JMT NETWORK SERVICES   JMT TB

THAILAND / ASSET MANAGEMENT COMPANIES

BUY

Decent 3Q, with a stronger 4Q ahead

- JMT reported an in-line 3Q22 net profit of THB456m (+30% y-y, +5% q-q). We think the two highlights in 3Q were 1) solid cash collection; and 2) a high profit contribution from JK AMC.

- Expect a stronger y-y and q-q 4Q22 net profit.

- Maintain BUY with the expectation of outstanding performance over the next three years. Our 2023 TP remains unchanged at THB84.

TARGET PRICE	**THB84.00**
CLOSE	**THB63.25**
UP/DOWNSIDE	**+32.8%**
TP vs CONSENSUS	**+0.2%**

In-line 3Q22 net profit

JMT reported a 3Q22 net profit of THB456m (+30% y-y, +5% q-q), which was in line with our estimate and the Bloomberg consensus forecast. Its 9M22 net profit accounts for 67% of our 2022 net profit forecast.

Strong cash collection, but low NPL acquisitions continued

We see four positives in 3Q22: 1) strong cash collection, increasing 14% y-y and 6% q-q amid the high inflation; 2) a lower interest expense y-y and q-q from debenture repayments; 3) net insurance premiums at THB4m turning positive from a loss of THB50m in 2Q22 and THB48m in 1Q22 due to the absence of Covid claims; and 4) a high share of profits at THB35m from its JV with Kasikornbank (KBANK TB, BUY, TP THB192), called JK AMC. JK AMC started operating in 3Q22. With the business only running for one quarter, it was able to generate a profit of THB70m. These positives were able to totally offset higher y-y OPEX thanks to a rise in staff costs. As for NPL acquisitions, JMT still purchased NPLs at a slow pace in 3Q22 at THB0.55b, with YTD accumulated NPL purchases of cTHB1.67b. This is significantly lower than its 2022 target of THB10b, as most banks still prefer to manage NPLs themselves, resulting in a low NPL supply in 9M22.

## Expect impressive performance in 4Q22

We expect JMT's 4Q22 net profit to increase y-y and q-q substantially, driven by 1) continued solid cash collection; 2) a lower interest expense; 3) strong profit sharing from JK; and 4) a lower ECL, as JMT normally releases its ECL in 4Q.

Reiterate as top pick with 2023 GGM-based TP of THB84

We reiterate our BUY call with an unchanged GGM-based TP of THB84. JMT remains our top pick as we think it should deliver the most impressive performance, with an expected three-year CAGR of 36% from 2021-24, supported by the efficient cash collection management from its large portfolio and long experience in the industry. On top of that, due to the solid performance of JK in 3Q22, if JK can maintain its operations going forward, it should generate an upside risk for JMT's earnings in the medium term.

KEY STOCK DATA

YE Dec (THB m)	2021	2022E	2023E	2024E
Operating profit	1,620	2,050	2,930	3,551
Net profit	1,400	1,882	2,862	3,498
EPS (THB)	1.29	1.32	1.97	2.35
vs Consensus (%)	-	(4.3)	1.1	0.3
Core net profit	1,400	1,882	2,862	3,498
Core EPS (THB)	1.29	1.32	1.97	2.35
EPS growth (%)	18.3	2.7	48.4	19.4
Core P/E (x)	49.0	47.7	32.2	27.0
Dividend yield (%)	1.3	1.2	2.2	2.6
Price/book (x)	3.7	3.9	3.8	3.1
ROE (%)	11.3	8.9	12.0	12.5
ROA (%)	6.5	5.9	8.7	9.6
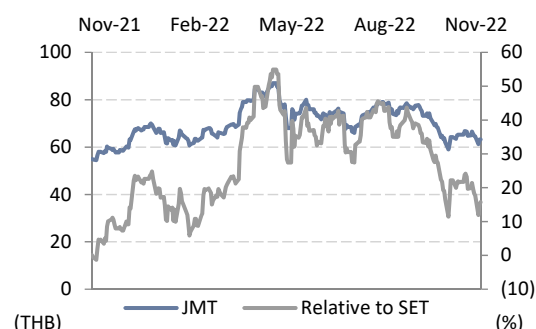
Share price performance	1 Month	3 Month	12 Month
Absolute (%)	2.0	(19.9)	18.2
Relative to country (%)	(0.7)	(20.1)	18.9

