

MICRO LEASING MICRO TB
THAILAND / DIVERSIFIED FINANCIALSBUY
UNCHANGED

การเติบโตน่าจะกลับมาดีอีกในปี 2022

- คาดกำไรสุทธิ 4Q21 ที่ 45 ลบ. (+11% y-y, +12% q-q); สินเชื่อน่าจะยังโตดีแต่ผลขาดทุนทางเครดิตที่คาดว่าจะเกิดขึ้น (ECL) น่าจะอยู่ในระดับสูงจากการตัดจำหน่ายหนี้ที่ด้อยคุณภาพ (NPL) ที่เร่งตัวขึ้น
- คาดกำไรสุทธิปี 2022 จะโตแบบก้าวกระโดดถึง 46% y-y จากสินเชื่อที่โตดีต่อเนื่องและหนี้เสียรับคืนที่สูงขึ้น
- คงแนะนำซื้อที่ราคาเป้าหมาย 10.7 บาท (GGM)

คาดการณ์การเติบโตของกำไรสุทธิ 4Q21 จะไม่โดดเด่น

เราคาดว่า MICRO ยังสามารถแข่งขันชิงส่วนแบ่งตลาดจากผู้ประกอบการท้องถิ่นอย่างต่อเนื่องจากการขยายสาขา โดยคาดส่วนแบ่งตลาดสินเชื่อใหม่สำหรับรถบรรทุกมือสองที่ 10% ใน 4Q21 จาก 8.5% ใน 3Q21 ซึ่งทำให้ปริมาณสินเชื่อจะโต 48% y-y และ 11% q-q นอกจากนี้เราเชื่อว่า MICRO จะสามารถควบคุมคุณภาพสินทรัพย์ได้ โดยมีสัดส่วน NPL ที่ 3.6% เทียบกับ 3.5% ใน 3Q21 อย่างไรก็ตามการเปลี่ยนแปลงในกฎหมายที่เกี่ยวข้องกับการตัดจำหน่าย NPL ซึ่งทำให้ MICRO ต้องเร่งกระบวนการตัดจำหน่ายเพื่อรับประโยชน์ทางภาษีมาตั้งแต่ 2Q21 โดยปกติบริษัท จะต้องรอถึง 9 เดือนก่อนที่จะสามารถเก็บเงินจากการตัดจำหน่ายหนี้เสียได้ ดังนั้น MICRO น่าจะประสบปัญหา ECL เพิ่มขึ้นถึง 4Q21 เราคาดว่ากำไรสุทธิ 4Q21 จะออกมาที่ 45 ลบ. (+11% y-y, +12% q-q) ซึ่งต่ำกว่าประมาณการก่อนหน้าเล็กน้อย

กลับมาโตแบบก้าวกระโดดในปี 2022

เราปรับประมาณการกำไรสุทธิปี 2021 เพื่อสะท้อนกำไรสุทธิที่อาจต่ำกว่าที่เคยคาดใน 4Q21 เราคงประมาณการกำไรปี 2022 ที่ 272 ลบ. (+46% y-y) เราคิดว่าปัจจัยหนุนสำคัญน่าจะมาจาก 2 ปัจจัย ข้อแรกเราคิดว่าปริมาณสินเชื่อจะเพิ่ม 30% y-y เนื่องจาก MICRO น่าจะได้ส่วนแบ่งตลาดเพิ่มต่อเนื่องและได้ประโยชน์จากความต้องการรถบรรทุกมือสองที่เพิ่มขึ้น ข้อสองเราคาดว่าหนี้เสียรับคืนจะเพิ่มเป็นจำนวนมากหลังจากการตัดจำหน่ายเชิงรุกเพื่อรับประโยชน์ทางภาษีในปี 2021

ธุรกิจใหม่จะให้ประโยชน์ในระยะยาว

MICRO เริ่มธุรกิจใหม่ 2 อย่างประกอบด้วย: สินเชื่อทะเบียนรถบรรทุกและนายหน้าประกันภัยกลุ่มเป้าหมายส่วนมากเป็นลูกค้าในปัจจุบัน แม้เราจะคิดว่าธุรกิจดังกล่าวจะไม่ให้ Upside อย่างมีนัยสำคัญต่อประมาณการกำไรสุทธิปี 2022 ในปัจจุบัน ธุรกิจดังกล่าวจะช่วยเสริมการเติบโตของ MICRO ในระยะยาว

