

## Thailand Morning Cuppa

### Top Story

#### Thai Union Group (TU TB, BUY, TP: THB17.50)

Resilient Outlook, Attractive Valuation; Stay BUY

Company Update

Keep BUY and THB17.50 TP, 26% upside and c.5% yield. Outlook should remain resilient, driven by the resumption of demand post vaccination. However, normalisation of sales structure, together with a high base last year, should tone down its margin and earnings growth prospects. Thai Union announced a FY20 DPS of THB0.72.

Analyst: Pakorn Khaeian +66 2088 9627

*Today's Report:* [Thai Union Group : Resilient Outlook, Attractive Valuation; Stay BUY \(24 Feb 2021\)](#)

*Previous Report:* [Thai Union Group : Modest Growth With Solid Margin; Keep BUY \(6 Nov 2020\)](#)

### Other Story

#### Berli Jucker (BJC TB, BUY, TP: THB44.00)

Improving Earnings On Track; Keep BUY

Company Update

Keep BUY and THB44.00 TP, 33% upside and 2% yield, as we roll over our DCF-based TP to FY21F. Improved operations at most businesses continue to recover Berli Jucker's 4Q20 results. We believe this momentum may turn 2021 core profit to a solid 26% growth. The current 23x FY21F P/E (-1SD) also indicates undemanding valuation vs local peers' 28x.

Analyst: Vatcharut Vacharawongsith +66 2088 9736

*Today's Report:* [Berli Jucker : Improving Earnings On Track; Keep BUY \(24 Feb 2021\)](#)

*Previous Report:* [Berli Jucker : Still In Recovery Mode; Maintain BUY \(23 Nov 2020\)](#)

### Global Economics & Market Strategy

#### Exports To Remain Resilient In 1Q21

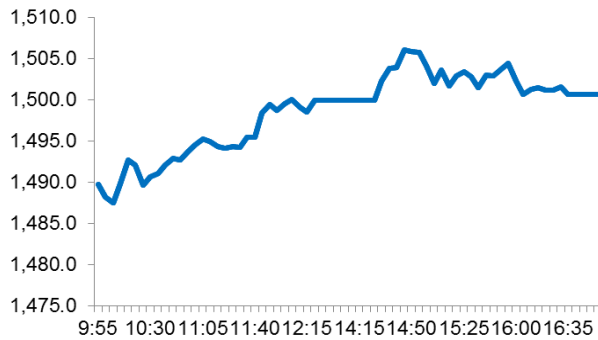
Economics View

- Agriculture and manufacturing exports are likely to drive the exports recovery in 1Q21, driven by growing demand globally.
- While Thailand's automotive exports continue on a recovery trajectory, with 18.8% YoY growth to USD3.3bn, the Federation of Thai Industries has warned the manufacturers that a global shortage of semiconductors could dent prospects.
- Jan 2021 exports of goods recorded 0.35% YoY vs Bloomberg's 2.7% estimate and Dec 2020's print of 4.7%.

Economist: Billy Toh +603 9280 2184

*Today's Report:* [Exports To Remain Resilient In 1Q21 \(23 Feb 2021\)](#)

*Previous Report:* [Economic Recovery Threatened By Prolonged Containment Measures \(15 Feb 2021\)](#)

**Chart 1: SET intra-day graph**


SET	2019	2020	2021F	2022F
PE (x)	18.02	25.96	19.37	16.43
P/BV (x)	1.71	1.61	1.66	1.58
Yield (%)	3.28	3.26	2.55	2.87

SET Value by investor Type: Daily	Sell (THBm)		Net (THBm)	
Institution		7,020.24	6,991.86	28.38
Proprietary		8,428.20	8,933.03	-504.83
Foreign		33,565.14	31,987.62	1,577.52
Retail		37,112.53	38,213.60	-1,101.07

