

BANGCHAK CORP BCP TB

THAILAND / OIL & GAS

BUY
 UNCHANGED

GRM and E&P growth ahead

- BCP remains one of the most attractive refinery companies in the Thai energy sector given its lower-than-peers' crude premium.
- We project a strong NP in 2Q22 of THB5.2b (+18% q-q, +192% y-y), and project core NP to rise to THB4.7b (+98% q-q, +632% y-y).
- Maintain BUY and lift our SoTP-based TP to THB41.

TARGET PRICE	THB41.00
CLOSE	THB29.50
UP/DOWNSIDE	+39.0%
PRIOR TP	THB40.00
CHANGE IN TP	+2.5%
TP vs CONSENSUS	+8.7%

KEY STOCK DATA

YE Dec (THB m)	2021	2022E	2023E	2024E
Revenue	199,417	327,157	296,492	292,545
Net profit	7,624	13,119	4,129	3,469
EPS (THB)	5.54	9.53	3.00	2.52
vs Consensus (%)	-	49.0	(41.2)	(40.3)
EBITDA	17,928	29,825	17,658	17,388
Core net profit	3,401	13,119	4,129	3,469
Core EPS (THB)	2.47	9.53	3.00	2.52
Chg. In EPS est. (%)	-	92.1	(40.0)	(50.6)
EPS growth (%)	nm	285.7	(68.5)	(16.0)
Core P/E (x)	11.9	3.1	9.8	11.7
Dividend yield (%)	6.8	16.1	5.1	4.3
EV/EBITDA (x)	5.7	3.5	6.7	7.3
Price/book (x)	0.8	0.7	0.7	0.6
Net debt/Equity (%)	65.0	60.2	75.2	84.1
ROE (%)	6.8	22.7	6.7	5.5

More competitive play on lower crude premium and UCO

We think BCP remains one of the most attractive refinery companies in the Thai energy sector based on 1) its lower-than-peers' crude premium thanks to its high consumption of low-cost premium local crudes and a small amount of Middle East crudes; 2) low demand risk from the captive demand from its downstream oil stations; 3) higher selling prices on its 12% yield of unconverted oil (UCO), a unique type of fuel oil whose price is at a premium to the diesel price; and 4) a well-diversified business portfolio of refinery, oil stations, power, biofuels, and upstream oil & gas exploration and production (E&P).

Solid GRM and E&P earnings expected in 2Q22

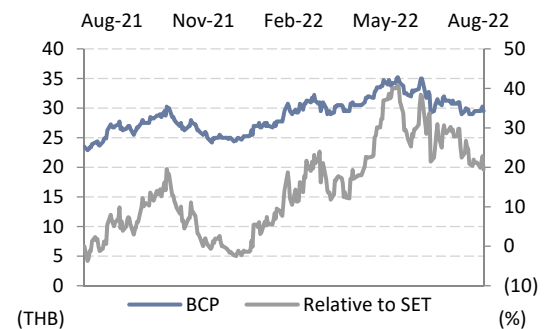
In 2Q22, we project BCP to post a strong net profit of THB5.2b, up 18% q-q and 192% y-y. Excluding inventory gains, we project BCP's 2Q22 core net profit to rise to THB4.7b, up 98% q-q and 632% y-y. Key drivers and expectations are 1) a high market GRM to USD21/bbl; 2) a rising utilisation rate to 105% (125kbpd); 3) a USD5/bbl crude premium, lower than its local peers' average of USD7-9/bbl; and 4) earnings growth from its E&P unit on the sharp rise in the oil and gas prices, particularly in Europe where BCP's E&P assets are operating in Norway.

Revival of non-oil businesses

BCP is in the process of restructuring itself from a "me too" to a "top two" diversified energy company. Starting with a revamp of its convenience store unit via its JV with Central Retail Group (CRC TB, BUY, TP THB45) to revive its non-oil business, BCP is exploring a new business plan to leverage its "Intanin" coffee shops to gain more market share and higher EBITDA in 2022-24.