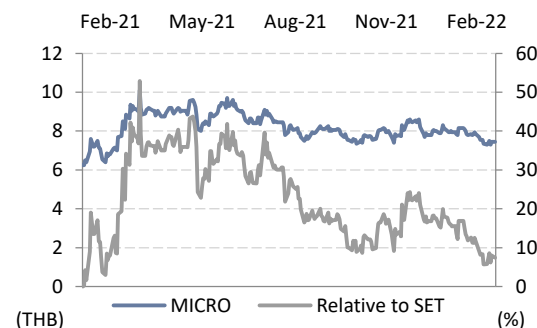
คงแนะนำซื้อที่ราคาเป้าหมายปี 2022 ที่ 10.7 บาท (GGM)

เราคงมุมมองเชิงบวกต่อ MICRO โดยมีราคาเป้าหมายที่ 10.7 บาท (GGM) เราคิดว่าบริษัทอยู่ในตำแหน่งที่ดีที่จะได้ประโยชน์จากการรถบรรทุกที่สูงขึ้น อย่างไรก็ตามการเติบโตที่เราคาดว่าจะช้าลงในระยะสั้น เราตัด MICRO ออกจากการเป็นหุ้นเด่นในกลุ่มการเงินที่เราทำการศึกษา

TARGET PRICE	THB10.70
CLOSE	THB7.45
UP/DOWNSIDE	+43.6%
PRIOR TP	THB10.70
CHANGE IN TP	UNCHANGED
TP vs CONSENSUS	-7.0%

KEY STOCK DATA

YE Dec (THB m)	2020	2021E	2022E	2023E
Operating profit	176	226	332	420
Net profit	135	187	272	345
EPS (THB)	0.18	0.20	0.29	0.37
vs Consensus (%)	-	(7.0)	-	0.8
Core net profit	135	187	272	345
Core EPS (THB)	0.18	0.20	0.29	0.37
Chg. In EPS est. (%)	-	(3.2)	7.4	-
EPS growth (%)	11.8	12.8	45.7	26.8
Core P/E (x)	42.1	37.3	25.6	20.2
Dividend yield (%)	0.9	0.8	0.8	1.0
Price/book (x)	3.1	3.6	3.2	2.9
ROE (%)	9.3	9.9	13.3	15.0
ROA (%)	5.5	5.4	5.7	5.6



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	(8.6)	(6.9)	30.7
Relative to country (%)	(8.1)	(8.3)	16.3
Mkt cap (USD m)	209		
3m avg. daily turnover (USD m)	0.8		
Free float (%)	21		
Major shareholder	Auchyawat Family (57%)		
12m high/low (THB)	10.20/5.70		
Issued shares (m)	935		

Sources: Bloomberg consensus; FSSIA estimates



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PREPARED BY FSS INTERNATIONAL INVESTMENT ADVISORY SECURITIES CO LTD (FSSIA). ANALYST CERTIFICATION AND IMPORTANT DISCLOSURES CAN BE FOUND AT THE END OF THIS REPORT

บทวิเคราะห์ฉบับนี้แปลมาจากบทวิเคราะห์ของ FSSIA ฉบับวันที่ 1 กุมภาพันธ์ 2022

Investment thesis

Micro Leasing (MICRO) is a specialist second-hand truck lender in Thailand, with more than 26 years of experience in the business.

We maintain our BUY call as we think its long-term outlook is promising due to 1) its outstanding net profit growth that we estimate at a 37% 3-yr 2021-23 CAGR; and 2) its good position to benefit from the higher demand for used trucks as a pure play used truck lender.

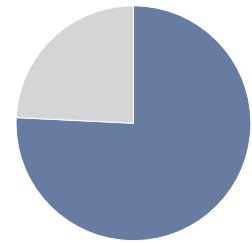
Company profile

Micro Leasing was founded in November 1994. The company specializes in providing second-hand 6- to 12-wheel truck loans for the top three brands in Thailand; Isuzu, Hino and Fuso. It lends under a hire-purchase agreement with a 70-85% loan-to-value and with loan durations of 4-5 years.

www.microleasingplc.com

Principal activities (revenue, 2020)

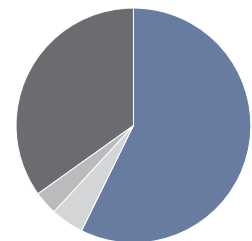
- Net interest income - 75.8 %
- Non-interest income - 24.2 %



Source: Micro Leasing

Major shareholders

- Auchyawat Family - 57.3 %
- Sataporn Ngamrueangpong - 4.6 %
- Kaitipong Termkunanon - 3.3 %
- Others - 34.9 %



Source: Micro Leasing

Catalysts

Potential share price catalysts for MICRO include: 1) higher loan growth due to gaining more market share from local peers; and 2) better-than-expected fee income.

