

1Q25 results at first glance

(+) กำไรสูงกว่าคาด 11% จากสินเชื่อที่โตดีกว่าคาดและกำไรที่รับรู้แล้วจำนวนมาก

KTB รายงานกำไรสุทธิ 1Q25 อยู่ที่ 11.7 พัน ลบ. (+0.3% y-y, +6.6% q-q) สูงกว่าที่เราคาด 11% และสูงกว่าที่ตลาดคาด 3% จาก 1) สินเชื่อที่หดตัวน้อยกว่าคาดที่ 1.3% (เทียบกับที่เราคาดว่าจะหดตัว 2% q-q) และ 2) กำไรที่รับรู้แล้วที่สูงถึง 1.68 พัน ลบ.

คุณภาพสินทรัพย์โดยรวมใกล้เคียงกับที่เราคาดโดยมีส่วนหนึ่งด้วยคุณภาพอยู่ที่ 3.57% (+5 bp q-q) และต้นทุนความเสี่ยงในการปล่อยสินเชื่อ (Credit cost) อยู่ที่ 123bp

ทั้งนี้ KTB ได้ปรับส่วนแบ่งกำไรจากบริษัทร่วม Krungthai Axia Life Insurance ใหม่หลังใช้เกณฑ์ IFRS17 (สัญญาประกันภัย) ในเดือน ม.ค. 25 ซึ่งทำให้เราต้องปรับรายการดังกล่าวตามลำดับ

เราคงคำแนะนำซื้อที่ราคาเป้าหมาย 26.50 บาทจากผลตอบแทนต่อส่วนผู้ถือหุ้น (ROE) ที่คาดว่าจะได้ 10% ในช่วงปี 2025-27 ซึ่งสูงที่สุดในกลุ่มธนาคารขนาดใหญ่

Highlights

- **(+) การเติบโตของสินเชื่อ** อยู่ที่ +1.7% y-y และ -1.3% q-q ดีกว่าที่เราคาดไว้ว่าจะหดตัว 2% q-q โดยมีปัจจัยตัวสำคัญประกอบด้วยสินเชื่อบริษัทเอกชน (-5% q-q) และสินเชื่อ SMEs (-1.8%) ในขณะที่กลุ่มสินเชื่อภาครัฐขยายตัว 1.2% q-q และสินเชื่อรายย่อยทรงตัว q-q พร้อมสินเชื่อที่อยู่อาศัยที่สูงขึ้นเล็กน้อยซึ่งช่วยชดเชยสินเชื่อ Credit card ที่ลดลง
- **(-) ส่วนต่างดอกเบี้ย** อยู่ที่ 3.10% ลดลง 25bp q-q ซึ่งต่ำกว่าที่เราคาด แม้ว่าต้นทุนเงินฝากจะลดลง 13bp q-q เป็น 1.38% แต่ยังไม่มากพอที่จะทำให้ส่วนต่างดอกเบี้ยสูงขึ้น เราเชื่อว่าส่วนต่างดอกเบี้ยที่ลดลงเกิดจากผลตอบแทนสินเชื่อและผลตอบแทนการลงทุนที่ลดลง
- **(+) รายได้ที่ไม่ใช่ดอกเบี้ยสุทธิ** อยู่ที่ 12.4 พัน ลบ. ลดลง 6% y-y และ 34% q-q ส่วนมากจากกำไรที่รับรู้แล้วที่สูงถึง 1.68 พัน ลบ. และกำไรจากการปรับราคาเป็นราคาตลาดจำนวน 2.06 พัน ลบ. (เทียบกับที่เคยขาดทุนใน 4Q24)
- **(+) สัดส่วนค่าใช้จ่ายในการดำเนินงานต่อรายได้** อยู่ที่ 40.4% ดีกว่าที่เราคาดไว้ที่ 43.6% จากรายได้ที่ไม่ใช่ดอกเบี้ยสุทธิที่อยู่ในระดับสูงและการควบคุมค่าใช้จ่ายในการดำเนินงานซึ่งลดลง 8% y-y และ 7% q-q โดยเฉพาะจากผลขาดทุนจากสินทรัพย์ยืมที่ลดลง
- **(0) คุณภาพสินทรัพย์** ยังเอื้ออำนวยต่อการทำธุรกิจโดยมี Credit cost อยู่ที่ 123bp สัดส่วนสำรองต่อหนี้ด้วยคุณภาพอยู่ที่ 188% นับว่าสูงสำหรับ KTB และน่าจะเป็นกันชนที่ดีสำหรับหนี้เสียในอนาคต
- **(+) ROE** อยู่ที่ 10.5% สูงที่สุดในกลุ่มธนาคารขนาดใหญ่

