

INTOUCH HOLDINGS
THAILAND / ICT

INTUCH TB

BUY

UNCHANGED

โดนหลุมจากการแข่งขันในอุตสาหกรรม

โทรศัพท์เคลื่อนที่

- เราคิดว่าการแข่งขันที่รุนแรงในอุตสาหกรรมโทรศัพท์เคลื่อนที่อาจกดดันแนวโน้มของ ADVANC
- แนวโน้มกำไรของ THCOM ยังไม่ชัดเจนเหมือนเดิม
- ลดราคาเป้าหมายจาก 86.80 เป็น 83.50 บาทเพื่อสะท้อนราคาเป้าหมายของ ADVANC ที่ลดลง คงแนะนำซื้อ

TARGET PRICE	THB83.50
CLOSE	THB70.00
UP/DOWNSIDE	+19.3%
PRIOR TP	THB86.80
CHANGE IN TP	-3.8%
TP vs CONSENSUS	+2.0%

KEY STOCK DATA

YE Dec (THB m)	2021	2022E	2023E	2024E
Revenue	3,323	2,374	2,445	2,322
Net profit	10,748	11,336	12,338	12,155
EPS (THB)	3.35	3.54	3.85	3.79
vs Consensus (%)	-	(0.5)	(2.1)	(7.8)
EBITDA	822	676	646	604
Core net profit	10,379	11,336	12,338	12,155
Core EPS (THB)	3.24	3.54	3.85	3.79
Chg. In EPS est. (%)	-	(2.7)	(3.7)	(5.1)
EPS growth (%)	(7.0)	9.2	8.8	(1.5)
Core P/E (x)	21.6	19.8	18.2	18.5
Dividend yield (%)	4.0	4.3	4.7	4.6
EV/EBITDA (x)	271.5	330.2	345.8	370.2
Price/book (x)	5.5	5.3	5.1	4.9
Net debt/Equity (%)	(15.4)	(15.0)	(14.2)	(13.4)
ROE (%)	26.4	27.3	28.5	26.9

การแข่งขันในอุตสาหกรรมโทรศัพท์เคลื่อนที่เริ่มดุเดือด

เรามีความกังวลเกี่ยวกับแนวโน้มการแข่งขันในอุตสาหกรรมบริการโทรศัพท์เคลื่อนที่ โดยเฉพาะอย่างยิ่งในช่วงก่อนการควบรวมระหว่าง Total Access Communication (DTAC TB, BUY, TP THB55.50) กับ True Corporation (TRUE TB, BUY, TP THB5.40) เราคิดว่าปัจจัยดังกล่าวจะกดดันรายได้เฉลี่ยต่อผู้ใช้ (ARPU) ของอุตสาหกรรมให้ลดลงอย่างต่อเนื่อง ซึ่งน่าจะทำให้กำไรของ Advanced Info Service (ADVANC TB, BUY, TP THB250) อ่อนแอในช่วงที่เหลือของปีนี้

แนวโน้มของ THCOM ยังไม่สดใส

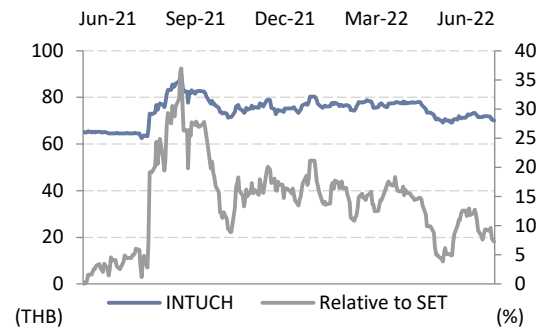
เรามีมุมมองเป็นกลางต่อแนวโน้มของ Thaicom (THCOM TB, HOLD, TP THB9.20) บริษัทที่มีปัจจัยบวกประกอบด้วย 1) การประมูลสิทธิ์การใช้ตำแหน่งวงโคจรดาวเทียมใหม่ที่กำลังเกิดขึ้น ซึ่งอาจต้องใช้เวลาประมาณ 3 ปีก่อนที่จะสร้างรายได้; และ 2) ยังไม่มีข่าวความคืบหน้าเพิ่มเติมเกี่ยวกับโอกาสในการเป็นพันธมิตรกับ Starlink ซึ่งใช้ดาวเทียมวงโคจรต่ำ (LEO) ปัจจัยบวกระยะสั้นเพียงประการเดียวในความเห็นของเรา กล่าวคือ ความเป็นไปได้ที่บริษัทจะสรุปสัญญากับ National Telecom (NT) ยังไม่มีความชัดเจนแล้วเป็นเวลาถึง 9 เดือน

