

26 JANUARY 2021

THAILAND / INDUSTRIAL

SCG PACKAGING SCGP TB

BUY

UNCHANGED

TARGET PRICE	THB54.00
CLOSE	THB46.75
UP/DOWNSIDE	+15.5%
TP vs CONSENSUS	+8.8%

4Q20 โตดีตามคาด

ผลประกอบการ 4Q20 ดีตามคาด

SCGP รายงานกำไรสุทธิ 4Q20 ในระดับที่ดีโดยอยู่ที่ 1.5 พัน ลบ. (+11% q-q, +75% y-y) กำไรดังกล่าวใกล้เคียงกับประมาณการของเรา แต่สูงกว่าตลาดคาด 5% เมื่อหักรายการพิเศษ กำไรสุทธิจากการดำเนินงานเพิ่มเป็น 1.5 พัน ลบ. (+11% q-q, +91% y-y) โดยมีปัจจัยผลักดันสำคัญประกอบด้วยรายได้จากธุรกิจกระดาษบรรจุภัณฑ์ที่เพิ่ม 7% y-y เป็น 12.4 พัน ลบ. จากรายได้ที่เพิ่มขึ้นในตลาดในประเทศไทยและอาเซียน ซึ่งช่วยชดเชยรายได้ที่อ่อนแอจากการส่งออก รายได้จากธุรกิจบรรจุภัณฑ์ที่ทำจากเส้นใยเพิ่มเป็น 6.2 พัน ลบ. (+3% y-y, +6% y-y) จากความต้องการที่สูงขึ้นในธุรกิจอาหารและเครื่องดื่ม สินค้าอุปโภคบริโภค และ E-Commerce รายได้จากธุรกิจ Performance & Polymer Packaging เพิ่ม 7% y-y เป็น 1.7 พัน ลบ. จากความต้องการที่ทรงตัวในธุรกิจอาหารแปรรูปและแช่แข็ง และผลิตภัณฑ์สุขอนามัย

รายได้จาก Integrated Packaging Chain เพิ่มขึ้น

รายได้จาก Integrated Packaging Chain (IPC) โตต่อเนื่องในปี 2020 โดยเพิ่มขึ้น 10% y-y เป็น 79.2 พัน ลบ. คิดเป็น 85% ของยอดขายรวม EBITDA ของ IPC เพิ่มขึ้นเป็น 15.8 พัน ลบ. ในปี 2020 (+15% y-y) จาก EBITDA margin ที่สูงขึ้นเป็น 20% ในปี 2020 (จาก 19% ในปี 2019) ในขณะที่รายได้จาก Fibrous Chain ยังอยู่ในแนวโน้มขาลง โดยปรับลด 18% y-y เป็น 15.4 พัน ลบ. (15% ของรายได้รวม) นอกจากนี้ EBITDA ยังลดลง 15% y-y เป็น 1 พัน ลบ. ในภาพรวม EBITDA margin ทรงตัวที่ 18% ในปี 2020 หลัง EBITDA margin ที่เพิ่มขึ้นของ IPC หักลบกับ EBITDA margin ที่อ่อนแอ (7%) ของ Fibrous Chain

