

AIRPORTS OF THAILAND

AOT TB

THAILAND / TRANSPORT & LOGISTICS

BUY

1QFY23 turnaround as expected

- 1QFY23 turned profitable with a core profit of THB0.4b (vs core loss of THB1.1b in 4QFY22), beating our estimate.
- Earnings momentum to continue in 2QFY23; potential for AOT to revise up passenger volume forecast.
- Maintain BUY with FY23 DCF-based TP of THB85/shr.

TARGET PRICE	THB85.00
CLOSE	THB73.00
UP/DOWNSIDE	+16.4%
TP vs CONSENSUS	+7.1%

1QFY23 international passengers recovered to 54% of pre-Covid

AOT reported a core profit turnaround of THB0.4b for 1QFY23 (vs core loss of THB1.1b in 4QFY22), beating our estimate of THB0.2b, mainly due to higher-than-expected concession revenue. Revenue grew 35% q-q as domestic and international passenger volumes improved to 79% and 54% of the pre-Covid levels, respectively (vs 74% and 36% in 4QFY22). Expenses (excluding depreciation) increased by 3% q-q and depreciation decreased by 2% q-q in 1QFY23. The operating profit margin turned positive at 15% from -14% in 4QFY22.

Passenger volume currently exceeding AOT's forecast by 9%

We attended AOT's analyst meeting today. We believe the earnings momentum should continue in 2QFY23 as domestic and international passenger traffic has recovered to 81% and 57% of the pre-Covid levels, respectively, in January. In addition, AOT mentioned that FY23 YTD passenger volume has exceeded its current assumption by 9%. This implies that AOT may revise up its passenger volume forecast if it sees strong demand for the summer schedule (April-Sep 2023). Note that our passenger volume assumption is 15% higher than AOT's.

Higher fixed costs, but in line with strong revenue growth

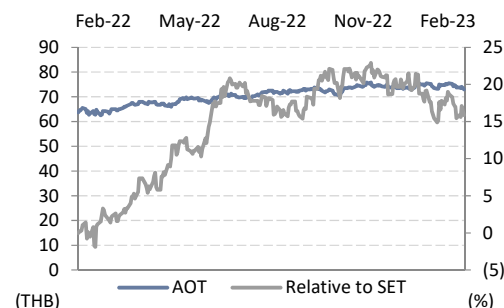
AOT also elaborated on the 1QFY23 expenses that increased 3% q-q and 38% y-y. Employee benefits rose 33% y-y due to higher accrued bonus expenses. Utilities expenses increased by 38% y-y, mainly due to higher electricity prices and the SAT-1 terminal. AOT also retained its target to open SAT-1 in Sep-23, and estimates staff costs to increase by cTHB150m per year and depreciation by cTHB1.2b per year. These two items would lift expenses by c5% from current expenses. We are not concerned about rising expenses as we expect strong revenue growth from the passenger recovery and higher concession revenue when AOT collects a minimum guarantee from April-23 onward.

Trading at a discounted valuation based on historical average

AOT trades at an attractive valuation of 31x FY24E (first normalised year) P/E, lower than its historical average of 46x. There is a potential upside from the three new airports (Udon Thani, Buriram and Krabi) which should be transferred from the Department of Airports to AOT by 1H23, subject to cabinet approval.

KEY STOCK DATA

YE Sep (THB m)	2022	2023E	2024E	2025E
Revenue	16,560	49,506	76,181	87,611
Net profit	(11,088)	13,188	33,252	39,519
EPS (THB)	(0.78)	0.92	2.33	2.77
vs Consensus (%)	-	nm	207.8	35.3
EBITDA	(1,400)	27,758	52,389	62,390
Core net profit	(10,173)	13,188	33,252	39,519
Core EPS (THB)	(0.71)	0.92	2.33	2.77
EPS growth (%)	nm	nm	152.1	18.8
Core P/E (x)	(102.5)	79.1	31.4	26.4
Dividend yield (%)	-	0.5	1.5	1.8
EV/EBITDA (x)	(787.2)	39.1	20.6	17.1
Price/book (x)	10.3	9.1	7.3	6.3
Net debt/Equity (%)	56.3	35.4	23.7	13.9
ROE (%)	(9.5)	12.2	25.9	25.7