ปรับลดประมาณการกำไร

จากการปรับประมาณการกำไรปี 2022 ของ ADVANC เป็น 27.5 พัน ลบ. ซึ่งลดลง 2.8% จากประมาณการก่อนหน้านี้ เราปรับลดประมาณการกำไรของ INTUCH ในปี 2022 ลง 2.7% เป็น 11.3 พัน ลบ. จากส่วนแบ่งกำไรจาก ADVANC ที่คาดว่าจะลดลง อย่างไรก็ตาม เราคงประมาณการรายได้ของ INTUCH เนื่องจากเรายังไม่ได้เปลี่ยนแปลงประมาณการกำไรของ THCOM เพราะฉะนั้นเราจึงคาดว่าแนวโน้มกำไรของ INTUCH จะคล้ายกับของ ADVANC โดยคาดว่าจะโต 9% y-y ส่วนแบ่งกำไรของ ADVANC ต่อกำไรของ INTUCH ยังมีสัดส่วนสูงสุดที่เกือบ 98% ของกำไรสุทธิของบริษัท

คงแนะนำซื้อหลังปรับราคาเป้าหมายใหม่เป็น 83.50 บาท

เราปรับลดราคาเป้าหมายของ INTUCH ลงเหลือ 83.50 บาทเพื่อสะท้อนราคาเป้าหมายของ ADVANC ที่เปลี่ยนจาก 260 เป็น 250 บาท เราคงส่วนลดการประเมินมูลค่าจากมูลค่าสินทรัพย์สุทธิที่ 12.5% และคำแนะนำซื้อ ปัจจุบันส่วนลดมูลค่าสินทรัพย์สุทธิของ INTUCH ได้ลดลงสู่ระดับปกติที่ 13.2% และบริษัท อาจสามารถจ่ายเงินปันผลสูงกว่าบริษัทย่อยในปี 2022 เรายังมีมุมมองเป็นบวกสำหรับ INTUCH เนื่องจากบริษัท มีศักยภาพในการให้ผลตอบแทนเงินปันผลที่สูงกว่าที่ 4.3% เมื่อเทียบกับ ADVANC ที่ 3.8% ในปี 2022



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	(2.8)	(9.4)	8.5
Relative to country (%)	(3.4)	(8.6)	8.0
Mkt cap (USD m)	6,455		
3m avg. daily turnover (USD m)	10.9		
Free float (%)	63		
Major shareholder	Gulf Energy Development (42%)		
12m high/low (THB)	90.75/60.00		
Issued shares (m)	3,206.60		

Sources: Bloomberg consensus; FSSIA estimates



Naruedom Mujjalinkool

naruedom.muj@fssia.com
+66 2611 3566

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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.

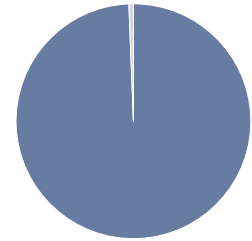
Company profile

INTOUCH 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)

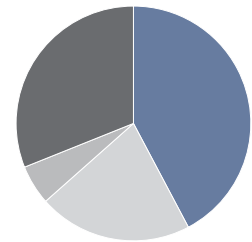
- Satellite business - 99.4 %
- Other business - 0.6 %



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 in 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
Aug-22	2Q22 results announcement

Key assumptions

Key assumptions	2021	2022E	2023E	2024E
	(THB m)	(THB m)	(THB m)	(THB m)
ADVANC's net profit	26,922	27,504	29,636	31,233
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.