กลยุทธ์เพื่อการเติบโตยังเป็นไปตามแผน

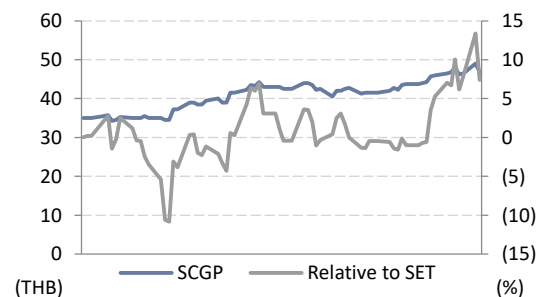
หลังประสบความสำเร็จในการซื้อกิจการ SOVI และ GoPak ในเวียดนามใน 4Q20 SCGP ตั้งเป้าใช้เงินลงทุน 20 พัน ลบ. ในปี 2021 ประกอบด้วยเงิน 15 พัน ลบ. สำหรับการควบรวมกิจการและการเป็นพันธมิตร (M&P) และ 5 พัน ลบ. สำหรับเป็นงบลงทุนกลาง เราเชื่อว่าการเติบโตของกำลังการผลิตและการควบรวมการดำเนินงานของ SCGP จะเพิ่มขึ้นเรื่อย ๆ ในปี 2021-22 เนื่องจากบริษัท มีแนวโน้มประสบความสำเร็จในการซื้อธุรกิจเพิ่มและการขยายกำลังการผลิตภายในบริษัทในตลาดอาเซียน SCGP คาดว่างานก่อสร้างของโรงงานใหม่จะสำเร็จ 2 แห่งและบริษัท จะเริ่มดำเนินงานได้ในปีนี้ ประกอบด้วยโรงงานผลิตบรรจุภัณฑ์จากกระดาษแห่งใหม่ (Fajar กำลังการผลิต 0.4mtpa) ที่สุราบายา อินโดนีเซียใน 2Q21 และโรงงานผลิตบรรจุภัณฑ์จากกระดาษลูกฟูก (กำลังการผลิต 0.22mtpa) ในฟิลิปปินส์ใน 3Q21

ยังเป็นหุ้นบรรจุภัณฑ์ที่น่าสนใจ

เราคงคำแนะนำซื้อที่ราคาเป้าหมาย 54 บาท ราคาดังกล่าวคิดจากค่า 2021E EV/EBITDA ที่ 12x ซึ่งสูงกว่าค่าเฉลี่ยของกลุ่มที่ 8-9x และสะท้อนแนวโน้มการเติบโตของกำไรสุทธิที่อยู่ในระดับสูงของ SCGP จากกลยุทธ์ M&P SCGP ประกาศจ่ายเงินปันผลอัตรา 0.45 บาทต่อหุ้น สำหรับผลการดำเนินงานในปี 2020

KEY STOCK DATA

YE Dec (THB m)	2020	2021E	2022E	2023E
Revenue	92,786	116,434	121,559	124,191
Net profit	6,457	9,118	11,011	12,876
EPS (THB)	1.50	2.12	2.56	3.00
vs Consensus (%)	-	9.2	34.5	-
EBITDA	16,496	19,126	21,765	24,535
Core net profit	6,638	9,118	11,011	12,876
Core EPS (THB)	1.55	2.12	2.56	3.00
Chg. In EPS est. (%)	nm	4.5	6.0	nm
EPS growth (%)	(13.3)	37.3	20.8	16.9
Core P/E (x)	30.2	22.0	18.2	15.6
Dividend yield (%)	1.3	1.6	1.9	1.9
EV/EBITDA (x)	14.1	12.3	11.0	9.8
Price/book (x)	2.3	2.1	2.0	1.8
Net debt/Equity (%)	9.6	10.1	12.5	12.6
ROE (%)	10.1	9.9	11.2	12.1



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	9.4	31.7	n/a
Relative to country (%)	7.4	5.2	n/a
Mkt cap (USD m)	6,693		
3m avg. daily turnover (USD m)	72.4		
Free float (%)	30		
Major shareholder	Siam Cement (69%)		
12m high/low (THB)	49.00/32.75		
Issued shares (m)	4,292.92		

Sources: Bloomberg consensus; FSSIA estimates



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บทวิเคราะห์ฉบับนี้แปลมาจากบทวิเคราะห์ของ FSSIA ฉบับวันที่ 26 มกราคม 2021

