

24 July 2023

Market Outlook | Market Strategy

Market Strategy

Pheu Thai – a Game Changer

- Pheu Thai (PT) – game changer.** At the time of writing, Thailand is still selecting its 30th Premier, as the new administration's entering office delays from August to September. We anticipate PT, the runner-up of 14 May's election, will jump in to form the coalition government with the new allies *sans* the Move Forward Party (MFP). Still, we believe PT's economic campaign policies needs to be more constructive towards the capital market to boost the investment and economic atmosphere. In 2H23, SET should present a more predictable downside, making it ideal for selective buying.
- Soft fundamentals in 2H23.** There are expected economic uncertainties in 3Q23 (from May to August) caused by inconsistent economic measures, lower-than-expected existing budget disbursement, and the likelihood of a delay of several months of the fiscal budget approval and execution. These disruptions could result in a downward revision of the economic and earnings outlook for 2023. Moreover, 2H tends to have lower economic activity and corporate earnings vs 1H (Figure 14).
- Lower the year-end SET Index target to 1,666 pts from 1,764 pts** due to lowered growth prospects in the construction materials, agriculture, telco (a turnaround from net losses), and financial services sectors. 2023 SET EPS growth estimate has been reduced to 4.8% from 5.8% (Figures 5 and 7), primarily from the country's year-long economic reopening and more micro-political headwinds. Our year-end SET target of 1,666 pts is based on a baseline of 20x P/E (10-year mean P/E of 20.89x).
- Investment themes for 2H23:**
 - Under the PT and new allies administration scenario.** With current share prices reflecting cheap valuations, stocks of contractors, infrastructure, rail-transportation, utilities, and property development are attractive and should regain momentum. Public spending and infrastructure project bidding should also resume from 4Q23.
 - Low degree of political participation.** Although the economic direction has yet to be determined, let alone the new administration, we believe sectors with solid fundamentals could mitigate against current political headwinds. They include: i) Banks (due to an interest rate uptrend), ii) healthcare and hospitality (due to increased foreign outpatients and a growing number of visitors), iii) oil & gas (due to oil prices rebounding), iv) tollway, expressway, airport, and concessionaire – power (recurring income), and v) retail (a solid base of recurring income).
 - FDI is increasing in tandem with the weakening THB.** The new administration's practical policies should restore public and private investment sentiment and confidence. We are of the view the THB weakness will positively affect Thailand's trade, tourism, and domestic consumption – supported by tourist arrivals, the speeding up of foreign direct investments (FDIs) and housing sales. On the other hand, the export of goods may face challenges due to macroeconomic uncertainty.

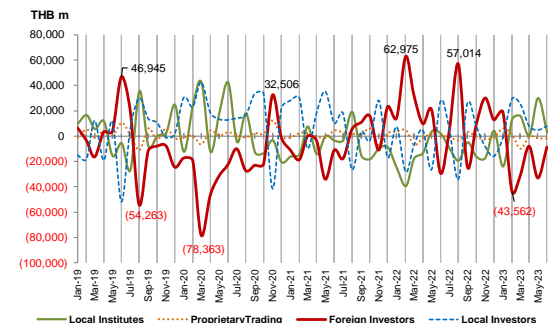
Stocks Covered 62
 Rating (Buy/Neutral/Sell): 40 / 14 / 8
 Last 12m Earnings Revision Trend: Mixed

Analyst

Kasamapon Hamnilrat
 +66 2088 9739
kasamapon.ha@rhbgroup.com



Monthly investors' net buy/sell



Source: The Nation Thailand

2023 year-end SET Index target of 1666 pts

| Key Inputs | 2020 | 2021 | 2022 | 2023E | 2024E |
|-------------------------------|--------------|--------------|--------------|--------------|--------------|
| Return on Equity | 4.2% | 9.4% | 8.4% | 8.4% | 8.6% |
| EPS (THB) | 36.20 | 88.41 | 79.45 | 83.28 | 90.38 |
| EPS growth | -55.7% | 144.2% | -10.1% | 4.8% | 8.5% |
| BV (THB) | 833.7 | 911.1 | 937.6 | 978.1 | 1,023.3 |
| Dividend yield | 1.0% | 2.1% | 1.9% | 2.8% | 3.0% |
| P/E (x) | 40.04 | 18.75 | 21.00 | 17.94 | 16.53 |
| P/BV (x) | 1.74 | 1.82 | 1.78 | 1.53 | 1.46 |
| SET index closed (pts) | 1,449 | 1,658 | 1,669 | 1,666 | 1,808 |
| SET/Market return | -8.3% | 14.4% | 0.7% | 0.5% | 8.3% |
| Dividend yield | 1.0% | 2.1% | 1.9% | 2.8% | 3.0% |
| Total return | -7.3% | 16.5% | 2.6% | 3.3% | 11.4% |

Source: RHB

| Company Name | Rating | Target (THB) | % Upside (Downside) | P/E (x) Dec-23F | P/B (x) Dec-23F | ROAE (%) Dec-23F | Yield (%) Dec-23F |
|--------------------------------------|--------|--------------|---------------------|-----------------|-----------------|------------------|-------------------|
| Advanced Info Service | Buy | 252.00 | 13.5 | 22.4 | 7.1 | 33.0 | 3.4 |
| Airports of Thailand | Buy | 82.00 | 15.5 | 61.8 | 7.8 | 13.9 | 1.0 |
| Bangkok Dusit Medical Services | Buy | 35.25 | 23.7 | 34.0 | 5.3 | 16.1 | 1.8 |
| Bangkok Expressway and Metro | Buy | 11.22 | 28.2 | 38.5 | 3.3 | 8.8 | 1.7 |
| Central Pattana | Buy | 85.00 | 28.8 | 23.7 | 3.3 | 14.7 | 1.7 |
| Central Retail Corporation | Buy | 54.00 | 33.3 | 31.0 | 2.8 | 9.3 | 1.3 |
| CP ALL | Buy | 76.00 | 20.2 | 31.7 | 5.2 | 17.9 | 1.6 |
| Land and Houses | Buy | 10.85 | 26.9 | 11.4 | 1.9 | 17.1 | 7.5 |
| PTT Exploration & Production | Buy | 179.00 | 15.5 | 9.5 | 1.2 | 13.4 | 4.2 |
| Siam Commercial Bank | Buy | 150.00 | 37.0 | 9.4 | 0.7 | 8.0 | 3.9 |
| Sino-Thai Engineering & Construction | Buy | 16.20 | 65.3 | 13.4 | 1.1 | 8.4 | 3.6 |

Source: Company data, RHB

Economic Outlook

Lacklustre tourism and slowing inflation; BOT to hold interest rates

Key points:

- We maintain Thailand's GDP growth of 3.5% in 2023, against Bloomberg's forecast of 3.6%, despite growth momentum improving in 2H23
- June's headline inflation decelerated to 0.2% YoY, slightly lower vs our estimate of 0.3% YoY and Bloomberg's forecast of 0.0% YoY. We keep Thailand's full-year headline and core inflation forecasts at 2.0% and 1.5%. Inflation momentum may stay elevated in 3Q23, before slowing in 4Q23
- We forecast Bank of Thailand (BoT) to keep its benchmark rate unchanged at 2.00% for the rest of the year

We maintain Thailand's GDP growth at 3.5% in 2023, against Bloomberg's forecast of 3.6%, despite growth momentum improving in 2H23. We have held a cautious outlook on Thailand since 2022, a view which is materialising, although recent high-frequency data is showing signs of positive momentum YTD. As of 2Q23, Thailand's trade and private investment momentum has picked up, while private consumption stayed resilient on the back of recovering tourism-led demand. Our proprietary GDP leading index indicates a GDP recovery in 2H23, with leading proxies such as growth in investment, employment, manufacturing and money supply indicators pointing north YTD.

Our study on Thailand's private consumption suggests domestic demand will recover in 2H23. Our newfound consumption function also allows us enhanced clarity over the extent of tourism's and wages' positive impact on private consumption, thus lifting our 2023 private consumption forecasts to 2.9% (1H23: 2.7%, 2H23: 3.0%) from our previous 2.0% forecast. This is coupled with the improving momentum already seen in Thailand's exports and investment growth in March, thereby setting the stage for a potential uptick in overall growth momentum in 2Q23. We see three reasons why Thailand will see a 2H23 recovery:

- The economy's tourism base in 2H23 will likely accelerate against 1H23's handle;
- Growth momentum in externally facing industries is slated to benefit from an improving global economic backdrop; and
- Easing YTD inflation will provide more clarity regarding monetary policy and economic prognosis.

We also discussed Thailand's tourism prognosis for 2023 and into the medium term in our latest thematic report. We pencil inbound arrivals at around 26-28m persons this year, 38m persons in 2024, and 42m persons in 2025. Thailand's tourism arrivals YTD have been lacklustre, and full-year inbound arrivals will likely be below pre-pandemic levels. The drag is seen from the relatively slower Chinese tourist arrivals into Thailand, where we found that China's GDP leads its outbound tourism demand by two quarters. We have been sceptical about the market's expectations for a China reopening-led V-shaped recovery in 2023. Given our bearish view on China, we maintain its 2023 GDP growth forecast of 4.0% YoY, vs the Bloomberg consensus estimate of 5.7%. The bearish stance we adopt for China suggests that Chinese tourism-demand into Thailand may stay soft for the year ahead.

We keep Thailand's full-year headline and core inflation forecasts at 2.0% and 1.5%. Inflation momentum may stay elevated in 3Q23, before slowing in 4Q23. We are seeing emerging signs of upside risks to inflation in 3Q23, given:

- Impending *El Nino* weather conditions may inject upside risks to agriculture prices – weather experts cite an 80% chance for an *El Nino* to occur between July-September, suggesting some upside risks to agricultural prices in the immediate months ahead if harvest supplies are threatened by poor weather conditions;
- Higher oil prices may be expected in the immediate months ahead following Saudi Arabia's decision to cut oil production targets in July subject to extensions; and
- Thailand's recovering domestic consumption amid stronger tourism-led demand may inject demand-pull inflation pressures.

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We keep our forecast for the BoT to keep its benchmark unchanged at 2.0% for the year ahead, while the positive real interest rates will be favourable for the THB. Given May's headline CPI reading of 0.5% YoY, Thailand's headline inflation has declined below the official target range of 2.0% (+/-1.0%). Note that BoT hiked its policy rate to 2.0% in its latest policy meeting and viewed its current policy stance to be less accommodative. Following May's surprise deceleration of headline inflation pressures, the widening real interest rates underpins our view for the THB to range 34.0-36.0 in 3Q23, and 33.0-35.0 in 4Q23, from 34.70 per USD at the time of writing.

Our recent discussions with Thai policymakers and businesses reinforced our abovementioned views. Our impressions from the meetings are:

- i. Thailand's GDP is expected to recover in 2H23 on the back of private consumption, tourism, and trade;
- ii. Inflation may see a gradual uptick in the immediate months ahead;
- iii. There is limited policy impetus to raise interest rates in 2023. Officials were relatively sanguine over Thailand's growth prognosis, noting the gradual recovery in Thailand's tourism base, while citing official inflation estimates (headline CPI: 2.5%, core CPI: 2.0%) to be conservative in 2023.

Thailand's benchmark rate at 2.0% may also be close to its neutral level, suggesting that policymakers may take a pause henceforth and remain data-dependent on future rate decisions.

Our forecast for the current account (CA) balance is at a surplus of 3.9% of GDP in 2023 vs a deficit of 3.5% in 2022. Thailand's trade and manufacturing activities should recover materially in 2H23, thus bringing the CA balance to a surplus for the year. Moreover, the gradual recovery in Thailand's tourism space should help services income. Overall, we expect Thailand's trade balance to narrow to a deficit of USD10bn in 2023, from USD16.1bn in 2022, amid declining import growth on the back of a softer THB in 1H23.

On fiscal policy, we forecast a fiscal deficit of 3.0% of GDP in 2023. The YTD budget balance in the first five months of 2023 remained in the deficit zone, led by higher expenditure (5M23: +11.7% YoY) and lower revenue collected (5M23: -4.2% YoY). The fiscal burden may continue to be seen, especially given the extension of the excise tax reduction on diesel (October 2022-July 2023), while the State Welfare Registration Programme also led to higher expenditure in 1Q23.

Figure 1: Key economic forecasts

| | 2022 | 2023F | 2024F | 1Q23 | 2Q23F | 2H23F | 1Q24F |
|-------------------------------------|------|-------|-------|------|-------|-------|-------|
| Real GDP Growth (% YoY) | 2.6 | 3.5 | 4.0 | 2.7 | 2.4 | 4.5 | 1.9 |
| Contribution to real GDP Growth (%) | | | | | | | |
| Private Consumption | 3.5 | 2.9 | 2.0 | 2.8 | 2.7 | 3.0 | 2.3 |
| Gross Fixed Capital Formation | 0.6 | 0.4 | 0.2 | 0.8 | 0.4 | 0.3 | -0.7 |
| Government Consumption | 0.0 | -1.0 | -1.0 | -0.9 | -0.3 | -1.4 | -1.2 |
| Net Exports | 1.7 | 2.3 | 1.1 | 2.7 | 0.6 | 3.0 | -1.1 |
| CPI | 6.1 | 2.0 | 2.0 | 3.9 | 1.3 | 1.5 | 1.8 |
| Policy Interest Rate | 1.25 | 2.00 | 2.00 | 1.75 | 2.00 | 2.00 | 2.00 |
| Current Account Balance (% of GDP) | -3.5 | 3.9 | 4.0 | 2.7 | 4.1 | 3.4 | 4.9 |
| Fiscal Balance (% of GDP) | -2.7 | -3.0 | -3.0 | -5.2 | -3.5 | -1.7 | -4.0 |

Source: CEIC, RHB Economics & Market Strategy

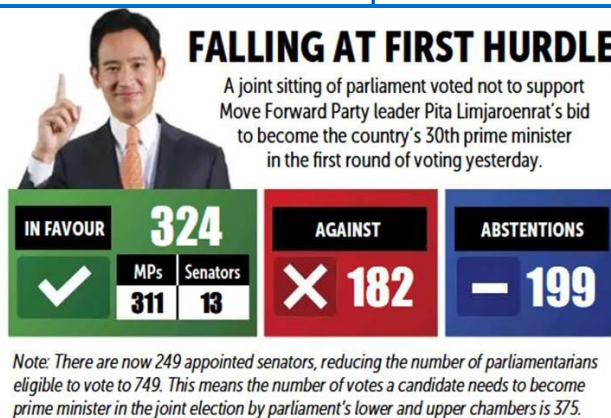
Senior Economist: *Barnabas Gan*
 +65 6320 0804
barnabas.gan@rhbgroup.com

Investment Themes

Theme 1: Game Changer – a PT-led government

- **The leader of the MFP has failed to get support as the next prime minister.** During the joint sitting of parliament, Pita Limjaroenrat, the sole leader of the MFP, failed to gather enough support for his nomination. He insisted that the party would push ahead with its plan to amend Section 112 of the Criminal Code, also known as the Lese Majeste law, which was cited as the main reason why several senators refused to back his nomination.
- **The Constitutional Court will be ruling on the MFP cases.** The Election Commission (EC) has submitted a petition to the Constitutional Court seeking the disqualification of PM hopeful Pita over alleged media shareholding. The EC also urged the court to temporarily suspend Pita from serving as an MP until the court issues its ruling. Following the EC's petition on media's shareholding, there were another two petitions submitted to the Constitution Court lodged by lawyer Theerayut Suwankesorn, which claims that the MFP's policy breaches Section 49 of the Constitution, which prohibits people from using their rights and freedoms to overthrow the constitutional monarchy and owning the book publishing company. If the court rules against Pita, he could be banned for 20 years in the political field, face 1-10 years in prison, and disqualification from his MP status; this could also result in the dissolution of the MFP.