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	(3.0)	(2.3)	11.5
Relative to country (%)	(2.0)	(3.9)	13.8
Mkt cap (USD m)	30,912		
3m avg. daily turnover (USD m)	50.1		
Free float (%)	30		
Major shareholder	Ministry of Finance (70%)		
12m high/low (THB)	76.50/61.25		
Issued shares (m)	14,285.70		

Sources: Bloomberg consensus; FSSIA estimates


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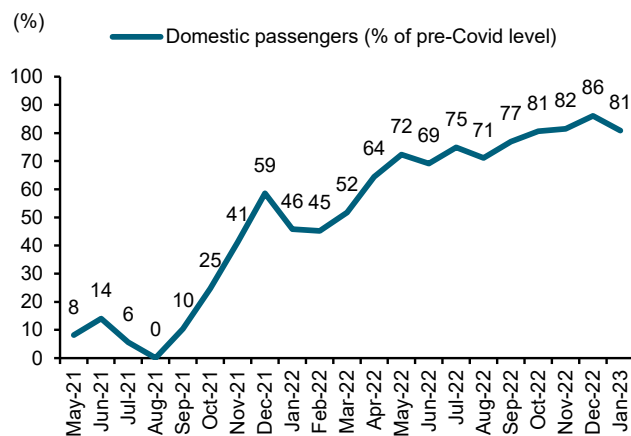
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Exhibit 1: 1QFY23 results review

	1QFY22	2QFY22	3QFY22	4QFY22	1QFY23	Change		FY23E	Change
	(THB m)	(THB m)	(THB m)	(THB m)	(THB m)	(q-q %)	(y-y %)	(THB m)	(y-y %)
Sales	2,327	3,017	4,666	6,550	8,824	35	279	49,506	199
Expense (incl. depreciation)	(6,154)	(6,383)	(6,907)	(7,446)	(7,533)	1	22	(31,980)	19
Operating profit	(3,827)	(3,366)	(2,241)	(897)	1,291	244	134	17,526	(270)
Net other income	52	117	27	69	43	(38)	(17)	433	63
Interest income	21	12	9	6	5	(15)	(77)	21	(55)
Interest expense	(739)	(734)	(730)	(727)	(728)	0	(1)	(2,396)	(18)
Pretax profit	(4,492)	(3,972)	(2,935)	(1,549)	611	139	114	15,584	(220)
Income Tax	1,090	749	549	499	(116)	(123)	(111)	(2,345)	(181)
Associates	(0)	(0)	(0)	(0)	(0)	(57)	(67)		
Minority interest	32	(130)	(6)	(7)	(59)	718	(288)	(50)	(55)
Core profit	(3,371)	(3,353)	(2,392)	(1,057)	436	141	113	13,188	(230)
Extraordinaries	(961)	(9)	(13)	(189)	(70)			0	(100)
Forex gain/(loss)	359	390	283	(135)	(15)			0	(100)
Derivative gain/(loss)	(300)	(304)	(85)	48	(8)				
Reported net profit	(4,272)	(3,276)	(2,207)	(1,333)	343	126	108	13,188	(219)
Shares (end Q, m)	14,286	14,286	14,286	14,286	14,286	0	0	14,286	0
Core EPS (THB)	(0.24)	(0.23)	(0.17)	(0.07)	0.03	141	113	0.92	(230)
EPS (THB)	(0.30)	(0.23)	(0.15)	(0.09)	0.02	126	108	0.92	(219)
Expenses (excl. depreciation)	(3,861)	(4,200)	(4,723)	(5,175)	(5,310)	3	38	(21,748)	21
Depreciation	(2,293)	(2,184)	(2,184)	(2,271)	(2,223)	(2)	(3)	(10,232)	15
EBITDA	(1,534)	(1,183)	(57)	1,375	3,514	156	329	27,758	(2,083)
Key ratios	(%)	(%)	(%)	(%)	(%)	(ppt)	(ppt)	(%)	(%)
Operating profit margin	(164)	(112)	(48)	(14)	15	28	179	35	98
EBITDA margin	(66)	(39)	(1)	21	40	19	106	56	65
Net profit margin	(184)	(109)	(47)	(20)	4	24	187	27	94
Operating stat	(y-y %)	(y-y %)	(y-y %)	(y-y %)	(y-y %)				
International pax growth	331	659	1,583	2,315	1,168				
Domestic pax growth	(43)	53	214	1,348	99				
Total pax growth	(36)	77	316	1,648	233				

