

12 NOVEMBER 2021

THAILAND / DIVERSIFIED FINANCIALS

THANACHART CAPITAL TCAP TB

HOLD

UNCHANGED

TARGET PRICE	THB35.00
CLOSE	THB35.75
UP/DOWNSIDE	-2.1%
TP vs CONSENSUS	-2.0%

ผลตอบแทนเงินปันผลน่าสนใจ

กำไรสุทธิ 3Q21 ปรับตัวดีขึ้นส่วนมากจากการกลับสำรวจ

TCAP รายงานกำไรสุทธิ 3Q21 ที่ 1.33 พัน ลบ. (+109% y-y, +20% q-q) กำไรที่ดีขึ้น q-q เกิดจากการกลับสำรวจในธุรกิจบริษัทบริหารสินทรัพย์ (AMC) ซึ่งช่วยชดเชยผลประกอบการที่อ่อนแอของ Ratchthani Leasing (THANI TB, BUY, TP THB5.2) จากสำรวจที่เพิ่มขึ้นตามการเพิ่มของหนี้ต่อคุณภาพ (NPL) และสินเชื่อที่โตช้าจากกลยุทธ์ในการขยายธุรกิจด้วยความระมัดระวัง รวมถึง TMBThanachart Bank (TTB TB, BUY, TP THB1.4) จากสำรวจที่เพิ่มขึ้น ในขณะที่ธุรกิจสินเชื่อใหม่ (Thanachart Plus) ยังไม่ได้ให้กำไรอย่างมีนัยสำคัญ กำไรเพิ่มอย่างมีนัยสำคัญ y-y จาก 1) การกลับสำรวจในธุรกิจ AMC; 2) กำไรสุทธิของ Thanachart Securities ที่เพิ่มขึ้นจากปริมาณการซื้อขายหลักทรัพย์ที่เพิ่มขึ้นและสถานะการซื้อขายในตลาด; และ 3) ผลประกอบการที่ดีขึ้นของ Thanachart Insurance จากการเรียกร้องสินไหมที่ลดลงและการกลับสำรวจ ในภาพรวมเรามองผลประกอบการเป็นกลาง

เพิ่มสัดส่วนการลงทุนใน TTB

ใน 3Q21 TCAP เพิ่มสัดส่วนการลงทุนใน TTB เป็น 22.78% จาก 22.2% ใน 2Q21 อันเนื่องระดับการถือหุ้นสูงสุดอยู่ที่ 24.9% เราคิดว่าบริษัทฯ จะค่อย ๆ เพิ่มสัดส่วนการถือหุ้นใน TTB เป็นเกือบ 24.9% เราเห็นว่านี่เป็นเวลาที่ดีที่ TCAP จะสะสมหุ้น TTB เนื่องจากเราคิดว่า TTB จะรายงานผลประกอบการที่ดีขึ้นในปีหน้า

คาดผลประกอบการจะอ่อนแอ q-q ใน 4Q21

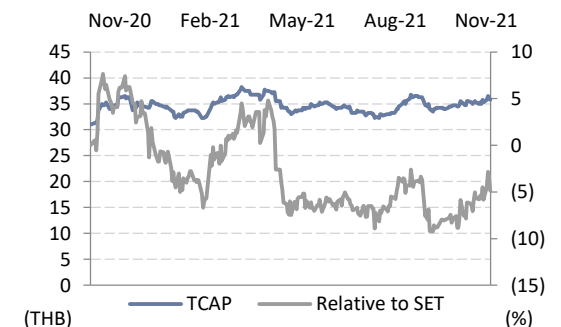
ใน 4Q21 กำไรสุทธิของ TCAP อาจลดลง q-q (แต่ยังเพิ่ม y-y) จากการกลับสำรวจที่ลดลงในธุรกิจ AMC และผลประกอบการที่ลดลงของ THANI และ TTB อย่างไรก็ตามไม่กังวลกับเรื่องดังกล่าว เราเชื่อว่าประเด็นสำคัญสำหรับ TCAP อยู่ที่เงินปันผล

