

5 NOVEMBER 2020

THAILAND / MEDIA

RS RS TB

BUY

UNCHANGED

TARGET PRICE	THB22.00
CLOSE	THB19.00
UP/DOWNSIDE	+15.8%
PRIOR TP	THB22.00
CHANGE IN TP	UNCHANGED
TP vs CONSENSUS	+2.6%

คาดการณ์รายได้ 3Q20 โตเล็กน้อย

คาดการณ์รายได้ 3Q20 โตเล็กน้อย

เราคาดว่ารายได้ของ RS ในไตรมาส 3Q20 จะโตมาอยู่ที่ 912 ลบ. (+3% y-y, +10% q-q) โดยได้แรงขับเคลื่อนจากการเติบโตต่อเนื่องของธุรกิจพาณิชย์ RS Mall ยังออกสินค้าใหม่อย่างต่อเนื่อง และปรับปรุงประสิทธิภาพของศูนย์บริการข้อมูลลูกค้า นอกจากนี้กำลังซื้อเริ่มฟื้นตัวจากจุดต่ำสุดในไตรมาส 2Q20 หุ่นส่วนสถานีโทรทัศน์ประกอบด้วย Workpoint Amarin และ Thairat TV ควรสร้างรายได้ที่สูงขึ้นสำหรับ RS จากความนิยมในการรับชมรายการ (Ratings) ที่ดีขึ้น นอกจากนี้ สื่อบันเทิงควรมีฟื้นตัวตามค่าใช้จ่ายในการโฆษณา (Adex) และความนิยมในการรับชมรายการที่เพิ่มขึ้น อย่างไรก็ตาม เรายังมีความกังวลเกี่ยวกับการขายรายการโทรทัศน์ (TV Content Sales) ซึ่ง RS ระบุว่าอาจลดลงเล็กน้อยกว่าครึ่งของ 130 ลบ. ที่เคยทำได้ในช่วง 1H20

แต่กำไรน่าจะโตดี

ในด้านต้นทุน เราคาดว่าอัตรากำไรขั้นต้น (GPM) ของ RS จะลดลงเหลือ 51.6% ในไตรมาส 3Q20 (เทียบกับ 52.7% ในไตรมาสก่อนหน้า) เนื่องจากเราคาดว่าต้นทุนการผลิตรายการในธุรกิจโทรทัศน์จะเพิ่มขึ้น หลังบริษัท กลับมาเริ่มฉายรายการตามปกติ ในขณะที่การขายรายการโทรทัศน์ (TV Content Sales) ที่เป็นรายได้ที่ไม่มีต้นทุนจะน้อยลงลด GPM ของธุรกิจพาณิชย์ควรลดลงจากจุดสูงสุดที่ 68.4% ในไตรมาส 2Q20 เป็น 67% ในไตรมาส 3Q20 หายที่สุด เราคาดว่ากำไรของ RS จะโตต่อเนื่องในไตรมาส 3Q20 มาอยู่ที่ 125 ลบ. (+35% y-y, +15% q-q)

กำลังรอให้โครงการในอนาคตเริ่มมีผล

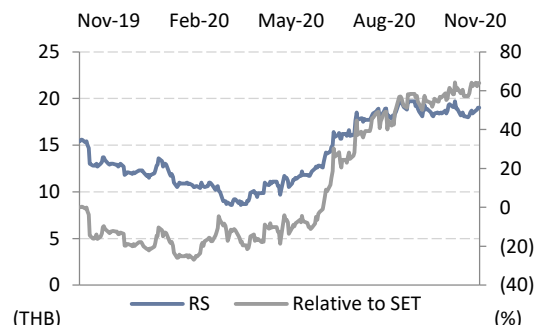
Entertainmerce ซึ่งอาจกลายเป็นปัจจัยหนุนสำคัญของ RS ยังอยู่ในช่วงเริ่มต้น เราเชื่อว่าบริษัทจะมีความคืบหน้าและความชัดเจนมากขึ้นในไตรมาส 4Q20 ซึ่งประกอบด้วย 1) เปิดตัวสินค้าใหม่ๆ โดยเน้นไปในสินค้าด้านบริโภคเพื่อสุขภาพ 2) การเปิดตัวของค่ายเพลง Kamikaze และ Rose sound; 3) การปิดดีลการควบรวมกิจการอย่างน้อย 1 รายจากที่ 2-3 รายที่อยู่ระหว่างเจรจา; 4) การจัดร่วมมือกับกับสถานีโทรทัศน์เพิ่มอย่างน้อย 1 ช่องเพื่อให้ได้ส่วนแบ่งรายได้จากการเช่าเวลาออกอากาศสำหรับสินค้า RS Mall ของบริษัท; และ 5) การสนธิสัญญากับหุ้นส่วนผู้ถือหุ้น กล่าวคือ BTS Group Holdings (BTS TB, BUY, TP THB13)