Exhibit 1: Summary of 4Q20/2020 operations

	4Q19	3Q20	4Q20		2019	2020	Chg.	Comments	
	(THB m)	(THB m)	(THB m)	(q-q%)	(y-y%)	(THB m)	(THB m)	(y-y%)	
Revenue	23,096	23,287	23,596	1.3	2.2	89,070	92,786	4.2	Higher due to higher sales volume
Operating costs	(19,586)	(19,308)	(19,878)	3.0	1.5	(75,414)	(76,290)	1.2	Higher due to higher production
EBITDA	3,510	3,979	3,717	(6.6)	5.9	13,656	16,496	20.8	Higher y-y due to higher sales volume
<i>EBITDA margin (%)</i>	15.2	17.1	15.8	<i>nm</i>	<i>nm</i>	15.3	17.8	<i>nm</i>	
Depn & amort.	(1,673)	(1,812)	(1,819)	0.4	8.7	(5,991)	(7,183)	19.9	Higher due to higher production
EBIT	1,837	2,168	1,899	<i>(12.4)</i>	<i>3.4</i>	7,665	9,313	<i>21.5</i>	
Interest expense	(810)	(579)	171	<i>(129.6)</i>	<i>(121.2)</i>	(1,619)	(1,452)	<i>(10.3)</i>	
Interest & invt inc	-	-	-	<i>na</i>	<i>na</i>	-	-	<i>na</i>	
Other income	138	177	143	<i>(19.6)</i>	<i>3.0</i>	1,018	783	(23.0)	
Associates' contrib	42	17	11	<i>(33.6)</i>	<i>(72.9)</i>	53	66	<i>na</i>	
Exceptionals	90	(36)	(94)	<i>161.9</i>	<i>(204.3)</i>	127	(222)	<i>na</i>	
Pretax profit	1,298	1,747	2,130	21.9	64.1	6,940	8,308	19.7	Higher due to higher margin and sales volume
Tax	(323)	(313)	(457)	<i>46.0</i>	<i>41.3</i>	(1,049)	(1,002)	<i>(4.5)</i>	
<i>Tax rate (%)</i>	24.9	17.9	21.5	<i>nm</i>	<i>nm</i>	15.1	12.1	<i>nm</i>	
Minority interests	(124)	(99)	(187)	<i>89.0</i>	<i>51.0</i>	(623)	(848)	<i>36.2</i>	
Net profit	851	1,335	1,486	11.3	74.7	5,269	6,457	22.6	5%/1% above consensus' and our estimates
Non-recurring	(330)	(113)	(144)	<i>27.6</i>	<i>(56.4)</i>	(304)	(181)	<i>(40.5)</i>	
Core net profit	1,181	1,448	1,630	12.6	38.0	5,573	6,638	19.1	
EPS (THB)	0.27	0.43	0.48	<i>11.3</i>	<i>74.7</i>	1.69	1.50	<i>(10.7)</i>	
Core EPS (THB)	0.38	0.46	0.52	<i>12.6</i>	<i>38.0</i>	1.78	1.55	<i>(13.3)</i>	

Sources: SCGP; FSSIA estimates

Exhibit 2: 4Q20/2020 non-operating item adjustments for core profit

(THB m)	4Q19	3Q20	4Q20	q-q%	y-y%	2019	2020	y-y%
Core profit	1,181	1,448	1,630	12.6	38.0	5,573	6,638	19.1
FX gain/loss from loans, derivatives and investments	59	(111)	31	<i>NM</i>	<i>(47.5)</i>	(57)	(161)	<i>182.5</i>
Company restructurings (asset divestment)	-	-	(14)	<i>NA</i>	<i>NA</i>	185	(124)	<i>(167.0)</i>
Changes to local regulations (tax, labour laws)	-	-	-	<i>NA</i>	<i>NA</i>	(338)	267	<i>(179.0)</i>
Expenses related to M&P transactions	(43)	-	(160)	<i>NA</i>	<i>272.1</i>	(78)	(160)	<i>105.1</i>
Impairments and others	-	(2)	(1)	<i>(50.0)</i>	<i>NA</i>	(16)	(3)	<i>(81.3)</i>
Net profit	1,197	1,335	1,486	11.3	24.1	5,269	6,457	22.5