หนึ่งในผลตอบแทนในรูปเงินปันผลที่น่าสนใจที่สุด

แม้ว่าหุ้นจะมีปัจจัยบวกน้อยในระยะสั้นจนกว่าประโยชน์ที่ได้จากการควบรวมระหว่าง Thanachart Bank (TBANK) และ TMB จะเริ่มเห็นผลและบริษัทฯ จะเริ่มใช้สภาพคล่องที่มีอยู่เป็นจำนวนมากเพื่อลงทุนในธุรกิจใหม่ เราคาดว่า TCAP อาจให้ผลตอบแทนในรูปเงินปันผลในระดับสูงถึง 9-10% ต่อปี เราเชื่อว่า TCAP อาจให้เงินปันผลต่อปีที่ 3 บาท/หุ้นอย่างน้อยในอีก 2 ปีข้างหน้าจากสภาพคล่องที่เหลืออยู่ประมาณ 5-6 พัน ลบ. จากการขาย TBANK เราคงแนะนำถือเพื่อรับผลตอบแทนในรูปเงินปันผลที่น่าสนใจ

KEY STOCK DATA

YE Dec (THB m)	2020	2021E	2022E	2023E
Operating profit	3,506	3,863	4,209	4,948
Net profit	6,669	4,122	4,599	5,231
EPS (THB)	6.36	3.93	4.38	4.99
vs Consensus (%)	-	7.6	7.2	11.5
Core net profit	3,814	4,122	4,599	5,231
Core EPS (THB)	3.64	3.93	4.38	4.99
EPS growth (%)	(46.7)	8.1	11.6	13.7
Core P/E (x)	9.8	9.1	8.2	7.2
Dividend yield (%)	8.4	8.4	8.4	9.0
Price/book (x)	0.6	0.6	0.5	0.5
ROE (%)	5.9	6.4	6.8	7.4
ROA (%)	3.3	3.6	3.9	4.3



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	2.9	8.3	16.3
Relative to country (%)	2.9	1.7	(4.2)
Mkt cap (USD m)	1,140		
3m avg. daily turnover (USD m)	5.8		
Free float (%)	43		
Major shareholder	Thai NVDR (12%)		
12m high/low (THB)	39.00/29.25		
Issued shares (m)	1,049		

Sources: Bloomberg consensus; FSSIA estimates



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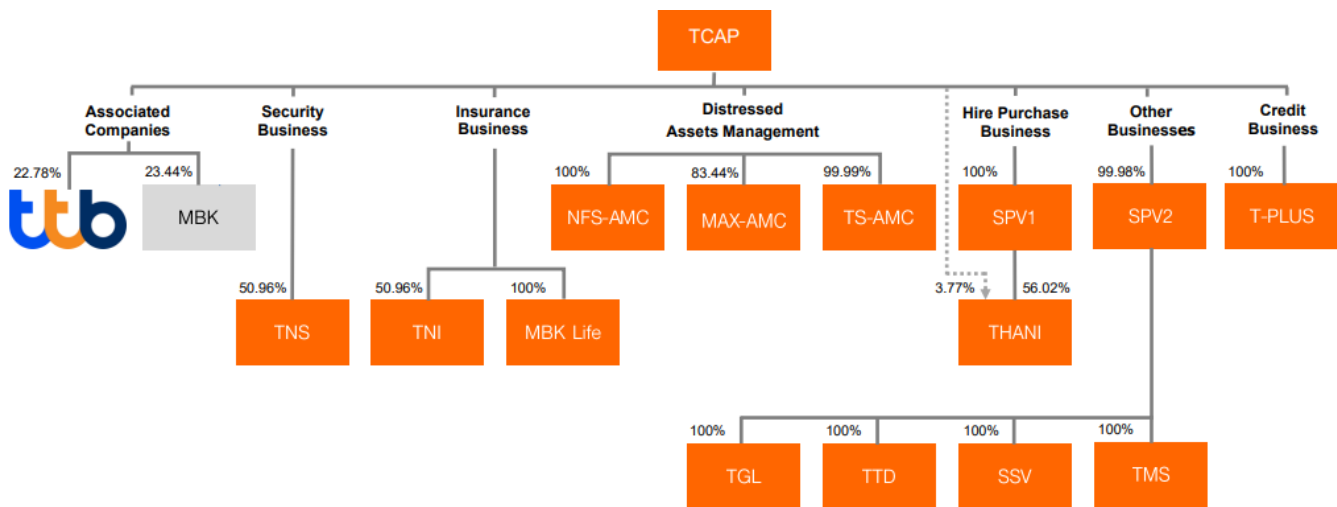
บทวิเคราะห์ฉบับนี้แปลมาจากบทวิเคราะห์ของ FSSIA ฉบับวันที่ 12 พฤศจิกายน 2021