หุ้นเด่นในกลุ่มสื่อ โดยมีราคาเป้าหมายที่ 22 บาท

เราชอบ RS จากแนวโน้มการเติบโตต่อเนื่องในช่วง 2H20 และปี 2021 ของบริษัท แม้ว่าเศรษฐกิจจะชะลอตัวเนื่องจากการแพร่ระบาดของ Coronavirus บริษัท คงเป้าหมายรายได้ปี 2020 ที่ 4.25 พัน ลบ. (+17.7% y-y) จากโครงการที่กำลังเกิดขึ้น เราเชื่อว่า RS เป็นบริษัทที่แข็งแกร่งที่สุดในกลุ่มสื่อของไทย เราคงคำแนะนำซื้อที่ราคาเป้าหมาย 22 บาท ปัจจุบัน RS มีการซื้อขายที่ค่า 2021E P/E เท่ากับ 27x คิดเป็น -0.5SD ของค่าเฉลี่ย

KEY STOCK DATA

YE Dec (THB m)	2019	2020E	2021E	2022E
Revenue	3,611	3,760	4,270	4,832
Net profit	363	559	666	790
EPS (THB)	0.37	0.57	0.68	0.81
vs Consensus (%)	-	3.4	0.9	1.5
EBITDA	1,071	1,297	1,429	1,569
Core net profit	363	559	666	790
Core EPS (THB)	0.37	0.57	0.68	0.81
Chg. In EPS est. (%)	(1.5)	(0.9)	(0.7)	(0.7)
EPS growth (%)	(10.4)	53.7	19.2	18.7
Core P/E (x)	50.9	33.1	27.8	23.4
Dividend yield (%)	2.1	1.5	2.9	3.4
EV/EBITDA (x)	17.7	14.4	12.9	11.5
Price/book (x)	10.7	9.2	8.7	8.1
Net debt/Equity (%)	25.3	7.5	(4.5)	(16.4)
ROE (%)	21.4	30.0	32.2	35.7



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	1.6	0.5	21.0
Relative to country (%)	3.3	10.0	61.1
Mkt cap (USD m)	587		
3m avg. daily turnover (USD m)	3.9		
Free float (%)	46		
Major shareholder	Surachi Chetchotisak (22%)		
12m high/low (THB)	20.40/8.40		
Issued shares (m)	972.50		

Sources: Bloomberg consensus; FSSIA estimates



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PREPARED BY FSS INTERNATIONAL INVESTMENT ADVISORY SECURITIES CO LTD (FSSIA). ANALYST CERTIFICATION AND IMPORTANT DISCLOSURES CAN BE FOUND AT THE END OF THIS REPORT

บทวิเคราะห์ฉบับนี้แปลมาจากบทวิเคราะห์ของ FSSIA ฉบับวันที่ 5 พฤศจิกายน 2020

Investment thesis

RS is an organization that conducts business through “opportunity,” by focusing on market leadership, continual investment to sustain its commerce business, and expansions to its related businesses. We expect the contributions from its new businesses to increase significantly, strengthening the company’s total revenue.

We like RS for its continuous growth potential in 2H20 and 2021, despite the economic slowdown due to the coronavirus pandemic. We expect its revenue to improve in the medium term, driven by the continuous expansion of its commerce business as well as its numerous upcoming growth projects, including 1) the introduction of numerous new products; 2) the launch of its Kamikaze and Rose sound label; 3) M&A deals; and 4) synergizing with its shareholding partner.

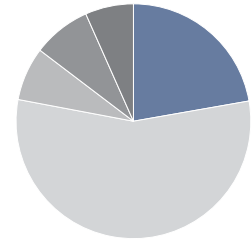
Company profile

RS operates a commerce business that provides content and powerful entertainment, as well as sells products. This includes establishing a system to analyse customer data and a telemarketing system.

www.rs.co.th

Principal activities (revenue, 2019)

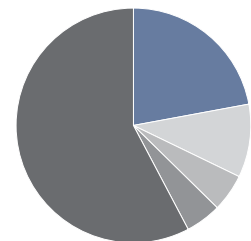
- TV - 22.2 %
- Commerce - 55.7 %
- Radio - 7.4 %
- Music - 8.0 %
- Event - 6.6 %



Source: RS

Major shareholders

- Surachi Chetchotisak - 22.1 %
- Sorat Vvanichvarakij - 10.1 %
- Bangkok Bank PCL - 5.2 %
- Phongsa Pairuchwait C/O KTB securities (Thailand) PCL - 4.9 %
- Others - 57.7 %



Source: RS

Catalyst

New product lines should be able to boost its commerce revenue as well as its bottom line. The new “entertainmerce” strategy may help the company’s revenue grow continuously.

Risk to our call

The key downside risk to our DCF-based TP is if the company is unable to maintain the growth momentum from its commerce business if revenues from TV, radio, and music continue to decline.