SET Value by investor Type	MTD		YTD	
	(THBm)	(THBm)	(THBm)	(THBm)
Institution		-13,455.65		-29,480.40
Proprietary		1,612.65		671.85
Foreign		-8,809.03		-19,711.99
Retail		20,652.03		48,520.54

SET50 Index Future	Long	Short	Net	MTD	YTD
	Institution	39,868	45,041	-5,173	8,012
Foreign	99,699	71,958	27,741	16,788	-19,591
Local	92,029	114,597	-22,568	-24,800	-14,641

Foreign Fund Flows (USDm)	MTD			YTD	YoY
Thailand	52.6	-13.0	-293.3	-657.8	-4888.4

Note: \*As at 23 Feb 2021 closing

**Table 1: Key market indices (24 Feb 2021)**

	Index	Chg	Chg (%)	YTD (%)
<b>Thailand (SET)</b>	1500.61	22.47	1.52%	3.5%
<b>Thailand (SET50)</b>	933.34	17.05	1.86%	2.5%
<b>Thailand (SET100)</b>	2107.42	35.43	1.71%	3.5%
<b>USA (Dow Jones)</b>	31537.35	15.66	0.05%	3.0%
<b>USA (S&amp;P500)</b>	3881.37	4.87	0.13%	3.3%
<b>USA (Nasdaq)</b>	13465.20	-67.85	-0.50%	4.5%
<b>UK (FTSE)</b>	6625.94	13.70	0.21%	2.6%
<b>Singapore (FSSTI)</b>	2890.70	9.49	0.33%	1.6%
<b>Hong Kong (Hang Seng)</b>	30632.64	312.81	1.03%	12.5%
<b>Japan (Nikkei)</b>	30156.03	UNCHG	UNCHG	9.9%
<b>Malaysia (KLIC)</b>	1565.05	-5.41	-0.34%	-3.8%
<b>China (SHANGHAI SE)</b>	3636.36	-6.09	-0.17%	4.7%
<b>Indonesia (JCI)</b>	6272.81	17.49	0.28%	4.9%

Foreign Exchange Rates / Oil Market			
USD	Closed	Chg	Chg (%)
Baht (Onshore)	30.02	-0.01	0.03
Yen	105.30	0.05	-0.05
Euro	1.22	0.00	0.02
Oil Price (USD/barrel)			
Brent	64.07	-0.62	-0.96
Nymex-Crude Light	61.29	-0.38	-0.62

Note: \*As at 23 Feb 2021 closing

**Bulletin**

STOCK/SECTOR	NEWS	COMMENT	RATING
The Erawan Group (ERW TB)	<p>The Erawan Group announced a cash call on Tuesday. It plans to increase the authorised capital by 94% to THB4.89bn from THB2.52bn by issuing 2.37bn new shares at a par value of THB1.00. Of the figure, 85%, or 2.01bn new shares, will be allocated as rights offerings, with an allocation ratio of 1.25 existing shares to one newly issued share and a selling price of THB1.00. The remaining 15%, or 0.36m new shares, will be allocated for the exercise of the 3-year warrants – ERW-W3 – with an allocation ratio of seven existing shares to one warrant unit at no cost.</p> <p>The exercise price is THB3.00 at a ratio of 1:1. Ex-rights date for both rights offering and warrants is 11 May. The issuance will be proposed at ERW's AGM on 27 Apr. (Company)</p>	<p>ERW's equity financing may be needed to support the company's liquidity amid the challenging environment in the domestic hotel business. The cash call may eventually lower its net D/E ratio to 1.3x within the next three years – from 3.8x in 2020 – and result in 48.5% EPS and TP dilutions. Our fully diluted DCF-based FY21F TP – post-ex-rights date – may be THB1.70 from THB3.30 previously.</p> <p>We maintain our call and TP on ERW, as our current forecasts show that the company may incur negative earnings over FY20-22. Its recovery may be slower than other Thai hoteliers we cover, as it is a pure hotel player with heavy assets. Quarterly operations may improve gradually, but losses remain, with possible weak near-term 1Q21 results to come.</p>	SELL, TP: THB3.30