Exhibit 1: TCAP – 3Q21/9M21 results summary

Year end Dec 31	3Q20	2Q21	3Q21		9M21			2021E		Comments
	(THB m)	(THB m)	(THB m)	(y-y %)	(q-q %)	(THB m)	(y-y %)	%21E	(THB m)	(y-y %)
Net interest income	610	653	730	20	12	2,022	4	81	2,504	(3)
Non-interest income	1,238	1,984	2,009	62	1	5,960	16	81	7,384	12
Operating income	1,848	2,638	2,739	48	4	7,982	13	81	9,888	8
Operating expenses	743	808	758	2	(6)	2,323	9	74	3,136	8
PPOP before tax	1,106	1,830	1,981	79	8	5,659	14	84	6,752	8
Provision	5	140	164	3,028	18	400	6	77	519	(13)
Income tax	165	253	130	(22)	(49)	614	15	60	1,028	54
Minority interest	296	330	354			1,127	25		1,083	
Normalised profit	639	1,107	1,333	109	20	3,518	12	85	4,122	8
Extraordinary items	0	0	0			0			0	
Net profit	639	1,107	1,333	109	20	3,518	(41)	85	4,122	(38)
EPS (THB)	0.61	1.06	1.27	108	20	3.36	(38)	85	3.93	(38)
Profitability ratio	(%)	(%)	(%)						(%)	
Cost to income ratio	40.2	30.6	27.7						31.7	
Average yield	2.9	2.9	3.2						3.0	
Cost of fund	3.1	2.8	2.8						2.6	
NIM	1.7	1.9	2.2						1.9	
Non-int inc/total income	67.0	75.2	73.3						74.7	
Loan growth	(%)	(%)	(%)						(%)	
y-y	(93.1)	2.0	5.5						8.0	
q-q	(2.2)	3.3	1.1							

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

Exhibit 2: Thanachart Group’s shareholding structure as of 30 Sep 2021



Source: TCAP

Exhibit 3: Operating results of subsidiaries

Subsidiaries	% holding			3Q20	2Q21	3Q21	y-y	q-q
	1Q21	2Q21	3Q21					
	(%)	(%)	(%)	(THB m)	(THB m)	(THB m)	(%)	(%)
Thanachart Securities Public Company Limited	50.96	50.96	50.96	65	159	141	117	(11)
Thanachart Insurance Public Company Limited	50.96	50.96	50.96	169	214	278	64	30
Ratchthani Leasing Public Company Limited	59.5	59.79	59.79	472	427	401	(15)	(6)
TS AMC Company Limited	99.99	99.99	99.99	1	38	(5)	na.	na.
NFS AMC Company Limited	100	100	100	(4)	92	4	na.	na.
MAX AMC Company Limited	83.44	83.44	83.44	(5)	(3)	49	na.	na.
MBK Life Assurance Public Company Limited	51	51	100	(38)	(55)	12	na.	na.
Total				660	872	880	33	1