Mkt cap (USD m)	2,502
3m avg. daily turnover (USD m)	16.5
Free float (%)	21
Major shareholder	JMART Pcl. (53%)
12m high/low (THB)	88.25/51.75
Issued shares (m)	0

Sources: Bloomberg consensus; FSSIA estimate

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Exhibit 1: JMT – 3Q22 results review

	3Q21	2Q22	------------- 3Q22 -------------			------------- 9M22 ------------			2022E	3Q22 comments
	(THB m)	(THB m)	(THB m)	(y-y%)	(q-q%)	(THB m)	(y-y%)	%22E	(THB m)	
Interest income										
- Interest income from NPLs	509	649	646	27	(0)	1,934	33	72	2,672	
- Gain on NPLs (fully amortised)	318	306	303	(5)	(1)	921	22	69	1,336	
Total interest income	**828**	**955**	**950**	**15**	**(1)**	**2,856**	**29**	**70**	**4,072**	
Interest expense	85	66	51	(40)	(22)	189	(23)	83	227	
Net interest income	**742**	**889**	**899**	**21**	**1**	**2,667**	**36**	**69**	**3,845**	
Non-interest income										
- Debt collection services	64	75	82	29	9	226	(2)	70	322	
- Net insurance premium	(0)	(50)	4	nm	nm	(94)	nm	nm	(61)	
- Others	3	3	5	74	56	38	119	140	27	
Total non-interest income	**66**	**28**	**91**	**37**	**227**	**170**	**(37)**	**59**	**288**	
Total operating income	**809**	**917**	**990**	**22**	**8**	**2,837**	**27**	**69**	**4,133**	
Operating expenses	363	464	446	23	(4)	1,326	29	70	1,906	
Pre provision operating profit	**446**	**453**	**543**	**22**	**20**	**1,511**	**26**	**68**	**2,227**	
Expected credit loss	61	2	92	52	5,112	206	53	116	177	
Operating profit	**386**	**451**	**451**	**17**	**(0)**	**1,305**	**22**	**64**	**2,050**	
Income tax expenses	44	48	35	(22)	(27)	146	(9)	51	287	
Profit before minority interest	**341**	**404**	**416**	**22**	**3**	**1,160**	**28**	**66**	**1,763**	
Share of profit	0	(0)	35	nm	nm	35	nm	186	19	
Minority	(10)	(30)	(4)	nm	nm	(61)	nm	nm	(100)	
Net profit	**352**	**433**	**456**	**30**	**5**	**1,256**	**36**	**67**	**1,882**	**In line with the BBG consensus**
Key financial highlights										
NPL & NPA purchase	3,783	375	545	(86)	42	1,666	(77)	30	5,500	
NPL & NPA cash collection	1,241	1,337	1,416	14	6	4,212	31	73	5,798	
Cash collection/NPL&NPA (%)	33.8	30.6	32.5						30.9	
Key financial ratio	**(%)**	**(%)**	**(%)**						**(%)**	
Liabilities / equity (x)	1.3	0.2	0.3						0.4	
Interest-bearing debt/equity (x)	1.2	0.2	0.2						0.3	
ROA	7.8	6.0	6.4						6.2	
ROE	17.3	7.7	8.0						8.9	
Cost of fund	4.0	4.8	4.1						3.2	
Cost to income	44.8	50.6	45.1						46.1	