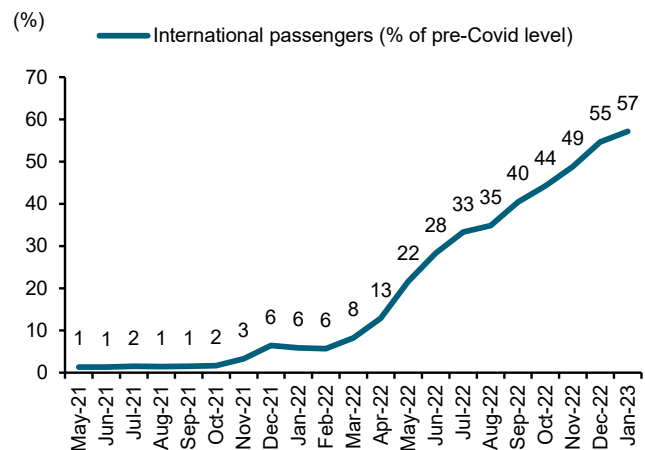
Sources: AOT; FSSIA estimates

Exhibit 2: Domestic passengers vs pre-Covid level



Source: AOT

Exhibit 3: International passengers vs pre-Covid level



Source: AOT

Financial Statements

Airports of Thailand

Profit and Loss (THB m) Year Ending Sep	2021	2022	2023E	2024E	2025E
Revenue	7,086	16,560	49,506	76,181	87,611
Cost of goods sold	(15,257)	(17,960)	(21,748)	(23,793)	(25,220)
Gross profit	(8,172)	(1,400)	27,758	52,389	62,390
Other operating income	-	-	-	-	-
Operating costs	0	0	0	0	0
Operating EBITDA	(8,172)	(1,400)	27,758	52,389	62,390
Depreciation	(9,027)	(8,932)	(10,232)	(11,155)	(11,465)
Goodwill amortisation	-	-	-	-	-
Operating EBIT	(17,199)	(10,331)	17,526	41,234	50,925
Net financing costs	(2,740)	(2,882)	(2,375)	(1,855)	(1,704)
Associates	0	0	(1)	(1)	(1)
Recurring non-operating income	397	265	433	445	459
Non-recurring items	(1,003)	(915)	0	0	0
Profit before tax	(20,545)	(13,864)	15,584	39,824	49,679
Tax	4,173	2,888	(2,345)	(6,372)	(9,936)
Profit after tax	(16,372)	(10,976)	13,238	33,452	39,743
Minority interests	50	(112)	(50)	(200)	(224)
Preferred dividends	-	-	-	-	-
Other items	-	-	-	-	-
Reported net profit	(16,322)	(11,088)	13,188	33,252	39,519
Non-recurring items & goodwill (net)	1,003	915	0	0	0
Recurring net profit	(15,319)	(10,173)	13,188	33,252	39,519
Per share (THB)					
Recurring EPS *	(1.07)	(0.71)	0.92	2.33	2.77
Reported EPS	(1.14)	(0.78)	0.92	2.33	2.77
DPS	0.00	0.00	0.40	1.10	1.30
Diluted shares (used to calculate per share data)	14,286	14,286	14,286	14,286	14,286
Growth					
Revenue (%)	(77.3)	133.7	198.9	53.9	15.0
Operating EBITDA (%)	nm	nm	nm	88.7	19.1
Operating EBIT (%)	nm	nm	nm	135.3	23.5
Recurring EPS (%)	nm	nm	nm	152.1	18.8
Reported EPS (%)	nm	nm	nm	152.1	18.8
Operating performance					
Gross margin inc. depreciation (%)	(242.7)	(62.4)	35.4	54.1	58.1
Gross margin of key business (%)	(242.7)	(62.4)	35.4	54.1	58.1
Operating EBITDA margin (%)	(115.3)	(8.5)	56.1	68.8	71.2
Operating EBIT margin (%)	(242.7)	(62.4)	35.4	54.1	58.1
Net margin (%)	(216.2)	(61.4)	26.6	43.6	45.1
Effective tax rate (%)	21.4	22.3	15.1	16.0	20.0
Dividend payout on recurring profit (%)	-	-	43.3	47.3	47.0
Interest cover (X)	(6.1)	(3.5)	7.6	22.5	30.2
Inventory days	7.7	6.5	6.3	6.6	6.7
Debtor days	176.7	81.8	27.9	18.1	15.8
Creditor days	32.8	20.2	19.6	20.5	20.9
Operating ROIC (%)	(9.9)	(5.2)	10.0	22.0	23.3
ROIC (%)	(9.0)	(4.5)	9.1	19.9	21.3
ROE (%)	(12.0)	(9.5)	12.2	25.9	25.7
ROA (%)	(7.2)	(4.1)	7.0	13.0	13.9
* Pre exceptional, pre-goodwill and fully diluted					
Revenue by Division (THB m)					
Landing & parking	987	1,619	3,920	7,426	8,057
Passenger service	1,141	5,267	19,120	26,321	28,611
Aircraft service	201	403	725	1,029	1,117
Property rents	1,437	1,438	1,941	2,330	2,400