Risks to our call

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) a slower-than-expected reduction in the cost of funds due to a shift toward more long-term loans.

Event calendar

Date	Event
Feb 2022	4Q21 results announcement

Key assumptions

Year to Dec	2021E	2022E	2023E
	(%)	(%)	(%)
Net profit (THB m)	187	272	345
Net profit growth	38.2	45.7	26.8
NIM	13.90	12.77	12.33
Loan growth	48.0	30.0	25.0
Fee growth	55.0	30.0	24.3
Non-NII growth	36.3	27.5	22.7
Credit cost (bps)	508	380	350
Cost to income	32.6	31.4	31.0

Source: FSSIA estimates

Earnings sensitivity

Year to Dec		2021E		
		28.0	30.0	32.0
Loan growth	±2ppt			
	% change in net profit	(1.3)	-	1.3
NIM (%)	±5bp			
	% change in net profit	(2.3)	-	2.3
Credit cost (bps)	±10bp			
	% change in net profit	2.0	-	(2.0)

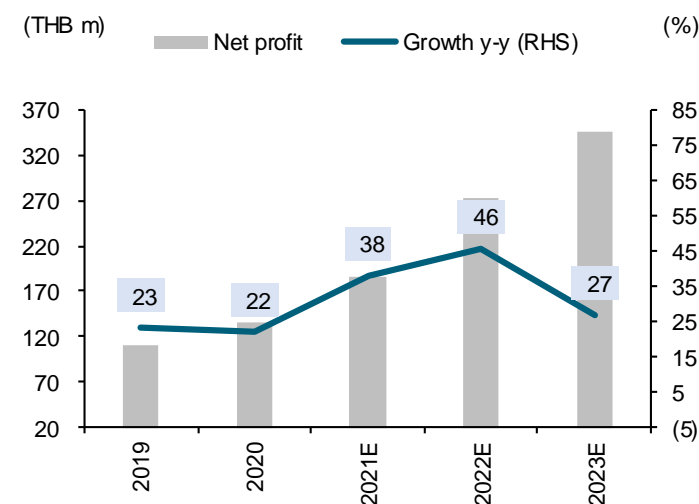
Source: FSSIA estimates

Exhibit 1: MICRO – 4Q21/2021 results forecast

Year-end Dec 31	4Q20 (THB m)	3Q21 (THB m)	4Q21E (THB m)	---- Change ----		2021E (THB m)	Change	4Q21E comments
				(y-y%)	(q-q%)		(y-y %)	
Net interest income	87	114	121	39	7	438	42	
Non-interest income	42	32	35	(17)	10	134	36	
Operating income	129	145	156	21	7	572	41	
Operating expenses	41	47	50	24	6	186	22	
PPOP before tax	88	98	106	20	8	386	52	
Provision	36	47	49	36	5	160	107	Accelerated NPL write-offs
Income tax	12	11	11	(3)	6	39	(5)	
Minority interest	0	0	0			0		
Normalised profit	41	40	45	11	12	187	38	
Extraordinary items	0	0	0			0		
Net profit	41	40	45	11	12	187	38	
EPS (THB)	0.04	0.04	0.05	11	12	0.20	13	
Asset quality ratio								
Gross NPLs	97	118	136	40	15	136	40	
NPL ratios (%)	3.82	3.48	3.61			3.61		
LLR/NPLs (%)	101	117	112			112		
Credit cost (bp)	604	577	554			508		
Profitability ratio								
	(%)	(%)	(%)			(%)		
Cost to income ratio	31.5	32.6	32.2			32.6		
Average yield (%)	16.1	16.0	16.5			16.0		
Cost of fund (%)	3.8	4.8	5.7			4.6		
Net interest margin (NIM)	14.5	13.9	13.6			13.9		
Non-int inc/total income	32.4	21.7	22.3			23.4		
Loan growth								
	(%)	(%)	(%)			(%)		
Year-to-date	24.8	33.2	48.0					
y-y	24.8	49.7	48.0			48.0		New lending used truck market share of 10% expected in 4Q21
q-q	12.5	8.0	11.2					