Figure 2: Received 324 out of a minimum requirement of 376 votes from the House



Source: Bangkok Post

- **PT-led.** The most likely scenario is that PT (Figure 3), the second-place winner, will become the coalition leader and continue to hold hands with its eight existing alliances. Pita's insistence on amending Section 112 means he has even less of a chance to get the votes of the upper house and its allies. We believe the second round of voting for Pita as the prime ministerial candidate on 19 Jul will result in the same outcome. Therefore, the most likely scenario is that PT will switch allies from the MFP and join hands with the caretaker government parties such as Bhumjai Thai (BT), Palang Pracharat (PPR), Democrat (DM), and even United Thai, as PM Prayuth Chan-O-Cha has recently resigned as the party's leader and decided to end his political career.
- **Who will be the next prime?** There are four possible prime minister candidates under the PT-led scenario. PT has short-listed two prime minister candidates, namely Praethongtharn Shinawatra – the major shareholder of SC Asset Corporation (SC TB) and Srettha Thavisin - the former CEO of Sansiri (SIRI TB). Additionally, there are two prospective candidates from Bhumjai Thai - Anutin Charnvirakul and General Prawit Wongsuwon, the Palang Pracharat (PPR) leader.

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Figure 3: The most likely scenario of the coalition government

| Alliance | Constituency | Party List | Total |
|------------------------------|--------------|------------|------------|
| Phue Thai (PT) | 112 | 29 | 141 |
| Palang Pracharat (PPR) | 39 | 1 | 40 |
| Prachachard (PCC) | 7 | 2 | 9 |
| Bhumjai Thai (BT) | 68 | 3 | 71 |
| Chard Thai Pattana (CTP) | 9 | 1 | 10 |
| Democrat (DM) | 22 | 3 | 25 |
| Other (13-15, and 18) | 0 | 4 | 4 |
| Total lower house MPs | 257 | 43 | 300 |

| Voting of the prime minister; | Total | Votes | Chance |
|---|------------|------------|------------|
| Lower house >50% (251) | 500 | 300 | 60% |
| Upper house >50% (126) , requires >81 votes | 250 | 81 | 32% |
| Parliamentarians | 750 | 381 | 51% |

Source: RHB

- **The outlook of the government sounds “stable”.** We believe the ability to pass laws and policies effectively is crucial for a coalition government to remain in power for the next four years. A coalition government with 300 out of 500 (ex-United Thai Party) in the total lower house is considered “stable”. We expect these allies to receive more than 81 out of 250 votes from the upper house, even backing up the government, as none will invoke Section 112.
- **Under a scenario of PT and new allies administration.** With current share prices reflecting cheap valuations, stocks of contractors, infrastructure, rail-transportation, utilities, and property development are attractive and should regain momentum. Public spending and infrastructure project bidding should also resume from 4Q23.

Figure 4: Key populist campaigns of the four prospectively coalition parties

| | | | |
|--|--|--|---|
|  <p>PHEU THAI PARTY Key figure: Pae Tongtam 'Ung Ing' Shinawatra</p> <ul style="list-style-type: none"> ✔ A minimum daily wage of 600 baht ✔ A salary of at least 25,000 baht for university graduates ✔ A yearly income of at least 200,000 baht ✔ Creating 20 million jobs for highly skilled workers, with a combined yearly income of 4 trillion baht |  <p>PALANG PRACHARATH PARTY Leader: Gen Prawit Wongsuwan</p> <ul style="list-style-type: none"> ✔ Increasing monthly allowances for state welfare cardholders to 700 baht ✔ Child support subsidies for newborns until age 6 ✔ Increasing monthly allowances for the elderly, the disabled and the poor |  <p>BHUMJAITHAI PARTY Leader: Anutin Charnvirakul</p> <ul style="list-style-type: none"> ✔ Suspension of all kinds of debt for 3 years, up to 1 million baht per person ✔ Giving people the right to buy electric motorcycles for 6,000 baht, which they can pay for with 100-baht monthly instalments |  <p>DEMOCRAT PARTY Leader: Jurin Laksanawisit</p> <ul style="list-style-type: none"> ✔ Price guarantees for crops such as rice, palm fruit, maize and rubber ✔ Subsidies for rice farmers of 30,000 baht per household (there are 4.7-4.8 million households) ✔ Annual subsidies for fish farmer groups at 100,000 baht per group (there are about 2,800 groups) ✔ A grant of 2 million baht for each village and community bank |
|--|--|--|---|

Source: Bangkok Post

Top Picks:

- Sino-Thai Engineering & Construction (STEC TB, BUY, TP: THB16.20)
- CK Karnchang (CK TB, BUY, TP: THB26.10)
- Bangkok Expressway & Metro (BEM TB, BUY, TP: THB11.00)
- Advanced Info Services (ADVANC TB, BUY, TP: THB252)
- Gulf Energy Development (GULF TB, NR)
- Global Power Synergy (GPSC TB, NR)
- SC Asset Corporation (SC TB, NR)

Theme 2: Low degree of political participation

Although the economic direction has yet to be determined, let alone the new administration, we believe sectors with solid fundamentals could mitigate against current political headwinds. They include:

- Banks (due to interest rate uptrend)
- Healthcare and hospitality (due to increased foreign outpatients and a growing number of visitors),
- Oil & gas (due to price rebounding)
- Tollway, expressway, airport, concessionaire - power (recurring income)
- Consumers and retail (providing a solid base of recurring income from rental, leasable property, and increasing consumption from tourists)

Top Picks:

- Siam Commercial Bank (SCB TB, NR)
- Bangkok Bank (BBL TB, NR)
- PTT Exploration & Production (PTTEP TB, BUY, TP: THB179)
- PTT Oil & Retail Business (OR TB, BUY, TP: THB28)
- CP All (CPALL TB, BUY, TP: THB76)
- Central Pattana (CPN TB, BUY, TP: THB85)
- Central Retail Corporation (CRC TB, BUY, TP: THB54)
- Airports of Thailand (AOT TB, BUY, TP: THB82)
- Don Muang Tollway (DMT TB, NR)
- Bangkok Dusit Medicals (BDMS TB, BUY, TP: THB35.25)
- Minor International (MINT TB, BUY, TP: THB41.50)

Theme 3: FDI is increasing in tandem with the weakening THB

The new administration's practical policies, when it takes place in August-September, should restore public and private investment sentiment and confidence. We are of the view that the THB weakness will positively affect Thailand's trade, tourism, and domestic consumption - supported by tourist arrivals, the speeding up of FDIs and housing sales. On the other hand, the export of goods may face challenges due to macroeconomic uncertainty.

- **Growing of FDI – industrial estates.** The value of investment projects seeking the Board of Investment (BOI) privileges in Thailand surged 70% to an impressive THB365bn (USD11bn) in 1H23. Foreign manufacturers are flocking to Thailand to avoid the adverse effects of the confrontation between the superpowers aside from lowering their expenses, notably in the electrical and electronic industries.
- **Growing of foreign company operations – international headquarters, office rental.** The number of foreign companies operating in Thailand in 5M23 grew 16% YoY. The top three countries with the highest investments were Japan (63 projects worth THB15.87bn), followed by the US (48 projects, THB2.45bn) and Singapore (46 projects, THB6.35bn). The influx of foreign firms has boosted knowledge and technology transfer, especially in government mega projects and infrastructure fields, such as oil well control, electrical system design for trains, and wind energy.
- **Tourists in traction – hospitality, consumption, housing.** According to the Tourism Authority of Thailand (TAT), 12.87m foreigners visited Thailand in 6M23, putting the country on track to achieve its goal of up to 30m arrivals by 2023. Most visitors were from Malaysia, China, Russia, South Korea, and India. Despite the pandemic, the tourism industry is expected to reach 80% of 2019 levels, with an estimated maximum revenue of THB2.38trn (USD70bn, c.13%/GDP), based on 25-30m foreign arrivals generating approximately THB1.5trn in revenue.

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Top Picks:

- Central Retail Corporation (CRC TB, BUY, TP: THB53)
- Central Pattana (CPN TB, BUY, TP: THB85)
- Airports of Thailand (AOT TB, BUY, TP: THB82)
- WHA Corp (WHA TB, BUY, TP: THB4.89)
- Amata Corporation (AMATA TB, NR)
- Land & Houses (LH TB, BUY, TP: THB10.85)

Year-end 2023 SET Index target at 1,666 pts

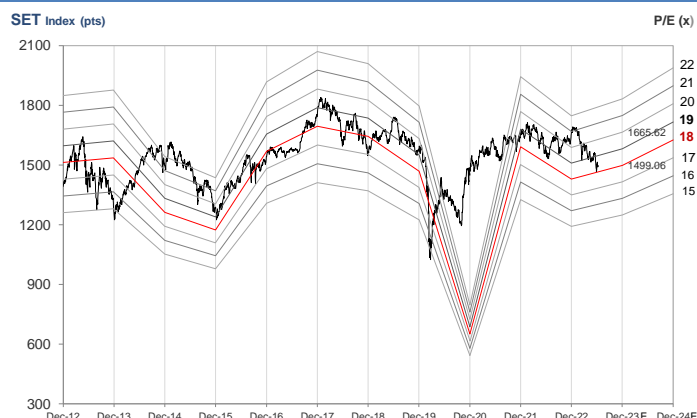
Figure 5: SET earnings and valuations

| SET Earnings Performance & Valuations | | | | | | | | | |
|---------------------------------------|-----------------------|--------|--------------|--------|--------------|-------|-------------|------------|---------------|
| Year | Net Profit (THB m) | +/- | EPS (THB) | +/- | BPS (THB) | ROE | P/BV (x) | P/E (x) | Div. Yield |
| 2006 | 454,351 | -9.0% | 60.8 | -12.8% | 413.3 | 14.7% | 1.65 | 11.18 | 4.9% |
| 2007 | 484,464 | 6.6% | 62.6 | 3.0% | 430.9 | 14.5% | 1.99 | 13.70 | 3.4% |
| 2008 | 364,006 | -24.9% | 45.9 | -26.7% | 438.9 | 10.5% | 1.03 | 9.80 | 7.5% |
| 2009 | 457,863 | 25.8% | 57.3 | 24.8% | 472.0 | 12.1% | 1.56 | 12.83 | 3.6% |
| 2010 | 567,772 | 24.0% | 70.4 | 22.9% | 511.9 | 13.7% | 2.02 | 14.68 | 3.1% |
| 2011 | 594,419 | 4.7% | 72.5 | 3.0% | 541.8 | 13.4% | 1.89 | 14.14 | 3.6% |
| 2012 | 714,534 | 20.2% | 84.1 | 16.0% | 602.8 | 13.9% | 2.31 | 16.56 | 3.2% |
| 2013 | 755,587 | 5.7% | 85.4 | 1.5% | 638.4 | 13.5% | 2.03 | 15.22 | 3.5% |
| 2014 | 648,800 | -14.1% | 70.1 | -17.8% | 669.0 | 10.6% | 2.24 | 21.36 | 2.5% |
| 2015 | 622,277 | -4.1% | 65.3 | -22.4% | 707.3 | 9.2% | 1.82 | 19.74 | 2.7% |
| 2016 | 852,004 | 36.9% | 87.2 | 33.6% | 756.3 | 11.5% | 2.04 | 17.70 | 3.0% |
| 2017 | 944,064 | 10.8% | 94.1 | 8.0% | 800.3 | 11.7% | 2.19 | 18.63 | 2.8% |
| 2018 | 933,176 | -1.2% | 91.3 | -3.0% | 828.5 | 10.9% | 1.89 | 17.12 | 2.9% |
| 2019 | 865,415 | -7.3% | 81.6 | -10.6% | 848.3 | 9.6% | 1.86 | 19.35 | 2.6% |
| 2020 | 402,283 | -53.5% | 36.2 | -55.7% | 833.7 | 4.2% | 1.74 | 40.04 | 1.0% |
| 2021 | 1,044,446 | 159.6% | 88.4 | 144.2% | 911.1 | 9.7% | 1.82 | 18.75 | 2.1% |
| 2022 | 973,288 | -6.8% | 79.5 | -10.1% | 937.6 | 8.5% | 1.78 | 21.00 | 1.9% |
| 2023E | 1,021,431 | 4.9% | 83.3 | 4.8% | 978.1 | 8.5% | 1.53 | 17.94 | 2.8% |
| 2024E | 1,108,550 | 8.5% | 90.4 | 8.5% | 1,023.3 | 8.8% | 1.46 | 16.53 | 3.0% |

Source: RHB

We have lowered the year-end SET target from 1,764 pts to 1,666 pts due to lowered growth prospects in construction materials, agriculture, telco (a turnaround from net losses), and financial services. This year's SET EPS growth estimate has been reduced from 5.8% to 4.8% (Figures 8 and 9), primarily from the country's year-long economic reopening and more micro-political headwinds. Our year-end SET target of 1,666 pts is based on a baseline of 20x P/E (10-year mean P/E of 20.89x).

