

Regional Market Focus

28 December 2012

Thailand

Bumrungrad Hospital – Trade Flash

Recommendation: ACCUMULATE

Previous close: Bt75.50

Fair value: Bt86.3

- We expect net profit to weaken q-q in 4QCY12 when compared to high season in 3QCY12 as a number of patents usually increased at faster pace during several outbreak diseases, and higher HR expenses.
- Profit from core business over the first nine months of 2012 increased 27.37% y-y to Bt1,610mn. Including gains from divestment of BCH and others, net profit jumped 86.39% y-y to Bt2,262.53mn.
- We trim slightly our CY12 net profit projection to Bt2,713mn from an earlier Bt2,767.44mn with core profit estimated at Bt2,115.44mn. For CY13, we expect core profit to continue to grow to Bt2,308mn.
- We rate BH an 'ACCUMULATE' with a CY13 target price of Bt86.3/share.

Krungthai Bank – Trade Flash

Recommendation: BUY

Previous close: Bt19.60

Fair value: Bt24.70

- We forecast KTB to post a 4QCY12 net profit of Bt5.37bn, down 39.6% q-q as a result of higher provisioning charges. In y-y terms, 4QCY12 profit is expected to be up to 567.2% better than 4QCY11 due to the absence of flooding impact. The forecast is based on assumptions of a 1.5% q-q loan growth and loan-loss provisions of Bt5bn.
- The sale of Krungthai Panich Insurance and Krungthai AXA Life Insurance to KTB Capital Holding is unlikely to affect dividend income in the future. However, our preliminary forecast shows the bank will see a loss from the sale of both insurance firms.
- We see a positive outlook for KTB in CY13 after a successful capital raise, which boosts the bank's capital base, paving the way for further business expansion. We rate KTB shares a 'BUY' with a CY13 target price of Bt24.70/share.

Khon Kaen Sugar Industry – Trade Flash

Recommendation: ACCUMULATE

Previous close: Bt13.50

Fair value: Bt15.10

- KSL reported better-than-expected 4QFY12 results due chiefly to strong selling prices and a reversal of inventory write-downs, which kept margins at high levels.
- Power, ethanol and sugar operations were key drivers of earnings growth for KSL in this period.
- A slump in global sugar prices would continue to put pressure on shares of sugar producers but earnings growth from power and ethanol businesses should lend support to overall earnings performance.
- We rate KSL shares an 'ACCUMULATE' with a target price of Bt15.10/share.

Hemraj Land and Development – Company Update

Recommendation: ACCUMULATE

Previous close: Bt3.04

Fair value: Bt3.40

- The Board of Investment on Dec 26, 2012 approved 32 projects with a total investment of Bt107bn. Of the total, three projects are located in HEMRAJ-operated industrial estates with a total investment of Bt6bn.
- HEMRAJ has acquired an additional land plot in Rayong Province to expand its business.
- HEMRAJ is expected to see growth next year on the back of core industrial estate and power businesses.
- In our view, HEMRAJ is the best choice in the sector. We maintain an 'ACCUMULATE' rating on HEMRAJ with a target price of Bt3.40/share.

Editor

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Hong Kong

[China Gas \(384.HK\)](#)

Recommendation: Accumulate

Closing price: HKD6.14

Target price: HKD6.85

- The Company has entered into a strategic cooperative framework agreement with Sinopec to jointly launch a joint venture for exploration of the LPG market and large urban pipeline gas projects.
- The successful acquisition of Fortune Gas is expected to further extend the corporate downstream gas business to LNG and non-conventional natural gas sectors including coal-bed methane, as well as further expand its downstream gas business market share including urban pipeline gas and natural gas stations.
- With the issuing of the 12th Five-Year Plan for natural gas, upstream enterprises may raise the ex-factory price of natural gas. We believe, however, gas price will pass down to end users in a timely manner and will not cause big cost pressure on downstream distributors.
- Overall, we embrace strong optimistic expectations about the Company future performance outlook, and the Company share price has continuously come high. We believe that it still has room for increase, and set its 6-month target price as HK\$6.85, equivalent to 29.78-time P/E for 2013, hence granting “accumulate” rating.

Strategy Views

- Country Strategy: [S'pore, 26 Dec](#) / [China & HK, 19 Dec](#) / [Thai, 19 Dec](#)
- Global Macro, Asset Strategy: [US, 21 Dec](#) / [ASEAN, 5 Dec](#) / [Update, 25 Oct](#)

Morning Commentary

- STI: +0.10% to 3183.9
- MSCI SE Asia: +0.22% to 867.1
- Hang Seng: +0.35% to 22619.8
- MSCI APxJ: +0.23% to 463.7
- Euro Stoxx 50: +0.43% to 2660.0
- S&P500: -0.12% to 1418.1

MARKET OUTLOOK: By Ng Weiwen, Macro Analyst

The S&P 500 and DJIA staged a late rally, recovering from intra-day lows that pierced through their 50dma and 200dma support levels respectively. What provided the spark? Well, news that the House of Representatives is scheduled to reconvene on Sunday, paving the way for last-minute fiscal budget negotiations to avert the dreaded year-end fiscal cliff.

While US lawmakers are back to business (specifically the negotiating table), time is running out. Though there might be little time (before Dec 31) to iron out the fundamental differences between the Democrats and Republicans, an agreement could still be struck by the end of this year on stop-gap measures with regard to tax and spending issues to avert the cliff, leaving most of the heavy lifting -overhauling the tax code, healthcare entitlement, broader deficit reduction deal - to 2013. Furthermore, the US is close to breaching its debt limit - again. But before you start to panic, emergency measures could kick in (in the worse case scenario) and would keep the government afloat for around another two months. Nonetheless, we expect Congress to eventually raise the debt ceiling which it has regularly done in the past (though unlikely to be part of this narrow year-end fiscal deal) to prevent the US from defaulting on its debt obligations.

In Singapore, the STI drifted higher. Yesterday's 'gravestone doji' suggests that bulls want to charge higher but lack the conviction to do so amid uncertainties over the looming US fiscal cliff. Should a fiscal deal -even a more modest one- be hammered by next Monday (Dec 31), we could still see a strong impulse move up.

We are Overweight Singapore on account of the following:

(i) The Singapore equity market (MSCI SG: around 3.5% dividend yield) is likely to be a key beneficiary in the global search of yield amid large-scale asset purchases as well as monetary easing bias by G4 central banks, and (ii) Ongoing multi-year construction boom will lend support to the economy (amid sluggish external demand) as the government seeks to ease supply-side infrastructure bottlenecks arising from a faster-than-expected increase in resident population.

