

INTOUCH HOLDINGS

INTUCH TB

THAILAND / ICT

BUY

FROM HOLD

TARGET PRICE	THB86.80
CLOSE	THB78.00
UP/DOWNSIDE	+11.3%
PRIOR TP	THB72.00
CHANGE IN TP	+20.6%
TP vs CONSENSUS	+10.7%

Yield becomes attractive

- The most attractive dividend company in the ICT sector. Expected to pay a high dividend yield of 4% in 2022.
- ADVANC has a solid outlook and THCOM is no longer a burden, leading to a fine outlook for INTUCH.
- Upgrade to BUY with a new TP of THB86.80.

ADVANC: solid outlook

We still have a positive view on Advanced Info Service (ADVANC TB, BUY, TP THB260)'s outlook in 2022. We expect ADVANC's earnings to grow by 7% y-y to THB28b. The increase should be driven by 1) continuous growth in fixed broadband subscriptions; and 2) growth in the enterprise sector and mobile revenue thanks to the improvement of 5G technology and a higher adoption rate.

THCOM: no longer a burden

Thaicom (THCOM TB, REDUCE, TP THB9.20) has a slightly better outlook after the concession expiration of the Thaicom (TC) 4 and 6 satellites, relaxing its costs and leading to a higher profit potential going forward. Although it may contribute less than 1% to INTUCH's earnings, THCOM is no longer a burden to INTUCH. In addition, the investments via the InVent program by INTUCH should also improve in line with the Covid situation in Thailand. As a result, we expect INTUCH's 2022 net profit to amount to THB11.7b (+12%).

Attractive dividend yield

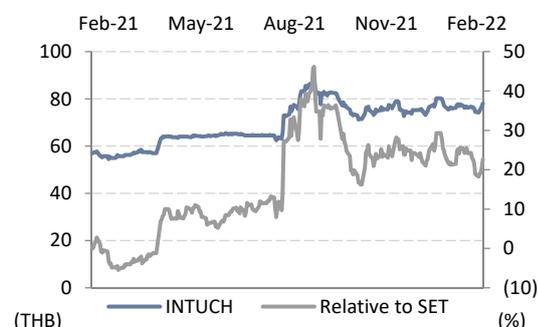
Thanks to the higher-than-expected dividend payout ratio for ADVANC in 2021 at 85%, INTUCH also has an 85% payout ratio, reflecting a DPS of THB2.83 in 2021. In 2022, we believe that ADVANC should be able to maintain its dividend payout level at 85%, which could help INTUCH to also pay a high dividend of THB3.09/shr, based on our estimate. Plus, when we compare the dividend yields for ADVANC and INTUCH, INTUCH is now more attractive than ADVANC as we estimate that it could pay a higher dividend yield at 4% vs ADVANC's 3.4% in 2022.

Upgrade to BUY with a new TP of THB86.80

We revise up our TP on INTUCH from THB72 to THB86.80 based on our TP for ADVANC at THB260 and our revised TP for THCOM at THB9.20. We also reduce our NAV discount valuation from 15% to 12.5% in order to reflect the potential for greater visibility on INTUCH's partnership with its major shareholder, Gulf Energy Development (GULF TB, BUY, TP THB60). Upgrade to BUY from Hold, as INTUCH's NAV discount is now decreasing back to its normal level at 13.7%, and it may be able to pay a higher dividend yield than its subsidiary in 2022.

KEY STOCK DATA

YE Dec (THB m)	2021	2022E	2023E	2024E
Revenue	3,323	2,374	2,445	2,322
Net profit	10,748	11,654	12,810	12,802
EPS (THB)	3.35	3.63	3.99	3.99
vs Consensus (%)	-	1.9	1.9	-
EBITDA	822	676	646	604
Core net profit	10,379	11,654	12,810	12,802
Core EPS (THB)	3.24	3.63	3.99	3.99
Chg. In EPS est. (%)	nm	1.5	2.8	nm
EPS growth (%)	(7.0)	12.3	9.9	(0.1)
Core P/E (x)	24.1	21.5	19.5	19.5
Dividend yield (%)	3.6	4.0	4.4	4.4
EV/EBITDA (x)	302.7	368.1	385.3	412.3
Price/book (x)	6.1	5.9	5.6	5.4
Net debt/Equity (%)	(15.4)	(15.1)	(14.4)	(13.8)
ROE (%)	26.4	28.0	29.5	28.3



