

16 AUGUST 2021

THAILAND / UTILITIES - RENEWABLES

ABSOLUTE CLEAN ENERGY ACE TB

BUY

UNCHANGED

TARGET PRICE THB4.80
CLOSE THB4.22
UP/DOWNSIDE +13.7%
TP vs CONSENSUS +6.4%

ผลประกอบการ 2Q21 ออกมาดีตามคาด

การรวบรวมและซื้อกิจการช่วยหนุนกำไรสุทธิ 2Q21

ACE รายงานกำไรสุทธิ (NP) 2Q21 จำนวน 366 ลบ. (+47% y-y, +1.7% q-q) สูงกว่าที่เราคาด 1% และสูงกว่าที่ตลาดคาดอยู่ 5% เมื่อหักรายการพิเศษจำนวน 60 ลบ. NP จากการดำเนินงานอยู่ที่ 307 ลบ. (-13% y-y, +0.3% q-q) จากอัตราค่าไฟที่ลดลง อย่างไรก็ตามปัจจัยดังกล่าวถูกชดเชยได้บางส่วนจากระดับการผลิตไฟฟ้าที่สูงขึ้นของโรงไฟฟ้าชีวมวลแห่งใหม่และระยะเวลาการปิดโรงไฟฟ้าตามแผนที่สั้นลง รายได้ลดลง 15.5% y-y จากอัตราค่าไฟฟ้าที่ลดลงซึ่งชดเชยได้บางส่วนจากการรวมโรงไฟฟ้าชีวมวลใหม่ 3 แห่งที่บริษัท ซื้อมาใน 2H20 จาก UA Withya (UWC TB, NR) กำลังการผลิตรวม 26.9MW และโรงผลิตไฟฟ้าจากขยะ (WTE) ในกระบี่ที่ซื้อมาในเดือน ธ.ค. 20

อัตรากำไรขั้นต้นยังอยู่ในระดับดี

อัตรากำไรขั้นต้นเพิ่มขึ้นเป็น 33.6% ใน 2Q21 จาก 33.4% ใน 1Q21 แต่ลดลงจาก 35.9% ใน 2Q20 จากอัตราค่าไฟที่ลดลงของโรงไฟฟ้าชีวมวลแห่งใหม่และโรงไฟฟ้าชีวมวลใหม่ที่ใช้อัตราค่าไฟฟ้าตามมาตรการส่งเสริมการรับซื้อไฟฟ้า (Feed-in-Tariff) ซึ่งมีอัตรากำไรขั้นต้นต่ำกว่าโรงไฟฟ้าชีวมวลเดิมของ ACE ที่มีส่วนเพิ่มราคาซื้อไฟฟ้า (Adder) ACE ปรับปรุงประสิทธิภาพในการดำเนินงานสำเร็จและเพิ่มอัตรากำไรขั้นต้นจากการผลิตของ 2 ใน 3 โรงไฟฟ้าชีวมวลที่ซื้อมาใหม่และโรงผลิตไฟฟ้าจากขยะเป็นกว่า 90% ใน 2Q21 เท่ากับโรงไฟฟ้าชีวมวลเดิมของบริษัท

รอการเติบโตใหม่จากโรงไฟฟ้าชุมชนในเดือน ก.ย. 21

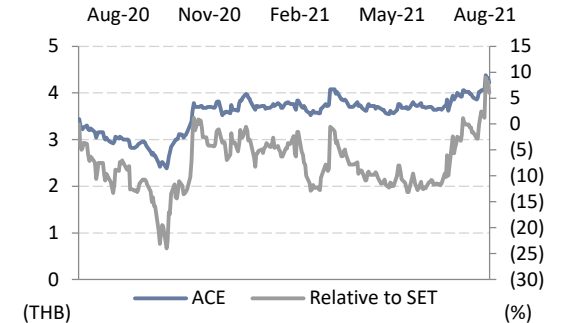
เราคาดว่ากำไรสุทธิของ ACE จะโตในอัตราที่สูงขึ้นใน 2H21-2023 โดยได้ปัจจัยหนุนจากโครงการเพื่อการเติบโตใหม่หลายโครงการซึ่งปัจจุบันอยู่ในระหว่างดำเนินการ โดยกำลังรอให้ได้สัญญาซื้อขายไฟฟ้า (Power Purchase Agreements หรือ PPA) หรือรอให้ผ่านการประเมินผลกระทบต่อสิ่งแวดล้อม หลังประสบความสำเร็จในการเซ็น PPA สำหรับโรงไฟฟ้าชีวมวล 2 แห่งและโครงการโรงไฟฟ้าขนาดเล็กผสม 1 แห่งใน 4Q20 เราคาดว่า ACE จะเซ็น PPA สำหรับโรงไฟฟ้าชีวมวลทั้ง 10 แห่งที่เหลืออยู่อย่างต่อเนื่อง ปัจจุบันบริษัท อยู่ระหว่างการเจรจากับการไฟฟ้าส่วนภูมิภาค และจะเพิ่มกำลังการผลิตผ่านการซื้อและประมูลโครงการ PPC สำหรับโรงไฟฟ้าชีวมวลและก๊าซชีวภาพขนาด 150MW ของรัฐบาลที่กำลังจะมาถึง รวมถึงจะประมูลกำลังการผลิต WTE ขนาด 356MW ในช่วง 1H21