ETF: SPDR STI (ES3:SGX) / Nikko AM STI (G3B:SGX).

CFD: Straits Times Index SGD5 CFD (STI), Singapore Index SGD20 CFD (SMSCI).

Our SG equity strategist's top picks are SIAEC, Capitaland & Pan United.

MACRO DATA:

In the US, the housing market recovery continues to gain traction. Specifically, new home sales surged 4.4% to 377,000 saar (a 2-year high) in Nov. However, consumer confidence -as measured by the Conference Board index- slumped 6.4 pts to 65.1 in Dec, following a downward revision to Nov data (revised from a 0.6 pt increase to 1.6 pts decline).

In Thailand, industrial production surged 83% y-y in Nov, following a 36% gain in the preceding month due to a low base effect from last year's devastating floods. Recall the central bank (BoT) had earlier stood pat in Nov, maintaining the benchmark one-day bond repurchase rate at 2.75% -consistent with our expectations- in view of resilient domestic demand as well as an improving global economy.

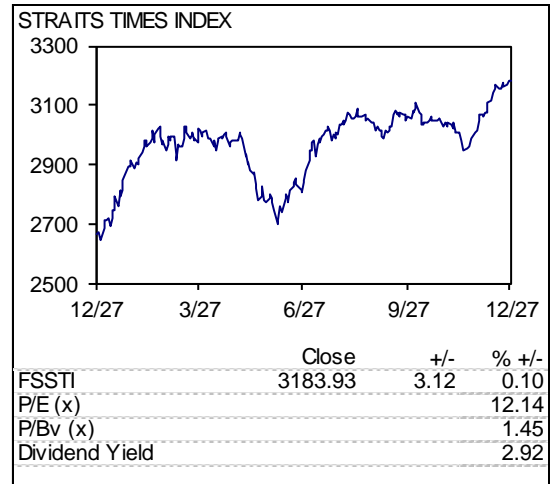
In China, industrial profit rose for a third month in Nov, by 22.8% y-y, after the 20.5% y-y gain in Oct. The year to date industrial profit grew by 3% y-y for the first 11 months in 2012, compared to the 0.5% y-y growth achieved for the first 10 months. The accelerating industrial profit continues to add signs to the nation's economic bottoming out.

In Hong Kong, exports rose by 10.5% y-y in Nov, compared to a 2.8% y-y drop in Oct. Imports rose by 9.0% y-y, compared to a 3.3% y-y gain in Oct. By trading partners, export to China rose by 19.0% y-y in Nov, a second double digit growth in the past 3 months, after the 1.1% y-y gain in Oct and 25.5% y-y gain in Sept, reflecting a reviving demand from mainland China's reacceleration. Exports to US rose by 0.3% y-y in Nov, compared to a 2.4% y-y drop in Oct. Though exports to US and Europe might remain sluggish, the accelerating growth in China is likely to have positive spillover to Hong Kong's local economy.

In Japan, total motor vehicle exports decreased by 13.5% y-y in Nov, after a 18.5% y-y contraction in Oct and 19.6% y-y contraction in Sept. The substantial decreases are due to the island dispute with China started in early September as sales are seriously affected in China. A separate report shows that the nation's domestic construction order rose by 4.7% y-y in Nov, the first gain in last 3 months, after a 14.7% y-y drop in Oct. The recent weakening yen following expectation of further easing by the new government might help stabilize the nation's sluggish export going forward.

Singapore

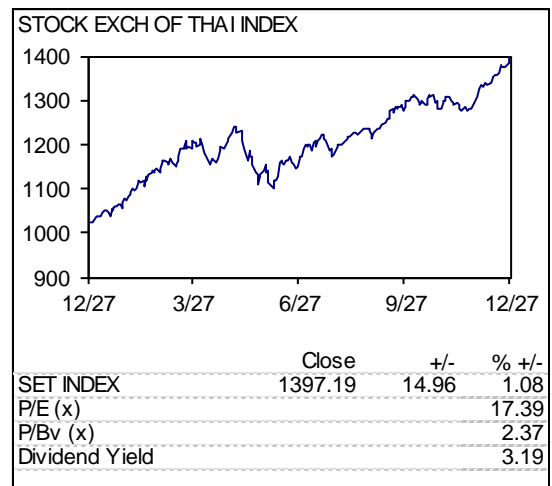
- The benchmark STI stood ground at 3,183.9 (+0.10%). The 2.8bn shares traded were worth S\$1.0bn.
- Q&M Dental Group announced a takeover bid of S\$22.65mn for the Singapore Medical Group (SMG). The offer price of S\$0.1323 is at a 41% premium to SMG's last traded price. The market took this news positively with the shares of both companies trading higher after the announcement: Q&M (+10%), SMG (+35%)
- Our top picks for the Singapore Market are Pan United, SIAEC & Capitaland. Pan United is a dominant supplier to the construction industry in Singapore and we expect the company to perform well given the strong pipeline of infrastructure work over the next few years. SIAEC is a key beneficiary of the aviation growth story in the region and offers excellent dividend yields. Capitaland would be a beneficiary of the stabilisation of property prices and bottoming out of economic conditions in China.



Source: Bloomberg

Thailand

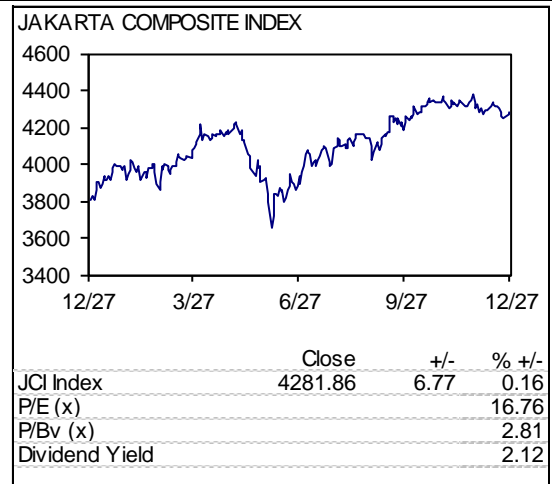
- The composite SET index stayed in the green throughout the session on Thu. Gains were led by construction, telecoms, publishing and hotel shares.
- Return of foreign buying and LTF/RMF buying before the end of the year surprisingly sent the SET index sharply higher in late trading on Thu. We believe the positive momentum will likely push the main index higher to test the key psychological level of 1400 today but investors should also watch out for a bout of profit taking that may follow the rally amid uncertainty over US fiscal cliff talks, which must wait until last minute before year-end deadlines this weekend. Despite optimism that a deal could be reached to avert the fiscal cliff of harsh tax increases and spending cuts that may threaten to tip the US economy back into recession, the impact on the overall economy is definitely likely to be seen. For this reason, the air of uncertainty may linger well into early next year. External uncertainties aside, a strong rally in the SET index to a 16-year high may give a good excuse for LTF unit-holders that have held for at least five years to take profits early next year in the face of global economic uncertainty.
- For short-term strategy, any rise could give opportunity for investors to gradually book profits and investors may carry some stocks in portfolio over into next year with focus on public and private investment plays, domestic consumption plays and dividend plays.
- Resistance on the main index is seen at 1400-1406 and support at 1390-1384 today.