Event calendar

Date	Event
Nov-20	3Q20 results announcement

Key assumptions

	2019	2020E	2021E	2022E
	(%)	(%)	(%)	(%)
Commerce growth	(5)	19	16	15
Commerce profit margin	66	66	66	66
TV revenue growth	(22)	18	3	3
TV profit margin	(32)	5	5	7

Source: FSSIA estimates

Earnings sensitivity

- For every 1% increase in commerce revenue, we project 2021 earnings to rise by 1.3%, and vice versa, all else being equal.
- For every 1% increase in commerce profit margin, we project 2021 earnings to rise by 3.3%, and vice versa, all else being equal.

Source: FSSIA estimates

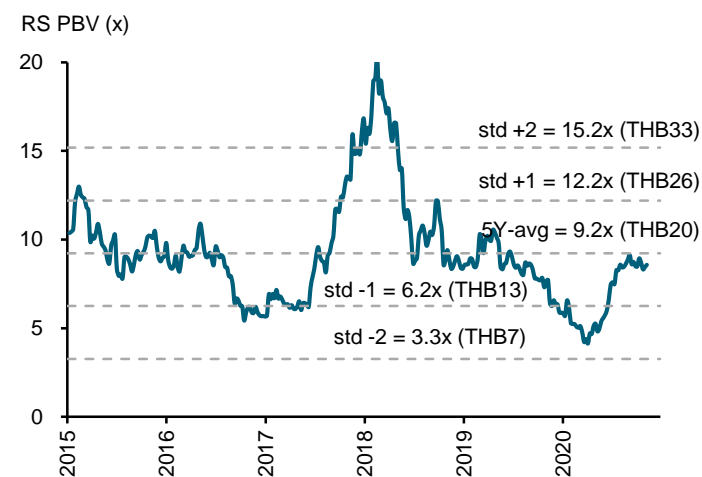
Exhibit 1: RS 3Q20E results preview

	3Q19	2Q20	3Q20E	Change		9M19	9M20E	Change	2020E
	(THB m)	(THB m)	(THB m)	(q-q %)	(y-y %)	(THB m)	(THB m)	(y-y %)	(THB m)
TV	209	198	210	6	0	550	596	8	950
Commerce	442	586	627	7	42	1,547	1,713	11	2,400
Radio	61	23	40	74	(34)	190	102	(46)	180
Music	86	24	30	27	(65)	206	127	(38)	180
Event	88	2	5	134	(94)	143	42	(70)	50
Revenue	887	833	912	9	3	2,716	2,730	1	3,760
Operating costs	(494)	(394)	(441)	12	(11)	(1,500)	(1,273)	(15)	(1,794)
Gross profit*	393	439	471	7	20	1,216	1,457	20	1,966
SG&A expenses	(267)	(293)	(305)	4	14	(817)	(907)	11	(1,240)
EBIT	125	146	166	14	32	399	549	38	726
Depn & amort.	142	124	126	1	(11)	437	410	(6)	0
EBITDA	268	270	292	8	9	836	959	15	726
EBITDA margin (%)	30.2	32.4	32.0	(0.4)	1.8	30.8	35.1	4.4	19.3
Interest expense	(6)	(10)	(10)	0	61	(29)	(28)	(4)	(31)
Other income	4	0	0	nm	nm	8	4	(55)	5
Extra items	0	0	0	nm	nm	0	0	nm	0
Pretax profit	123	137	156	14	27	378	525	39	699
Tax	(30)	(28)	(31)	12	4	(79)	(105)	33	(140)
Tax rate (%)	(24.4)	(20.5)	(20.0)	(0.5)	(4.4)	(21.0)	(20.0)	1.0	(20)
Minority interests	1	0	0	nm	nm	1	0	(98)	1
Net profit	92	109	125	15	35	298	420	41	559
Core net profit	92	109	125	15	35	298	420	41	559
EPS (THB)	0.09	0.11	0.13	15	35	0.31	0.43	41	0.57
Core EPS (THB)	0.09	0.11	0.13	15	35	0.31	0.43	41	0.57