Figure 6: SET's P/E band in the range of 19-21x



Source: RHB

Figure 7: SET's valuation matrix (P/E 5- & 7-year mean = 21.8x)

| P/E (x) | EPS (THB) | | | P/BV (x) | BV (THB) | | |
|-------------------|--------------|--------------|--------------|------------------------|------------|-------------|-------|
| | 2022 | 2023E | 2024E | | 2022 | 2023E | 2024E |
| growth | -10% | 4.8% | 8.5% | growth | 9.3% | 2.9% | 4.3% |
| 17.00 | 1,351 | 1,416 | 1,537 | 1.70 | 1,594 | 1,663 | 1,740 |
| 18.00 | 1,430 | 1,499 | 1,627 | 1.78 | 1,669 | 1,741 | 1,822 |
| 19.00 | 1,510 | 1,582 | 1,717 | 1.80 | 1,688 | 1,761 | 1,842 |
| 20.00 | 1,589 | 1,666 | 1,808 | 1.85 | 1,735 | 1,810 | 1,893 |
| 21.00 | 1,669 | 1,749 | 1,898 | 1.90 | 1,782 | 1,858 | 1,944 |
| 20.89 | 1,660 | 1,740 | 1,888 | 1.80 | 1,688 | 1,761 | 1,842 |
| 21.80 | 1,732 | 1,815 | 1,970 | 1.90 | 1,782 | 1,858 | 1,944 |
| 26.60 | 2,113 | 2,215 | 2,404 | 1.90 | 1,782 | 1,858 | 1,944 |
| SET Target | 1,669 | 1,666 | 1,808 | Historical mean | P/E | P/BV | |
| Market return | 0.7% | -0.2% | 8.3% | 3-year | 26.60 | 1.80 | |
| Dividend Yield | 1.9% | 2.8% | 3.0% | 5-year | 21.80 | 1.90 | |
| Total return | 2.6% | 2.6% | 11.4% | 7-year | 21.80 | 1.90 | |
| ROE | 8.4% | 8.4% | 8.6% | 10-year | 20.89 | 1.90 | |

Source: RHB

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Market Outlook | Market Strategy

Figure 8: Net profit & growth by sector

| Net Profit (THB m) | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023E | 2024E |
|----------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|------------------|----------------|------------------|------------------|
| Agribusiness | 4,343 | 2,934 | 2,076 | 1,360 | 3,990 | 70 | 11,695 | 20,331 | 11,172 | 10,166 | 10,553 |
| Growth | -11.4% | -32.4% | -29.3% | -34.5% | 193.5% | -98.2% | 16538% | 73.8% | -45.0% | -9.0% | 3.8% |
| Food & Beverage | 42,403 | 43,090 | 45,811 | 47,156 | 44,685 | 55,147 | 35,554 | 29,773 | 66,374 | 71,186 | 76,041 |
| Growth | 48.7% | 1.6% | 6.3% | 2.9% | -5.2% | 23.4% | -35.5% | -16.3% | 122.9% | 7.3% | 6.8% |
| Household Goods | 1,890 | 1,746 | 2,041 | 808 | 1,135 | 201 | 1,102 | 318 | 107 | 884 | 1,082 |
| Growth | 0.4% | -7.6% | 16.8% | -60.4% | 40.5% | -82.3% | 449.3% | -71.1% | -66.4% | 726.4% | 22.4% |
| Bank | 206,916 | 193,005 | 200,142 | 186,651 | 202,805 | 213,016 | 144,972 | 188,229 | 205,763 | 221,452 | 241,279 |
| Growth | 3.8% | -6.7% | 3.7% | -6.7% | 8.7% | 5.0% | -31.9% | 29.8% | 9.3% | 7.6% | 9.0% |
| Finance & Securities | 13,178 | 13,758 | 15,242 | 17,627 | 23,104 | 31,841 | 30,610 | 39,405 | 39,833 | 36,457 | 37,376 |
| Growth | 6.4% | 4.4% | 10.8% | 15.7% | 31.1% | 37.8% | -3.9% | 28.7% | 1.1% | -8.5% | 2.5% |
| Petrochemical | 21,009 | 33,876 | 52,049 | 73,482 | 72,923 | 23,484 | 8,962 | 85,638 | 28,998 | 35,299 | 41,730 |
| Growth | -47.9% | 61.2% | 53.6% | 41.2% | -0.8% | -67.8% | -61.8% | 855.6% | -66.1% | 21.7% | 18.2% |
| Automotive | 5,291 | 5,353 | 5,225 | 5,523 | 6,414 | 4,328 | 2,503 | 6,054 | 7,359 | 8,031 | 9,269 |
| Growth | -19.2% | 1.2% | -2.4% | 5.7% | 16.1% | -32.5% | -42.2% | 141.9% | 21.6% | 9.1% | 15.4% |
| Construction Materials | 45,200 | 60,191 | 71,355 | 64,281 | 53,447 | 43,814 | 48,542 | 68,219 | 39,226 | 41,231 | 43,395 |
| Growth | -1.8% | 33.2% | 18.5% | -9.9% | -16.9% | -18.0% | 10.8% | 40.5% | -42.5% | 5.1% | 5.3% |
| Property & Development | 57,498 | 59,224 | 57,382 | 69,856 | 68,069 | 77,032 | 37,375 | 49,774 | 73,195 | 82,002 | 88,752 |
| Growth | -13.9% | 3.0% | -3.1% | 21.7% | -2.6% | 13.2% | -51.5% | 33.2% | 47.1% | 12.0% | 8.2% |
| Contractor | 9,165 | 7,574 | 8,726 | 2,327 | 2,108 | 6,739 | 449 | 2,153 | (2,767) | (825) | 2,122 |
| Growth | n.a. | -17.4% | 15.2% | -73.3% | -9.4% | 219.7% | -93.3% | 379.4% | -228.5% | -70.2% | -357.2% |
| Energy | 88,735 | 53,634 | 202,724 | 281,898 | 260,812 | 209,687 | 93,624 | 284,084 | 332,293 | 278,212 | 288,668 |
| Growth | -55.8% | -39.6% | 278.0% | 39.1% | -7.5% | -19.6% | -55.4% | 203.4% | 17.0% | -16.3% | 3.8% |
| Commerce | 34,832 | 41,861 | 49,023 | 51,150 | 54,380 | 53,814 | 43,483 | 53,715 | 59,227 | 67,242 | 74,182 |
| Growth | -1.8% | 20.2% | 17.1% | 4.3% | 6.3% | -1.0% | -19.2% | 23.5% | 10.3% | 13.5% | 10.3% |
| Medias | 5,313 | 4,151 | 328 | (929) | 4,514 | 4,234 | (2,493) | 5,454 | 5,701 | 6,110 | 6,607 |
| Growth | -50.6% | -21.9% | -92.1% | -383.2% | -585.9% | -6.2% | n.m. | n.m. | 4.5% | 7.2% | 8.1% |
| Healthcare | 15,846 | 16,944 | 18,973 | 21,967 | 22,185 | 27,995 | 14,605 | 35,607 | 34,818 | 39,141 | 43,348 |
| Growth | 15.6% | 6.9% | 12.0% | 15.8% | 1.0% | 26.2% | -47.8% | 143.8% | -2.2% | 12.4% | 10.7% |
| Tourism | 2,748 | 3,452 | 3,621 | 4,681 | 4,546 | 2,628 | (11,628) | (9,512) | (1,822) | 3,547 | 4,647 |
| Growth | -47.1% | 25.6% | 4.9% | 29.2% | -2.9% | -42.2% | n.m. | n.m. | n.m. | n.m. | n.m. |
| Transportation | 3,682 | 1,795 | 22,308 | 28,579 | 23,370 | 24,587 | (154,756) | 58,963 | 23,889 | 28,425 | 31,632 |
| Growth | -48.6% | -51.2% | 1142.6% | 28.1% | -18.2% | 5.2% | n.m. | n.m. | -59.5% | 19.0% | 11.3% |
| ICT | 64,647 | 87,495 | 53,783 | 46,007 | 49,131 | 62,881 | 44,719 | 45,024 | 24,376 | 31,281 | 37,912 |
| Growth | 4.1% | 35.3% | -38.5% | -14.5% | 6.8% | 28.0% | -28.9% | 0.7% | -45.9% | 28.3% | 21.2% |
| Electronics | 12,549 | 14,773 | 13,574 | 11,335 | 10,781 | 6,123 | 11,104 | 13,277 | 23,771 | 25,474 | 29,092 |
| Growth | 21.2% | 17.7% | -8.1% | -16.5% | -4.9% | -43.2% | 81.3% | 19.6% | 79.0% | 7.2% | 14.2% |
| Total SET | 648,800 | 622,277 | 852,004 | 944,064 | 933,176 | 865,415 | 402,283 | 1,044,444 | 973,285 | 1,021,427 | 1,108,546 |
| Growth | -14.1% | -4.1% | 36.9% | 10.8% | -1.2% | -7.3% | -53.5% | 159.6% | -6.8% | 4.9% | 8.5% |
| Ex. Energy & petrochemical | 539,056 | 534,768 | 597,230 | 588,684 | 599,442 | 632,244 | 299,697 | 674,722 | 611,994 | 707,916 | 778,149 |
| Growth | 4.7% | -0.8% | 11.7% | -1.4% | 1.8% | 5.5% | -52.6% | 125.1% | -9.3% | 15.7% | 9.9% |
| Ex. Banks | 441,884 | 429,272 | 651,862 | 757,413 | 730,372 | 652,399 | 257,311 | 856,215 | 767,523 | 799,975 | 867,267 |
| Growth | -20.6% | -2.9% | 51.9% | 16.2% | -3.6% | -10.7% | -60.6% | 232.8% | -10.4% | 4.2% | 8.4% |
| Ex. Energy, petrochemical, banks | 332,141 | 341,763 | 397,088 | 402,033 | 396,637 | 419,228 | 154,725 | 486,493 | 406,232 | 486,464 | 536,870 |
| Growth | 5.3% | 2.9% | 16.2% | 1.2% | -1.3% | 5.7% | -63.1% | 214.4% | -16.5% | 19.8% | 10.4% |

Source: SET Smart, RHB

Figure 9: EPS by sector

| EPS (THB) | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023E | 2024E |
|------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Agribusiness | 12.64 | 9.44 | 6.68 | 4.23 | 11.80 | 0.19 | 34.24 | 55.73 | 28.55 | 27.05 | 28.08 |
| Food & Beverage | 610.98 | 592.19 | 629.15 | 624.13 | 541.35 | 658.34 | 416.36 | 341.31 | 645.30 | 805.14 | 860.05 |
| Household Goods | 1.63 | 2.83 | 3.22 | 1.24 | 1.73 | 0.00 | 1.76 | 0.49 | 0.15 | 1.25 | 1.53 |
| Bank | 50.67 | 46.11 | 47.87 | 44.26 | 48.05 | 48.53 | 33.08 | 42.95 | 43.24 | 46.65 | 50.83 |
| Finance & Securities | 130.25 | 124.90 | 137.15 | 156.82 | 204.09 | 248.41 | 222.71 | 240.06 | 220.95 | 200.59 | 205.64 |
| Petrochemical | 39.42 | 63.23 | 96.92 | 139.02 | 132.03 | 42.52 | 16.23 | 155.14 | 56.43 | 68.30 | 80.74 |
| Automotive | 34.21 | 34.68 | 33.55 | 34.33 | 39.72 | 26.70 | 17.16 | 41.49 | 48.10 | 36.58 | 42.22 |
| Construction Materials | 663.17 | 918.66 | 1,085.79 | 885.35 | 723.40 | 593.30 | 654.53 | 917.87 | 527.75 | 554.44 | 583.54 |
| Property | 17.55 | 16.55 | 16.13 | 18.88 | 18.09 | 17.28 | 8.45 | 10.98 | 16.26 | 18.12 | 19.62 |
| Contractor | 5.67 | 4.58 | 5.16 | 1.37 | 1.24 | 3.81 | 0.24 | 1.13 | (1.38) | (0.41) | 1.06 |
| Energy | 759.08 | 420.10 | 1,506.11 | 1,865.26 | 1,727.49 | 1,373.67 | 603.29 | 1,655.97 | 1,895.86 | 1,585.39 | 1,644.97 |
| Commerce | 901.79 | 1,069.49 | 1,166.82 | 1,346.45 | 1,426.27 | 1,370.40 | 950.37 | 1,002.45 | 1,088.89 | 1,234.61 | 1,362.05 |
| Media | 1.61 | 1.12 | 0.09 | (0.24) | 1.09 | 1.12 | (0.64) | 1.27 | 1.25 | 1.33 | 1.44 |
| Healthcare | 125.45 | 132.98 | 146.36 | 161.10 | 159.92 | 196.32 | 101.00 | 245.54 | 250.41 | 280.03 | 310.13 |
| Tourism | 14.77 | 18.46 | 19.50 | 25.44 | 24.59 | 4.04 | (53.26) | (41.45) | (7.90) | 6.85 | 8.97 |
| Transportation | 1.02 | 0.48 | 6.01 | 7.49 | 5.93 | 6.16 | (36.31) | 13.61 | 5.48 | 6.45 | 7.18 |
| ICT | 8.42 | 11.00 | 6.47 | 5.48 | 5.60 | 6.98 | 4.93 | 4.82 | 2.58 | 3.29 | 3.99 |
| Electronics | 111.65 | 130.68 | 119.48 | 100.10 | 95.20 | 53.87 | 94.87 | 113.78 | 203.72 | 221.47 | 252.92 |
| SET | 70.13 | 65.25 | 87.18 | 94.14 | 91.34 | 81.64 | 36.20 | 88.41 | 79.45 | 83.28 | 90.38 |
| Growth | -17.8% | -22.4% | 33.6% | 8.0% | -3.0% | -10.6% | -55.7% | 144.2% | -10.1% | 4.8% | 8.5% |
| MAI | 9.59 | 6.79 | 11.29 | 4.74 | 6.92 | 14.64 | 4.94 | 11.15 | 7.13 | 8.04 | 9.90 |
| Growth | -4.5% | -29.1% | 66.2% | -58.0% | 45.8% | 111.7% | -66.3% | 125.9% | -36.1% | 12.8% | 23.2% |

