

BANGKOK BANK

BBL TB

THAILAND / BANKING

BUY

UNCHANGED

TARGET PRICE	THB175.00
CLOSE	THB139.00
UP/DOWNSIDE	+25.9%
PRIOR TP	THB194.00
CHANGE IN TP	-9.8%
TP vs CONSENSUS	+7.7%

ส่วนต่างดอกเบี้ยมีแนวโน้มลดลงแต่สินเชื่อน่าจะโตดี

- BBL รายงานสินเชื่อโตดี YTD และเราเชื่อว่าสินเชื่อจะโตดีต่อเนื่องตลอดปี 2025
- เราคาดว่าส่วนต่างดอกเบี้ยมีแนวโน้มลดลงแต่จะอยู่ในระดับที่จัดการได้มากขึ้นใน 2Q25 จากอัตราดอกเบี้ยเงินกู้สำหรับลูกค้าชั้นดีที่ลดลงเพียงเล็กน้อย
- คงคำแนะนำซื้อที่ราคาเป้าหมายใหม่ที่ 175 บาท

คงคำแนะนำซื้อแม้ว่าจะมีปัจจัยกดดันจากส่วนต่างดอกเบี้ยที่ลดลง

เราคงคำแนะนำซื้อจากสินเชื่อที่โตดีในช่วง 4M25 จากสินเชื่อของบริษัทและสินเชื่อต่างประเทศ ในขณะที่รายได้จะได้รับการกดดันจากส่วนต่างดอกเบี้ยที่ลดลงตามแนวโน้มอัตราดอกเบี้ยขาลง อย่างไรก็ตามเราเชื่อว่าส่วนต่างดอกเบี้ยที่ลดลง q-q ใน 2Q25 จะต่ำกว่าที่เคยลดลง 26bp q-q ใน 1Q25 เนื่องจากไม่มีรายการกลับดอกเบี้ยค้างรับ หายที่สุดเราคาดว่าต้นทุนความเสี่ยงในการปล่อยสินเชื่อ (Credit cost) จะลดลง y-y เป็น 119bp ในปี 2025 เทียบกับ 130bp ในปี 2024 จากคุณภาพสินทรัพย์ที่เอื้ออำนวยมากยิ่งขึ้น

สินเชื่อโตดี YTD

จากข้อมูลของธนาคาร ณ สิ้นเดือน เม.ย. 2025 BBL รายงานตัวเลขการเติบโตของสินเชื่อ YTD (4M25) สูงที่สุดในกลุ่มธนาคารไทยที่ 1.5% เทียบกับกลุ่มที่ -1.1% ทั้งนี้ BBL ยังคงเป้าการเติบโตของสินเชื่อรวมอยู่ที่ 3-4% ในปี 2025 โดยมีปัจจัยหนุนสำคัญอยู่ที่กลุ่มสินเชื่อบริษัทในประเทศ (นำโดยสินเชื่อเพื่อการผลิต เพื่อการพาณิชย์ เพื่อธุรกิจบริการและเพื่อบริษัทโฮลดิ้งที่ประกอบหลากหลายกิจการ) และกลุ่มสินเชื่อต่างประเทศ (นำโดยอินโคโนเซีย และเวียดนาม) ในอนาคตเราคาดว่าความต้องการสินเชื่อในกลุ่มสินเชื่อบริษัทจะยังดีตลอดปี 2025 โดยคาดตัวเลขการเติบโตของสินเชื่ออยู่ที่ 3.4% ดังนั้นเราจึงเชื่อว่า BBL จะเป็นผู้ได้รับประโยชน์จากการสนับสนุนความต้องการสินเชื่อของบริษัทที่อยู่ในระดับสูง

ส่วนต่างดอกเบี้ยมีแนวโน้มลดลงแต่จะอยู่ในระดับที่จัดการได้มากขึ้นใน 2Q25

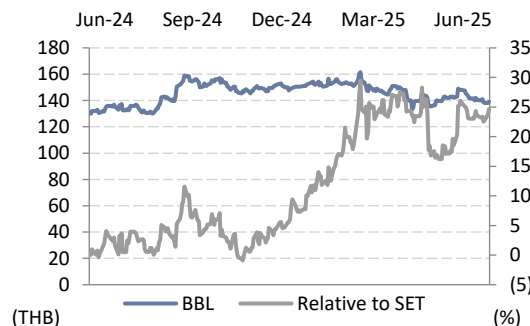
หลังการลดอัตราดอกเบี้ยนโยบายอีกครั้งเป็นจำนวน 25bp ในเดือน พ.ค. 2025 BBL ได้ปรับลดอัตราดอกเบี้ยเงินกู้สำหรับลูกค้าชั้นดีลงเพียง 5-10bp ในขณะที่ BBL ปรับลดอัตราดอกเบี้ยเงินฝากประจำสำหรับลูกค้าชั้นดีที่มีอายุ 6 เดือนและ 1 ปีลง 20bp จากการคาดการณ์ของเราที่ว่าจะไม่มีการกลับดอกเบี้ยค้างรับเหมือนใน 1Q25 และการลดอัตราดอกเบี้ยเงินกู้สำหรับลูกค้าชั้นดีเพียงเล็กน้อยในเดือน พ.ค. 2025 เราคาดว่าส่วนต่างดอกเบี้ยใน 2Q25 จะลดลงน้อยกว่าที่เคยลดลง 26bp q-q ใน 1Q25 สำหรับในปี 2025 เราคาดว่าส่วนต่างดอกเบี้ยจะลดลง 21bp y-y มาอยู่ที่ 2.82%