Source: Bloomberg

Indonesia

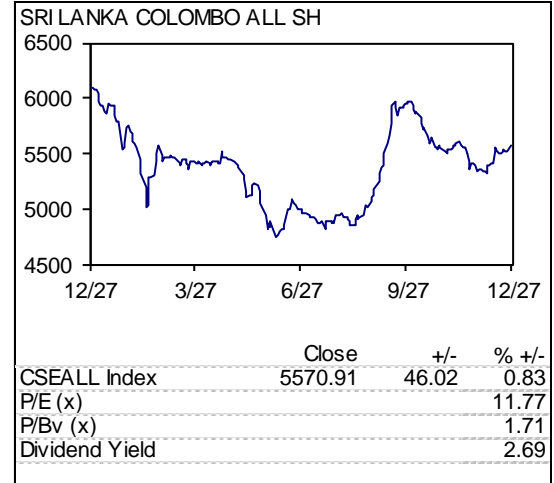
- Indonesian stocks ended higher Thursday (27/12), as Asian markets mostly closed higher on hope for policy stimulus in Japan. The Jakarta composite index gained 6.767 points, or 0.16%, to close at 4,281.861. Shares in agriculture sector led gains that included five of the 9 major industry sectors with 2.58%-gain, followed by miscellaneous industry sector with 1.83%-advance, and infrastructure with 0.72%-climb. The LQ45 index that tracks Indonesia's blue-chip shares, gained a fraction and closed at 730.008. More than 115 shares advanced, 117 shares declined, and 236 shares stayed unchanged Thursday on the Indonesia Stock Exchange, where 2.513 billion shares valued at IDR 2.829 trillion traded on the regular board. Foreign market participants accumulated net purchases worth IDR 105.505 billion in total.
- The Jakarta composite index will likely turn higher today, trailing positive moves on most Asian markets this morning. We expect the JCI to trade within 4,253 – 4,304 range today.



Source: Bloomberg

Sri Lanka

- All Indices experienced a steady growth throughout the day and closed the day recording positive closures on all three indices. The Benchmark ASPI stood at 5,570.91 after gaining 46.02 points; this was an increase of 0.83% compared to the previous day. The more liquid MPI closed the day at 5,060.83 with an increase of 21.01 points and The S&P SL20 Price Index closed the day at 3,060.37 after gaining 21.59 points. The market capitalization for the day stood at LKR 2.14Tn recording a year to date loss of 3.34%. 219 counters engaged in trading today, further the market recorded 130 positive price contributors against the 41 negative subscribers.
- The day's turnover stood at LKR 242.4Mn after an increase of 139.37% against the previous trading day. The best performers under the sectorial summary were Diversified Holdings (LKR 161.1Mn) and Bank Finance & Insurance (LKR 40.3Mn) respectively. The total traded volume for the day was 8.27Mn. This is a 27.47% increase against the previous day. The foreigners were net buyers for the day recording a net inflow of LKR 119Mn, extending the year to date net foreign inflow to record LKR 37.96Bn.



Source: Bloomberg

Australia

- The upward trend of ASX 200 index continues, with the index closed at 4647.96 on Thursday. The index is likely to clear the resistance level near 4650, supported by the recent mild expansion in trading volume and the re-acceleration of China economy.



Source: Bloomberg

Hong Kong

- Local stocks rallied after 2 days Christmas Holiday. The HSI and HSCEI rose 78 points and 77 points to 22619 and 11348 respectively. Market volume was 41.6billion.
- The benchmark index followed the surge in China market during the Christmas holiday, in that period the China market rose nearly 3%. The HSI opened with day high 164 points to 22719 and met a relative strong resistance as we expected before. In afternoon session the rally was further narrowed as following the drop in China market.
- Technically, the HSI is expected to gain a support from 22500 level, major resistance will be 22800 level, investors are suggested to stand on sideline and wait for a clear trading signal or buy the A share's ETF.



Source: Bloomberg

Market News

US

- The labor market and housing strengthened, signaling the U.S. expansion may withstand the fiscal impasse. Applications for unemployment-insurance payments fell by 12,000 to 350,000 in the week ended Dec. 22, bringing the average over the past month to the lowest level in more than four years, Labor Department figures showed today in Washington. Purchases of new houses rose 4.4 percent in November to a 377,000 annual pace, the highest level since April 2010, according to data from the Commerce Department. A third report showed consumer confidence slumped this month. The claims data indicate companies are seeing enough demand to maintain headcounts, a necessary development before hiring picks up. Stocks rebounded in the final hour of trading, paring most of their earlier losses, amid optimism a budget deal will be reached. After the close, Senator Dick Durbin said Democratic and Republican leaders plan to meet with President Barack Obama at the White House tomorrow. (Source: Bloomberg)
- Gold traders are the most bullish in four months as U.S. lawmakers near a deadline for budget talks, at a time when hedge funds are cutting bets on higher prices. Fifteen of 19 analysts surveyed by Bloomberg expect prices to rise next week and one was bearish. A further three were neutral, making the proportion of bulls the highest since Aug. 24. Investors bought 60 percent more this year through gold-backed exchange-traded products compared with 2011, boosting holdings to a record on Dec. 20 and which are now valued at \$140.2 billion, data compiled by Bloomberg show. Gold traders are the most bullish in four months as U.S. lawmakers near a deadline for budget talks, at a time when hedge funds are cutting bets on higher prices. Fifteen of 19 analysts surveyed by Bloomberg expect prices to rise next week and one was bearish. A further three were neutral, making the proportion of bulls the highest since Aug. 24. Investors bought 60 percent more this year through gold-backed exchange-traded products compared with 2011, boosting holdings to a record on Dec. 20 and which are now valued at \$140.2 billion, data compiled by Bloomberg show. (Source: Bloomberg)

