

RAMKHAMHAENG HOSPITAL

THAILAND / HEALTH CARE SERVICES

RAM TB

BUY
UNCHANGED

1Q24 results at first glance

1Q24 core profit grew by 28% y-y to THB343m

Highlights

- RAM reported a core profit of THB343m in 1Q24 (+28% y-y, +5% q-q), driven by better performance of subsidiaries.
- Total revenue grew by 6% y-y. The medical revenue of RAM's flagship grew by 2% y-y. Revenue of subsidiaries grew by 9% y-y, driven by 7% higher revenue from Vibharam and growth from RAM 2. Revenue from sales of medical equipment slightly declined by 1% y-y.
- EBITDA margin improved from 16% in 1Q23 to 20% in 1Q24. The EBITDA margin of RAM's flagship declined to 28% (vs 33% in 1Q23). Meanwhile, the EBITDA margin of subsidiaries jumped to 14% (vs breakeven in 1Q23) thanks to higher revenue and better cost control.
- Share of income dropped to THB179m (vs THB201m in 1Q23) mainly due to a smaller share of income from THG (THB1m in 1Q24 vs THB46m in 1Q23)
- RAM booked dividend income of THB40m (vs THB57m in 1Q23).
- 1Q24 core profit accounted for 20% of our 2024 core profit forecast of THB1.8b.

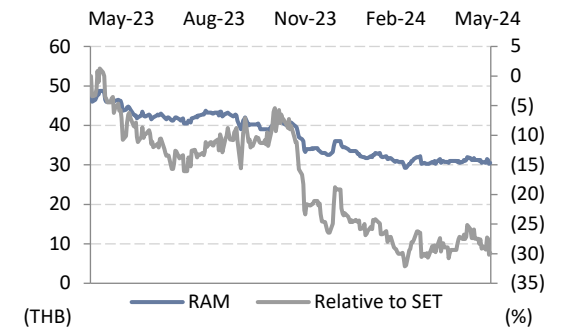
Outlook and valuation

- We expect the organic operation to improve y-y in 2Q24. However, the loss from its new hospital (RAM 2) may drag overall performance.
- RAM is trading at a cheap valuation of only 21x 2024E P/E (vs peers' avg of 24x and its 5-yr avg of 29x).

TARGET PRICE	THB46.00
CLOSE	THB30.50
UP/DOWNSIDE	+50.8%
TP vs CONSENSUS	+21.1%

KEY STOCK DATA

YE Dec (THB m)	2023	2024E	2025E	2026E
Revenue	9,634	10,736	11,716	12,518
Net profit	1,551	1,755	2,018	2,288
EPS (THB)	1.29	1.46	1.68	1.91
vs Consensus (%)	-	12.7	14.3	14.7
EBITDA	1,650	2,152	2,584	2,888
Recurring net profit	1,394	1,755	2,018	2,288
Core EPS (THB)	1.16	1.46	1.68	1.91
EPS growth (%)	(33.2)	25.8	15.0	13.3
Core P/E (x)	26.2	20.9	18.1	16.0
Dividend yield (%)	3.0	2.4	2.8	3.1
EV/EBITDA (x)	33.3	25.7	20.5	17.8
Price/book (x)	2.0	1.9	1.8	1.7
Net debt/Equity (%)	35.5	36.3	26.7	20.1
ROE (%)	7.4	9.3	10.2	10.9



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	(0.8)	(3.9)	(36.5)
Relative to country (%)	(1.9)	(3.7)	(30.0)
Mkt cap (USD m)	1,010		
3m avg. daily turnover (USD m)	0.1		
Free float (%)	25		
Major shareholder	F&S 79 (24%)		
12m high/low (THB)	49.50/29.25		
Issued shares (m)	1,200.00		

Sources: Bloomberg consensus; FSSIA estimates



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Exhibit 1: RAM - 1Q24 results summary