Sources: TCAP; FSSIA's compilation

Financial Statements

Thanachart Capital

Profit and Loss (THB m) Year Ending Dec	2019	2020	2021E	2022E	2023E
Interest Income	4,339	4,213	4,073	4,442	4,978
Interest expense	(1,599)	(1,620)	(1,568)	(1,677)	(1,681)
Net interest income	2,740	2,593	2,504	2,765	3,297
Net fees & commission	1,084	1,249	1,460	1,533	1,625
Foreign exchange trading income	0	0	0	0	0
Securities trading income	514	13	14	15	17
Dividend income	181	308	324	340	357
Other income	2,599	2,849	3,216	3,317	3,510
Non interest income	4,378	4,419	5,014	5,205	5,509
Total income	7,117	7,012	7,518	7,970	8,806
Staff costs	(1,895)	(1,887)	(2,076)	(2,117)	(2,181)
Other operating costs	(1,139)	(1,023)	(1,061)	(1,100)	(1,157)
Operating costs	(3,034)	(2,910)	(3,136)	(3,217)	(3,338)
Pre provision operating profit	4,083	4,102	4,382	4,752	5,468
Provision for bad and doubtful debt	316	(595)	(519)	(544)	(520)
Other provisions	-	-	-	-	-
Operating profit	4,399	3,506	3,863	4,209	4,948
Recurring non operating income	10,727	2,154	2,370	2,607	2,867
Associates	367	2,154	2,370	2,607	2,867
Goodwill amortization	-	-	-	-	-
Non recurring items	3,000	2,855	0	0	0
Profit before tax	18,127	8,516	6,233	6,816	7,816
Tax	(1,367)	(667)	(1,028)	(1,053)	(1,211)
Profit after tax	16,760	7,849	5,205	5,763	6,604
Minority interests	(5,953)	(1,179)	(1,083)	(1,164)	(1,374)
Preferred dividends	-	-	-	-	-
Other items	-	-	-	-	-
Reported net profit	10,807	6,669	4,122	4,599	5,231
Non recurring items & goodwill (net)	-	-	0	0	0
Recurring net profit	7,807	3,814	4,122	4,599	5,231
Per share (THB)					
Recurring EPS *	6.82	3.64	3.93	4.38	4.99
Reported EPS	9.44	6.36	3.93	4.38	4.99
DPS	7.00	3.00	3.00	3.00	3.20
Growth					
Net interest income (%)	7.1	(5.4)	(3.4)	10.4	19.3
Non interest income (%)	(12.5)	0.9	13.5	3.8	5.8
Pre provision operating profit (%)	(10.1)	0.5	6.8	8.4	15.1
Operating profit (%)	3.7	(20.3)	10.2	8.9	17.6
Reported net profit (%)	37.9	(38.3)	(38.2)	11.6	13.7
Recurring EPS (%)	1.3	(46.7)	8.1	11.6	13.7
Reported EPS (%)	40.3	(32.6)	(38.2)	11.6	13.7
Income Breakdown					
Net interest income (%)	38.5	37.0	33.3	34.7	37.4
Net fees & commission (%)	15.2	17.8	19.4	19.2	18.5
Foreign exchange trading income (%)	-	-	-	-	-
Securities trading income (%)	7.2	0.2	0.2	0.2	0.2
Dividend income (%)	2.5	4.4	4.3	4.3	4.1
Other income (%)	36.5	40.6	42.8	41.6	39.9
Operating performance					
Gross interest yield (%)	0.74	2.97	3.02	3.21	3.51
Cost of funds (%)	0.34	2.72	2.63	2.73	2.66
Net interest spread (%)	0.40	0.25	0.39	0.48	0.85
Net interest margin (%)	0.5	1.8	1.9	2.0	2.3
Cost/income(%)	42.6	41.5	41.7	40.4	37.9
Cost/assets(%)	0.5	1.9	2.2	2.2	2.2
Effective tax rate (%)	7.5	7.8	16.5	15.5	15.5
Dividend payout on recurring profit (%)	102.7	82.5	76.3	68.4	64.2
ROE (%)	11.9	5.9	6.4	6.8	7.4
ROE - COE (%)	1.1	(4.9)	(4.4)	(4.0)	(3.4)
ROA (%)	2.3	3.3	3.6	3.9	4.3
RORWA (%)	3.5	-	-	-	-

