

VGI PCL. VGI TB

THAILAND / MEDIA

BUY

FROM HOLD

TARGET PRICE	THB6.30
CLOSE	THB5.55
UP/DOWNSIDE	+13.5%
PRIOR TP	THB7.00
CHANGE IN TP	-10.0%
TP vs CONSENSUS	-15.4%

Good entry point on share price dip

- We expect another big loss in 3QFY22.
- The 20% decrease in VGI's share price within just one month could be an opportunity to buy on weakness.
- Upgrade to BUY with a new SoTP-based TP of THB6.3.

Expect another big loss in 3QFY22

We expect VGI's bottom line in 3QFY22 (Sep-Dec) to record a loss of THB83m, mainly due to the expectation of a higher share of losses from associates, especially Kerry Express (KEX TB, REDUCE, TP THB22). The company's revenue should recover by 32% q-q thanks to: 1) the full quarter recognition of its retail business; and 2) the recovery of its out-of-home media that should improve the company's utilisation rate to about 45% compared to 28% in the previous quarter. The company's share of losses from associates should jump from THB23m to THB62m.

Weak outlook due to KEX's performance should continue

As mentioned in, "[Kerry Express \(Thailand\) \(KEX TB\) - The \(price\) war is not over yet](#)", published 26 Jan-22, we expect KEX to record a huge loss in 4Q22 at THB192m, which could continue for at least six more months due to an aggressive price war in the parcel delivery market. KEX used to be a key contributor to VGI's net profit at over THB200m per year.

Earnings revisions

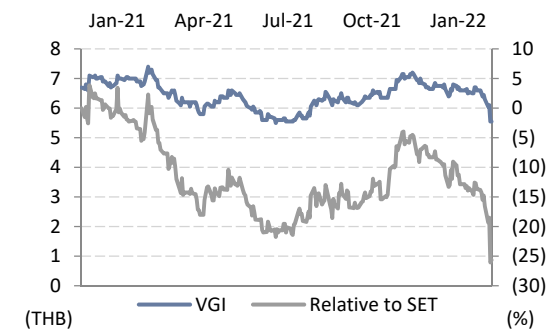
Due to KEX's weak prospects, we cut our estimates on VGI's bottom line in both FY22 and FY23. For FY22, we expect VGI to report a loss of THB100m vs our previous expectation of a THB66m profit. For FY23, we also reduce our earnings estimate by 14% to THB763m. Note, we haven't yet included the impact of the latest rights offering (RO) into our forecast.

Upgrade to BUY with a new TP of THB6.30

We cut our SoTP TP for VGI from THB7 to THB6.30 to reflect the new TP for KEX. However, the 20% decrease in VGI's share price in one month due to the RO and its sluggish performance could be an opportunity to gradually accumulate VGI. We think the 3QFY22E loss should be the bottom as KEX's losses improve, the recovery in advertising expenditure begins, and VGI gains from a higher earnings contribution from Jay Mart (JMART TB, BUY TP THB55.50). Hence, we upgrade our call to BUY from Hold. VGI stated that BTS Group Holdings (BTS TB, BUY, TP THB11), VGI's major shareholder, will subscribe to this RO. We think this could help limit the downside risk on VGI's RO price of THB5. Although its share price is trading at a high 2023E P/E of 63x, it is still within its 5-year mean. Our TP is pegged to 71x 2023E P/E (+1SD of its mean).

KEY STOCK DATA

YE Mar (THB m)	2021	2022E	2023E	2024E
Revenue	2,480	4,072	4,978	6,076
Net profit	980	(100)	763	1,341
EPS (THB)	0.11	(0.01)	0.09	0.16
vs Consensus (%)	-	nm	63.6	53.8
EBITDA	592	397	1,094	1,513
Core net profit	185	(100)	763	1,341
Core EPS (THB)	0.02	(0.01)	0.09	0.16
Chg. In EPS est. (%)	-	nm	(13.6)	(10.2)
EPS growth (%)	(85.6)	nm	nm	75.8
Core P/E (x)	258.3	(477.5)	62.7	35.6
Dividend yield (%)	0.6	-	0.8	1.4
EV/EBITDA (x)	81.1	137.4	49.6	35.4
Price/book (x)	2.9	2.9	2.8	2.7
Net debt/Equity (%)	(1.5)	37.8	35.4	30.6
ROE (%)	1.3	(0.6)	4.6	7.8