Sources: Airports of Thailand; FSSIA estimates

Financial Statements

Airports of Thailand

Cash Flow (THB m) Year Ending Dec	2021	2022	2023E	2024E	2025E
Recurring net profit	(15,319)	(10,173)	13,188	33,252	39,519
Depreciation	9,027	8,932	10,232	11,155	11,465
Associates & minorities	-	-	-	-	-
Other non-cash items	(23,885)	(2,376)	(412)	(262)	(238)
Change in working capital	(8,147)	8,846	166	5,109	2,211
Cash flow from operations	(38,323)	5,229	23,174	49,255	52,959
Capex - maintenance	(47,631)	(7,750)	(6,438)	(36,458)	(26,538)
Capex - new investment	-	-	-	-	-
Net acquisitions & disposals	33	(5)	0	0	0
Other investments (net)	-	-	-	-	-
Cash flow from investing	(47,598)	(7,755)	(6,438)	(36,458)	(26,538)
Dividends paid	(2,714)	(8)	0	(5,714)	(15,714)
Equity finance	0	0	0	0	0
Debt finance	52,941	(2,477)	50,415	(6,000)	(6,000)
Other financing cash flows	616	329	0	0	0
Cash flow from financing	50,843	(2,156)	50,415	(11,714)	(21,714)
Non-recurring cash flows	-	-	-	-	-
Other adjustments	0	0	0	0	0
Net other adjustments	0	0	0	0	0
Movement in cash	(35,079)	(4,681)	67,151	1,082	4,706
Free cash flow to firm (FCFF)	(82,948.56)	404.45	19,131.59	15,047.63	28,526.24
Free cash flow to equity (FCFE)	(32,364.70)	(4,673.07)	67,150.74	6,796.63	20,420.11

Per share (THB)

FCFF per share	(5.81)	0.03	1.34	1.05	2.00
FCFE per share	(2.27)	(0.33)	4.70	0.48	1.43
Recurring cash flow per share	(2.11)	(0.25)	1.61	3.09	3.55

Balance Sheet (THB m) Year Ending Sep	2021	2022	2023E	2024E	2025E
Tangible fixed assets (gross)	282,931	290,774	297,674	334,594	361,594
Less: Accumulated depreciation	(125,184)	(133,776)	(144,008)	(155,163)	(166,629)
Tangible fixed assets (net)	157,747	156,998	153,666	179,431	194,966
Intangible fixed assets (net)	0	0	0	0	0
Long-term financial assets	-	-	-	-	-
Invest. in associates & subsidiaries	689	694	694	694	694
Cash & equivalents	8,479	3,798	70,948	72,031	76,737
A/C receivable	3,637	3,785	3,785	3,785	3,785
Inventories	307	338	409	447	474
Other current assets	9,077	556	7,616	11,720	13,479
Current assets	21,499	8,476	82,758	87,983	94,474
Other assets	15,150	17,645	17,645	17,645	17,645
Total assets	195,086	183,813	254,763	285,753	307,778
Common equity	112,344	101,324	114,512	142,050	165,855
Minorities etc.	1,078	1,195	1,245	1,445	1,669
Total shareholders' equity	113,421	102,519	115,757	143,495	167,524
Long term debt	60,848	57,991	107,872	101,872	95,872
Other long-term liabilities	7,206	8,808	8,808	8,808	8,808
Long-term liabilities	68,054	66,799	116,680	110,680	104,680
A/C payable	930	1,056	1,279	1,399	1,483
Short term debt	3,186	3,566	4,100	4,100	4,100
Other current liabilities	9,495	9,873	16,947	26,078	29,991
Current liabilities	13,610	14,495	22,326	31,578	35,574
Total liabilities and shareholders' equity	195,086	183,813	254,763	285,753	307,778
Net working capital	2,596	(6,251)	(6,416)	(11,526)	(13,737)
Invested capital	176,183	169,086	165,589	186,244	199,568