* Pre-exceptional, pre-goodwill and fully diluted

Sources: Thanachart Capital; FSSIA estimates

Financial Statements

Thanachart Capital

Balance Sheet (THB m) Year Ending Dec	2019	2020	2021E	2022E	2023E
Gross customer loans	56,266	52,509	56,710	64,082	73,694
Total provisions	(3,118)	(2,342)	(2,861)	(3,404)	(3,924)
interest in suspense	11	84	159	179	206
Net customer loans	53,159	50,251	54,008	60,857	69,976
Bank loans	7,404	7,812	11,036	4,189	(3,237)
Government securities	-	-	-	-	-
Trading securities	-	-	-	-	-
Investment securities	86,972	73,014	68,922	71,813	73,129
Cash & equivalents	3	2	3,798	6,074	8,677
Other interesting assets	-	-	-	-	-
Tangible fixed assets	3,429	3,732	3,745	3,759	3,773
Associates	-	-	-	-	-
Goodwill	-	-	-	-	-
Other intangible assets	-	-	-	-	-
Other assets	9,959	5,946	4,377	4,537	4,711
Total assets	160,926	140,756	145,885	151,230	157,029
Customer deposits	0	0	0	0	0
Bank deposits	-	-	-	-	-
Other interest bearing liabilities	60,440	58,763	60,526	62,342	64,212
Non interest bearing liabilities	26,428	9,224	9,501	9,786	10,080
Hybrid Capital	-	-	-	-	-
Total liabilities	86,868	67,987	70,027	72,128	74,292
Share capital	11,651	11,651	11,651	11,651	11,651
Reserves	54,182	51,659	54,348	57,170	60,334
Total equity	65,833	63,311	65,999	68,821	71,985
Minority interests	8,226	9,458	9,859	10,281	10,753
Total liabilities & equity	160,927	140,756	145,885	151,230	157,030
Supplementary items					
Risk weighted assets (RWA)	0	0	0	0	0
Average interest earning assets	588,918	141,988	135,001	138,376	141,835
Average interest bearing liabilities	470,228	59,602	59,645	61,434	63,277
Tier 1 capital	0	0	0	0	0
Total capital	0	0	0	0	0
Gross non performing loans (NPL)	3,938	3,028	2,819	2,960	3,108
Per share (THB)					
Book value per share	57.50	60.36	62.92	65.61	68.63
Tangible book value per share	57.50	60.36	62.92	65.61	68.63
Growth					
Gross customer loans	(92.5)	(6.7)	8.0	13.0	15.0
Average interest earning assets	(41.6)	(75.9)	(4.9)	2.5	2.5
Total asset (%)	(84.8)	(12.5)	3.6	3.7	3.8
Risk weighted assets (%)	nm	nm	nm	nm	nm
Customer deposits (%)	nm	nm	nm	nm	nm
Leverage & capital measures					
Customer loan/deposits (%)	-	-	-	-	-
Equity/assets (%)	40.9	45.0	45.2	45.5	45.8
Tangible equity/assets (%)	40.9	45.0	45.2	45.5	45.8
RWA/assets (%)	-	-	-	-	-
Tier 1 CAR (%)	-	-	-	-	-
Total CAR (%)	-	-	-	-	-
Asset Quality					
Change in NPL (%)	(80.5)	(23.1)	(6.9)	5.0	5.0
NPL/gross loans (%)	7.0	5.8	5.0	4.6	4.2
Total provisions/gross loans (%)	5.5	4.5	5.0	4.6	5.3
Total provisions/NPL (%)	79.2	77.3	101.5	115.0	126.3
Valuation					
Recurring P/E (x) *	5.2	9.8	9.1	8.2	7.2
Recurring P/E @ target price (x) *	5.1	9.6	8.9	8.0	7.0
Reported P/E (x)	3.8	5.6	9.1	8.2	7.2
Dividend yield (%)	19.6	8.4	8.4	8.4	9.0
Price/book (x)	0.6	0.6	0.6	0.5	0.5
Price/tangible book (x)	0.6	0.6	0.6	0.5	0.5
Price/tangible book @ target price (x)	0.6	0.6	0.6	0.5	0.5