TARGET PRICE

THB26.50

CLOSE

THB21.30

UP/DOWNSIDE

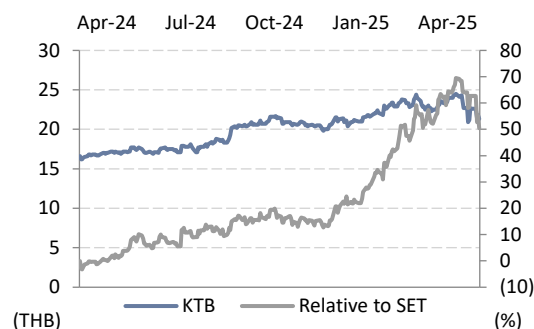
+24.4%

TP vs CONSENSUS

+4.4%

KEY STOCK DATA

YE Dec (THB m)	2024	2025E	2026E	2027E
Operating profit	59,255	59,437	63,867	67,776
Net profit	43,856	43,983	47,262	50,154
EPS (THB)	3.14	3.15	3.38	3.59
vs Consensus (%)	-	(2.8)	0.6	(0.3)
Recurring net profit	43,856	43,983	47,262	50,154
Core EPS (THB)	3.14	3.15	3.38	3.59
EPS growth (%)	19.8	0.3	7.5	6.1
Core P/E (x)	6.8	6.8	6.3	5.9
Dividend yield (%)	7.3	7.2	7.8	8.3
Price/book (x)	0.7	0.6	0.6	0.6
ROE (%)	10.4	9.7	9.9	9.9
ROA (%)	1.3	1.3	1.3	1.4



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	(9.4)	(3.6)	30.7
Relative to country (%)	(7.4)	12.3	54.5
Mkt cap (USD m)	8,903		
3m avg. daily turnover (USD m)	41.5		
Free float (%)	45		
Major shareholder	FIDF (55%)		
12m high/low (THB)	24.70/15.90		
Issued shares (m)	13,976		

Sources: Bloomberg consensus; FSSIA estimates


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Exhibit 1: KTB – 1Q25 results summary

Profit and loss	1Q24	2Q24	3Q24	4Q24	1Q25	Change		3M25	% of
	(THB m)	(THB m)	(THB m)	(THB m)	(THB m)	(y-y%)	(q-q%)	(THB m)	25E
Interest income	40,881	41,472	41,528	41,224	38,672	(5.4)	(6.2)	38,672	23.6
Interest expense	11,319	11,416	11,643	11,612	10,829	(4.3)	(6.7)	10,829	23.7
Net interest income	29,561	30,056	29,885	29,613	27,843	(5.8)	(6.0)	27,843	23.5
Non-interest income	11,739	9,394	10,672	9,296	12,444	6.0	33.9	12,444	29.9
Operating income	41,300	39,449	40,557	38,909	40,287	(2.5)	3.5	40,287	25.2
Operating expenses	17,731	16,438	17,193	17,417	16,292	(8.1)	(6.5)	16,292	23.6
Pre-provisioning profits (PPOP)	23,570	23,012	23,363	21,493	23,995	1.8	11.6	23,995	26.4
Provisioning expenses	8,029	8,004	8,312	6,725	8,223	2.4	22.3	8,223	26.2
Pre-tax profit	15,541	15,008	15,051	14,768	15,772	1.5	6.8	15,772	26.5
Income tax	2,936	2,877	2,958	2,805	3,177	8.2	13.3	3,177	26.7
Reported net profit	11,676	11,195	11,107	10,990	11,714	0.3	6.6	11,714	26.6

Sources: KTB, FSSIA's compilation

Exhibit 2: KTB – 1Q25 key drivers and ratios

Key drivers and ratios	1Q24	2Q24	3Q24	4Q24	1Q25	Change	
% unless stated otherwise	(%)	(%)	(%)	(%)	(%)	(y-y, ppt)	(q-q, ppt)
Gross loan growth (% q-q)	1.62	(2.18)	0.15	5.22	(1.31)		
Deposits growth (% q-q)	(1.69)	1.88	(0.24)	3.29	0.76		
Yield on receivables	4.62	4.70	4.73	4.66	4.31	(0.32)	(0.36)
Cost of funds	1.46	1.48	1.53	1.51	1.38	(0.08)	(0.13)
Net interest margin	3.34	3.40	3.41	3.35	3.10	(0.24)	(0.25)
Cost-to-income ratio	42.93	41.67	42.39	44.76	40.44	(2.49)	(4.32)
ROA	1.26	1.21	1.21	1.19	1.25	(0.01)	0.06
ROE	11.39	10.80	10.57	10.12	10.50	(0.90)	0.38
LDR	100.62	96.61	96.99	98.80	96.77	(3.85)	(2.03)
LDR+borrowing	94.84	91.20	92.25	94.23	92.27	(2.57)	(1.97)
CET 1	17.33	17.57	18.95	18.82	19.12	1.79	0.30
Total CAR	20.50	20.75	20.97	20.83	21.14	0.64	0.31
NPL ratio	3.77	3.85	3.83	3.52	3.57	(0.21)	0.04
NPL coverage	181.84	181.07	184.09	188.58	187.73	5.89	(0.85)
Credit cost	1.24	1.24	1.30	1.02	1.23	(0.01)	0.20
Non-interest income to total income	28.4	23.8	26.3	23.9	30.9	2.47	7.00
Tax rate	18.9	19.2	19.7	19.0	20.1	1.26	1.15