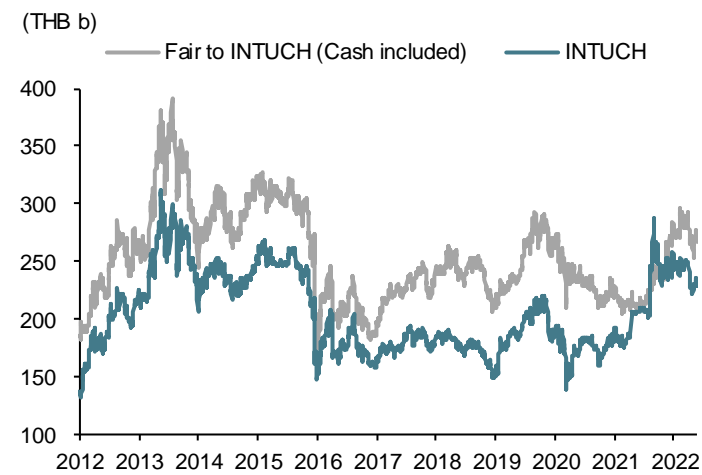
Source: FSSIA estimates

Exhibit 1: Key assumption changes

	Current		Previous		Change	
	2022E (THB m)	2023E (THB m)	2022E (THB m)	2023E (THB m)	2022E (%)	2023E (%)
Revenue	2,374	2,445	2,374	2,445	(0.0)	(0.0)
Operating expense	(1,377)	(1,418)	(1,377)	(1,418)	(0.0)	(0.0)
Share of profit	11,025	12,058	11,345	12,534	(2.8)	(3.8)
EBIT	11,683	12,744	12,003	13,220	(2.7)	(3.6)
Net profit	11,336	12,338	11,654	12,810	(2.7)	(3.7)
DPS (THB)	3.01	3.27	3.09	3.40	(2.7)	(3.8)

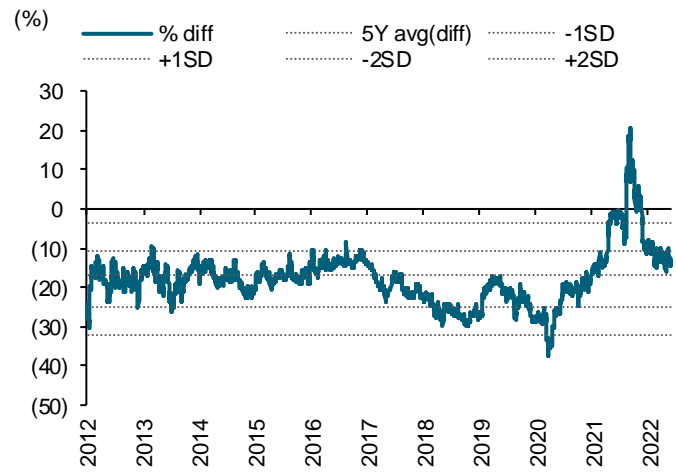
Source: FSSIA estimates

Exhibit 2: INTUCH's NAV vs its market cap



Source: Bloomberg; FSSIA's compilation

Exhibit 3: NAV discount



Source: Bloomberg; FSSIA's compilation

Exhibit 4: NAV discount valuation

	Methodology	Target Price	Market cap	% held by INTUCH	Total value
		(THB)	(THB m)	(%)	(THB m)
ADVANC	FSSIA TP	250.00	743,481	40.44	300,664
THCOM	FSSIA TP	9.20	10,084	41.13	4,148
			Discount	12.50	267,770
			Cash		1,059
			INTUCH shares (m)		3,207
			INTUCH TP (THB)		83.50