* Pre-exceptional, pre-goodwill and fully diluted

Sources: Thanachart 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	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	TTB	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	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	TTB	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

Yuvanart Suwanumphai FSS International Investment Advisory Securities Co., Ltd

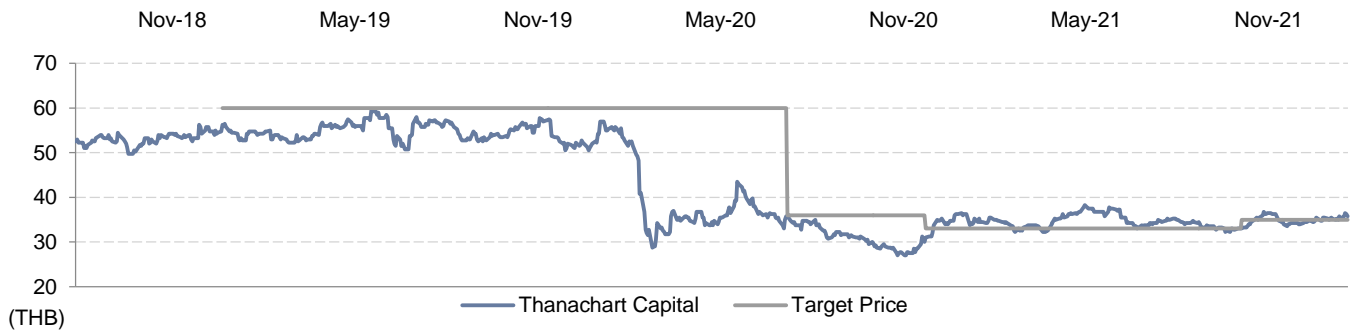
The individual(s) identified above certify(ies) that (i) all views expressed in this report accurately reflect the personal view of the analyst(s) with regard to any and all of the subject securities, companies or issuers mentioned in this report; and (ii) no part of the compensation of the analyst(s)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

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History of change in investment rating and/or target price

Thanachart Capital (TCAP TB)



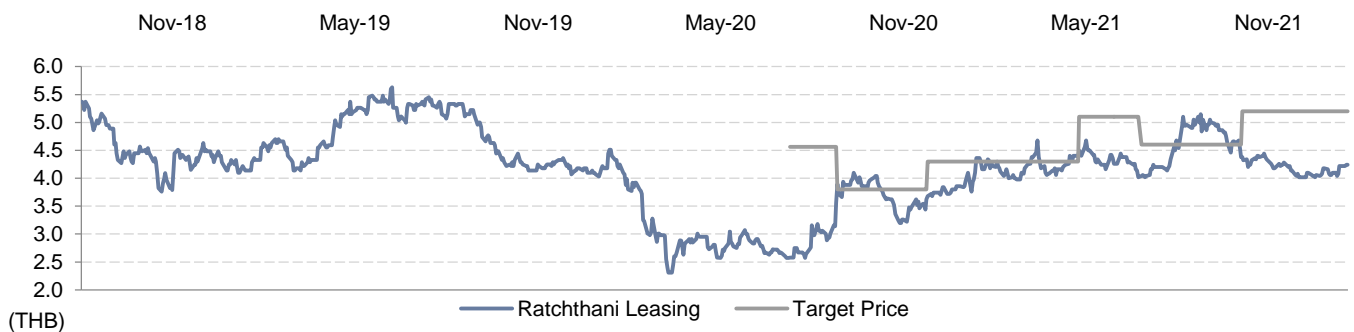
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
19-Mar-2019	HOLD	60.00	12-Nov-2020	HOLD	33.00	11-Aug-2021	HOLD	35.00
02-Apr-2020	HOLD	60.00	01-Mar-2021	HOLD	33.00			
16-Jul-2020	HOLD	36.00	14-May-2021	HOLD	33.00			