หุ้นไทยที่ดีที่สุดในด้านโรงไฟฟ้าชุมชน

เราแนะนำซื้อที่ราคาเป้าหมาย 4.8 บาท (SoTP) เราคิดว่า ACE เป็นหนึ่งในหุ้นไทยที่ดีที่สุดในด้านกำลังการผลิตโรงไฟฟ้าชีวมวล ก๊าซชีวภาพ และ WTE ที่กำลังจะเกิดขึ้นในปี 2021-23 ในเดือน ก.ย. 21 เราคาดว่า ACE จะชนะประมูลกำลังการผลิตโรงไฟฟ้าชีวมวลและก๊าซชีวภาพขนาดไม่เกิน 30-40MW

KEY STOCK DATA

YE Dec (THB m)	2020	2021E	2022E	2023E
Revenue	5,859	6,394	10,117	10,264
Net profit	1,508	1,248	2,467	2,643
EPS (THB)	0.30	0.25	0.48	0.52
vs Consensus (%)	-	23.2	32.2	29.0
EBITDA	1,815	2,023	4,094	4,341
Core net profit	1,358	1,248	2,467	2,643
Core EPS (THB)	0.27	0.25	0.48	0.52
EPS growth (%)	53.6	(8.1)	97.6	7.1
Core P/E (x)	15.8	17.2	8.7	8.1
Dividend yield (%)	3.1	1.9	4.7	4.7
EV/EBITDA (x)	13.7	12.5	6.9	7.0
Price/book (x)	1.8	1.6	1.4	1.3
Net debt/Equity (%)	28.7	27.1	43.3	53.3
ROE (%)	11.9	9.7	16.9	16.4



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	9.3	17.2	14.7
Relative to country (%)	12.6	18.8	(0.4)
Mkt cap (USD m)	1,289		
3m avg. daily turnover (USD m)	9.6		
Free float (%)	57		
Major shareholder	Mr. Wirachai Songmetta (22%)		
12m high/low (THB)	4.60/2.38		
Issued shares (m)	5,088.00		

Sources: Bloomberg consensus; FSSIA estimates



Suwat Sinsadok

suwat.sin@fssia.com
+66 2611 3558

Siriluck Pinthusoonthorn

siriluck.pin@fssia.com
+66 2611 3562

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บทวิเคราะห์ฉบับนี้แปลมาจากบทวิเคราะห์ของ FSSIA ฉบับวันที่ 16 สิงหาคม 2021

Exhibit 1: Summary of 2Q21/6M21 operations

	2Q20	1Q21	----- 2Q21 -----			6M20	6M21	Chg.	2021E
	(THB m)	(THB m)	(THB m)	(q-q %)	(y-y %)	(THB m)	(THB m)	(y-y %)	(THB m)
Revenue	1,640	1,314	1,386	5.5	(15.5)	2,988	2,700	(9.6)	6,394
Operating costs	(1,151)	(819)	(859)	4.9	(25.3)	(2,036)	(1,679)	(17.6)	(4,371)
EBITDA	490	495	527	6.5	7.6	952	1,021	7.3	2,023
EBITDA margin (%)	30	38	38	nm	nm	32	38	nm	32
Depn & amort.	(121)	(140)	(143)	2.3	18.6	(243)	(283)	16.5	(603)
EBIT	369	355	384	8.1	4.0	709	738	4.2	1,420
Interest expense	(25)	(34)	(36)	4.9	42.6	(51)	(70)	36.1	(166)
Interest & invt inc	-	-	-	nm	nm	-	-	nm	-
Other income	(50)	13	10	(27.1)	nm	173	23	(86.8)	30
Associates' contrib	-	-	-	nm	nm	-	-	nm	-
Exceptionals	(59)	55	31	nm	nm	54	86	nm	149
Pretax profit	235	389	388	(0.2)	65.1	884	777	(12.0)	1,284
Tax	15	(29)	(22)	(23.7)	nm	(40)	(50)	nm	(36)
Tax rate (%)	(6)	7	6	nm	nm	5	6	nm	3
Minority interests	-	-	0	nm	nm	-	0	nm	-
Net profit	250	360	366	1.7	46.7	843	727	(13.8)	1,248
Non-recurring	(104)	55	60	9.4	nm	186	115	(38.4)	-
Core net profit	354	306	307	0.3	(13.4)	657	612	(6.8)	1,248
EPS (THB)	0.05	0.07	0.07	1.7	46.7	0.17	0.14	(13.8)	0.25
Core EPS (THB)	0.07	0.06	0.06	0.3	(13.4)	0.13	0.12	(6.8)	0.25