**Top BUYs**

	TP (THB)	Upside (%)	Catalysts
<b>Advance Info Service (ADVANC TB)</b>	220.00	32.53	<ul style="list-style-type: none"> <li>Outlook should continue to recover with cost management on focus. While we expect the normalisation of prepaid segment demand, subs acquisition activities and easing competition to gradually drive topline to recovery in 2H20, we think a value-to-money strategy through a bundling package should continue to yield additional revenue to the group</li> <li>The toning down of capex guidance should ease investor concern over the imminent margins pressure. We expect the impact from the roll-out of 5G network to be limited, as it should be partially absorbed by network cost saving initiative, staggered payment profile, and tax incentive scheme</li> </ul>
<b>Bangkok Chain Hospital (BCH TB)</b>	17.50	24.11	<ul style="list-style-type: none"> <li>We still expect to see robust COVID-19 screening services demand throughout 2H20 on the continuous return of students studying abroad, migrant workers, and business travellers after border restrictions are relaxed. The doubling of its capacity under the alternative state quarantine should boost upside from this new revenue stream and bolster FY20 earnings</li> <li>We expect to see strong 2H20 recovery in Social Security Office or SSO revenue, driven by the resumption of pent-up demand from high-cost care, trauma, and dental services. We also think global budget disbursements could bring further upsides this year, thanks to relatively lower insured patients traffic during the pandemic</li> </ul>
<b>Bangkok Expressway &amp; Metro (BEM TB)</b>	11.50	43.75	<ul style="list-style-type: none"> <li>Its expressway unit has recovered rapidly in terms of traffic numbers and is currently approaching pre-pandemic levels</li> <li>The Blue-Line Mass Rapid Transit (MRT) is underway towards a recovery towards pre-pandemic levels. Although the recovery seems slow, organic growth in this business will be more aggressive than growth in the expressway unit. This is because the full-loop network of the Blue-Line MRT is currently in operation</li> </ul>
<b>Central Pattana (CPN TB)</b>	66.00	23.36	<ul style="list-style-type: none"> <li>Improving sentiment for its retail mall operations, based on indirect benefits from the year-end tax rebate for shopping campaigns</li> <li>Rental rate discounts may marginally improve, with no material impact from temporary political rallies, on store traffic</li> <li>Efficient cost control measures have lowered its variable and fixed costs, mainly utility and marketing expenses, while profit margins are likely on the uptrend on the back of reviving retail mall operations</li> <li>Residential business sees stronger sales momentum in 4Q20 – the industry's high season – based on more high-rise unit transfers, along with low-rise projects in Bangkok and upcountry</li> </ul>
<b>CH Karnchang (CK TB)</b>	22.50	48.03	<ul style="list-style-type: none"> <li>The company's orderbooks turnaround can be anticipated within the near term</li> <li>For the construction work of the west side route, as well as the operations and maintenance concessions for the entire route, CK partnered with its associate. It will be the frontrunner due to its experience in constructing and operating underground MRT networks</li> <li>The Luang Prabang hydropower project should be next and negotiations will likely be concluded soon. With a construction size of THB80-90bn – comparable to Xayaburi – this project's construction will span a 7-year period and start contributing to revenue in FY22</li> </ul>
<b>CP ALL (CPALL TB)</b>	77.00	30.51	<ul style="list-style-type: none"> <li>V-shaped earnings recovery, with continued opening of new stores, while Siam Makro's operations remain solid</li> <li>As it has the most extensive store network, CPALL may strongly benefit the new normal in terms of facilitating delivery of products and services through its developing omni-channel platform</li> <li>Still the best-in-class retailer with intact new store opening plan. Expect full-year earnings returning to pre-pandemic levels in 2021</li> <li>To finance the acquisition of Tesco Lotus with a combination of debt and perpetual debentures to balance its leverage</li> </ul>
<b>Home Product Center (HMPRO TB)</b>	17.00	28.79	<ul style="list-style-type: none"> <li>Expecting normalising earnings in FY21 – to be supported by full-year operations of all stores and retail malls vs a temporary closure from late March to mid-May, with profit margins approaching pre-pandemic levels</li> <li>HMPRO's investment in Vietnam may strongly benefit growing urbanisation and a potential rise in the construction sector</li> <li>Quarterly earnings momentum will continue its upward trajectory in 1Q21</li> <li>Rapid improvement in sustainability development may allow the stock to continue trading at a premium</li> </ul>