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	(17.8)	(12.6)	(20.1)
Relative to country (%)	(17.7)	(12.9)	(26.8)
Mkt cap (USD m)	1,438		
3m avg. daily turnover (USD m)	5.5		
Free float (%)	25		
Major shareholder	BTS Group Holdings (66%)		
12m high/low (THB)	7.50/5.45		
Issued shares (m)	8,611.17		

Sources: Bloomberg consensus; FSSIA estimates



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Investment thesis

VGI is a unique market leader with exclusive access to behavioural data from its advertising, payment and logistics platforms. The company turns data into meaningful consumer insights, enabling it to offer offline-to-online solutions (O2O). This helps VGI to better understand its audience's behaviour, which allows the company to advertise directly to its target audience. The O2O solutions add to its media value as well as its revenue.

We expect that advertising expenditure (adex) should start to recover in line with the gradual decrease in daily Covid cases in Thailand. Adex has shown significant signs of a recovery since Oct 2021.

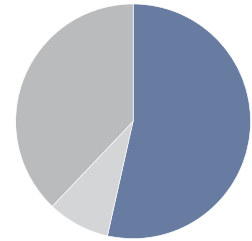
Company profile

VGI Global Media provides services in advertising media with an emphasis on lifestyle media. Currently, it has three main business units, including transit media, office building media, and digital media.

www.vgi.co.th

Principal activities (revenue, 2021)

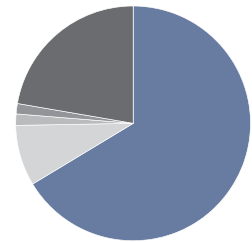
- Transit media - 53.5 %
- Office media - 8.6 %
- Digital media - 37.9 %



Source: VGI Plc.

Major shareholders

- BTS Group Holdings - 66.4 %
- Bangkok Bank - 8.4 %
- Bualuang Top - Ten Fund - 1.6 %
- Thai NVDR - 1.4 %
- Others - 22.3 %



Source: VGI Plc.

Catalysts

- A gradual recovery in Green Line mass transit ridership and transit adex;
- Entering into a high growth potential financial service business.

Risks to our call

The key downside risks to our SoTP-based TP are if the advertising expenditure recovery is slower than our expectation, and whether Rabbit Line Pay is successful or not.

Event calendar

Date	Event
Feb-22	3QFY22 results announcement

Key assumptions

	FY21	FY22E	FY23E	FY24E
	(%)	(%)	(%)	(%)
Outdoor adex growth	(12)	0	9	8
Transit media	16	23	19	23
Office and others	(39)	55	40	30
Digital media	4	20	20	15
Retail	n.a.	20	25	20

Source: FSSIA estimates

Earnings sensitivity

- For every 1% increase in transit media revenue, we project FY22 earnings to rise by 4%, and vice versa, all else being equal;
- For every 1% increase in gross profit margin, we project FY22 earnings to rise by 14%, and vice versa, all else being equal.