Sources: KTB, FSSIA's compilation

Financial Statements

Krung Thai Bank

Profit and Loss (THB m) Year Ending Dec	2023	2024	2025E	2026E	2027E
Interest Income	152,369	165,105	164,037	168,601	172,310
Interest expense	(38,949)	(45,990)	(45,769)	(45,840)	(45,524)
Net interest income	113,419	119,115	118,268	122,761	126,786
Net fees & commission	20,872	22,282	23,483	24,747	26,077
Foreign exchange trading income	5,178	4,703	4,938	5,185	5,444
Securities trading income	195	891	909	927	945
Dividend income	319	384	396	408	420
Other income	9,481	11,727	11,889	12,055	12,224
Non interest income	36,046	39,988	41,615	43,321	45,111
Total income	149,465	159,102	159,883	166,083	171,897
Staff costs	(26,133)	(27,374)	(27,374)	(27,921)	(28,759)
Other operating costs	(36,024)	(41,404)	(41,656)	(42,128)	(42,717)
Operating costs	(62,157)	(68,778)	(69,030)	(70,049)	(71,477)
Pre provision operating profit	87,309	90,324	90,853	96,034	100,421
Expected credit loss	(37,085)	(31,070)	(31,416)	(32,167)	(32,644)
Other provisions	-	-	-	-	-
Operating profit	50,223	59,255	59,437	63,867	67,776
Recurring non operating income	0	0	0	0	-
Associates	-	-	-	-	-
Goodwill amortization	-	-	-	-	-
Non recurring items	-	-	-	-	-
Profit before tax	50,223	59,255	59,437	63,867	67,776
Tax	(9,902)	(11,576)	(11,887)	(12,773)	(13,555)
Profit after tax	40,321	47,679	47,550	51,094	54,221
Non-controlling interest	(3,705)	(3,823)	(3,566)	(3,832)	(4,067)
Preferred dividends	-	-	-	-	-
Other items	-	-	-	-	-
Reported net profit	36,616	43,856	43,983	47,262	50,154
Non recurring items & goodwill (net)	-	-	-	-	-
Recurring net profit	36,616	43,856	43,983	47,262	50,154
Per share (THB)					
Recurring EPS *	2.62	3.14	3.15	3.38	3.59
Reported EPS	2.62	3.14	3.15	3.38	3.59
DPS	0.87	1.55	1.54	1.66	1.76
Growth					
Net interest income (%)	25.5	5.0	(0.7)	3.8	3.3
Non interest income (%)	3.0	10.9	4.1	4.1	4.1
Pre provision operating profit (%)	23.6	3.5	0.6	5.7	4.6
Operating profit (%)	8.5	18.0	0.3	7.5	6.1
Reported net profit (%)	8.7	19.8	0.3	7.5	6.1
Recurring EPS (%)	8.7	19.8	0.3	7.5	6.1
Reported EPS (%)	8.7	19.8	0.3	7.5	6.1
Income Breakdown					
Net interest income (%)	75.9	74.9	74.0	73.9	73.8
Net fees & commission (%)	14.0	14.0	14.7	14.9	15.2
Foreign exchange trading income (%)	3.5	3.0	3.1	3.1	3.2
Securities trading income (%)	0.1	0.6	0.6	0.6	0.6
Dividend income (%)	0.2	0.2	0.2	0.2	0.2
Other income (%)	6.3	7.4	7.4	7.3	7.1
Operating performance					
Gross interest yield (%)	4.38	4.63	4.50	4.50	4.50
Cost of funds (%)	1.28	1.48	1.45	1.42	1.38
Net interest spread (%)	3.10	3.15	3.05	3.08	3.12
Net interest margin (%)	3.3	3.3	3.2	3.3	3.3
Cost/income(%)	41.6	43.2	43.2	42.2	41.6
Cost/assets(%)	1.7	1.9	1.8	1.8	1.8
Effective tax rate (%)	19.7	19.5	20.0	20.0	20.0
Dividend payout on recurring profit (%)	33.1	49.3	49.0	49.0	49.0
ROE (%)	9.4	10.4	9.7	9.9	9.9
ROE - COE (%)	(0.6)	0.4	(0.3)	(0.1)	(0.1)
ROA (%)	1.1	1.3	1.3	1.3	1.4
RORWA (%)	2.0	2.4	2.3	2.4	2.5
* Pre-exceptional, pre-goodwill and fully diluted					