Source: SET Smart, RHB

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Figure 10: ROE by sectors

| ROE | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023E | 2024E |
|------------------------|--------------|-------------|--------------|--------------|--------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Agribusiness | 7.7% | 6.0% | 4.2% | 2.5% | 6.8% | 0.1% | 16.1% | 23.2% | 11.2% | 9.6% | 9.5% |
| Food & Beverage | 13.7% | 12.5% | 12.2% | 11.0% | 9.4% | 11.1% | 6.8% | 5.2% | 9.6% | 9.7% | 9.7% |
| Household Goods | 7.5% | 9.9% | 10.7% | 4.2% | 6.3% | 1.1% | 6.0% | 1.7% | 0.5% | 3.9% | 4.6% |
| Bank | 14.3% | 11.8% | 11.3% | 9.7% | 9.9% | 9.4% | 6.1% | 7.4% | 7.7% | 8.0% | 8.3% |
| Finance & Securities | 15.4% | 12.9% | 13.0% | 13.9% | 16.1% | 15.5% | 13.8% | 13.3% | 11.6% | 10.0% | 9.6% |
| Petrochemical | 5.7% | 9.2% | 13.7% | 16.2% | 14.3% | 4.8% | 1.9% | 15.3% | 5.4% | 6.3% | 7.2% |
| Automotive | 10.5% | 10.0% | 9.8% | 9.4% | 10.4% | 6.5% | 3.7% | 8.7% | 9.8% | 10.1% | 10.9% |
| Construction Materials | 15.0% | 18.0% | 19.1% | 15.7% | 12.5% | 10.2% | 10.2% | 12.7% | 7.2% | 7.2% | 7.3% |
| Property | 12.5% | 10.8% | 10.0% | 10.9% | 9.8% | 9.7% | 4.8% | 5.9% | 8.3% | 8.8% | 9.0% |
| Contractor | 11.0% | 8.4% | 9.0% | 2.4% | 2.2% | 6.3% | 0.4% | 2.0% | -2.5% | -0.8% | 1.9% |
| Energy | 5.4% | 3.0% | 10.4% | 13.3% | 11.8% | 9.4% | 4.2% | 10.5% | 11.2% | 8.9% | 8.7% |
| Commerce | 17.3% | 18.6% | 14.2% | 15.6% | 15.4% | 15.8% | 9.9% | 7.2% | 7.4% | 8.0% | 8.3% |
| Media | 9.6% | 6.9% | 0.6% | -2.1% | 10.0% | 9.3% | -5.5% | 12.0% | 12.6% | 13.5% | 14.6% |
| Healthcare | 17.2% | 16.1% | 16.0% | 15.5% | 14.1% | 15.1% | 7.7% | 16.9% | 15.9% | 16.1% | 16.1% |
| Tourism | 5.5% | 6.9% | 6.9% | 8.5% | 7.9% | 3.4% | -17.8% | -11.2% | -2.1% | 4.0% | 5.0% |
| Transportation | 1.1% | 0.5% | 6.5% | 8.1% | 6.6% | 6.5% | -81.0% | 21.1% | 8.3% | 9.3% | 9.7% |
| ICT | 30.1% | 34.7% | 17.9% | 14.6% | 15.5% | 19.2% | 15.9% | 14.6% | 8.4% | 10.2% | 11.6% |
| Electronics | 15.1% | 16.0% | 13.7% | 11.4% | 10.7% | 6.5% | 10.8% | 11.8% | 18.3% | 17.6% | 17.9% |
| SET | 10.6% | 9.2% | 11.5% | 11.7% | 10.9% | 9.6% | 4.2% | 9.4% | 8.4% | 8.4% | 8.6% |
| MAI | 6.3% | 4.3% | 6.7% | 2.3% | 3.6% | 7.2% | 2.3% | 4.2% | 3.8% | 4.6% | 5.4% |

Source: RHB

Figure 11: P/E, P/BV by sector

| P/E (x) | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023E | 2024E |
|------------------------|-------------|-------------|-------------|--------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Agribusiness | 18.1 | 17.4 | 38.9 | 51.7 | 15.3 | 791.5 | 7.0 | 5.3 | 8.2 | 7.2 | 7.0 |
| Food & Beverage | 19.3 | 17.6 | 22.3 | 22.3 | 19.9 | 18.8 | 28.7 | 39.1 | 19.7 | 13.5 | 12.6 |
| Household Goods | 32.0 | 15.5 | 14.7 | 30.9 | 16.2 | n.m. | 14.1 | 61.8 | 167.2 | 17.6 | 14.3 |
| Bank | 11.7 | 9.2 | 10.4 | 13.0 | 10.7 | 9.1 | 10.2 | 9.7 | 9.0 | 8.3 | 7.7 |
| Finance & Securities | 14.3 | 18.7 | 23.0 | 21.4 | 17.0 | 17.6 | 21.5 | 23.2 | 21.1 | 17.3 | 16.9 |
| Petrochemical | 18.9 | 11.7 | 10.4 | 10.3 | 9.7 | 22.7 | 62.6 | 7.2 | 17.7 | 12.5 | 10.6 |
| Automotive | 14.1 | 12.3 | 13.5 | 17.1 | 11.8 | 14.8 | 25.6 | 13.1 | 11.1 | 12.7 | 11.0 |
| Construction Materials | 17.9 | 14.0 | 12.0 | 14.2 | 14.8 | 16.7 | 14.4 | 11.0 | 17.5 | 15.1 | 14.3 |
| Property | 16.4 | 15.5 | 16.7 | 17.5 | 15.4 | 14.6 | 24.4 | 21.8 | 16.7 | 13.0 | 12.0 |
| Contractor | 23.8 | 29.6 | 26.4 | 84.7 | 68.9 | 17.5 | 239.1 | 67.5 | (50.4) | (128.6) | 50.0 |
| Energy | 24.6 | 35.3 | 13.6 | 13.2 | 13.3 | 18.3 | 37.8 | 14.9 | 13.2 | 13.6 | 13.1 |
| Commerce | 31.7 | 24.5 | 31.7 | 33.4 | 27.4 | 28.1 | 35.4 | 37.0 | 35.9 | 27.3 | 24.8 |
| Media | 50.2 | 56.2 | 659.9 | n.m. | 43.7 | 48.0 | n.m. | n.m. | 36.8 | 26.5 | 24.5 |
| Healthcare | 32.4 | 39.8 | 39.4 | 33.1 | 35.2 | 28.6 | 46.5 | 23.4 | 28.8 | 24.0 | 21.7 |
| Tourism | 35.5 | 33.7 | 30.8 | 31.5 | 25.4 | 117.9 | n.m. | n.m. | n.m. | 87.3 | 66.6 |
| Transportation | 218.9 | 501.4 | 46.6 | 51.3 | 61.4 | 66.1 | n.m | 24.7 | 68.5 | 52.2 | 46.9 |
| ICT | 27.5 | 12.7 | 22.8 | 30.1 | 25.3 | 23.1 | 27.7 | 40.0 | 64.1 | 47.2 | 38.9 |
| Electronics | 13.6 | 13.8 | 17.9 | 18.3 | 15.8 | 24.0 | 65.2 | 57.9 | 50.9 | 54.1 | 47.4 |
| SET | 21.4 | 19.7 | 17.7 | 18.6 | 17.1 | 19.4 | 40.0 | 18.7 | 21.0 | 17.9 | 16.5 |
| MAI | 73.0 | 76.9 | 54.6 | 113.9 | 51.5 | 21.1 | 68.1 | 52.2 | 82.0 | 56.1 | 45.5 |

| P/BV (x) | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023E | 2024E |
|------------------------|------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Agribusiness | 1.4 | 1.0 | 1.6 | 1.3 | 1.0 | 1.0 | 1.1 | 1.2 | 0.9 | 0.7 | 0.7 |
| Food & Beverage | 2.6 | 2.2 | 2.7 | 2.4 | 1.9 | 2.1 | 1.9 | 2.0 | 1.9 | 1.3 | 1.2 |
| Household Goods | 2.4 | 1.5 | 1.6 | 1.3 | 1.0 | 0.7 | 0.8 | 1.1 | 0.8 | 0.7 | 0.7 |
| Bank | 1.7 | 1.1 | 1.2 | 1.3 | 1.1 | 0.9 | 0.6 | 0.7 | 0.7 | 0.7 | 0.6 |
| Finance & Securities | 2.2 | 2.4 | 3.0 | 3.0 | 2.7 | 2.7 | 3.0 | 3.1 | 2.4 | 1.7 | 1.6 |
| Petrochemical | 1.1 | 1.1 | 1.4 | 1.7 | 1.4 | 1.1 | 1.2 | 1.1 | 1.0 | 0.8 | 0.8 |
| Automotive | 1.5 | 1.2 | 1.3 | 1.6 | 1.2 | 1.0 | 1.0 | 1.1 | 1.1 | 1.3 | 1.2 |
| Construction Materials | 2.7 | 2.5 | 2.3 | 2.2 | 1.8 | 1.7 | 1.5 | 1.4 | 1.3 | 1.1 | 1.0 |
| Property | 2.1 | 1.7 | 1.7 | 1.9 | 1.5 | 1.4 | 1.2 | 1.3 | 1.4 | 1.2 | 1.1 |
| Contractor | 2.6 | 2.5 | 2.4 | 2.1 | 1.5 | 1.1 | 1.0 | 1.4 | 1.3 | 1.0 | 1.0 |
| Energy | 1.3 | 1.1 | 1.4 | 1.7 | 1.6 | 1.7 | 1.6 | 1.6 | 1.5 | 1.2 | 1.1 |
| Commerce | 5.5 | 4.6 | 4.5 | 5.2 | 4.2 | 4.4 | 3.5 | 2.7 | 2.6 | 2.2 | 2.1 |
| Media | 4.8 | 3.9 | 3.8 | 4.4 | 2.8 | 2.8 | 2.4 | 2.7 | 2.0 | 1.5 | 1.4 |
| Healthcare | 5.6 | 6.4 | 6.3 | 5.1 | 5.0 | 4.3 | 3.6 | 4.0 | 4.6 | 3.9 | 3.5 |
| Tourism | 2.0 | 2.3 | 2.1 | 2.7 | 2.0 | 4.0 | 1.3 | 1.3 | 1.7 | 3.5 | 3.3 |
| Transportation | 2.4 | 2.7 | 3.0 | 4.1 | 4.1 | 4.3 | 7.4 | 5.2 | 5.7 | 4.8 | 4.6 |
| ICT | 8.3 | 4.4 | 4.1 | 4.4 | 3.9 | 4.4 | 4.4 | 5.8 | 5.4 | 4.8 | 4.5 |
| Electronics | 2.1 | 2.2 | 2.5 | 2.1 | 1.7 | 1.6 | 7.0 | 6.8 | 9.3 | 9.5 | 8.5 |
| SET | 2.2 | 1.82 | 2.04 | 2.19 | 1.89 | 1.86 | 1.74 | 1.82 | 1.78 | 1.53 | 1.46 |
| MAI | 4.6 | 3.31 | 3.68 | 2.62 | 1.73 | 1.54 | 1.54 | 2.21 | 3.12 | 2.56 | 2.47 |