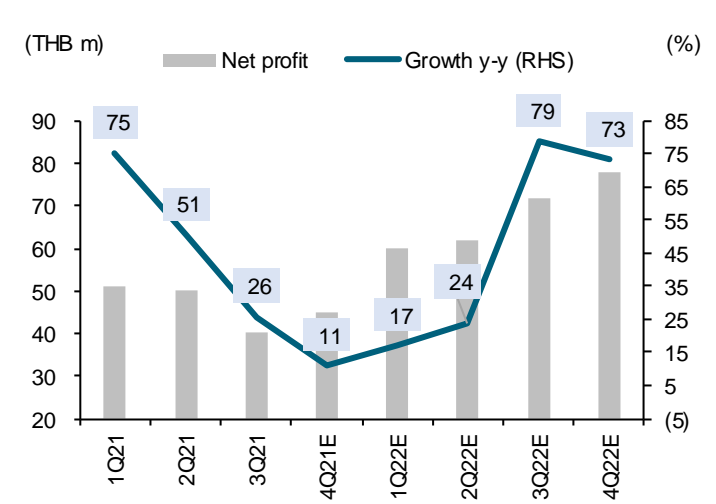
Sources: MICRO; FSSIA estimates

Exhibit 2: Yearly net profit growth



Sources: MICRO; FSSIA estimates

Exhibit 3: Quarterly net profit growth



Sources: MICRO; FSSIA estimates

Exhibit 4: Key changes in assumptions

	2021E				2022E			2023E		
	2020 (THB m)	Old (THB m)	New (THB m)	Change (%)	Old (THB m)	New (THB m)	Change (%)	Old (THB m)	New (THB m)	Change (%)
Net interest income	308	433	438	1.1	558	552	(1.0)	688	678	(1.5)
Non-interest income*	98	127	134	5.5	162	171	5.6	198	210	5.7
Operating income*	406	560	572	2.1	720	723	0.5	887	888	0.1
Operating expenses	153	186	186	0.0	227	227	0.0	277	275	(0.8)
PPOP before tax*	253	374	386	3.2	493	496	0.7	609	613	0.6
Expected credit loss (Reversal)	77	137	160	16.9	161	164	2.1	189	193	2.1
Tax expenses	41	33	39	17.7	60	60	0.0	76	76	(0.1)
Minority interest	-	0	-		0	-		0	-	
Normalised profit	135	204	187	(8.4)	272	272	0.0	345	345	(0.1)
Extraordinary items	-	0	-		0	-		0	-	
Net profit	135	204	187	(8.4)	272	272	0.0	345	345	(0.1)
EPS (THB)	0.18	0.22	0.20	(8.4)	0.29	0.29	0.0	0.4	0.37	(0.1)
Key statistics and ratios										
Asset quality ratio										
Gross NPLs (THB m)	97	141	136	(3.4)	183	177	(3.4)	210	203	(3.4)
Gross NPLs / loans (%)	3.82	3.8	3.6		3.8	3.6		3.5	3.32	
Loan loss reserve / NPLs (%)	101	107	112		109	114		118.9	124	
Credit cost (bps)	337	440	508		380	380		350	350	
Profitability ratio (%)										
Cost to income ratio*	37.6	33.3	32.6		31.6	31.4		31.3	31.0	
Average yield	15.5	15.8	16.0		15.6	15.6		15.5	15.5	
Cost of funds	5.30	4.60	4.60		4.65	4.65		4.7	4.7	
Net interest margin (NIM)	13.4	13.9	13.9		13.2	12.8		12.8	12.3	
Loan growth (%)										
y-y	24.8	45.0	48.0		30.0	30.0		25.0	25.0	