ปรับลดประมาณการลง 8-9% ราคาเป้าหมายใหม่อยู่ที่ 175 บาท

เราปรับลดประมาณการกำไรสุทธิปี 2025-27 ลง 8-9% จากสมมติฐานส่วนต่างดอกเบี้ยที่ลดลงตามรอบการลดอัตราดอกเบี้ยในไทยและสมมติฐาน Credit cost ที่สูงขึ้นเล็กน้อยซึ่งชดเชยได้บางส่วนจากรายได้ที่ไม่ใช่ดอกเบี้ยจากการลงทุนที่รับรู้แล้ว หลังปรับประมาณการเราปรับลดราคาเป้าหมายปี 2025 ของเราลงเหลือ 175 จาก 194 บาท (GGM) ซึ่งเทียบเท่า 0.57x 2025 P/BV (COE 10.0%, ROE 7.0%) จาก Valuation ที่ไม่แพงเพียง 0.45x 2025E P/BV เทียบกับ ROE ที่คาดไว้ที่ประมาณ 7.7% เราเชื่อว่าราคาหุ้นของ BBL มี Upside อยู่ในระดับที่น่าสนใจสำหรับนักลงทุน

KEY STOCK DATA

YE Dec (THB m)	2024	2025E	2026E	2027E
Operating profit	56,567	54,706	58,614	60,777
Net profit	45,211	43,305	46,399	48,111
EPS (THB)	23.69	22.69	24.31	25.20
vs Consensus (%)	-	(2.9)	2.0	1.8
Recurring net profit	45,211	43,305	46,399	48,111
Core EPS (THB)	23.69	22.69	24.31	25.20
Chg. In EPS est. (%)	-	(8.5)	(7.8)	(8.9)
EPS growth (%)	8.6	(4.2)	7.1	3.7
Core P/E (x)	5.9	6.1	5.7	5.5
Dividend yield (%)	6.1	5.8	6.3	6.5
Price/book (x)	0.5	0.5	0.4	0.4
ROE (%)	8.3	7.6	7.7	7.6
ROA (%)	1.0	1.0	1.0	1.0



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	(2.1)	(3.8)	5.7
Relative to country (%)	5.1	1.1	23.1
Mkt cap (USD m)	8,153		
3m avg. daily turnover (USD m)	37.3		
Free float (%)	76		
Major shareholder	Thai NVDR (23%)		
12m high/low (THB)	161.50/129.00		
Issued shares (m)	1,909		

Sources: Bloomberg consensus; FSSIA estimates



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Investment thesis

- Overall, we foresee positive catalysts for BBL, including 1) room for loan expansion from corporate and international segments; 2) resilient NIM despite negative impact from policy interest rate cuts to 1.5% in 2025E; 3) the cost-to-income ratio gradually reaching c47-48% in 2025-26E following loan and revenue expansion; and 4) strong asset quality with room to lower credit costs to 119bp in 2025E vs 130bp in 2024.
- In addition, with an undemanding valuation at only 0.45x 2025E P/BV vs our ROE projection of around 7.7% in 2025-27, we believe BBL has an attractive share price upside for investors.
- Based on our calculation, if BBL raised its dividend payout ratio to 45% from 36%, we would expect BBL's ROE to increase by 20bp by 2026, and thus could be a positive catalyst for BBL's share price in terms of better capital management.

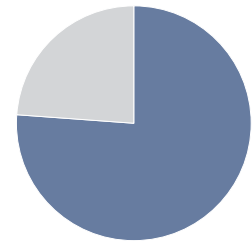
Company profile

Bangkok Bank is a leading bank in Thailand and a major regional bank in Southeast Asia. It is a market leader in corporate and business banking, with a large retail customer base.

www.bangkokbank.com

Principal activities (revenue, 2024)

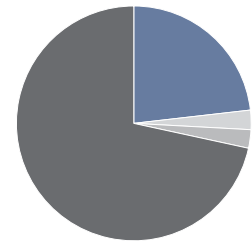
- Net interest income - 76.2 %
- Non-interest income - 23.8 %



Source: Bangkok Bank

Major shareholders

- Thai NVDR - 23.2 %
- Social Security Office - 2.7 %
- State Street Europe Ltd - 2.5 %
- Others - 71.6 %



Source: Bangkok Bank

Catalysts

- Higher loan demand for corporate loans from foreign direct investment into Thailand and ASEAN countries.
- Lower-than-expected impact from interest rate cuts.
- A lower credit cost from asset quality improvement.

Risks to our call

Downside risks are 1) prolonged economic sluggishness affecting loan growth and asset quality; and 2) the impact of new regulations from the Bank of Thailand.

