EQUITY RESEARCH – RESULTS FLASH

12 MAY 2021

THAILAND / DIVERSIFIED FINANCIALS

MUANGTHAI CAPITAL MTC TB

BUY

UNCHANGED

TARGET PRICE	THB74.00
CLOSE	THB59.75
UP/DOWNSIDE	+23.8%
PRIOR TP	THB74.00
CHANGE IN TP	UNCHANGED
TP vs CONSENSUS	+1.8%

เริ่มได้ไม่ดีนักจากแรงกดดันด้านอัตรากำไร

จุดเริ่มต้นที่ค่อยไม่ดีนักใน 1Q21

เรามีมุมมองที่เป็นลบเล็กน้อยเกี่ยวกับกำไรสุทธิของ MTC ใน 1Q21 ที่ 1.37พัน ลบ. (+11% y-y, 0% q-q) แม้ว่าผลประกอบการดังกล่าวจะเป็นไปตามที่ตลาดและเราคาดจากการควบคุมต้นทุนที่มีประสิทธิภาพและการเปลี่ยนแปลงวิธีการบันทึกทางบัญชีเพื่อรับรู้ค่าธรรมเนียมติดตามหนี้จากตามเกณฑ์เงินสดเป็นเกณฑ์คงค้าง ซึ่งทำให้รายได้ค่าธรรมเนียมเพิ่มขึ้น แต่ผลตอบแทนสินเชื่อของบริษัทฯ กลับอ่อนแอกว่าคาด โดยเราคาดว่าผลตอบแทนสินเชื่อจะลดลงต่อเนื่องใน 2Q21

ผลตอบแทนสินเชื่ออ่อนแอกว่าคาด

MTC รายงานรายได้ดอกเบี้ย (NII) ที่อ่อนแอใน 1Q21 จากผลตอบแทนสินเชื่อที่ลดลงอย่างมีนัยสำคัญเป็นหลัก เพื่อป้องกันส่วนแบ่งตลาดจาก Fast Money (กิจการร่วมค้าระหว่างธนาคารออมสินและ Srisawad Corporation (SAWAD TB, BUY) และรักษาตำแหน่งผู้ประกอบการที่คิดอัตราดอกเบี้ยต่ำที่สุด MTC ได้ปรับลดอัตราดอกเบี้ยสินเชื่อทะเบียนรถยนต์ (CTL) หนึ่งครั้งจาก 19% เป็น 17% ในเดือน ธ.ค. 20 และอัตราดอกเบี้ยสินเชื่อทะเบียนรถมอร์เตอร์ไซด์ (MTL) สองครั้งจาก 21% เป็น 18% ในเดือน ธ.ค. 20 และเป็น 15% ในเดือน เม.ย. 21 ทำให้อัตราผลตอบแทนของบริษัทฯ ลดลงจาก 21.4% ใน 4Q20 และ 21.7% ใน 1Q20 เป็น 19.8% ใน 1Q21 เรามองว่าตัวเลขดังกล่าวต่ำกว่าประมาณการของเราเนื่องจากลูกค้าของบริษัทฯ refinance เพื่อรับอัตราดอกเบี้ยใหม่ที่ต่ำกว่าเร็วกว่าที่เรามองไว้ ในด้านปริมาณสินเชื่อเพิ่ม 3.6% q-q โดยสินเชื่อเช่าซื้อรถมอร์เตอร์ไซด์ (MHP) พุ่งเป็น 1.24พัน ลบ. เทียบกับ 360 ลบ. ใน 4Q20 อย่างไรก็ดีสัดส่วนสินเชื่อดังกล่าวยังอยู่ในระดับต่ำเกินไป (เพียง 2% ของสินเชื่อรวม) ที่จะชดเชยผลตอบแทนจาก MTL และ CTL ที่ลดลง