*Including share of profits from associates

Sources: MICRO; FSSIA estimates

Financial Statements

Micro Leasing

Profit and Loss (THB m) Year Ending Dec	2019	2020	2021E	2022E	2023E
Interest Income	282	356	504	675	853
Interest expense	(39)	(48)	(66)	(123)	(175)
Net interest income	243	308	438	552	678
Net fees & commission	41	78	121	157	195
Foreign exchange trading income	-	-	-	-	-
Securities trading income	-	-	-	-	-
Dividend income	0	0	0	0	0
Other income	7	20	13	14	15
Non interest income	48	98	134	171	210
Total income	291	406	572	723	888
Staff costs	(129)	(153)	(186)	(227)	(275)
Other operating costs	-	-	-	-	-
Operating costs	(129)	(153)	(186)	(227)	(275)
Pre provision operating profit	162	253	386	496	613
Provision for bad and doubtful debt	(23)	(77)	(160)	(164)	(193)
Other provisions	-	-	-	-	-
Operating profit	139	176	226	332	420
Recurring non operating income	0	0	0	0	0
Associates	0	0	0	0	0
Goodwill amortization	-	-	-	-	-
Non recurring items	0	0	0	0	0
Profit before tax	139	176	226	332	420
Tax	(28)	(41)	(39)	(60)	(76)
Profit after tax	111	135	187	272	345
Minority interests	0	0	0	0	0
Preferred dividends	-	-	-	-	-
Other items	-	-	-	-	-
Reported net profit	111	135	187	272	345
Non recurring items & goodwill (net)	-	-	0	0	0
Recurring net profit	111	135	187	272	345
Per share (THB)					
Recurring EPS *	0.16	0.18	0.20	0.29	0.37
Reported EPS	0.16	0.18	0.20	0.29	0.37
DPS	0.00	0.07	0.06	0.06	0.07
Growth					
Net interest income (%)	23.1	26.5	42.3	26.1	22.8
Non interest income (%)	44.1	104.8	36.3	27.5	22.7
Pre provision operating profit (%)	18.7	56.6	52.2	28.6	23.6
Operating profit (%)	19.4	27.0	28.1	46.9	26.8
Reported net profit (%)	23.2	21.9	38.2	45.7	26.8
Recurring EPS (%)	5.5	11.8	12.8	45.7	26.8
Reported EPS (%)	5.5	11.8	12.8	45.7	26.8
Income Breakdown					
Net interest income (%)	83.5	75.8	76.6	76.4	76.4
Net fees & commission (%)	13.9	19.2	21.1	21.7	22.0
Foreign exchange trading income (%)	-	-	-	-	-
Securities trading income (%)	-	-	-	-	-
Dividend income (%)	-	-	-	-	-
Other income (%)	2.6	5.0	2.3	1.9	1.7
Operating performance					
Gross interest yield (%)	15.95	15.53	16.00	15.60	15.50
Cost of funds (%)	5.18	5.30	4.60	4.65	4.65
Net interest spread (%)	10.77	10.23	11.40	10.95	10.85
Net interest margin (%)	13.7	13.4	13.9	12.8	12.3
Cost/income(%)	44.4	37.6	32.6	31.4	31.0
Cost/assets(%)	7.1	6.3	5.4	4.7	4.5
Effective tax rate (%)	20.2	23.3	17.3	18.0	18.0
Dividend payout on recurring profit (%)	-	38.1	30.0	20.0	20.0
ROE (%)	10.8	9.3	9.9	13.3	15.0
ROE - COE (%)	0.0	(1.5)	(0.9)	2.5	4.2
ROA (%)	6.1	5.5	5.4	5.7	5.6
RORWA (%)	-	-	-	-	-

