

19 AUGUST 2021

THAILAND / OIL & GAS

SCAN INTER SCN TB

BUY
UNCHANGED

TARGET PRICE	THB3.10
CLOSE	THB2.48
UP/DOWNSIDE	+25.0%
PRIOR TP	THB3.10
CHANGE IN TP	UNCHANGED
TP vs CONSENSUS	+0.0%

ยังอยู่ในช่วงการเปลี่ยนผ่านสู่หุ้นพลังงานหมุนเวียน

ผลประกอบการ 2Q21 อ่อนแอกว่าค่าใช้จ่ายพิเศษจำนวน 11.4 ลบ.

SCN รายงานกำไรสุทธิที่อ่อนแอใน 2Q21 โดยอยู่ที่ 16 ลบ. ลดลง 32% q-q แต่ดีขึ้นจากที่เคยขาดทุนสุทธิ 14 ลบ. ใน 2Q20 ความต้องการมีต่ำในธุรกิจก๊าซ ซึ่งประกอบด้วยสถานีบริการก๊าซธรรมชาติสำหรับยานยนต์ (NGV), ยอดขายก๊าซธรรมชาติอัดเพื่ออุตสาหกรรม (iCNG), และ ก๊าซธรรมชาติเหลวเพื่ออุตสาหกรรม (iLNG) เมื่อหักผลกระทบจาก TFRS9 เกี่ยวกับผลขาดทุนจำนวน 11.4 ลบ. จากธุรกิจก๊าซ กำไรสุทธิจากการดำเนินงานอยู่ที่ 29 ลบ. เพิ่มขึ้น 1.8% q-q และดีขึ้นจากที่เคยขาดทุนสุทธิ 13 ลบ. ใน 2Q20 จากความต้องการ NGV ที่สูงขึ้น y-y และกำไรสุทธิที่เพิ่มขึ้น 16.6 ลบ. จากโรงไฟฟ้าพลังแสงอาทิตย์ 2 แห่งในพม่า

ปัจจุบันกำไรสุทธิจากการดำเนินงานมาจากโรงไฟฟ้าพลังแสงอาทิตย์เป็นหลัก

ใน 2Q21 SCN ได้รับส่วนแบ่งกำไรสุทธิ 16.6 ลบ. จากโรงไฟฟ้าพลังแสงอาทิตย์ 2 แห่ง ประกอบด้วย 14.2 ลบ. จากโรงไฟฟ้าพลังแสงอาทิตย์ Minbu ขนาด 50MW ในพม่า (ถือหุ้น 40%) และ 2.4 ลบ. จากโครงการ Solar Rooftop ขนาด 14MW พร้อมสัญญาซื้อขายไฟฟ้าเอกชนผ่านการลงทุน 53.5% ในบริษัทย่อย Scan Advance (SAP) SCN วางแผนขยายกำลังการผลิตของ Minbu เป็น 220MW ภายในปี 2024 และ SAP เป็น 19MW ภายใน 4Q21 ซึ่งอาจให้ส่วนแบ่งกำไรจำนวน 20-30 ลบ. ต่อไตรมาสแก่บริษัทฯ

ปรับการลงทุนในธุรกิจก๊าซ เพื่ออุตสาหกรรม

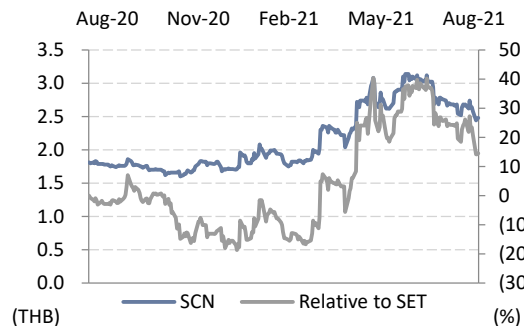
เมื่อวันที่ 5 ส.ค. 2021 SCN ประกาศอินสินทรัพย์รวมมูลค่า 454 ลบ. ประกอบด้วย iCNG และ iLNG ให้แก่ Thai-Japan Gas Network (TJN) ซึ่งเป็นบริษัทย่อยที่ SCN ถือหุ้นอยู่ 100% พร้อมกันนี้บริษัทฯ ได้ขายหุ้น 49% ใน TJN ให้แก่ Shizuoka Gas Co., Ltd. ซึ่งเป็นพันธมิตรหลักในธุรกิจก๊าซ เพื่ออุตสาหกรรมในราคา 313 ลบ. SCN ตั้งใจใช้การลงทุนใน TJN ในการขยายธุรกิจก๊าซ เพื่ออุตสาหกรรมโดยจะขยายฐานลูกค้าของ iCNG และ iLNG จากประมาณการของ SCN บริษัทฯ คาดว่าปริมาณขายก๊าซ จะเพิ่มจาก 4,000mmbtu ต่อวันใน 1H21 เป็น 10,000mmbtu ต่อวัน

