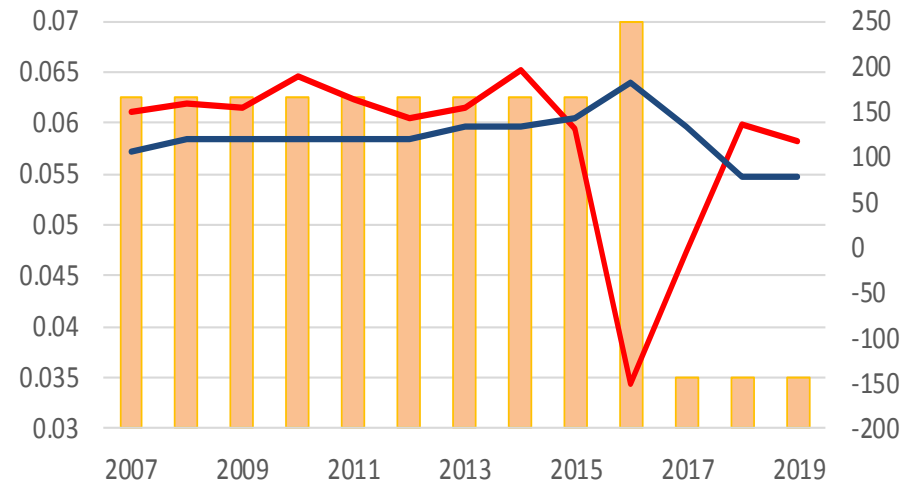


Postal : A monopoly turning around

Singpost - Operating profit
(Mail - S\$mn annualised)



SingPost Dividends and Cash-flow

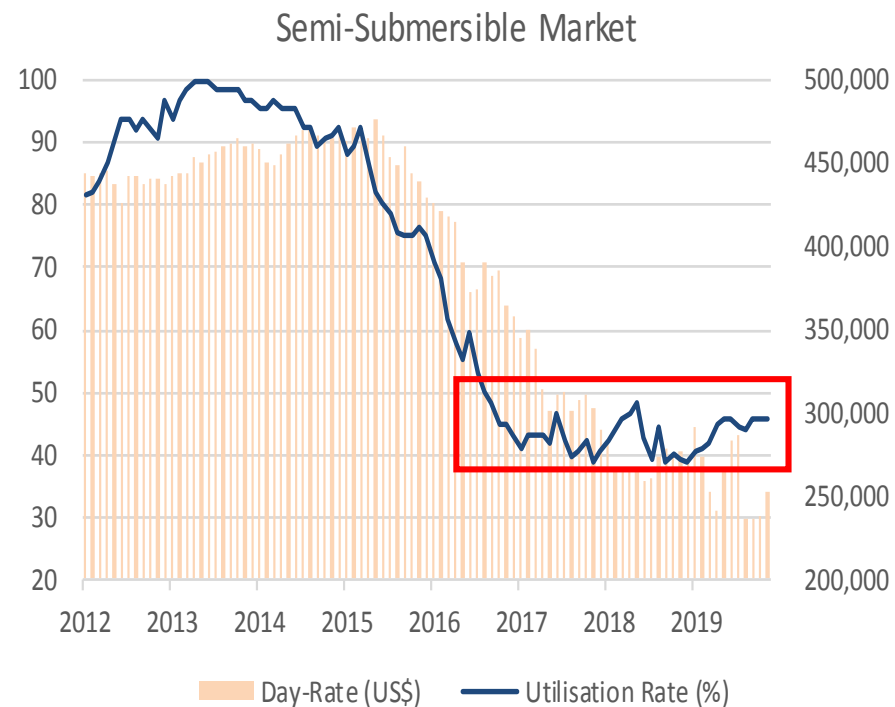
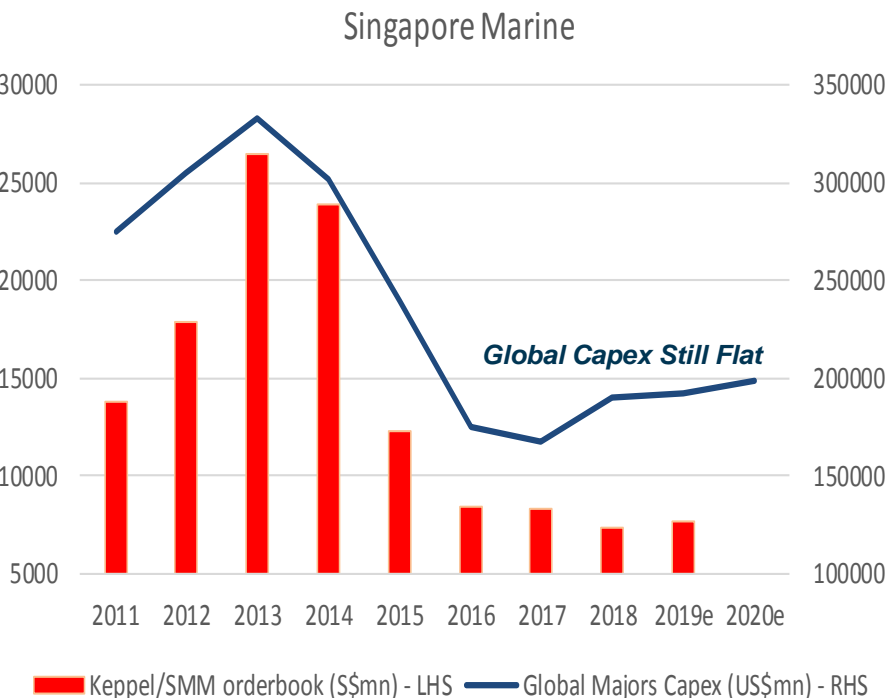


DPU (\$\$) - LHS FCF (S\$mn) Dividends paid (S\$mn)