**Top BUYs**

	TP (THB)	Upside (%)	Catalysts
<b>Krung Thai Bank (KTB TB)</b>	14.30	20.17	<ul style="list-style-type: none"> <li>We upgrade KTB to BUY from Neutral. The stock has been a laggard due to its weaker asset quality and NIM. But at 0.45 FY21F P/BV against ROE of 5%, we believe much of the negatives have been priced in</li> <li>We expect KTB to be a beneficiary of new investment projects that will be rolled out by the Government next year</li> </ul>
<b>Osotspa PCL (OSP TB)</b>	47.00	41.35	<ul style="list-style-type: none"> <li>C-Vitt Vitamin C drinks' popularity and its production hike to strengthen domestic sales amid a U-shaped recovery for OSP's local energy drinks</li> <li>Full-year operations of its beverage filling facilities in Myanmar to improve market penetration and profit margins in 2021, while the highly efficient "Fit Fast Firm" corporate cost-savings programme should continue strengthening its profit margins</li> <li>Seeking inorganic growth via partnerships, as well as both vertical and horizontal integrations</li> </ul>
<b>Ratch Group (RATCH TB)</b>	68.00	32.04	<ul style="list-style-type: none"> <li>A laggard play of the sector</li> <li>Provides dividend yield c.4% pa, higher than average peer</li> <li>Share price is undemanding at this level, which discount to peer in term of P/E, while 2021 earnings are expected to grow due to recognition of new projects</li> </ul>
<b>Siam Cement (SCC TB)</b>	440.00	19.57	<ul style="list-style-type: none"> <li>There are three growth drivers, including an upcycle of petrochemical spreads, a series of new infrastructure projects to start the construction process, and growth expansion in the packaging business especially after SCG Packaging raises funds from its IPO</li> <li>Its earnings going forward should rely mainly on petrochemical unit's performance starting to improve in 2H20 and growing stronger on a full-year basis in FY21</li> </ul>
<b>WHA Corp (WHA TB)</b>	3.80	19.50	<ul style="list-style-type: none"> <li>WHA should be the major local industrial estate player that turns around its industrial land sales business, especially after international travel restrictions are lifted in FY21. This is while its recurring-income units – including utility services and rental spaces – provide downside protection for its earnings prospects</li> <li>Top industries that will dominate the next foreign direct investment cycle include: i) Auto &amp; parts, ii) electronics, iii) consumer products, and iv) medical products. The latter, in our view, will bode well for WHA's premium warehouse spaces, while auto &amp; parts, electronics, and consumer products can spur demand for its industrial land and conventional warehouse spaces</li> </ul>

## Recent Stories

To access the following reports, please click on the link:

[RHB | Thailand Morning Cuppa : 23 February 2021](#)

[Pruksa Real Estate : Unimpressive Growth In Core Business; Stay SELL](#)

[RHB | Thailand Morning Cuppa : 22 February 2021](#)

[Central Pattana : Asset Spin-Off – 1Q21 Catalyst; Maintain BUY](#)

[RHB | Thailand Morning Cuppa : 19 February 2021](#)

[PTT : Solid Recovery Ahead; Keep BUY](#)

[RHB | Thailand Morning Cuppa : 18 February 2021](#)

[Muangthai Capital : Thriving In The Sea of Opportunity; Keep BUY](#)