Event calendar

Date	Event
July 2025	2Q25 results announcement

Key assumptions

Key assumptions (%)	2025E	2026E	2027E
Loan growth	3.4	3.2	3.0
NIM	2.8	2.8	2.8
Cost-to-income ratio	48.9	47.8	47.4
Credit cost	1.2	1.2	1.1
NPL ratio	3.6	3.5	3.5
ROE	7.6	7.7	7.6

Source: FSSIA estimates

Earnings sensitivity

		2025E		
Loan growth (%)	±1ppt	2.40	3.40	4.40
% change in net profit		(0.6)		0.6
NIM (%)	±5bp	2.77	2.82	2.87
% change in net profit		(5.2)		5.2
Cost-to-income ratio (%)	±1ppt	47.87	48.87	49.87
% change in net profit		3.9		(3.9)
Credit cost (bp)	±10bp	109	119	129
% change in net profit		6.3		(6.3)

Source: FSSIA estimates

NIM downtrend but strong loan growth

Reiterate BUY with a new TP of THB175

We reiterate our BUY rating for BBL on the back of strong loan expansion for 4M25 from corporate loans and the international segment. Meanwhile, BBL's revenue should be pressured by lower NIM following the interest rate downtrend. However, we believe the NIM contraction q-q in 2Q25 will be lower than the 26bp NIM contraction q-q in 1Q25 from the absence of an accrued interest reversal and a small cut in prime lending rates. Lastly, we expect lower credit cost y-y at 119bp in 2025 vs 130bp in 2024 on the back of benign asset quality.

We have cut our 2025-27 net profit forecasts by 8-9% on the back of lower NIM forecasts following the interest rate cut cycle in Thailand and a slight increase in credit cost forecasts, which should be partially offset by non-interest income from realized investment gains.

After our earnings revisions, we cut our GGM-based 2025 TP to THB175 (from THB194), which implies 0.57x 2025 P/BV (COE of 10.0%, ROE of 7.0%).

With an undemanding valuation at only 0.45x 2025E P/BV vs our ROE projection of around 7.7% in 2025-27, we believe BBL has an attractive share price upside for investors.

Exhibit 1: 2025-27 earnings forecast revisions

	Revised forecast			Previous forecast			Change		
	2025E (THB m)	2026E (THB m)	2027E (THB m)	2025E (THB m)	2026E (THB m)	2027E (THB m)	2025E (%)	2026E (%)	2027E (%)
Net Interest Income	126,287	129,619	131,425	131,750	135,177	138,638	-4.1%	-4.1%	-5.2%
Non-Interest Income	44,236	45,893	47,738	44,164	45,764	47,547	0.2%	0.3%	0.4%
PPOP	87,180	91,648	94,248	91,509	96,004	100,175	-4.7%	-4.5%	-5.9%
Loan loss provisions	32,474	33,035	33,471	31,730	32,465	33,471	2.3%	1.8%	0.0%
Net Profit	43,305	46,399	48,111	47,321	50,298	52,803	-8.5%	-7.8%	-8.9%
Key ratios							(ppt)	(ppt)	(ppt)
NIM (%)	2.82	2.83	2.81	2.94	2.95	2.97	(0.12)	(0.12)	(0.15)
Cost to income (%)	48.87	47.78	47.40	47.98	46.94	46.20	0.89	0.84	1.20
ROA (%)	0.94	0.99	1.00	1.03	1.07	1.10	(0.09)	(0.08)	(0.10)
ROE (%)	7.60	7.74	7.62	8.29	8.34	8.28	(0.69)	(0.60)	(0.66)
Credit cost (%)	1.19	1.17	1.15	1.16	1.15	1.15	0.03	0.02	0.00
Loan growth (%)	3.40	3.20	3.00	3.40	3.20	3.00	0.00	0.00	0.00
Net profit growth (%)	-4.22	7.14	3.69	4.67	6.29	4.98	(8.88)	0.85	(1.29)

Source: FSSIA estimates

Exhibit 2: BBL – GGM based 2025 TP

Target price calculation based on Gordon Growth Model (GGM)			
Sustainable ROE	7.0%	Cost of Equity (COE) calculation	
COE	10.0%	Risk-Free Rate	3.0%
Long-term growth (g)	3.0%	Equity Premium	7.0%
Derived P/BV multiple (x)	0.57	Equity Beta (x)	1.00
		COE	10.0%
Dec 2025E Book Value (THB)	306		
Derived target price (THB)	175		

Source: FSSIA estimates

Exhibit 3: BBL's target price sensitivity

ROE	Growth rate assumption				
	2.0%	2.5%	3.0%	3.5%	4.0%
5.0%	115	102	87	71	51
6.0%	153	143	131	118	102
7.0%	191	184	175	165	153
8.0%	229	224	219	212	204
9.0%	268	265	262	259	255