Source: FSSIA estimates

Exhibit 1: 3QFY22E results preview

	3QFY21	2QFY22	3QFY22E	Change		9MFY21	9MFY22E	Change	FY22E
	(THB m)	(THB m)	(THB m)	(q-q%)	(y-y%)	(THB m)	(THB m)	(y-y%)	(THB m)
Transit media	382	271	380	40.2	(0.5)	1,035	1,000	(3)	1,436
Office and others	76	23	30	30.4	(60.5)	169	82	(51)	130
Digital media	222	272	320	17.6	44.1	638	810	27	1,147
Retail	0	357	490	n.a.	n.a.	-	847	n.a.	1,360
Total revenue	680	923	1,220	32.2	79.4	1,842	2,739	49	4,072
Operating costs	(359)	(756)	(959)	26.8	167.4	(1,122)	(2,126)	90	(3,143)
Gross profit	321	167	261	56.6	(18.8)	720	613	(15)	929
SG&A expenses	(220)	(278)	(321)	15.6	45.8	(695)	(849)	22	(1,140)
EBIT	101	(111)	(60)	(45.9)	(159.3)	26	(236)	n.a.	(211)
Deprn & amort.	119	119	125	4.6	5.3	338	368	9	503
EBITDA	220	9	65	n.a.	(70.4)	364	131	(64)	291
<i>EBITDA margin (%)</i>	32	1	5	nm	nm	20	5	nm	7
Interest expense	(18)	(16)	(24)	51.4	33.6	(54)	(54)	(0)	(85)
Other income	94	23	27	16.7	(71.3)	143	74	(48)	106
Associates	29	(23)	(62)	n.a.	(314.8)	467	(47)	n.a.	(15)
Extra items	513	92	-	n.a.	0.0	-	92	n.a.	-
Pretax profit	719	(35)	(119)	n.a.	(116.5)	581	(171)	(130)	(205)
Tax	(29)	(6)	18	n.a.	(161.2)	(22)	19	n.a.	31
<i>Tax rate (%)</i>	(4)	17	(15)	nm	nm	(4)	(11)	nm	(15)
Minority interests	(23)	(31)	(18)	(42.0)	n.a.	62	(70)	(214)	75
Net profit	713	(9)	(83)	776.4	n.a.	619	(82)	(113)	(100)
Core net profit	200	(82)	(83)	0.8	n.a.	108	(174)	(261)	(100)
EPS (THB)	0.08	(0.00)	(0.01)	776.4	n.a.	0.07	(0.01)	(113)	(0.01)
Core EPS (THB)	0.02	(0.01)	(0.01)	0.8	n.a.	0.01	(0.02)	(261)	(0.01)

Sources: VGI; FSSIA estimates

Exhibit 2: Key assumption changes

	Current		Previous		Change	
	FY22E	FY23E	FY22E	FY23E	FY22E	FY23E
	(THB m)	(THB m)	(THB m)	(THB m)	(%)	(%)
Revenue	4,072	4,978	3,943	4,826	3.3	3.1
Gross profit	929	1,691	811	1,683	14.5	0.5
EBIT	(120)	1,042	64	1,160	n.a.	(10.2)
Share of profit	(15)	337	120	431	n.a.	(21.8)
Interest expense	(85)	(185)	(74)	(185)	14.9	0.0
Core net profit	(100)	763	66	883	n.a.	(13.6)
Margin	(%)	(%)	(%)	(%)	(ppt)	(ppt)
Gross profit margin	22.8	34.0	20.6	34.9	2.21	(0.94)
Net profit margin	-2.5	15.3	1.7	18.3	(4.16)	(2.98)

Note: Change of items in percentage terms are represented in ppt change

Source: FSSIA estimates

Exhibit 3: SoTP valuation methodology

Cost of equity assumptions	(%)	Cost of debt assumption	(%)
Risk-free rate	3.00	Pretax cost of debt	3.2
Market risk premium	8.0	Marginal tax rate	20.0
Stock beta	1		
Cost of equity, Ke	11.00	Net cost of debt, Kd	2.56
Weight applied	58.0	Weight applied	42
WACC	7.5		

	(THB m)	(THB/share)	Comments
VGI	36,342	4.22	WACC 7.5%, beta 1, 2% terminal growth
PLANB	7,172	0.83	FSSIA TP of THB9.20 (from THB7.50)
KEX	6,913	0.80	FSSIA TP of THB22 (from THB36)
JMART	8,579	1.00	FSSIA TP of THB55.50
MACO	1,194	0.14	Market price
Net cash - Net debt	(6,103)	(0.71)	At end-FY23E
Total	54,096		
Share base (m)	8,611		
TP (THB)	6.30		