Source: SCGP

Exhibit 3: 4Q20/2020 key performance

(THB m)	4Q19	3Q20	4Q20	q-q%	y-y%	2019	2020	y-y%
Revenue from sales								
Consolidated SCGP	23,096	23,287	23,596	1.3	2.2	89,070	92,786	4.2
Integrated Packaging Chain	19,331	20,209	20,396	0.9	5.5	72,006	79,175	10.0
Fibrous Chain	4,108	3,536	3,631	2.7	<i>(11.6)</i>	18,794	15,448	<i>(17.8)</i>
Intersegment Elimination	(343)	(458)	(431)	<i>(5.9)</i>	<i>25.7</i>	(1,730)	(1,837)	<i>6.2</i>
EBITDA								
Consolidated SCGP	3,738	4,121	4,211	2.2	12.7	15,036	16,876	12.2
Integrated Packaging Chain	3,636	3,832	4,018	4.9	10.5	13,758	15,789	14.8
Fibrous Chain	105	263	140	<i>(46.8)</i>	<i>33.3</i>	1,208	1,027	<i>(15.0)</i>
Other	305	201	228	<i>13.4</i>	<i>(25.2)</i>	2,581	3,270	<i>26.7</i>
Intersegment Elimination	(308)	(175)	(175)	-	<i>(43.2)</i>	(2,511)	(3,210)	<i>27.8</i>
EBITDA margins (%)*								
Consolidated SCGP	16	18	18	-	2.0	17	18	1.0
Integrated Packaging Chain	19	19	20	1.0	1.0	19	20	1.0
Fibrous Chain	3	7	4	<i>(3.0)</i>	<i>1.0</i>	6	7	<i>1.0</i>
Net profit								
Consolidated SCGP	1,197	1,335	1,486	11.3	24.1	5,269	6,457	22.5
Integrated Packaging Chain	1,576	1,488	1,747	17.4	10.9	6,153	7,200	17.0
Fibrous Chain	(244)	(133)	(319)	<i>139.8</i>	<i>30.7</i>	(429)	(655)	<i>52.7</i>
Other	(145)	(1)	68	<i>NM</i>	<i>NM</i>	1,259	2,388	<i>89.7</i>
Intersegment Elimination	10	(19)	(10)	<i>(47.4)</i>	<i>(200.0)</i>	(1,714)	(2,476)	<i>44.5</i>

*Note: Change in margin % is represented in ppt change

Source: SCGP

Financial Statements

SCG Packaging

Profit and Loss (THB m) Year Ending Dec	2019	2020	2021E	2022E	2023E
Revenue	89,070	92,786	116,434	121,559	124,191
Cost of goods sold	(65,661)	(66,149)	(83,336)	(85,207)	(87,237)
Gross profit	23,409	26,637	33,098	36,352	36,954
Other operating income	-	-	-	-	-
Operating costs	(9,753)	(10,141)	(13,972)	(14,587)	(12,419)
Operating EBITDA	13,656	16,496	19,126	21,765	24,535
Depreciation	(5,991)	(7,183)	(6,291)	(6,746)	(7,278)
Goodwill amortisation	0	0	0	0	0
Operating EBIT	7,665	9,313	12,835	15,019	17,257
Net financing costs	(1,491)	(1,674)	(1,246)	(1,058)	(1,058)
Associates	53	66	0	0	0
Recurring non operating income	1,070	850	80	80	80
Non recurring items	(304)	(181)	0	0	0
Profit before tax	6,940	8,308	11,670	14,041	16,279
Tax	(1,049)	(1,002)	(1,802)	(2,178)	(2,551)
Profit after tax	5,891	7,306	9,868	11,863	13,728
Minority interests	(623)	(848)	(750)	(852)	(852)
Preferred dividends	0	0	0	0	0
Other items	0	0	0	0	0
Reported net profit	5,269	6,457	9,118	11,011	12,876
Non recurring items & goodwill (net)	304	181	0	0	0
Recurring net profit	5,573	6,638	9,118	11,011	12,876
Per share (THB)					
Recurring EPS *	1.78	1.55	2.12	2.56	3.00
Reported EPS	1.69	1.50	2.12	2.56	3.00
DPS	0.63	0.60	0.75	0.90	0.90
Diluted shares (used to calculate per share data)	3,126	4,293	4,293	4,293	4,293
Growth					
Revenue (%)	2.1	4.2	25.5	4.4	2.2
Operating EBITDA (%)	(2.6)	20.8	15.9	13.8	12.7
Operating EBIT (%)	(11.2)	21.5	37.8	17.0	14.9
Recurring EPS (%)	(53.1)	(13.3)	37.3	20.8	16.9
Reported EPS (%)	(56.6)	(10.7)	41.2	20.8	16.9
Operating performance					
Gross margin inc depreciation (%)	19.6	21.0	23.0	24.4	23.9
Gross margin of key business (%)	19.6	21.0	23.0	24.4	23.9
Operating EBITDA margin (%)	15.3	17.8	16.4	17.9	19.8
Operating EBIT margin (%)	8.6	10.0	11.0	12.4	13.9
Net margin (%)	6.3	7.2	7.8	9.1	10.4
Effective tax rate (%)	15.2	12.2	15.4	15.5	15.7
Dividend payout on recurring profit (%)	35.3	38.8	35.3	35.1	30.0
Interest cover (X)	5.9	6.1	10.4	14.3	16.4
Inventory days	72.7	71.8	63.1	69.6	69.6
Debtor days	59.5	62.0	53.4	55.6	58.8
Creditor days	51.8	56.3	51.3	56.6	56.5
Operating ROIC (%)	6.9	7.2	(2.3)	(2.5)	(2.6)
ROIC (%)	6.8	6.5	(2.0)	(2.1)	(2.3)
ROE (%)	13.4	10.1	9.9	11.2	12.1
ROA (%)	6.3	5.7	5.6	6.7	7.3
* Pre-exceptional, pre-goodwill and fully diluted					
Revenue By Division (THB m)					
Fibrous chain	24,940	25,980	32,601	34,036	34,774
Performance and Polymer packaging	41,863	43,609	54,724	57,133	58,370
Packaging paper	5,344	5,567	6,986	7,294	7,451
Fibre-based packaging	16,923	17,629	22,122	23,096	23,596

