

RATCHTHANI LEASING

THANI TB

THAILAND / DIVERSIFIED FINANCIALS

BUY

2Q22 NP beat from great asset quality

- Impressive 2Q22 NP of THB492m on healthy asset quality and moderate loan growth.
- Expect a solid y-y bottom line growth in 2H22.
- Maintain BUY on robust growth outlook and healthy asset quality

TARGET PRICE	THB4.80
CLOSE	THB4.28
UP/DOWNSIDE	+12.1%
TP vs CONSENSUS	-3.2%

KEY STOCK DATA

YE Dec (THB m)	2021	2022E	2023E	2024E
Operating profit	2,143	2,298	2,541	2,785
Net profit	1,709	1,856	2,052	2,249
EPS (THB)	0.30	0.33	0.36	0.40
vs Consensus (%)	-	-	(2.7)	1.8
Core net profit	1,709	1,856	2,052	2,249
Core EPS (THB)	0.30	0.33	0.36	0.40
EPS growth (%)	(25.0)	8.6	10.6	9.6
Core P/E (x)	14.2	13.1	11.8	10.8
Dividend yield (%)	4.0	4.3	4.7	5.6
Price/book (x)	2.1	2.0	1.8	1.7
ROE (%)	15.3	15.5	16.0	16.4
ROA (%)	3.5	3.6	3.7	3.6

Beat 2Q22 results from great asset quality control

We read THANI's overall performance as positive. It delivered a solid 2Q22 net profit of THB492m, up 15% y-y and 8% q-q, which was 7% higher than our expectation and the BBG consensus due to lower ECL.

Plummeting ECL and gradual loan recovery were key drivers

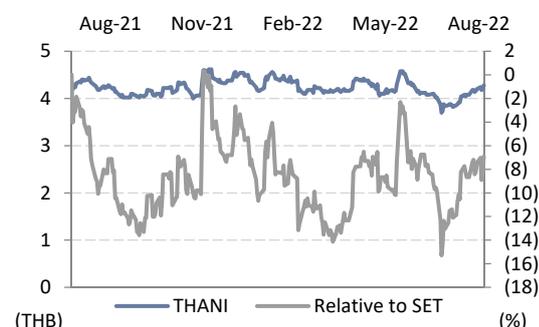
Its robust bottom line was driven by three factors. First, there was a rise in its loan volume by 6% y-y and 3% q-q on the strong demand for trucks. Next, its fee income increased by 22% y-y following the rise in its loan volume. Lastly, THANI did a good job on its credit cost, which was better than our expectation. It went down significantly by 59 bps y-y and 45 bps q-q to 56 bps, as THANI was able to control its asset quality effectively. Unlike other diversified financial companies, its NPLs plummeted by 18% q-q, implying a record low NPL ratio of 2.4%. Its coverage ratio increased impressively to 117%. These positives were able to completely offset the company's higher OPEX as it is continuing to speed up its truck confiscation process to prevent its asset quality from declining. Its 1H22 net profit accounts for 51% of our 2022 net profit forecast.

Solid net profit growth and healthy asset quality expected in 2H22

We believe THANI should continue to deliver robust performance – strong net profit growth with healthy asset quality – in 2H22, driven by 1) moderate loan growth; 2) higher fee income; and 3) lower ECL. Its asset quality should be healthier than its peers as c60% of THANI's truck clients are medium to large business operators. Normally, these segments can pass through the higher costs from the rising energy price to employers. We think THANI's clients will still have a limited impact from the rising energy price and high inflation environment.

Maintain BUY with a 2023 GGM-based TP of THB4.8

We reiterate our BUY call and our 2023 GGM-based TP of THB4.8. We think THANI will be able to manage the impact from the potential rate hikes and high inflation. Also, it is resuming its loan expansion mode. We believe its net profit should gradually increase y-y in 2H22 and by 11% in 2023. We think its share price still has not reflected the improving performance that we expect in the coming quarters. THANI's valuation is undemanding at 11.8x 2023E P/E and 1.8x 2023E P/BV.