มีแนวโน้มอ่อนแอต่อเนื่อง

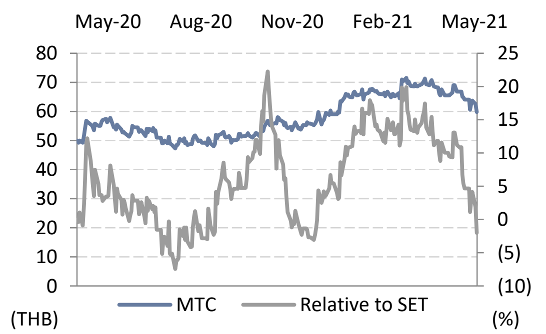
เราคาดว่า 2Q21 จะเป็นไตรมาสที่ไม่ดีสำหรับ MTC แม้เราจะคาดว่าปริมาณสินเชื่อจะเพิ่มเป็นจำนวนมากจากการเพิ่มของ MHP ประกอบกับการได้ส่วนแบ่งตลาดจากคู่แข่งในท้องถิ่นหลังบริษัทฯ ปรับลดอัตราดอกเบี้ยเป็น 15% สำหรับ MTL ปัจจัยดังกล่าวไม่น่าจะพอที่จะชดเชยผลตอบแทนสินเชื่อที่ลดลงในระดับที่สูงกว่า

ไม่ใช่เวลาของเจ้าตลาด

เราคงราคาเป้าหมายปี 2022 ไว้ที่ 74 บาท ซึ่งคิดเป็น 5.0x ของค่า 2022E P/BV นอกจากนี้เรายังคงความเห็นของเราที่ว่า MTC ยังไม่น่าสนใจในอีก 3 เดือนข้างหน้าจากการแข่งขันที่รุนแรงในตลาด MTL ซึ่งก่อให้เกิดแรงกดดันต่ออัตรากำไรเพิ่มขึ้น เราเห็นว่ากำไรของ MTC ควรกลับมาโตตามศักยภาพที่ประมาณ 18-20% y-y ได้ใน 4Q21 จาก 1) การเติบโตอย่างมีนัยสำคัญของธุรกิจ MHP ซึ่งให้ผลตอบแทนสูงกว่าค่าเฉลี่ย; และ 2) การกลับคิดดอกเบี้ย MTL ที่ 18% จากข้อมูลของผู้บริหาร MTC อัตราดอกเบี้ยพิเศษที่ 15% จะอยู่แค่เพียง 3 เดือนเท่านั้น

KEY STOCK DATA

YE Dec (THB m)	2020	2021E	2022E	2023E
Operating profit	6,517	7,575	9,047	10,861
Net profit	5,214	6,075	7,265	8,721
EPS (THB)	2.46	2.87	3.43	4.11
vs Consensus (%)	-	3.5	3.1	1.8
Core net profit	5,214	6,075	7,265	8,721
Core EPS (THB)	2.46	2.87	3.43	4.11
Chg. In EPS est. (%)	-	-	-	-
EPS growth (%)	23.0	16.5	19.6	20.1
Core P/E (x)	24.3	20.8	17.4	14.5
Dividend yield (%)	0.6	0.7	0.9	1.0
Price/book (x)	6.1	4.9	4.0	3.2
ROE (%)	28.4	26.1	25.3	24.6
ROA (%)	7.5	7.2	7.2	7.2



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	(11.5)	(9.5)	27.1
Relative to country (%)	(12.2)	(13.5)	3.6

Mkt cap (USD m)	4,073
3m avg. daily turnover (USD m)	24.5
Free float (%)	21
Major shareholder	Petaumpai Family (67%)
12m high/low (THB)	73.75/45.50
Issued shares (m)	2,120

Sources: Bloomberg consensus; FSSIA estimates

Yuvanart Suwanumphai
yuvanart.suw@fssia.com
+66 2611 3554

บทวิเคราะห์ฉบับนี้แปลมาจากบทวิเคราะห์ของ FSSIA ฉบับวันที่ 12 พฤษภาคม 2021

Soft start in 1Q

We have slightly negative view on MTC's 1Q21 net profit of THB1,374m (+11% y-y, 0% q-q). Although the results were in line with Bloomberg's consensus estimate and our expectation due to its efficient cost control and the change in its accounting method to realise its collection fees from a cash basis to an accrual basis, its margin was weaker than expected.