Sources: SCG Packaging; FSSIA estimates

Financial Statements

SCG Packaging

Cash Flow (THB m) Year Ending Dec	2019	2020	2021E	2022E	2023E
Recurring net profit	5,573	6,638	9,118	11,011	12,876
Depreciation	5,991	7,183	6,291	6,746	7,278
Associates & minorities	41	42	(5,000)	0	0
Other non-cash items	-	-	-	-	-
Change in working capital	(1,775)	1,461	(1,908)	(1,526)	(1,578)
Cash flow from operations	9,829	15,325	8,501	16,231	18,576
Capex - maintenance	(3,180)	(3,181)	0	0	0
Capex - new investment	(27,295)	(8,409)	(7,023)	(17,023)	(17,023)
Net acquisitions & disposals	41	42	(5,000)	0	0
Other investments (net)	(13,675)	1,215	(300)	0	0
Cash flow from investing	(44,109)	(10,334)	(12,323)	(17,023)	(17,023)
Dividends paid	(1,969)	(2,576)	(3,220)	(3,864)	(3,864)
Equity finance	0	0	0	0	0
Debt finance	31,081	(16,115)	(11,382)	0	0
Other financing cash flows	7,230	41,627	5,808	910	910
Cash flow from Financing	36,342	22,936	(8,794)	(2,954)	(2,954)
Non-recurring cash flows	-	-	-	-	-
Other adjustments	0	0	0	0	0
Net other adjustments	0	0	0	0	0
Movement in cash	2,061	27,927	(12,616)	(3,746)	(1,402)
Free cash flow to firm (FCFF)	(32,661.71)	6,442.31	(2,576.27)	265.53	2,609.97
Free cash flow to equity (FCFE)	4,030.63	30,502.42	(9,395.89)	117.36	2,461.81
Per share (THB)					
FCFF per share	(7.61)	1.50	(0.60)	0.06	0.61
FCFE per share	0.94	7.11	(2.19)	0.03	0.57
Recurring cash flow per share	3.71	3.23	2.42	4.14	4.69
Balance Sheet (THB m) Year Ending Dec					
Tangible fixed asset (gross)	180,525	195,012	207,035	224,059	241,082
Less: Accumulated depreciation	(97,662)	(107,741)	(114,032)	(120,777)	(128,056)
Tangible fixed assets (Net)	82,864	87,271	93,004	103,281	113,026
Intangible fixed assets (Net)	18,426	18,624	18,624	18,624	18,624
Long-term financial assets	-	-	-	-	-
Invest. In associates & subsidiaries	787	829	829	829	829
Cash & equivalents	4,959	32,886	20,270	16,524	15,123
A/C receivable	15,198	16,334	17,760	19,248	20,768
Inventories	13,276	12,760	16,075	16,436	16,828
Other current assets	1,950	939	1,179	1,230	1,257
Current assets	35,383	62,919	55,283	53,439	53,976
Other assets	2,053	2,786	2,786	2,786	2,786
Total assets	139,513	172,429	170,526	178,959	189,241
Common equity	42,952	88,738	94,694	101,900	110,970
Minorities etc.	19,864	21,103	21,853	22,705	23,557
Total Shareholders' equity	62,816	109,841	116,547	124,605	134,527
Long term debt	16,318	12,052	12,052	12,052	12,052
Other long-term liabilities	6,365	7,300	7,000	7,000	7,000
Long-term liabilities	22,683	19,351	19,052	19,052	19,052
A/C payable	10,059	10,365	13,058	13,351	13,669
Short term debt	43,230	31,382	20,000	20,000	20,000
Other current liabilities	725	1,489	1,869	1,951	1,993
Current liabilities	54,014	43,237	34,927	35,303	35,663
Total liabilities and shareholders' equity	139,513	172,429	170,526	178,959	189,241
Net working capital	19,640	18,179	20,086	21,612	23,190
Invested capital	123,770	127,689	135,329	147,132	158,456
* Includes convertibles and preferred stock which is being treated as debt					
Per share (THB)					
Book value per share	13.74	20.67	22.06	23.74	25.85
Tangible book value per share	7.85	16.33	17.72	19.40	21.51
Financial strength					
Net debt/Equity (%)	86.9	9.6	10.1	12.5	12.6
Net debt/total assets (%)	39.1	6.1	6.9	8.7	8.9
Current ratio (x)	0.7	1.5	1.6	1.5	1.5
CF interest cover (x)	22.0	24.2	(0.9)	17.2	19.4
Valuation					
Recurring P/E (x) *	26.2	30.2	22.0	18.2	15.6
Recurring P/E @ target price (x) *	30.3	34.9	25.4	21.1	18.0
Reported P/E (x)	27.7	31.1	22.0	18.2	15.6
Dividend yield (%)	1.3	1.3	1.6	1.9	1.9
Price/book (x)	3.4	2.3	2.1	2.0	1.8
Price/tangible book (x)	6.0	2.9	2.6	2.4	2.2
EV/EBITDA (x) **	16.2	14.1	12.3	11.0	9.8
EV/EBITDA @ target price (x) **	17.8	16.0	13.9	12.4	11.1
EV/invested capital (x)	1.8	1.8	1.7	1.6	1.5
* Pre-exceptional & pre-goodwill are fully diluted ** EBITDA includes associate income and recurring non operating income					