* Pre-exceptional, pre-goodwill and fully diluted

Sources: Micro Leasing; FSSIA estimates

Financial Statements

Micro Leasing

Balance Sheet (THB m) Year Ending Dec	2019	2020	2021E	2022E	2023E
Gross customer loans	2,037	2,542	3,762	4,891	6,113
Total provisions	(112)	(98)	(152)	(202)	(252)
interest in suspense	0	0	0	0	0
Net customer loans	1,925	2,444	3,610	4,689	5,861
Bank loans	-	-	-	-	-
Government securities	-	-	-	-	-
Trading securities	-	-	-	-	-
Investment securities	0	0	0	0	0
Cash & equivalents	46	128	324	415	542
Other interesting assets	-	-	-	-	-
Tangible fixed assets	4	7	12	20	35
Associates	-	-	-	-	-
Goodwill	-	-	-	-	-
Other intangible assets	-	-	-	-	-
Other assets	143	176	170	368	421
Total assets	2,118	2,755	4,116	5,492	6,859
Customer deposits	0	0	0	0	0
Bank deposits	-	-	-	-	-
Other interest bearing liabilities	986	823	2,060	3,213	4,298
Non interest bearing liabilities	52	109	115	120	126
Hybrid Capital	-	-	-	-	-
Total liabilities	1,038	932	2,175	3,333	4,425
Share capital	700	935	935	935	935
Reserves	380	888	1,006	1,224	1,500
Total equity	1,080	1,823	1,941	2,159	2,435
Minority interests	0	0	0	0	0
Total liabilities & equity	2,118	2,755	4,116	5,492	6,859
Supplementary items					
Risk weighted assets (RWA)	n/a	n/a	n/a	n/a	n/a
Average interest earning assets	1,769	2,289	3,152	4,326	5,502
Average interest bearing liabilities	753	905	1,442	2,637	3,755
Tier 1 capital	n/a	n/a	n/a	n/a	n/a
Total capital	0	0	0	0	0
Gross non performing loans (NPL)	91	97	136	177	203
Per share (THB)					
Book value per share	1.54	2.39	2.08	2.31	2.60
Tangible book value per share	1.54	2.39	2.08	2.31	2.60
Growth					
Gross customer loans	35.7	24.8	48.0	30.0	25.0
Average interest earning assets	27.8	29.4	37.7	37.3	27.2
Total asset (%)	37.8	30.1	49.4	33.4	24.9
Risk weighted assets (%)	-	-	-	-	-
Customer deposits (%)	nm	nm	nm	nm	nm
Leverage & capital measures					
Customer loan/deposits (%)	-	-	-	-	-
Equity/assets (%)	51.0	66.2	47.2	39.3	35.5
Tangible equity/assets (%)	51.0	66.2	47.2	39.3	35.5
RWA/assets (%)	-	-	-	-	-
Tier 1 CAR (%)	-	-	-	-	-
Total CAR (%)	-	-	-	-	-
Asset Quality					
Change in NPL (%)	5.9	6.6	40.0	30.0	15.0
NPL/gross loans (%)	4.5	3.8	3.6	3.6	3.3
Total provisions/gross loans (%)	5.5	3.9	4.0	3.3	4.1
Total provisions/NPL (%)	123.0	100.9	111.7	114.1	124.1
Valuation					
Recurring P/E (x) *	47.1	42.1	37.3	25.6	20.2
Recurring P/E @ target price (x) *	67.6	60.5	53.6	36.8	29.0
Reported P/E (x)	47.1	42.1	37.3	25.6	20.2
Dividend yield (%)	-	0.9	0.8	0.8	1.0
Price/book (x)	4.8	3.1	3.6	3.2	2.9
Price/tangible book (x)	4.8	3.1	3.6	3.2	2.9
Price/tangible book @ target price (x)	6.9	4.5	5.2	4.6	4.1

* Pre-exceptional, pre-goodwill and fully diluted

Sources: Micro Leasing; 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	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	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

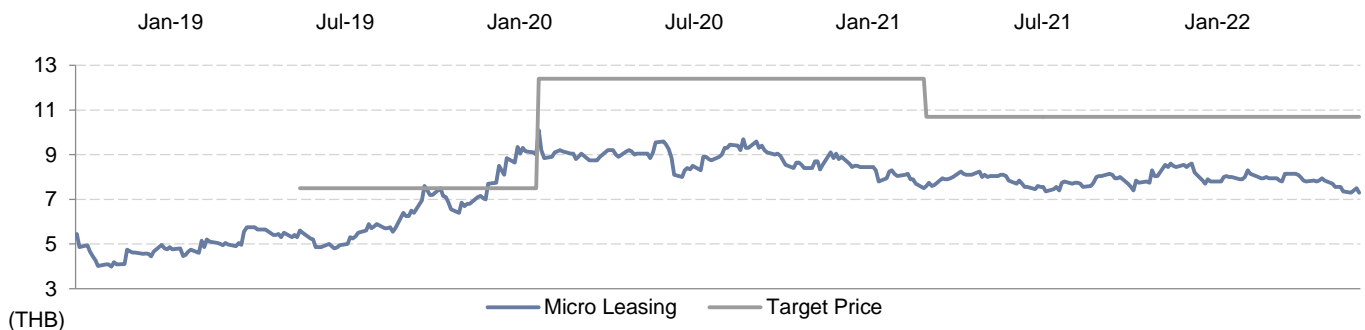
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History of change in investment rating and/or target price

Micro Leasing (MICRO TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
23-Dec-2020	BUY	7.50	23-Mar-2021	BUY	12.40	16-Aug-2021	BUY	10.70

Yuvanart Suwanumphai started covering this stock from 23-Dec-2020

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
Micro Leasing	MICRO TB	THB 7.45	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) a slower-than-expected reduction in the cost of funds due to a shift toward more long-term loans.

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 31-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.