Sources: ACE; FSSIA estimates

Exhibit 2: 2Q21/6M21 key performance

(THB m)	2Q20	1Q21	2Q21	(q-q%)	(y-y%)	6M20	6M21	(y-y%)
Cost of sales and service								
Fuel materials cost	531	537	583	8.7	9.9	1,048	1,120	6.9
Depreciation and amortisation cost	123	153	155	1.9	26.1	248	308	24.1
Staff cost and other benefits	39	37	37	1.4	(4.6)	76	74	(3.0)
Repair and maintenance cost	40	59	55	(7.7)	36.0	85	114	35.0
Engineering and other services	29	41	41	(0.2)	38.8	60	82	36.2
Processing fee - PEA	14	13	18	36.1	30.2	28	31	12.9
Other cost	20	35	31	(13.0)	57.1	41	66	63.5
Total cost of sales and service	796	875	920	5.2	15.6	1,585	1,795	13.3
Net gain on exchange rate	(59)	55	31	(43.9)	nm	54	86	60.4
Gain on forward contracts	(51)	11	5	(59.8)	nm	(1)	16	nm
Gross profit and gross profit margin								
Biomass power plants	264	239	259	8.5	(1.6)	507	498	(1.8)
Natural gas power plant	145	137	140	2.0	(3.7)	284	276	(2.7)
Municipal solid waste power plants	37	62	64	3.4	73.8	80	126	56.1
Solar energy power plants	1	2	3	52.6	222.2	2	5	118.2
Gross profit by segment	446	439	466	6.0	4.4	874	905	3.6
Gross profit (%)*								
Biomass power plants	38.9	31.2	32.8	(1.6)	6.1	37.6	32.0	5.6
Natural gas power plant	29.2	32.4	29.9	2.5	(0.7)	29.4	31.1	(1.7)
Municipal solid waste power plants	55.4	50.9	52.1	(1.2)	3.3	58.3	51.5	6.8
Solar energy power plants	38.7	55.9	58.0	(2.1)	(19.3)	45.0	57.1	(12.1)
% Gross profit by segment	35.9	33.4	33.6	(0.2)	2.3	35.5	33.5	2.0