Sources: VGI; FSSIA estimates

Exhibit 4: Rolling one-year forward P/E band

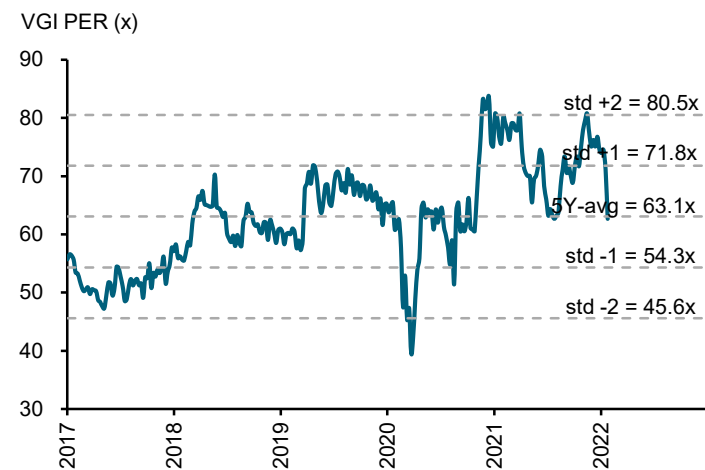
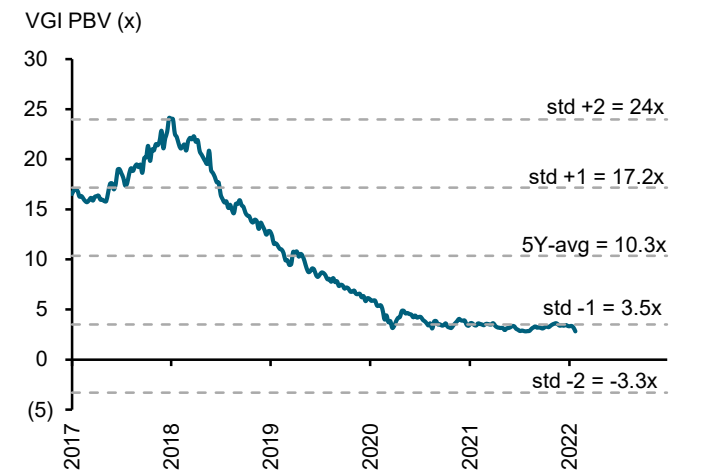
Note: Applied EPS 2022 for 2021 and removed an abnormal period
Sources: Bloomberg; FSSIA estimates

Exhibit 6: VGI's future source of funds

Detail	No. of shares (m share)	Capital (THB m)
Current no. of shares	8,611	
RO @ THB5/share	2,583	
Total after RO	11,194	12,915
W3 @ exercise price of THB11.90/share	2,583	30,738
Total after warrant is exercised	13,777	43,653

Sources: VGI; FSSIA's compilation

Exhibit 5: Rolling one-year forward P/BV band



Sources: Bloomberg; FSSIA estimates

Exhibit 7: VGI's use of funds

Objectives	(THB m)
Debt repayment	8,200
Future investment	n.a.
Working capital	n.a.
Total	8,200

Sources: VGI; FSSIA's compilation

Financial Statements

VGI Pcl.