FY ending Dec	1Q23	2Q23	3Q23	4Q23	1Q24	----- Change -----		2023	2024E	Chg.
	(THB m)	(THB m)	(THB m)	(THB m)	(THB m)	(q-q %)	(y-y %)	(THB m)	(THB m)	(y-y %)
Sales	2,270	2,472	2,505	2,387	2,395	0	6	9,634	10,736	11
COGS (incl depreciation)	(1,728)	(1,825)	(1,824)	(2,083)	(1,824)	(12)	6	(7,461)	(8,050)	8
Gross Profit	542	646	681	304	572	88	5	2,174	2,686	24
SG&A	(476)	(444)	(446)	(193)	(352)	82	(26)	(1,559)	(1,628)	4
Operating Profit	66	202	235	111	220	99	231	614	1,057	72
Dividend income	57	126	98	10	40	281	(30)	292	301	3
Net other income	32	25	25	16	67	323	112	98	101	3
Interest expenses	(72)	(80)	(86)	(94)	(103)	10	42	(332)	(357)	7
Pretax profit	83	273	272	43	224	417	169	672	1,102	64
Income Tax	(27)	(125)	(67)	(52)	(53)	2	94	(271)	(220)	(19)
Associates	201	111	275	121	179	48	(11)	708	853	21
Minority interest	10	62	(2)	216	(7)			285	20	(93)
Core profit	267	320	478	328	343	5	28	1,394	1,755	26
Extraordinaries, GW & FX	0	156	0	1	0					
Reported net profit	267	476	478	329	343	4	28	1,394	1,755	26
Outstanding shares (m)	1,200	1,200	1,200	1,200	1,200	0	0	1,201	1,202	0
Pre-ex EPS (THB)	0.22	0.27	0.40	0.27	0.29	5	28	1.16	1.46	26
EPS (THB)	0.22	0.40	0.40	0.27	0.29	4	28	1.16	1.46	26
COGS excl. depreciation	(1,419)	(1,574)	(1,572)	(1,859)	(1,559)	(16)	10	(6,424)	(6,956)	8
Depreciation	(309)	(251)	(252)	(224)	(265)	18	(14)	(1,036)	(1,095)	6
EBITDA	375	453	487	335	484	45	29	1,650	2,152	30
Key ratios	(%)	(%)	(%)	(%)	(%)	(ppt)	(ppt)	(%)	(%)	(ppt)
Gross margin	24	26	27	13	24	11	(0)	23	25	2
SG&A/Revenue	21	18	18	8	15	7	(6)	16	15	(1)
EBITDA margin	16	18	19	14	20	6	3	17	20	3
Net profit margin	12	19	19	14	14	1	3	14	16	2
Operating stats										
Ramkhamhaeng hospital revenue growth (y-y %)	(4)	1	(5)	(1)	2					
Ramkhamhaeng EBITDA margin (%)	33	30	29	25	28					
Subsidiary hospital revenue growth (y-y %)	(35)	(12)	(10)	(3)	9					
Subsidiary EBITDA margin (%)	0	7	9	7	14					
Share income - Synphaet (THB m)	44	22	91	71	48					
Share income - THG (THB m)	46	28	67	(72)	1					
Share income - Sukhumvit (THB m)	15	21	14	12	9					
Share income - Chiangmai Ram (THB m)	50	13	41	49	42					
Share income - VIBHA (THB m)	13	19	31	28	30					
Share income - RJH (THB m)	0	0	0	0	0					