Dividends \$140mn cut to \$80mn vs FCF S\$120mn

Source: CEIC, PSR

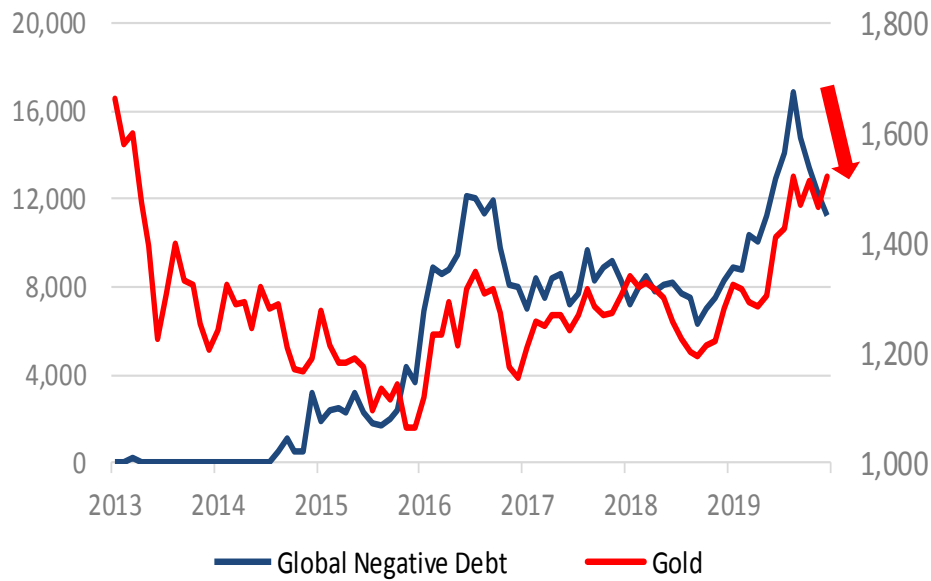
Marine Sector: Not yet...still bottoming out



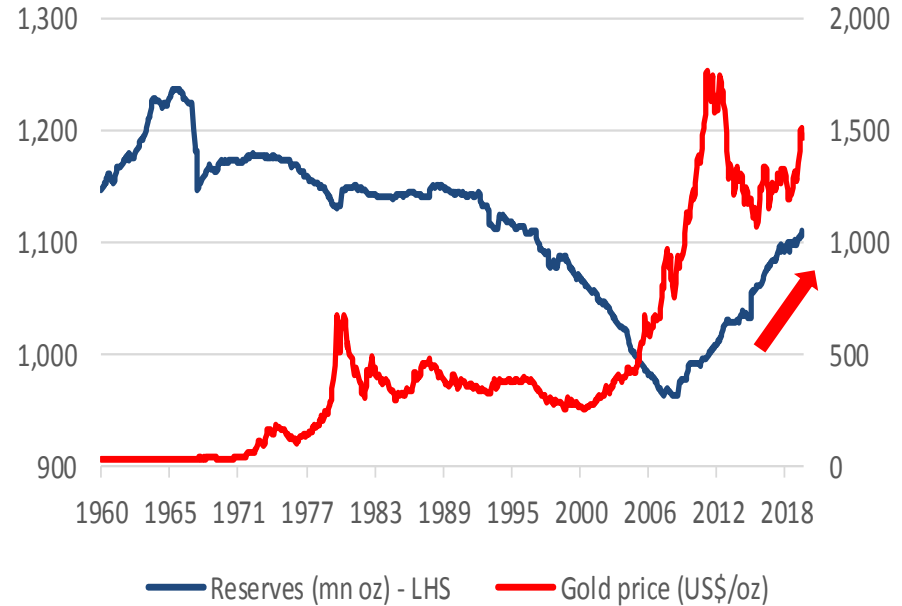
Source: CEIC, Bloomberg, PSR

Gold: Outguess the other guessers

Negative Yielding Debt (US\$ bn) vs Gold Price (US\$/ounce)



Gold Reserves vs Gold Price



Source: CEIC, PSR

The Phillip Absolute 10

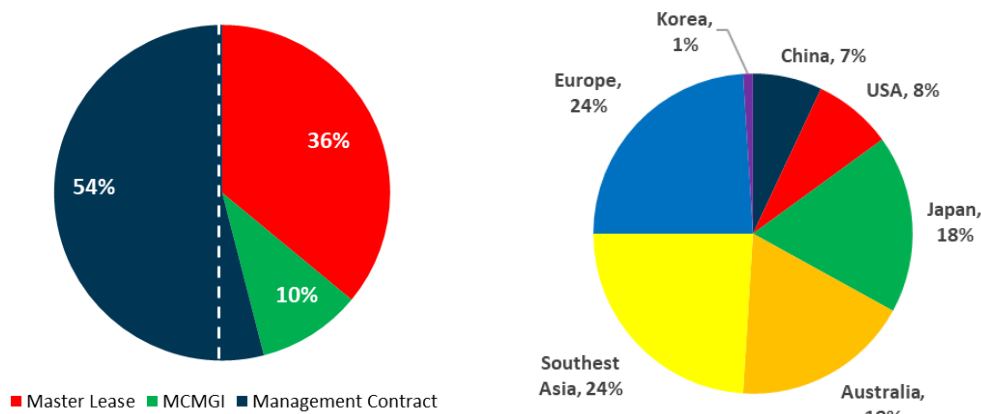
Telecommunication and tech heavy, reduced financials

Company	1M	3M	YTD	Rating	Target Px (\$)	Share Px (\$)	Upside	Mkt Cap (US\$m)	Dvd. Yield
Yield									
Ascott REIT	-1.5%	0.8%	23.1%	Accumulate	1.36	1.33	2%	2,151	5.4%
NetLink	1.1%	6.2%	23.5%	Accumulate	0.99	0.95	5%	2,734	5.5%
Dividend Growth									
Frasers Centrepoint (new)	1.8%	2.6%	29.6%	Accumulate	3.11	2.81	11%	2,331	4.3%
UOB	2.3%	2.9%	7.5%	Accumulate	27.8	26.41	5%	32,705	3.8%
Growth									
PropNex	1.0%	3.0%	7.3%	Buy	0.59	0.52	15%	141	7.2%
Sheng Siong	-0.8%	11.7%	17.0%	Accumulate	1.32	1.24	6%	1,384	2.7%
Venture	2.1%	5.8%	16.1%	Accumulate	17.18	16.20	6%	3,469	4.3%
Re-rating Plays									
CapitaLand	1.9%	6.2%	20.6%	Buy	4.20	3.75	12%	14,036	3.2%
Starhub (new)	1.4%	9.2%	-18.9%	Accumulate	1.58	1.42	11%	1,825	6.3%
Singtel	-0.3%	8.7%	15.0%	Accumulate	3.53	3.37	5%	40,847	5.2%
Average	0.9%	5.7%	14.1%				8%	101,623	4.8%