Source: RHB

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Appendix

Figure 12: The SET's net profit by sector

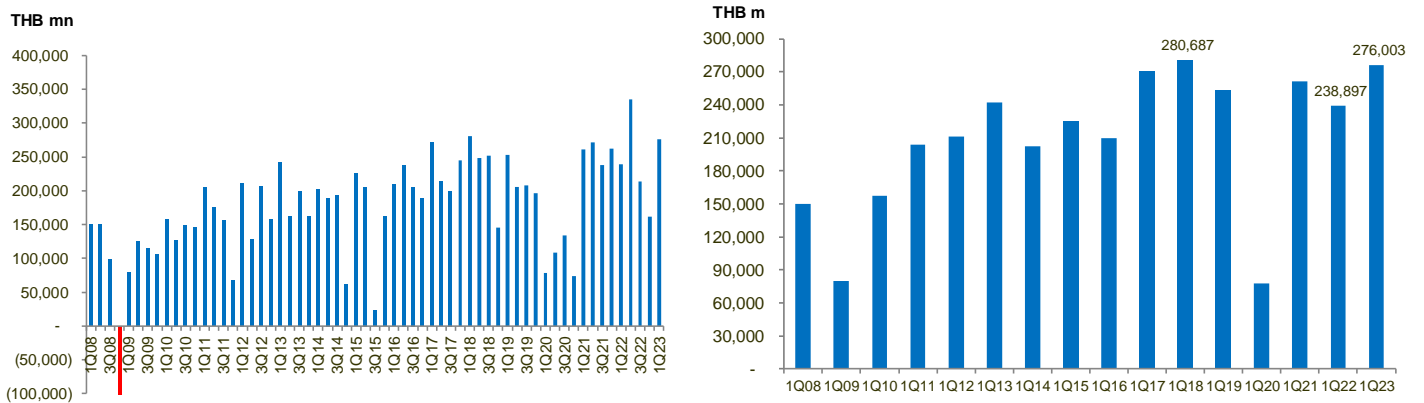
| Industry/sector | Net Profit (THB m) | | | +/- | | Common size | | |
|--|--------------------|----------------|-----------------|---------------|---------------|---------------|---------------|---------------|
| | 1Q23 | 1Q22 | 4Q22 | YoY | QoQ | 1Q23 | 1Q22 | 4Q22 |
| Agro & Food Industry | 8,061 | 11,893 | 15,412 | -32.2% | -47.7% | 2.9% | 5.0% | 9.5% |
| Agribusiness | 1,325 | 3,122 | 2,309 | -57.6% | -42.6% | 0.5% | 1.3% | 1.4% |
| Food and Beverage | 6,736 | 8,771 | 13,104 | -23.2% | -48.6% | 2.4% | 3.7% | 8.1% |
| Consumer Products | 1,269 | 2,729 | (419) | -53.5% | n.m. | 0.5% | 1.1% | -0.3% |
| Fashion | 672 | 1,340 | (732) | -49.8% | n.m. | 0.2% | 0.6% | -0.5% |
| Home & Office Products | 86 | (32) | 94 | n.m. | -9.1% | 0.0% | 0.0% | 0.1% |
| Personal Products & Pharmaceuticals | 511 | 1,421 | 219 | -64.0% | 133.4% | 0.2% | 0.6% | 0.1% |
| Financials | 76,455 | 25,103 | 55,217 | 204.6% | 38.5% | 27.7% | 10.5% | 34.1% |
| Banking | 61,860 | 44,183 | 42,018 | 40.0% | 47.2% | 22.4% | 18.5% | 26.0% |
| Finance and Securities | 8,581 | 9,542 | 9,880 | -10.1% | -13.1% | 3.1% | 4.0% | 6.1% |
| Insurance | 6,014 | (28,622) | 3,319 | n.m. | 81.2% | 2.2% | -12.0% | 2.1% |
| Industrials | 7,226 | 30,023 | (17,342) | -75.9% | n.m. | 2.6% | 12.6% | -10.7% |
| Automotive | 2,036 | 1,977 | 1,237 | 3.0% | 64.6% | 0.7% | 0.8% | 0.8% |
| Industrial Materials & Machinery | 7 | 840 | (20) | -99.2% | n.m. | 0.0% | 0.4% | 0.0% |
| Paper & Printing Materials | 210 | 275 | (9) | -23.6% | n.m. | 0.1% | 0.1% | 0.0% |
| Petrochemicals & Chemicals | 2,452 | 20,182 | (13,052) | -87.8% | n.m. | 0.9% | 8.4% | -8.1% |
| Packaging | 1,735 | 3,871 | 793 | -55.2% | 118.7% | 0.6% | 1.6% | 0.5% |
| Steel | 786 | 2,879 | (6,291) | -72.7% | n.m. | 0.3% | 1.2% | -3.9% |
| Property & Construction | 38,062 | 29,516 | 24,643 | 29.0% | 54.5% | 13.8% | 12.4% | 15.2% |
| Construction Materials | 20,781 | 13,968 | 1,337 | 48.8% | 1454.0% | 7.5% | 5.8% | 0.8% |
| Property Development | 16,010 | 15,308 | 25,138 | 4.6% | -36.3% | 5.8% | 6.4% | 15.5% |
| Property Fund | - | - | 0 | n.m. | n.m. | 0.0% | 0.0% | 0.0% |
| Construction | 1,271 | 239 | (1,833) | 431.4% | n.m. | 0.5% | 0.1% | -1.1% |
| Resources | 84,835 | 96,710 | 33,842 | -12.3% | 150.7% | 30.7% | 40.5% | 20.9% |
| Energy & Utilities | 84,844 | 96,710 | 33,939 | -12.3% | 150.0% | 30.7% | 40.5% | 21.0% |
| Mining | (9) | - | (97) | n.m. | -90.5% | 0.0% | 0.0% | -0.1% |
| Services | 43,216 | 28,471 | 46,652 | 51.8% | -7.4% | 15.7% | 11.9% | 28.8% |
| Commerce | 16,258 | 14,152 | 17,458 | 14.9% | -6.9% | 5.9% | 5.9% | 10.8% |
| Health Care Services | 6,936 | 12,677 | 6,679 | -45.3% | 3.8% | 2.5% | 5.3% | 4.1% |
| Media & Publishing | 657 | 679 | 1,303 | -3.3% | -49.6% | 0.2% | 0.3% | 0.8% |
| Professional Services | 205 | 110 | 85 | 86.8% | 141.5% | 0.1% | 0.0% | 0.1% |
| Tourism & Leisure | 1,154 | (1,390) | 1,241 | n.m. | -7.0% | 0.4% | -0.6% | 0.8% |
| Transportation & Logistics | 18,007 | 2,244 | 19,886 | 702.5% | -9.4% | 6.5% | 0.9% | 12% |
| Technology | 16,878 | 14,472 | 3,759 | 16.6% | 349.1% | 6.1% | 6.1% | 2.3% |
| Electronic Components | 4,905 | 4,449 | 7,026 | 10.3% | -30.2% | 1.8% | 1.9% | 4.3% |
| Information & Communication Technology | 11,973 | 10,023 | (3,267) | 19.5% | n.m. | 4.3% | 4.2% | -2.0% |
| Medium-Sized Enterprise (MAI) | 2,186 | 4,437 | 2,011 | -50.7% | 8.7% | 0.8% | 1.9% | 1.2% |
| SET+MAI | 278,189 | 243,353 | 163,774 | 14.3% | 69.9% | 100.8% | 101.9% | 101% |
| SET | 276,003 | 238,916 | 161,764 | 15.5% | 70.6% | 100% | 100% | 100% |
| Ex. Banking | 214,143 | 194,734 | 119,746 | 10.0% | 78.8% | 77.6% | 81.5% | 74.0% |
| Ex. Energy & Petrochemicals | 188,706 | 122,025 | 140,877 | 54.6% | 34.0% | 68.4% | 51.1% | 87.1% |
| Ex. Banking, Energy, Petrochemicals | 126,847 | 77,842 | 98,859 | 63.0% | 28.3% | 46.0% | 32.6% | 61.1% |

Source: SET Smart, RHB

Note:

- **Insurance:** YoY turnaround from a net loss due to the decrease in unexpired risk reserves and gross claims from Covid-19 insurance
- **Petrochemicals:** QoQ turnaround from the loss on remeasuring investment in equity instruments at fair value through other comprehensive income
- **Steel:** QoQ turnaround
- **Tourism:** YoY business turnaround due to the country's reopening
- **Transportation:** Business turnaround (airports, airlines) from 1Q22 due to the country reopening
- **ICT:** Net loss from JAS, SDC, THCOM, and the consolidation impacted of TRUE & DTAC

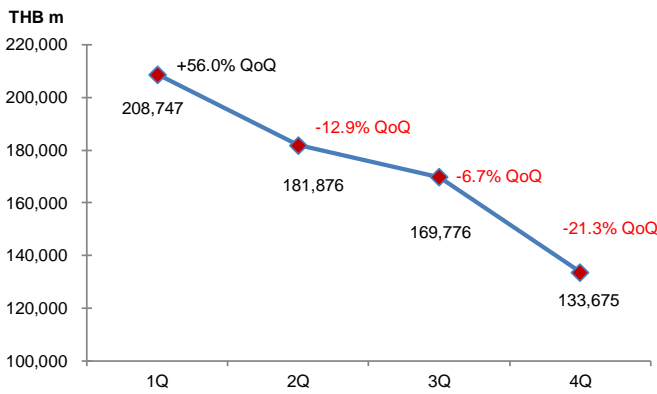
Figure 13: The SET – quarterly net profit (left), and 1Q (right) earnings trends



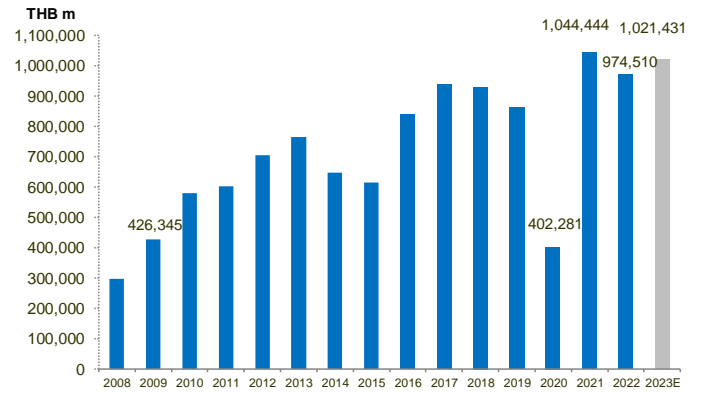
Source: SET Smart, RHB

Figure 14: The SET’s average earnings trend for 16 quarters

Figure 15: The SET’s yearly net profit and forecast



Source: SET Smart, RHB



Source: SET Smart, RHB

Sector Outlook For 2023

| | Construction Materials | Commerce | F&B |
|------------------------------|--|--|---|
| SD chart | | | |
| Market cap (USDm) | 18,119.59 | 54,719.62 | 27,772.35 |
| Current index (pts) | 8,471.93 | 34,945.00 | 11,060.80 |
| Rating | NEUTRAL | OVERWEIGHT | OVERWEIGHT |
| Investment highlights | <ul style="list-style-type: none"> 2Q23 demand within the cement industry should decline from 1Q23's high quarter on seasonal patterns. Within Thailand, demand from public infrastructure projects (2Q23: +1% YoY) maintained its vital role in driving the domestic cement market. Demand from the private sector (residential and commercial projects) declined 1% YoY. Compared to Thailand, all regional countries performed poorly in terms of cement demand. The pressure of production cost especially from fuel and raw materials has eased on a YTD basis. | <ul style="list-style-type: none"> Possible formation of the new government in 3Q23F may bolster the local consumption and consequently benefit retailers, as stimulus measures could be carried out afterwards. Staple and discretionary retailers (BJC, CPALL, and CRC) may be supported by i) the ongoing Chinese tourism recovery, ii) easing costs, ie electricity and interest expenses, iii) on-track openings of new stores. Despite a low season for home improvement retailers in 3Q23F, they would benefit from: i) A narrower steel price gap vs 2H22, ii) their strategy to enhance the high-margin private label product mix, iii) expectations of lower freight costs and THB appreciation (which benefits their own product sourcing imports), and iv) acceleration in the opening of new stores vs 1H23. Improving rental rate discounts given to tenants at foreign tourist demand-oriented malls. | <ul style="list-style-type: none"> In 3Q23, demand of chicken, swine and tuna are expected to reach their peak due to seasonal factors. The weather in the US, EU and other countries in the northern hemisphere is appropriate ie neither too cold, nor too hot. This is suitable on dining out activities. Manufacturers also placed more order in 3Q23 to build up product supply to serve festivities in 4Q23. Swine prices may drop from peak levels. There is also some illegal pork sold in the market which the Government is attempting to control. However, swine prices remain at a higher-than-normal level due to demand from the economic recovery. Chicken prices are also still high due to the tight supply and lack of grandparent stock to produce chicken. Players are developing more high-value products in order to meet the various demands, especially plant-based food and healthy products. |
| Risks | <ul style="list-style-type: none"> Slow recovery of demand and the oversupply situation within housing industries in other ASEAN countries especially in Cambodia, Laos, Myanmar and Vietnam where Thai listed companies have major exposure. The current high energy prices, especially natural gas, diesel, and coal. The termination of the loan-to-value (LTV) measures may lower demand for construction materials from the housing sector. | <ul style="list-style-type: none"> A slower-than-expected recovery in the overall Thai economy, and international tourist arrivals. Inflationary effects – product selling prices and opex hikes. Resurgence of outbreaks. Intense competition among retailers may undermine profit margin. | <ul style="list-style-type: none"> Raw material price volatility. Agricultural raw material prices are still elevated due to the tight supply and dry weather. Slower-than-expected demand recovery. Government intervention on price controls and regulation. |

| | Healthcare | Construction | Property Development & Industrial Estates |
|------------------------------|--|---|---|
| SD chart | | | |
| Market cap (USDm) | 27,779.74 | 3,197.07 | 31,661.26 |
| Current index (pts) | 6,910.27 | 55.37 | 243.60 |
| Rating | NEUTRAL | NEUTRAL | NEUTRAL |
| Investment highlights | <ul style="list-style-type: none"> • Upbeat 3Q23F outlook, in which the earnings may grow YoY and QoQ from the high season for medical treatments – driven by the ramping up of local and international patient numbers, rising utilisation of existing and new hospitals, and a lower base of COVID-19 revenue mix last year. • Price intensity from a returning to normal foreign patient revenue mix and a higher demand for tertiary care services amongst locals, as well as gradual price adjustments to reflect cost hikes may also help drive 2H23F topline and GPMs. • A full-quarter beneficiary of the Social Security (SS) scheme's higher fixed capitation payment to its affiliated hospitals by 10.2% to THB1,808 per registered member pa, from 1 May 2023 – positive to BCH (29% revenue mix from SS patients) as the biggest listed private hospital network under the SS programme, but minimal upside to BDMS (3% revenue contribution). • Prefer BDMS, as the sector's Top Pick | <ul style="list-style-type: none"> • No new bidding should occur under the acting cabinet administration. • We think the new government can work immediately on bidding process of new road networks including i) Phuket expressway project and ii) two motorway extensions (Rangsit-Bang Pa In and Bang Khun Thien – Bang Bua Thong). • Also, the Red Line SRT extensions can be launched immediately after new government takes office. Meanwhile, bids for the double-track railway projects may also be launched. • Large construction companies have already recovered their earnings since FY22 in terms of revenue growth and GPM. | <p>Housing</p> <ul style="list-style-type: none"> • The majority of residential property developers have begun to launch new projects more aggressively since mid-May, immediately after the general elections. The success in boosting 2Q23 presales numbers relied on their take-up rates of newly launched projects. • As new project launches for F23 will be heavily loaded in 2H23 – especially 4Q23, we expect the overall industry's presales to follow suit in tandem with these new launches. There should be a likely trend of presales hitting FY23's highest quarter in 4Q23. • Condominium presales will be the vital factor to consider each developer's FY23 presales performance. • In term of earnings prospects, we expect 1Q23 to be the year's lowest quarter for several leading developers as they had a conservative stance on launching new projects. <p>Industrial Estates</p> <ul style="list-style-type: none"> • AMATA's and WHA's industrial land sales are set to see new highs based on their respective targets. On a YTD basis, their industrial land sales were much better than the first half in the previous years during the pandemic. Therefore, this implies a recovery. • AMATA is attempting to boost its industrial land sales to hit its full-year target of 2,250 rai, which is a historical high. Also, WHA is underway to record another high in industrial land sales via selling to the EV & parts sector based on its full-year target of 1,750 rai. • FDI inflows from China maintained its top position in Thailand. Meanwhile, the EV & supplies, electronics, and consumer products have been the leading sectors invested in the EEC area. |
| Risks | <ul style="list-style-type: none"> • Earnings correction due to a lower mix of COVID-19 treatments, mainly mid- to small-scale hospitals. • Changes in the revenue mix, with lower GPM transactions. • Lower-than-expected fly-in foreign patients post-pandemic or patient load dropping due to a resurgence of the pandemic. • Stronger-than-expected competition among hospitals. | <ul style="list-style-type: none"> • Intensive pricing competition within the bidding process, especially for infrastructure projects related to transportation. • Delay in launching new public project bids from the Government | <ul style="list-style-type: none"> • A possible hiccup in the housing industry during early FY23 due to the end of the relaxation of the LTV measures. • Post-election political climate may be the key factor to watch for FY23. An unfavourable climate will be negative for FDI inflow into Thailand. |