Small growth within one puzzle

We maintain BUY and lift our SoTP-based TP to THB41, reflecting 1) our upward EPS forecast revision by 92% in 2022 due to a higher expected GRM, but lower EPS forecasts in 2023-24 by 40-51% to reflect our assumptions of higher crude premiums and higher crude prices; and 2) our valuation rollover to 2023. We think BCP stands as an attractive investment for the short-term uptrend in refinery and E&P and long-term growth in its oil station and power businesses.



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	(5.6)	(12.6)	22.9
Relative to country (%)	(9.0)	(10.2)	17.5
Mkt cap (USD m)	1,166		
3m avg. daily turnover (USD m)	15.0		
Free float (%)	62		
Major shareholder	Ministry of Finance (25%)		
12m high/low (THB)	35.25/22.80		
Issued shares (m)	1,376.92		

Sources: Bloomberg consensus; FSSIA estimates



Suwat Sinsadok, CFA, FRM, ERP
 suwat.sin@fssia.com
 +66 2611 3558

Siriluck Pinthusoonthorn
 siriluck.pin@fssia.com
 +66 2611 3562

Investment thesis

BCP's earnings sustainability has continued to improve thanks to its well-diversified earnings portfolio, with 50-60% of its EBITDA coming from less cyclical non-refinery businesses, including oil stations (20%), power (25%), bio-based products (10%), and exploration & production (1%) as of 2019.

We believe BCP's growth strategy to increase the number of its oil stations by 330 stations (+30% from 1,080 stations in 2017) from 2017 to 2023 will allow the company to not only improve its overall profitability but also position it as the second-largest oil station operator in Thailand. This growth strategy would allow BCP to become a self-sufficient refiner with 100% captive demand for refined oil products from its downstream oil stations by 2023.

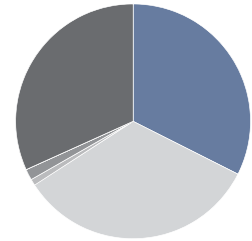
Company profile

BCP is Thailand's sixth largest refiner and second largest gas station operator. The company's Subpar refinery has a nameplate capacity of 120kbpd. It also runs 1,140 oil stations (as at end-2Q18) and biodiesel plants.

www.bangchak.co.th

Principal activities (revenue, 2021)

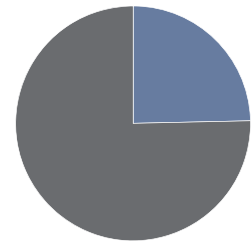
- Refinery and oil trading - 88.9 %
- Marketing - 91.6 %
- Electricity - 2.4 %
- Bio based product - 4.1 %
- Natural resource - 0.0 %
- Eliminations - -87.0 %



Source: Bangchak Corp

Major shareholders

- Ministry of Finance - 24.6 %
- Others - 75.4 %



Source: Bangchak Corp

Catalysts

A stronger-than-expected recovery in market GRM on wider-than-expected diesel cracks and lower-than-expected crude premiums is a key potential catalyst.

Risks to our call

The downside risks to our SoTP-based TP include: 1) lower-than-expected demand for petroleum products; 2) higher crude premiums; and 3) unplanned shutdowns of the company's refinery plants.

Event calendar

Date	Event
Aug 2022	2Q22 results announcement

Key assumptions

	2022E	2023E	2024E
	(USD/bbl)	(USD/bbl)	(USD/bbl)
Dubai oil price	120.0	110.0	110.0
Market GRM	25.91	17.83	15.08
Crude premium	4.00	3.00	3.00
Diesel-Dubai	40	25	20
Jet-Dubai	30	26	26
Gasoline-Dubai	25	20	20
LSFO-Dubai	8	8	8
HSFO-Dubai	(15)	(12)	(12)

Source: FSSIA estimates

Earnings sensitivity

- For every 1% increase in average Dubai oil price, we project 2022 earnings will rise by 1.2%, and vice versa.
- For every 1% increase in market GRM, we estimate 2022 earnings will rise by 1.4%, and vice versa.
- Stability in crude oil price, rising diesel cracks, and low crude premiums are key for earnings growth.