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	11,025	12,058	11,912
Recurring non-operating income	12,012	11,034	11,457	12,512	12,388
Non-recurring items	(113)	369	0	0	0
Profit before tax	11,475	10,928	11,525	12,532	12,343
Tax	(122)	(91)	(104)	(113)	(111)
Profit after tax	11,354	10,838	11,421	12,419	12,232
Minority interests	(306)	(89)	(85)	(81)	(77)
Preferred dividends	0	0	0	0	0
Other items	-	-	-	-	-
Reported net profit	11,048	10,748	11,336	12,338	12,155
Non-recurring items & goodwill (net)	113	(369)	0	0	0
Recurring net profit	11,160	10,379	11,336	12,338	12,155
Per share (THB)					
Recurring EPS *	3.48	3.24	3.54	3.85	3.79
Reported EPS	3.45	3.35	3.54	3.85	3.79
DPS	2.49	2.83	3.01	3.27	3.22
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)	9.2	8.8	(1.5)
Reported EPS (%)	(0.3)	(2.7)	5.5	8.8	(1.5)
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	477.6	504.7	523.4
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	74.0	60.1	47.4
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	21.8	(5.6)	(31.0)
ROE (%)	30.7	26.4	27.3	28.5	26.9
ROA (%)	22.7	19.9	21.1	21.7	19.8
* 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	11,336	12,338	12,155
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	12,240	12,733	12,643
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)	(9,636)	(10,488)	(10,332)
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)	(9,221)	(9,407)	(9,252)
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)	(333)	(116)	(146)
Free cash flow to firm (FCFF)	8,291.84	10,888.01	9,045.90	9,503.03	9,371.78
Free cash flow to equity (FCFE)	9,019.51	6,753.02	9,302.64	10,371.33	10,186.07

Per share (THB)

FCFF per share	2.59	3.40	2.82	2.96	2.92
FCFE per share	2.81	2.11	2.90	3.23	3.18
Recurring cash flow per share	3.20	2.96	3.70	4.00	3.93

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	8,130	8,014	7,868
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	10,446	10,457	10,264
Other assets	1,025	1,020	882	903	897
Total assets	52,637	53,984	55,538	58,598	61,553
Common equity	38,064	40,687	42,387	44,238	46,061
Minorities etc.	6,077	6,014	6,099	6,180	6,256
Total shareholders' equity	44,141	46,701	48,486	50,418	52,317
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	55,538	58,598	61,553
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	13.22	13.80	14.36
Tangible book value per share	11.58	12.19	12.33	12.52	12.69

Financial strength

Net debt/equity (%)	(14.5)	(15.4)	(15.0)	(14.2)	(13.4)
Net debt/total assets (%)	(12.1)	(13.3)	(13.1)	(12.2)	(11.4)
Current ratio (x)	2.0	2.6	3.1	3.1	3.0
CF interest cover (x)	48.4	44.3	65.7	54.3	42.8

Valuation	2020	2021	2022E	2023E	2024E
Recurring P/E (x) *	20.1	21.6	19.8	18.2	18.5
Recurring P/E @ target price (x) *	24.0	25.8	23.6	21.7	22.0
Reported P/E (x)	20.3	20.9	19.8	18.2	18.5
Dividend yield (%)	3.6	4.0	4.3	4.7	4.6
Price/book (x)	5.9	5.5	5.3	5.1	4.9
Price/tangible book (x)	6.0	5.7	5.7	5.6	5.5
EV/EBITDA (x) **	209.5	271.5	330.2	345.8	370.2
EV/EBITDA @ target price (x) **	249.9	324.2	394.2	412.8	441.8
EV/invested capital (x)	5.8	5.4	5.1	4.7	4.4