Singapore

- KEPPEL Offshore and Marine said on Thursday that it had bagged contracts totalling S\$420 million for shipbuilding and upgrading work, bringing its full-year order haul to S\$9.9 billion, just shy of its 2011 record of S\$10 billion. Keppel Singmarine, which builds specialised ships, secured two contracts. It will build a deepwater pipelay vessel for a McDermott International subsidiary called Hydro Marine Services and begin work in Q1 next year. Keppel Singmarine will also construct a catamaran air dive support vessel for Australia-based Bhagwan Marine that will be deployed to the north west of Western Australia after it is completed in Q1 2014. (Source: BT Online)
- Nam Cheong Ltd on Thursday said its subsidiary, Nam Cheong International Ltd, had secured US\$56.4 million (S\$69 million) worth of contracts. The contracts include one unit of platform supply vessel and two units of anchor handling towing supply vessels. These new contracts bring the total number of vessels sold by the company this year to a record 21. Revenue from the contracts will be recognised over the relevant contractual period in accordance with the group's revenue recognition policy. (Source: BT Online)

Hong Kong

- Chinese industrial companies' profits rose for a third month in November, supporting a rebound in economic growth that may ease the transition to the nation's new leadership. Net income gained 22.8 percent from a year earlier to 638.5 billion yuan (\$102 billion), the National Bureau of Statistics said today in Beijing, after a 20.5 percent rise in October. The world's second-biggest economy is set for the first pickup in growth in eight quarters after the government accelerated investment-project approvals and boosted spending on infrastructure. The new Communist Party leadership led by Xi Jinping is seeking to sustain the recovery without fueling property-price bubbles or adding to bad-loan risks in the banking system. (Source: Bloomberg.)
- China's stocks fell on concern a rally this month that lifted the benchmark index from a three-year low was excessive, overshadowing growth in industrial companies' profits. Anhui Conch Cement Co. (600585) led declines for materials producers, slumping 2.9 percent. Shaanxi Qinqing Cement Co. tumbled 6.1 percent, trimming its gain since the Shanghai Composite hit this year's low on Dec. 3 to 91 percent. Industrial & Commercial Bank of China Ltd. paces losses for financial companies, the worst performer among industry groups in the CSI 300 Index, on speculation banks are hoarding cash to meet year-end capital requirements. (Source: Bloomberg.)
- Iron ore is rallying the most in about two years as analysts predict that China, the biggest buyer, will import a record amount in 2013 as its accelerating economic growth spurs demand for steel. Trade to China will climb 6.9 percent to 778 million metric tons in 2013, or 65 percent of all shipments, according to the median of 10 analyst estimates compiled by Bloomberg. Seaborne demand will exceed supply for at least a 10th year, Morgan Stanley data show. Prices will climb as much as 26 percent to \$170 a ton by June, according to Justin Smirk of Westpac Banking Corp. (WBC), who correctly predicted this year's slump and was the most accurate industrial-metals forecaster tracked by Bloomberg. (Source: Bloomberg.)

Thailand

- Foreign investors turned net buyers of Thai shares worth Bt2,543.74mn on Thu. (Source: Bisnews)
- Applications for Board of Investment privileges from Jan to Dec 20, 2012 totaled Bt1.127trn, the highest ever, Industry Minister Prasert Boonchaisuk said on Thu. The number of projects rose 9% from the same period last year to 2,180, underscoring investor confidence in Thailand's prospects. The investment value was up 77% from Bt634.25bn baht in the same year ago period. (Source: Bangkok Post)
- Thailand's industrial GDP is expected to grow at a slower pace of 3.5%-4.5% next year as economic slowdown in trading partners, the rising trend of the baht, the implementation of the daily minimum wage hike to Bt300 nationwide may pose risks to growth, according to the Office of Industrial Economics, adding producers that cannot shoulder the burden of rising costs will likely raise product prices and cut jobs. Textile and shoe industries may face slowdown while strong growth momentum is set to continue in auto and cement industries. (Source: Krungthep Turakij)