Source: FSSIA estimates

Exhibit 1: Key changes in assumptions

	Current			Previous			Change		
	2022E (THB m)	2023E (THB m)	2024E (THB m)	2022E (THB m)	2023E (THB m)	2024E (THB m)	2022E (%)	2023E (%)	2024E (%)
Revenue	327,157	296,492	292,545	256,235	240,700	238,596	27.7	23.2	22.6
Gross profit	41,275	30,111	26,164	29,946	31,648	29,544	37.8	(4.9)	(11.4)
Operating profit	20,667	7,772	6,773	11,820	11,652	11,771	74.9	(33.3)	(42.5)
Core net profit	13,119	4,129	3,469	6,830	6,887	7,022	92.1	(40.0)	(50.6)
EPS (THB/shr)	9.5	3.0	2.5	5.0	5.0	5.1	92.1	(40.0)	(50.6)
Key assumptions (USD/bbl)									
Dubai oil price	120.0	110.0	110.0	100.0	90.0	90.0	20.0	22.2	22.2
Market GRM	25.91	17.83	15.08	15.52	15.6	13.84	66.9	14.0	9.0
Crude premium	4.00	3.00	3.00	2.00	2.0	2.00	100.0	50.0	50.0
Diesel-Dubai	40	25	20	24	22.0	20	66.7	13.6	-
Jet-Dubai	30	26	26	23	22	20	30.4	18.2	30.0
Gasoline-Dubai	25	20	20	20	18	16	25.0	11.1	25.0
LSFO-Dubai	8	8	8	8	8	8	-	-	-
HSFO-Dubai	(15)	(12)	(12)	(15)	(12)	(12)	-	-	-

Sources: FSSIA estimates

Exhibit 2: SoTP valuation

BCP valuation	(THB m)	(THB/shr)	Comments
Refinery	53,560	39	At 4x FY23E EV/EBITDA
Oil station	32,810	24	At 14x FY23E P/E
Biodiesel	4,426	3	At 10x FY23E P/E
BCPG	25,091	18	SoTP target price after capital increase
Net debt	(59,634)	(43)	FY23E net debt
Total value	56,253	41	

Sources: BCP; FSSIA estimates

Financial Statements

Bangchak Corp

Profit and Loss (THB m) Year Ending Dec	2020	2021	2022E	2023E	2024E
Revenue	136,450	199,417	327,157	296,492	292,545
Cost of goods sold	(125,301)	(167,670)	(285,881)	(266,381)	(266,381)
Gross profit	11,150	31,747	41,275	30,111	26,164
Other operating income	-	-	-	-	-
Operating costs	(7,682)	(13,819)	(11,450)	(12,453)	(8,776)
Operating EBITDA	3,467	17,928	29,825	17,658	17,388
Depreciation	(6,821)	(8,075)	(9,158)	(9,886)	(10,614)
Goodwill amortisation	0	0	0	0	0
Operating EBIT	(3,354)	9,853	20,667	7,772	6,773
Net financing costs	(1,237)	(2,289)	(2,611)	(2,388)	(2,388)
Associates	(592)	1,042	30	0	0
Recurring non-operating income	(59)	2,321	1,373	1,410	1,480
Non-recurring items	(2,708)	4,223	0	0	0
Profit before tax	(7,359)	14,108	19,429	6,794	5,865
Tax	1,589	(4,263)	(5,609)	(1,965)	(1,696)
Profit after tax	(5,770)	9,845	13,819	4,829	4,169
Minority interests	(1,197)	(2,221)	(700)	(700)	(700)
Preferred dividends	0	0	0	0	0
Other items	-	-	-	-	-
Reported net profit	(6,967)	7,624	13,119	4,129	3,469
Non-recurring items & goodwill (net)	2,708	(4,223)	0	0	0
Recurring net profit	(4,259)	3,401	13,119	4,129	3,469
Per share (THB)					
Recurring EPS *	(3.09)	2.47	9.53	3.00	2.52
Reported EPS	(5.06)	5.54	9.53	3.00	2.52
DPS	0.60	2.00	4.76	1.51	1.26
Diluted shares (used to calculate per share data)	1,377	1,377	1,377	1,377	1,377
Growth					
Revenue (%)	(28.4)	46.1	64.1	(9.4)	(1.3)
Operating EBITDA (%)	(54.7)	417.0	66.4	(40.8)	(1.5)
Operating EBIT (%)	nm	nm	109.7	(62.4)	(12.9)
Recurring EPS (%)	nm	nm	285.7	(68.5)	(16.0)
Reported EPS (%)	nm	nm	72.1	(68.5)	(16.0)
Operating performance					
Gross margin inc. depreciation (%)	3.2	11.9	9.8	6.8	5.3
Gross margin of key business (%)	3.2	11.9	9.8	6.8	5.3
Operating EBITDA margin (%)	2.5	9.0	9.1	6.0	5.9
Operating EBIT margin (%)	(2.5)	4.9	6.3	2.6	2.3
Net margin (%)	(3.1)	1.7	4.0	1.4	1.2
Effective tax rate (%)	37.4	28.9	28.9	28.9	28.9
Dividend payout on recurring profit (%)	(19.4)	81.0	50.0	50.4	50.0
Interest cover (X)	(2.8)	5.3	8.4	3.8	3.5
Inventory days	46.6	37.7	31.9	41.7	40.3
Debtor days	23.4	19.8	25.1	44.7	61.5
Creditor days	37.5	30.4	27.0	35.3	34.1
Operating ROIC (%)	(3.7)	9.7	16.9	5.6	4.3
ROIC (%)	(2.2)	6.8	10.4	4.0	3.3
ROE (%)	(8.7)	6.8	22.7	6.7	5.5
ROA (%)	(1.6)	4.1	7.3	2.9	2.6