* Including depreciation and amortisation

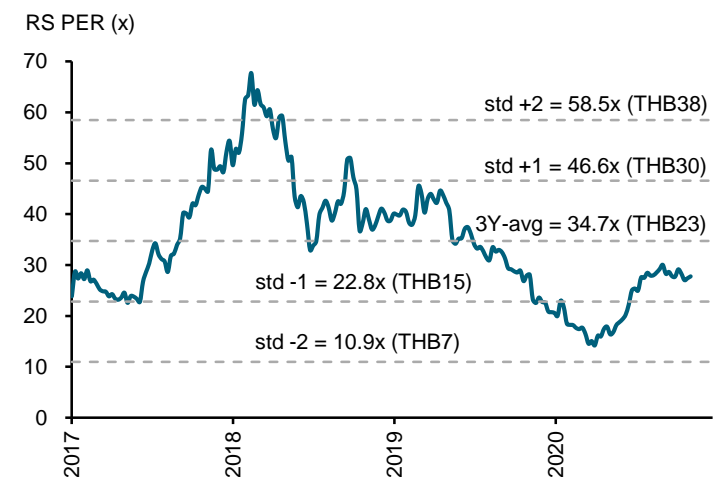
Sources: RS; FSSIA estimates

Exhibit 2: One-year prospective P/BV band



Sources: Bloomberg; FSSIA estimates

Exhibit 3: One-year prospective P/E band



Sources: Bloomberg; FSSIA estimates

Financial Statements

RS

Profit and Loss (THB m) Year Ending Dec	2018	2019	2020E	2021E	2022E
Revenue	3,827	3,611	3,760	4,270	4,832
Cost of goods sold	(1,614)	(1,451)	(1,233)	(1,508)	(1,734)
Gross profit	2,213	2,160	2,527	2,762	3,099
Other operating income	34	11	10	21	17
Operating costs	(1,054)	(1,100)	(1,240)	(1,353)	(1,546)
Operating EBITDA	1,192	1,071	1,297	1,429	1,569
Depreciation	(591)	(569)	(561)	(558)	(547)
Goodwill amortisation	0	0	0	0	0
Operating EBIT	601	502	736	871	1,022
Net financing costs	(68)	(35)	(31)	(33)	(28)
Associates	0	0	0	0	0
Recurring non operating income	(3)	(6)	(5)	(5)	(6)
Non recurring items	95	0	0	0	0
Profit before tax	624	462	699	833	989
Tax	(108)	(97)	(140)	(167)	(198)
Profit after tax	516	364	560	667	791
Minority interests	0	(1)	(1)	(1)	(1)
Preferred dividends	0	0	0	0	0
Other items	-	-	-	-	-
Reported net profit	516	363	559	666	790
Non recurring items & goodwill (net)	(95)	0	0	0	0
Recurring net profit	421	363	559	666	790
Per share (THB)					
Recurring EPS *	0.42	0.37	0.57	0.68	0.81
Reported EPS	0.51	0.37	0.57	0.68	0.81
DPS	0.24	0.40	0.29	0.55	0.65
Diluted shares (used to calculate per share data)	1,010	972	972	972	972
Growth					
Revenue (%)	9.3	(5.6)	4.1	13.6	13.2
Operating EBITDA (%)	16.3	(10.2)	21.1	10.2	9.8
Operating EBIT (%)	28.6	(16.4)	46.5	18.3	17.4
Recurring EPS (%)	46.7	(10.4)	53.7	19.2	18.7
Reported EPS (%)	55.0	(26.9)	53.7	19.2	18.7
Operating performance					
Gross margin inc depreciation (%)	42.4	44.1	52.3	51.6	52.8
Gross margin of key business (%)	-	-	-	-	-
Operating EBITDA margin (%)	31.2	29.7	34.5	33.5	32.5
Operating EBIT margin (%)	15.7	13.9	19.6	20.4	21.2
Net margin (%)	11.0	10.1	14.9	15.6	16.3
Effective tax rate (%)	20.0	20.0	20.0	20.0	20.0
Dividend payout on recurring profit (%)	57.4	106.8	50.1	80.1	80.1
Interest cover (X)	8.7	14.3	23.3	26.6	37.0
Inventory days	67.9	68.4	74.2	62.1	60.0
Debtor days	56.1	55.5	55.2	52.9	52.3
Creditor days	175.1	174.1	188.3	158.5	152.7
Operating ROIC (%)	151.5	85.7	90.7	94.4	105.3
ROIC (%)	16.5	15.1	25.0	30.4	37.7
ROE (%)	27.5	21.4	30.0	32.2	35.7
ROA (%)	11.5	10.5	16.7	19.0	21.4
* Pre-exceptional, pre-goodwill and fully diluted					
Revenue By Division (THB m)					
TV	1,030	803	950	979	1,008
Commerce	2,127	2,012	2,400	2,760	3,174
Radio	315	266	180	207	213
Music	237	289	180	234	257

Sources: RS; FSSIA estimates

Financial Statements

RS

Cash Flow (THB m) Year Ending Dec	2018	2019	2020E	2021E	2022E
Recurring net profit	421	363	559	666	790
Depreciation	591	569	561	558	547
Associates & minorities	0	1	1	1	1
Other non-cash items	105	139	0	0	0
Change in working capital	43	(38)	(97)	6	(45)
Cash flow from operations	1,161	1,033	1,024	1,231	1,293
Capex - maintenance	(218)	(247)	(180)	(180)	(152)
Capex - new investment	(328)	(370)	(270)	(270)	(228)
Net acquisitions & disposals	0	0	0	0	0
Other investments (net)	22	(206)	0	0	0
Cash flow from investing	(525)	(823)	(450)	(450)	(380)
Dividends paid	(242)	(388)	(280)	(533)	(633)
Equity finance	0	70	0	0	0
Debt finance	(243)	130	(60)	(56)	(100)
Other financing cash flows	(43)	(34)	(7)	0	0
Cash flow from Financing	(528)	(222)	(347)	(589)	(733)
Non-recurring cash flows	-	-	-	-	-
Other adjustments	0	0	0	0	0
Net other adjustments	0	0	0	0	0
Movement in cash	109	(11)	227	192	180
Free cash flow to firm (FCFF)	704.71	244.99	604.94	813.48	940.31
Free cash flow to equity (FCFE)	350.51	306.59	506.90	724.90	812.81