มีธุรกิจพลังงานหมุนเวียนเป็นหลัก พร้อมกำไรสุทธิที่สูงขึ้นจากธุรกิจก๊าซ

เราคาดว่าแนวโน้มราคาเป้าหมาย 3.1 บาท (SOTP) เราเชื่อว่ากำไรสุทธิของ SCN จะดีขึ้นต่อเนื่องในช่วง 2H21-23 จากความสำเร็จในการเปลี่ยนผ่านจากบริษัท NGV เป็นบริษัทพลังงานหมุนเวียน เราคาดว่ากำไรสุทธิจะอยู่ที่ 252 ลบ. ในปี 2023 โดยจะมาจากโรงไฟฟ้าพลังแสงอาทิตย์ ซึ่งมีกำลังการผลิตรวมอยู่ที่ 239MW (Minbu 220MW และ SAP 19MW) และมีกำหนดดำเนินงานเต็มกำลังภายในสิ้นปี 2022 นอกจากนี้ธุรกิจก๊าซ อันประกอบด้วยสถานีบริการ NGV และธุรกิจก๊าซ เพื่ออุตสาหกรรมของ TJN น่าจะค่อย ๆ ดีขึ้นในช่วง 2H21-23 จากความต้องการที่สูงขึ้นหลังการเปิดเสรีธุรกิจก๊าซ ของประเทศไทย

KEY STOCK DATA

YE Dec (THB m)	2020	2021E	2022E	2023E
Revenue	1,496	1,554	1,651	1,660
Net profit	42	97	132	252
EPS (THB)	0.04	0.08	0.11	0.21
vs Consensus (%)	-	-	-	-
EBITDA	164	263	260	260
Core net profit	42	97	132	252
Core EPS (THB)	0.04	0.08	0.11	0.21
Chg. In EPS est. (%)	-	-	-	-
EPS growth (%)	(78.4)	128.5	36.7	90.6
Core P/E (x)	70.4	30.8	22.5	11.8
Dividend yield (%)	0.8	1.6	2.0	1.6
EV/EBITDA (x)	33.5	21.4	25.0	24.2
Price/book (x)	1.2	1.1	1.1	1.0
Net debt/Equity (%)	97.1	99.7	128.1	113.3
ROE (%)	1.6	3.7	4.9	8.9



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	(10.1)	(8.1)	39.3
Relative to country (%)	(8.8)	(7.3)	19.4
Mkt cap (USD m)			89
3m avg. daily turnover (USD m)			0.8
Free float (%)			37
Major shareholder		Mr. Thanchart Kitpipit (60%)	
12m high/low (THB)			3.30/1.60
Issued shares (m)			1,200.00

Sources: Bloomberg consensus; FSSIA estimates



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บทวิเคราะห์ฉบับนี้แปลมาจากบทวิเคราะห์ของ FSSIA ฉบับวันที่ 19 สิงหาคม 2021

Investment thesis

SCN has been in a difficult spot since 2017 due to the structural decline in the natural gas for vehicle (NGV), or compressed natural gas (CNG), demand in Thailand.

We project an earnings recovery from 2021 onward, with net profit growth at a 76% CAGR from 2020-23, driven mainly by rising net profits from its 40%-owned Minbu solar farm capacity expansion.

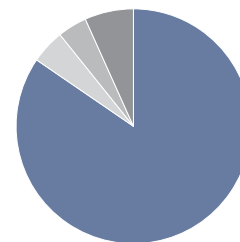
Company profile

SCN is a leading integrated provider of NGV gas services, including mother stations, transportation, NGV stations, construction and maintenance.

www.scan-inter.com

Principal activities (revenue, 2020)

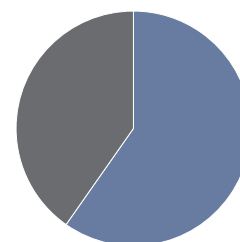
- Gas related business - 84.6 %
- Car dealer and spare parts - 4.7 %
- Renewable energy - 4.0 %
- Others - 6.7 %



Source: Scan Inter

Major shareholders

- Mr. Thanchart Kitpipit - 59.7 %
- Others - 40.3 %



Source: Scan Inter

Catalysts

Rising oil prices, a higher demand for NGV, and M&A are key potential earnings growth drivers for SCN.

Risks to our call

The downside risks to our SOTP-based TP include 1) a sharp decline in oil prices; and 2) weaker demand for NGV and delays in new NGV projects.