* 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 2021

EXCELLENT LEVEL – Score range 90-100										
AAV	BCPG	CPALL	GCAP	K	MSC	PLANET	SAMART	SPI	THRE	TVD
ADVANC	BDMS	CPF	GFPT	KBANK	MST	PLAT	SAMTEL	SPRC	THREL	TVI
AF	BEM	CPI	GGC	KCE	MTC	PORT	SAT	SPVI	TIPCO	TVO
AH	BGC	CPN	GLAND	KKP	MVP	PPS	SC	SSSC	TISCO	TWPC
AIRA	BGRIM	CRC	GLOBAL	KSL	NCL	PR9	SCB	SST	TK	U
AKP	BIZ	DRT	CSS	GPI	KTB	PREB	SCC	STA	TKT	UAC
AKR	BKI	DDD	GPSC	KTC	NER	PRG	SCCC	STEC	TMT	UBIS
ALT	BOL	DELTA	GRAMMY	LALIN	NKI	PRM	SCG	STI	TNDT	UV
AMA	BPP	DEMCO	GULF	LANNA	NOBLE	PROUD	SCGP	SUN	TNITY	VGI
AMATA	BRR	DRT	GUNKUL	LH	NSI	PSH	SCM	SUSCO	TOA	VIH
AMATAV	BTS	DTAC	HANA	LHFG	NVD	PSL	SDC	SUTHA	TOP	WACOAL
ANAN	BTW	DUSIT	HARN	LIT	NWR	PTG	SEAFCCO	SVI	TPBI	WAVE
AOT	BWG	EA	HMPRO	LPN	NYT	PTT	SEAOL	SYMC	TQM	WHA
AP	CENTEL	EASTW	ICC	MACO	OISHI	PTTEP	SE-ED	SYNTEC	TRC	WHAUP
ARIP	CFRESH	ECF	ICHI	MAJOR	OR	PTTGC	SELIC	TACC	TRU	WICE
ARROW	CHEWA	ECL	III	MAKRO	ORI	PYLON	SENA	TASCO	TRUE	WINNER
ASP	CHO	EE	ILINK	MALEE	OSP	Q-CON	SHR	TCAP	TSC	ZEN
AUCT	CIMBT	EGCO	ILM	MBK	OTO	QH	SIRI	TEAMG	TSR	
AWC	CK	EPG	INTUCH	MC	PAP	QTC	SIS	TFMAMA	TSTE	
AYUD	CKP	ETC	IP	MCOT	PCSGH	RATCH	SITHAI	TGH	TSTH	
BAFS	CM	FPI	IRPC	METCO	PDG	RS	SMK	THANA	TTA	
BANPU	CNT	FPT	ITEL	MFEC	PDJ	S	SMPC	THANI	TTB	
BAY	COM7	FSMART	IVL	MINT	PG	S & J	SNC	THCOM	TTCL	
BBL	COMAN	GBX	JSP	MONO	PHOL	SAAM	SONIC	THG	TTW	
BCP	COTTO	GC	JWD	MOONG	PLANB	SABINA	SPALI	THIP	TU	
VERY GOOD LEVEL – Score range 80-89										
2S	ASIMAR	CHOW	FLOYD	IT	LOXLEY	OCC	RPC	SKY	TCC	TVT
7UP	ASK	CI	FN	ITD	LRH	OGC	RT	SLP	TCMC	TWP
ABICO	ASN	CIG	FNS	J	LST	PATO	RWI	SMIT	TEAM	UEC
ABM	ATP30	CMC	FORTH	JAS	M	PB	S11	SMT	TFG	UMI
ACE	B	COLOR	FSS	JCK	MATCH	PICO	SA	SNP	TFI	UOBKH
ACG	BA	CPL	FTE	JCKH	MBAX	PIMO	SAK	SO	TIGER	UP
ADB	BAM	CPW	FVC	JMART	MEGA	PJW	SALEE	SORKON	TITLE	UPF
AEONTS	BC	CRD	GEL	JMT	META	PL	SAMCO	SPA	TKN	UPOIC
AGE	BCH	CSC	GENCO	KBS	MFC	PM	SANKO	SPC	TKS	UTP
AHC	BEC	CSP	GJS	KCAR	MGT	PMTA	SAPPE	SPCG	TM	VCOM
AIT	BEYOND	CWT	GYT	KEX	MICRO	PPP	SAWAD	SR	TMC	VL
ALL	BFIT	DCC	HEMP	KGI	MILL	PPPM	SCI	SRICHA	TMD	VPO
ALLA	BJC	DCON	HPT	KIAT	MTSIB	PRIME	SCN	SSC	TMI	VRANDA
ALUCON	BJCHI	DHOUSE	HTC	KISS	MK	PRIN	SCP	SSF	TMILL	WGE
AMANAH	BLA	DOD	HYDRO	KOOL	MODERN	PRINC	SE	STANLY	TNL	WIJK
AMARIN	BR	DOHOME	ICN	KTIS	MTI	PSG	SFLEX	STGT	TNP	WP
APCO	BROOK	DV8	IFS	KUMWEL	NBC	PSTC	SFP	STOWER	TOG	XO
APCS	CBG	EASON	IMH	KUN	NCAP	PT	SFT	STPI	TPA	XPG
APURE	CEN	EFORL	IND	KWC	NCH	QLT	SGF	SUC	TPAC	YUASA
AQUA	CGH	ERW	INET	KWM	NETBAY	RBF	SIAM	SWC	TPCS	
ASAP	CHARAN	ESSO	INSET	L&E	NEX	RCL	SINGER	SYNEX	TPS	
ASEFA	CHAYO	ESTAR	INSURE	LDC	NINE	RICHY	SKE	TAE	TRITN	
ASIA	CHG	ETE	IRC	LEO	NRF	RML	SKN	TAKUNI	TRT	
ASIAN	CHOTI	FE	IRCP	LHK	NTV	ROJNA	SKR	TBSP	TSE	
GOOD LEVEL – Score range 70-79										
A	BGT	CITY	GIFT	JTS	MDX	PK	SGP	SUPER	TQR	YGG
AI	BH	CMAN	GLOCON	JUBILE	MJD	PLE	SICT	SVOA	TTI	ZIGA
AIE	BIG	CMO	GREEN	KASET	MORE	PPM	SIMAT	TC	TYCN	
AJ	BLAND	CMR	GSC	KCM	MUD	PRAKIT	SISB	TCCC	UKEM	
ALPHAX	BM	CPT	GTB	KK	NC	PRAPAT	SK	THMUI	UMS	
AMC	BROCK	CRANE	HTECH	KKC	NDR	PRECHA	SMART	TNH	UNIQ	
APP	BSBM	CSR	HUMAN	KWI	NFC	PTL	SOLAR	TNR	UPA	
AQ	BSM	D	IHL	KYE	NNCL	RJH	SPACK	TOPP	UREKA	
ARIN	BTNC	EKH	IIG	LEE	NOVA	RP	SPG	TPCH	VIBHA	
AS	BYD	EMC	INGRS	LPH	NPK	RPH	SQ	TPIPL	W	
AU	CAZ	EP	INOX	MATI	NUSA	RSP	SSP	TPIPP	WIN	
B52	CCP	F&D	JAK	M-CHAI	PAF	SABUY	STARK	TPLAS	WORK	
BEAUTY	CGD	FMT	JR	MCS	PF	SF	STC	TPOLY	WPH	