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	3.0	3.0	36.8
Relative to country (%)	1.0	(1.1)	21.5
Mkt cap (USD m)	7,651		
3m avg. daily turnover (USD m)	14.2		
Free float (%)	63		
Major shareholder	Gulf Energy Development (42%)		
12m high/low (THB)	90.75/54.50		
Issued shares (m)	3,206.60		

Sources: Bloomberg consensus; FSSIA estimates


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Investment thesis

INTUCH has a strong investment portfolio which includes 1) a 40.44% holding in ADVANC, the largest mobile operator in Thailand with more than 45% of the market share; 2) a 41.13% holding in THCOM, the leading Asian satellite operator and provider of integrated satellite communications; and 3) various venture capital companies.

INTUCH has an impressive dividend payment track record. The company typically pays a high dividend at over a 70% payout ratio, reflecting an attractive dividend yield at above 4% in the past four years.

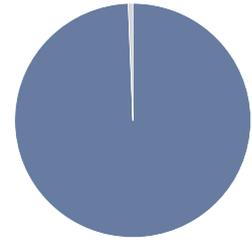
Company profile

INTUCH is a holding company with investments in the telecoms, media, and technology sectors, including digital businesses. The principal business units are currently divided into three main areas: wireless telecommunications; satellite and international businesses; and other businesses.

www.intouchcompany.com

Principal activities (revenue, 2021)

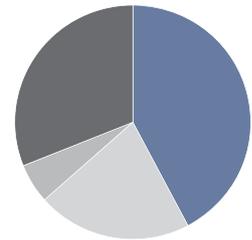
- Satellite business - 99.4 %
- Other business - 0.6 %



Source: Intouch Holdings

Major shareholders

- Gulf Energy Development - 42.3 %
- Singtel Global Investment - 21.2 %
- Thai NVDR - 5.5 %
- Others - 31.1 %



Source: Intouch Holdings

Catalysts

- The upcoming 5G technology should be a key driver for ADVANC, which aims to be the number one 5G operator;
- The new LEO satellite technology could offset the downturn on THCOM's GEO satellite business;
- Consistent earnings which could lead to a consistent dividend yield at around 4% p.a.

Risks to our call

The key downside risks to our NAV-discounted TP are if the sluggish performance from the satellite business continues and if there is a slower-than-expected 5G adoption rate.

Event calendar

Date	Event
May-22	1Q22 results announcement

Key assumptions

Key assumptions	2021	2022E	2023E	2024E
	(THB m)	(THB m)	(THB m)	(THB m)
ADVANC's net profit	26,922	28,295	30,813	32,847
THCOM's net profit	144	190	227	184

Source: FSSIA estimates

Earnings sensitivity

- For every 1% increase in ADVANC's earnings, we project 2022 earnings to rise by 1%, and vice versa, all else being equal.

Source: FSSIA estimates

INTUCH announced its reported net profit at THB2.6b (-2% q-q, -2% y-y) in 4Q21. Its revenue declined by 14% q-q and 3% y-y, in line with the performance from the consolidated financial statement of THCOM, which lost some revenue from customers after the concession expired for the TC4 and TC6 satellites. ADVANC's core net profit in 4Q21 dropped slightly by 2% q-q to THB6.7b, while THCOM remained loss-making at THB55m.