* Pre-exceptional, pre-goodwill and fully diluted

Revenue by Division (THB m)	2020	2021	2022E	2023E	2024E
Refinery and oil trading	114,820	177,268	304,458	273,212	268,648
Marketing	172,369	182,711	193,674	205,295	217,612
Electricity	4,790	4,790	4,790	4,790	4,790
Bio based product	8,212	8,212	8,212	8,212	8,212

Sources: Bangchak Corp; FSSIA estimates

Financial Statements

Bangchak Corp

Cash Flow (THB m) Year Ending Dec	2020	2021	2022E	2023E	2024E
Recurring net profit	(4,259)	3,401	13,119	4,129	3,469
Depreciation	6,821	8,075	9,158	9,886	10,614
Associates & minorities	533	1,279	1,343	1,410	1,480
Other non-cash items	-	-	-	-	-
Change in working capital	5,115	(2,578)	(11,759)	(13,937)	(13,103)
Cash flow from operations	8,210	10,177	11,860	1,488	2,461
Capex - maintenance	(6,758)	(7,014)	(8,453)	(9,126)	(9,798)
Capex - new investment	-	-	-	-	-
Net acquisitions & disposals	-	-	-	-	-
Other investments (net)	2,640	(14,045)	103	998	1,671
Cash flow from investing	(4,119)	(21,059)	(8,350)	(8,127)	(8,127)
Dividends paid	(1,377)	(1,790)	(4,657)	(4,320)	(1,907)
Equity finance	0	0	0	0	0
Debt finance	14,019	15,167	0	0	0
Other financing cash flows	(2,646)	7,876	(1,031)	(1,292)	(1,392)
Cash flow from financing	9,996	21,253	(5,688)	(5,612)	(3,299)
Non-recurring cash flows	-	-	-	-	-
Other adjustments	0	0	0	0	0
Net other adjustments	0	0	0	0	0
Movement in cash	14,087	10,371	(2,178)	(12,251)	(8,965)
Free cash flow to firm (FCFF)	6,060.50	(8,342.84)	6,121.19	(4,250.77)	(3,277.58)
Free cash flow to equity (FCFE)	15,463.81	12,161.08	2,479.10	(7,930.89)	(7,057.70)

Per share (THB)

FCFF per share	4.40	(6.06)	4.45	(3.09)	(2.38)
FCFE per share	11.23	8.83	1.80	(5.76)	(5.13)
Recurring cash flow per share	2.25	9.26	17.15	11.20	11.30