Event calendar

Date	Event
Nov 2021	3Q21 results announcement

Key assumptions

	2021E	2022E	2023E
EPC revenue (THB m)	300	300	300
Utilisation rate - NGV stations (%)	55	55	55
Capacity - NGV stations (tonnes per year)	270,175	301,200	301,200
Solar farms net profit (THB m)	86	189	302

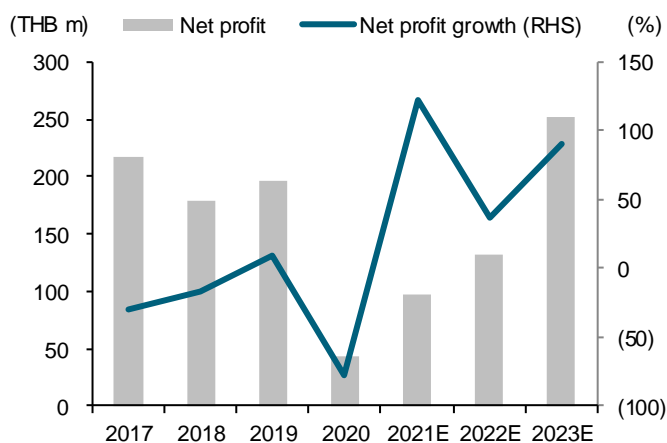
Source: FSSIA estimates

Earnings sensitivity

- For every 1% increase in NGV margin, we project 2022 earnings would rise by 1.2%, and vice versa, all else being equal.
- For every 1% increase in Dubai oil price, we estimate 2022 earnings would decline by 1.3%, and vice versa, all else being equal.
- For every 1% increase in NGV station utilisation rate, we estimate 2022 earnings would decline by 1.1%, and vice versa, all else being equal.