Exhibit 1: 4Q21 results review

	4Q20	3Q21	4Q21	Change		2020	2021	Change	2022E
	(THB m)	(THB m)	(THB m)	(q-q%)	(y-y%)	(THB m)	(THB m)	(y-y%)	(THB m)
Revenue	828	935	804	(14.0)	(2.9)	3,668	3,323	(9.4)	2,374
Operating costs	(535)	(665)	(406)	(39.0)	(24.1)	(2,684)	(2,371)	(11.7)	(1,377)
Gross profit	293	270	399	47.5	35.9	984	953	(3.2)	997
SG&A expenses	(367)	(347)	(319)	(8.0)	(13.0)	(1,217)	(1,270)	4.4	(771)
EBIT	(74)	(77)	79	(203.0)	(206.9)	(233)	(317)	36.3	225
Depn & amort.	269	301	343	13.9	27.4	1,303	1,140	(12.5)	451
EBITDA	195	224	422	88.3	116.3	1,070	822	(23.2)	676
EBITDA margin (%)	24	24	52	119.0	122.7	29	25	nm	28
Interest expense	(41)	(48)	(28)	(41.0)	(31.8)	(191)	(157)	(17.9)	(158)
Other income	2	168	34	(79.8)	1,274.1	904	412	(54.5)	432
Extra items	(224)	206	(59)	n.a.	(73.5)	(113)	369	n.a.	0
Associates	2,879	2,511	2,595	3.4	(9.8)	11,108	10,622	(4.4)	11,345
Pretax profit	2,541	2,762	2,621	(5.1)	3.1	11,475	10,928	(4.8)	11,845
Tax	(29)	(13)	(50)	296.7	74.0	(122)	(91)	(25.4)	(107)
Tax rate (%)	(1)	(0)	(2)	318.0	68.7	(1)	(1)	nm	(1)
Minority interests	(153)	87	(41.6)	n.a.	(72.9)	306	89	(70.8)	85
Net profit	2,666	2,662	2,612	(1.9)	(2.0)	11,048	10,748	(2.7)	11,654
Core net profit	2,890	2,456	2,672	8.8	(7.6)	11,160	10,379	(7.0)	11,654
EPS (THB)	0.83	0.83	0.81	(1.9)	(2.0)	3.45	3.35	(2.7)	3.63
Core EPS (THB)	0.90	0.77	0.83	8.8	(7.6)	3.48	3.24	(7.0)	3.63

Sources: INTUCH; FSSIA estimates

Earnings revisions

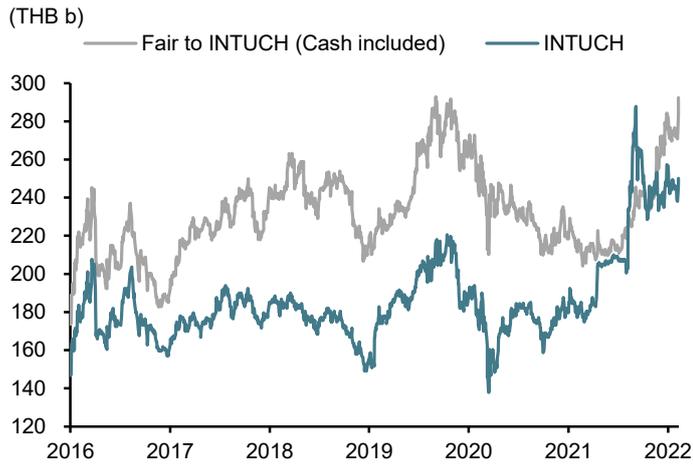
We revise up our 2022 and 2023 earnings forecasts on INTUCH in order to reflect the impact from our earnings revisions on ADVANC and THCOM. We revise our revenue forecast for 2022 up by 17% to THB2.4b as we expect THCOM to maintain its revenue, despite the concession expiration for the TC4 and TC6 satellites. THCOM should be able to maintain its customers by renting bandwidth slots from third-party satellites. We also increase our 2022E net profit by 2% in order to reflect the impact of THCOM's earnings that we now expect to hit THB190m in 2022, higher than our previous expectation of THB37m.

Exhibit 2: Key assumption changes

	Current		Previous		Change	
	2022E	2023E	2022E	2023E	2022E	2023E
	(THB m)	(THB m)	(THB m)	(THB m)	(%)	(%)
Revenue	2,374	2,445	2,035	2,137	16.6	14.4
Operating expense	(1,377)	(1,418)	(1,193)	(1,585)	15.4	(10.5)
Share of profit	11,345	12,534	11,423	12,375	(0.7)	1.3
EBIT	12,003	13,220	12,034	12,565	(0.3)	5.2
Net profit	11,654	12,810	11,476	12,463	1.5	2.8
DPS	3.09	3.40	2.82	3.06	9.5	11.0