Sources: RAM; FSSIA estimates

Financial Statements

Ramkhamhaeng Hospital

Profit and Loss (THB m) Year Ending Dec	2022	2023	2024E	2025E	2026E
Revenue	10,687	9,634	10,736	11,716	12,518
Cost of goods sold	(7,815)	(7,461)	(8,050)	(8,686)	(9,188)
Gross profit	2,872	2,174	2,686	3,030	3,330
Other operating income	-	-	-	-	-
Operating costs	(1,513)	(1,559)	(1,628)	(1,684)	(1,743)
Operating EBITDA	2,356	1,650	2,152	2,584	2,888
Depreciation	(998)	(1,036)	(1,095)	(1,239)	(1,300)
Goodwill amortisation	-	-	-	-	-
Operating EBIT	1,359	614	1,057	1,345	1,588
Net financing costs	(234)	(328)	(352)	(345)	(328)
Associates	1,002	708	853	890	973
Recurring non-operating income	1,450	1,093	1,250	1,300	1,394
Non-recurring items	0	157	0	0	0
Profit before tax	2,575	1,537	1,955	2,300	2,654
Tax	(274)	(271)	(220)	(282)	(336)
Profit after tax	2,301	1,266	1,735	2,018	2,318
Minority interests	(212)	285	20	0	(30)
Preferred dividends	-	-	-	-	-
Other items	-	-	-	-	-
Reported net profit	2,088	1,551	1,755	2,018	2,288
Non-recurring items & goodwill (net)	0	(157)	0	0	0
Recurring net profit	2,088	1,394	1,755	2,018	2,288
Per share (THB)					
Recurring EPS *	1.74	1.16	1.46	1.68	1.91
Reported EPS	1.74	1.29	1.46	1.68	1.91
DPS	1.10	0.90	0.73	0.84	0.95
Diluted shares (used to calculate per share data)	1,200	1,200	1,200	1,200	1,200
Growth					
Revenue (%)	(15.6)	(9.8)	11.4	9.1	6.8
Operating EBITDA (%)	(43.6)	(30.0)	30.4	20.1	11.7
Operating EBIT (%)	(59.6)	(54.8)	72.1	27.2	18.0
Recurring EPS (%)	(48.4)	(33.2)	25.8	15.0	13.3
Reported EPS (%)	(49.9)	(25.7)	13.1	15.0	13.3
Operating performance					
Gross margin inc. depreciation (%)	26.9	22.6	25.0	25.9	26.6
Gross margin exc. depreciation (%)	36.2	33.3	35.2	36.4	37.0
Operating EBITDA margin (%)	22.1	17.1	20.0	22.1	23.1
Operating EBIT margin (%)	12.7	6.4	9.8	11.5	12.7
Net margin (%)	19.5	14.5	16.3	17.2	18.3
Effective tax rate (%)	17.4	40.3	20.0	20.0	20.0
Dividend payout on recurring profit (%)	63.2	77.5	50.0	50.0	50.0
Interest cover (X)	12.0	5.2	6.5	7.7	9.1
Inventory days	40.8	45.3	45.0	45.2	45.5
Debtor days	77.7	64.6	41.7	31.3	27.6
Creditor days	30.4	39.0	38.1	38.3	38.5
Operating ROIC (%)	7.7	2.2	5.1	6.6	8.3
ROIC (%)	6.4	2.7	4.8	5.5	6.4
ROE (%)	11.2	7.4	9.3	10.2	10.9
ROA (%)	6.4	3.1	4.9	5.5	6.0
* Pre exceptional, pre-goodwill and fully diluted					
Revenue by Division (THB m)					
Cash patient	7,604	6,840	7,761	8,571	9,192
SSO	1,716	1,643	1,758	1,881	2,013
NHSO	241	59	60	60	61
Sales of medical equipment	1,126	1,092	1,157	1,204	1,252

Sources: Ramkhamhaeng Hospital; FSSIA estimates

Financial Statements

Ramkhamhaeng Hospital

Cash Flow (THB m) Year Ending Dec	2022	2023	2024E	2025E	2026E
Recurring net profit	2,088	1,394	1,755	2,018	2,288
Depreciation	998	1,036	1,095	1,239	1,300
Associates & minorities	-	-	-	-	-
Other non-cash items	609	254	(20)	0	30
Change in working capital	439	1,079	(1,060)	1,195	(76)
Cash flow from operations	4,134	3,763	1,769	4,452	3,542
Capex - maintenance	(4,895)	(2,125)	(777)	(831)	(873)
Capex - new investment	-	-	-	-	-
Net acquisitions & disposals	(1,480)	812	(395)	(360)	0
Other investments (net)	-	-	-	-	-
Cash flow from investing	(6,375)	(1,314)	(1,172)	(1,191)	(873)
Dividends paid	(1,362)	(1,429)	(1,080)	(877)	(1,009)
Equity finance	0	0	0	0	0
Debt finance	1,318	(410)	(300)	(300)	(300)
Other financing cash flows	2,527	(683)	10	0	(15)
Cash flow from financing	2,483	(2,522)	(1,370)	(1,177)	(1,324)
Non-recurring cash flows	-	-	-	-	-
Other adjustments	0	0	0	0	0
Net other adjustments	0	0	0	0	0
Movement in cash	242	(73)	(773)	2,084	1,345
Free cash flow to firm (FCFF)	(1,997.35)	2,781.59	954.02	3,608.23	3,006.01
Free cash flow to equity (FCFE)	1,604.43	1,356.69	307.38	2,961.49	2,354.17