Profit and Loss (THB m) Year Ending Mar	2020	2021	2022E	2023E	2024E
Revenue	4,000	2,480	4,072	4,978	6,076
Cost of goods sold	(1,328)	(1,075)	(2,641)	(2,811)	(3,455)
Gross profit	2,671	1,405	1,431	2,167	2,621
Other operating income	104	112	106	139	164
Operating costs	(1,394)	(926)	(1,140)	(1,212)	(1,272)
Operating EBITDA	1,381	592	397	1,094	1,513
Depreciation	(619)	(469)	(503)	(476)	(447)
Goodwill amortisation	0	0	0	0	0
Operating EBIT	762	123	(105)	618	1,066
Net financing costs	(74)	(73)	(85)	(185)	(191)
Associates	131	136	(15)	337	514
Recurring non-operating income	277	195	(15)	424	667
Non-recurring items	233	795	0	0	0
Profit before tax	1,198	1,040	(205)	857	1,543
Tax	(309)	(133)	31	(137)	(247)
Profit after tax	889	907	(175)	720	1,296
Minority interests	120	73	75	43	45
Preferred dividends	-	-	-	-	-
Other items	415	0	0	0	0
Reported net profit	1,424	980	(100)	763	1,341
Non-recurring items & goodwill (net)	(138)	(795)	0	0	0
Recurring net profit	1,286	185	(100)	763	1,341
Per share (THB)					
Recurring EPS *	0.15	0.02	(0.01)	0.09	0.16
Reported EPS	0.17	0.11	(0.01)	0.09	0.16
DPS	0.10	0.04	0.00	0.04	0.08
Diluted shares (used to calculate per share data)	8,611	8,611	8,611	8,611	8,611
Growth					
Revenue (%)	10.8	(38.0)	64.2	22.2	22.1
Operating EBITDA (%)	(23.7)	(57.1)	(32.9)	175.4	38.3
Operating EBIT (%)	(42.4)	(83.9)	nm	nm	72.6
Recurring EPS (%)	16.0	(85.6)	nm	nm	75.8
Reported EPS (%)	28.5	(31.2)	nm	nm	75.8
Operating performance					
Gross margin inc. depreciation (%)	51.3	37.7	22.8	34.0	35.8
Gross margin of key business (%)	-	-	-	-	-
Operating EBITDA margin (%)	34.5	23.9	9.7	22.0	24.9
Operating EBIT margin (%)	19.0	5.0	(2.6)	12.4	17.5
Net margin (%)	32.1	7.5	(2.5)	15.3	22.1
Effective tax rate (%)	20.0	20.0	20.0	20.0	120.0
Dividend payout on recurring profit (%)	66.1	167.5	-	50.0	50.0
Interest cover (X)	14.0	4.3	(1.4)	5.6	9.1
Inventory days	-	7.8	30.4	52.5	44.9
Debtor days	118.1	136.5	90.6	97.5	95.5
Creditor days	132.2	146.6	69.2	80.1	72.8
Operating ROIC (%)	40.6	9.6	(7.3)	35.9	(14.6)
ROIC (%)	5.2	1.6	(0.5)	3.5	(1.4)
ROE (%)	9.7	1.3	(0.6)	4.6	7.8
ROA (%)	6.1	0.9	(0.4)	3.2	4.7
* Pre-exceptional, pre-goodwill and fully diluted					
Revenue by Division (THB m)					
Transit media	2,184	1,327	1,436	1,768	2,103
Office media	371	213	130	201	282
Digital media	1,151	940	1,147	1,376	1,651
Others	294	0	1,360	1,632	2,040

Sources: VGI Pcl.; FSSIA estimates

Financial Statements

VGI Pcl.

Cash Flow (THB m) Year Ending Mar	2020	2021	2022E	2023E	2024E
Recurring net profit	1,286	185	(100)	763	1,341
Depreciation	619	469	503	476	447
Associates & minorities	(164)	(412)	(75)	(43)	(45)
Other non-cash items	(718)	151	36	45	57
Change in working capital	(473)	(227)	(228)	(188)	(102)
Cash flow from operations	550	166	136	1,054	1,698
Capex - maintenance	(273)	(239)	(216)	(216)	(216)
Capex - new investment	(182)	(159)	(144)	(144)	(144)
Net acquisitions & disposals	(256)	804	(6,300)	0	0
Other investments (net)	437	898	0	0	0
Cash flow from investing	(275)	1,303	(6,660)	(360)	(360)
Dividends paid	(850)	(310)	0	(381)	(670)
Equity finance	500	0	0	0	0
Debt finance	(890)	(689)	5,741	(645)	(600)
Other financing cash flows	(303)	260	(110)	(38)	(34)
Cash flow from financing	(1,543)	(739)	5,631	(1,064)	(1,304)
Non-recurring cash flows	-	-	-	-	-
Other adjustments	0	0	0	0	0
Net other adjustments	(517)	(45)	0	0	0
Movement in cash	(1,786)	685	(893)	(370)	33
Free cash flow to firm (FCFF)	348.34	1,542.84	(6,439.15)	878.69	1,528.08
Free cash flow to equity (FCFE)	(1,435.94)	995.47	(892.93)	10.85	703.47

Per share (THB)

FCFF per share	0.04	0.18	(0.75)	0.10	0.18
FCFE per share	(0.17)	0.12	(0.10)	0.00	0.08
Recurring cash flow per share	0.12	0.05	0.04	0.14	0.21