Sources: Krung Thai Bank; FSSIA estimates

Financial Statements

Krung Thai Bank

Balance Sheet (THB m) Year Ending Dec	2023	2024	2025E	2026E	2027E
Gross customer loans	2,576,516	2,698,611	2,779,401	2,846,106	2,914,413
Allowance for expected credit loss	(173,317)	(173,879)	(177,021)	(180,237)	(183,502)
interest in suspense	22,909	24,343	25,020	25,335	25,944
Net customer loans	2,426,108	2,549,075	2,627,400	2,691,205	2,756,855
Bank loans	701,162	534,775	561,514	561,514	561,514
Government securities	-	-	-	-	-
Trading securities	-	-	-	-	-
Investment securities	263,708	351,085	365,129	379,734	394,923
Cash & equivalents	55,626	56,889	33,968	49,682	66,083
Other interesting assets	-	-	-	-	-
Tangible fixed assets	31,064	29,237	29,822	30,419	31,027
Associates	13,533	19,866	20,264	20,669	21,082
Goodwill	23,226	22,918	22,918	22,918	22,918
Other intangible assets	-	-	-	-	-
Other assets	163,274	180,338	180,900	181,474	182,059
Total assets	3,677,700	3,744,184	3,841,914	3,937,614	4,036,461
Customer deposits	2,646,872	2,731,344	2,802,359	2,869,616	2,938,487
Bank deposits	282,696	255,872	258,431	261,015	263,625
Other interest bearing liabilities	160,839	132,464	132,464	132,464	132,464
Non interest bearing liabilities	166,447	160,117	161,326	162,557	163,809
Hybrid Capital	-	-	-	-	-
Total liabilities	3,256,853	3,279,797	3,354,580	3,425,651	3,498,385
Share capital	72,005	72,005	72,005	72,005	72,005
Reserves	330,371	371,833	394,780	419,409	445,523
Total equity	402,376	443,838	466,785	491,414	517,528
Non-controlling interest	18,470	20,549	20,549	20,549	20,549
Total liabilities & equity	3,677,700	3,744,184	3,841,914	3,937,614	4,036,461
Supplementary items					
Risk weighted assets (RWA)	2,037,273	2,008,361	2,068,572	2,118,008	2,168,840
Average interest earning assets	3,481,109	3,562,928	3,645,258	3,746,699	3,829,102
Average interest bearing liabilities	3,054,457	3,105,044	3,156,467	3,228,175	3,298,835
CET 1 capital	355,554	377,999	398,265	420,041	443,150
Total capital	420,514	418,316	438,582	460,358	483,467
Gross non performing loans (NPL)	99,407	95,065	96,903	98,838	100,819
Per share (THB)					
Book value per share	28.79	31.76	33.40	35.16	37.03
Tangible book value per share	27.13	30.12	31.76	33.52	35.39
Growth					
Gross customer loans	(0.6)	4.7	3.0	2.4	2.4
Average interest earning assets	1.5	2.4	2.3	2.8	2.2
Total asset (%)	2.4	1.8	2.6	2.5	2.5
Risk weighted assets (%)	(0.7)	(1.4)	3.0	2.4	2.4
Customer deposits (%)	2.2	3.2	2.6	2.4	2.4
Leverage & capital measures					
Customer loan/deposits (%)	91.7	93.3	93.8	93.8	93.8
Equity/assets (%)	10.9	11.9	12.1	12.5	12.8
Tangible equity/assets (%)	10.3	11.2	11.6	11.9	12.3
RWA/assets (%)	55.4	53.6	53.8	53.8	53.7
CET 1 CAR (%)	17.5	18.8	19.3	19.8	20.4
Total CAR (%)	20.6	20.8	21.2	21.7	22.3
Asset Quality (FSSIA's calculation)					
Change in NPL (%)	(1.7)	(4.4)	1.9	2.0	2.0
NPL/gross loans (%)	3.9	3.5	3.5	3.5	3.5
Allowance for ECL/gross loans (%)	6.7	6.4	6.4	6.3	6.3
Allowance for ECL/NPL (%)	174.4	182.9	182.7	182.4	182.0
Valuation					
Recurring P/E (x) *	8.1	6.8	6.8	6.3	5.9
Recurring P/E @ target price (x) *	10.1	8.4	8.4	7.8	7.4
Reported P/E (x)	8.1	6.8	6.8	6.3	5.9
Dividend yield (%)	4.1	7.3	7.2	7.8	8.3
Price/book (x)	0.7	0.7	0.6	0.6	0.6
Price/tangible book (x)	0.8	0.7	0.7	0.6	0.6
Price/tangible book @ target price (x)	1.0	0.9	0.8	0.8	0.7
* Pre-exceptional, pre-goodwill and fully diluted					