Per share (THB)	2022	2023	2024E	2025E	2026E
FCFF per share	(1.66)	2.32	0.80	3.01	2.51
FCFE per share	1.34	1.13	0.26	2.47	1.96
Recurring cash flow per share	3.08	2.24	2.36	2.71	3.01

Balance Sheet (THB m) Year Ending Dec	2022	2023	2024E	2025E	2026E
Tangible fixed assets (gross)	24,024	25,423	26,200	27,031	27,903
Less: Accumulated depreciation	(9,062)	(9,373)	(10,467)	(11,707)	(13,007)
Tangible fixed assets (net)	14,961	16,050	15,732	15,324	14,897
Intangible fixed assets (net)	422	437	437	437	437
Long-term financial assets	-	-	-	-	-
Invest. in associates & subsidiaries	21,496	20,684	21,079	21,439	21,439
Cash & equivalents	1,369	1,296	523	2,608	3,953
A/C receivable	2,023	1,386	1,064	947	947
Inventories	770	823	892	955	1,011
Other current assets	373	234	972	345	436
Current assets	4,534	3,739	3,451	4,854	6,347
Other assets	202	348	348	348	348
Total assets	41,615	41,259	41,048	42,402	43,468
Common equity	19,387	18,543	19,217	20,358	21,636
Minorities etc.	8,592	8,679	8,669	8,669	8,684
Total shareholders' equity	27,980	27,222	27,886	29,027	30,321
Long term debt	5,189	3,599	3,599	3,599	3,599
Other long-term liabilities	501	956	956	956	956
Long-term liabilities	5,690	4,555	4,555	4,555	4,555
A/C payable	676	697	754	808	856
Short term debt	6,178	7,358	7,058	6,758	6,458
Other current liabilities	1,092	1,427	794	1,254	1,279
Current liabilities	7,945	9,482	8,607	8,820	8,592
Total liabilities and shareholders' equity	41,615	41,259	41,048	42,402	43,468
Net working capital	1,398	319	1,380	185	260
Invested capital	38,480	37,839	38,976	37,732	37,381

* Includes convertibles and preferred stock which is being treated as debt

Per share (THB)	2022	2023	2024E	2025E	2026E
Book value per share	16.16	15.45	16.01	16.96	18.03
Tangible book value per share	15.80	15.09	15.65	16.60	17.67

Financial strength	2022	2023	2024E	2025E	2026E
Net debt/equity (%)	35.7	35.5	36.3	26.7	20.1
Net debt/total assets (%)	24.0	23.4	24.7	18.3	14.0
Current ratio (x)	0.6	0.4	0.4	0.6	0.7
CF interest cover (x)	7.9	5.1	1.9	9.6	8.2

Valuation	2022	2023	2024E	2025E	2026E
Recurring P/E (x) *	17.5	26.2	20.9	18.1	16.0
Recurring P/E @ target price (x) *	26.4	39.6	31.5	27.4	24.1
Reported P/E (x)	17.5	23.6	20.9	18.1	16.0
Dividend yield (%)	3.6	3.0	2.4	2.8	3.1
Price/book (x)	1.9	2.0	1.9	1.8	1.7
Price/tangible book (x)	1.9	2.0	1.9	1.8	1.7
EV/EBITDA (x) **	23.4	33.3	25.7	20.5	17.8
EV/EBITDA @ target price (x) **	31.3	44.6	34.4	27.7	24.2
EV/invested capital (x)	1.4	1.5	1.4	1.4	1.4

* Pre-exceptional, pre-goodwill and fully diluted ** EBITDA includes associate income and recurring non-operating income