Sources: SCG Packaging; FSSIA estimates

Corporate Governance report of Thai listed companies 2020

EXCELLENT LEVEL										
AAV	ADVANC	AF	AIRA	AKP	AKR	ALT	AMA	AMATA	AMATAV	ANAN
AOT	AP	ARIP	ARROW	ASP	BAFS	BANPU	BAY	BCP	BCPG	BDMS
BEC	BEM	BGRIM	BIZ	BKI	BLA	BOL	BPP	BRR	BTS	BWG
CENTEL	CFRESH	CHEWA	CHO	CIMBT	CK	CKP	CM	CNT	COL	COMAN
COTTO	CPALL	CPF	CPI	CPN	CSS	DELTA	DEMCO	DRT	DTAC	DTC
DV8	EA	EASTW	ECF	ECL	EGCO	EPG	ETE	FNS	FPI	FPT
FSMART	GBX	GC	GCAP	GEL	GFPT	GGC	GPSC	GRAMMY	GUNKUL	HANA
HARN	HMPRO	ICC	ICI	III	ILINK	INTUCH	IRPC	IVL	JKN	JSP
JWD	K	KBANK	KCE	KKP	KSL	KTB	KTC	LANNA	LH	LHFG
LIT	LPN	MAKRO	MALEE	MBK	MBKET	MC	MCOT	METCO	MFEC	MINT
MONO	MOONG	MSC	MTC	NCH	NCL	NEP	NKI	NOBLE	NSI	NVD
NYT	OISHI	ORI	OTO	PAP	PAP	PCSGH	PDJ	PG	PHOL	PLANB
PLAT	PORT	PPS	PR9	PREB	PRG	PRM	PSH	PSL	PTG	PTT
PTTEP	PTTGC	PYLON	Q-CON	QH	QTC	RATCH	RS	S	S & J	SAAM
SABINA	SAMART	SAMTEL	SAT	SC	SCB	SCC	SCCC	SCG	SCN	SDC
SEAFCO	SEAOIL	SE-ED	SELIC	SENA	SIRI	SIS	SITHAI	SMK	SMPC	SNC
SONIC	SORKON	SPALI	SPI	SPRC	SPVI	SSSC	SST	STA	SUSCO	SUTHA
SVI	SYMC	SYNTEC	TACC	TASCO	TCAP	TFMAMA	THANA	THANI	THCOM	THG
THIP	THRE	THREL	TIP	TIPCO	TISCO	TK	TKT	TMB	TMILL	TNDT
TNL	TOA	TOP	TPBI	TQM	TRC	TSC	TSR	TSTE	TSTH	TTA
TTCL	TTW	TU	TVD	TVI	TVO	TWPC	U	UAC	UBIS	UV
VGI	VIH	WACOAL	WAVE	WHA	WHAUP	WICE	WINNER	TRUE		