Sources: JMT; FSSIA estimates

FINANSIA

Financial Statements
JMT Network Services

Profit and Loss (THB m) Year Ending Dec	2020	2021	2022E	2023E	2024E
Interest Income	2,629	3,136	4,072	5,146	6,243
Interest expense	(314)	(345)	(227)	(265)	(250)
Net interest income	2,315	2,791	3,845	4,881	5,993
Net fees & commission	-	-	-	-	-
Foreign exchange trading income	-	-	-	-	-
Securities trading income	-	-	-	-	-
Dividend income	0	0	0	0	0
Other income	409	351	288	486	559
Non interest income	409	351	288	486	559
Total income	2,724	3,143	4,133	5,367	6,552
Staff costs	-	-	-	-	-
Other operating costs	(1,311)	(1,466)	(1,906)	(2,192)	(2,696)
Operating costs	(1,311)	(1,466)	(1,906)	(2,192)	(2,696)
Pre provision operating profit	1,413	1,676	2,227	3,175	3,856
Provision for bad and doubtful debt	(203)	(56)	(177)	(245)	(305)
Other provisions	-	-	-	-	-
Operating profit	1,210	1,620	2,050	2,930	3,551
Recurring non operating income	0	0	19	241	368
Associates	-	-	-	-	-
Goodwill amortization	-	-	-	-	-
Non recurring items	0	0	0	0	0
Profit before tax	1,210	1,620	2,069	3,171	3,919
Tax	(174)	(241)	(287)	(440)	(550)
Profit after tax	1,036	1,379	1,782	2,732	3,368
Minority interests	11	21	100	130	130
Preferred dividends	-	-	-	-	-
Other items	-	-	-	-	-
Reported net profit	1,047	1,400	1,882	2,862	3,498
Non recurring items & goodwill (net)	-	-	0	0	0
Recurring net profit	1,047	1,400	1,882	2,862	3,498
Per share (THB)					
Recurring EPS *	1.09	1.29	1.32	1.97	2.35
Reported EPS	1.09	1.29	1.32	1.97	2.35
DPS	0.73	0.80	0.77	1.38	1.64
Growth					
Net interest income (%)	31.7	20.6	37.7	27.0	22.8
Non interest income (%)	16.8	(14.1)	(17.9)	68.5	15.0
Pre provision operating profit (%)	66.1	18.6	32.9	42.6	21.4
Operating profit (%)	44.2	34.0	26.5	43.0	21.2
Reported net profit (%)	53.6	33.8	34.4	52.1	22.2
Recurring EPS (%)	41.6	18.3	2.7	48.4	19.4
Reported EPS (%)	41.6	18.3	2.7	48.4	19.4
Income Breakdown					
Net interest income (%)	85.0	88.8	93.0	90.9	91.5
Net fees & commission (%)	-	-	-	-	-
Foreign exchange trading income (%)	-	-	-	-	-
Securities trading income (%)	-	-	-	-	-
Dividend income (%)	-	-	-	-	-
Other income (%)	15.0	11.2	7.0	9.1	8.5
Operating performance					
Gross interest yield (%)	-	-	-	-	-
Cost of funds (%)	4.84	4.73	3.20	4.10	4.30
Net interest spread (%)	(4.84)	(4.73)	(3.20)	(4.10)	(4.30)
Net interest margin (%)	-	-	-	-	-
Cost/income(%)	48.1	46.7	46.1	40.8	41.2
Cost/assets(%)	10.7	6.9	6.3	7.0	7.7
Effective tax rate (%)	14.4	14.9	13.9	13.9	14.0
Dividend payout on recurring profit (%)	66.6	61.7	57.9	70.0	70.0
ROE (%)	23.0	11.3	8.9	12.0	12.5
ROE - COE (%)	12.2	0.5	(1.9)	1.2	1.7
ROA (%)	8.5	6.5	5.9	8.7	9.6
RORWA (%)	-	-	-	-	-