1Q21 key highlights

- Total loan volume slightly increased by 3.6% q-q. Its MHP spiked to THB1,240m, accounting for 2% of its total loan portfolio, vs THB360m in 4Q20;
- Its yield on loans substantially decreased to 19.8% from 21.7% in 1Q20 and 21.4% in 4Q20, mainly due to the full impact of its MTL and CTL rate cut;
- Non-NII grew strongly y-y and q-q due mainly to a change in the accounting method to realise its collection fees from cash basis to accrual basis;
- MTC still had very strong asset quality in 1Q21. Its non-performing loans (NPLs) declined by 5% q-q, accounting for an NPL ratio of 0.96%. The coverage ratio increased to 184% in 1Q21 from 177% in 2020;

Exhibit 1: MTC – summary of 1Q21 earnings

Year-end Dec 31	1Q20	4Q20	---------------- 1Q21 -------------			2020	2021E	*Change*	1Q21 Comments
	(THBm)	(THBm)	(THBm)	*(y-y %)*	*(q-q %)*	(THBm)	(THBm)	*(y-y %)*	
Net interest income	2,900	3,219	3,108	*7*	*(3)*	12,145	13,924	*15*	
Non-interest income	201	208	272	*36*	*31*	771	846	*10*	Changed accounting method to realise collection fee from cash basis to accrual basis
Operating income*	**3,100**	**3,428**	**3,381**	***9***	***(1)***	**12,916**	**14,770**	***14***	
Operating expenses	1,484	1,607	1,491	*0*	*(7)*	6,144	6,531	*6*	
PPOP before tax*	**1,616**	**1,821**	**1,889**	***17***	***4***	**6,771**	**8,239**	***22***	
Expected credit loss	**62**	**116**	**156**	***150***	***34***	**255**	**664**	***160***	
Tax	316	335	360	*14*	*7*	1,303	1,500	*15*	
Minority interest	0	0	0			0	0		
Normalised profit	**1,237**	**1,370**	**1,374**	***11***	***0***	**5,214**	**6,075**	***17***	
Extraordinary items	0	0	0			0	0		
Net profit	**1,237**	**1,370**	**1,374**	***11***	***0***	**5,214**	**6,075**	***17***	
EPS (THB)	0.58	0.65	0.65	*11*	*0*	2.46	2.87	*17*	
Asset quality ratio	**(%)**	**(%)**	**(%)**			**(%)**	**(%)**	***(%)***	
Gross NPLs (THB m)	738	749	709	*(4)*	*(5)*	749	936	*25*	
NPL ratio	1.18	1.06	0.96			1.06	1.10	*0*	
Coverage ratio	201	177	184			177	172	*(6)*	
Credit cost (bp)	41	67	86			39	85	*46*	
Profitability ratio	**(%)**	**(%)**	**(%)**			**(%)**	**(%)**		
Cost to income ratio	47.9	46.9	44.1			47.6	44.2		Lower CIR due to the slowdown in economic activities
Average yield	21.7	21.4	19.8			21.3	20.4		Significant decline q-q due to the quarterly full impact of the first rate-cut campaign
Cost of funds	3.7	3.5	3.5			3.7	3.5		
NIM	18.9	18.6	17.2			18.5	17.8		
Non-int inc/total income	6.5	6.1	8.1			38.4	40.3		
Loan growth	**(%)**	**(%)**	**(%)**			**(%)**	**(%)**		
y-y	23.9	17.6	17.3			17.6	20.0		
q-q	3.9	5.6	3.6						