Sources: Ramkhamhaeng Hospital; FSSIA estimates

Disclaimer for ESG scoring

ESG score	Methodology	Rating																											
The Dow Jones Sustainability Indices (DJSI) By S&P Global	The DJSI World applies a transparent, rules-based component selection process based on the companies' Total Sustainability Scores resulting from the annual S&P Global Corporate Sustainability Assessment (CSA). Only the top-ranked companies within each industry are selected for inclusion.	Be a member and invited to the annual S&P Global Corporate Sustainability Assessment (CSA) for DJSI. Companies with an S&P Global ESG Score of less than 45% of the S&P Global ESG Score of the highest scoring company are disqualified. The constituents of the DJSI indices are selected from the Eligible Universe.																											
Sustainability Investment List (THSI) by The Stock Exchange of Thailand (SET)	THSI quantifies responsibility in Environmental and Social issues by managing business with transparency in Governance, updated annually. Candidates must pass the preemptive criteria, with two crucial conditions: 1) no irregular trading of the board members and executives; and 2) free float of >150 shareholders, and combined holding must be >15% of paid-up capital. Some key disqualifying criteria include: 1) CG score of below 70%; 2) independent directors and free float violation; 3) executives' wrongdoing related to CG, social & environmental impacts; 4) equity in negative territory; and 5) earnings in red for > 3 years in the last 5 years.	To be eligible for THSI inclusion , verified data must be scored at a minimum of 50% for each indicator, unless the company is a part of DJSI during the assessment year. The scoring will be fairly weighted against the nature of the relevant industry and materiality. SETTHSI Index is extended from the THSI companies whose 1) market capitalization > THB5b (~USD150b); 2) free float >20%; and 3) liquidity >0.5% of paid-up capital for at least 9 out of 12 months. The SETTHSI Index is a market capitalisation-weighted index, cap 5% quarterly weight at maximum, and no cap for number of stocks.																											
CG Score by Thai Institute of Directors Association (Thai IOD)	An indicator of CG strength in sustainable development, measured annually by the Thai IOD, with support from the Stock Exchange of Thailand (SET). The results are from the perspective of a third party, not an evaluation of operations.	Scores are rated in six categories: 5 for Excellent (90-100), 4 for Very Good (80-89), 3 for Good (70-79), 2 for Fair (60-69), 1 for Pass (60-69), and not rated for scores below 50. Weightings include: 1) the rights; 2) and equitable treatment of shareholders (weight 25% combined); 3) the role of stakeholders (25%); 4) disclosure & transparency (15%); and 5) board responsibilities (35%).																											
AGM level By Thai Investors Association (TIA) with support from the SEC	It quantifies the extent to which shareholders' rights and equitable treatment are incorporated into business operations and information is transparent and sufficiently disclosed. All form important elements of two out of five the CG components to be evaluated annually. The assessment criteria cover AGM procedures before the meeting (45%), at the meeting date (45%), and after the meeting (10%). <i>(The first assesses 1) advance circulation of sufficient information for voting; and 2) facilitating how voting rights can be exercised. The second assesses 1) the ease of attending meetings; 2) transparency and verifiability; and 3) openness for Q&A. The third involves the meeting minutes that should contain discussion issues, resolutions and voting results.)</i>	The scores are classified into four categories: 5 for Excellent (100), 4 for Very Good (90-99), 3 for Fair (80-89), and not rated for scores below 79.																											
Thai CAC By Thai Private Sector Collective Action Against Corruption (CAC)	The core elements of the Checklist include corruption risk assessment, establishment of key controls, and the monitoring and developing of policies. The Certification is good for three years. <i>(Companies deciding to become a CAC certified member start by submitting a Declaration of Intent to kick off an 18-month deadline to submit the CAC Checklist for Certification, including risk assessment, in place of policy and control, training of managers and employees, establishment of whistleblowing channels, and communication of policies to all stakeholders.)</i>	The document will be reviewed by a committee of nine professionals. A passed Checklist will move for granting certification by the CAC Council approvals whose members are twelve highly respected individuals in professionalism and ethical achievements.																											
