

FTSE ST Index Series

Straits Times Index (STI) Review Changes Overview - September 2018

Data as at: 14 September 2018

Review Overview

The Straits Times Index (STI) is the headline index of the FTSE ST Index Series representing the top 30 companies by market capitalisation on the SGX Main Board. The FTSE ST Index Series is reviewed semi-annually in March and September to ensure the Indices remain representative of the underlying Singapore market.

The following changes will be made to the STI after the September review. Effective on Monday 24 September 2018, Dairy Farm International Holdings (D01) will be included in the STI, replacing StarHub (CC3). The total two-way index turnover is estimated to be 2.68 per cent.

The Straits Times Index (STI) Reserve List contains the next 5 highest ranked companies by full market capitalisation – Suntec REIT (T82U), Mapletree Commercial Trust (N2IU), Keppel REIT (K71U), Mapletree Logistics Trust (M44U) and Mapletree Industrial Trust (ME8U).

Key changes are highlighted below:

Table One: STI Constituent Weightings

Rank	Local Code	Constituent Name	ICB Subsector	Weight before Change %	Weight after Change %	Change in Weight %	2-Way Turnover %
1	D05	DBS Group Holdings	Banks	16.03	15.87	-0.16	0.16
2	O39	Oversea-Chinese Banking	Banks	13.07	12.94	-0.13	0.13
3	U11	United Overseas Bank	Banks	12.06	11.94	-0.12	0.12
4	Z74	Singapore Telecommunications	Mobile Telecommunications	8.38	8.30	-0.08	0.08
5	J36	Jardine Matheson Holdings	Diversified Industrials	6.19	6.12	-0.06	0.06
6	H78	Hongkong Land Holdings	Real Estate Holding & Development	3.92	3.89	-0.04	0.04
7	BN4	Keppel	Oil Equipment & Services	3.35	3.32	-0.03	0.03
8	J37	Jardine Strategic Holdings	Diversified Industrials	3.14	3.11	-0.03	0.03
9	C31	Capitaland	Real Estate Holding & Development	2.98	2.95	-0.03	0.03
10	Y92	Thai Beverage	Brewers	2.23	2.20	-0.02	0.02
11	F34	Wilmar International Limited	Food Products	2.21	2.19	-0.02	0.02
12	A17U	Ascendas Real Estate Investment Trust	Industrial & Office REITs	2.20	2.17	-0.02	0.02
13	G13	Genting Singapore	Gambling	2.15	2.13	-0.02	0.02
14	S68	Singapore Exchange	Investment Services	2.15	2.13	-0.02	0.02
15	S63	Singapore Technologies Engineering	Aerospace	1.93	1.91	-0.02	0.02
16	C38U	CapitaLand Mall Trust	Retail REITs	1.76	1.74	-0.02	0.02
17	C6L	Singapore Airlines	Airlines	1.75	1.73	-0.02	0.02
18	C52	ComfortDelGro	Travel & Tourism	1.70	1.68	-0.02	0.02
19	T39	Singapore Press Holdings	Publishing	1.56	1.55	-0.02	0.02
20	V03	Venture Corp	Electronic Equipment	1.53	1.52	-0.02	0.02
21	C61U	CapitaLand Commercial Trust	Industrial & Office REITs	1.49	1.47	-0.01	0.01
22	C09	City Developments	Real Estate Holding & Development	1.48	1.47	-0.01	0.01
23	D01	Dairy Farm International Holdings	Food Retailers & Wholesalers	-	1.34	1.34	1.34
24	U14	UOL Group	Real Estate Holding & Development	1.21	1.20	-0.01	0.01
25	S58	SATS	Transportation Services	1.14	1.12	-0.01	0.01
26	C07	Jardine Cycle & Carriage	Specialty Retailers	1.11	1.10	-0.01	0.01
27	U96	Sembcorp Industries	Mult utilities	0.94	0.93	-0.01	0.01
28	BS6	Yangzijiang Shipbuilding Holdings (S Chip)	Commercial Vehicles & Trucks	0.85	0.84	-0.01	0.01
29	NS8U	Hutchison Port Holdings Trust	Transportation Services	0.59	0.59	-0.01	0.01
30	ESH	Golden Agri-Resources	Farming & Fishing	0.56	0.55	-0.01	0.01
-	CC3	StarHub	Mobile Telecommunications	0.34	-	-0.34	0.34
Totals				100.00	100.00	-	2.68

Note: New additions after review are highlighted in blue, and deletions are highlighted in red

Dairy Farm International Holdings (D01) will account for 1.34 per cent of the turnover of the Straits Times Index (STI)

StarHub (CC3) before the index rebalance accounted for 0.34 per cent of the Straits Times Index (STI)

Table Two: STI Sector Breakdown

ICB Industry / Sector	Number of Constituents after Change	Change in Constituents	Weight before Change %	Weight after Change %	Change in Weight %	2-Way Turnover %
Oil & Gas	1	0	3.35	3.32	-0.03	0.03
Oil Equipment, Services & Distribution	1	0	3.35	3.32	-0.03	0.03
Industrials	7	0	15.37	15.21	-0.15	0.15
Aerospace & Defense	1	0	1.93	1.91	-0.02	0.02
General Industrials	2	0	9.33	9.23	-0.09	0.09
Electronic & Electrical Equipment	1	0	1.53	1.52	-0.02	0.02
Industrial Engineering	1	0	0.85	0.84	-0.01	0.01
Industrial Transportation	2	0	1.73	1.71	-0.02	0.02
Consumer Goods	3	0	5.00	4.95	-0.05	0.05
Beverages	1	0	2.23	2.20	-0.02	0.02
Food Producers	2	0	2.77	2.74	-0.03	0.03
Consumer Services	6	1	8.27	9.53	1.26	1.42
Food & Drug Retailers	1	1	0.00	1.34	1.34	1.34
General Retailers	1	0	1.11	1.10	-0.01	0.01
Media	1	0	1.56	1.55	-0.02	0.02
Travel & Leisure	3	0	5.60	5.54	-0.06	0.06
Telecommunications	1	-1	8.72	8.30	-0.42	0.42
Mobile Telecommunications	1	-1	8.72	8.30	-0.42	0.42
Utilities	1	0	0.94	0.93	-0.01	0.01
Gas, Water & Multiutilities	1	0	0.94	0.93	-0.01	0.01
Financials	11	0	58.35	57.76	-0.59	0.59
Banks	3	0	41.16	40.74	-0.41	0.41
Real Estate Investment & Services	4	0	9.59	9.50	-0.10	0.10
Real Estate Investment Trusts	3	0	5.44	5.39	-0.05	0.05
Financial Services	1	0	2.15	2.13	-0.02	0.02
Totals	30	2	100.00	100.00	-	2.68

Food & Drug Retailers will see the largest change in Index weighting, up 1.34 per cent

Mobile Telecommunications will see the largest fall in Index weighting, down 0.42 per cent to 8.30 per cent

After the STI review changes have been applied, the estimated tracking error and estimated correlation to the FTSE ST All-Share Index will be 2.18 per cent and 0.9924 respectively

Table Three: STI Estimates Data

Index	Estimated Volatility %	Estimated Correlation	Estimated Tracking Error %	Estimated Beta
STI	17.71	0.9924	2.18	1.01
FTSE ST All-Share Index	17.47	1.0000	-	1.00

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