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

Source: ACE

Financial Statements

Absolute Clean Energy

Profit and Loss (THB m) Year Ending Dec	2019	2020	2021E	2022E	2023E
Revenue	5,055	5,859	6,394	10,117	10,264
Cost of goods sold	(2,891)	(3,721)	(3,540)	(4,910)	(5,410)
Gross profit	2,164	2,138	2,854	5,207	4,854
Other operating income	-	-	-	-	-
Operating costs	(330)	(322)	(831)	(1,113)	(513)
Operating EBITDA	1,834	1,815	2,023	4,094	4,341
Depreciation	(469)	(495)	(603)	(1,295)	(1,295)
Goodwill amortisation	0	0	0	0	0
Operating EBIT	1,365	1,321	1,420	2,799	3,046
Net financing costs	(516)	(88)	(166)	(289)	(349)
Associates	0	0	0	0	0
Recurring non-operating income	33	168	30	30	30
Non-recurring items	(69)	149	0	0	0
Profit before tax	812	1,550	1,284	2,540	2,727
Tax	3	(43)	(36)	(73)	(85)
Profit after tax	815	1,508	1,248	2,467	2,643
Minority interests	0	0	0	0	0
Preferred dividends	0	0	0	0	0
Other items	-	-	-	-	-
Reported net profit	815	1,508	1,248	2,467	2,643
Non-recurring items & goodwill (net)	69	(149)	0	0	0
Recurring net profit	884	1,358	1,248	2,467	2,643
Per share (THB)					
Recurring EPS *	0.17	0.27	0.25	0.48	0.52
Reported EPS	0.16	0.30	0.25	0.48	0.52
DPS	0.03	0.13	0.08	0.20	0.20
Diluted shares (used to calculate per share data)	5,088	5,088	5,088	5,088	5,088
Growth					
Revenue (%)	4.6	15.9	9.1	58.2	1.4
Operating EBITDA (%)	21.7	(1.0)	11.4	102.4	6.0
Operating EBIT (%)	31.3	(3.2)	7.5	97.1	8.8
Recurring EPS (%)	45.6	53.6	(8.1)	97.6	7.1
Reported EPS (%)	34.2	84.9	(17.2)	97.6	7.1
Operating performance					
Gross margin inc. depreciation (%)	33.5	28.0	35.2	38.7	34.7
Gross margin of key business (%)	-	-	-	-	-
Operating EBITDA margin (%)	36.3	31.0	31.6	40.5	42.3
Operating EBIT margin (%)	27.0	22.5	22.2	27.7	29.7
Net margin (%)	17.5	23.2	19.5	24.4	25.7
Effective tax rate (%)	-0.4	2.7	2.8	2.9	3.1
Dividend payout on recurring profit (%)	17.3	48.7	32.6	41.2	38.5
Interest cover (X)	2.7	17.0	8.8	9.8	8.8
Inventory days	17.7	28.8	41.3	35.3	39.2
Debtor days	59.5	51.4	49.2	34.0	37.2
Creditor days	41.8	25.4	27.6	23.6	26.2
Operating ROIC (%)	12.3	11.0	10.2	15.6	13.1
ROIC (%)	8.3	8.1	7.0	11.4	10.2
ROE (%)	10.8	11.9	9.7	16.9	16.4
ROA (%)	9.3	9.3	7.5	11.4	10.8

* Pre exceptional, pre-goodwill and fully diluted

Revenue by Division (THB m)	2019	2020	2021E	2022E	2023E
Power	5,055	5,859	6,394	10,117	10,264

Sources: Absolute Clean Energy; FSSIA estimates

Financial Statements

Absolute Clean Energy

Cash Flow (THB m) Year Ending Dec	2019	2020	2021E	2022E	2023E
Recurring net profit	884	1,358	1,248	2,467	2,643
Depreciation	469	495	603	1,295	1,295
Associates & minorities	0	0	0	0	0
Other non-cash items	-	-	-	-	-
Change in working capital	(554)	87	(65)	(168)	(122)
Cash flow from operations	800	1,940	1,786	3,594	3,816
Capex - maintenance	(469)	(495)	(603)	(851)	(1,101)
Capex - new investment	(70)	(1,036)	(2,084)	(4,593)	(4,093)
Net acquisitions & disposals	0	0	0	0	0
Other investments (net)	3,410	8,347	0	0	0
Cash flow from investing	2,871	6,816	(2,687)	(5,444)	(5,194)
Dividends paid	(4,854)	(9,433)	(407)	(1,018)	(1,018)
Equity finance	4,405	0	0	0	0
Debt finance	(3,326)	928	1,923	5,132	(1,268)
Other financing cash flows	71	160	1,000	0	0
Cash flow from financing	(3,703)	(8,345)	2,516	4,114	(2,285)
Non-recurring cash flows	-	-	-	-	-
Other adjustments	0	0	0	0	0
Net other adjustments	0	0	0	0	0
Movement in cash	(33)	411	1,615	2,264	(3,664)
Free cash flow to firm (FCFF)	4,083.22	8,862.26	(735.36)	(1,560.42)	(1,029.76)
Free cash flow to equity (FCFE)	416.05	9,843.53	2,022.24	3,281.95	(2,646.28)

Per share (THB)

FCFF per share	0.80	1.74	(0.14)	(0.31)	(0.20)
FCFE per share	0.08	1.93	0.40	0.65	(0.52)
Recurring cash flow per share	0.27	0.36	0.36	0.74	0.77