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

Per share (THB)

Book value per share	7.86	7.09	8.02	9.94	11.61
Tangible book value per share	7.86	7.09	8.02	9.94	11.61

Financial strength

Net debt/equity (%)	49.0	56.3	35.4	23.7	13.9
Net debt/total assets (%)	28.5	31.4	16.1	11.9	7.5
Current ratio (x)	1.6	0.6	3.7	2.8	2.7
CF interest cover (x)	(10.8)	(0.6)	29.3	4.7	13.0

Valuation	2021	2022	2023E	2024E	2025E
Recurring P/E (x) *	(68.1)	(102.5)	79.1	31.4	26.4
Recurring P/E @ target price (x) *	(79.3)	(119.4)	92.1	36.5	30.7
Reported P/E (x)	(63.9)	(94.1)	79.1	31.4	26.4
Dividend yield (%)	-	-	0.5	1.5	1.8
Price/book (x)	9.3	10.3	9.1	7.3	6.3
Price/tangible book (x)	9.3	10.3	9.1	7.3	6.3
EV/EBITDA (x) **	(134.6)	(787.2)	39.1	20.6	17.1
EV/EBITDA @ target price (x) **	(155.5)	(909.7)	45.3	23.9	19.9
EV/invested capital (x)	6.2	6.5	6.6	5.8	5.4

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

Sources: Airports of Thailand; FSSIA estimates

Corporate Governance report of Thai listed companies 2022

EXCELLENT LEVEL – Score range 90-100											
AAV	BAM	CIMBT	ECL	HENG	LALIN	NEP	PRG	SCC	SPRC	THRE	TTW
ADVANC	BANPU	CK	EE	HMPRO	LANNA	NER	PRM	SCCC	SPVI	THREL	TU
AF	BAY	CKP	EGCO	ICC	LHFG	NKI	PSH	SCG	SSC	TIPCO	TVDH
AH	BBIK	CM	EPG	ICHI	LIT	NOBLE	PSL	SCGP	SSSC	TISCO	TVI
AIRA	BBL	CNT	ETC	III	LOXLEY	NSI	PTG	SCM	SST	TK	TVO
AJ	BCP	COLOR	ETE	ILINK	LPN	NVD	PTA	SCN	STA	TKN	TPWC
AKP	BCPG	COM7	FN	ILM	LRH	NYT	PTTEP	SDC	STEC	TKS	UAC
AKR	BDMS	COMAN	FNS	IND	LST	OISHI	PTTGC	SEAFCO	STGT	TKT	UBIS
ALLA	BEM	COTTO	FPI	INTUCH	MACO	OR	PYLON	SEAOIL	STI	TMILL	UPOIC
ALT	BEYOND	CPALL	FPT	IP	MAJOR	ORI	Q-CON	SE-ED	SUN	TMT	UV
AMA	BGC	CPF	FSMART	IRC	MAKRO	OSP	QH	SELIC	SUSCO	TNDT	VCOM
AMARIN	BGRIM	CPI	FVC	IRPC	MALEE	OTO	QTC	SENA	SUTHA	TNITY	VGI
AMATA	BIZ	CPN	GC	ITEL	MBK	PAP	RABBIT	SENAJ	SVI	TOA	VIH
AMATAV	BKI	CRC	GEL	IVL	MC	PCSGH	RATCH	SGF	SYMC	TOP	WACOAL
ANAN	BOL	CSS	GFPT	JTS	MCOT	PDG	RBF	SHR	SYNTEC	TPBI	WAVE
AOT	BPP	DDD	GGC	JWD	METCO	PDJ	RS	SICT	TACC	TQM	WHA
AP	BRR	DELTA	GLAND	K	MFEC	PG	S	SIRI	TASCO	TRC	WHAUP
APURE	BTS	DEMCO	GLOBAL	KBANK	MINT	PHOL	S&J	SIS	TCAP	TRUE	WICE
ARIP	BTW	DOHOME	GPI	KCE	MONO	PLANB	SAAM	SITHAI	TEAMG	TSC	WINNER
ASP	BWG	DRT	GPSC	KEX	MOONG	PLANET	SABINA	SMPC	TFMAMA	TSR	XPG
ASW	CENTEL	DTAC	GRAMMY	KGI	MSC	PLAT	SAMART	SNC	THANA	TSTE	ZEN
AUCT	CFRESH	DUSIT	GULF	KKP	MST	PORT	SAMTEL	SONIC	THANI	TSTH	
AWC	CGH	EA	GUNKUL	KSL	MTC	PPS	SAT	SORKON	THCOM	TTA	
AYUD	CHEWA	EASTW	HANA	KTB	MVP	PR9	SC	SPALI	THG	TTB	
BAFS	CHO	ECF	HARN	KTC	NCL	PREB	SCB	SPI	THIP	TTCL	