Indonesia

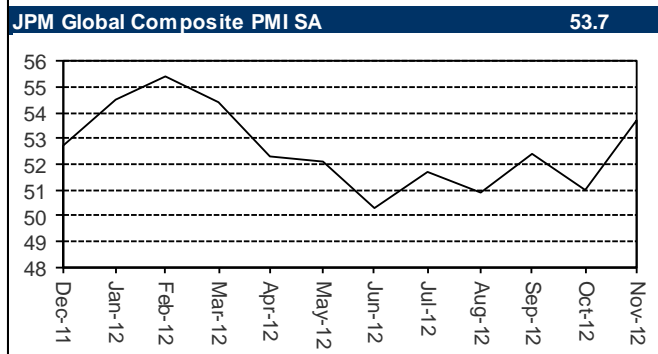
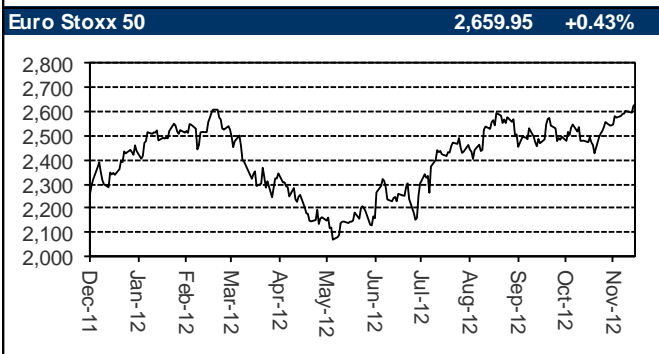
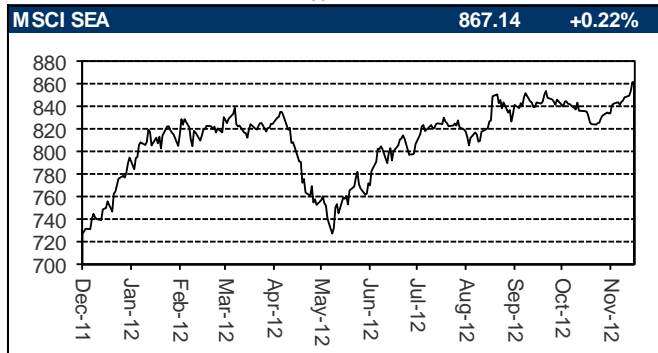
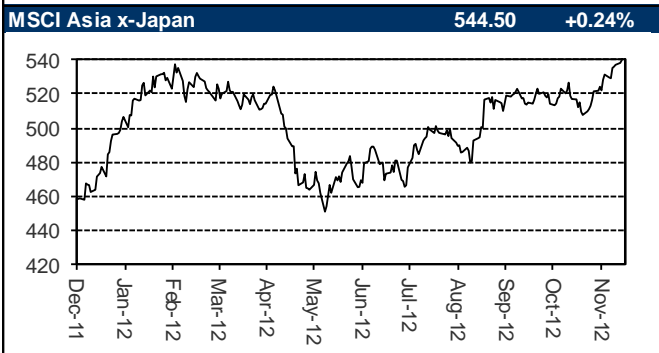
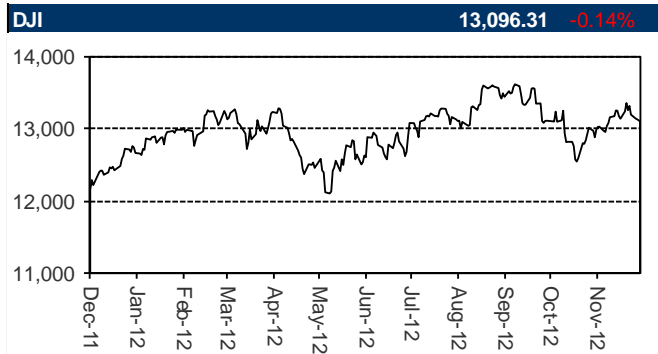
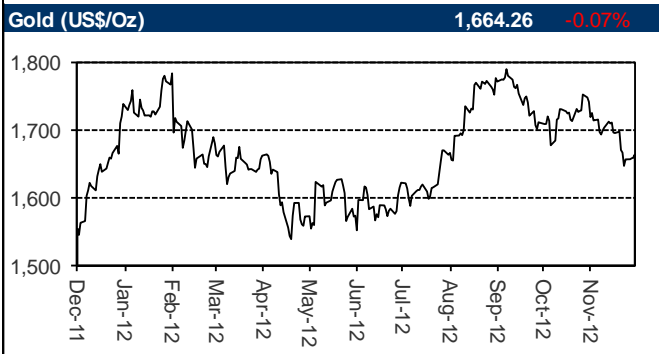
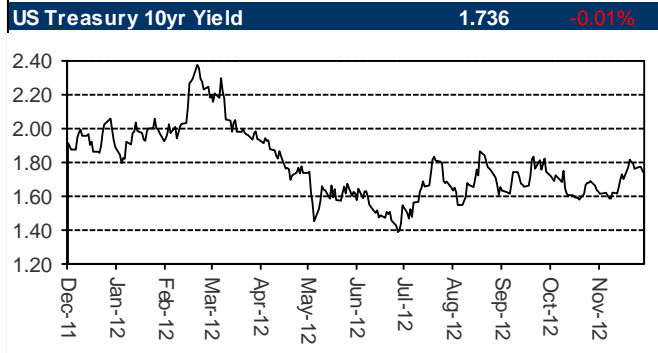
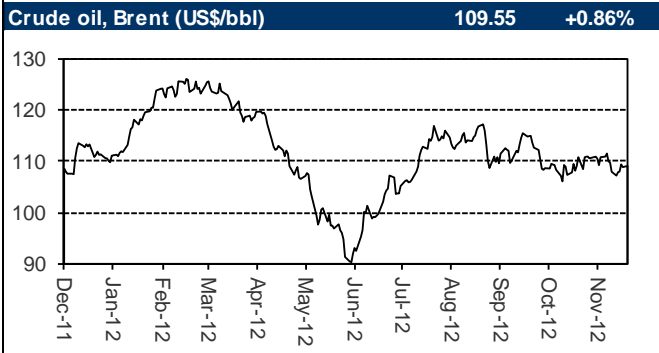
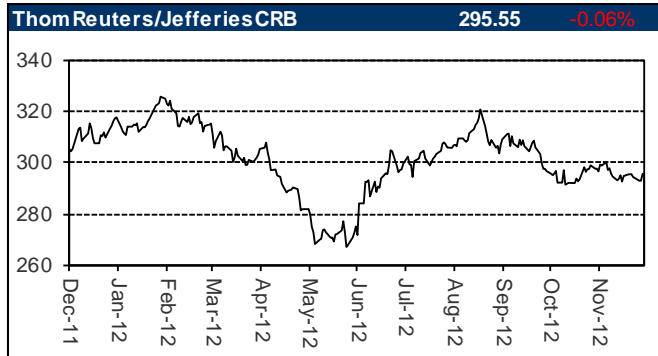
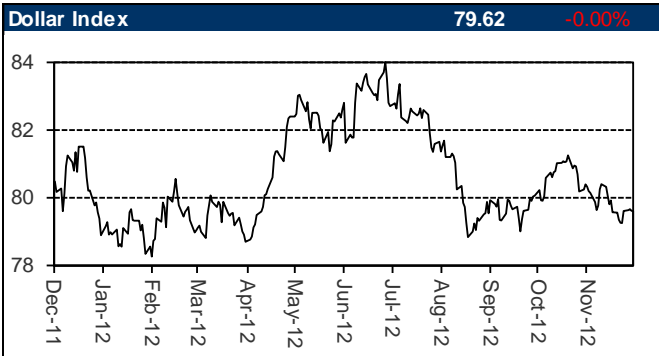
- The government is planning to build a port at Cilamaya, Karawang district, West Java, in 2019 as part of effort to reduce congestion in Jakarta. The construction of Cilamaya port will commence in 2019 or 2020. The plan is relevant to the concept of decentralized city. The development of decentralized city is the best concept to reduce congestion in Jakarta. In addition to building the new seaport, the government will also plans to build an airport on Jakarta's eastern outskirts. The plan to build the new seaport and airport is aimed at reducing activities in the center of Jakarta. Cilamaya is a strategic location for the development of the new port because it is surrounded by seven large industrial estates. Tanjung Priok port in North Jakarta is expected to reach a saturation point in 2018 and 2019. (Source: Antara News)
- Light beverage selling price was expected to rise 17 percent in 2013. Increased labor, power and gas tariff caused production cost to climb up to 17 percent. The raising of selling price must equal production cost growth in order to maintain margin, according to the Indonesian Light Beverage Industry Association. Selling price would increase higher if the government imposed excise, especially for carbonated beverages. (Source: Indonesia Finance Today)