*Including share of profits from associates;
Sources: MTC; FSSIA estimates

Financial Statements

Muangthai Capital

Profit and Loss (THB m) Year Ending Dec	2019	2020	2021E	2022E	2023E
Interest Income	11,880	13,962	15,925	19,095	23,526
Interest expense	(1,527)	(1,817)	(2,001)	(2,368)	(2,893)
Net interest income	10,353	12,145	13,924	16,727	20,633
Net fees & commission	723	726	799	879	949
Foreign exchange trading income	-	-	-	-	-
Securities trading income	-	-	-	-	-
Dividend income	0	0	0	0	0
Other income	85	45	47	49	52
Non interest income	808	771	846	928	1,001
Total income	11,161	12,916	14,770	17,655	21,634
Staff costs	(3,009)	(3,676)	(4,227)	(5,072)	(6,340)
Other operating costs	(2,306)	(2,469)	(2,304)	(2,685)	(3,165)
Operating costs	(5,314)	(6,144)	(6,531)	(7,757)	(9,505)
Pre provision operating profit	5,847	6,771	8,239	9,898	12,129
Provision for bad and doubtful debt	(554)	(255)	(664)	(851)	(1,269)
Other provisions	-	-	-	-	-
Operating profit	5,293	6,517	7,575	9,047	10,861
Recurring non operating income	0	0	0	0	0
Associates	0	0	0	0	0
Goodwill amortization	-	-	-	-	-
Non recurring items	0	0	0	0	0
Profit before tax	5,293	6,517	7,575	9,047	10,861
Tax	(1,056)	(1,303)	(1,500)	(1,782)	(2,140)
Profit after tax	4,237	5,214	6,075	7,265	8,721
Minority interests	0	0	0	0	0
Preferred dividends	-	-	-	-	-
Other items	-	-	-	-	-
Reported net profit	4,237	5,214	6,075	7,265	8,721
Non recurring items & goodwill (net)	-	-	0	0	0
Recurring net profit	4,237	5,214	6,075	7,265	8,721
Per share (THB)					
Recurring EPS *	2.00	2.46	2.87	3.43	4.11
Reported EPS	2.00	2.46	2.87	3.43	4.11
DPS	0.30	0.37	0.43	0.51	0.62
Growth					
Net interest income (%)	22.6	17.3	14.7	20.1	23.4
Non interest income (%)	(7.3)	(4.6)	9.7	9.7	7.8
Pre provision operating profit (%)	12.2	15.8	21.7	20.1	22.5
Operating profit (%)	14.4	23.1	16.2	19.4	20.1
Reported net profit (%)	14.1	23.0	16.5	19.6	20.1
Recurring EPS (%)	14.1	23.0	16.5	19.6	20.1
Reported EPS (%)	14.1	23.0	16.5	19.6	20.1
Income Breakdown					
Net interest income (%)	92.8	94.0	94.3	94.7	95.4
Net fees & commission (%)	6.5	5.6	5.4	5.0	4.4
Foreign exchange trading income (%)	-	-	-	-	-
Securities trading income (%)	-	-	-	-	-
Dividend income (%)	-	-	-	-	-
Other income (%)	0.8	0.3	0.3	0.3	0.2
Operating performance					
Gross interest yield (%)	21.92	21.27	20.40	20.20	20.40
Cost of funds (%)	3.83	3.71	3.45	3.45	3.50
Net interest spread (%)	18.09	17.56	16.95	16.75	16.90
Net interest margin (%)	19.1	18.5	17.8	17.7	17.9
Cost/income(%)	47.6	47.6	44.2	43.9	43.9
Cost/assets(%)	9.6	8.8	7.8	7.7	7.8
Effective tax rate (%)	19.9	20.0	19.8	19.7	19.7
Dividend payout on recurring profit (%)	15.0	15.0	15.0	15.0	15.0
ROE (%)	30.0	28.4	26.1	25.3	24.6
ROE - COE (%)	19.2	17.6	15.3	14.5	13.8
ROA (%)	7.6	7.5	7.2	7.2	7.2
RORWA (%)	-	-	-	-	-