Source: FSSIA estimates

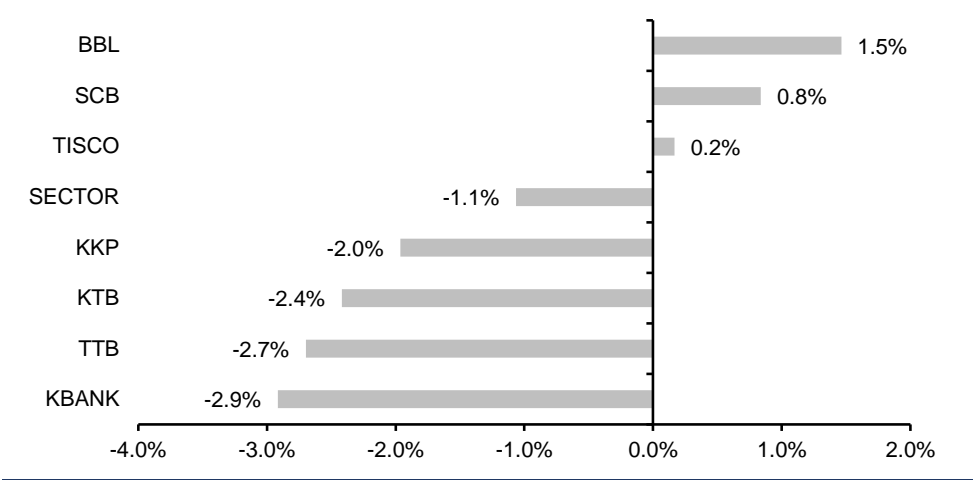
Strong loan growth YTD

According to banks' data as of Apr-25, BBL's loan growth YTD (4M25) was the highest among Thai banks at 1.5% vs sector growth of -1.1%. BBL maintains its overall loan growth target of 3-4% in 2025 (vs FSSIA's estimate of 3.4%).

The key drivers were the domestic corporate segment (led by manufacturing, commercial, service sectors, and holding conglomerates) and international loan segments (led by Indonesia and Vietnam). According to BBL's management, they particularly saw strong demand for loans among Thai companies with foreign investments abroad, following high economic growth. The loan disbursements were for both short-term working capital and long-term project financing.

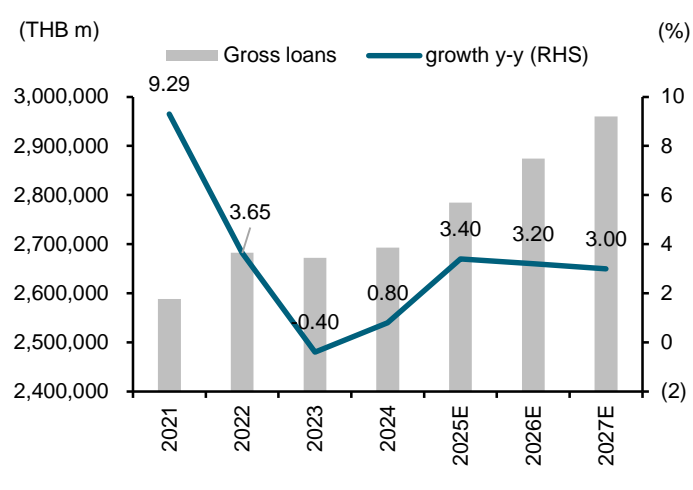
Looking ahead, we expect the demand for loans among the corporate segment to remain intact, mainly driven by 1) digital transformation, including investments in data centers and manufacturing for integrated circuits (IC); 2) relocation of supply chains to ASEAN, reflected by higher foreign direct investment (FDI); 3) the ESG and energy transition trend; and 4) infrastructure investments. Thus, we believe BBL would be a major beneficiary in supporting the strong demand for corporate loans.

Exhibit 4: BBL posted the highest loan growth YTD for 4M25



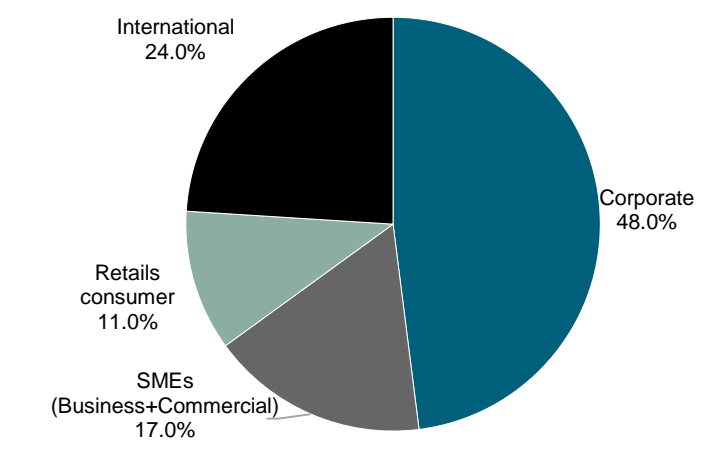
Sources: Company data, FSSIA compilation

Exhibit 5: BBL's loan growth



Sources: BBL, FSSIA estimates

Exhibit 6: Loan segmentation – corporate and international loans are BBL's loan growth drivers