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

Price and TP are in local currency

Source: FSSIA estimates

Ratchthani Leasing (THANI TB)



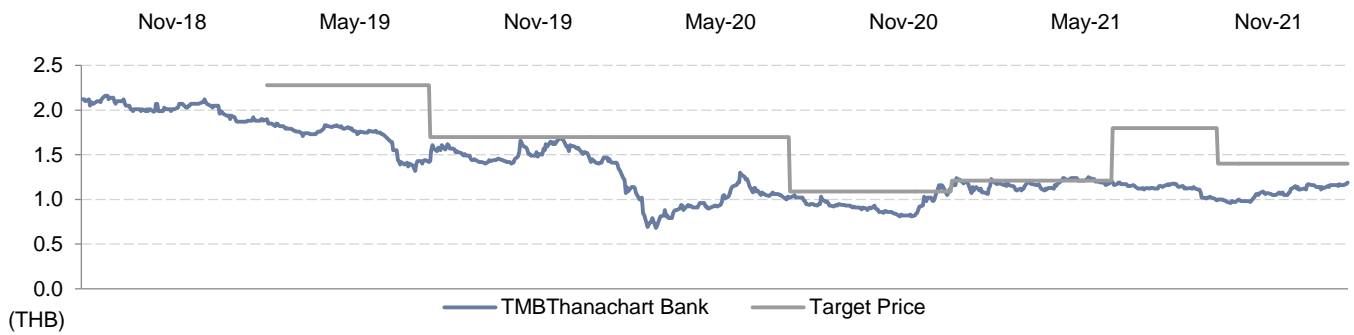
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
16-Jul-2020	BUY	4.56	12-Nov-2020	BUY	4.30	14-May-2021	BUY	4.60
26-Aug-2020	BUY	3.80	23-Mar-2021	BUY	5.10	11-Aug-2021	BUY	5.20

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

Price and TP are in local currency

Source: FSSIA estimates

TMBThanachart Bank (TTB TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
22-Apr-2019	HOLD	2.28	16-Jul-2020	HOLD	1.09	21-Apr-2021	BUY	1.80
10-Sep-2019	HOLD	1.70	03-Dec-2020	HOLD	1.21	21-Jul-2021	BUY	1.40
02-Apr-2020	HOLD	1.70	21-Jan-2021	HOLD	1.21			

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
Thanachart Capital	TCAP TB	THB 35.75	HOLD	Upside risks to our GGM-based target price are M&A completions and long-term synergy gained, leading to a higher contribution to its earnings. Downside risks are impacts from a prolonged weak macro outlook on loan growth and asset quality which could lead to higher provisions for both TMB and THANI.
Ratchthani Leasing	THANI TB	THB 4.24	BUY	Downside risks to our GGM-derived TP include 1) an economic slowdown, especially for logistics activities and private investment; 2) deteriorating asset quality; and 3) changes in financial regulations from the Bank of Thailand.
TMBThanachart Bank	TTB TB	THB 1.19	BUY	Downside risks to our GGM-based TP are 1) prolonged economic sluggishness and further waves of the Covid-19 pandemic affecting loan growth and asset quality; and 2) the impact of further interest rate cuts on NIM and potential new regulations from the Bank of Thailand on debt-servicing programs.

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-Nov-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.