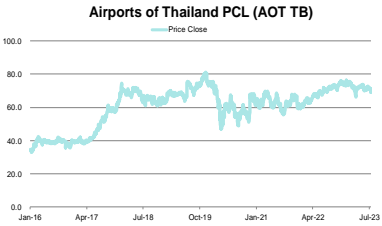
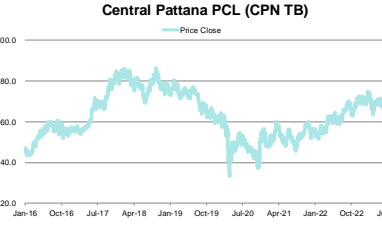
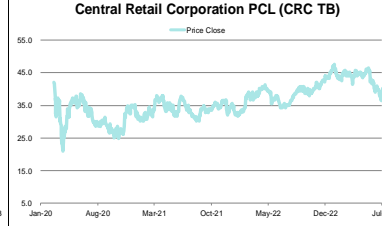
| | Transportation | Petrochemicals | Tourism |
|------------------------------|---|--|--|
| SD chart | | | |
| Market cap (USDm) | 43,973.53 | 12,632.29 | 9,212.91 |
| Current index (pts) | 345.50 | 849.84 | 618.63 |
| Rating | NEUTRAL | NEUTRAL | OVERWEIGHT |
| Investment highlights | <p>Air Transportation</p> <ul style="list-style-type: none"> We believe the seasonality effect led to lower air traffic, and expect the numbers to bottom out in June, before rebounding throughout Jul-Sep 2023. The momentum of flights operating between Thailand and China may rise throughout AOT's 4QFY23F (Sep) following the resumption of air carriers' services between the two nations and stronger passenger demand. Stronger operations may improve profit margins YoY further, while rising electricity and staff costs should have a minimal impact on earnings. <p>Rail Transportation</p> <ul style="list-style-type: none"> Blue Line MRT ridership in June rose at a stronger growth rate of 34.5% YoY and 10% MoM to 381k trips/day and improved from April-May's low period. Weekday ridership also reached the highest level of 480k trips/day while the bulk of weekday numbers stayed above 400k trips/day. Within 1H23, the ridership average also surged 75% YoY to 366k trips/day. Note that ridership numbers from January to June were higher than FY19 numbers – every single month. There should be further solid improvement in ridership numbers ahead when two monorail networks (Yellow and Pink Lines) commence operations within 2H23. Note: Management is anticipating 50k passengers/day from the Yellow Line MRT to be fed into the Blue Line MRT network. | <ul style="list-style-type: none"> Consumption is expected to gradually recover from economic recovery, mainly from China and India in 3Q-4Q23 as manufacturers may require time for recovery. More supply from Asia-Pacific to come in. The PE market has been undergoing a capacity expansion cycle. Peak additional supply is in 2023 will result in the contraction of operating rate to bottom out in 2023. Possible M&As in the petrochemical industry are still under study, supported by huge companies as part of their integration efforts to increase synergy and profitability. | <ul style="list-style-type: none"> 3Q23F international visitors to Thailand may improve to 6.8m (2Q23: 6.4m) – the expected increase in Chinese tourists to 1.25m (2Q23: 0.93m) may shore up the total arrivals. Improving momentum of Chinese tourist numbers in 2H23, given rising demand, some seasonality, and more flights to come. A gradual increase in Chinese group tours – from <10% currently (pre-COVID-19: c.30%) – is also possible. Excluding China and Japan, other regions have also seen more progress in terms of tourist arrival recoveries to Thailand. Some of the top source markets have even exceeded pre-pandemic levels – these include Malaysia, Vietnam, and Russia – while those from South Korea, India, and the UK are approaching 2019's numbers Upgrade the assumption of total 2023 international visitors to Thailand to 27m from 24.8m, but maintain total foreign receipts of THB1.48bn (+142% YoY), and keep our forecasts on 2023 Chinese visitors to Thailand at 4.5m, ie 17% of total foreign arrivals for the year and a 41% average of 2019's numbers. Our covered Thai hoteliers may deliver 3Q23F earnings turnaround YoY, and turn to improve QoQ, with revenue per available room staying above 2019 levels. MINT may still benefit from Europe's high travel season in the quarter. |
| Risks | <p>Air Transportation</p> <ul style="list-style-type: none"> Fragile financials and operational readiness among air carriers, which may become a bottleneck for travel logistics. Resurgence of outbreaks. <p>Rail Transportation</p> <ul style="list-style-type: none"> Any changing behaviour of MRT passengers after the pandemic may decelerate the pace of ridership recovery. Possible delays in the launching of new bids due to the slow processes undertaken by the Government | <ul style="list-style-type: none"> Sluggish or slower-than-expected recovery in consumption, tourism and transportation activities. Additional petrochemical supply to come in, especially from China and other parts of Asia. | <ul style="list-style-type: none"> Delays or slower-than-expected arrivals of visitors from key source markets. A labour shortage when the tourism industry is rebounding. Rising competition. Volatile quarterly earnings during low travel periods in Thailand ie in 2Q-3Q. Hoteliers' high financial leverage limits room for business expansion. |

| Energy & Utilities | |
|-----------------------|--|
| SD chart | |
| Market cap (USDm) | 110,016.67 |
| Current index (pts) | 21,801.01 |
| Rating | OVERWEIGHT |
| Investment highlights | <p><u>O&G: OVERWEIGHT</u></p> <ul style="list-style-type: none"> • OPEC+ is ready for more severe production cuts – evidenced by the recent announcement of the extension of voluntary cuts by Saudi Arabia and Russia through August to manage the oil market. • Oil and gas demand is expected to recover, based on China's economic recovery as concerns over COVID-19 has reduced. This should support more demand from manufacturing processes and transportation in China. • Entering the driving season in 3Q23, tourism is likely to recover, leading to more oil demand recovery such as gasoline, diesel, and aviation oil due to an increase in transportation activities. <p><u>Utilities: NEUTRAL</u></p> <ul style="list-style-type: none"> • Utilities demand should recovery after economic recovery. • Energy costs return to be still high due to OPEC+'s oil production cut. • Positive longer term outlook, in view of the green transition providing growth opportunities. • Growth stocks with specific catalysts are positive eg battery production, digital infrastructure and EV-related businesses. |
| Risks | <p><u>O&G</u></p> <ul style="list-style-type: none"> • Slower-than-expected recovery in tourism, economic growth and production. • Possible encounter with request from the Government to help support people's cost of living. • International and political risks that may impact the flow of investments. <p><u>Utilities</u></p> <ul style="list-style-type: none"> • Unplanned maintenance procedures and high energy raw material costs. • Lower-than-expected electricity demand and economic recovery. • Undesirable effect of any change in FX movement. |

24 July 2023

Market Outlook | Market Strategy

Stock Picks For 2023

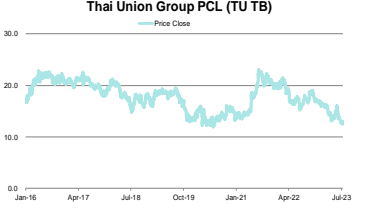
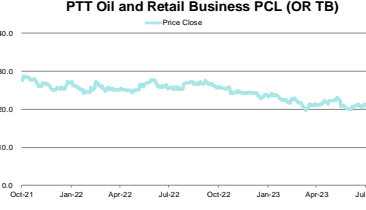
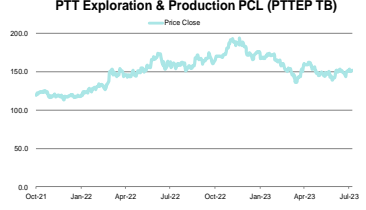
| | Airports of Thailand (AOT TB) | Central Pattana (CPN TB) | Central Retail Corporation (CRC TB) |
|-------------------------|---|--|---|
| Share price performance |  |  |  |
| Market cap (USDm) | 29,513.33 | 8,586.52 | 7,108.72 |
| Current price | THB71.00 | THB66.00 | THB40.50 |
| Rating/TP | BUY, THB82.00 | BUY, THB83.50 | BUY, THB53.00 |
| Sector | Transport | Retail | Retail |
| Company description | AOT manages airports in Thailand, with the core tasks being airport management and the development of country's six international airports – Suvarnabhumi (BKK), Don Mueang (DMK), Chiang Mai, Mae Fah Luang-Chiang Rai, Phuket, and Hat Yai. All six serve both domestic and international flights, with BKK designated as Thailand's main airport. | Central Pattana is involved in retail property for rental. Its properties comprise large shopping complexes, and are branded under Central, on top of other supportive businesses – as retail-led mixed-use projects. Its portfolio mainly consists of shopping centres, offices, hotels, and residential-for-sale businesses. CPN also invests in retail and office property funds, and acts as a property manager for such funds. | Central Retail Corporation is Thailand's leading multi-format retail platform, with retail banners and omni-channel offerings across multiple retail categories. These include fashion, hardline, food, and leasable property which accounted for 25%, 33%, 39%, and 3% of 2022 core revenue. Its key operating destinations are Thailand, Vietnam, and Italy, which represented 69%, 24, and 7% of 2022 sales. Its store portfolio had a total 1,842 stores and 71 shopping malls as of end-2022. |
| Business strengths | <ul style="list-style-type: none"> A natural monopoly business. Solid stream of recurring income from services. Favourable concession agreements. Thailand as one of major air transport and tourism hubs in South-East Asia. | <ul style="list-style-type: none"> Market leader in the retail development segment. Supportive major shareholder – Central Group – helps Central Pattana to secure dynamic tenants. Strong demand for retail space led by new entrants from international brands. High potential to develop mixed-use property projects in Thailand and overseas. | <ul style="list-style-type: none"> The retail arm of Central Group, a Thai retail conglomerate with over 70 years of industry experience. Solid business ecosystem with diversified store platforms and locations, as well as an omni-channel first mover. Strong brand recognition, and good relationship with its customers and suppliers (from luxury brands to everyday labels). Successful overseas business expansion with M&A opportunities. |
| Investment highlights | <ul style="list-style-type: none"> Flights between Thailand and China slated to ramp up to 430/week (one-third of 2019 levels) from June (from 100 weekly flights in May) has unlocked the travel bottleneck. BKK's new Satellite Terminal opening in Sep 2023 may drive AOT's earnings from FY24. Long-term catalysts: i) Plans to boost non-aeronautical revenue to 50% from c.45% currently, ii) the idea of PSC collections for air transit/transfer passengers, iii) expansions of BKK and DMK and the planned transfers of three airports to AOT. Earnings turnaround to THB11.5bn in FY23F, with aircraft and passenger numbers at 74% and 67% of 2019's levels vs FY22's 44% and 33%. | <ul style="list-style-type: none"> Benefits from the normalising rental rate discounts given to mall tenants, and the rising customer traffic to CPN malls in tourism destinations. Secured new project openings this year, including two retail malls, seven hotels, and seven residential sites. The opening of the Central WestVille mall (32,000 sqm) in 4Q23 and scheduled transfers of c.THb2.5bn residential units (mainly high-rise projects) in 2H23 to strengthen 2H23F earnings. Positive to a clarity on the renewal of lease terms and contracts of two shopping malls with CPNREIT. 2023F core profit to grow strongly by 18% YoY – beating pre-COVID-19 levels, while 3Q23F earnings may expand both YoY and QoQ. | <ul style="list-style-type: none"> Performance of fashion and leasable property segments to bring revenue back to pre-pandemic levels, and improve the profit margin expansions. Sales from international tourists are at >10%, beating 2019's c.5%, and this momentum may improve throughout the rest of 2023, to be driven by increasing Chinese arrivals. A better outlook for the hardline unit in 2H23F on the aggressive opening of 10 Thai Watsadu stores, healthier sales momentum of Ngyuen Kim appliance stores in Vietnam post its business restructuring, and utility costs optimisation. Expect 19% core profit growth in 2023, while 3Q23F earnings may expand YoY. |
| Valuations | DCF | DCF | DCF |
| Risks | <ul style="list-style-type: none"> Slower-than-expected air travel recovery. Delays in project investment plans. Uncertainties, ie changes in government policies, political gatherings, natural disasters including disease outbreaks. | <ul style="list-style-type: none"> Delays in the opening of new projects. Popularity of online trading channels. Uncertainties like natural disasters, riots, and terrorism. | <ul style="list-style-type: none"> A slow recovery in consumption. Delayed opening of new stores. Rising competition. Higher-than-expected opex. |
| | Thai Union Group (TU TB) | PTT Oil and Retail Business (OR TB) | PTT Exploration & Production (PTTEP TB) |

See important disclosures at the end of this report

Market Dateline / PP 19489/05/2019 (035080)