Per share (THB)

FCFF per share	0.72	0.25	0.62	0.84	0.97
FCFE per share	0.36	0.32	0.52	0.75	0.84
Recurring cash flow per share	1.11	1.10	1.15	1.26	1.38

Balance Sheet (THB m) Year Ending Dec	2018	2019	2020E	2021E	2022E
Tangible fixed asset (gross)	976	1,245	1,395	1,545	1,625
Less: Accumulated depreciation	(644)	(741)	(843)	(945)	(1,041)
Tangible fixed assets (Net)	332	504	552	600	584
Intangible fixed assets (Net)	2,116	1,374	1,214	1,058	907
Long-term financial assets	0	0	0	0	0
Invest. In associates & subsidiaries	4	4	4	4	4
Cash & equivalents	340	328	556	747	927
A/C receivable	553	545	593	645	740
Inventories	285	259	243	270	300
Other current assets	9	13	13	13	14
Current assets	1,186	1,145	1,404	1,676	1,981
Other assets	436	380	401	394	398
Total assets	4,073	3,407	3,575	3,731	3,873
Common equity	1,671	1,725	2,004	2,136	2,293
Minorities etc.	1	2	3	4	5
Total Shareholders' equity	1,672	1,727	2,007	2,140	2,298
Long term debt	316	236	156	200	150
Other long-term liabilities	939	178	175	176	178
Long-term liabilities	1,255	414	331	376	328
A/C payable	733	651	621	689	762
Short term debt	320	530	550	450	400
Other current liabilities	93	84	67	76	86
Current liabilities	1,146	1,266	1,238	1,216	1,247
Total liabilities and shareholders' equity	4,073	3,407	3,575	3,731	3,873
Net working capital	21	81	161	163	206
Invested capital	2,908	2,343	2,332	2,219	2,099

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

Per share (THB)

Book value per share	1.65	1.77	2.06	2.20	2.36
Tangible book value per share	(0.44)	0.36	0.81	1.11	1.42

Financial strength

Net debt/Equity (%)	17.7	25.3	7.5	(4.5)	(16.4)
Net debt/total assets (%)	7.3	12.8	4.2	(2.6)	(9.7)
Current ratio (x)	1.0	0.9	1.1	1.4	1.6
CF interest cover (x)	10.9	20.5	25.8	31.6	38.8

Valuation	2018	2019	2020E	2021E	2022E
Recurring P/E (x) *	45.5	50.9	33.1	27.8	23.4
Recurring P/E @ target price (x) *	52.7	58.9	38.3	32.1	27.1
Reported P/E (x)	37.2	50.9	33.1	27.8	23.4
Dividend yield (%)	1.3	2.1	1.5	2.9	3.4
Price/book (x)	11.5	10.7	9.2	8.7	8.1
Price/tangible book (x)	(43.2)	52.6	23.4	17.1	13.3
EV/EBITDA (x) **	16.3	17.7	14.4	12.9	11.5
EV/EBITDA @ target price (x) **	18.9	20.4	16.6	14.9	13.4
EV/invested capital (x)	6.7	8.1	8.0	8.3	8.6