[Industrial Estates : In The Middle Of a Bumpy Road](#)

[Airports of Thailand : Air Traffic Guidance Revised; Keep BUY](#)

[RHB | Thailand Morning Cuppa : 17 February 2021](#)

[Ratch Group : Too Attractive To Ignore; Keep BUY](#)

[RHB | Thailand Morning Cuppa : 16 February 2021](#)

[RHB | Thailand Morning Cuppa : 16 February 2021 - Mid-Morning Edition](#)

[Thai Oil : On Firmer Ground; Upgrade To BUY](#)

[PTT Global Chemical : Banking On Stronger Chemical Spreads](#)

[RHB | Thailand Morning Cuppa : 15 February 2021](#)

[Airports of Thailand : New Accounting Standard Weakens ; Keep BUY](#)

[LPN Development : Under The Rough; Still SELL](#)

[Global Power Synergy : Do Not Celebrate Too Early; D/G To NEUTRAL](#)

[Economic Recovery Threatened By Prolonged Containment Measures](#)

[RHB | Thailand Morning Cuppa : 11 February 2021](#)

[Muangthai Capital : Yet To Capture Enormous Growth; U/G To BUY](#)

[Real Estate : Low-Rise Project Cycle To Prevail In FY21](#)

[IRPC : Recovery On The Horizon](#)

[RHB | Thailand Morning Cuppa : 10 February 2021](#)

[RHB | Thailand Morning Cuppa : 9 February 2021](#)

[Advanced Info Service : Challenging, But Still Outstanding; Keep BUY](#)

[Erawan Group : The Slow Earnings Turnaround One; Still SELL](#)

[RHB | Thailand Morning Cuppa : 8 February 2021](#)

[Bangkok Bank : Threading Cautiously In 2021; Stay BUY](#)

[RHB | Thailand Morning Cuppa : 5 February 2021](#)

[Amata Corp : Higher Business Operations Risk; D/G To SELL](#)

[Deflation To End By 1Q21, But Price Pressure Remains Weak](#)

[RHB | Thailand Morning Cuppa : 4 February 2021](#)

[RHB | Thailand Morning Cuppa : 3 February 2021](#)

[Central Pattana : Just a Short-Term Earnings Hiccup; Keep BUY](#)

[RHB | Thailand Morning Cuppa : 2 February 2021](#)

[Bangkok Expressway and Metro : On a Recovery Trend; Keep BUY](#)

[PTT Exploration & Production : Widening Footprint In Oman; Keep BUY](#)

[Osotspa : Seeking Stronger 2021 Growth; Still BUY](#)

[RHB | Thailand Morning Cuppa : 1 February 2021](#)

[Kasikornbank : Focusing On Light At End Of The Tunnel; Still BUY](#)

[Supalai : Growth Despite Dim Industry Outlook; Stay BUY](#)

[Total Access Communication : Decent Short-Term Trading Yield; TRADING BUY](#)

[RHB | Thailand Morning Cuppa : 29 January 2021](#)

[PTT Exploration & Production : Growth Still Intact; Keep BUY](#)

[Hospitality : Wait For The Awakening Phoenix; U/G NEUTRAL](#)

[Recovery In Auto Industry To Support Manufacturing Production](#)

## 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  
**Sell:** Share price may fall by more than 10% over the next 12 months  
**Not Rated:** Stock is not within regular research coverage

## Investment Research Disclaimers

RHB has issued this report for information purposes only. This report is intended for circulation amongst RHB and its affiliates' clients generally or such persons as may be deemed eligible by RHB to receive this report and does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive this report. This report is not intended, and should not under any circumstances be construed as, an offer or a solicitation of an offer to buy or sell the securities referred to herein or any related financial instruments.

This report may further consist of, whether in whole or in part, summaries, research, compilations, extracts or analysis that has been prepared by RHB's strategic, joint venture and/or business partners. No representation or warranty (express or implied) is given as to the accuracy or completeness of such information and accordingly investors should make their own informed decisions before relying on the same.