24 July 2023

Market Outlook | Market Strategy

| Share price performance |  |  |  |
|------------------------------|---|--|---|
| Market cap (USDm) | 1,723.13 | 7,441.48 | 17,920.31 |
| Current price | THB12.90 | THB21.30 | THB155.00 |
| Rating/TP | BUY, THB20.00 | BUY, THB28.00 | BUY, THB183.00 |
| Sector | Food | Energy | Energy & Petrochemical |
| Company description | Thai Union is one of the world's largest seafood players. The group owns a leading brands portfolio in key markets and global sourcing, production, and distributing networks. TU's key products are canned tuna and frozen shrimp, which it also produces for external customers through its private label business. | OR operates an integrated oil and non-oil retailing platform in Thailand and abroad. These include the sale and distribution of petroleum products and other products in retail and commercial marketing, eg coffee shops, other F&B outlets, and convenience stores. | PTTEP is the government's oil & gas exploration flagship. Major assets are predominantly in Thailand, with exposure to Myanmar, Malaysia, Indonesia, the United Arab Emirates, and Oman. |
| Business strengths | <ul style="list-style-type: none"> • Top 4 leading companies offering a quality tuna market. • Fully business integration with scale throughout the supply chain. | <ul style="list-style-type: none"> • Under integration chain and with support from PTT Group, the largest and integrated energy player in Thailand with nationwide branches in Thailand and neighbouring countries. PTT Group holds strong market position in terms of oil & gas production as well as oil retail business. • Moving toward potential long term business trend such as healthy food, health and wellness, and EV-related business. | <ul style="list-style-type: none"> • Under integration chain and with support from PTT Group, the largest and integrated energy player in Thailand with nationwide branches in Thailand and neighbouring countries. PTT Group holds strong market position in terms of oil & gas production as well as oil retail business. • Long term experience in oil & gas exploration with several diversified sites throughout the world. |
| Investment highlights | <ul style="list-style-type: none"> • TU will likely enter its high season during 3Q23, given increased orders and favorable weather for outdoor dining in the northern hemisphere. Management guided for 2H23 to be better due to the demand recovery for the group's products. • The company should see tuna cost decline in 3Q23. The company expects tuna prices to start declining from Aug 2023, after passing a fish aggregating devices (FAD) ban period. This would benefit TU's costs from late 3Q23. • Cheap valuation. The stock's valuation is inexpensive – trading at 9.6x P/E, ie below its 5-year average of about 14x. TU also provides an attractive FY23F dividend yield of 5%. | <ul style="list-style-type: none"> • Tourism sector is recovering, which should spur demand for transportation. Gasoline, diesel and aviation oil consumption are likely to recover. We are still positive on the improving trend of Chinese tourist numbers in 2H23, given the rising demand, seasonal factors, and increasing flights. The Civil Aviation Authority of Thailand also recently approved the increase in the number of operated flights between Thailand and China to 430/week or c.61/day (one-third of pre-COVID-19 levels), beginning from 1 Jun, compared with 100 flights/week in May. • Lifestyle business should be better in 2H23, boosted by international business that is likely to expand, while retail and oil mobility businesses ought to also grow through Café Amazon and oil stations. | <ul style="list-style-type: none"> • It is positive on OPEC+'s lower crude output post Saudi Arabia and Russia's voluntary supply cuts of 1mbpd (July-August) and 0.5mbpd (August). It is expected that OPEC+ is ready for more production cuts ahead to manage the oil market. • More progress on Erawan • , which previously had site access issues – it now sees more development. PTTEP has equipped more production rigs there with more production in 2023. Erawan field has increased gas production to 400mmcf from 28 Jun, up from 200mmcf at the start of the year. Management is confident that December will see an additional 600mmcf being produced. • It is expected that 3Q23 and 4Q23 oil prices projections of USD80 and USD85/bbl are largely premised on stronger fundamentals as a result of higher demand. Global oil demand is set to grow by 2mbpd this year, which will drive the market to a theoretical deficit of 0.5-0.6mbpd in 2H23 – in our view. We still expect a balanced market, with an average theoretical deficit of 0.1mbpd in 2023. • PTTEP is expected to pay an attractive dividend yield in 2023 of approximately 5%. |
| Valuations | P/E, DCF | P/E, DCF | DCF and prospective P/BV |
| Risks | <ul style="list-style-type: none"> • Volatility in raw material costs. • Possible disease outbreaks that could adversely affect demand and supply. • Slower-than-expected consumption recovery. | <ul style="list-style-type: none"> • Slower-than-expected economic recovery. • Government and retail regulations may negatively affect the sector. • Regulations changing for international businesses across countries. | <ul style="list-style-type: none"> • Slower-than-anticipated economic recovery. • More oil supply coming in the market. |

24 July 2023

Market Outlook | Market Strategy

| | Bangkok Expressway and Metro (BEM TB) | AP (Thailand) (AP TB) |
|-------------------------|---|--|
| Share price performance | | |
| Market cap (USDm) | 3,928.67 | 1,072.14 |
| Current price | THB8.75 | THB11.60 |
| Rating/TP | BUY, THB11.22 | BUY, THB14.40 |
| Sector | Transportation | Property |
| Company description | BEM constructs and operates expressways, handles operations management of MRT systems, and other related businesses. | AP (Thailand) conducts a property developing business ie, townhouse, single-detached house, and condominium in the residential area or CBD with easy access transportation and design to match consumer needs of each group and area. |
| Business strengths | <ul style="list-style-type: none"> 1H23 expressway traffic and Blue Line MRT ridership numbers have proved that BEM's organic growth mechanism is working to support its growth as the company strives to hit pre-pandemic levels. This organic growth mechanism will strengthen throughout this year as the commuting activities should be busier before the festive season in 4Q23. | <ul style="list-style-type: none"> Market leader in the condominium and low-rise project segments. Its condominium projects, especially in some specific locations, are widely known among Chinese investors. AP's presales momentum on a YTD basis has begun to strengthen earlier and faster than its competitors. |
| Investment highlights | <ul style="list-style-type: none"> For FY23, traffic and ridership numbers should strengthen in 2H23 based on 2Q's normally low seasonal patterns. Expressway traffic should continue to crawl up to pre-pandemic levels (>1.2m trips/day) while Blue Line MRT ridership ought to hit a new record high (likely in 4Q23). Therefore, FY23F earnings should grow 43%YoY to THB3.47bn. Upside potential in 2H23 will come from additional passenger numbers fed in from the Yellow-Line MRT that recently started operations. Dividend income from two related companies have consistently supported BEM's performance in second and third quarter. | <ul style="list-style-type: none"> After conservatively launching new projects in 1Q23 over concerns of the impact from the expiration of the LTV relaxation, AP began more aggressive launches in May after April's long holiday period. This allowed the company to achieve 2Q23 overall presales of THB12.6bn (flat YoY, +14% QoQ and 1H23 overall presales of THB23.6bn (-7% YoY). The condominium segment began to deliver a strong presales growth of 43% YoY in 2Q23 while AP's 1H23 overall presales represented 40% of full-year target despite a 7% YoY decline in 1H23 presales. We also expect FY23's quarterly earnings to ramp up in tandem from the lowest point in 1Q23 to its highest mark in 4Q23F. Should the low-rise project presales momentum strengthen throughout the year, there will likely be an upside to our current FY23F earnings (-9% YoY). |
| Valuation | SOP | P/E |
| Risks | <ul style="list-style-type: none"> Weaker-than-expected future traffic and ridership growth. Lack of new bids for infrastructure project under public-private partnership schemes | <ul style="list-style-type: none"> High household debt. Intensive competition within the industry. |

RHB Guide to Investment Ratings

| | |
|---------------------|--|
| Buy: | Share price may exceed 10% over the next 12 months |
| Trading Buy: | Share price may exceed 15% over the next 3 months, however longer-term outlook remains uncertain |
| Neutral: | Share price may fall within the range of +/- 10% over the next 12 months |
| Take Profit: | Target price has been attained. Look to accumulate at lower levels |
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| Not Rated: | Stock is not within regular research coverage |

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KUALA LUMPUR

RHB Investment Bank Bhd
Level 3A, Tower One, RHB Centre
Jalan Tun Razak
Kuala Lumpur 50400
Malaysia
Tel : +603 9280 8888
Fax : +603 9200 2216

JAKARTA

PT RHB Sekuritas Indonesia
Revenue Tower, 11th Floor, District 8 - SCBD
Jl. Jendral Sudirman Kav 52-53
Jakarta 12190
Indonesia
Tel : +6221 509 39 888
Fax : +6221 509 39 777

BANGKOK

RHB Securities (Thailand) PCL
10th Floor, Sathorn Square Office Tower
98, North Sathorn Road, Silom
Bangrak, Bangkok 10500
Thailand
Tel: +66 2088 9999
Fax :+66 2088 9799

SINGAPORE

RHB Bank Berhad (Singapore branch)
90 Cecil Street
#04-00 RHB Bank Building
Singapore 069531
Fax: +65 6509 0470

Corporate Governance Report Rating 2022 (CG Score) as of 27 Oct 2022



Companies with Excellent CG Scoring by alphabetical order

| | | | | | | | | | | | | | | |
|--------|--------|--------|--------|--------|--------|--------|-------|--------|--------|--------|--------|-------|-------|--------|
| AAV | AWC | BWG | CSS | FSMART | ILINK | LALIN | MST | PDG | Q-CON | SCN | SPRC | THANA | TQM | UV |
| ADVANC | AYUD | CENTEL | DDD | FVC | ILM | LHFG | MTC | PDJ | QH | SDC | SPVI | THANI | TRC | VCOM |
| AF | BAFS | CFRESH | DELTA | GC | IND | LIT | MVP | PG | QTC | SEAFCO | SSC | THCOM | TRUE | VGI |
| AH | BAM | CGH | DEMCO | GEL | INTUCH | LOXLEY | NCL | PHOL | RATCH | SEAOIL | SSSC | THG | TSC | VIIH |
| AIRA | BANPU | CHEWA | DOHOME | GFPT | IP | LPN | NEP | PLANB | RBF | SE-ED | SST | THIP | TSR | WACOAL |
| AJ | BAY | CHO | DRT | GGC | IRC | LRH | NER | PLANET | RS | SELIC | STA | THRE | TSTE | WAVE |
| AKP | BBIK | CIMBT | DTAC | GLAND | IRPC | LST | NKI | PLAT | S | SENA | STEC | THRE | TSTH | WHA |
| ALLA | BBL | CK | DUSIT | GLOBAL | ITEL | MACO | NOBLE | PORT | S&J | SENAJ | STGT | TIPCO | TTA | WHAUP |
| ALT | BCP | CKP | EA | GPI | IVL | MAJOR | NSI | PPS | SAAM | SGF | STI | TISCO | TTB | WICE |
| AMA | BDMS | CM | EASTW | GPSC | JTS | MAKRO | NOBLE | PR9 | SABINA | SHR | SUN | TK | TTCL | WINNER |
| AMARIN | BEM | CNT | EAF | GRAMMY | JWD | MALEE | NSI | PREB | SAMART | SICT | SUSCO | TKN | TTW | XPG |
| AMATA | BEYOND | COLOR | ECL | GULF | K | MBK | NVD | PRG | SAMTEL | SIRI | SUTHAI | TKS | TU | ZEN |
| ANAN | BGC | COM7 | EE | GUNKUL | KBANK | MC | NYT | PRM | SAT | SIS | SVI | TKT | TVDH | |
| AOT | BGRIM | COMAN | EGCO | HANA | KCE | MCOT | OISHI | PSH | SC | SITHAI | SYMC | TMILL | TVI | |
| AP | BIZ | COTTO | EPG | HARN | KEX | METCO | OR | PSL | SCB | SMPC | SYNTEC | TMT | TVO | |
| APURE | BKI | CPALL | ETC | HENG | KGI | MFEC | ORI | PTG | SCC | SNC | TACC | TNDT | TWPC | |
| ARIP | BOL | CPF | ETE | HMPRO | KKP | MINT | OSP | PTT | SCCG | SONIC | TACCO | TNITY | U | |
| ASP | BPP | CPI | FN | ICC | KSL | MONO | OTO | PTTEP | SCG | SORKON | TCAP | TOA | UAC | |
| ASW | BRR | CPN | FNS | ICHI | KTB | MOONG | PAP | PTTGC | SCGP | SPALI | TEAMG | TOP | UBIS | |
| AUCT | BTS | CRC | FPI | III | KTC | MSC | PCSGH | PYLON | SCM | SPI | TFMAMA | TPBI | UPOIC | |