* Pre-exceptional, pre-goodwill and fully diluted

Sources: JMT Network Services; FSSIA estimates

Financial Statements
JMT Network Services

Balance Sheet (THB m) Year Ending Dec	2020	2021	2022E	2023E	2024E
Gross customer loans	9,961	16,334	19,162	23,416	27,398
Total provisions	(287)	(269)	(409)	(607)	(857)
interest in suspense	160	317	383	468	548
Net customer loans	**9,834**	**16,382**	**19,137**	**23,278**	**27,090**
Bank loans	-	-	-	-	-
Government securities	-	-	-	-	-
Trading securities	-	-	-	-	-
Investment securities	1,366	6,631	5,968	3,581	3,760
Cash & equivalents	967	2,076	4,524	1,566	4,297
Other interesting assets	412	986	970	963	1,000
Tangible fixed assets	411	504	355	373	391
Associates	-	-	-	-	-
Goodwill	-	-	-	-	-
Other intangible assets	-	-	-	-	-
Other assets	1,281	1,458	1,290	920	3,177
Total assets	**14,270**	**28,036**	**32,243**	**30,681**	**39,715**
Customer deposits	-	-	-	-	-
Bank deposits	-	-	-	-	-
Other interest bearing liabilities	7,187	7,385	6,794	3,964	5,503
Non interest bearing liabilities	1,329	1,574	2,046	2,455	2,578
Hybrid Capital	-	-	-	-	-
Total liabilities	**8,516**	**8,959**	**8,840**	**6,420**	**8,081**
Share capital	488	684	727	727	797
Reserves	5,236	18,348	22,677	23,535	30,837
Total equity	**5,724**	**19,032**	**23,403**	**24,262**	**31,635**
Minority interests	30	46	0	0	0
Total liabilities & equity	**14,270**	**28,036**	**32,243**	**30,681**	**39,716**
Supplementary items					
Risk weighted assets (RWA)	n/a	n/a	n/a	n/a	n/a
Average interest earning assets	n/a	n/a	n/a	n/a	n/a
Average interest bearing liabilities	6,485	7,286	7,089	6,454	5,809
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)	n/a	n/a	n/a	n/a	n/a
Per share (THB)					
Book value per share	5.98	17.08	16.07	16.66	20.72
Tangible book value per share	5.98	17.08	16.07	16.66	20.72
Growth					
Gross customer loans	24.1	64.0	17.3	22.2	17.0
Average interest earning assets	-	-	-	-	-
Total asset (%)	40.7	96.5	15.0	(4.8)	29.4
Risk weighted assets (%)	-	-	-	-	-
Customer deposits (%)	-	-	-	-	-
Leverage & capital measures					
Customer loan/deposits (%)	-	-	-	-	-
Equity/assets (%)	40.1	67.9	72.6	79.1	79.7
Tangible equity/assets (%)	40.1	67.9	72.6	79.1	79.7
RWA/assets (%)	-	-	-	-	-
Tier 1 CAR (%)	-	-	-	-	-
Total CAR (%)	-	-	-	-	-
Asset Quality					
Change in NPL (%)	-	-	-	-	-
NPL/gross loans (%)	-	-	-	-	-
Total provisions/gross loans (%)	2.9	1.6	2.1	2.2	3.1
Total provisions/NPL (%)	-	-	-	-	-

Valuation	2020	2021	2022E	2023E	2024E
Recurring P/E (x) *	58.0	49.0	47.7	32.2	27.0
Recurring P/E @ target price (x) *	77.1	65.1	63.4	42.7	35.8
Reported P/E (x)	58.0	49.0	47.7	32.2	27.0
Dividend yield (%)	1.1	1.3	1.2	2.2	2.6
Price/book (x)	10.6	3.7	3.9	3.8	3.1
Price/tangible book (x)	10.6	3.7	3.9	3.8	3.1
Price/tangible book @ target price (x)	14.0	4.9	5.2	5.0	4.1
* Pre-exceptional, pre-goodwill and fully diluted					

Sources: JMT Network Services; FSSIA estimates

FINANSIA

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	SEAFCO	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	WIIK
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	

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
AMANAH	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	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 th e 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

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**Rawisara Suwanumphai 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