Sources: BBL, FSSIA's compilation

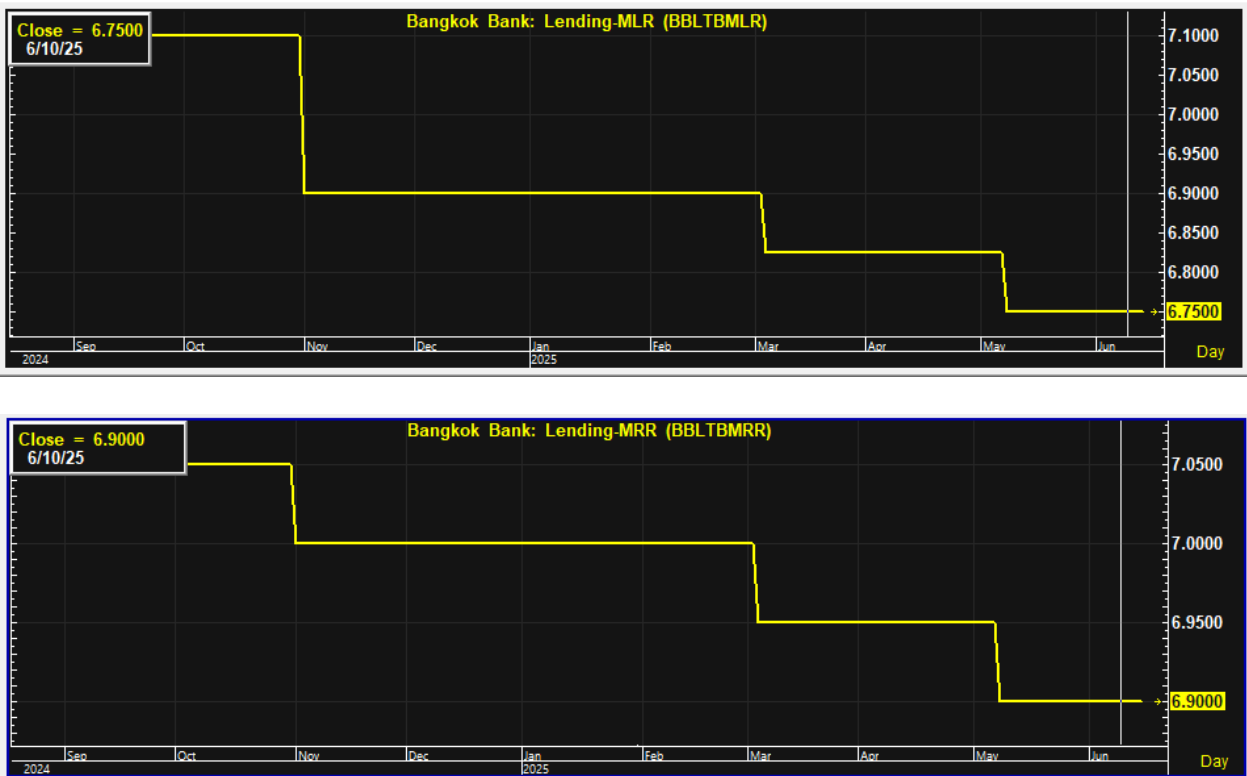
NIM downtrend, but should be more manageable in 2Q25

For 1Q25, BBL’s NIM contracted by 26bp q-q to 2.85%. Apart from the interest rate cut cycle in Thailand, BBL’s management commented that NIM contraction in 1Q25 was also due to the reversal of accrued interest following relapsed NPLs.

After another policy rate cut of 25bp in May-25, BBL cut its prime lending rates by 10bp for MLR (Minimum Lending Rate typically for corporate loans) and 5bp for MRR (Minimum Retail Rate for retail loans). The magnitude of BBL’s lending rate cuts in May-25 were the same as in Mar-25 and significantly lower than the policy rate cut (implying 40% transmission from the policy rate to the prime lending rate).

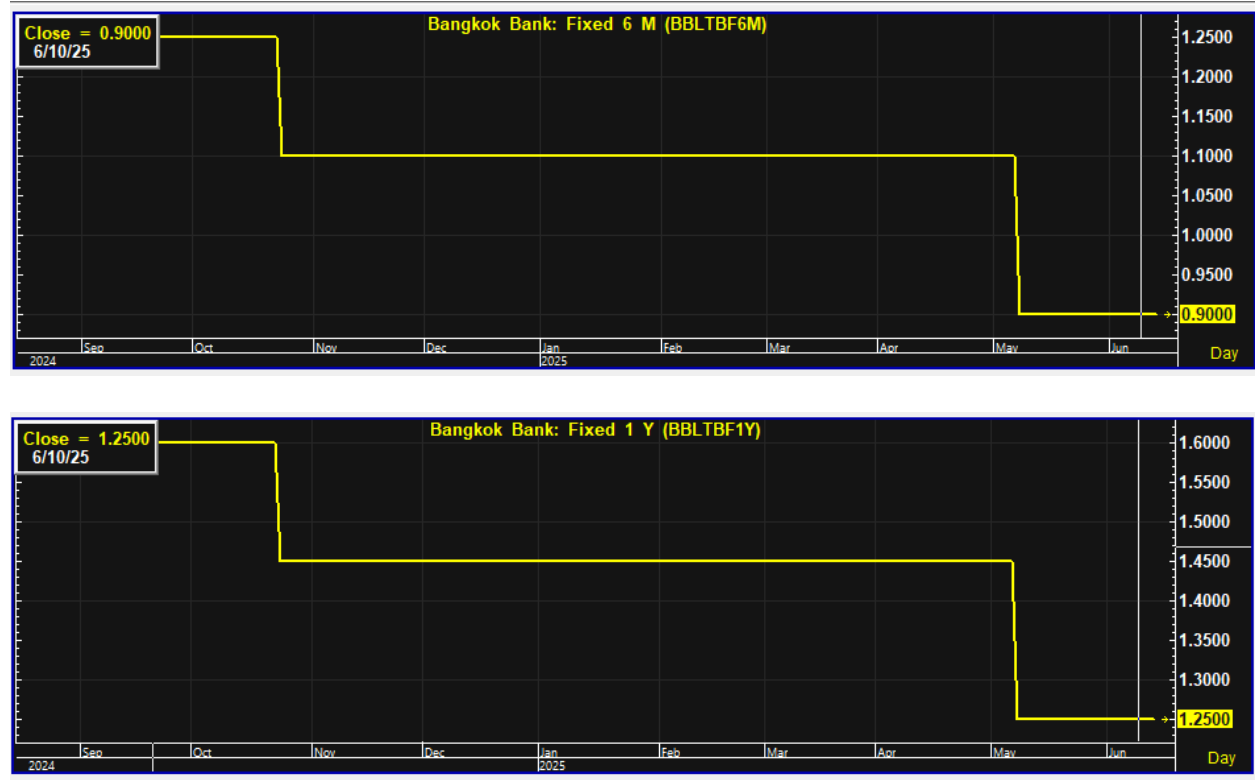
In addition, BBL cut its prime fixed deposit rates for six-month and one-year tenors by 20bp in May-25 vs no cut in Mar-25. Note that fixed deposits contribute 38% of BBL’s total deposits. With our expectation of no reversal of accrued interest and a larger cut in the prime deposit rate compared to the prime lending rate in May-25, we expect NIM contraction for BBL in 2Q25 to be smaller than the 1Q25 contraction of 26bp.