Balance Sheet (THB m) Year Ending Dec	2020	2021	2022E	2023E	2024E
Tangible fixed assets (gross)	96,466	111,132	119,871	128,610	137,349
Less: Accumulated depreciation	(41,899)	(41,899)	(51,057)	(60,943)	(71,557)
Tangible fixed assets (net)	54,567	69,233	68,814	67,667	65,792
Intangible fixed assets (net)	13,309	15,613	15,613	15,613	15,613
Long-term financial assets	-	-	-	-	-
Invest. in associates & subsidiaries	15,713	14,196	14,196	14,196	14,196
Cash & equivalents	21,651	32,022	29,844	17,594	8,629
A/C receivable	6,402	15,234	29,723	42,854	55,810
Inventories	16,162	18,497	31,538	29,387	29,387
Other current assets	3,080	3,620	5,939	5,382	5,310
Current assets	47,296	69,372	97,043	95,216	99,136
Other assets	17,438	33,370	33,370	33,370	33,370
Total assets	148,323	201,785	229,037	226,063	228,107
Common equity	46,366	53,467	61,930	61,769	63,331
Minorities etc.	11,950	16,092	16,792	17,492	18,192
Total shareholders' equity	58,316	69,559	78,722	79,261	81,524
Long term debt	54,095	69,787	69,787	69,787	69,787
Other long-term liabilities	10,409	28,334	28,334	28,334	28,334
Long-term liabilities	64,504	98,121	98,121	98,121	98,121
A/C payable	12,277	15,651	26,685	24,865	24,865
Short term debt	7,966	7,441	7,441	7,441	7,441
Other current liabilities	5,259	11,014	18,068	16,375	16,157
Current liabilities	25,502	34,105	52,195	48,681	48,463
Total liabilities and shareholders' equity	148,323	201,785	229,037	226,063	228,107
Net working capital	8,108	10,686	22,445	36,382	49,485
Invested capital	109,135	143,099	154,440	167,229	178,456

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

Per share (THB)

Book value per share	33.67	38.83	44.98	44.86	45.99
Tangible book value per share	24.01	27.49	33.64	33.52	34.66

Financial strength

Net debt/equity (%)	69.3	65.0	60.2	75.2	84.1
Net debt/total assets (%)	27.2	22.4	20.7	26.4	30.1
Current ratio (x)	1.9	2.0	1.9	2.0	2.0
CF interest cover (x)	13.5	6.3	1.9	(2.3)	(2.0)

Valuation	2020	2021	2022E	2023E	2024E
Recurring P/E (x) *	(9.5)	11.9	3.1	9.8	11.7
Recurring P/E @ target price (x) *	(13.3)	16.6	4.3	13.7	16.3
Reported P/E (x)	(5.8)	5.3	3.1	9.8	11.7
Dividend yield (%)	2.0	6.8	16.1	5.1	4.3
Price/book (x)	0.9	0.8	0.7	0.7	0.6
Price/tangible book (x)	1.2	1.1	0.9	0.9	0.9
EV/EBITDA (x) **	26.8	5.7	3.5	6.7	7.3
EV/EBITDA @ target price (x) **	31.4	6.6	4.0	7.6	8.2
EV/invested capital (x)	0.9	0.7	0.7	0.7	0.7

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

Sources: Bangchak Corp; 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	CSS	GPI	KTB	NEP	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	SEAFECO	SVI	TPBI	WAVE
AOT	BWG	EA	HMPRO	LPN	NYT	PTT	SEOIL	SYMC	TQM	WHA
AP	CENEL	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	UNIQU	
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	TIPIP	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	SEA OIL	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	WIIK
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

Suwat Sinsadok, CFA, FRM, ERP FSS International Investment Advisory Securities Co., Ltd

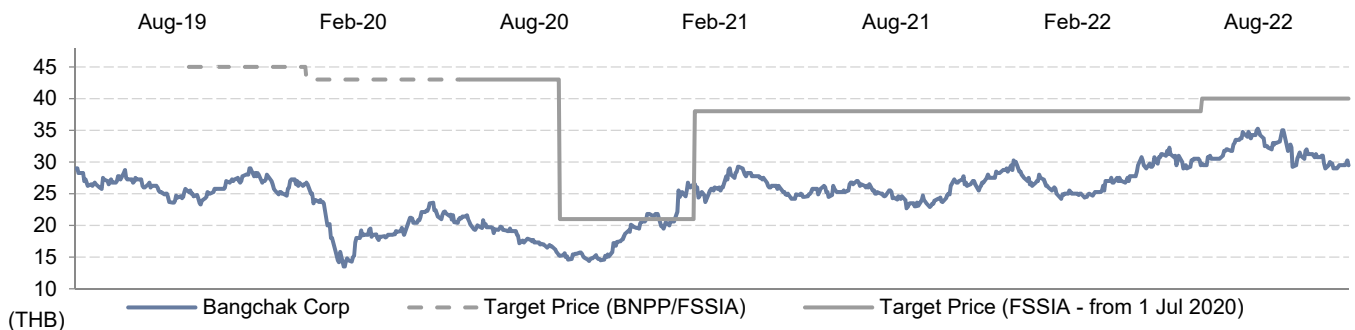
The individual(s) identified above certify(ies) that (i) all views expressed in this report accurately reflect the personal view of the analyst(s) with regard to any and all of the subject securities, companies or issuers mentioned in this report; and (ii) no part of the compensation of the analyst(s) 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