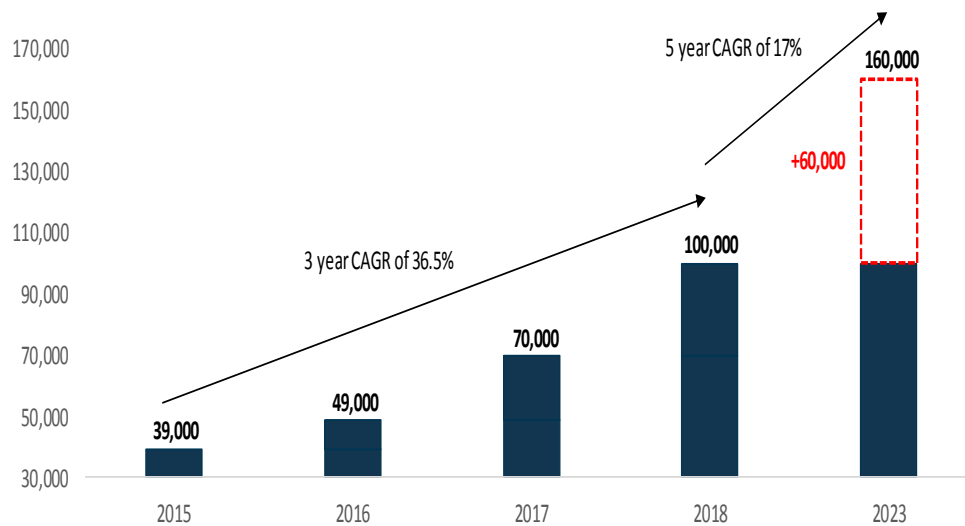
	Absolute 10	STI
Jan19	7.2%	4.0%
Feb19	0.6%	0.7%
Mar19	-0.7%	0.0%
Apr19	2.2%	5.8%
May19	-2.0%	-8.3%
Jun19	6.5%	6.5%
Jul19	1.6%	-0.6%
Aug19	-3.8%	-5.9%
Sep19	0.0%	0.4%
Oct19	4.2%	3.5%
Nov19	0.2%	-1.1%
Dec19	0.8%	0.9%
YTD	17.6%	5.0%
Out/(Under)perf.		12.5%

Note# Performance as at 31December 2019 and for illustration purposes only. It excludes the cost of monthly rebalancing, transaction fees and dividends. Removed SGX and DBS.

Ascott Residence Trust: Solid portfolio with catalyst ahead



Sponsor's growth in No. of keys under management

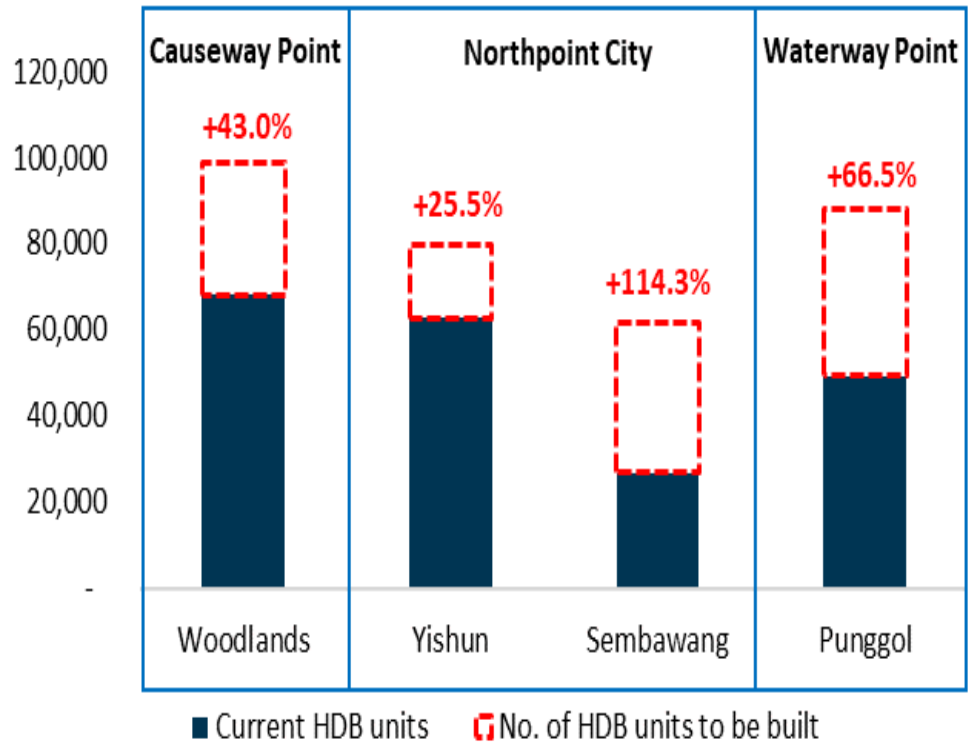


Source: Company, PSR

- Stability from geographical and lease structure diversification
- 20 ROFR properties, S\$1bn debt headroom, immediate c.40% increase DPU yield from 5.4% to 7.5%
- Increased brand recognition and loyalty programs
- Popularity of select-service accommodation – preference for value
- Rating: **ACCUMULATE**; TP: **S\$1.36.**

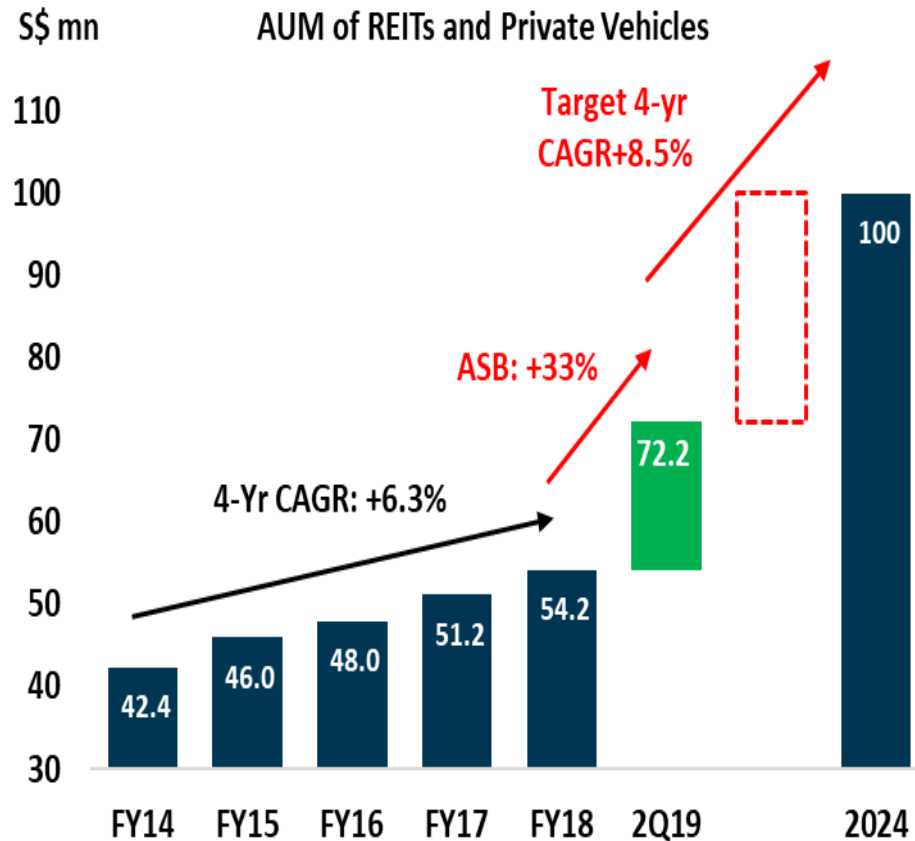
Frasers Centrepoint Trust: Powered by resilient growth