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	10.9	3.9	(2.3)
Relative to country (%)	5.7	1.5	(7.7)
Mkt cap (USD m)	690		
3m avg. daily turnover (USD m)	2.1		
Free float (%)	21		
Major shareholder	Thanachart SPV1 Co., LTD (56%)		
12m high/low (THB)	4.78/3.64		
Issued shares (m)	5,663		

Sources: Bloomberg consensus; FSSIA estimates


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2Q22 results beat from great asset quality control

We read THANI's overall performance as positive. THANI delivered a solid 2Q22 net profit of THB492m, increasing 15% y-y and 8% q-q, which was 7% higher than our expectation and the Bloomberg consensus estimate due to lower expected credit losses (ECL). Its robust bottom line was driven by three factors. First, there was a rise in its loan volume by 6% y-y and 3% q-q on the strong demand for trucks. Next, its fee income increased by 22% y-y following the rise in its loan volume. Lastly, THANI did a good job on its credit cost, which was better than our expectation. It went down significantly by 59 bps y-y and 45 bps q-q to 56 bps, as the company was able to control its asset quality effectively. Unlike other diversified financial companies, its NPLs plummeted by 18% q-q, implying a record low NPL ratio of 2.4%. Its coverage ratio increased impressively to 117%. These positives were able to completely offset the company's higher OPEX as it is continuing to speed up its truck confiscation process to prevent its asset quality from declining. Its 1H22 net profit accounts for 51% of our 2022 net profit forecast.

2Q22 key highlights

- Due to the gradual resumption of its growth strategy and the strong demand for trucks, THANI delivered loan growth of 6% y-y and 3% q-q. New truck and luxury car hire purchases were the key drivers, we think.
- NIM slightly increased to 5.01% from 4.99% in 1Q22 due to efficient cost of funds control.
- OPEX rose 41% y-y and 15% q-q due to an increase in debt collection expenses. Its cost to income ratio remained at a high level of 22% from 20% in 1Q22.

Exhibit 1: THANI – 2Q22 results review

Year-end Dec 31	2Q21	1Q22	2Q22		1H22			2022E	Change	2Q22 comments	
	(THB m)	(THB m)	(THB m)	(y-y %)	(q-q %)	(THB m)	(y-y %)	%22E	(THB m)		(y-y %)
Net interest income	616	624	644	5	3	1,268	3	50	2,539	1	
Non-interest income	190	239	232	22	(3)	471	24	52	915	15	
Operating income	806	863	876	9	2	1,739	8	50	3,454	4	
Operating expenses	137	169	194	41	15	362	30	56	642	10	
PPOP before tax	669	694	682	2	(2)	1,376	3	49	2,812	3	
Expected credit loss	140	126	71	(49)	(43)	197	(20)	38	514	(12)	
Income tax	101	113	119	17	5	232	1	52	442	2	
Minority interest	0	0	0	17	133	0			0		
Normalised profit	428	455	492	15	8	947	11	51	1,856	9	
Extraordinary items	0	0	0			0			0		
Net profit	428	455	492	15	8	947	11	51	1,856	9	7% higher than the BBG expectation
EPS (THB)	0.08	0.08	0.09	15	8	0.17	11	51	0.33	9	
Asset quality ratio (%)											
NPLs (THB m)	1,714	1,514	1,244	(27)	(18)				1,770	(5)	
NPLs / loans	3.49	2.99	2.38						3.32		
Loan loss reserve/NPLs	77	101	117						104		
Credit cost (bps)	115	101	56						100		
Profitability ratio (%)											
Cost to income ratio	17.0	19.6	22.1						18.6		
Average yield	6.92	6.74	6.73						6.75		
Cost of funds (COF)	2.46	2.39	2.34						2.45		
Net interest margin (NIM)	5.05	4.99	5.01						4.94		
Non-int inc / total income	23.61	27.70	26.52						26.5		
Loan growth (%)											
y-y	(2.0)	4.5	6.4						8.0		
q-q	1.3	2.5	3.2								