Balance Sheet (THB m) Year Ending Mar	2020	2021	2022E	2023E	2024E
Tangible fixed assets (gross)	2,687	3,031	3,231	3,431	3,631
Less: Accumulated depreciation	(1,546)	(1,811)	(2,102)	(2,378)	(2,632)
Tangible fixed assets (net)	1,142	1,220	1,128	1,053	998
Intangible fixed assets (net)	669	693	653	618	589
Long-term financial assets	2,695	137	137	137	137
Invest. in associates & subsidiaries	9,282	9,223	15,523	15,523	15,523
Cash & equivalents	730	1,415	523	152	185
A/C receivable	1,617	1,353	1,836	2,096	2,471
Inventories	0	46	395	414	435
Other current assets	260	396	285	348	425
Current assets	2,607	3,210	3,038	3,011	3,517
Other assets	683	6,488	6,356	6,350	6,348
Total assets	17,077	20,970	26,835	26,691	27,111
Common equity	12,784	16,592	16,492	16,873	17,543
Minorities etc.	294	472	397	354	310
Total shareholders' equity	13,078	17,063	16,889	17,227	17,853
Long term debt	1,200	0	5,355	4,855	4,355
Other long-term liabilities	140	724	722	733	760
Long-term liabilities	1,340	724	6,077	5,588	5,115
A/C payable	464	399	603	630	748
Short term debt	689	1,159	1,545	1,400	1,300
Other current liabilities	1,506	1,625	1,721	1,845	2,095
Current liabilities	2,660	3,183	3,869	3,875	4,143
Total liabilities and shareholders' equity	17,077	20,970	26,835	26,691	27,111
Net working capital	(94)	(229)	192	383	489
Invested capital	14,376	17,531	23,988	24,064	24,083

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

Per share (THB)

Book value per share	1.48	1.93	1.92	1.96	2.04
Tangible book value per share	1.41	1.85	1.84	1.89	1.97

Financial strength

Net debt/equity (%)	8.9	(1.5)	37.8	35.4	30.6
Net debt/total assets (%)	6.8	(1.2)	23.8	22.9	20.2
Current ratio (x)	1.0	1.0	0.8	0.8	0.8
CF interest cover (x)	(16.0)	16.8	(7.8)	1.8	5.4

Valuation	2020	2021	2022E	2023E	2024E
Recurring P/E (x) *	37.2	258.3	(477.5)	62.7	35.6
Recurring P/E @ target price (x) *	42.2	293.2	(542.0)	71.1	40.5
Reported P/E (x)	33.6	48.8	(477.5)	62.7	35.6
Dividend yield (%)	1.8	0.6	-	0.8	1.4
Price/book (x)	3.7	2.9	2.9	2.8	2.7
Price/tangible book (x)	3.9	3.0	3.0	2.9	2.8
EV/EBITDA (x) **	35.7	81.1	137.4	49.6	35.4
EV/EBITDA @ target price (x) **	40.3	92.0	153.7	55.5	39.7
EV/invested capital (x)	3.4	2.7	2.3	2.3	2.2

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

Sources: VGI Pcl.; 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	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	TTB	TMILL	TNDT
TNL	TOA	TOP	TPBI	TQM	TRC	TRC	TSC	TSR	TSTE	TSTH
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	MITISB	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	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

Naruedom Mujjalinkool 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

VGI Pcl. (VGI TB)



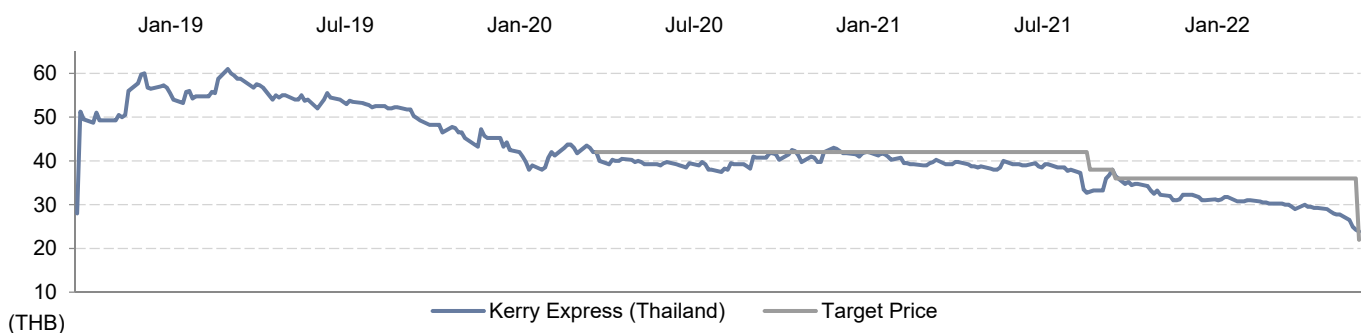
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
27-Aug-2020	HOLD	6.70	02-Jun-2021	HOLD	6.50	03-Dec-2021	HOLD	7.00
15-Jan-2021	HOLD	7.00	04-Aug-2021	HOLD	5.80			