Projected increase in catchment population



- Resilient necessity spending and outperformance of fringe rents
- Projected 67.7% jump in HDB units surrounding three largest malls
- Beneficiary of URA Master Plan (Woodlands and Punggol)
- Inorganic Growth: 3 Pipeline assets from Sponsor and 6 PGIM’s SG assets
- Rating: **ACCUMULATE**; TP: **S\$3.11.**

CapitaLand: Ready for take-off

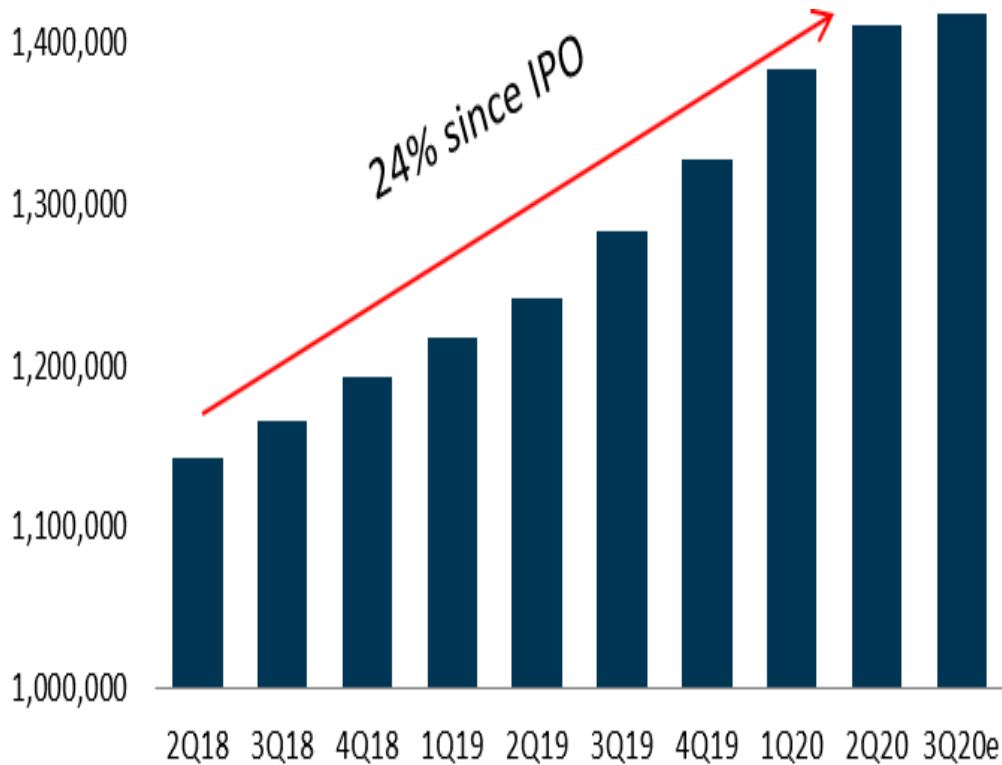


- Unlocking value in new geographies (India) and asset classes (business parks). Plans to more than double AUM in India from S\$3.3bn to S\$7.0bn by 2024
- Quality recurrent income growing: 83.6% of 3Q19 EBIT (2Q18: 63.1%)
- Residential development in China selling well: >99% take-up for several projects
- Rating: **BUY**; TP: **S\$4.20**

Source: Company, PSR

Netlink NBN Trust: A key player in 5G roll-out

Recurring charge of S\$13.80 of residential connections accounts for > 60% of total revenue



Source: Company, PSR

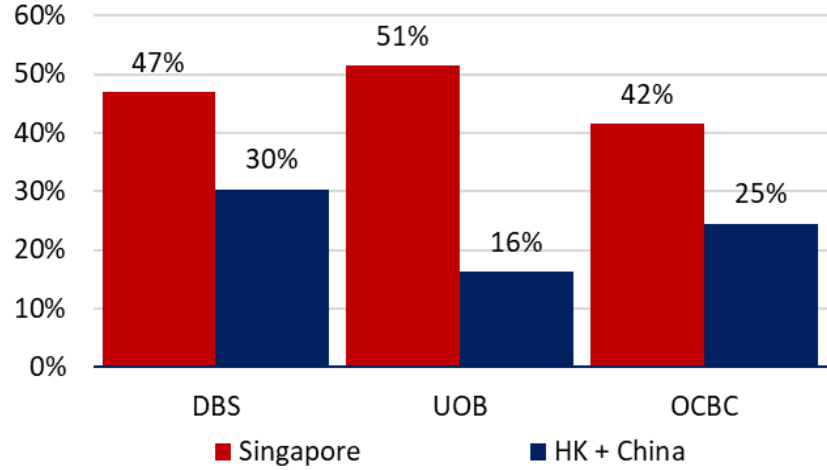
- Counter cyclical in nature:
 1. Resilient business model
 2. stable and predictable revenues

- Beginning of run-rate growth of 25k new residential fibre connections a year
- 5G will give NBAP connections a boost (expect 36% growth in 2020 to 2,263)
- No replacement threat from 5G yet.
 - Data consumed per household is considerable
 - NLT's fibre infrastructure can accommodate higher speeds