Bangchak Corp (BCP TB)



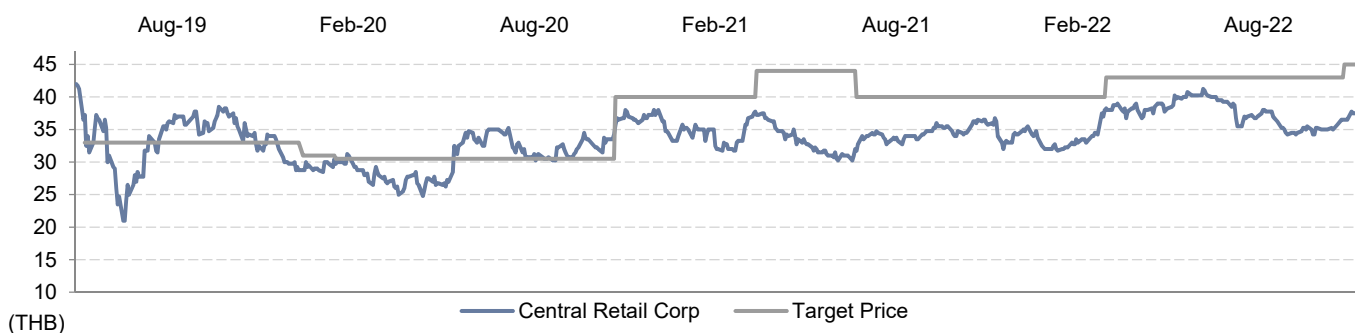
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
08-Nov-2019	BUY	45.00	24-Sep-2020	BUY	21.00	30-Mar-2022	BUY	40.00
20-Feb-2020	BUY	43.00	18-Jan-2021	BUY	38.00			

Suwat Sinsadok, CFA, FRM, ERP started covering this stock from 08-Nov-2019

Price and TP are in local currency

Source: FSSIA estimates

Central Retail Corp (CRC TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
25-Feb-2020	REDUCE	33.00	02-Mar-2021	BUY	40.00	09-Feb-2022	BUY	43.00
24-Jul-2020	HOLD	31.00	09-Jun-2021	BUY	44.00	26-Jul-2022	BUY	45.00
18-Aug-2020	HOLD	30.50	18-Aug-2021	BUY	40.00			

Suwat Sinsadok, CFA, FRM, ERP started covering this stock from 24-Jul-2020

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
Bangchak Corp	BCP TB	THB 29.50	BUY	The downside risks to our SoTP-based TP include: 1) lower-than-expected demand for petroleum products; 2) higher crude premiums; and 3) unplanned shutdowns of the company's refinery plants.
Central Retail Corp	CRC TB	THB 37.50	BUY	The key downside risks to our DCF-based TP include 1) new waves of Covid-19; and 2) lower-than-expected sales from the high-margin fashion business.

Source: FSSIA estimates

Additional Disclosures

Target price history, stock price charts, valuation and risk details, and equity rating histories applicable to each company rated in this report is available in our most recently published reports. You can contact the analyst named on the front of this note or your representative at Finansia Syrus Securities Public Company Limited

FSSIA may incorporate the recommendations and target prices of companies currently covered by FSS Research into equity research reports, denoted by an 'FSS' before the recommendation. FSS Research is part of Finansia Syrus Securities Public Company Limited, which is the parent company of FSSIA.

All share prices are as at market close on 04-Aug-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.