Exhibit 7: 10bp cut for BBL’s MLR and 5bp cut for BBL’s MRR vs 25bp cut in the policy interest rate in May 2025



Sources: Aspen, BBL

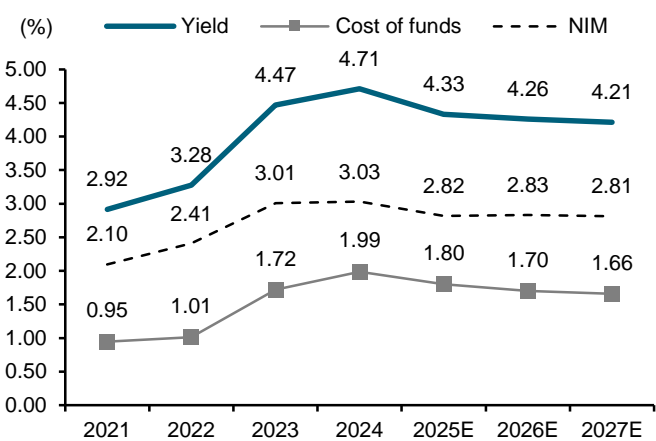
Exhibit 8: Meanwhile, BBL has cut its prime fixed deposit rate by 20bp in May 2025



Sources: Aspen, BBL

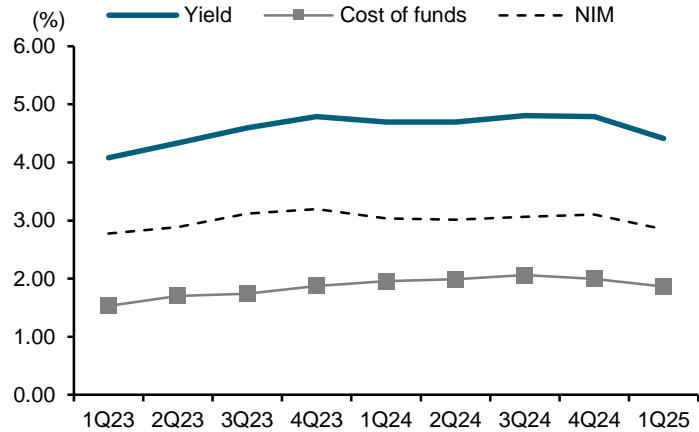
For full-year 2025, we project BBL’s NIM to be lower by 21bp y-y to 2.82% following our expectation of an interest rate downcycle in Thailand to 1.5% by Dec-25 vs 2.25% in Dec-24. Our NIM forecast of 2.82% for 2025 remains in line with BBL’s target of 2.8-2.9%.

Exhibit 9: Annual yield, cost of funds and NIM



Sources: BBL, FSSIA estimates

Exhibit 10: Quarterly yield, cost of funds and NIM



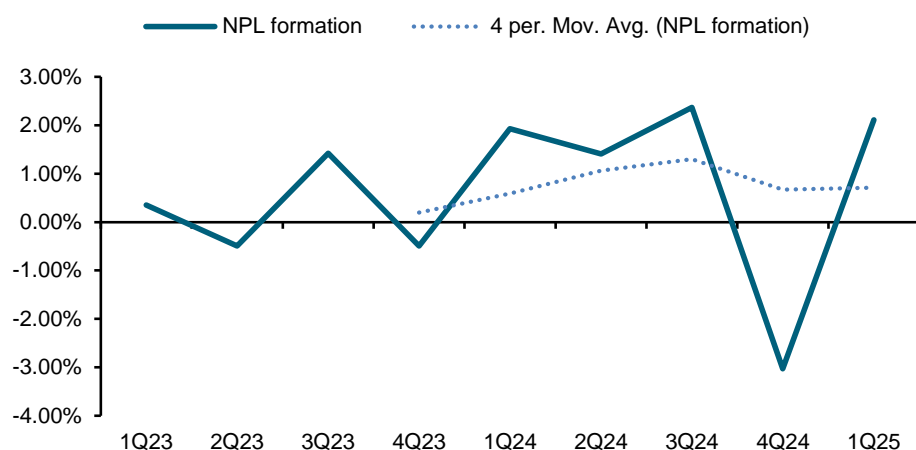
Sources: BBL, FSSIA's compilation

Still has a large loan loss reserve buffer and room to lower credit cost y-y

Despite the rebound of NPL formation for BBL in 1Q25 from NPL relapse, we believe the overall NPL formation trend seems to have stabilized. BBL's management believes overall asset quality is still within the bank's expectations, even amid stronger headwinds from Trump's reciprocal tariffs. Going forward in 2025-26, we expect BBL's NPL ratio to be around 3.5-3.6%, supported by continued debt serviceability among corporate loans and a lower interest burden following policy rate cuts in 2025E.