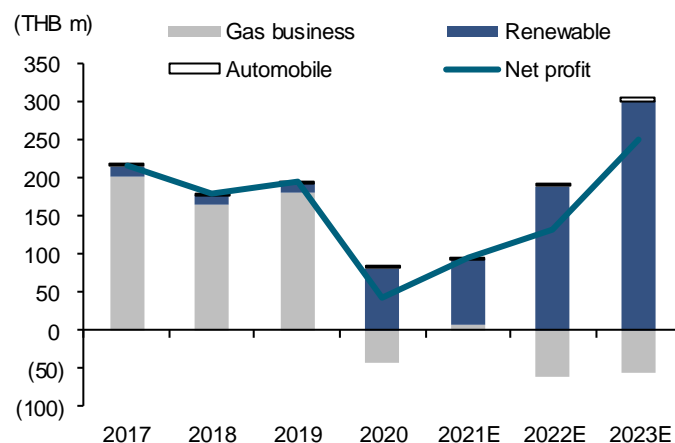
Source: FSSIA estimates

Exhibit 1: Net profit and net profit growth



Sources: SCN; FSSIA estimates

Exhibit 2: Net profit breakdown by business



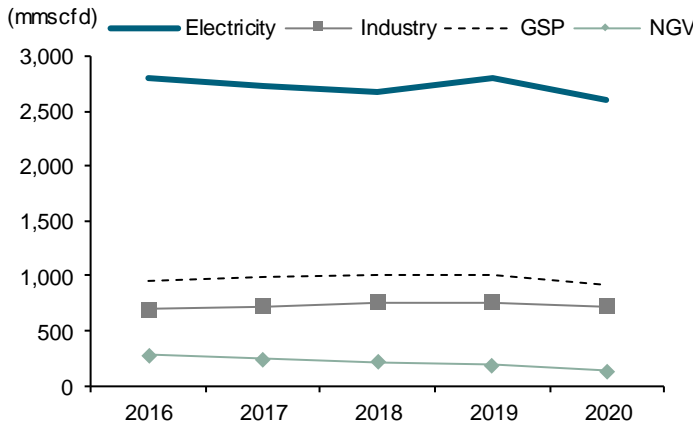
Sources: SCN; FSSIA estimates

Exhibit 3: Summary of 2Q21/6M21 results

	2Q20	1Q21	2Q21		6M20	6M21	Change	2021E	
	(THB m)	(THB m)	(THB m)	(q-q%)	(y-y%)	(THB m)	(THB m)	(y-y%)	(THB m)
Revenue	296	377	411	8.9	38.9	754	788	4.6	1,554
Operating costs	(260)	(306)	(340)	11.2	30.8	(633)	(645)	2.0	(1,135)
EBITDA	36	72	71	(0.5)	97.0	121	143	18.2	263
<i>EBITDA margin (%)</i>	<i>12.2</i>	<i>19.0</i>	<i>17.4</i>	<i>nm</i>	<i>nm</i>	<i>16.1</i>	<i>18.2</i>	<i>nm</i>	<i>16.9</i>
Depn & amort.	(40)	(43)	(42)	(0.6)	7.1	(89)	(85)	(4.7)	(228)
EBIT	(13)	15	15	1.4	nm	(13)	30	nm	35
Interest expense	(18)	(20)	(20)	(0.6)	8.6	(37)	(39)	7.2	(75)
Interest & invt inc	10	14	14	(2.4)	38.9	45	28	(37.5)	0
Associates' contrib	9	17	17	(4.5)	78.7	45	34	(23.9)	74
Exceptionals	(1)	(5)	(12)	nm	nm	(3)	(17)	nm	67
Pretax profit	(13)	22	14	(33.9)	nm	38	36	(4.4)	101
Tax	(1)	2	2	28.5	nm	(5)	4	nm	(5)
<i>Tax rate (%)</i>	<i>(9.1)</i>	<i>(7.3)</i>	<i>(14.2)</i>	<i>94.5</i>	<i>56.1</i>	<i>14.2</i>	<i>(10.1)</i>	<i>nm</i>	<i>4.8</i>
Minority interests	0	0	(0)	nm	nm	0	(0)	nm	0
Net profit	(14)	23	16	(31.6)	nm	32	39	21.3	97
Core net profit	(13)	29	29	1.8	nm	35	58	67.4	97
EPS (THB)	(0.01)	0.02	0.01	(31.6)	nm	0.03	0.03	21.3	0.08
Core EPS (THB)	(0.01)	0.02	0.02	(2.5)	nm	0.03	0.05	61.7	0.08

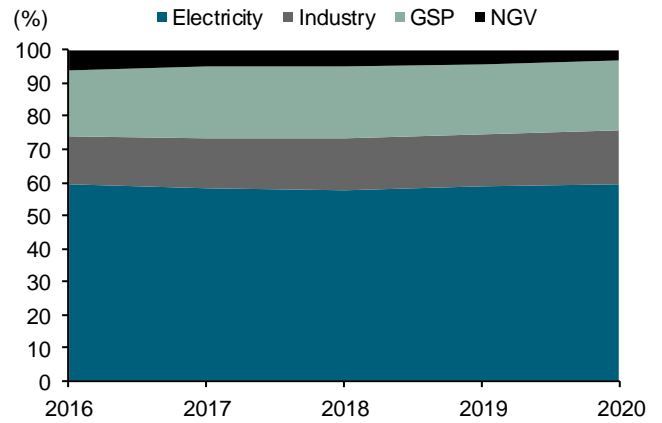
Sources: SCN; FSSIA estimates

Exhibit 4: Thailand's gas demand by sector



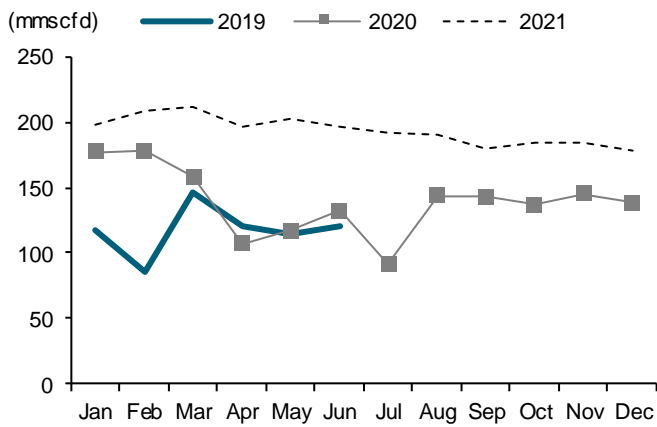
Source: Energy Policy and Planning Office (EPPO)

Exhibit 5: Thailand's gas demand by sector (%)