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

Sources: RS; FSSIA estimates

Corporate Governance report of Thai listed companies 2019

EXCELLENT LEVEL										
AAV	ADVANC	AIRA	AKP	AKR	AMA	AMATA	AMATAV	ANAN	AOT	AP
ARROW	BAFS	BANPU	BAY	BCP	BCPG	BOL	BRR	BTS	BTW	BWG
CFRESH	CHEWA	CHO	CK	CKP	CM	CNT	COL	COMAN	CPALL	CPF
CPI	CPN	CSS	DELTA	DEMCO	DRT	DTAC	DTC	EA	EASTW	ECF
EGCO	GBX	GC	GCAP	GEL	GGP	GGC	GOLD	GPSC	GRAMMY	GUNKUL
HANA	HARN	HMPRO	ICC	ICHI	III	ILINK	INTUCH	IRPC	IVL	JKN
JSP	K	KBANK	KCE	KKP	KSL	KTB	KTC	KTIS	LH	LHFG
LIT	LPN	MAKRO	MALEE	MBK	MBKET	MC	MCOT	MFEC	MINT	MONO*
MTC	NCH	NCL	NKI	NSI	NVD	NYT	OISHI	OTO	PAP	PCSGH
PDJ	PG	PHOL	PJW	PLANB	PLANET	PORT	PPS	PR9	PREB	PRG
PRM	PSH	PSL	PTG	PTT	PTTEP	PTTGC	PYLON	Q-CON	QH	QTC
RATCH	ROBINS**	RS	S	S & J	SABINA	SAMART	SAMTEL	SAT	SC	SCB
SCC	SCCC	SCN	SDC	SEAFCO	SEAOIL	SE-ED	SELIC	SENA	SIS	SITHAI
SNC	SORKON	SPALI	SPI	SPRC	SSSC	STA	STEC	SVI	SYNTEC	TASCO
TCAP	THAI	THANA	THANI	THCOM	THIP	THREL	TIP	TISCO	TK	TKT
TMB	TMILL	TNDT	TOA	TOP	TRC	TRU	TRUE	TSC	TSR	TSTH
TTA	TTCL	TTW	TU	TVD	TVO	U	UAC	UV	VGI	VIH
WACOAL	WAVE	WHA	WHAUP	WICE	WINNER					
VERY GOOD LEVEL										
2S	ABM	ADB	AF	AGE	AH	AHC	AIT	ALLA	ALT	AMANA
AMARIN	APCO	APCS	AQUA	ARIP	ASAP	ASIA	ASIAN	ASIMAR	ASK	ASN
ASP	ATP30	AUCT	AYUD	B	BA	BBL	BDMS	BEC	BEM	BFIT
BGC	BGRIM	BIZ	BJC	BJCHI	BLA	BPP	BROOK	CBG	CEN	CENDEL
CGH	CHG	CHOTI	CHOW	CI	CIMBT	CNS	COLOR	COM7	COTTO	CRD
CSC	CSP	DCC	DCON	DDD	DOD	EASON	ECL	EE	EPG	ERW
ESTAR	ETE	FLOYD	FN	FNS	FORTH	FPI	FPT	FSMART	FSS	FVC
GENCO	GJS	GL	GLOBAL	GLOW**	GULF	HPT	HTC	HYDRO	ICN	IFS
INET	INSURE	IRC	IRCP	IT	ITD***	ITEL	J	JAS*	JCK	JCKH
JMART	JMT	JWD	KBS	KCAR	KBS	KIAT	KOOL	KWC	KWM	L&E
LALIN	LANNA	LDC	LHK	LOXLEY	LRH	LST	M	MACO	MAJOR	MBAX
MEGA	METCO	MFC	MK	MODERN	MOONG	MPG	MSC	MTI	NEP	NETBAY
NEX	NINE	NOBLE	NOK	NTV	NWR	OCC	OGC	ORI	OSP	PATO
PB	PDG	PDI	PL	PLAT	PNR	PPP	PRECHA	PRIN	PRINC	PSTC
PT	QLT	RCL	RICHY	RML	RWI	S11	SAAM	SALEE	SAMCO	SANKO
SAPPE	SAWAD	SCG	SCI	SCP	SE	SFP	SIAM	SINGER	SIRI	SKE
SKR	SKY	SMIT	SMK	SMP	SMT	SNP	SONIC	SPA	SPC	SPCG
SPVI	SR	SRICHA	SSC	SSF	SST	STANLY	STPI	SUC	SUN	SUSCO
SUTHA	SWC	SYMC	SYNEX	T	TACC	TAE	TAKUNI	TBSP	TCC	TCMC
TEAM	TEAMG	TFG	TFMAMA	THG	THRE	TIPCO	TITLE	TIW	TKN	TKS
TM	TMC	TMD	TMI	TMT	TNITY	TNL	TNP	TNR	TOG	TPA
TPAC	TPBI	TPCORP	TPOLY	TRITN	TRT	TSE	TSTE	TVI	TVT	TWP
TWPC	UBIS	UEC	UMI	UOBKH	UP	UPF	UPOIC	UT	UWC	VNT
WIIK	XO	YUASA	ZEN	ZMICO						
GOOD LEVEL										
A	ABICO	ACAP***	AEC	AEONTS	AJ	ALUCON	AMC	APURE	AS	ASEFA
AU	B52	BCH	BEAUTY	BGT	BH	BIG	BLAND	BM	BR	BROCK
BSBM	BSM	BTNC	CCET	CCP	CGD	CHARAN	CHAYO	CITY	CMAN	CMC
CMO	CMR	CPL	CPT	CSR	CTW	CWT	D	DIMET	EKH	EMC
EPCO	ESSO	FE	FTE	GIFT	GLAND	GLOCON	GPI	GREEN	GTB	GYT
HTECH	HUMAN	IHL	INGRS	INOX	JTS	JUBILE	KASET	KCM	KKC	KWG
KYE	LEE	LPH	MATCH	MATI	M-CHAI	MCS	MDX	META	MG	MJD
MM	MVP	NC	NDR	NER	NNCL	NPK	NUSA	OCEAN	PAF	PF
PICO	PIMO	PK	PLE	PMTA	POST	PPM	PROUD	PTL	RCI	RJH
ROJNA	RPC	RPH	SF	SGF	SGP	SKN	SLP	SMART	SOLAR	SPG
SQ	SSP	STI	SUPER	SVOA	TCCC	THE	THMUI	TIC	TIGER	TNH
TOPP	TPCH	TPIPP	TPLAS	TQM	TTI	TYCN	UTP	VCOM	VIBHA	VPO
WIN	WORK	WP	WPH	ZIGA						
Score Range	Number of Logo					Description				
90-100						Excellent				
80-89						Very Good				
70-79						Good				
60-69						Satisfactory				
50-59						Pass				
Less than 50	No logo given					-				

Disclaimer:

The disclosure of the survey results 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 evaluation 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 results may be changed after that date. FSS International Investment Advisory Company Limited does not confirm nor certify the accuracy of such survey results.