VERY GOOD LEVEL										
2S	ABM	ACE	ACG	ADB	AEC	AEONTS	AGE	AH	AHC	AIT
ALLA	AMANAHA	AMARIN	APCO	APCS	APURE	AQUA	ASAP	ASEFA	ASIA	ASIAN
ASIMAR	ASK	ASN	ATP30	AUCT	AWC	AYUD	B	BA	BAM	BBL
BFIT	BGC	BJC	BJCHI	BROOK	BTW	CBG	CEN	CGH	CHARAN	CHAYO
CHG	CHOTI	CHOW	CI	CIG	CMC	COLOR	COM7	CPL	CRC	CRD
CSC	CSP	CWT	DCC	DCON	DDD	DOD	DOHOME	EASON	EE	ERW
ESTAR	FE	FLOYD	FN	FORTH	FSS	FTE	FVC	GENCO	GJS	GL
GLAND	GLOBAL	GLOCON	GPI	GULF	GYT	HPT	HTC	ICN	IFS	ILM
IMH	INET	INSURE	IRC	IRCP	IT	ITD	ITEL	J	JAS	JCK
JCKH	JMART	JMT	KBS	KCAR	KGI	KIAT	KOOL	KTIS	KWC	KWM
L&E	LALIN	LDC	LHK	LOXLEY	LPH	LRH	LST	M	MACO	MAJOR
MBAX	MEGA	META	MFC	MGT	MILL	MITSIB	MK	MODERN	MTI	MVP
NETBAY	NEX	NINE	NTV	NWR	OCC	OGC	OSP	PATO	PB	PDG
PDI	PICO	PIMO	PJW	PL	PM	PPP	PRIN	PRINC	PSTC	PT
QLT	RCL	RICHY	RML	RPC	RWI	S11	SALEE	SAMCO	SANKO	SAPPE
SAWAD	SCI	SCP	SE	SEG	SFP	SGF	SHR	SIAM	SINGER	SKE
SKR	SKY	SMIT	SMT	SNP	SPA	SPC	SPCG	SR	SRICHA	SSC
SSF	STANLY	STI	STPI	SUC	SUN	SYNEX	T	TAE	TAKUNI	TBSP
TCC	TCMC	TEAM	TEAMG	TFG	TIGER	TITLE	TKN	TKS	TM	TMC
TMD	TMI	TMT	TNITY	TNP	TNR	TOG	TPA	TPAC	TPCORP	TPOLY
TPS	TRITN	TRT	TRU	TSE	TVT	TWP	UEC	UMI	UOBKH	UP
UPF	UPOIC	UT	UTP	UWC	VL	VNT	VPO	WIJK	WP	XO
YUASA	ZEN	ZIGA	ZMICO							