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

Sources: Thai Institute of Directors Association (IOD); FSSIA's compilation; data as of 26 October 2021

Anti-corruption Progress Indicator

CERTIFIED										
2S	BCH	CPALL	GC	K	MFC	PE	QLT	SNP	THCOM	TU
7UP	BCP	CPF	GCAP	KASET	MFEC	PG	QTC	SORKON	THIP	TVD
ADVANC	BCPG	CPI	GEL	KBANK	MILL	PHOL	RATCH	SPACK	THRE	TVI
AF	BE8	CPN	GFPT	KBS	MINT	PK	RML	SPALI	THREL	TVO
AI	BEYOND	CSC	GGC	KCAR	MONO	PL	RWI	SPC	TIDLOR	TWPC
AIE	BGC	DCC	GJS	KCE	MOONG	PLANB	S & J	SPI	TIPCO	U
AIRA	BGRIM	DELTA	GPI	KGI	MSC	PLANET	SAAM	SPRC	TISCO	UBE
AKP	BJCHI	DEMCO	GPSC	KKP	MST	PLAT	SABINA	SRICHA	TKS	UBIS
ALPHAX	BKI	DIMET	GSTEEL	KSL	MTC	PM	SAPPE	SSF	TKT	UEC
AMA	BLA	DRT	GUNKUL	KTB	MTI	PPP	SAT	SSP	TMD	UKEM
AMANAHA	BPP	DTAC	HANA	KTC	NBC	PPPM	SC	SSSC	TMILL	UOBKH
AMATA	BROOK	DUSIT	HARN	KWC	NEP	PPS	SCB	SST	TMT	UPF
AMATAV	BRR	EA	HEMP	KWI	NINE	PR9	SCC	STA	TNITY	UV
AP	BSBM	EASTW	HENG	L&E	NKI	PREB	SCCC	STOWER	TNL	VGI
APCS	BTS	ECL	HMPRO	LANNA	NMG	PRG	SCG	SUSCO	TNP	VIH
AQUA	BWG	EGCO	HTC	LH	NNCL	PRINC	SCN	SVI	TNR	WACOAL
ARROW	CEN	EP	ICC	LHFG	NOBLE	PRM	SEAOIL	SYMC	TOG	WHA
AS	CENTEL	EPG	ICHI	LHK	NOK	PROS	SE-ED	SYNTEC	TOP	WHAUP
ASIAN	CFRESH	ERW	IFEC	LPN	NSI	PSH	SELIC	TAE	TOPP	WICE
ASK	CGH	ESTAR	IFS	LRH	NWR	PSL	SENA	TAKUNI	TPA	WIJK
ASP	CHEWA	ETE	ILINK	M	OCC	PSTC	SGP	TASCO	TPP	XO
AWC	CHOTI	FE	INET	MAKRO	OGC	PT	SINGER	TBSP	TRU	ZEN
AYUD	CHOW	FNS	INSURE	MALEE	ORI	PTG	SIRI	TCAP	TRUE	
B	CIG	FPI	INTUCH	MATCH	PAP	PTT	SITHAI	TCMC	TSC	
BAFS	CIMBT	FPT	IRC	MBAX	PATO	PTTEP	SKR	TFG	TSTE	
BAM	CM	FSMART	IRPC	MBK	PB	PTTGC	SMIT	TFI	TSTH	
BANPU	CMC	FSS	ITEL	MC	PCSGH	PYLON	SMK	TFMAMA	TTA	
BAY	COM7	FTE	IVL	MCOT	PDG	Q-CON	SMPC	TGH	TTB	
BBL	COTTO	GBX	JKN	META	PDJ	QH	SNC	THANI	TTCL	
DECLARED										
AJ	CHG	DDD	ETC	JR	MAJOR	NUSA	RS	SSS	TQM	YUASA
ALT	CPL	DHOUSE	FLOYD	JTS	NCAP	NYT	SAK	STECH	TSI	ZIGA
APCO	CPR	DOHOME	GULF	KEX	NCL	OR	SCGP	STGT	VARO	
B52	CPW	ECF	III	KUMWEL	NOVA	PIMO	SCM	TKN	VCOM	
BEC	CRC	EKH	INOX	LDC	NRF	PLE	SIS	TMI	VIBHA	