* CGR scoring should be considered with news regarding wrong doing of the company or director or executive of the company such unfair practice on securities trading, fraud, and corruption SEC imposed a civil sanction against insider trading of director and executive; ** delisted

Source: Thai Institute of Directors Association (IOD); FSSIA's compilation

Anti-corruption Progress Indicator

CERTIFIED										
ADVANC	AIE	AKP	AMANAHA	AP	APCS	AQUA	ARROW	ASK	ASP	AYUD
BAFS	BANPU	BAY	BBL	BCH	BCP	BCPG	BGRIM	BJCHI	BKI	BLA
BROOK	BRR	BSBM	BTS	BWG	CEN	CENTEL	CFRESH	CGH	CHEWA	CIG
CIMBT	CM	COM7	CPALL	CPF	CPI	CPN	CSC	DCC	DEMCO	DIMET
DRT	DTAC	DTC	EASTW	ECL	EGCO	FE	FNS	FSS	GBX	GC
GCAP	GEL	GFPT	GGC	GJS	GOLD	GPSC	GSTEEL	GUNKUL	HANA	HARN
HMPRO	HTC	ICC	IFS	INET	INSURE	INTUCH	IRPC	IVL	K	KASET
KBANK	KBS	KCAR	KCE	KGI	KKP	KSL	KTB	KTC	KWC	L&E
LANNA	LHK	LPN	LRH	M	MAKRO	MALEE	MBAX	MBK	MBKET	MC
MCOT	MFC	MINT	MONO	MOONG	MSC	MTI	NBC	NINE	NKI	NMG
NNCL	NSI	OCC	OCEAN	OGC	PAP	PATO	PB	PCSGH	PDG	PDI
PDJ	PE	PG	PHOL	PL	PLANB	PLANET	PLAT	PM	PPP	PPS
PREB	PRG	PRINC	PSH	PSTC	PT	PTG	PTT	PTTEP	PTTGC	PYLON
Q-CON	QH	QLT	QTC	RATCH	RML	S & J	SABINA	SAT	SC	SCB
SCC	SCCC	SCG	SCN	SE-ED	SELIC	SENA	SGP	SIRI	SIS	SITHAI
SMIT	SMK	SMPC	SNC	SNP	SORKON	SPACK	SPC	SPI	SPRC	SRICHA
SSF	SSI	SSSC	SST	STA	SUSCO	SVI	SYNTEC	TASCO	TCAP	TFG
TFI	TFMAMA	THANI	THCOM	THIP	THRE	THREL	TIP	TIPCO	TISCO	TKT
TMB	TMD	TMILL	TMT	TNITY	TNL	TNP	TNR	TOG	TOP	TPA
TPCORP	TRU	TRUE	TSC	TSTH	TTCL	TU	TVD	TVI	TWPC	U
UBIS	UEC	UKEM	UOBKH	VGI	VIH	VNT	WACOAL	WHA	WICE	WIIK
DECLARED										
2S	ABICO	AF	AI	AIRA	ALT	AMA	AMARIN	AMATA	ANAN	B
BM	BPP	BUI	CHG	CHO	CHOTI	CHOW	CI	CMC	COL	DDD
DELTA	EFORL	EPCO	ESTAR	ETE	FPI	FTE	ICHI	INOX	IRC	ITEL
JAS	JSP	JTS	KWG	LDC	LIT	META	MFEC	MPG	NEP	NOK
NWR	ORI	PRM	PSL	ROJNA	RWI	SAAM	SAPPE	SCI	SEOIL	SHANG
SKR	SPALI	STANLY	SYNEX	TAE	TAKUNI	TMC	TOPP	TPP	TRITN	TVO
UV	UWC	WHAUP	XO	YUASA	ZEN					

Level	
Certified	This level indicates practical participation with thoroughly examination in relation to the recommended procedures from the audit committee or the SEC's certified auditor, being a certified member of Thailand's Private Sector Collective Action Coalition Against Corruption programme (Thai CAC) or already passed examination to ensure independence from external parties.
Declared	This level indicates determination to participate in the Thailand's Private Sector Collective Action Coalition Against Corruption programme (Thai CAC)

Disclaimer:

The disclosure of the Anti-Corruption Progress Indicators of a listed company on the Stock Exchange of Thailand, which is assessed by Thaipat Institute, is made in order to comply with the policy and sustainable development plan for the listed companies of the Office of the Securities and Exchange Commission. Thaipat Institute 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 Thaipat Institute that is 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, FSS International Investment Advisory Company Limited does not confirm, verify, or certify the accuracy and completeness of the assessment results.