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to the applicable laws or regulations. By accepting this report, the recipient hereof (i) represents and warrants that it is lawfully able to receive this document under the laws and regulations of the jurisdiction in which it is located or other applicable laws and (ii) acknowledges and agrees to be bound by the limitations contained herein. Any failure to comply with these limitations may constitute a violation of applicable laws.

All the information contained herein is based upon publicly available information and has been obtained from sources that RHB believes to be reliable and correct at the time of issue of this report. However, such sources have not been independently verified by RHB and/or its affiliates and this report does not purport to contain all information that a prospective investor may require. The opinions expressed herein are RHB's present opinions only and are subject to change without prior notice. RHB is not under any obligation to update or keep current the information and opinions expressed herein or to provide the recipient with access to any additional information. Consequently, RHB does not guarantee, represent or warrant, expressly or impliedly, as to the adequacy, accuracy, reliability, fairness or completeness of the information and opinion contained in this report. Neither RHB (including its officers, directors, associates, connected parties, and/or employees) nor does any of its agents accept any liability for any direct, indirect or consequential losses, loss of profits and/or damages that may arise from the use or reliance of this research report and/or further communications given in relation to this report. Any such responsibility or liability is hereby expressly disclaimed.

Whilst every effort is made to ensure that statement of facts made in this report are accurate, all estimates, projections, forecasts, expressions of opinion and other subjective judgments contained in this report are based on assumptions considered to be reasonable and must not be construed as a representation that the matters referred to therein will occur. Different assumptions by RHB or any other source may yield substantially different results and recommendations contained on one type of research product may differ from recommendations contained in other types of research. The performance of currencies may affect the value of, or income from, the securities or any other financial instruments referenced in this report. Holders of depositary receipts backed by the securities discussed in this report assume currency risk. Past performance is not a guide to future performance. Income from investments may fluctuate. The price or value of the investments to which this report relates, either directly or indirectly, may fall or rise against the interest of investors.

This report may contain comments, estimates, projections, forecasts and expressions of opinion relating to macroeconomic research published by RHB economists of which should not be considered as investment ratings/advice and/or a recommendation by such economists on any securities discussed in this report.

This report does not purport to be comprehensive or to contain all the information that a prospective investor may need in order to make an investment decision. The recipient of this report is making its own independent assessment and decisions regarding any securities or financial instruments referenced herein. Any investment discussed or recommended in this report may be unsuitable for an investor depending on the investor's specific investment objectives and financial position. The material in this report is general information intended for recipients who understand the risks of investing in financial instruments. This report does not take into account whether an investment or course of action and any associated risks are suitable for the recipient. Any recommendations contained in this report must therefore not be relied upon as investment advice based on the recipient's personal circumstances. Investors should make their own independent evaluation of the information contained herein, consider their own investment objective, financial situation and particular needs and seek their own financial, business, legal, tax and other advice regarding the appropriateness of investing in any securities or the investment strategies discussed or recommended in this report.

This report may contain forward-looking statements which are often but not always identified by the use of words such as "believe", "estimate", "intend" and "expect" and statements that an event or result "may", "will" or "might" occur or be achieved and other similar expressions.



Such forward-looking statements are based on assumptions made and information currently available to RHB and are subject to known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievement to be materially different from any future results, performance or achievement, expressed or implied by such forward-looking statements. Caution should be taken with respect to such statements and recipients of this report should not place undue reliance on any such forward-looking statements. RHB expressly disclaims any obligation to update or revise any forward-looking statements, whether as a result of new information, future events or circumstances after the date of this publication or to reflect the occurrence of unanticipated event

The use of any website to access this report electronically is done at the recipient's own risk, and it is the recipient's sole responsibility to take precautions to ensure that it is free from viruses or other items of a destructive nature. This report may also provide the addresses of, or contain hyperlinks to, websites. RHB takes no responsibility for the content contained therein. Such addresses or hyperlinks (including addresses or hyperlinks to RHB own website material) are provided solely for the recipient's convenience. The information and the content of the linked site do not in any way form part of this report. Accessing such website or following such link through the report or RHB website shall be at the recipient's own risk.