Sources: THANI; FSSIA estimates

Financial Statements

Ratchthani Leasing

Profit and Loss (THB m) Year Ending Dec	2020	2021	2022E	2023E	2024E
Interest Income	3,516	3,430	3,468	3,837	4,323
Interest expense	(1,063)	(913)	(929)	(1,142)	(1,357)
Net interest income	2,452	2,517	2,539	2,695	2,966
Net fees & commission	316	380	486	510	536
Foreign exchange trading income	-	-	-	-	-
Securities trading income	-	-	-	-	-
Dividend income	0	0	0	0	0
Other income	431	417	429	451	496
Non interest income	747	796	915	961	1,031
Total income	3,199	3,313	3,454	3,656	3,998
Staff costs	(188)	(183)	(192)	(197)	(207)
Other operating costs	(350)	(402)	(450)	(441)	(477)
Operating costs	(538)	(585)	(642)	(639)	(684)
Pre provision operating profit	2,662	2,729	2,812	3,017	3,314
Provision for bad and doubtful debt	(338)	(586)	(514)	(476)	(529)
Other provisions	-	-	-	-	-
Operating profit	2,324	2,143	2,298	2,541	2,785
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	2,324	2,143	2,298	2,541	2,785
Tax	(464)	(434)	(442)	(489)	(536)
Profit after tax	1,860	1,709	1,856	2,052	2,249
Minority interests	0	0	0	0	0
Preferred dividends	-	-	-	-	-
Other items	-	-	-	-	-
Reported net profit	1,860	1,709	1,856	2,052	2,249
Non recurring items & goodwill (net)	-	-	0	0	0
Recurring net profit	1,860	1,709	1,856	2,052	2,249
Per share (THB)					
Recurring EPS *	0.40	0.30	0.33	0.36	0.40
Reported EPS	0.40	0.30	0.33	0.36	0.40
DPS	0.17	0.17	0.18	0.20	0.24
Growth					
Net interest income (%)	(3.0)	2.6	0.9	6.2	10.1
Non interest income (%)	6.8	6.6	14.9	5.0	7.3
Pre provision operating profit (%)	0.2	2.5	3.0	7.3	9.8
Operating profit (%)	(5.7)	(7.8)	7.2	10.6	9.6
Reported net profit (%)	(5.3)	(8.1)	8.6	10.6	9.6
Recurring EPS (%)	(22.6)	(25.0)	8.6	10.6	9.6
Reported EPS (%)	(22.6)	(25.0)	8.6	10.6	9.6
Income Breakdown					
Net interest income (%)	76.7	76.0	73.5	73.7	74.2
Net fees & commission (%)	9.9	11.5	14.1	14.0	13.4
Foreign exchange trading income (%)	-	-	-	-	-
Securities trading income (%)	-	-	-	-	-
Dividend income (%)	-	-	-	-	-
Other income (%)	13.5	12.6	12.4	12.3	12.4
Operating performance					
Gross interest yield (%)	7.04	7.05	6.75	6.85	6.95
Cost of funds (%)	2.70	2.49	2.45	2.75	2.90
Net interest spread (%)	4.34	4.56	4.30	4.10	4.05
Net interest margin (%)	4.9	5.2	4.9	4.8	4.8
Cost/income(%)	16.8	17.6	18.6	17.5	17.1
Cost/assets(%)	1.1	1.2	1.3	1.1	1.1
Effective tax rate (%)	19.9	20.2	19.3	19.3	19.3
Dividend payout on recurring profit (%)	42.2	56.3	56.0	56.0	60.0
ROE (%)	20.1	15.3	15.5	16.0	16.4
ROE - COE (%)	9.3	4.5	4.7	5.2	5.6
ROA (%)	3.7	3.5	3.6	3.7	3.6
RORWA (%)	-	-	-	-	-