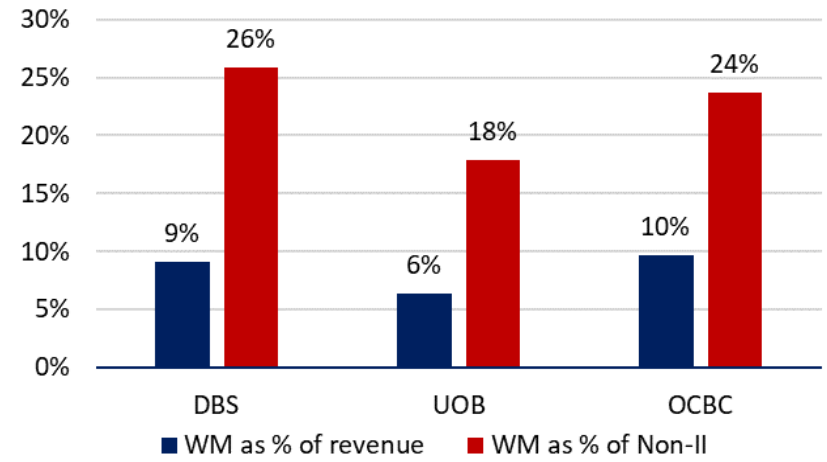
- **ACCUMULATE**; TP: **S\$0.99**;
Distribution yield: 5.7%

United Overseas Bank: Respite in volatile times

3Q19 loans exposure



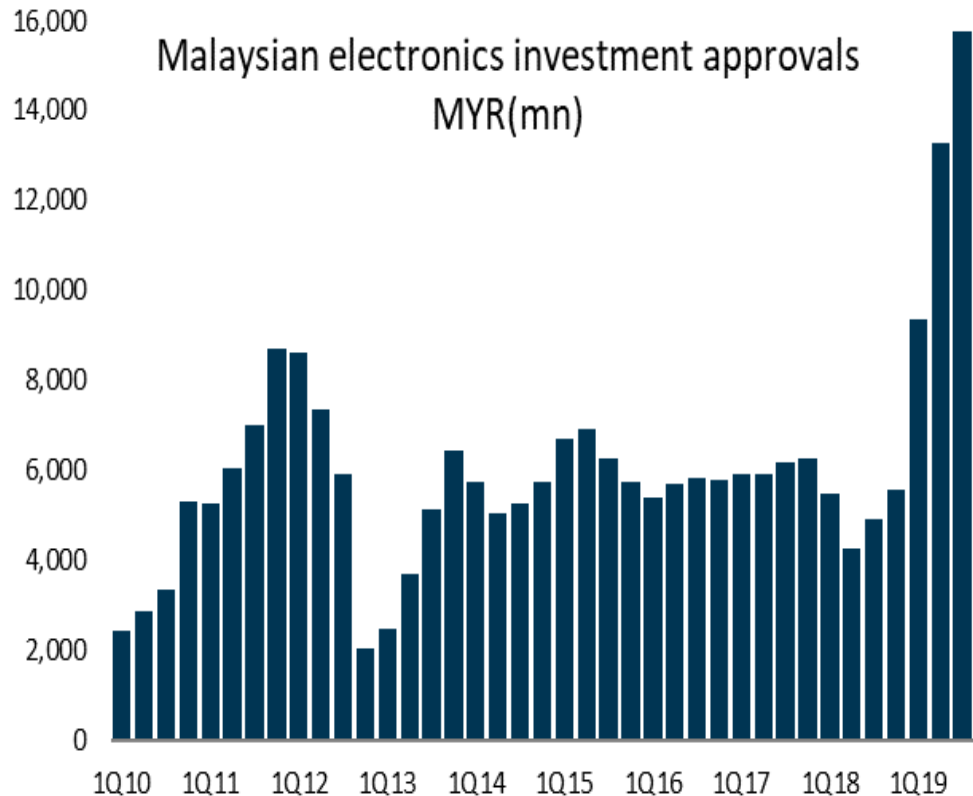
9M19 WM fees



- Least exposure to Greater China and Hong Kong loans at 16% (DBS: 30% and OCBC: 25%).
- Well-poised to benefit from supply chain shift into Southeast Asia.
- Increasing efforts to grow WM - particularly the mass affluent = stable fees growth
- Dividend yield of around 5% cushions downsides.
- FY20 NIM to contract 5-10bps due to falling interest rate environment.
- Rating: **ACCUMULATE**; TP: **\$27.80**; Dividend yield: 4.9%