Morningstar Sustainalytics	The Sustainalytics' ESG risk rating provides an overall company score based on an assessment of how much of a company's exposure to ESG risk is unmanaged. <i>Sources to be reviewed include corporate publications and regulatory filings, news and other media, NGO reports/websites, multi-sector information, company feedback, ESG controversies, issuer feedback on draft ESG reports, and quality & peer reviews.</i>	A company's ESG risk rating score is the sum of unmanaged risk. The more risk is unmanaged, the higher ESG risk is scored. <table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th>NEGL</th> <th>Low</th> <th>Medium</th> <th>High</th> <th>Severe</th> </tr> </thead> <tbody> <tr> <td>0-10</td> <td>10-20</td> <td>20-30</td> <td>30-40</td> <td>40+</td> </tr> </tbody> </table>	NEGL	Low	Medium	High	Severe	0-10	10-20	20-30	30-40	40+																	
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ESG Book	The ESG score identifies sustainable companies that are better positioned to outperform over the long term. The methodology considers the principle of financial materiality including information that significantly helps explain future risk-adjusted performance. Materiality is applied by over-weighting features with higher materiality and rebalancing these weights on a rolling quarterly basis.	The total ESG score is calculated as a weighted sum of the features scores using materiality-based weights. The score is scaled between 0 and 100 with higher scores indicating better performance.																											
MSCI	MSCI ESG ratings aim to measure a company's management of financially relevant ESG risks and opportunities. It uses a rules-based methodology to identify industry leaders and laggards according to their exposure to ESG risks and how well they manage those risks relative to peers. <table border="1" style="margin-left: auto; margin-right: auto;"> <tbody> <tr> <td>AAA</td> <td>8.571-10.000</td> <td>Leader:</td> <td>leading its industry in managing the most significant ESG risks and opportunities</td> </tr> <tr> <td>AA</td> <td>7.143-8.570</td> <td></td> <td></td> </tr> <tr> <td>A</td> <td>5.714-7.142</td> <td></td> <td></td> </tr> <tr> <td>BBB</td> <td>4.286-5.713</td> <td>Average:</td> <td>a mixed or unexceptional track record of managing the most significant ESG risks and opportunities relative to industry peers</td> </tr> <tr> <td>BB</td> <td>2.857-4.285</td> <td></td> <td></td> </tr> <tr> <td>B</td> <td>1.429-2.856</td> <td></td> <td></td> </tr> <tr> <td>CCC</td> <td>0.000-1.428</td> <td>Laggard:</td> <td>lagging its industry based on its high exposure and failure to manage significant ESG risks</td> </tr> </tbody> </table>	AAA	8.571-10.000	Leader:	leading its industry in managing the most significant ESG risks and opportunities	AA	7.143-8.570			A	5.714-7.142			BBB	4.286-5.713	Average:	a mixed or unexceptional track record of managing the most significant ESG risks and opportunities relative to industry peers	BB	2.857-4.285			B	1.429-2.856			CCC	0.000-1.428	Laggard:	lagging its industry based on its high exposure and failure to manage significant ESG risks
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Moody's ESG solutions	Moody's assesses the degree to which companies take into account ESG objectives in the definition and implementation of their strategy policies. It believes that a company integrating ESG factors into its business model and relatively outperforming its peers is better positioned to mitigate risks and create sustainable value for shareholders over the medium to long term.																												
Refinitiv ESG rating	Designed to transparently and objectively measure a company's relative ESG performance, commitment and effectiveness across 10 main themes, based on publicly available and auditable data. The score ranges from 0 to 100 on relative ESG performance and insufficient degree of transparency in reporting material ESG data publicly. <i>(Score ratings are 0 to 25 = poor; >25 to 50 = satisfactory; >50 to 75 = good; and >75 to 100 = excellent.)</i>																												
S&P Global	The S&P Global ESG Score is a relative score measuring a company's performance on and management of ESG risks, opportunities, and impacts compared to its peers within the same industry classification. The score ranges from 0 to 100.																												
Bloomberg	ESG Score	Bloomberg score evaluating the company's aggregated Environmental, Social and Governance (ESG) performance. The score is based on Bloomberg's view of ESG financial materiality. The score is a weighted generalized mean (power mean) of Pillar Scores, where the weights are determined by the pillar priority ranking. Values range from 0 to 10; 10 is the best.																											
Bloomberg	ESG Disclosure Score	Disclosure of a company's ESG used for Bloomberg ESG score. The score ranges from 0 for none to 100 for disclosure of every data point, measuring the amount of ESG data reported publicly, and not the performance on any data point.																											