Balance Sheet (THB m) Year Ending Dec	2019	2020	2021E	2022E	2023E
Tangible fixed assets (gross)	10,424	11,904	14,591	19,591	24,591
Less: Accumulated depreciation	(2,364)	(2,809)	(3,411)	(4,262)	(5,363)
Tangible fixed assets (net)	8,059	9,095	11,180	15,329	19,228
Intangible fixed assets (net)	48	50	50	50	50
Long-term financial assets	-	-	-	-	-
Invest. in associates & subsidiaries	0	0	0	0	0
Cash & equivalents	72	483	2,098	4,362	699
A/C receivable	820	829	893	994	1,097
Inventories	185	402	398	553	609
Other current assets	357	127	139	220	223
Current assets	1,435	1,841	3,528	6,129	2,627
Other assets	4,603	5,444	5,444	5,444	5,444
Total assets	14,145	16,430	20,201	26,951	27,349
Common equity	10,793	11,993	13,834	15,284	16,909
Minorities etc.	0	0	0	0	0
Total shareholders' equity	10,793	11,993	13,834	15,284	16,909
Long term debt	1,911	3,082	4,345	8,977	7,710
Other long-term liabilities	68	142	142	142	142
Long-term liabilities	1,979	3,224	4,488	9,120	7,852
A/C payable	249	269	267	370	407
Short term debt	1,084	841	1,500	2,000	2,000
Other current liabilities	40	103	113	178	181
Current liabilities	1,373	1,213	1,879	2,548	2,588
Total liabilities and shareholders' equity	14,145	16,430	20,201	26,951	27,349
Net working capital	1,073	986	1,051	1,219	1,341
Invested capital	13,784	15,575	17,724	22,041	26,062

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

Per share (THB)

Book value per share	2.12	2.36	2.72	3.00	3.32
Tangible book value per share	2.11	2.35	2.71	2.99	3.31

Financial strength

Net debt/equity (%)	27.1	28.7	27.1	43.3	53.3
Net debt/total assets (%)	20.7	20.9	18.6	24.5	32.9
Current ratio (x)	1.0	1.5	1.9	2.4	1.0
CF interest cover (x)	1.9	125.3	25.8	28.2	5.1

Valuation	2019	2020	2021E	2022E	2023E
Recurring P/E (x) *	24.3	15.8	17.2	8.7	8.1
Recurring P/E @ target price (x) *	27.6	18.0	19.6	9.9	9.2
Reported P/E (x)	26.3	14.2	17.2	8.7	8.1
Dividend yield (%)	0.7	3.1	1.9	4.7	4.7
Price/book (x)	2.0	1.8	1.6	1.4	1.3
Price/tangible book (x)	2.0	1.8	1.6	1.4	1.3
EV/EBITDA (x) **	13.3	13.7	12.5	6.9	7.0
EV/EBITDA @ target price (x) **	14.9	15.3	13.9	7.6	7.7
EV/invested capital (x)	1.8	1.6	1.4	1.3	1.2

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

Sources: Absolute Clean Energy; 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	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	SEOIL	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	AMANA	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	MITSI	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	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)

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

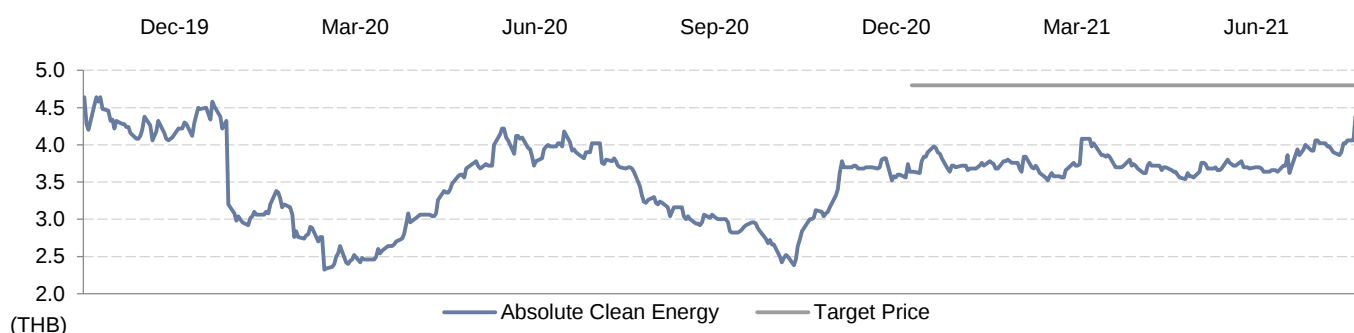
The individual(s) identified above certify(ies) that (i) all views expressed in this report accurately reflect the personal view of the analyst(s) with regard to any and all of the subject securities, companies or issuers mentioned in this report; and (ii) no part of the compensation of the analyst(s)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

Absolute Clean Energy (ACE TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
30-Dec-2020	BUY	4.80	-	-	-	-	-	-

Suwat Sinsadok started covering this stock from 30-Dec-2020

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
Absolute Clean Energy	ACE TB	THB 4.22	BUY	The downside risks to our SoTP-based TP include 1) lower-than-expected demand for electricity in Thailand, 2) a lower crude price, and 3) higher costs of biomass feedstock.

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 13-Aug-2021 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.