Sri Lanka

- Sri Lanka's prosperity has increased 4.1 percent in 2011 improving on two earlier years, according to an index which tracks well-being, economic infrastructure and the business climate. The Sri Lanka Prosperity Index has risen 4.1 percent to 60.6 point in 2011 showing a steady increase from 2009 when it was 56.5. Sri Lanka's Western Province was ranked first, followed by the Southern and Central Provinces but disparities between indices were declining. Uva and Eastern provinces fared the worst. Sri Lanka's Northern Province, which had emerged from a 30p-year war in 2009, had shown the highest growth rate moving to 6th position from 9th. In 2011 the Western Province index showed a growth rate of 3.5 percent with gross domestic product, reduction in poor households, vehicle ownership, telephone density and schools with English medium classes and computer facilities. However, the pupil teacher ratio and number of reported crimes of the province remained highest of all provinces throughout the period of 2009-2011," the Central Bank noted. (Source: LBO)
- Sri Lanka is buying refined products from State-run Vietnam Oil and Gas group (PetroVietnam) favorable terms and is also getting credit facilities. Purchases have been going on for some time and stemmed from an agreement signed following a visit by President Truong Tan Sang last year. At the time Sri Lanka struck a deal to buy diesel from Petro Vietnam's Singapore based trading arm. Sri Lanka's state-run petroleum refinery, which is more suited processing Iranian crude has had trouble with other types after it became more difficult to import oil from the country following US led sanctions. (Source: LBO)

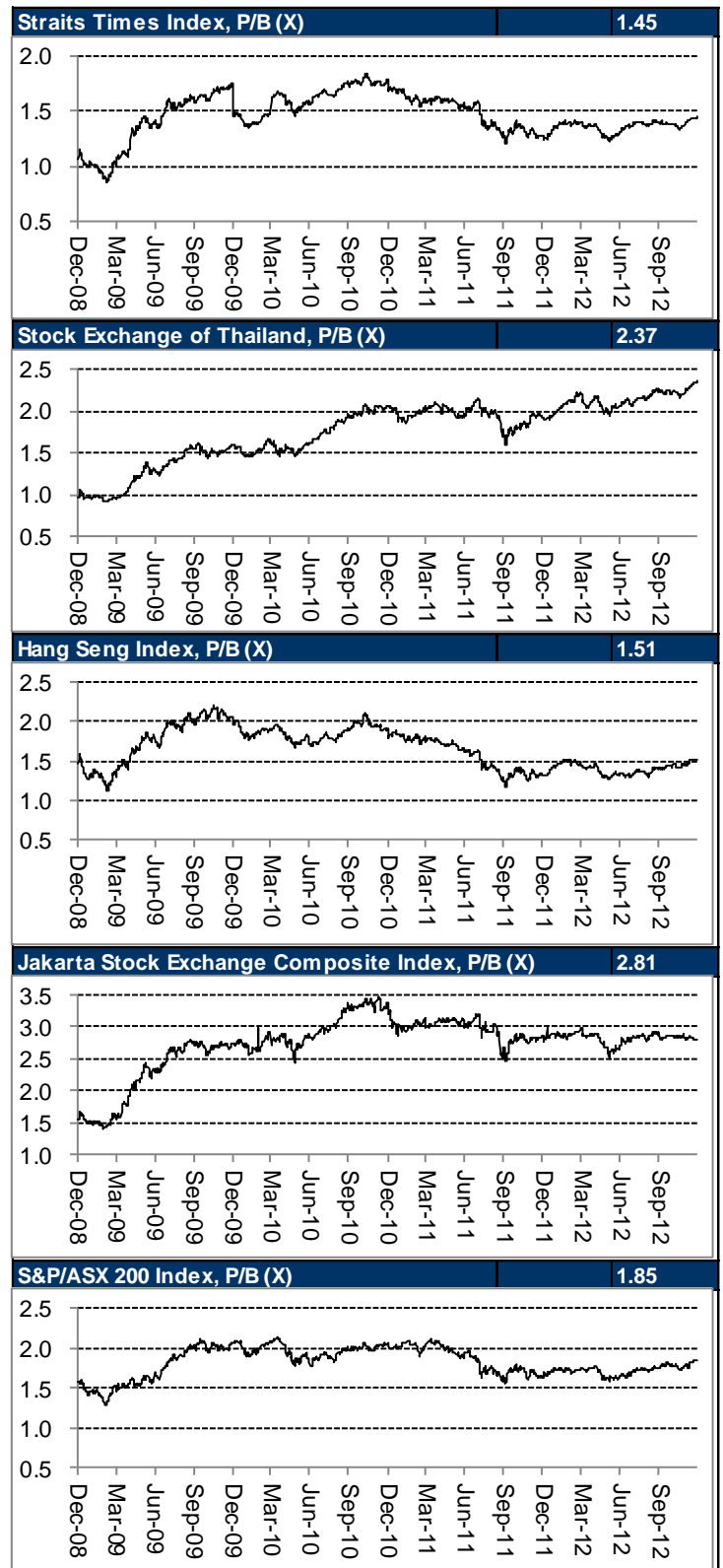
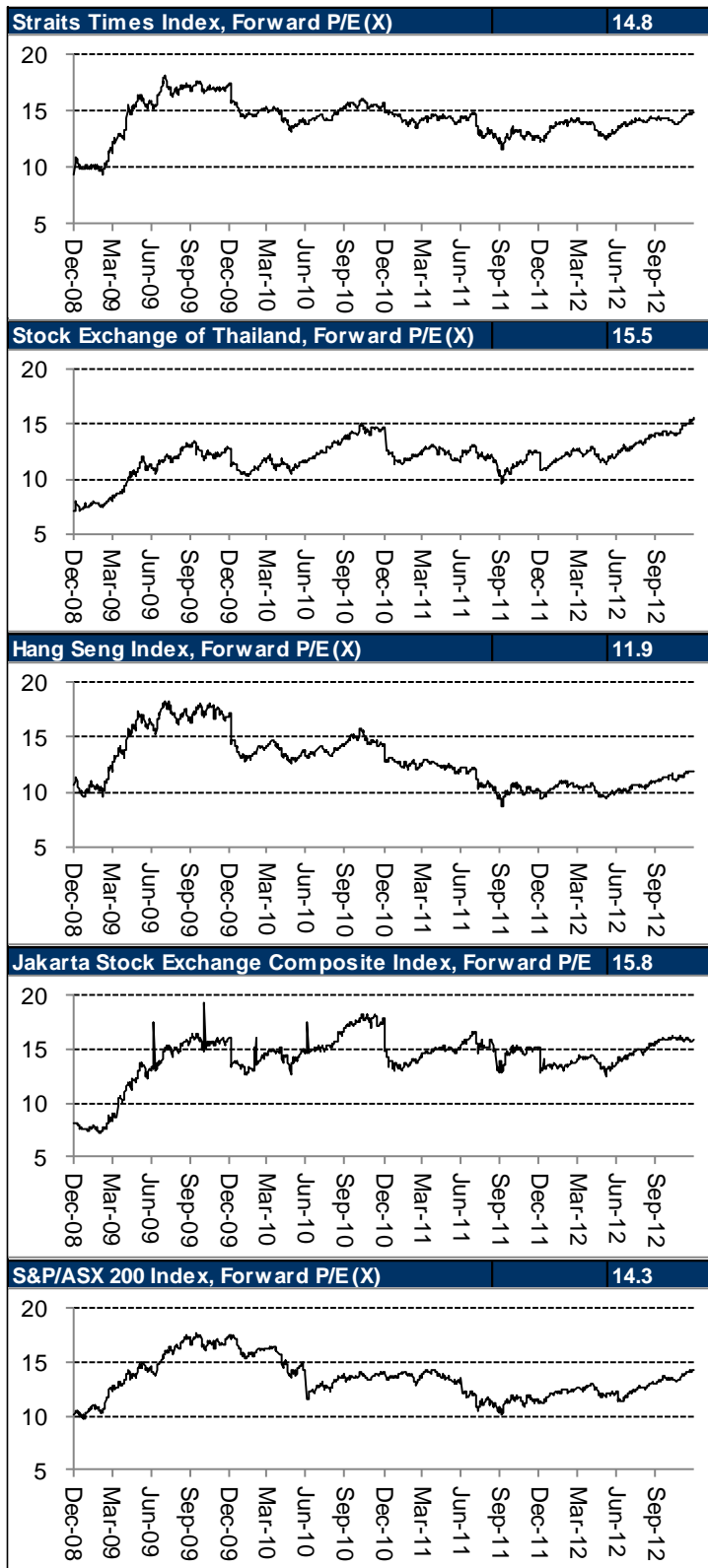
Australia