GOOD LEVEL										
7UP	A	ABICO	AJ	ALL	ALUCON	AMC	APP	ARIN	AS	AU
B52	BC	BCH	BEAUTY	BGT	BH	BIG	BKD	BLAND	BM	BR
BROCK	BSBM	BSM	BTNC	CAZ	CCP	CGD	CITY	CMAN	CMO	CMR
CPT	CPW	CRANE	CSR	D	EKH	EP	ESSO	FMT	GIFT	GREEN
GSC	GTB	HTECH	HUMAN	IHL	INOX	INSET	IP	JTS	JUBILE	KASET
KCM	KKC	KUMWEL	KUN	KWG	KYE	LEE	MATCH	MATI	M-CHAI	MCS
MDX	MJD	MM	MORE	NC	NDR	NER	NFC	NNCL	NPK	NUSA
OCEAN	PAF	PF	PK	PLE	PMTA	POST	PPM	PRAKIT	PRECHA	PRIME
PROUD	PTL	RBF	RCI	RJH	ROJNA	RP	RPH	RSP	SF	SFLEX
SGP	SISB	SKN	SLP	SMART	SOLAR	SPG	SQ	SSP	STARK	STC
SUPER	SVOA	TC	TCCC	THMUI	TIW	TNH	TOPP	TPCH	TIPIP	TPLAS
TTI	TYCN	UKEM	UMS	VCOM	VRANDA	WIN	WORK	WPH		

Description	Score Range
Excellent	90-100
Very Good	80-89
Good	70-79

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 2020

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

DECLARED										
7UP	ABICO	AF	ALT	AMARIN	AMATA	AMATAV	ANAN	APURE	B52	BKD
BM	BROCK	BUI	CHO	CI	COTTO	DDD	EA	EFORL	EP	ERW
ESTAR	ETE	EVER	FSMART	GPI	ILINK	IRC	J	JKN	JMART	JMT
JSP	JTS	KWG	LDC	MAJOR	META	NCL	NOBLE	NOK	PK	PLE
ROJNA	SAAM	SAPPE	SCI	SE	SHANG	SINGER	SKR	SPALI	SSP	STANLY
SUPER	SYNEX	THAI	TKS	TOPP	TRITN	TTA	UPF	UV	WIN	ZIGA

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

Suwat Sinsadok FSS International Investment Advisory Securities Co., Ltd

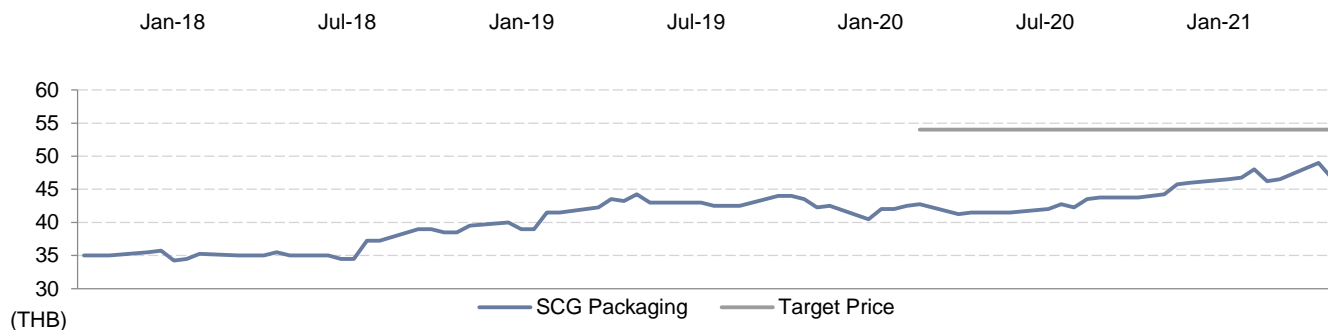
The individual(s) identified above certify(ies) that (i) all views expressed in this report accurately reflect the personal view of the analyst(s) with regard to any and all of the subject securities, companies or issuers mentioned in this report; and (ii) no part of the compensation of the analyst(s) 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

SCG Packaging (SCGP TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
24-Dec-2020	BUY	54.00	-	-	-	-	-	-

Suwat Sinsadok started covering this stock from 24-Dec-2020

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
SCG Packaging	SCGP TB	THB 46.75	BUY	Downside risks to our EV/EBITDA based TP include a lower than expected demand for packaging, rising raw material costs of recycled paper and higher energy costs.

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

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All share prices are as at market close on 26-Jan-2021 unless otherwise stated.

RECOMMENDATION STRUCTURE

Stock ratings

Stock ratings are based on absolute upside or downside, which we define as (target price* - current price) / 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.