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 26 October 2021) are categorised into: 1) companies that have declared their intention to join CAC, and; 2) companies certified by CAC.

Sources: 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)



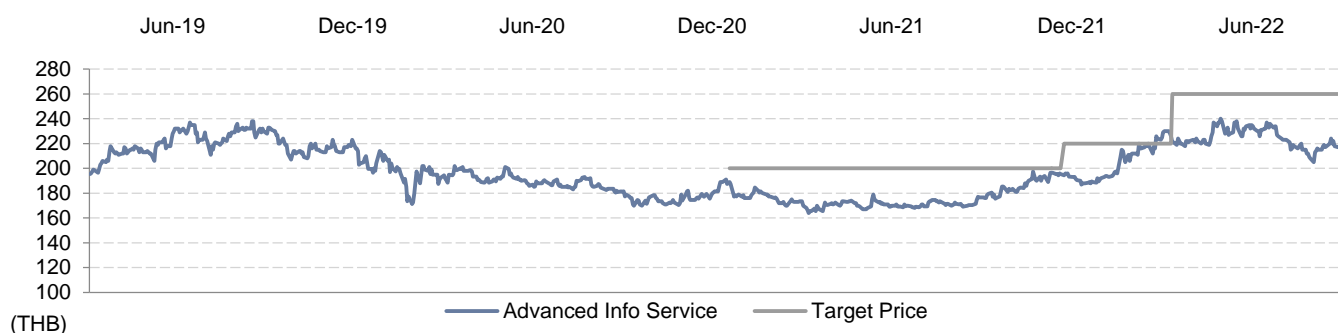
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
24-Mar-2021	BUY	65.00	19-Oct-2021	HOLD	72.00	-	-	-
05-May-2021	HOLD	65.00	14-Feb-2022	BUY	86.80			

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

Price and TP are in local currency

Source: FSSIA estimates

Advanced Info Service (ADVANC TB)