VERY GOOD LEVEL – Score range 80-89											
2S	ASIMAR	CHOTI	ESSO	INSURE	LH	NRF	PROEN	SCI	SR	TMC	UMI
7UP	ASK	CHOW	ESTAR	IRCP	LHK	NTV	PROS	SCP	SRICHA	TMD	UOBKH
ABM	ASN	CI	FE	IT	M	NUSA	PROUD	SE	SSF	TMI	UP
ACE	ATP30	CIG	FLOYD	ITD	MATCH	NWR	PSG	SECURE	SSP	TNL	UPF
ACG	B	CITY	FORTH	J	MBAX	OCC	PSTC	SFLEX	STANLY	TNP	UTP
ADB	BA	CIVIL	FSS	JAS	MEGA	OGC	PT	SFP	STC	TNR	VIBHA
ADD	BC	CMC	FTE	JCK	META	ONEE	PTC	SFT	STPI	TOG	VL
AEONTS	BCH	CPL	GBX	JCKH	MFC	PACO	QLT	SGP	SUC	TPA	VPO
AGE	BE8	CPW	GCAP	JMT	MGT	PATO	RCL	SIAM	SVOA	TPAC	VRANDA
AHC	BEC	CRANE	GENCO	JR	MICRO	PB	RICHY	SINGER	SVT	TPCS	WGE
AIE	BH	CRD	GJS	KBS	MILL	PICO	RJH	SKE	SWC	TIPL	WIHK
AIT	BIG	CSC	GTB	KCAR	MTSIB	PIMO	ROJNA	SKN	SYNEX	TIPIP	WIN
ALUCON	BJC	CSP	GYT	KGEN	MK	PIN	RPC	SKR	TAE	TPLAS	WINMED
AMANAH	BJCHI	CV	HEMP	KIAT	MODERN	PJW	RT	SKY	TAKUNI	TPS	WORK
AMR	BLA	CWT	HPT	KISS	MTI	PL	RWI	SLP	TCC	TQR	WP
APCO	BR	DCC	HTC	KK	NATION	PLE	S11	SMART	TCCM	TRITN	XO
APCS	BRI	DHOUSE	HUMAN	KOOL	NCAP	PM	SA	SMD	TFG	TRT	YUASA
AQUA	BROOK	DITTO	HYDRO	KTIS	NCH	PMTA	SABUY	SMIT	TFI	TRU	ZIGA
ARIN	BSM	DMT	ICN	KUMWEL	NDR	PPP	SAK	SMT	TFM	TRV	
ARROW	BYD	DOD	IFS	KUN	NETBAY	PPPM	SALEE	SNNP	TGH	TSE	
AS	CBG	DPAINT	IIG	KWC	NEX	PRAPAT	SAMCO	SNP	TIDLOR	TVT	
ASAP	CEN	DV8	IMH	KWM	NINE	PRECHA	SANKO	SO	TIGER	TWP	
ASEFA	CHARAN	EASON	INET	L&E	NNCL	PRIME	SAPPE	SPA	TIPH	UBE	
ASIA	CHAYO	EFORL	INGRS	LDC	NOVA	PRIN	SAWAD	SPC	TITLE	UEC	
ASIAN	CHG	ERW	INSET	LEO	NPK	PRINC	SCAP	SPCG	TM	UKEM	