Sources: Krung Thai Bank; FSSIA estimates

Krung Thai Bank PCL (KTB TB)

FSSIA ESG rating



63.10 /100

Exhibit 3: FSSIA ESG score implication

Rating	Score	Implication
★★★★★	>79-100	Leading its industry peers in managing the most significant ESG risks which not only better cost efficiency but also lead to higher profitability.
★★★★★	>59-79	A mixed track record of managing the most significant ESG risks and opportunities relative to industry peers.
★★★	>39-59	Relevant ESG materiality matrix has been constructively addressed, well-managed and incorporated into day-to-day operations, in which targets and achievements are evaluated annually.
★★	>19-39	Relevant ESG materiality matrix has been identified with key management in charge for progress to be followed up on and to provide intensive disclosure. Most targets are conventional and achievable.
★	1-19	The company has adopted the United Nations Sustainable Development Goals (UN SDGs), established sustainability management guidelines and fully complies with regulations or ESG suggested guidance from related organizations such as the SET and SEC.

Sources: FSSIA estimates

Exhibit 4: ESG – peer comparison

	FSSIA	Domestic ratings						Global ratings					Bloomberg		
	ESG score	DJSI	SET ESG	SET ESG Rating	CG score	AGM level	Thai CAC	Morningstar ESG risk	ESG Book	MSCI	Moody's	Refinitiv	S&P Global	ESG score	Disclosure score
SET100	69.20	5.34	4.40	4.40	4.76	4.65	3.84	Medium	51.76	BBB	20.87	58.72	63.91	3.72	28.17
Coverage	67.12	5.11	4.15	4.17	4.83	4.71	3.53	Medium	52.04	BB	16.97	56.85	62.09	3.40	31.94
BBL	62.08	--	Y	Y	5.00	5.00	Certified	Medium	54.70	--	29.00	58.68	67.00	2.19	60.06
KBANK	84.17	Y	Y	Y	5.00	5.00	Certified	Medium	62.19	AA	46.00	73.83	83.00	4.05	59.77
KTB	63.10	--	Y	Y	5.00	5.00	Certified	Medium	53.59	BBB	34.00	64.64	64.00	2.12	61.33
SCB	62.57	Y	Y	Y	5.00	4.00	--	High	--	A	--	--	86.00	3.43	--
KKP	62.96	--	Y	Y	5.00	5.00	Certified	Medium	52.81	BBB	--	77.56	26.00	2.18	45.90
TISCO	61.17	--	Y	Y	5.00	5.00	Certified	Medium	61.41	--	--	66.13	29.00	3.57	44.21
TTB	63.69	--	Y	Y	5.00	5.00	Certified	Medium	53.98	--	36.00	56.17	71.00	3.20	52.96

Sources: [SETTRADE.com](https://www.settrade.com); FSSIA's compilation

Exhibit 5: ESG score by Bloomberg

FY ending Dec 31	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
ESG financial materiality scores - ESG score	1.36	1.75	1.82	1.72	2.13	2.07	2.14	2.12
BESG environmental pillar score	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
BESG social pillar score	1.18	1.88	1.95	1.92	2.63	2.65	2.72	2.63
BESG governance pillar score	3.69	4.06	4.28	3.83	4.34	4.03	4.18	4.28
ESG disclosure score	38.85	41.85	42.19	42.19	53.35	55.27	56.12	61.33
Environmental disclosure score	6.74	8.46	8.46	8.46	34.46	38.63	38.63	39.47
Social disclosure score	28.57	29.56	30.59	30.59	38.12	39.69	42.26	57.07
Governance disclosure score	81.10	87.36	87.36	87.36	87.36	87.36	87.36	87.36
Environmental								
Emissions reduction initiatives	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Climate change policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Climate change opportunities discussed	No	No	No	No	No	No	No	No
Risks of climate change discussed	No	No	No	No	No	No	No	No
GHG scope 1	—	—	—	—	14	14	12	15
GHG scope 2 location-based	7	135	128	60	53	50	45	42
GHG Scope 3	—	—	—	—	26	28	27	43
Carbon per unit of production	—	—	—	—	—	—	—	—
Biodiversity policy	No	No	No	No	No	No	No	Yes
Energy efficiency policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Total energy consumption	—	—	—	—	211	203	180	174
Renewable energy use	—	—	—	—	0	0	0	0
Electricity used	—	232	219	103	105	100	90	84
Fuel used - natural gas	—	—	—	—	—	—	—	—