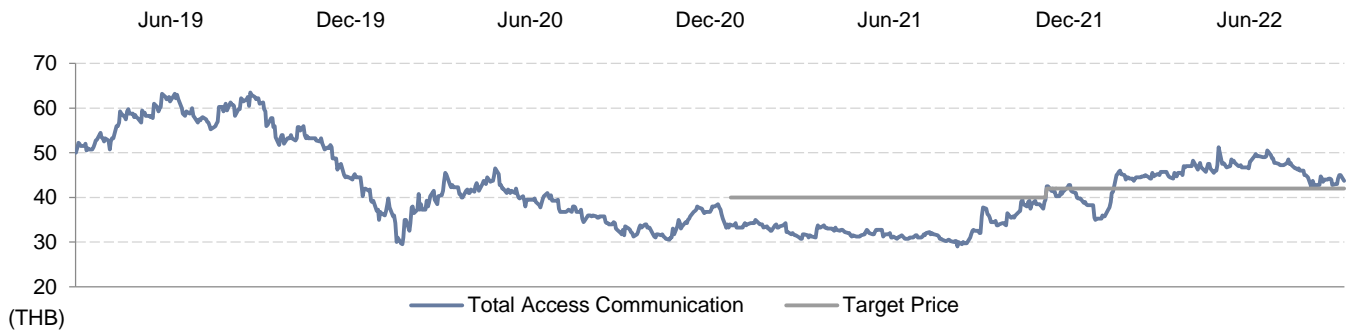
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
16-Dec-2020	HOLD	200.00	01-Oct-2021	BUY	220.00	-	-	-
09-Feb-2021	BUY	200.00	05-Jan-2022	BUY	260.00			

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

Price and TP are in local currency

Source: FSSIA estimates

Total Access Communication (DTAC TB)



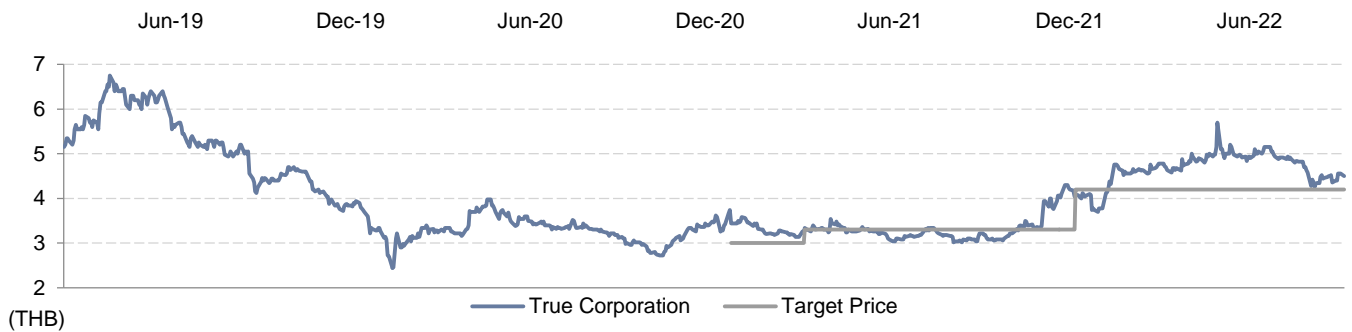
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
24-Dec-2020	BUY	40.00	22-Sep-2021	HOLD	42.00	-	-	-

Naruedom Mujjalinkool started covering this stock from 24-Dec-2020

Price and TP are in local currency

Source: FSSIA estimates

True Corporation (TRUE TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
29-Dec-2020	REDUCE	3.00	02-Mar-2021	HOLD	3.30	19-Oct-2021	HOLD	4.20

Naruedom Mujjalinkool started covering this stock from 29-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 70.00	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.
Advanced Info Service	ADVANC TB	THB 208.00	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.
Total Access Communication	DTAC TB	THB 44.75	BUY	The key downside risks to our DCF-based TP are if the amalgamation between DTAC and TRUE is unable to proceed, if there is stronger-than-expected competition in the mobile market, and if there is a faster or slower-than-expected adoption of 5G use cases.
True Corporation	TRUE TB	THB 4.62	BUY	The key downside risks to our DCF-based TP are if the 5G subscription gains and ARPU are worse than our expectation, if the company can reduce its costs worse than we expect, and if there is a slower-than-expected adoption of 5G use cases.
Thaicom	THCOM TB	THB 9.40	HOLD	The key upside and downside 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; 2) if the auction for the new satellite is delayed; and 3) 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

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All share prices are as at market close on 10-Jun-2022 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.