Companies with Very Good CG Scoring by alphabetical order

| | | | | | | | | | |
|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------|
| 2S | BCH | CV | IMH | MBAX | PICO | SABUY | SRICHA | TPAC | XO |
| 7UP | BE8 | CWT | INET | MEGA | PIMO | SAK | SSF | TPCS | YUASA |
| ABICO | BEC | DCC | INGRS | META | PIN | SALEE | SSP | TPIPL | ZIGA |
| ABM | SCAP | DHOME | INSET | MFC | PJW | SAMCO | STANLY | TPIPP | |
| ACE | BH | DITTO | INSURE | MGT | PL | SANKO | STC | TPLAS | |
| ACG | BIG | DMT | IRCP | MICRO | PLE | SAPPE | STPI | TPS | |
| ADB | BJC | DOD | IT | MILL | PM | SAWAD | SUC | TQR | |
| ADD | BJCHI | DPAINT | ITD | MITSIB | PMTA | SCI | SVOA | TRITN | |
| AEONTS | BLA | DV8 | J | MK | PPP | SCP | SVT | TRT | |
| AGE | BR | EASON | JAS | MODREN | PPPM | SE | SWC | TRU | |
| AHC | BRI | EFORL | JCK | MTI | PRAPAT | SECURE | SYNEX | TRV | |
| AIE | BROOK | ERW | JCKH | NBC | PRECHA | SFLEX | TAE | TSE | |
| AIT | BSM | ESSO | JMT | NCAP | PRIME | SFP | TAKUNI | TVT | |
| ALUCON | BYD | ESTAR | JR | NCH | PRIN | SFT | TCC | TWP | |
| AMANAH | CBG | FE | KBS | NDR | PRINC | SGP | TCMC | UBE | |
| AMR | CEN | FLOYD | KCAR | NETBAY | PROEN | SIAM | TFG | UEC | |
| APCO | CHARAN | FSS | KIAT | NEX | PROS | SINGER | TFI | UKEM | |
| APCS | CHAYO | FTE | KISS | NINE | PROUD | SKE | TFM | UMI | |
| AQUA | CHG | GBX | KK | NATION | PSG | SKN | TGH | UOBKH | |
| ARIN | CHOTI | GCAP | KOOL | NNCL | PSTC | SKR | TIDLOR | UP | |
| ARROW | CHOW | GENCO | KTIS | NOVA | PT | SLP | TIGER | UPF | |
| AS | CI | GJS | KUMWEL | NPK | PTC | SMART | TIPH | UTP | |
| ASAP | CIG | GTB | KUN | NRF | QLT | SMART | SMD | TITLE | VIBHA |
| ASIA | CITY | GYT | KWC | NTV | RCL | SMIT | TM | VL | |
| ASIAN | CIVIL | HEMP | KWM | NUSA | RICHY | SMT | TMC | VPO | |
| ASIMAR | CMC | HPT | L&E | NWR | RJH | SNNP | TMD | VRANDA | |
| ASK | CPL | HTC | LDC | OCC | ROJNA | SNP | TMI | WGE | |
| ASN | CPW | HUMAN | LEO | OGC | RPC | SO | TNL | WIJK | |
| ATP30 | CRANE | HYDRO | LH | ONEE | RT | SPA | TNP | WIN | |
| B | CRD | ICN | LHK | PACO | RWI | SPC | TNR | WINMED | |
| BA | CSC | IFS | M | PATO | S11 | SPCG | TOG | WORK | |
| BC | CSP | IIG | MATCH | PB | SA | SR | TPA | WP | |



Companies with Good CG Scoring by alphabetical order

| | | | | | | | | |
|--------|--------|--------|--------|--------|--------|-------|-------|-------|
| A | BM | CTW | GSC | LEE | NFC | RPH | PTECH | TRUBB |
| A5 | BROOK | D | HL | LPH | NSL | RSP | TC | TTI |
| AI | BSSM | DCON | HTECH | MATI | NV | SIMAT | TCCC | TYCN |
| ALL | BTNC | EKH | IHL | M-CHAI | PAF | SISB | TCJ | UMS |
| ALPHAX | CAZ | EMC | INOX | MCS | PEACE | SK | TEAM | UNIQ |
| AMC | CCP | EP | JAK | MDX | PF | SOLAR | THE | UPA |
| APP | CGD | EVER | JMART | MENA | PK | SPACK | THMUI | UREKA |
| AQ | CMAN | F&D | JSP | MJD | PPM | SPG | TKC | VARO |
| AU | CMO | FMT | JUBILE | MORE | PRAKIT | SQ | TNH | W |
| B52 | CMR | GIFT | KASET | MPIC | PTL | STARK | TNPC | WFX |
| BEAUTY | CPANEL | GLOCON | KCM | MUD | RAM | STECH | TOPP | WPH |
| BGT | CPT | GLORY | KWI | NC | ROCK | SUPER | TPCH | YGG |
| BLAND | CSR | GREEN | KYE | NEWS | RP | SVH | TPOLY | |

| Score Range | Number of Logo | Description |
|--------------|----------------|--------------|
| Less than 50 | No logo given | - |
| 50-59 | | Pass |
| 60-69 | | Satisfactory |
| 70-79 | | Good |
| 80-89 | | Very Good |
| 90-100 | | Excellent |

Source : <http://www.thai-iod.com/th/projects-2.asp>

IOD (IOD Disclaimer) Disclaimer: The disclosure of the survey result of the Thai Institute of Directors Association ("IOD") regarding corporate governance is made pursuant to the policy of the Office of the Securities and Exchange Commission. The survey of the IOD is based on the information of a company listed on the Stock Exchange of Thailand and the Market for Alternative Investment disclosed to the public and able to be accessed by a general public investor. The result, therefore, is from the perspective of a third party. It is not an assessment of operation and is not based on inside information. The survey result is as of the date appearing in the Corporate Governance Report of Thai Listed Companies. As a result, the survey result may be changed after that date or when there is any change to the relevant information. Nevertheless, RHB Securities (Thailand) Public Company Limited does not confirm, verify, or certify the accuracy and completeness of such survey result.

การเปิดเผยผลการสำรวจของสมาคมส่งเสริมสถาบันกรรมการบริษัทไทย (IOD) ในเรื่องการกำกับดูแลกิจการ (Corporate Governance) นี้เป็นการดำเนินการตามนโยบายของสำนักงานคณะกรรมการกำกับหลักทรัพย์และตลาดหลักทรัพย์ โดยการสำรวจของ IOD เป็นการสำรวจและประเมินจากข้อมูลของบริษัทจดทะเบียนในตลาดหลักทรัพย์แห่งประเทศไทยและตลาดหลักทรัพย์อิมเอโอ ที่มีการเปิดเผยต่อสาธารณะและเป็นข้อมูลที่ผู้ลงทุนทั่วไปสามารถเข้าถึงได้ ดังนั้นผลการสำรวจดังกล่าวจึงเป็นการนำเสนอในมุมมองของบุคคลภายนอกโดยไม่ได้เป็นการประเมินการปฏิบัติตามและไม่ได้มีการใช้ข้อมูลภายในในการประเมิน

อนึ่ง ผลการสำรวจดังกล่าว เป็นผลการสำรวจ ณ วันที่ปรากฏในรายงานการกำกับดูแลกิจการบริษัทจดทะเบียนไทยเท่านั้น ดังนั้นผลการสำรวจจึงอาจเปลี่ยนแปลงได้ภายหลังวันดังกล่าว ทั้งนี้บริษัทหลักทรัพย์ อาร์เอชบี จำกัด (มหาชน) มิได้ยืนยันหรือรับรองถึงความถูกต้องของผลการสำรวจดังกล่าวแต่อย่างใด

Anti-Corruption Progress Indicator (as of 1 Nov 22)

ได้รับการรับรอง CAC

| | | | | | | | | | | | | | |
|--------|--------|-------|--------|--------|-------|-------|--------|-------|--------|--------|--------|------|--------|
| 2S | BAM | CGH | DUSIT | GPI | JKN | MAKRO | NOK | PR9 | SAAM | SMPC | TASCO | TOG | UKEM |
| 7UP | BANPU | CHEWA | EA | GPSC | JR | MALEE | NSI | PREB | SABINA | SNC | TCAP | TOP | UOBKH |
| ADVANC | BAY | CHOTI | EASTW | GSTEEL | K | MATCH | NWR | PRG | SAPPE | SNP | TCMC | TOPP | UPF |
| AF | BBL | CHOW | EGCO | GULF | KASET | MBAX | OCC | PRINC | SAT | SORKON | TFG | TPA | UV |
| AI | BCH | CIG | EP | GUNKUL | KBANK | MBK | OGC | PRM | SC | SPACK | TFI | TPCS | VGI |
| AIE | BCP | CIMBT | EPG | HANA | KBS | MC | ORI | PROS | SCB | SPALI | TFMAMA | TPP | VIH |
| AIRA | BCPG | CM | ERW | HARN | KCAR | MCOT | PAP | PSH | SCC | SPC | TGH | TRU | WACOAL |
| AJ | BE8 | CMC | ESTAR | HEMP | KCE | META | PATO | PSL | SCCC | SPI | THANI | TRUE | WHA |
| AKP | BEC | COM7 | ETE | HENG | KGI | MFC | PB | PSTC | SCG | SPRC | THCOM | TSC | WHAUP |
| AMA | BEYOND | COTTO | FE | HMPRO | KKP | MFEC | PCSGH | PT | SCGP | SRICHA | THIP | TSTE | WICE |
| AMANAH | BGC | CPALL | FNS | HTC | KSL | MILL | PDG | PTG | SCM | SSF | THRE | TSTH | WIJK |
| AMATA | BGRIM | CPF | FPI | ICC | KTB | MINT | PDJ | PTT | SCN | SSP | THREL | TTA | XO |
| AMATAV | BKI | CPI | FPT | ICHI | KTC | MONO | PG | PTTEP | SEAOIL | SSSC | TIDLOR | TTB | YUASA |
| AP | BLA | CPL | FSMART | IFS | KWI | MOONG | PHOL | PTTGC | SE-ED | SST | TIPCO | TTCL | ZEN |
| APCS | BPP | CPN | FSS | III | L&E | MSC | PK | PYLON | SELIC | STA | TISCO | TU | ZIGA |
| AS | BROOK | CRC | FTE | ILINK | LANNA | MST | PL | Q-CON | SENA | STGT | TKS | TVDH | |
| ASIAN | BRR | CSC | GBX | INET | LH | MTC | PLANB | QH | SGP | STOWER | TKT | TVI | |
| ASK | BSBM | DCC | GC | INSURE | LHFG | MTI | PLANET | QLT | SINGER | SUSCO | TMILL | TVO | |
| ASP | BTS | DELTA | GCAP | INTUCH | LHK | NBC | PLAT | QTC | SIRI | SVI | TMT | TWPC | |
| AWC | BWG | DEMCO | GEL | IRC | LPN | NEP | PM | RATCH | SITHAI | SYMC | TNITY | U | |
| AYUD | CEN | DIMET | GFPT | IRPC | LRH | NINE | PPP | RML | SKR | SYNTEC | TNL | UBE | |
| B | CENDEL | DRT | GGC | ITEL | M | NKI | PPPM | RWI | SMIT | TAE | TNP | UBIS | |
| BAFS | CFRESH | DTAC | GJS | IVL | MAJOR | NOBLE | PPS | S&J | SMK | TAKUNI | TNR | UEC | |

ประกาศเจตนาสมัครเข้าร่วม CAC

| | | | | | | | | | | |
|------|-----|--------|--------|-------|--------|------|-------|-------|------|-------|
| AH | CHG | DHOUSE | EVER | J | KUMWEL | NRF | RS | SUPER | TQM | VIBHA |
| ALT | CI | DOHOME | FLOYD | JMART | LDC | NUSA | SAK | SVT | TRT | W |
| APCO | CPR | ECF | GLOBAL | JMT | MEGA | OR | SIS | TKN | TSI | WIN |
| ASW | CPW | EKH | ILM | JTS | NCAP | PIMO | SSS | TMD | VARO | |
| B52 | DDD | ETC | INOX | KEX | NOVA | PLE | STECH | TMI | VCOM | |

คำชี้แจง: ข้อมูลบริษัทที่เข้าร่วมโครงการแนวร่วมปฏิบัติของภาคเอกชนไทยในการต่อต้านทุจริต (Thai CAC) ของสมาคมส่งเสริมสถาบันกรรมการบริษัทไทย มี 2 กลุ่ม

-ได้ประกาศเจตนาสมัครเข้าร่วม CAC

-ได้รับการรับรอง CAC

Source: www.cqthailand.org

Disclaimer: The disclosure of the Anti-Corruption Progress Indicators of a listed company on the Stock Exchange of Thailand, which is assessed by the relevant institution as disclosed by the Office of the Securities and Exchange Commission, is made in order to comply with the policy and sustainable development plan for the listed companies. The relevant institution made this assessment based on the information received from the listed company, as stipulated in the form for the assessment of Anti-corruption which refers to the Annual Registration Statement (Form 56-1), Annual Report (Form 56-2), or other relevant documents or reports of such listed company. The assessment result is therefore made from the perspective of a third party. It is not an assessment of operation and is not based on any inside information. Since this assessment is only the assessment result as of the date appearing in the assessment result, it may be changed after that date or when there is any change to the relevant information. Nevertheless, RHB Securities (Thailand) Public Company Limited does not confirm, verify, or certify the accuracy and completeness of the assessment result.

การเปิดเผยการประเมินดัชนีชี้วัดความคืบหน้าการป้องกันความเสี่ยงที่เกี่ยวข้องกับการทุจริตคอร์รัปชัน (Anti-corruption Progress Indicators) ของบริษัทจดทะเบียนในตลาดหลักทรัพย์แห่งประเทศไทยที่จัดทำโดยสถาบันที่เกี่ยวข้องซึ่งมีการเปิดเผยโดยสำนักงาน คณะกรรมการกำกับหลักทรัพย์ และตลาดหลักทรัพย์ เป็นการดำเนินการตามนโยบาย และตามแผนพัฒนาความยั่งยืนสำหรับบริษัทจดทะเบียนโดยผลการประเมินดังกล่าว สถาบันที่เกี่ยวข้องอาศัยข้อมูลที่ได้รับจากบริษัทจดทะเบียนตามที่บริษัทจดทะเบียนได้ระบุในแบบแสดง ข้อมูลเพื่อการประเมิน Anti-Corruption ซึ่งอ้างอิงข้อมูลจากแบบแสดงรายการข้อมูลประจำปี แบบ (56-1) รายงานประจำปี แบบ (56-2) หรือในเอกสารหรือรายงานอื่นที่เกี่ยวข้องของบริษัทจดทะเบียนนั้น แล้วแต่กรณี ดังนั้น ผลการประเมินดังกล่าวจึงเป็นการนำเสนอในมุมมอง ของสถาบันที่เกี่ยวข้องซึ่งเป็นบุคคลภายนอก โดยมีได้เป็นการประเมินการปฏิบัติของบริษัทจดทะเบียนในตลาดหลักทรัพย์แห่งประเทศไทย และมีได้ใช้ข้อมูลภายในเพื่อการประเมิน เนื่องจากผลการประเมินดังกล่าวเป็นเพียงผลการประเมิน ณ วันที่ปรากฏในผลการประเมินเท่านั้น ดังนั้นผลการประเมินจึงอาจเปลี่ยนแปลงได้ภายหลังจากดังกล่าว หรือรับรองความถูกต้องครบถ้วนของผลการประเมินดังกล่าว ทั้งนี้บริษัทหลักทรัพย์ อาร์เอชบี จำกัด (มหาชน) มิได้ยืนยันตรวจสอบหรือรับรองความถูกต้องของผลการสำรวจ