Source: PSR, Companies

Venture: Robust balance sheet supports DPS growth

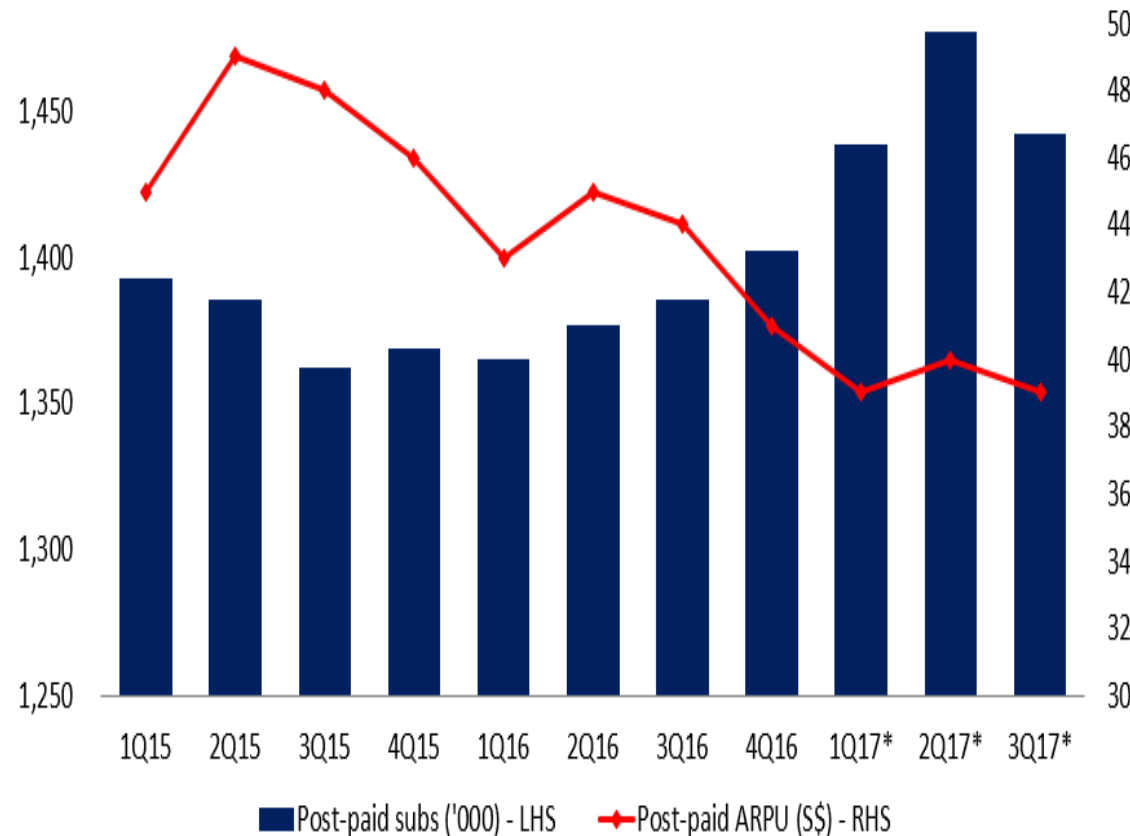


- Supply chain shifting from China to SE Asia
- Record high cash of S\$802mn. We raised FY20e dividends higher by 14% to S\$0.8/share (S\$230mn) and FCF ~S\$300mn.
- Short term margin compression is expected
- Valuation around -1SD of 10-yr mean
- **ACCUMULATE**; TP: **S\$17.18**; Dividend yield: 4.6%

Source: Company, PSR

StarHub: Aligning & shinning brighter

ARPU contracted 19% vs 2 years ago.

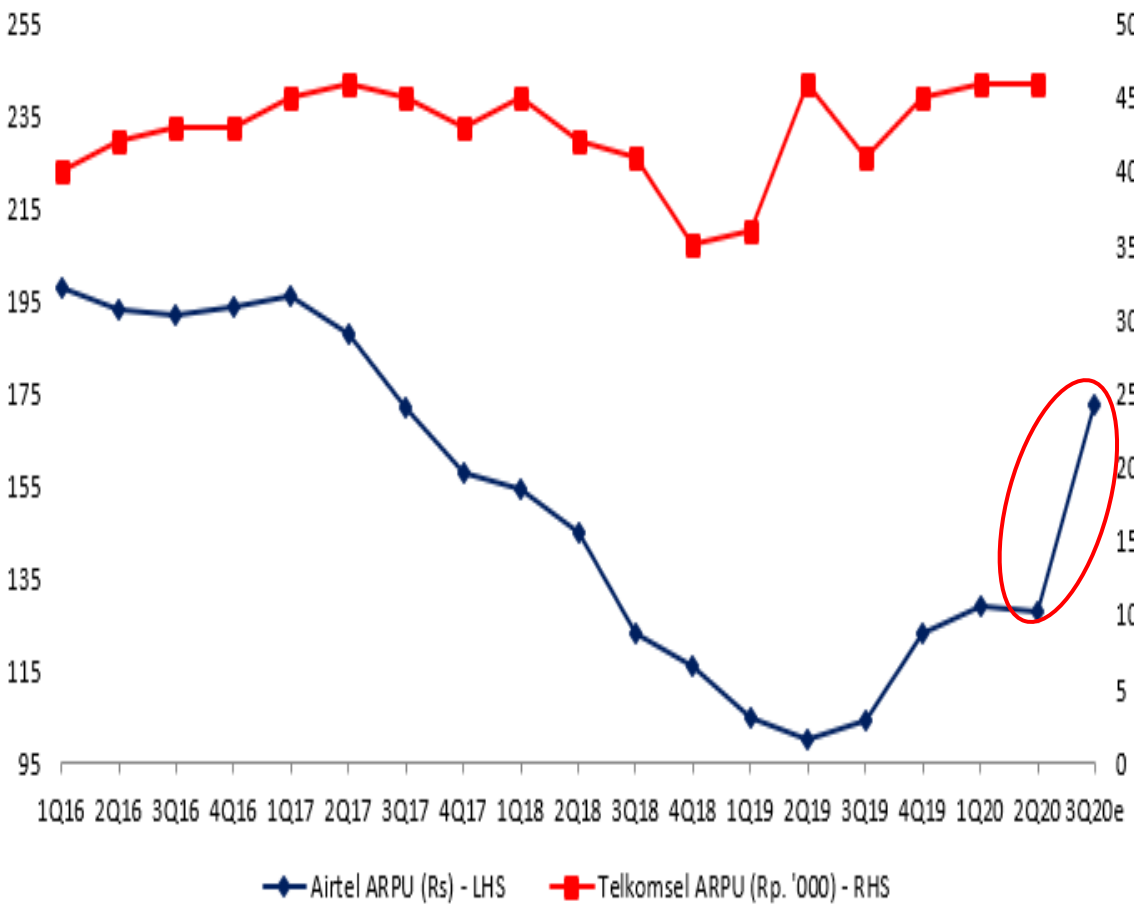


Source: Company, PSR

- Cyber-security could turn profitable. Expect gestation losses and one-off integration expense to taper off.
- Pay-tv business bottoming out.
 1. Subscriber base locked-in for two year
 2. Majority of content cost turn variable.
- Mobile competition to be contained. TPG 4G network inferior to incumbents.
- **BUY**; TP: **S\$1.58**; Dividend yield: 6%