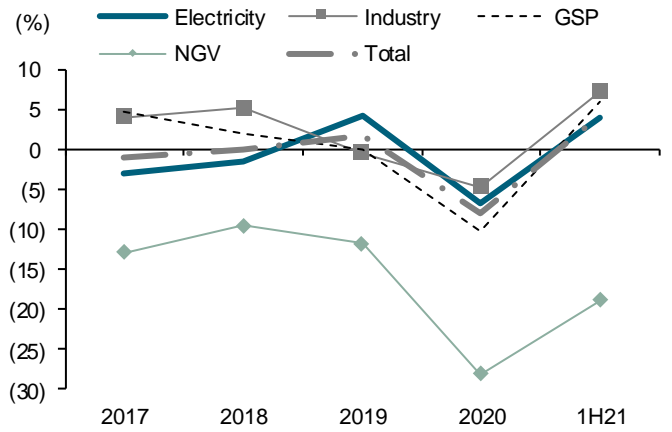
Source: EPPO

Exhibit 6: Gas demand for NGV



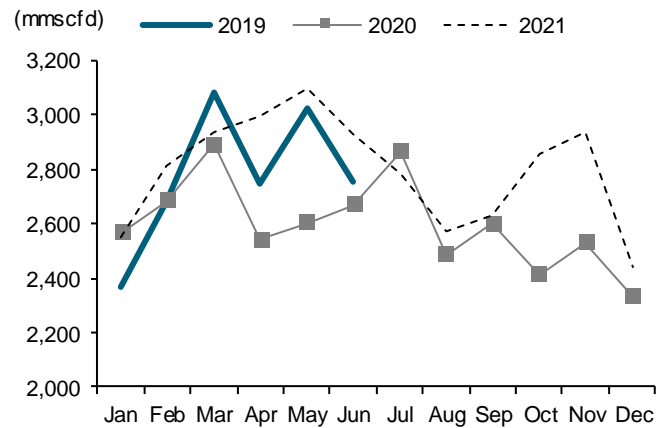
Source: EPPO

Exhibit 7: Gas demand growth



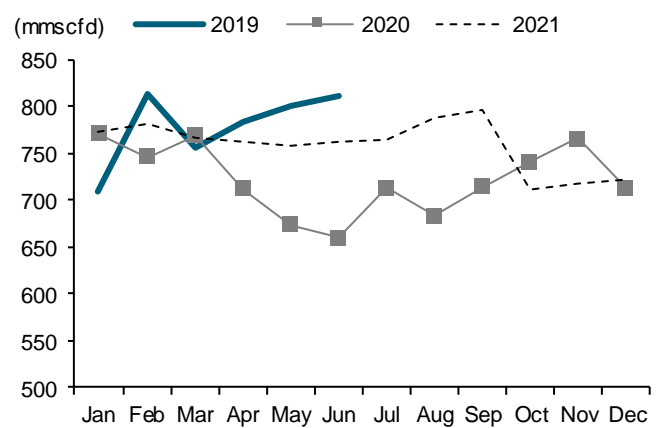
Source: EPPO

Exhibit 8: Gas demand for electricity generation



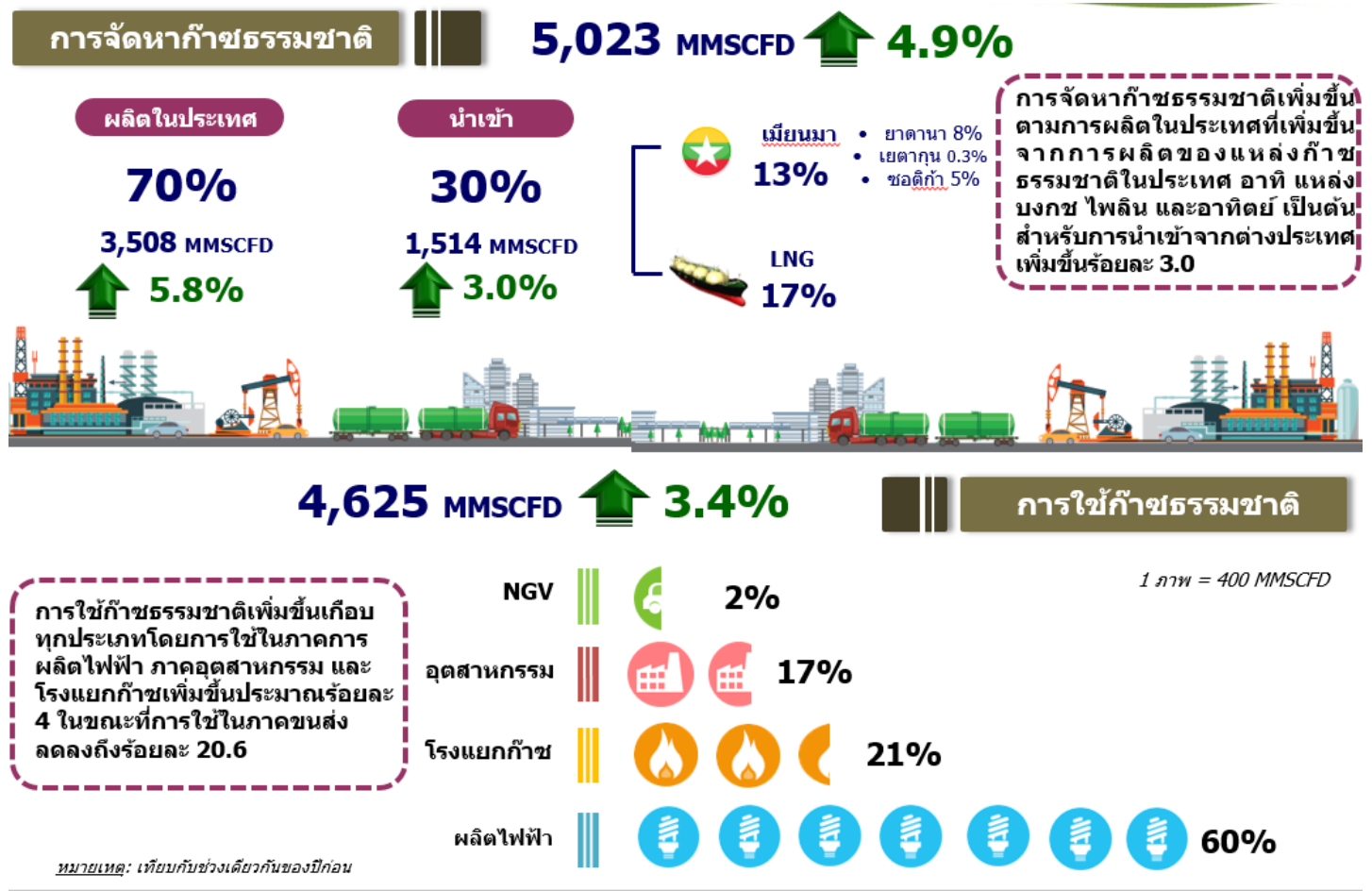
Source: EPPO

Exhibit 9: Gas demand for industrial consumption



Source: EPPO

Exhibit 10: Gas demand and supply in Thailand



Source: EPP0

Exhibit 11: SOTP valuation

Cost of equity assumptions (%)		Cost of debt assumptions (%)	
Risk-free rate	2.3	Pretax cost of debt	5.0
Market risk premium	8.5	Marginal tax rate	20.0
Stock beta	1.00		
Cost of equity, Ke	10.8	Net cost of debt, Kd	4.8
Weight applied	25.0	Weight applied	75.0
WACC	6.3		
Sum-of-the-parts valuation estimate		Comments	
Private mother stations (PMS)	(THB m) 972	(THB/share) 0.8	DCF WACC 6.3%, Zero terminal growth
Third-party logistics (TPL)	490	0.4	DCF WACC 6.3%, Zero terminal growth
Private brand stations	1,953	1.6	DCF WACC 6.3%, Zero terminal growth
Construction	240	0.2	At 12x FY21E P/E
Maintenance	86	0.1	DCF WACC 6.3%, zero terminal growth
iCNG phase #1	192	0.2	DCF WACC 6.3%, zero terminal growth
Auto	5	0.0	DCF WACC 6.3%, zero terminal growth
Solar farm (COD Dec, 2016)	354	0.3	DCF WACC 6.3%, zero terminal growth
Minbu solar farm	1,974	1.6	DCF WACC 6.3%, zero terminal growth
SAP rooftop solar	67	0.1	
Net debt	(2,648)	(2.2)	Net debt at end-2021E
Residual ordinary equity	3,683	3.1	