Note that we believe part of the NPL reduction in 4Q24 was likely driven by Thai Airways' successful rehabilitation plan. We believe these major accounts were upgraded to loans under Stage II (underperforming loans) from Stage III (NPLs). In the event that the Thai Airways loan account can service debt repayment under Stage II for another nine months (expected around 3Q25), this would allow a further upgrade to Stage I (performing loans), ultimately lowering BBL's credit cost burden.

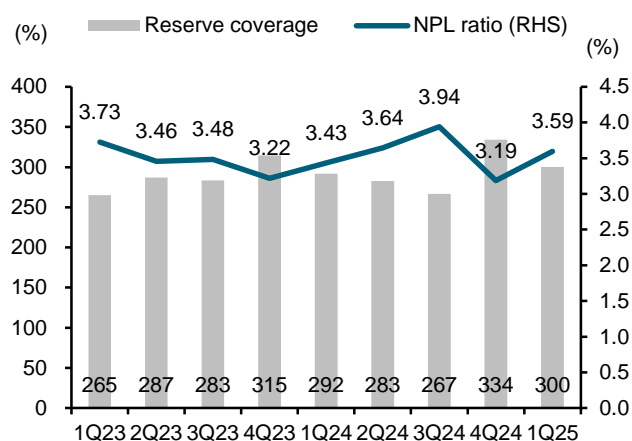
Exhibit 11: NPL formation rate and trendline (four-period moving average)



Sources: BBL, FSSIA's compilation

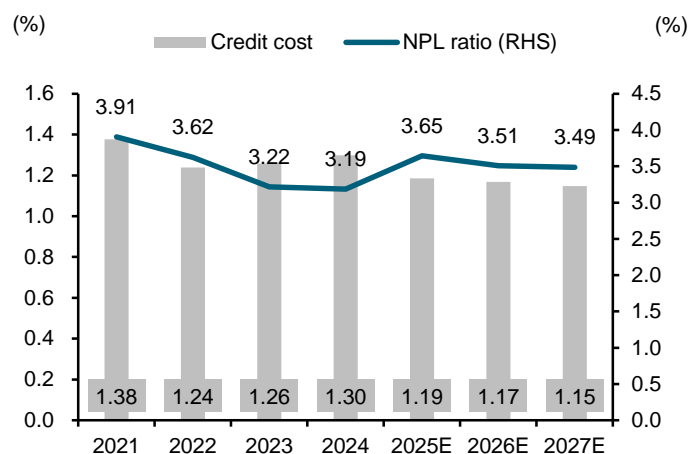
We expect BBL to record lower credit costs of 117-119bp in 2025-26 vs 130bp in 2024. In addition, the large loan loss reserve for BBL with an NPL coverage ratio of 300% and a loan loss reserve to gross loans at 10.8% for 1Q25 still provide a strong buffer for the bank against potential downside risk. Note that both abovementioned ratios for BBL are the highest levels among Thai banks. With ample loan loss reserves, this should allow BBL to lower credit costs in 2025-26, in our view. Note that our credit cost estimates of 117-119bp are more conservative than BBL's target of 100bp.

Exhibit 12: NPL reserve coverage of more than 300% is still one of BBL's strengths to cushion volatility