Sources: Bloomberg; FSSIA's compilation

Exhibit 6: ESG score by Bloomberg (cont.)

FY ending Dec 31	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
Fuel used - crude oil/diesel	No	No	No	No	No	No	No	No
Waste reduction policy	No	No	No	No	No	Yes	Yes	Yes
Hazardous waste	—	—	—	—	—	0	0	0
Total waste	—	—	—	—	3	4	3	3
Waste recycled	—	—	—	—	—	—	—	—
Waste sent to landfills	—	—	—	—	—	—	—	—
Environmental supply chain management	No	No	No	No	Yes	Yes	Yes	Yes
Water policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Water consumption	—	—	—	—	170	147	121	119
Social								
Human rights policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Policy against child labor	No	No	Yes	Yes	Yes	Yes	Yes	Yes
Quality assurance and recall policy	No	No	No	No	No	No	No	No
Consumer data protection policy	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Equal opportunity policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Gender pay gap breakout	No	No	No	No	No	No	No	No
Pct women in workforce	69	69	69	70	70	70	70	71
Pct disabled in workforce	—	—	—	—	—	—	—	—
Business ethics policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Anti-bribery ethics policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Health and safety policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Lost time incident rate - employees	0	0	0	0	0	0	0	0
Total recordable incident rate - employees	0	0	0	0	0	0	0	0
Training policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Fair remuneration policy	No	No	No	No	No	No	No	No
Number of employees – CSR	24,057	23,611	22,417	21,606	21,133	20,262	18,937	17,157
Employee turnover pct	—	—	—	—	7	5	9	12
Total hours spent by firm - employee training	2,742,500	1,726,760	1,693,780	1,591,920	1,507,460	2,322,770	2,102,850	1,350,850
Social supply chain management	No	No	No	No	Yes	Yes	Yes	Yes
Governance								
Board size	12	12	12	12	11	12	12	12
No. of independent directors (ID)	4	6	6	6	5	6	6	6
No. of women on board	0	1	1	1	2	2	2	2
No. of non-executive directors on board	9	11	11	11	10	8	8	11
Company conducts board evaluations	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
No. of board meetings for the year	28	27	27	24	27	26	23	22
Board meeting attendance pct	93	96	92	84	94	97	100	96
Board duration (years)	3	3	3	3	3	3	3	3
Director share ownership guidelines	No	No	No	No	No	No	No	No
Age of the youngest director	51	44	45	47	48	49	49	50
Age of the oldest director	61	62	63	64	64	65	66	67
No. of executives / company managers	21	20	20	20	19	21	19	22
No. of female executives	7	4	5	4	3	3	3	3
Executive share ownership guidelines	No	No	No	No	No	No	No	No
Size of audit committee	3	4	4	3	3	3	3	3
No. of ID on audit committee	3	4	4	3	3	3	3	3
Audit committee meetings	19	26	25	22	20	22	19	26
Audit meeting attendance %	91	96	95	95	98	100	98	98
Size of compensation committee	4	3	3	3	2	3	3	3
No. of ID on compensation committee	3	2	3	2	1	2	2	2
No. of compensation committee meetings	20	19	17	17	21	20	15	15
Compensation meeting attendance %	95	95	90	92	94	100	100	100
Size of nomination committee	4	3	3	3	2	3	3	3
No. of nomination committee meetings	20	19	17	17	21	20	15	15
Nomination meeting attendance %	95	95	90	92	94	100	100	100
Sustainability governance								
Verification type	No	No	No	No	No	No	No	No