Sources: SCN; FSSIA estimates

Financial Statements

Scan Inter

Profit and Loss (THB m) Year Ending Dec	2019	2020	2021E	2022E	2023E
Revenue	2,972	1,496	1,554	1,651	1,660
Cost of goods sold	(2,375)	(1,159)	(1,135)	(1,226)	(1,234)
Gross profit	597	337	419	425	426
Other operating income	-	-	-	-	-
Operating costs	(208)	(173)	(155)	(165)	(166)
Operating EBITDA	389	164	263	260	260
Depreciation	(210)	(177)	(228)	(228)	(228)
Goodwill amortisation	0	0	0	0	0
Operating EBIT	179	(13)	35	32	32
Net financing costs	(91)	(74)	(75)	(117)	(109)
Associates	16	76	74	178	290
Recurring non-operating income	143	139	141	208	320
Non-recurring items	0	0	0	0	0
Profit before tax	231	52	101	122	243
Tax	(35)	(10)	(5)	10	9
Profit after tax	196	42	97	132	252
Minority interests	0	0	0	0	0
Preferred dividends	0	0	0	0	0
Other items	-	-	-	-	-
Reported net profit	196	42	97	132	252
Non-recurring items & goodwill (net)	0	0	0	0	0
Recurring net profit	196	42	97	132	252
Per share (THB)					
Recurring EPS *	0.16	0.04	0.08	0.11	0.21
Reported EPS	0.16	0.04	0.08	0.11	0.21
DPS	0.10	0.02	0.04	0.05	0.04
Diluted shares (used to calculate per share data)	1,200	1,200	1,200	1,200	1,200
Growth					
Revenue (%)	(4.8)	(49.7)	3.9	6.3	0.6
Operating EBITDA (%)	(18.9)	(58.0)	60.8	(1.4)	0.1
Operating EBIT (%)	(31.6)	nm	nm	(10.5)	0.8
Recurring EPS (%)	9.3	(78.4)	128.5	36.7	90.6
Reported EPS (%)	9.3	(78.4)	128.5	36.7	90.6
Operating performance					
Gross margin inc. depreciation (%)	13.0	10.7	12.3	11.9	11.9
Gross margin of key business (%)	13.0	10.7	12.3	11.9	11.9
Operating EBITDA margin (%)	13.1	10.9	16.9	15.7	15.6
Operating EBIT margin (%)	6.0	(0.9)	2.3	1.9	1.9
Net margin (%)	6.6	2.8	6.2	8.0	15.2
Effective tax rate (%)	16.1	(45.7)	17.8	18.0	19.2
Dividend payout on recurring profit (%)	61.3	56.8	49.7	45.4	19.1
Interest cover (X)	3.5	1.7	2.4	2.0	3.2
Inventory days	90.9	142.2	131.0	124.8	129.2
Debtor days	64.2	80.3	71.4	67.2	66.8
Creditor days	51.5	54.2	42.0	40.0	41.4
Operating ROIC (%)	4.1	(0.6)	1.0	0.7	0.6
ROIC (%)	5.4	3.8	2.7	3.3	4.4
ROE (%)	7.4	1.6	3.7	4.9	8.9
ROA (%)	5.0	2.9	2.5	2.5	3.1
* Pre-exceptional, pre-goodwill and fully diluted					
Revenue by Division (THB m)					
Gas related business	1,749	1,265	1,295	1,392	1,401
Car dealer and spare parts	1,064	70	70	70	70
Renewable energy	59	60	53	53	53
Others	100	101	136	136	136