* Pre-exceptional, pre-goodwill and fully diluted

Sources: Muangthai Capital; FSSIA estimates

Financial Statements

Muangthai Capital

Balance Sheet (THB m) Year Ending Dec	2019	2020	2021E	2022E	2023E
Gross customer loans	60,338	70,968	85,162	103,897	126,754
Total provisions	(1,713)	(1,328)	(1,608)	(1,835)	(2,343)
interest in suspense	-	0	0	0	0
Net customer loans	**58,624**	**69,640**	**83,553**	**102,062**	**124,411**
Bank loans	-	-	-	-	-
Government securities	-	-	-	-	-
Trading securities	-	-	-	-	-
Investment securities	0	0	0	0	0
Cash & equivalents	783	1,378	915	460	426
Other interesting assets	-	-	-	-	-
Tangible fixed assets	1,778	1,928	2,121	2,333	2,567
Associates	-	-	-	-	-
Goodwill	-	-	-	-	-
Other intangible assets	-	-	-	-	-
Other assets	687	4,275	4,563	4,917	5,320
Total assets	**61,873**	**77,222**	**91,153**	**109,773**	**132,724**
Customer deposits	0	0	0	0	0
Bank deposits	-	-	-	-	-
Other interest bearing liabilities	44,163	53,699	62,324	74,970	90,352
Non interest bearing liabilities	1,737	2,841	2,983	3,132	3,288
Hybrid Capital	-	-	-	-	-
Total liabilities	**45,900**	**56,540**	**65,307**	**78,102**	**93,640**
Share capital	2,120	2,120	2,120	2,120	2,120
Reserves	13,863	18,567	23,731	29,556	36,969
Total equity	**15,983**	**20,687**	**25,851**	**31,676**	**39,089**
Minority interests	(12)	(5)	(5)	(5)	(5)
Total liabilities & equity	**61,872**	**77,222**	**91,153**	**109,773**	**132,724**
Supplementary items					
Risk weighted assets (RWA)	n/a	n/a	n/a	n/a	n/a
Average interest earning assets	54,193	65,653	78,065	94,529	115,326
Average interest bearing liabilities	39,811	48,931	58,012	68,647	82,661
Tier 1 capital	n/a	n/a	n/a	n/a	n/a
Total capital	0	0	0	0	0
Gross non performing loans (NPL)	621	749	936	1,123	1,404
Per share (THB)					
Book value per share	7.54	9.76	12.19	14.94	18.44
Tangible book value per share	7.54	9.76	12.19	14.94	18.44
Growth					
Gross customer loans	25.6	17.6	20.0	22.0	22.0
Average interest earning assets	29.5	21.1	18.9	21.1	22.0
Total asset (%)	25.9	24.8	18.0	20.4	20.9
Risk weighted assets (%)	-	-	-	-	-
Customer deposits (%)	nm	nm	nm	nm	nm
Leverage & capital measures					
Customer loan/deposits (%)	-	-	-	-	-
Equity/assets (%)	25.8	26.8	28.4	28.9	29.5
Tangible equity/assets (%)	25.8	26.8	28.4	28.9	29.5
RWA/assets (%)	-	-	-	-	-
Tier 1 CAR (%)	-	-	-	-	-
Total CAR (%)	-	-	-	-	-
Asset Quality					
Change in NPL (%)	15.1	20.5	25.0	20.0	25.0
NPL/gross loans (%)	1.0	1.1	1.1	1.1	1.1
Total provisions/gross loans (%)	2.8	1.9	1.9	1.4	1.8
Total provisions/NPL (%)	275.7	177.3	171.8	163.4	166.9

Valuation	2019	2020	2021E	2022E	2023E
Recurring P/E (x) *	29.9	24.3	20.8	17.4	14.5
Recurring P/E @ target price (x) *	37.0	30.1	25.8	21.6	18.0
Reported P/E (x)	29.9	24.3	20.8	17.4	14.5
Dividend yield (%)	0.5	0.6	0.7	0.9	1.0
Price/book (x)	7.9	6.1	4.9	4.0	3.2
Price/tangible book (x)	7.9	6.1	4.9	4.0	3.2
Price/tangible book @ target price (x)	9.8	7.6	6.1	5.0	4.0

* Pre-exceptional, pre-goodwill and fully diluted

Sources: Muangthai Capital; 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	ICHI	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	PCSGH	PDJ	PG	PHOL	PLANB	PLANET
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	AMANAH	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	WIIK	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	TPIPP	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	AMANAH	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	WIIK	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)

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

Yuvanart Suwanumphai FSS International Investment Advisory Securities Co., Ltd

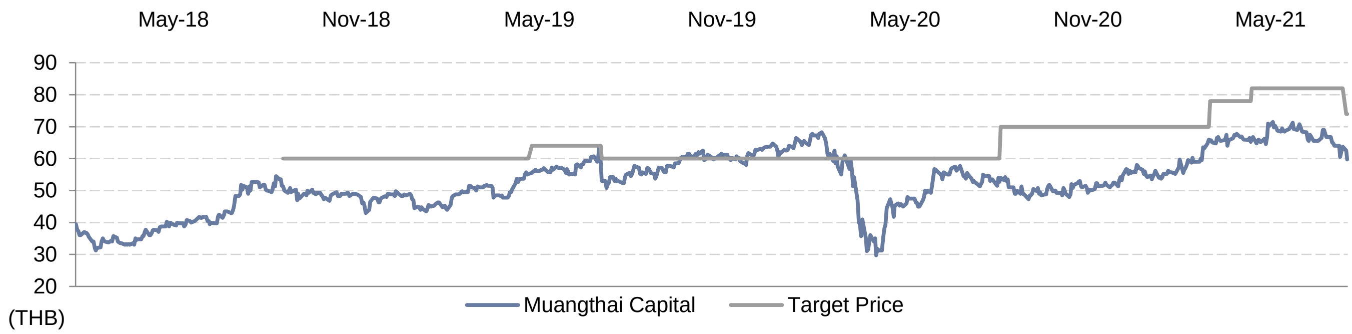
The individual(s) identified above certify(ies) that (i) all views expressed in this report accurately reflect the personal view of the analyst(s) with regard to any and all of the subject securities, companies or issuers mentioned in this report; and (ii) no part of the compensation of the analyst(s)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