Sources: Bloomberg; FSSIA's compilation

Disclaimer for ESG scoring

ESG score	Methodology	Rating																				
The Dow Jones Sustainability Indices (DJSI) By S&P Global	The DJSI World applies a transparent, rules-based component selection process based on the companies' Total Sustainability Scores resulting from the annual S&P Global Corporate Sustainability Assessment (CSA). Only the top-ranked companies within each industry are selected for inclusion.	Be a member and invited to the annual S&P Global Corporate Sustainability Assessment (CSA) for DJSI. Companies with an S&P Global ESG Score of less than 45% of the S&P Global ESG Score of the highest scoring company are disqualified. The constituents of the DJSI indices are selected from the Eligible Universe.																				
SET ESG Ratings List (SETESG) by The Stock Exchange of Thailand (SET)	SET ESG quantifies responsibility in Environmental and Social issues by managing business with transparency in Governance, updated annually. Candidates must pass the preemptive criteria, with two crucial conditions: 1) no irregular trading of the board members and executives; and 2) free float of >150 shareholders, and combined holding must be >15% of paid-up capital. Some key disqualifying criteria include: 1) CG score of below 70%; 2) independent directors and free float violation; 3) executives' wrongdoing related to CG, social & environmental impacts; 4) equity in negative territory; and 5) earnings in red for > 3 years in the last 5 years.	To be eligible for SETESG inclusion , verified data must be scored at a minimum of 50% for each indicator, unless the company is a part of DJSI during the assessment year. The scoring will be fairly weighted against the nature of the relevant industry and materiality. SETESG Index is extended from the SET ESG Ratings companies whose 1) market capitalization > THB5b (~USD150b); 2) free float >20%; and 3) liquidity >0.5% of paid-up capital for at least 9 out of 12 months. The SETTHSI Index is a market capitalisation-weighted index, cap 5% quarterly weight at maximum, and no cap for number of stocks.																				
CG Score by Thai Institute of Directors Association (Thai IOD)	An indicator of CG strength in sustainable development, measured annually by the Thai IOD, with support from the Stock Exchange of Thailand (SET). The results are from the perspective of a third party, not an evaluation of operations.	Scores are rated in six categories: 5 for Excellent (90-100), 4 for Very Good (80-89), 3 for Good (70-79), 2 for Fair (60-69), 1 for Pass (60-69), and not rated for scores below 50. Weightings include: 1) the rights; 2) and equitable treatment of shareholders (weight 25% combined); 3) the role of stakeholders (25%); 4) disclosure & transparency (15%); and 5) board responsibilities (35%).																				
AGM level By Thai Investors Association (TIA) with support from the SEC	It quantifies the extent to which shareholders' rights and equitable treatment are incorporated into business operations and information is transparent and sufficiently disclosed. All form important elements of two out of five the CG components to be evaluated annually. The assessment criteria cover AGM procedures before the meeting (45%), at the meeting date (45%), and after the meeting (10%). <i>(The first assesses 1) advance circulation of sufficient information for voting; and 2) facilitating how voting rights can be exercised. The second assesses 1) the ease of attending meetings; 2) transparency and verifiability; and 3) openness for Q&A. The third involves the meeting minutes that should contain discussion issues, resolutions and voting results.)</i>	The scores are classified into four categories: 5 for Excellent (100), 4 for Very Good (90-99), 3 for Fair (80-89), and not rated for scores below 79.																				
Thai CAC By Thai Private Sector Collective Action Against Corruption (CAC)	The core elements of the Checklist include corruption risk assessment, establishment of key controls, and the monitoring and developing of policies. The Certification is good for three years. <i>(Companies deciding to become a CAC certified member start by submitting a Declaration of Intent to kick off an 18-month deadline to submit the CAC Checklist for Certification, including risk assessment, in place of policy and control, training of managers and employees, establishment of whistleblowing channels, and communication of policies to all stakeholders.)</i>	The document will be reviewed by a committee of nine professionals. A passed Checklist will move for granting certification by the CAC Council approvals whose members are twelve highly respected individuals in professionalism and ethical achievements.																				
Morningstar Sustainalytics	The Sustainalytics' ESG risk rating provides an overall company score based on an assessment of how much of a company's exposure to ESG risk is unmanaged. <i>Sources to be reviewed include corporate publications and regulatory filings, news and other media, NGO reports/websites, multi-sector information, company feedback, ESG controversies, issuer feedback on draft ESG reports, and quality & peer reviews.</i>	A company's ESG risk rating score is the sum of unmanaged risk. The more risk is unmanaged, the higher ESG risk is scored. <table><tr><th>NEGL</th><th>Low</th><th>Medium</th><th>High</th><th>Severe</th></tr><tr><td>0-10</td><td>10-20</td><td>20-30</td><td>30-40</td><td>40+</td></tr></table>	NEGL	Low	Medium	High	Severe	0-10	10-20	20-30	30-40	40+										
NEGL	Low	Medium	High	Severe																		
0-10	10-20	20-30	30-40	40+																		
ESG Book	The ESG score identifies sustainable companies that are better positioned to outperform over the long term. The methodology considers the principle of financial materiality including information that significantly helps explain future risk-adjusted performance. Materiality is applied by over-weighting features with higher materiality and rebalancing these weights on a rolling quarterly basis.	The total ESG score is calculated as a weighted sum of the features scores using materiality-based weights. The score is scaled between 0 and 100 with higher scores indicating better performance.																				
MSCI	MSCI ESG ratings aim to measure a company's management of financially relevant ESG risks and opportunities. It uses a rules-based methodology to identify industry leaders and laggards according to their exposure to ESG risks and how well they manage those risks relative to peers. <table><tr><td>AAA</td><td>8.571-10.000</td><td rowspan="3">Leader:</td><td rowspan="3">leading its industry in managing the most significant ESG risks and opportunities</td></tr><tr><td>AA</td><td>7.143-8.570</td></tr><tr><td>A</td><td>5.714-7.142</td></tr><tr><td>BBB</td><td>4.286-5.713</td><td rowspan="3">Average:</td><td rowspan="3">a mixed or unexceptional track record of managing the most significant ESG risks and opportunities relative to industry peers</td></tr><tr><td>BB</td><td>2.857-4.285</td></tr><tr><td>B</td><td>1.429-2.856</td></tr><tr><td>CCC</td><td>0.000-1.428</td><td>Laggard:</td><td>lagging its industry based on its high exposure and failure to manage significant ESG risks</td></tr></table>		AAA	8.571-10.000	Leader:	leading its industry in managing the most significant ESG risks and opportunities	AA	7.143-8.570	A	5.714-7.142	BBB	4.286-5.713	Average:	a mixed or unexceptional track record of managing the most significant ESG risks and opportunities relative to industry peers	BB	2.857-4.285	B	1.429-2.856	CCC	0.000-1.428	Laggard:	lagging its industry based on its high exposure and failure to manage significant ESG risks
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Moody's ESG solutions	Moody's assesses the degree to which companies take into account ESG objectives in the definition and implementation of their strategy policies. It believes that a company integrating ESG factors into its business model and relatively outperforming its peers is better positioned to mitigate risks and create sustainable value for shareholders over the medium to long term.																					
Refinitiv ESG rating	Designed to transparently and objectively measure a company's relative ESG performance, commitment and effectiveness across 10 main themes, based on publicly available and auditable data. The score ranges from 0 to 100 on relative ESG performance and insufficient degree of transparency in reporting material ESG data publicly. <i>(Score ratings are 0 to 25 = poor; >25 to 50 = satisfactory; >50 to 75 = good; and >75 to 100 = excellent.)</i>																					
S&P Global	The S&P Global ESG Score is a relative score measuring a company's performance on and management of ESG risks, opportunities, and impacts compared to its peers within the same industry classification. The score ranges from 0 to 100.																					
Bloomberg	ESG Score	Bloomberg score evaluating the company's aggregated Environmental, Social and Governance (ESG) performance. The score is based on Bloomberg's view of ESG financial materiality. The score is a weighted generalized mean (power mean) of Pillar Scores, where the weights are determined by the pillar priority ranking. Values range from 0 to 10; 10 is the best.																				
Bloomberg	ESG Disclosure Score	Disclosure of a company's ESG used for Bloomberg ESG score. The score ranges from 0 for none to 100 for disclosure of every data point, measuring the amount of ESG data reported publicly, and not the performance on any data point.																				