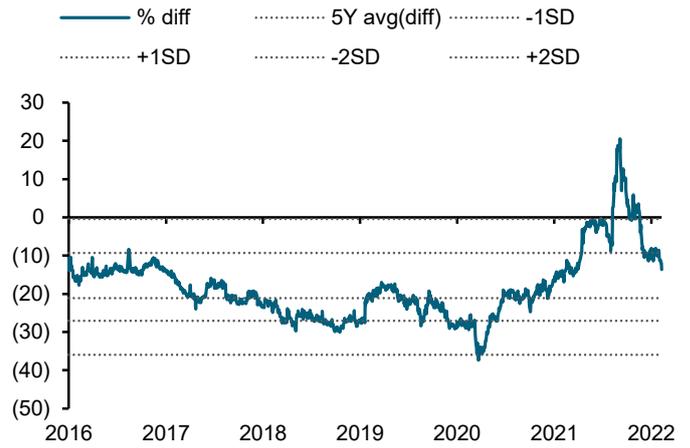
Source: FSSIA estimates

Exhibit 3: INTUCH's NAV vs its market cap



Source: Bloomberg; FSSIA's compilation

Exhibit 4: NAV discount



Source: Bloomberg; FSSIA's compilation

Exhibit 5: NAV discount valuation

	Methodology	Target Price (THB)	Market cap (THB m)	% held by INTUCH (%)	Total value (THB m)
ADVANC	FSSIA TP	260.00	654,264	40.44	312,690
THCOM	FSSIA TP	9.20	7,782	41.13	4,148
			Discount	12.50	277,233
			Cash		1,107
			INTUCH shares (m)		3,207
			INTUCH TP (THB)		86.80

Source: FSSIA estimates

Financial Statements

Intouch Holdings

Profit and Loss (THB m) Year Ending Dec	2020	2021	2022E	2023E	2024E
Revenue	3,668	3,323	2,374	2,445	2,322
Cost of goods sold	(1,381)	(1,231)	(926)	(1,004)	(963)
Gross profit	2,287	2,092	1,448	1,441	1,359
Other operating income	-	-	-	-	-
Operating costs	(1,217)	(1,270)	(771)	(795)	(755)
Operating EBITDA	1,070	822	676	646	604
Depreciation	(1,303)	(1,140)	(451)	(414)	(384)
Goodwill amortisation	0	0	0	0	0
Operating EBIT	(233)	(317)	225	232	221
Net financing costs	(191)	(157)	(158)	(212)	(266)
Associates	11,108	10,622	11,345	12,534	12,565
Recurring non-operating income	12,012	11,034	11,778	12,988	13,041
Non-recurring items	(113)	369	0	0	0
Profit before tax	11,475	10,928	11,845	13,008	12,996
Tax	(122)	(91)	(107)	(117)	(117)
Profit after tax	11,354	10,838	11,739	12,891	12,879
Minority interests	(306)	(89)	(85)	(81)	(77)
Preferred dividends	0	0	0	0	0
Other items	-	-	-	-	-
Reported net profit	11,048	10,748	11,654	12,810	12,802
Non-recurring items & goodwill (net)	113	(369)	0	0	0
Recurring net profit	11,160	10,379	11,654	12,810	12,802
Per share (THB)					
Recurring EPS *	3.48	3.24	3.63	3.99	3.99
Reported EPS	3.45	3.35	3.63	3.99	3.99
DPS	2.49	2.83	3.09	3.40	3.39
Diluted shares (used to calculate per share data)	3,207	3,207	3,207	3,207	3,207
Growth					
Revenue (%)	(24.8)	(9.4)	(28.6)	3.0	(5.0)
Operating EBITDA (%)	(24.8)	(23.2)	(17.8)	(4.4)	(6.5)
Operating EBIT (%)	nm	nm	nm	3.0	(5.0)
Recurring EPS (%)	(12.6)	(7.0)	12.3	9.9	(0.1)
Reported EPS (%)	(0.3)	(2.7)	8.4	9.9	(0.1)
Operating performance					
Gross margin inc. depreciation (%)	26.8	28.7	42.0	42.0	42.0
Gross margin of key business (%)	-	-	-	-	-
Operating EBITDA margin (%)	29.2	24.7	28.5	26.4	26.0
Operating EBIT margin (%)	(6.3)	(9.5)	9.5	9.5	9.5
Net margin (%)	304.3	312.3	491.0	524.0	551.2
Effective tax rate (%)	20.0	20.0	20.0	120.0	220.0
Dividend payout on recurring profit (%)	71.5	87.4	85.0	85.0	85.0
Interest cover (X)	61.6	68.3	76.0	62.4	49.9
Inventory days	23.7	10.5	8.4	9.0	7.8
Debtor days	202.9	229.0	265.9	201.8	219.4
Creditor days	240.6	239.7	252.8	158.5	169.1
Operating ROIC (%)	(8.9)	(12.3)	10.1	(2.9)	(17.4)
ROIC (%)	25.1	21.4	22.4	(5.8)	(32.6)
ROE (%)	30.7	26.4	28.0	29.5	28.3
ROA (%)	22.7	19.9	21.7	22.5	20.8
* Pre-exceptional, pre-goodwill and fully diluted					
Revenue by Division (THB m)					
Satellite business	3,557	3,303	2,350	2,421	2,299
Other business	111	21	24	24	23