Singtel: Recovery in India accelerated by price hikes

Assuming 35% improvement in ARPU after 42% price hikes in India

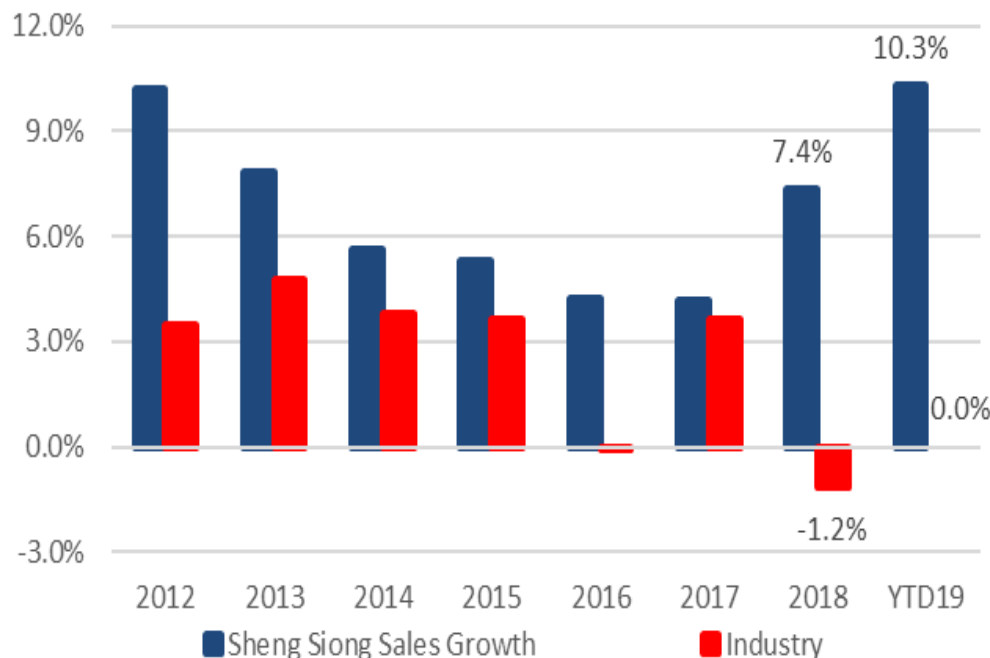


- Recovery in India accelerated by price hikes:
 - The wireless market is going through a series of price hikes, 1st time in 4 yrs.
- Regional associates returning to growth. (first YoY growth +35% in 3 years). Better pricing environment and robust data consumption is driving growth
- Expect headwinds in core business to be contained.
- **ACCUMULATE**; TP: **S\$3.53**; Dividend yield: 5.6%

Source: Company, PSR

Sheng Siong: Another year of earnings growth

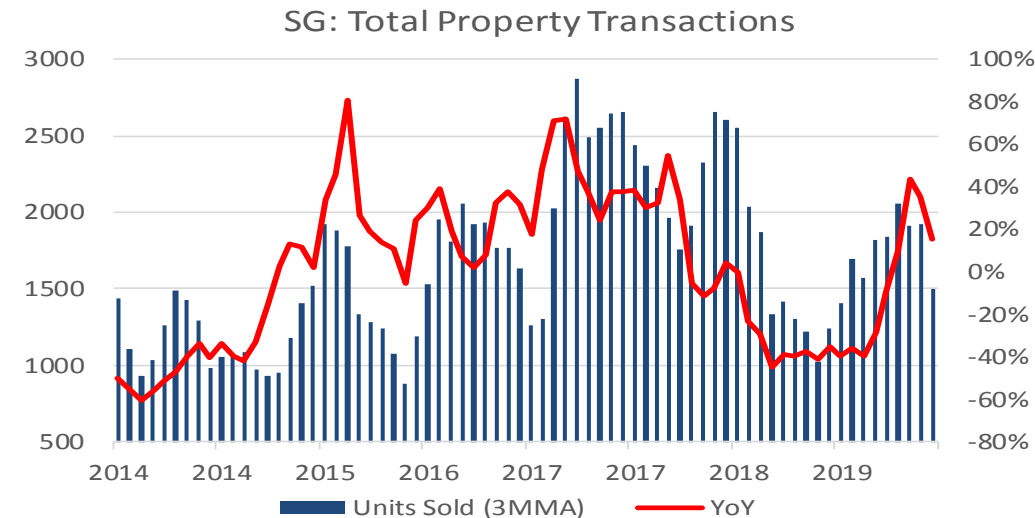
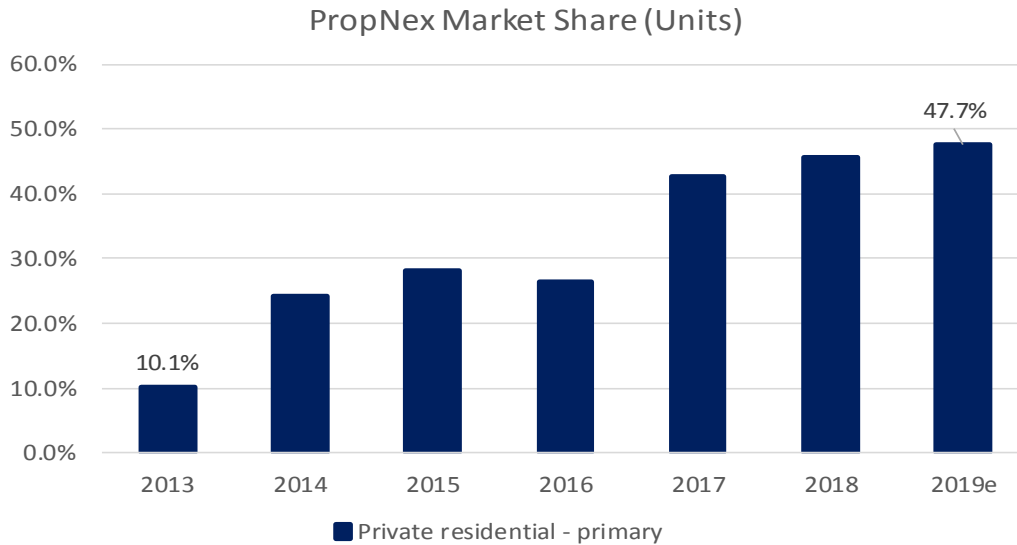
SSG vs Supermarket Industry (YoY)



- Stores footprint expand 8% in FY19/20
- YTD Sep19 sales +10.3% vs industry flat sales
- Gross margins at record levels and will creep up higher
- Operating leverage in FY20 from maturing stores as expenses drop from 19% of sales to trend-line 17%
- 25% ROE, S\$83mn net cash, 3% dividend yield
- Rating: **ACCUMULATE**; TP: **S\$1.32**

Source: Company, PSR

PropNex: Market leader recovering



- Largest real estate agency in Singapore
- Huge market share – private residential new launch 46%, HDB resale 47%, private resale 27%
- Agency force growing 12-13% organically
- 3 of 4 segments recovering
- Attractive metrics: ROE 29%, net cash balance sheet of S\$73mn, dividend yield of 7%
- Rating: **BUY**; TP: **S\$0.59**.

Privatisation bet



SIA Engineering – Privatisation Possible?