* Pre-exceptional, pre-goodwill and fully diluted

Sources: Ratchthani Leasing; FSSIA estimates

Financial Statements

Ratchthani Leasing

Balance Sheet (THB m) Year Ending Dec	2020	2021	2022E	2023E	2024E
Gross customer loans	47,976	49,396	53,348	58,682	65,724
Total provisions	(1,228)	(1,485)	(1,839)	(1,992)	(2,225)
interest in suspense	0	0	0	0	0
Net customer loans	46,748	47,911	51,509	56,690	63,499
Bank loans	-	-	-	-	-
Government securities	-	-	-	-	-
Trading securities	-	-	-	-	-
Investment securities	0	0	0	0	0
Cash & equivalents	1,044	476	690	621	621
Other interesting assets	-	-	-	-	-
Tangible fixed assets	147	165	200	257	345
Associates	-	-	-	-	-
Goodwill	-	-	-	-	-
Other intangible assets	-	-	-	-	-
Other assets	579	671	511	695	891
Total assets	48,518	49,223	52,910	58,263	65,357
Customer deposits	0	0	0	0	0
Bank deposits	-	-	-	-	-
Other interest bearing liabilities	36,691	36,512	39,325	43,715	49,847
Non interest bearing liabilities	1,008	1,145	1,202	1,262	1,325
Hybrid Capital	-	-	-	-	-
Total liabilities	37,699	37,657	40,527	44,977	51,172
Share capital	5,663	5,663	5,663	5,663	5,663
Reserves	5,156	5,904	6,720	7,623	8,522
Total equity	10,819	11,567	12,383	13,286	14,185
Minority interests	0	0	0	0	0
Total liabilities & equity	48,518	49,223	52,910	58,263	65,357
Supplementary items					
Risk weighted assets (RWA)	n/a	n/a	n/a	n/a	n/a
Average interest earning assets	49,955	48,686	51,372	56,015	62,203
Average interest bearing liabilities	39,439	36,602	37,919	41,520	46,781
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)	1,500	1,863	1,770	1,912	2,103
Per share (THB)					
Book value per share	1.91	2.04	2.19	2.35	2.50
Tangible book value per share	1.91	2.04	2.19	2.35	2.50
Growth					
Gross customer loans	(7.6)	3.0	8.0	10.0	12.0
Average interest earning assets	(0.6)	(2.5)	5.5	9.0	11.0
Total asset (%)	(4.6)	1.5	7.5	10.1	12.2
Risk weighted assets (%)	-	-	-	-	-
Customer deposits (%)	nm	nm	nm	nm	nm
Leverage & capital measures					
Customer loan/deposits (%)	-	-	-	-	-
Equity/assets (%)	22.3	23.5	23.4	22.8	21.7
Tangible equity/assets (%)	22.3	23.5	23.4	22.8	21.7
RWA/assets (%)	-	-	-	-	-
Tier 1 CAR (%)	-	-	-	-	-
Total CAR (%)	-	-	-	-	-
Asset Quality					
Change in NPL (%)	(26.8)	24.2	(5.0)	8.0	10.0
NPL/gross loans (%)	3.1	3.8	3.3	3.3	3.2
Total provisions/gross loans (%)	2.6	3.0	3.4	3.0	3.4
Total provisions/NPL (%)	81.9	79.7	103.9	104.2	105.8
Valuation					
Recurring P/E (x) *	10.6	14.2	13.1	11.8	10.8
Recurring P/E @ target price (x) *	11.9	15.9	14.6	13.2	12.1
Reported P/E (x)	10.6	14.2	13.1	11.8	10.8
Dividend yield (%)	4.0	4.0	4.3	4.7	5.6
Price/book (x)	2.2	2.1	2.0	1.8	1.7
Price/tangible book (x)	2.2	2.1	2.0	1.8	1.7
Price/tangible book @ target price (x)	2.5	2.4	2.2	2.0	1.9

Sources: Ratchthani Leasing; 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	DRSH	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	SEAOIL	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	MITSIB	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	WIK
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	TIPIP	WIN	
B52	CCP	F&D	JAK	M-CHAI	PAF	SABUY	STARK	TPLAS	WORK	
BEAUTY	CGD	FMT	JR	MCS	PF	SF	STC	TPOLY	WPH	

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* 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

Yuvanart Suwanumphai FSS International Investment Advisory Securities Co., Ltd

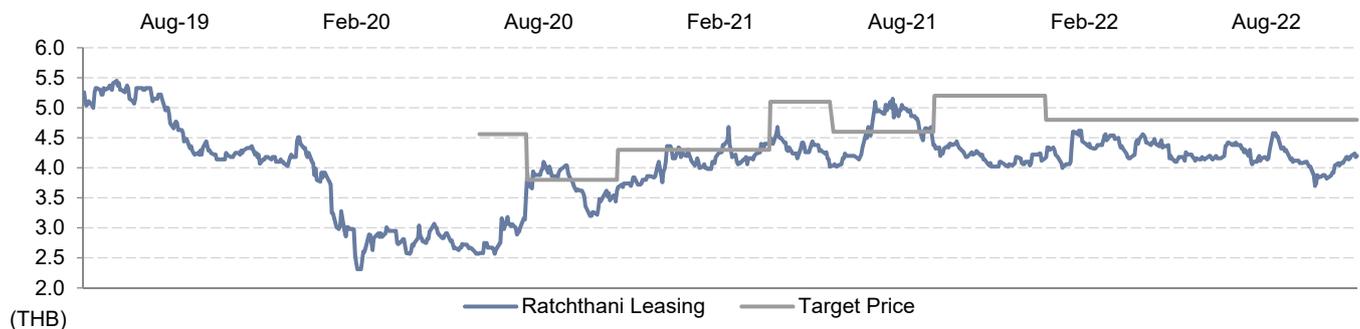
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History of change in investment rating and/or target price

Ratchthani Leasing (THANI TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
16-Jul-2020	BUY	4.56	23-Mar-2021	BUY	5.10	15-Nov-2021	BUY	4.80
26-Aug-2020	BUY	3.80	14-May-2021	BUY	4.60			
12-Nov-2020	BUY	4.30	11-Aug-2021	BUY	5.20			

Yuvanart Suwanumphai started covering this stock from 16-Jul-2020

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
Ratchthani Leasing	THANI TB	THB 4.28	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) changes in financial regulations from the Bank of Thailand.

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-Aug-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.