Sources: Intouch Holdings; FSSIA estimates

Financial Statements

Intouch Holdings

Cash Flow (THB m) Year Ending Dec	2020	2021	2022E	2023E	2024E
Recurring net profit	11,160	10,379	11,654	12,810	12,802
Depreciation	1,303	1,140	451	414	384
Associates & minorities	(10,802)	(10,674)	85	81	77
Other non-cash items	8,589	8,642	0	0	0
Change in working capital	(380)	105	368	(100)	27
Cash flow from operations	9,871	9,592	12,557	13,205	13,290
Capex - maintenance	(33)	(30)	(618)	(618)	(618)
Capex - new investment	(49)	(45)	(926)	(926)	(926)
Net acquisitions & disposals	(1,669)	1,018	0	0	0
Other investments (net)	(19)	196	(1,808)	(1,898)	(1,993)
Cash flow from investing	(1,770)	1,139	(3,352)	(3,442)	(3,537)
Dividends paid	(7,985)	(8,401)	(9,906)	(10,889)	(10,882)
Equity finance	0	0	0	0	0
Debt finance	(406)	(151)	(424)	0	0
Other financing cash flows	(293)	(2,787)	839	1,080	1,080
Cash flow from financing	(8,683)	(11,339)	(9,491)	(9,808)	(9,802)
Non-recurring cash flows	-	-	-	-	-
Other adjustments	1,618	0	0	0	0
Net other adjustments	1,618	(1,040)	0	0	0
Movement in cash	1,035	(1,648)	(286)	(46)	(49)
Free cash flow to firm (FCFF)	8,291.84	10,888.01	9,363.22	9,974.86	10,018.66
Free cash flow to equity (FCFE)	9,019.51	6,753.02	9,619.95	10,843.15	10,832.94

Per share (THB)

FCFF per share	2.59	3.40	2.92	3.11	3.12
FCFE per share	2.81	2.11	3.00	3.38	3.38
Recurring cash flow per share	3.20	2.96	3.80	4.15	4.14

Balance Sheet (THB m) Year Ending Dec	2020	2021	2022E	2023E	2024E
Tangible fixed assets (gross)	10,252	10,259	10,359	10,459	10,559
Less: Accumulated depreciation	(7,144)	(7,472)	(7,715)	(7,936)	(8,137)
Tangible fixed assets (net)	3,108	2,787	2,644	2,523	2,422
Intangible fixed assets (net)	926	1,611	2,847	4,098	5,359
Long-term financial assets	898	750	750	750	750
Invest. in associates & subsidiaries	33,662	36,160	37,968	39,867	41,860
Cash & equivalents	10,112	8,464	8,178	8,132	8,083
A/C receivable	1,997	2,173	1,286	1,418	1,375
Inventories	55	15	27	22	19
Other current assets	853	1,003	1,003	1,003	1,003
Current assets	13,018	11,655	10,493	10,575	10,479
Other assets	1,025	1,020	882	903	897
Total assets	52,637	53,984	55,586	58,716	61,768
Common equity	38,064	40,687	42,435	44,356	46,277
Minorities etc.	6,077	6,014	6,099	6,180	6,256
Total shareholders' equity	44,141	46,701	48,534	50,536	52,533
Long term debt	1,136	841	841	841	841
Other long-term liabilities	916	2,000	2,851	3,956	5,027
Long-term liabilities	2,052	2,842	3,693	4,798	5,869
A/C payable	756	861	422	450	443
Short term debt	2,581	424	0	0	0
Other current liabilities	3,106	3,156	2,937	2,933	2,924
Current liabilities	6,444	4,441	3,359	3,383	3,367
Total liabilities and shareholders' equity	52,637	53,984	55,586	58,716	61,768
Net working capital	(957)	(825)	(1,043)	(940)	(970)
Invested capital	38,662	41,504	44,049	47,202	50,318