This report may contain information obtained from third parties. Third party content providers do not guarantee the accuracy, completeness, timeliness or availability of any information and are not responsible for any errors or omissions (negligent or otherwise), regardless of the cause, or for the results obtained from the use of such content. Third party content providers give no express or implied warranties, including, but not limited to, any warranties of merchantability or fitness for a particular purpose or use. Third party content providers shall not be liable for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including lost income or profits and opportunity costs) in connection with any use of their content.

The research analysts responsible for the production of this report hereby certifies that the views expressed herein accurately and exclusively reflect his or her personal views and opinions about any and all of the issuers or securities analysed in this report and were prepared independently and autonomously. The research analysts that authored this report are precluded by RHB in all circumstances from trading in the securities or other financial instruments referenced in the report, or from having an interest in the company(ies) that they cover.

The contents of this report is strictly confidential and may not be copied, reproduced, published, distributed, transmitted or passed, in whole or in part, to any other person without the prior express written consent of RHB and/or its affiliates. This report has been delivered to RHB and its affiliates' clients for information purposes only and upon the express understanding that such parties will use it only for the purposes set forth above. By electing to view or accepting a copy of this report, the recipients have agreed that they will not print, copy, videotape, record, hyperlink, download, or otherwise attempt to reproduce or re-transmit (in any form including hard copy or electronic distribution format) the contents of this report. RHB and/or its affiliates accepts no liability whatsoever for the actions of third parties in this respect.

The contents of this report are subject to copyright. Please refer to Restrictions on Distribution below for information regarding the distributors of this report. Recipients must not reproduce or disseminate any content or findings of this report without the express permission of RHB and the distributors.

The securities mentioned in this publication may not be eligible for sale in some states or countries or certain categories of investors. The recipient of this report should have regard to the laws of the recipient's place of domicile when contemplating transactions in the securities or other financial instruments referred to herein. The securities discussed in this report may not have been registered in such jurisdiction. Without prejudice to the foregoing, the recipient is to note that additional disclaimers, warnings or qualifications may apply based on geographical location of the person or entity receiving this report.

The term "RHB" shall denote, where appropriate, the relevant entity distributing or disseminating the report in the particular jurisdiction referenced below, or, in every other case, RHB Investment Bank Berhad and its affiliates, subsidiaries and related companies.

## **RESTRICTIONS ON DISTRIBUTION**

### **Malaysia**

This report is issued and distributed in Malaysia by RHB Investment Bank Bhd. The views and opinions in this report are our own as of the date hereof and is subject to change. If the Financial Services and Markets Act of the United Kingdom or the rules of the Financial Conduct Authority apply to a recipient, our obligations owed to such recipient therein are unaffected. RHB Investment Bank Bhd has no obligation to update its opinion or the information in this report.

### **Thailand**

This report is issued and distributed in the Kingdom of Thailand by RHB Securities (Thailand) PCL, a licensed securities company that is authorised by the Ministry of Finance, regulated by the Securities and Exchange Commission of Thailand and is a member of the Stock Exchange of Thailand. The Thai Institute of Directors Association has disclosed the Corporate Governance Report of Thai Listed Companies made pursuant to the policy of the Securities and Exchange Commission of Thailand. RHB Securities (Thailand) PCL does not endorse, confirm nor certify the result of the Corporate Governance Report of Thai Listed Companies.



**Indonesia**

This report is issued and distributed in Indonesia by PT RHB Sekuritas Indonesia. This research does not constitute an offering document and it should not be construed as an offer of securities in Indonesia. Any securities offered or sold, directly or indirectly, in Indonesia or to any Indonesian citizen or corporation (wherever located) or to any Indonesian resident in a manner which constitutes a public offering under Indonesian laws and regulations must comply with the prevailing Indonesian laws and regulations.