1) Why

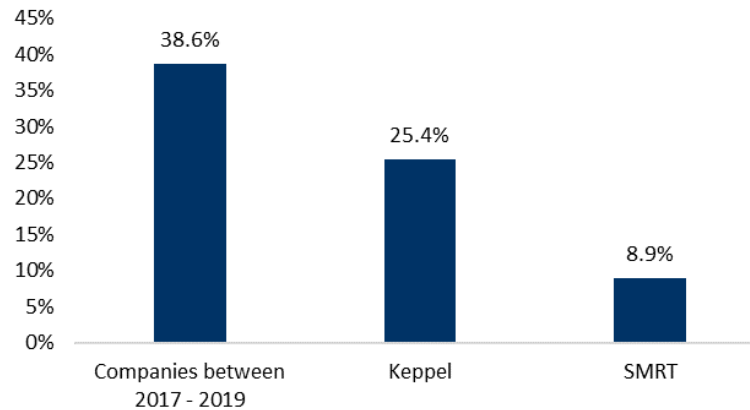
- Temasek holds 77.66% of SIAE
- Temasek consolidating for global champions
- Merge with ST Aerospace

2) Valuations

	Market Capitalisation /S\$	P/E Ratio	Dividend Yield
SIAEC	3.17bn	18.64	3.89%
HAECO (based on the cancellation price)	2.04bn	35.13	1.40%

3) Upside

Price premiums for recent acquisitions



Conclusion

- ✓ Bullish for 2019
- ✓ 3700 STI target
- ✓ Growth upside surprise
- ✓ Telco and technology sector
- ✓ Possible re-rating catalyst

Technical Views



Chua Wei Ren

Technical Analyst

Phillip Securities Research Pte Ltd

Straits Times Index – Limit Upside

2019 recap summary.

- Price rebound above **3100** in Jan 2019 and had a strong bullish run to **3400** in May 2019.
- Price did not manage to close above **3400**, which we see prices retreating to **3100** for the 2nd half of Q2.
- Subsequent rally cap at **3386**, 14 points show of the 2019 high.
- From a technical perspective, 2019 momentum is currently in a prolong corrective phase.

Straits Times Index- Past 12 years

- STI ranging since the fall from 3906 points to 1455 point from 2007 Q4 period to 2009 Q2 period.
- STI made a substantial recovery in Q2 2009 onwards but price remains below 3700. Signalling a weak sentiment ahead.
- Fibonacci retracement shows that price has been rejected at the 78.6 and 88.6% of the total range from 3906.16-1455.47



Straits Times Index- Past 12 years

- STI B wave has topped out in 2018, forming a dark cloud cover at 85.4% of wave A.
- The monthly wave count will be prolonged for the next 2-3 years with bearish downturn in the longer run.



Straits Times Index – Weekly wave analysis

- Immediate 5 waves have been completed
- Current price action suggest further downside after the hammer rejection at the 200 SMA
- Bearish flag formation is seen traditionally as a continuation pattern of the impulse move.

Open	3566.63
High	3591.84
Low	3555.23
Close	3577.21
SMAVG	3148.65



STI Index (Straits Times Index STI) STI Weekly 2020 Strategy Weekly 06DEC2009-3

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31-Dec-2019 11:27:10

WTI OIL – Up rise rally is possible

- Oil weekly chart shows that price has already break out of the symmetrical triangle/pennant.
- Up move may capped at 72.00 before rallying to 90.00 per barrel.



Top 3 Stock picks - Wilmar

- Wilmar has broken the 2017 psychological high at 4.00 after a prolong period of correction.
- Short Term target remain at 4.37 before a 3-waves correction down to 3.98-4.00 before staging a strong rally.



Top 3 Stock picks – Wilmar (con't)

- Wilmar has broken the 2017 psychological high at 4.00 after a prolong period of correction.
- Short Term target remain at 4.37 before a 3-waves correction down to 3.98-4.00 before staging a strong rally.



Top 3 Stock picks - Capitaland

- Capitaland had a good start in first trading day of 2020. Strong bullish breakout above the resistance of the ascending triangle.
- We expect price to hit 3.99 before a correction at 3.66.



Top 3 Stock picks - Venture Corp

- Our wave analysis shows stock entering regular flat formation.
- Bullish rally towards 27.28 is possible longer-term, price has to break the immediate resistance level at 17.35 and subsequently 20.00 in order to confirm the rally.



Summary of technicals in StocksBNB.com

The screenshot displays the StocksBNB.com website interface. At the top, there is a navigation bar with the logo "BULL AND BEAR" and menu items: Home, Research Reports, Calendar, Videos, and Community. Below the navigation bar, the "Reports" section is active, showing a list of technical reports for Singapore. The reports are color-coded: red for most and green for two. The list includes:

- Technical Pulse: Alibaba Group Holdings Ltd (Dec 10, 2019)
- Technical Pulse: City Development Ltd (Dec 9, 2019)
- Technical Pulse: Singapore Technologies Engineering Ltd (Dec 5, 2019)
- Technical Pulse: Paypal Holdings Inc (Dec 4, 2019)
- Technical Pulse: Pfizer Inc (Dec 3, 2019)
- Technical Pulse: Hong Kong Exchange & Clearing Ltd (Nov 27, 2019)
- Technical Pulse: China Tower Corp Ltd (Nov 27, 2019)
- Technical Pulse: DBS Group Holdings Ltd (Nov 26, 2019)
- Technical Pulse: Singapore Airlines Ltd (Nov 26, 2019)
- Technical Pulse: Capitaland Ltd (Nov 26, 2019)

Technical Pulse Reports in StocksBNB.com

stocksbnb.com/tech-pulse/technical-pulse-city-development-ltd-2/

Back to POEMS

Search | HI, Research Department



Home Research Reports Calendar Videos Community

Technical Pulse: City Development Ltd

December 9, 2019

152



City Development Ltd (Current Price: \$10.62) - Technical BUY

Buy Spot: 10.62 Stop Loss: 10.00 Take Profit: 11.20



The technicals for **City Development (SGX: C09)** suggest that the stock's bullish trend is still going strong.

1. The uptrend line is intact and the series of higher highs and lower lows is still trending upwards strongly.
2. Falling wedge formation signifies a continuation after a slight bearish correction. To add on, this formation resembles a bullish flag formation.
3. Strong bullish rejection at the demand level which confluence with the 50% Fibonacci retracement level.
4. Bullish candle is above 50 SMA.

About the author



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Wei Ren specialises in Technical Analysis and has 9 years of experience in studying classic technical price action. He also study and research extensively on Elliott wave theory, Dow Theory and Supply & Demand strategies as he believes that history plays an important role in how the market is reflected in the future.

He graduated with a Bachelor of Economics and Finance from University of Murdoch.

Recent News



FLAT GLASS (6865 HK) Continuous Capacity Expansion and Continuous Prosperity of Photovoltaic Industry Expected

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Thank you



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NEW YEAR

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