- Iron ore is rallying the most in about two years as analysts predict that China, the biggest buyer, will import a record amount in 2013 as its accelerating economic growth spurs demand for steel. Trade to China will climb 6.9 percent to 778 million metric tons in 2013, or 65 percent of all shipments, according to the median of 10 analyst estimates compiled by Bloomberg. Seaborne demand will exceed supply for at least a 10th year, Morgan Stanley data show. Prices will climb as much as 26 percent to \$170 a ton by June, according to Justin Smirk of Westpac Banking Corp. (WBC), who correctly predicted this year's slump and was the most accurate industrial-metals forecaster tracked by Bloomberg. Prices tumbled to a three-year low in September as China slowed for seven consecutive quarters, before rallying 56 percent since then on mounting confidence the nation's growth will accelerate for at least the next six months. The rebound will boost earnings for suppliers and Vale SA (VALE5), the biggest exporter, is expected to report a 19 percent increase in profit next year, analyst estimates compiled by Bloomberg show. (Source: Bloomberg)



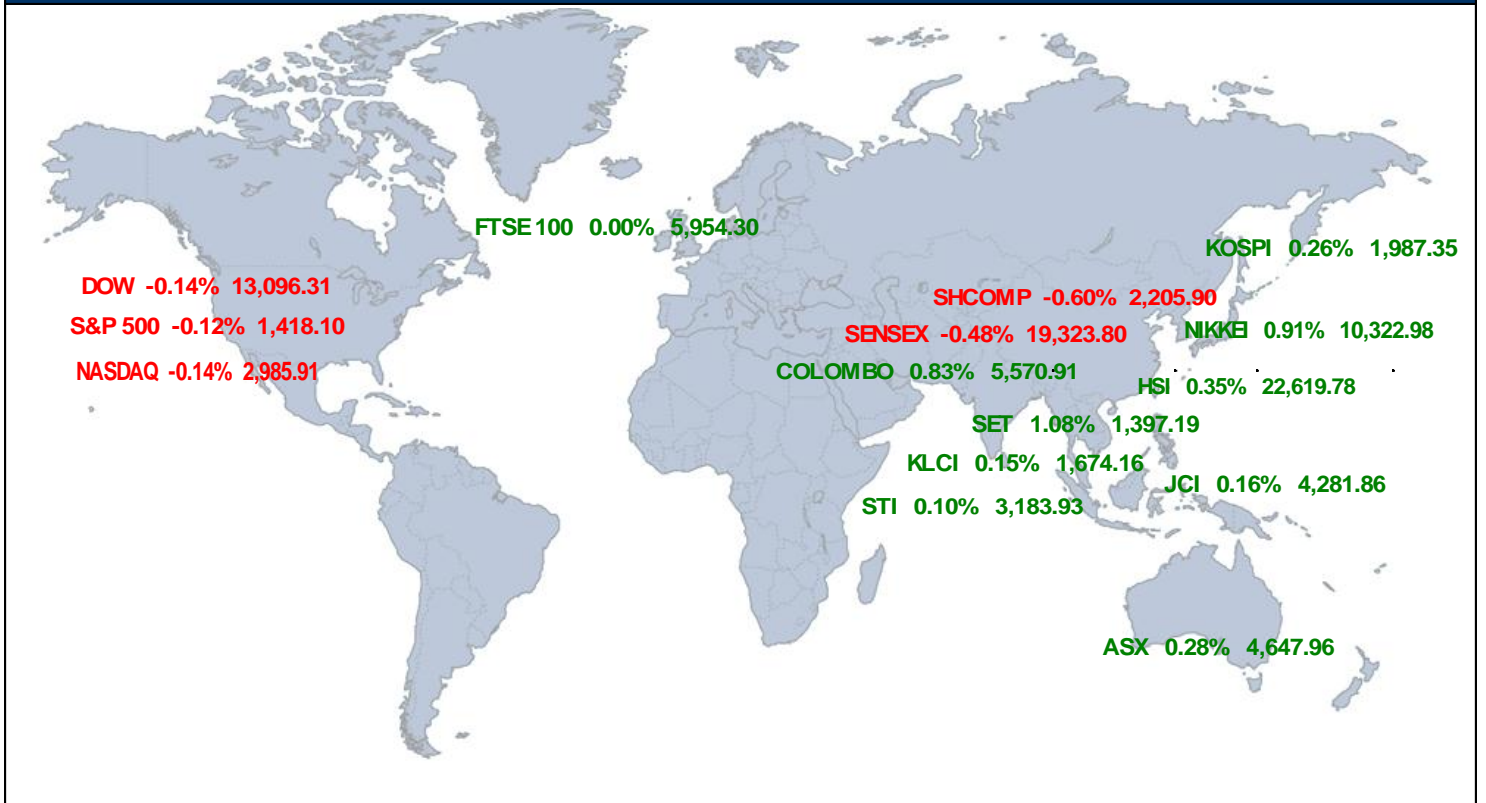
Source: Bloomberg

Valuations of Major Regional Markets



Source: Bloomberg

World Index



Source: Bloomberg

Economic Announcement

US

Date	Statistic	For	Survey	Prior
12/28/2012	Chicago Purchasing Manager	Dec	51	50.4
12/28/2012	Pending Home Sales MoM	Nov	1.00%	5.20%
12/28/2012	Pending Home Sales YoY	Nov	12.20%	18.00%
12/31/2012	NAPM-Milwaukee	Dec	--	45.5
12/31/2012	Dallas Fed Manf. Activity	Dec	--	-2.8
1/2/2013	Markit US PMI Final	Dec	53.2	52.8
1/2/2013	Construction Spending MoM	Nov	0.60%	1.40%
1/2/2013	ISM Manufacturing	Dec	50.1	49.5
1/2/2013	ISM Prices Paid	Dec	50	52.5
1/3/2013	MBA Mortgage Applications	28-Dec	--	-12.30%
1/3/2013	Challenger Job Cuts YoY	Dec	--	34.40%
1/3/2013	RBC Consumer Outlook Index	Jan	--	46.9
1/3/2013	ADP Employment Change	Dec	137K	118K
1/3/2013	Initial Jobless Claims	29-Dec	--	--
1/3/2013	Continuing Claims	23-Dec	--	--

Source: Bloomberg

Thailand

Date	Statistic	For	Survey	Prior
12/28/2012	Foreign Reserves	21-Dec	--	\$182.6B
12/28/2012	Forward Contracts	21-Dec	--	\$23.8B
12/28/2012	Total Exports YOY%	Nov	--	14.40%
12/28/2012	Total Exports in US\$ Million	Nov	--	\$19128M
12/28/2012	Total Imports YOY%	Nov	--	21.20%
12/28/2012	Total Imports in US\$ Million	Nov	--	\$19274M
12/28/2012	Total Trade Balance	Nov	--	-\$146M
12/28/2012	Current Account Balance (USD)	Nov	\$220M	-\$199M
12/28/2012	Overall Balance in US\$ Million	Nov	--	-\$1295M
12/28/2012	Business Sentiment Index	Nov	--	52.1