**Singapore**

This report is issued and distributed in Singapore by RHB Bank Berhad (Singapore branch) which is a holder of a full bank licence and an exempt capital markets services licence and financial adviser regulated by the Monetary Authority of Singapore. RHB Bank Berhad (Singapore branch) may distribute reports produced by its respective foreign entities, affiliates or other foreign research houses pursuant to an arrangement under Regulation 32C of the Financial Advisers Regulations. Where the report is distributed in Singapore to a person who is not an Accredited Investor, Expert Investor or an Institutional Investor, RHB Bank Berhad (Singapore branch) accepts legal responsibility for the contents of the report to such persons only to the extent required by law. Singapore recipients should contact RHB Bank Berhad (Singapore branch) in respect of any matter arising from or in connection with the report.

**United States**

This report was prepared by RHB is meant for distribution solely and directly to "major" U.S. institutional investors as defined under, and pursuant to, the requirements of Rule 15a-6 under the U.S. Securities and Exchange Act of 1934, as amended (the "Exchange Act") via a registered U.S. broker-dealer as appointed by RHB from time to time. Accordingly, any access to this report via Bursa Marketplace or any other Electronic Services Provider is not intended for any party other than "major" US institutional investors (via a registered U.S broker-dealer), nor shall be deemed as solicitation by RHB in any manner. RHB is not registered as a broker-dealer in the United States and currently has not appointed a U.S. broker-dealer. Additionally, RHB does not offer brokerage services to U.S. persons. Any order for the purchase or sale of all securities discussed herein must be placed with and through a registered U.S. broker-dealer as appointed by RHB from time to time as required by the Exchange Act Rule 15a-6. For avoidance of doubt, RHB reiterates that it has not appointed any U.S. broker-dealer during the issuance of this report. This report is confidential and not intended for distribution to, or use by, persons other than the recipient and its employees, agents and advisors, as applicable. Additionally, where research is distributed via Electronic Service Provider, the analysts whose names appear in this report are not registered or qualified as research analysts in the United States and are not associated persons of any registered U.S. broker-dealer as appointed by RHB from time to time and therefore may not be subject to any applicable restrictions under Financial Industry Regulatory Authority ("FINRA") rules on communications with a subject company, public appearances and personal trading. Investing in any non-U.S. securities or related financial instruments discussed in this research report may present certain risks. The securities of non-U.S. issuers may not be registered with, or be subject to the regulations of, the U.S. Securities and Exchange Commission. Information on non-U.S. securities or related financial instruments may be limited. Foreign companies may not be subject to audit and reporting standards and regulatory requirements comparable to those in the United States. The financial instruments discussed in this report may not be suitable for all investors. Transactions in foreign markets may be subject to regulations that differ from or offer less protection than those in the United States.

Please refer to the following link ([RHB Research conflict disclosures – Feb 2021](#)) and the Disclosure of Conflict of Interest in each of the research reports provided in this email for more details.

Kuala Lumpur	Singapore
<p><b>RHB Investment Bank Bhd</b> Level 3A, Tower One, RHB Centre Jalan Tun Razak Kuala Lumpur Malaysia Tel : +(60) 3 9280 8888 Fax : +(60) 3 9200 2216</p>	<p><b>RHB Bank Berhad (Singapore branch)</b> 90 Cecil Street #04-00 RHB Bank Building Singapore 069531</p>
Jakarta	Bangkok
<p><b>PT RHB Sekuritas Indonesia</b> 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</p>	<p><b>RHB Securities (Thailand) PCL</b> 10th Floor, Sathorn Square Office Tower 98, North Sathorn Road, Silom Bangrak, Bangkok 10500 Thailand Tel : +(66) 2 088 9999 Fax : +(66) 2 088 9799</p>