Naruedom Mujjalinkool started covering this stock from 27-Aug-2020

Price and TP are in local currency

Source: FSSIA estimates

Kerry Express (Thailand) (KEX TB)



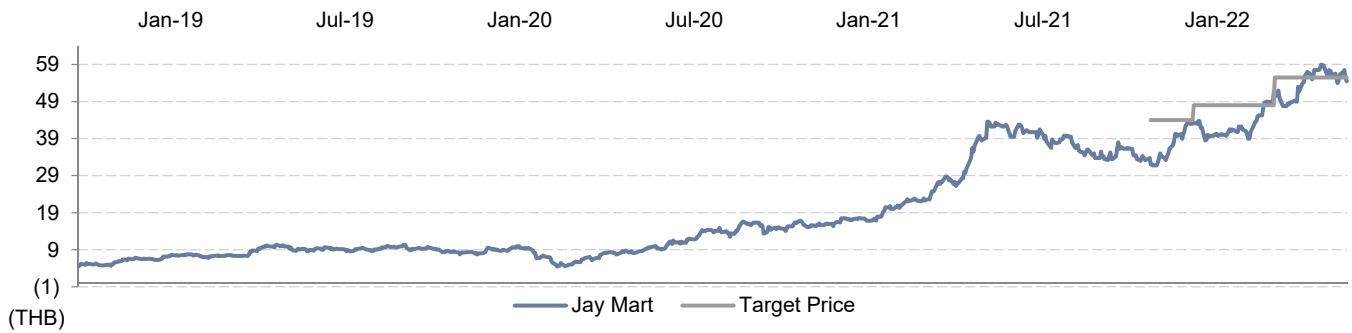
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
02-Jun-2021	HOLD	42.00	11-Nov-2021	HOLD	36.00	-	-	-
03-Nov-2021	BUY	38.00	26-Jan-2022	REDUCE	22.00			

Naruedom Mujjalinkool started covering this stock from 02-Jun-2021

Price and TP are in local currency

Source: FSSIA estimates

Jay Mart (JMART TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
10-Aug-2021	BUY	44.00	16-Sep-2021	BUY	48.00	25-Nov-2021	BUY	55.50

Naruedom Mujjalinkool started covering this stock from 10-Aug-2021

Price and TP are in local currency

Source: FSSIA estimates

BTS Group Holdings (BTS TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
13-Mar-2019	BUY	12.50	15-Nov-2019	BUY	15.50	07-Jun-2021	BUY	11.00
01-Jul-2019	BUY	14.00	13-Jul-2020	BUY	13.00			
25-Sep-2019	BUY	15.00	19-Jan-2021	BUY	11.20			

Naruedom Mujjalinkool started covering this stock from 13-Jul-2020

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
VGI Pcl.	VGI TB	THB 5.55	BUY	The key downside risks to our SoTP-based TP are if the advertising expenditure recovery is slower than our expectation, and whether Rabbit Line Pay is successful or not.
Kerry Express (Thailand)	KEX TB	THB 23.90	REDUCE	The key upside risks to our DCF-based TP are 1) if the competition is lower than our expectation; and 2) if the Covid-19 situation is under control.
Jay Mart	JMART TB	THB 54.50	BUY	Downside risks to our SOTP-based TP include 1) lower-than-expected mobile revenue; 2) lower cash collection from its fully amortised portfolio; and 3) the lower-than-expected acquisition of new bad debt.
BTS Group Holdings	BTS TB	THB 9.10	BUY	The key downside risks to our SOTP-based TP include a slower-than-expected recovery of the Thai economic outlook and the company not being able to win new mass transit 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 Finasia 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 Finasia Syrus Securities Public Company Limited, which is the parent company of FSSIA.

All share prices are as at market close on 27-Jan-2022 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.