This report has been prepared by FSS International Investment Advisory Company Limited (FSSIA). The information herein has been obtained from sources believed to be reliable and accurate; however FSS makes no representation as to the accuracy and completeness of such information. Information and opinions expressed herein are subject to change without notice. FSS has no intention to solicit investors to buy or sell any security in this report. In addition, FSS does not guarantee returns nor price of the securities described in the report nor accept any liability for any loss or damage of any kind arising out of the use of such information or opinions in this report. Investors should study this report carefully in making investment decisions.

 Investment in securities has risks. Investors are advised to consider carefully before making investment decisions.

History of change in investment rating and/or target price

Muangthai Capital (MTC TB)



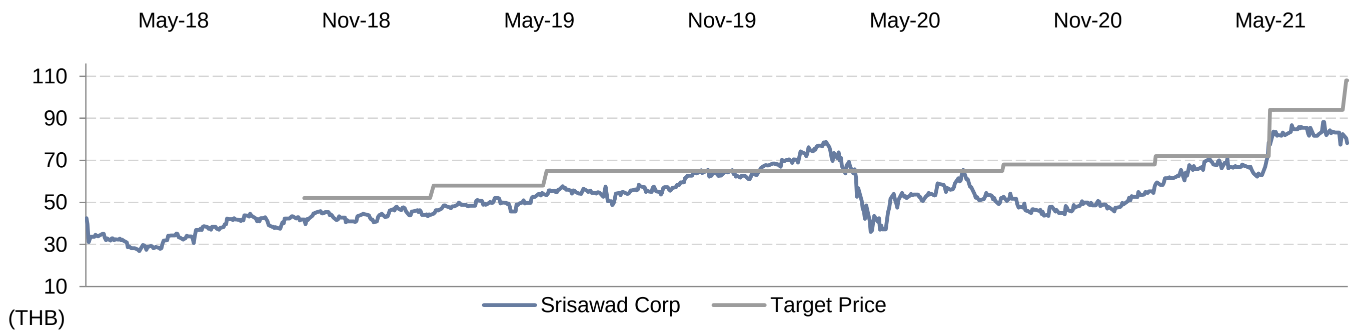
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
08-Nov-2018	BUY	60.00	16-Jul-2020	BUY	70.00	17-Feb-2021	BUY	82.00
10-Jun-2019	BUY	64.00	31-Jul-2020	BUY	70.00	07-May-2021	BUY	74.00
09-Aug-2019	HOLD	60.00	13-Aug-2020	BUY	70.00			
02-Apr-2020	HOLD	60.00	12-Jan-2021	BUY	78.00			

Yuvanart Suwanumphai started covering this stock from 16-Jul-2020

Price and TP are in local currency

Source: FSSIA estimates

Srisawad Corp (SAWAD TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
19-Nov-2018	BUY	52.00	02-Apr-2020	HOLD	65.00	04-Mar-2021	BUY	94.00
11-Mar-2019	BUY	58.00	16-Jul-2020	BUY	68.00	07-May-2021	BUY	108.00
17-Jun-2019	BUY	65.00	03-Aug-2020	BUY	68.00			
20-Nov-2019	HOLD	65.00	25-Nov-2020	BUY	72.00			

Yuvanart Suwanumphai started covering this stock from 16-Jul-2020

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
Muangthai Capital	MTC TB	THB 59.75	BUY	Downside risks to our GGM-based TP include the expansion into auto-title loans by the Government Savings Bank; further weakening asset quality could potentially hit both loan yield and credit cost.
Srisawad Corp	SAWAD TB	THB 78.25	BUY	Downside risks to our GGM-based TP include 1) a further weakening of asset quality that could potentially hit both loan yield and credit cost; and 2) changes in financial regulations by the Bank of Thailand.

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 11-May-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.