Sources: Scan Inter; FSSIA estimates

Financial Statements

Scan Inter

Cash Flow (THB m) Year Ending Dec	2019	2020	2021E	2022E	2023E
Recurring net profit	196	42	97	132	252
Depreciation	210	177	228	228	228
Associates & minorities	16	76	74	178	290
Other non-cash items	-	-	-	-	-
Change in working capital	1,082	1,067	2,756	5,303	5,858
Cash flow from operations	1,504	1,361	3,155	5,841	6,628
Capex - maintenance	(210)	(177)	(179)	(245)	(302)
Capex - new investment	(309)	(559)	(253)	(892)	(74)
Net acquisitions & disposals	932	436	0	0	0
Other investments (net)	(445)	(437)	74	178	290
Cash flow from investing	(32)	(737)	(358)	(959)	(85)
Dividends paid	(120)	(24)	(24)	(48)	(60)
Equity finance	0	0	0	0	0
Debt finance	(871)	746	1,825	3,362	362
Other financing cash flows	(318)	(1,477)	(2,910)	(5,698)	(6,294)
Cash flow from financing	(1,309)	(755)	(1,109)	(2,384)	(5,993)
Non-recurring cash flows	-	-	-	-	-
Other adjustments	0	0	0	0	0
Net other adjustments	0	0	0	0	0
Movement in cash	163	(131)	1,688	2,498	549
Free cash flow to firm (FCFF)	1,560.79	698.39	2,871.86	4,998.90	6,651.30
Free cash flow to equity (FCFE)	283.37	(106.83)	1,711.67	2,545.73	609.42
Per share (THB)					
FCFF per share	1.30	0.58	2.39	4.17	5.54
FCFE per share	0.24	(0.09)	1.43	2.12	0.51
Recurring cash flow per share	0.35	0.25	0.33	0.45	0.64
Balance Sheet (THB m) Year Ending Dec					
Tangible fixed assets (gross)	2,534	1,975	2,408	3,545	3,773
Less: Accumulated depreciation	(22)	(22)	(250)	(478)	(706)
Tangible fixed assets (net)	2,512	1,953	2,158	3,067	3,067
Intangible fixed assets (net)	340	330	330	330	330
Long-term financial assets	-	-	-	-	-
Invest. in associates & subsidiaries	375	1,058	1,058	1,058	1,058
Cash & equivalents	216	85	1,773	4,270	4,820
A/C receivable	354	304	304	304	304
Inventories	491	412	403	436	439
Other current assets	21	266	276	294	295
Current assets	1,082	1,067	2,756	5,303	5,858
Other assets	641	1,079	1,079	1,079	1,079
Total assets	4,951	5,486	7,380	10,837	11,391
Common equity	2,694	2,585	2,657	2,741	2,933
Minorities etc.	0	0	0	0	0
Total shareholders' equity	2,694	2,585	2,657	2,741	2,933
Long term debt	821	805	4,321	6,782	7,144
Other long-term liabilities	188	172	172	172	172
Long-term liabilities	1,009	977	4,493	6,954	7,316
A/C payable	213	132	129	140	140
Short term debt	1,029	1,791	100	1,000	1,000
Other current liabilities	6	2	2	2	2
Current liabilities	1,248	1,924	231	1,141	1,142
Total liabilities and shareholders' equity	4,951	5,486	7,380	10,837	11,391
Net working capital	647	848	853	892	895
Invested capital	4,516	5,268	5,477	6,425	6,428
* Includes convertibles and preferred stock which is being treated as debt					
Per share (THB)					
Book value per share	2.24	2.15	2.21	2.28	2.44
Tangible book value per share	1.96	1.88	1.94	2.01	2.17
Financial strength					
Net debt/equity (%)	60.7	97.1	99.7	128.1	113.3
Net debt/total assets (%)	33.0	45.8	35.9	32.4	29.2
Current ratio (x)	0.9	0.6	11.9	4.6	5.1
CF interest cover (x)	7.5	7.1	27.2	30.4	7.3
Valuation					
Recurring P/E (x) *	15.2	70.4	30.8	22.5	11.8
Recurring P/E @ target price (x) *	19.0	88.0	38.5	28.2	14.8
Reported P/E (x)	15.2	70.4	30.8	22.5	11.8
Dividend yield (%)	4.0	0.8	1.6	2.0	1.6
Price/book (x)	1.1	1.2	1.1	1.1	1.0
Price/tangible book (x)	1.3	1.3	1.3	1.2	1.1
EV/EBITDA (x) **	11.8	33.5	21.4	25.0	24.2
EV/EBITDA @ target price (x) **	13.8	38.1	24.2	27.9	27.1
EV/invested capital (x)	1.0	1.0	1.0	1.0	1.0
* Pre-exceptional, pre-goodwill and fully diluted ** EBITDA includes associate income and recurring non-operating income					

Sources: Scan Inter; 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	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	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

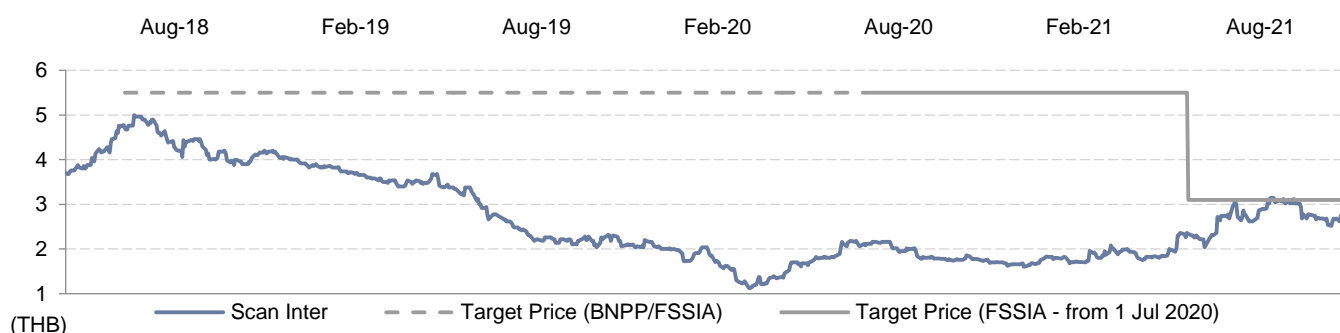
The individual(s) identified above certify(ies) that (i) all views expressed in this report accurately reflect the personal view of the analyst(s) with regard to any and all of the subject securities, companies or issuers mentioned in this report; and (ii) no part of the compensation of the analyst(s)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

Scan Inter (SCN TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
09-Oct-2018	BUY	5.50	09-Oct-2018	BUY	5.50	01-Apr-2021	BUY	3.10

Suwat Sinsadok started covering this stock from 09-Oct-2018

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
Scan Inter	SCN TB	THB 2.48	BUY	The downside risks to our SOTP-based TP include 1) a sharp decline in oil prices; and 2) weaker demand for NGV and delays in new NGV 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

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All share prices are as at market close on 18-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.