Note: Companies participating in Thailand's Private Sector Collective Action Coalition Against Corruption programme (Thai CAC) under Thai Institute of Directors (as of June 24, 2019) are categorised into: 1) companies that have declared their intention to join CAC, and; 2) companies certified by CAC.

Source: The Securities and Exchange Commission, Thailand; * FSSIA's compilation

GENERAL DISCLAIMER

ANALYST(S) CERTIFICATION

Naruedom Mujjalinkool FSS International Investment Advisory Securities Co., Ltd

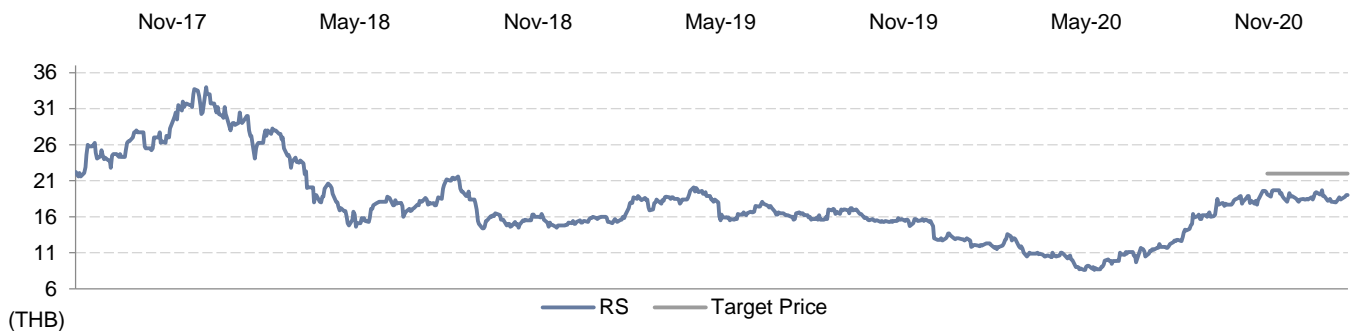
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History of change in investment rating and/or target price

RS (RS TB)



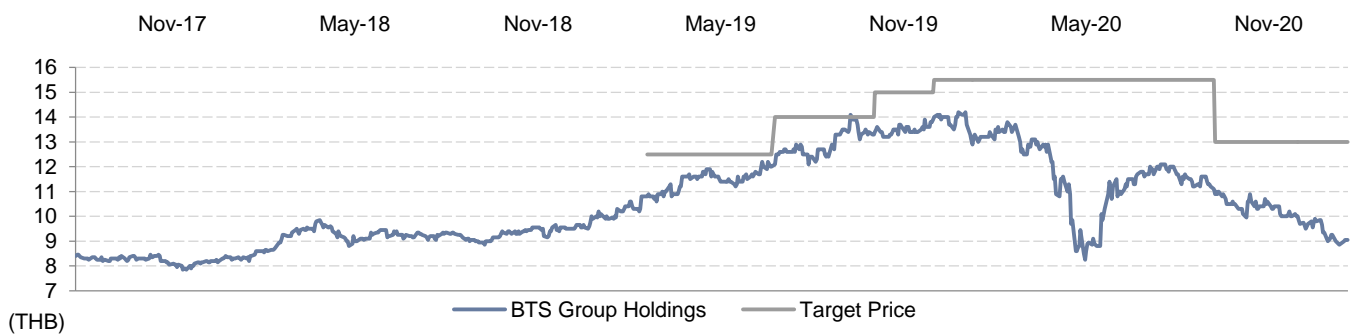
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
27-Aug-2020	BUY	22.00	-	-	-	-	-	-

Naruedom Mujjalinkool started covering this stock from 27-Aug-2020

Price and TP are in local currency

Source: FSSIA estimates

BTS Group Holdings (BTS TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
13-Mar-2019	BUY	12.50	25-Sep-2019	BUY	15.00	02-Apr-2020	BUY	15.50
01-Jul-2019	BUY	14.00	15-Nov-2019	BUY	15.50	13-Jul-2020	BUY	13.00

Naruedom Mujjalinkool started covering this stock from 13-Jul-2020

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
RS	RS TB	THB 19.00	BUY	The key downside risk to our DCF-based TP is if the company is unable to maintain the growth momentum from its commerce business if revenues from TV, radio, and music continue to decline.
BTS Group Holdings	BTS TB	THB 9.05	BUY	The key downside risks to our SOTP-based TP include a slower-than-expected recovery of the Thai economic outlook and the company not being able to win new mass transit projects.

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

FSSIA may incorporate the recommendations and target prices of companies currently covered by FSS Research into equity research reports, denoted by an 'FSS' before the recommendation. FSS Research is part of Finansia Syrus Securities Public Company Limited, which is the parent company of FSSIA.

All share prices are as at market close on 04-Nov-2020 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.