1/2/2013	Consumer Price Index NSA (MoM)	Dec	-0.12%	-0.35%
1/2/2013	Consumer Price Index (YoY)	Dec	3.18%	2.74%
1/2/2013	Core CPI (YoY)	Dec	1.80%	1.85%
1/9/2013	Benchmark Interest Rate	9-Jan	--	2.75%
17-18 JAN	Total Car Sales	Dec	--	--

Source: Bloomberg

Singapore

Date	Statistic	For	Survey	Prior
12/31/2012	Credit Card Bad Debts	Nov	--	18.8M
12/31/2012	Credit Card Billings	Nov	--	3356.7M
12/31/2012	Bank Loans & Advances (YoY)	Nov	--	17.90%
12/31/2012	M1 Money Supply (YoY)	Nov	--	4.00%
12/31/2012	M2 Money Supply (YoY)	Nov	--	5.40%
1/2/2013	GDP (annualized) (QoQ)	4Q A	--	-5.90%
1/2/2013	GDP (YoY)	4Q A	--	0.30%
1/3/2013	Electronics Sector Index	Dec	--	47.4
1/3/2013	Purchasing Managers Index	Dec	--	48.8
1/7/2013	Foreign Reserves	Dec	--	\$255.77B
1/9/2013	Automobile COE Open Bid Cat A	2-Jan	--	81889
1/9/2013	Automobile COE Open Bid Cat B	2-Jan	--	93501
1/9/2013	Automobile COE Open Bid Cat E	2-Jan	--	95990
1/15/2013	Retail Sales (MoM) sa	Nov	--	0.60%
1/15/2013	Retail Sales (YoY)	Nov	--	-1.00%

Source: Bloomberg

Hong Kong

Date	Statistic	For	Survey	Prior
12/31/2012	Govt Mthly Budget Surp/Def HK\$	Nov	--	21.5B
12/31/2012	Money Supply M1 - in HK\$ (YoY)	Nov	--	13.10%
12/31/2012	Money Supply M2 - in HK\$ (YoY)	Nov	--	10.00%
12/31/2012	Money Supply M3 - in HK\$ (YoY)	Nov	--	10.00%
1/3/2013	Retail Sales - Value (YoY)	Nov	4.20%	4.00%
1/3/2013	Retail Sales - Volume (YoY)	Nov	3.70%	3.60%
1/4/2013	Purchasing Managers Index	Dec	--	52.2
1/7/2013	Foreign Currency Reserves	Dec	--	\$305.2B
1/17/2013	Unemployment Rate SA	Dec	--	3.40%
17-18 JAN	Composite Interest Rate	Dec	--	0.34%
1/21/2013	CPI - Composite Index (YoY)	Dec	--	3.70%
1/24/2013	Trade Balance	Dec	--	--
1/24/2013	Exports YoY%	Dec	--	--
1/24/2013	Imports YoY%	Dec	--	--
1/30/2013	Money Supply M3 - in HK\$ (YoY)	Dec	--	--

Source: Bloomberg

PHILLIP RESEARCH STOCK SELECTION SYSTEMS

Total Return	Recommendation	Rating	Remarks
>+20%	Buy	1	>20% upside from the current price
+5% to +20%	Accumulate	2	+5% to +20% upside from the current price
-5% to +5%	Neutral	3	Trade within \pm 5% from the current price
-5% to -20%	Reduce	4	-5% to -20% downside from the current price
<-20%	Sell	5	>20% downside from the current price

We do not base our recommendations entirely on the above quantitative return bands. We consider qualitative factors like (but not limited to) a stock's risk reward profile, market sentiment, recent rate of share price appreciation, presence or absence of stock price catalysts, and speculative undertones surrounding the stock, before making our final recommendation

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