Rating regarding the sustainable development of Thai listed companies, both on the SET and MAI, are publicly available on the website of the Securities and Exchange Commission of Thailand (SEC). Currently, ratings available are 1) **CG Score**; 2) **AGM Level**; 3) **Thai CAC**; and 4) **THSI**. The ratings are updated on an annual basis. FSSIA does not confirm nor certify the accuracy of such ratings.

Source: FSSIA's compilation

GENERAL DISCLAIMER

ANALYST(S) CERTIFICATION

Teerapol Udomvej, CFA FSS International Investment Advisory Securities Co., Ltd

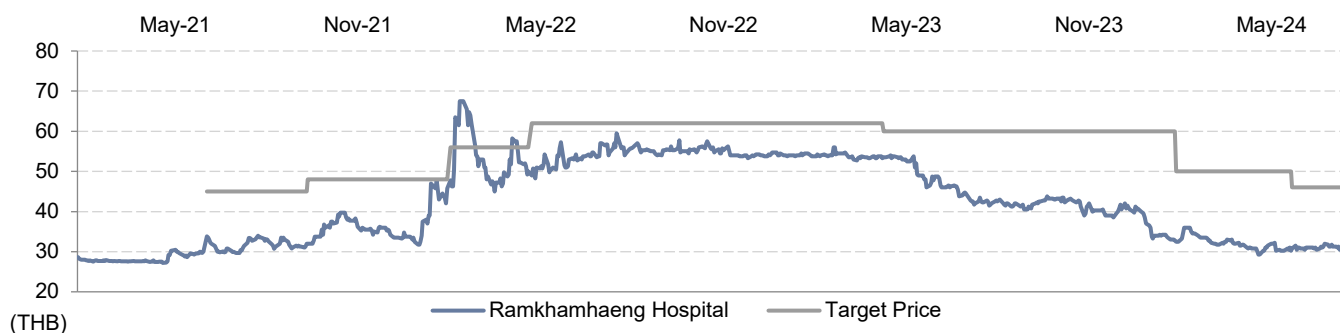
The individual(s) identified above certify(ies) that (i) all views expressed in this report accurately reflect the personal view of the analyst(s) with regard to any and all of the subject securities, companies or issuers mentioned in this report; and (ii) no part of the compensation of the analyst(s) was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed herein.

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History of change in investment rating and/or target price

Ramkhamhaeng Hospital (RAM TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
03-Sep-2021	BUY	45.00	10-Jun-2022	BUY	62.00	28-Mar-2024	BUY	46.00
01-Dec-2021	BUY	48.00	11-Apr-2023	BUY	60.00			
01-Apr-2022	BUY	56.00	19-Dec-2023	BUY	50.00			

Teerapol Udomvej, CFA started covering this stock from 03-Sep-2021

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
Ramkhamhaeng Hospital	RAM TB	THB 30.50	BUY	Downside risks to our DCF-based target price include 1) weak patient volumes following the economic slowdown; 2) regulatory risks from drug price and medical bill controls; and 3) losses from its subsidiary companies.

Source: FSSIA estimates

Additional Disclosures

Target price history, stock price charts, valuation and risk details, and equity rating histories applicable to each company rated in this report is available in our most recently published reports. You can contact the analyst named on the front of this note or your representative at Finansia Syrus Securities Public Company Limited.

All share prices are as at market close on 17-May-2024 unless otherwise stated.

RECOMMENDATION STRUCTURE

Stock ratings

Stock ratings are based on absolute upside or downside, which we define as $(\text{target price}^* - \text{current price}) / \text{current price}$.

BUY (B). The upside is 10% or more.

HOLD (H). The upside or downside is less than 10%.

REDUCE (R). The downside is 10% or more.

Unless otherwise specified, these recommendations are set with a 12-month horizon. Thus, it is possible that future price volatility may cause a temporary mismatch between upside/downside for a stock based on market price and the formal recommendation.

* In most cases, the target price will equal the analyst's assessment of the current fair value of the stock. However, if the analyst doesn't think the market will reassess the stock over the specified time horizon due to a lack of events or catalysts, then the target price may differ from fair value. In most cases, therefore, our recommendation is an assessment of the mismatch between current market price and our assessment of current fair value.

Industry Recommendations

Overweight. The analyst expects the fundamental conditions of the sector to be positive over the next 12 months.

Neutral. The analyst expects the fundamental conditions of the sector to be maintained over the next 12 months.

Underweight. The analyst expects the fundamental conditions of the sector to be negative over the next 12 months.

Country (Strategy) Recommendations

Overweight (O). Over the next 12 months, the analyst expects the market to score positively on two or more of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.

Neutral (N). Over the next 12 months, the analyst expects the market to score positively on one of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.

Underweight (U). Over the next 12 months, the analyst does not expect the market to score positively on any of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.