JMT Network Services (JMT TB)
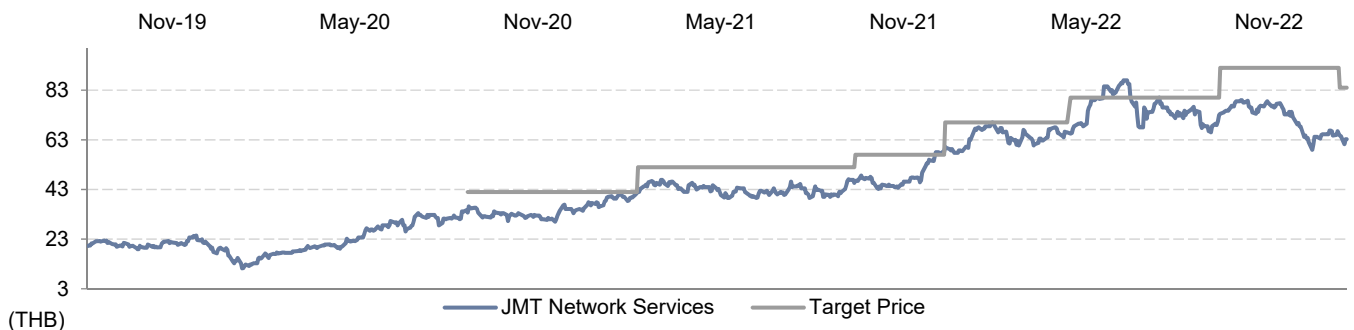
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
05-Oct-2020	BUY	42.00	24-Nov-2021	BUY	70.00	02-Nov-2022	BUY	84.00
02-Mar-2021	BUY	52.00	11-Mar-2022	BUY	80.00			
07-Sep-2021	BUY	57.00	21-Jul-2022	BUY	92.00			

Rawisara Suwanumphai started covering this stock from 05-Oct-2020

Price and TP are in local currency

Source: FSSIA estimates

Kasikornbank (KBANK TB)
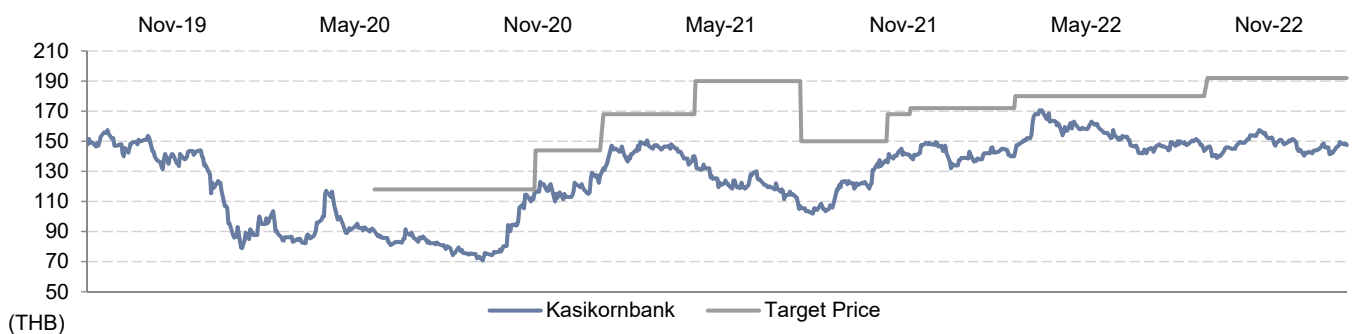
Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
16-Jul-2020	BUY	118.00	21-Apr-2021	BUY	190.00	25-Oct-2021	BUY	172.00
03-Dec-2020	BUY	144.00	22-Jul-2021	BUY	150.00	24-Jan-2022	BUY	180.00
29-Jan-2021	BUY	168.00	05-Oct-2021	BUY	168.00	08-Jul-2022	BUY	192.00

Rawisara 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
JMT Network Services	JMT TB	THB 63.25	BUY	Downside risks to our GGM-based TP include 1) lower cash collection from its fully amortised portfolio; and 2) the lower-than-expected acquisition of new bad debt.
Kasikornbank	KBANK TB	THB 147.50	BUY	Downside risks to our GGM-based TP are 1) prolonged economic sluggishness affecting loan growth and asset quality; and 2) the impact of new 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 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 09-Nov-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.