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

Per share (THB)

Book value per share	11.87	12.69	13.23	13.83	14.43
Tangible book value per share	11.58	12.19	12.35	12.55	12.76

Financial strength

Net debt/equity (%)	(14.5)	(15.4)	(15.1)	(14.4)	(13.8)
Net debt/total assets (%)	(12.1)	(13.3)	(13.2)	(12.4)	(11.7)
Current ratio (x)	2.0	2.6	3.1	3.1	3.1
CF interest cover (x)	48.4	44.3	67.8	56.5	45.2

Valuation	2020	2021	2022E	2023E	2024E
Recurring P/E (x) *	22.4	24.1	21.5	19.5	19.5
Recurring P/E @ target price (x) *	24.9	26.8	23.9	21.7	21.7
Reported P/E (x)	22.6	23.3	21.5	19.5	19.5
Dividend yield (%)	3.2	3.6	4.0	4.4	4.4
Price/book (x)	6.6	6.1	5.9	5.6	5.4
Price/tangible book (x)	6.7	6.4	6.3	6.2	6.1
EV/EBITDA (x) **	233.4	302.7	368.1	385.3	412.3
EV/EBITDA @ target price (x) **	259.8	337.0	409.8	428.9	459.0
EV/invested capital (x)	6.5	6.0	5.7	5.3	5.0

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

Sources: Intouch Holdings; 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	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	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

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

Intouch Holdings (INTUCH TB)



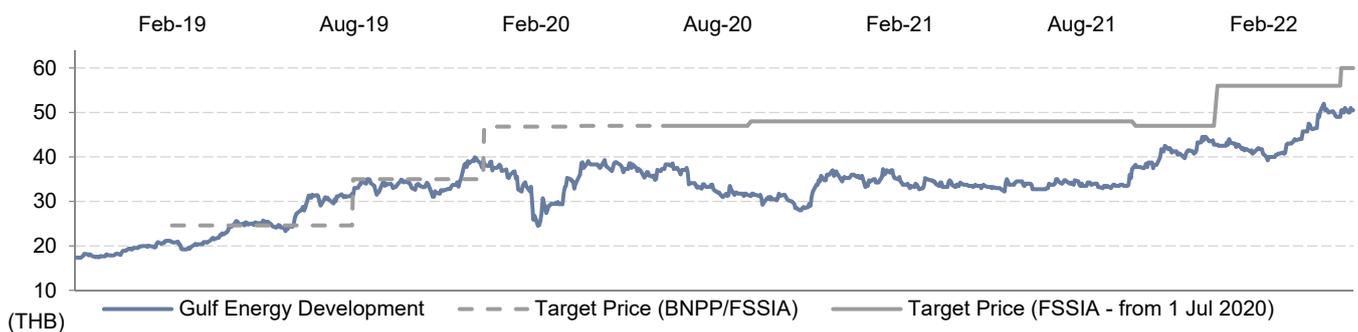
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
24-Mar-2021	BUY	65.00	05-May-2021	HOLD	65.00	19-Oct-2021	HOLD	72.00

Naruedom Mujjalinkool started covering this stock from 24-Mar-2021

Price and TP are in local currency

Source: FSSIA estimates

Gulf Energy Development (GULF TB)