GOOD LEVEL – Score range 70-79											
A	BEAUTY	CMAN	EMC	HL	KWI	MORE	PF	RSP	SUPER	TOPP	VARO
A5	BGT	CMO	EP	HTECH	KYE	MPIC	PK	SIMAT	TC	TPCH	W
AI	BLAND	CMR	EVER	IHL	LEE	MUD	PPM	SISB	TCCC	TPOLY	WFX
ALL	BM	CPANEL	F&D	INOX	LPH	NC	PRAKIT	SK	TCJ	TRUBB	WPH
ALPHAX	BROCK	CPT	FMT	JAK	MATI	NEWS	PTECH	SOLAR	TEAM	TTI	YGG
AMC	BSBM	CSR	GIFT	JMART	M-CHAI	NFC	PTL	SPACK	THE	TYCN	
APP	BTNC	CTW	GLOCON	JSP	MCS	NSL	RAM	SPG	THMUI	UMS	
AQ	CAZ	D	GLORY	JUBILE	MDX	NV	ROCK	SQ	TKC	UNIQ	
AU	CCP	DCON	GREEN	KASET	MENA	PAF	RP	STARK	TNH	UPA	
B52	CGD	EKH	GSC	KCM	MJD	PEACE	RPH	STECH	TNPC	UREKA	

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

DECLARED

AH	CHG	DHOUSE	EVER	J	KUMWEL	NRF	RS	SUPER	TQM	VIBHA
ALT	CI	DOHOME	FLOYD	JMART	LDC	NUSA	SAK	SVT	TRT	W
APCO	CPR	ECF	GLOBAL	JMT	MEGA	OR	SIS	TKN	TSI	WIN
ASW	CPW	EKH	ILM	JTS	NCAP	PIMO	SSS	TMD	VARO	
B52	DDD	ETC	INOX	KEX	NOVA	PLE	STECH	TMI	VCOM	

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

Teerapol Udomvej, CFA FSS International Investment Advisory Securities Co., Ltd

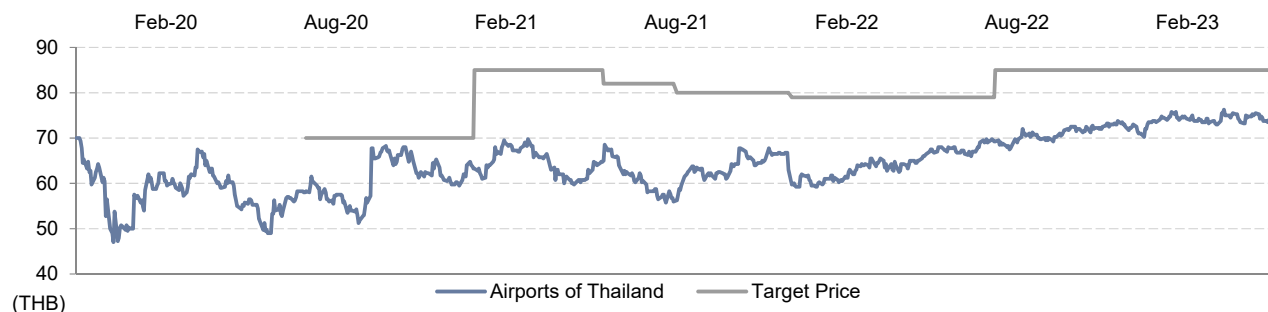
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History of change in investment rating and/or target price

Airports of Thailand (AOT TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
10-Sep-2020	BUY	70.00	09-Jun-2021	BUY	82.00	26-Nov-2021	BUY	79.00
11-Feb-2021	BUY	85.00	13-Aug-2021	BUY	80.00	02-Jun-2022	BUY	85.00

Teerapol Udomvej, CFA started covering this stock from 10-Sep-2020

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
Airports of Thailand	AOT TB	THB 73.00	BUY	Downside risks to our DCF-based target price include 1) a slowdown in the recovery of international passengers; 2) delays in the Suvarnabhumi Airport expansions (satellite terminal and northern expansion); and 3) the termination of the duty-free concession contracts from King Power.

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

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All share prices are as at market close on 10-Feb-2023 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.