[Rating](#) regarding the sustainable development of Thai listed companies, both on the SET and MAI, are publicly available on the website of the Securities and Exchange Commission of Thailand (SEC). Currently, ratings available are 1) "**CG Score**"; 2) "**AGM Level**"; 3) "**Thai CAC**"; and 4) **THSI**. The ratings are updated on an annual basis. FSSIA does not confirm nor certify the accuracy of such ratings.

Source: FSSIA's compilation

GENERAL DISCLAIMER

ANALYST(S) CERTIFICATION

Nathapol Pongsukcharoenkul FSS International Investment Advisory Securities Co., Ltd

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History of change in investment rating and/or target price

Krung Thai Bank (KTB TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
22-Apr-2022	BUY	16.40	25-Oct-2022	BUY	21.20	25-Mar-2024	BUY	19.90
08-Jul-2022	BUY	18.20	17-Jul-2023	BUY	23.10	09-Oct-2024	BUY	23.50
24-Aug-2022	BUY	20.00	22-Jan-2024	HOLD	19.90	12-Mar-2025	BUY	26.50

Nathapol Pongsukcharoenkul started covering this stock from 12-Mar-2025

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
Krung Thai Bank	KTB TB	THB 21.30	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.

All share prices are as at market close on 18-Apr-2025 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.