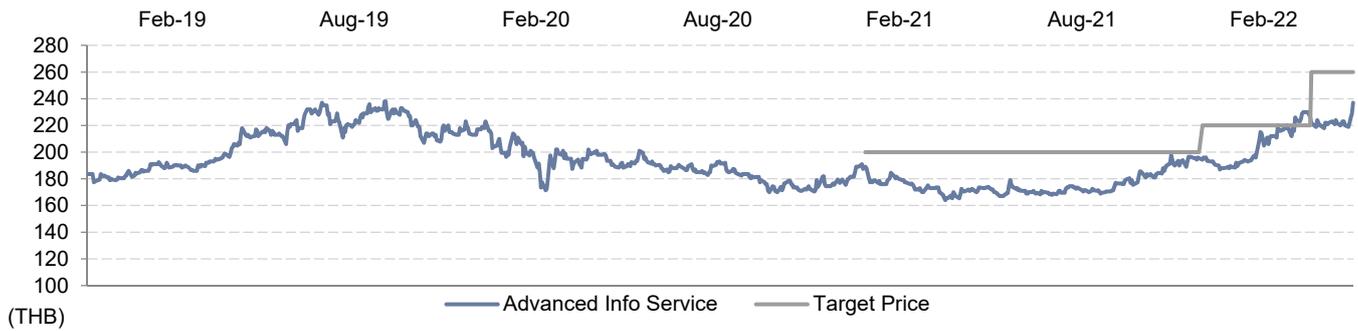
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
08-May-2019	BUY	24.60	22-Apr-2020	BUY	47.00	15-Oct-2021	BUY	56.00
10-Oct-2019	BUY	35.00	11-Sep-2020	BUY	48.00	31-Jan-2022	BUY	60.00
30-Jan-2020	BUY	46.80	06-Aug-2021	BUY	47.00			

Suwat Sinsadok, CFA, FRM, ERP started covering this stock from 30-Jun-2020

Price and TP are in local currency

Source: FSSIA estimates

Advanced Info Service (ADVANC TB)



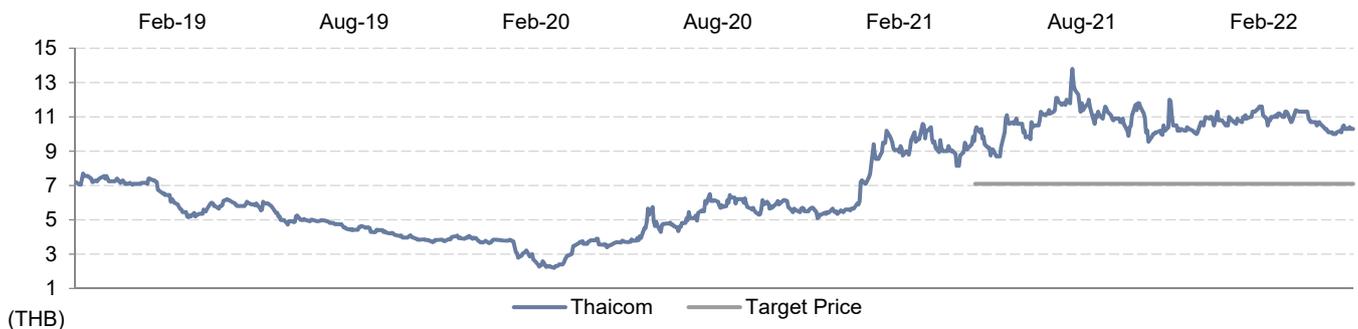
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
16-Dec-2020	HOLD	200.00	01-Oct-2021	BUY	220.00	-	-	-
09-Feb-2021	BUY	200.00	05-Jan-2022	BUY	260.00	-	-	-

Naruedom Mujjalinkool started covering this stock from 16-Dec-2020

Price and TP are in local currency

Source: FSSIA estimates

Thaicom (THCOM TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
24-Mar-2021	REDUCE	7.10	14-Feb-2022	REDUCE	9.20	-	-	-

Naruedom Mujjalinkool started covering this stock from 24-Mar-2021

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
Intouch Holdings	INTUCH TB	THB 78.00	BUY	The key downside risks to our NAV-discounted TP are if the sluggish performance from the satellite business continues and if there is a slower-than-expected 5G adoption rate.
Gulf Energy Development	GULF TB	THB 50.50	BUY	The downside risks to our SoTP-based TP on GULF include 1) lower-than-expected demand for electricity in Thailand; 2) a lower crude price; and 3) delays in project commercial operation dates.
Advanced Info Service	ADVANC TB	THB 237.00	BUY	The key downside risks to our DCF-based TP are stronger-than-expected competition in the mobile market and the slower-than-expected adoption of 5G use cases.
Thaicom	THCOM TB	THB 10.30	REDUCE	The key upside risks to our P/BV-based TP are 1) if the company is able to secure a new right of use concession for the satellite orbital slots and can generate significant revenue from it; and 2) if it can form a partnership with NT or LEO satellite operators.

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 11-Feb-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.