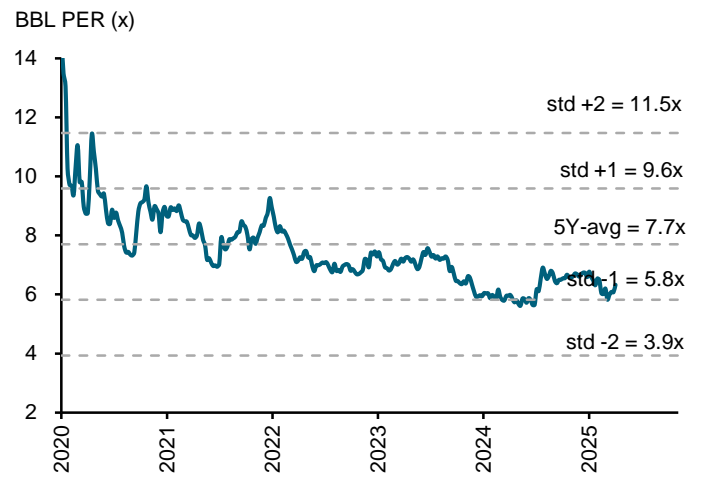
Sources: BBL, FSSIA's compilation

Exhibit 13: Expect benign credit costs for 2025-26 at 117-119bp



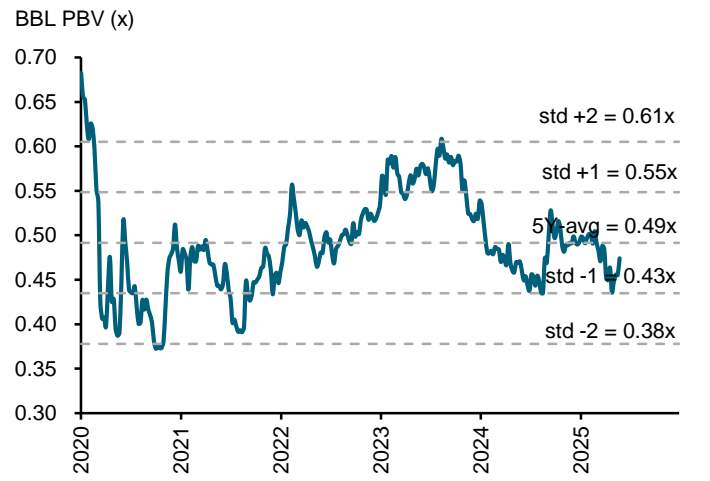
Sources: BBL, FSSIA estimates

Exhibit 14: BBL – one-year prospective P/E band



Sources: Bloomberg, FSSIA estimates

Exhibit 15: BBL – one-year prospective P/BV band



Sources: Bloomberg, FSSIA estimates

Exhibit 16: Peer regional banks comparison, as of 17 June 2025

Company name	BBG code	Share price (LCY)	Target price (LCY)	Up side (%)	Market Cap. (USD m)	----- PE ----- 25E (x)	----- PBV ----- 26E (x)	----- ROE ----- 25E (%)	----- Div yld ---- 26E (x)				
Thailand													
Bangkok Bank	BBL TB	139.00	175.00	26	8,153	6.1	5.7	0.5	0.4	7.6	7.7	5.8	6.3
Kasikornbank	KBANK TB	153.50	186.00	21	11,175	7.1	6.6	0.6	0.6	8.9	9.1	6.4	6.9
Krung Thai Bank	KTB TB	22.00	25.80	17	9,448	7.1	6.7	0.7	0.6	9.5	9.6	6.9	7.3
SCB X	SCB TB	118.00	130.00	10	12,209	8.6	8.3	0.8	0.8	9.4	9.5	9.3	9.6
TMBThanachart Bank	TTB TB	1.95	2.05	5	5,724	8.6	8.6	0.8	0.7	9.0	8.7	7.0	6.9
Kiatnakin Bank	KKP TB	47.00	50.00	6	1,195	8.6	8.0	0.6	0.6	7.3	7.6	7.0	7.5
Tisco Financial Group	TISCO TB	97.50	95.00	(3)	2,399	12.0	11.6	1.8	1.8	15.1	15.5	7.9	7.9
Thailand weighted average					50,303	7.7	7.4	0.7	0.7	9.2	9.3	7.3	7.6
Hong Kong													
Industrial & Comm Bank of China	1398 HK	6.09	n/a	n/a	336,468	5.6	5.5	0.5	0.5	9.4	9.0	5.5	5.6
China Construction Bank	939 HK	7.65	n/a	n/a	246,346	5.4	5.2	0.5	0.5	9.9	9.5	5.7	5.8
HSBC Holdings	5 HK	92.10	n/a	n/a	205,464	8.8	8.4	1.2	1.1	13.1	13.5	5.7	6.0
Bank of China	3988 HK	4.57	n/a	n/a	206,256	5.5	5.5	0.5	0.5	9.1	8.7	5.7	5.8
Hong Kong average					994,533	6.2	6.1	0.6	0.6	10.2	10.0	5.6	5.8
China													
Industrial & Comm Bank of China	601398 CH	7.17	n/a	n/a	336,468	7.1	7.0	0.7	0.6	9.4	9.0	4.3	4.4
Agricultural Bank of China	601288 CH	5.64	n/a	n/a	272,681	7.2	7.0	0.7	0.7	9.9	9.5	4.3	4.5
China Construction Bank	601939 CH	9.02	n/a	n/a	246,346	6.9	6.7	0.7	0.6	10.0	9.6	4.4	4.5
Bank of China	601988 CH	5.37	n/a	n/a	206,256	7.1	7.0	0.6	0.6	8.9	8.5	4.4	4.5
China average					1,061,750	7.1	7.0	0.7	0.6	9.6	9.2	4.4	4.5
South Korea													
KB Financial Group	105560 KS	107,100	n/a	n/a	29,854	7.0	6.6	0.7	0.6	9.6	9.4	3.4	3.7
Shinhan Financial Group	055550 KS	60,300	n/a	n/a	21,848	6.0	5.7	0.5	0.5	8.8	8.7	3.9	4.1
Hana Financial Group	086790 KS	79,500	n/a	n/a	16,541	5.7	5.4	0.5	0.5	9.1	8.9	4.6	4.9
Industrial Bank of Korea	024110 KS	17,230	n/a	n/a	10,040	5.1	4.9	0.4	0.4	8.2	8.0	6.5	7.0
South Korea average					78,283	6.2	5.9	0.6	0.5	9.1	8.9	4.2	4.5
Indonesia													
Bank Central Asia	BBCA IJ	9,075	n/a	n/a	68,591	19.2	17.8	3.9	3.6	21.2	21.0	3.4	3.7
Bank Rakyat Indonesia Persero	BBRI IJ	3,960	n/a	n/a	36,798	10.2	9.3	1.8	1.8	18.1	19.3	8.6	9.1
Bank Mandiri Persero	BMRI IJ	5,100	n/a	n/a	29,185	8.5	7.9	1.6	1.5	19.0	19.2	7.8	7.7
Bank Negara Indonesia Persero	BBNI IJ	4,360	n/a	n/a	9,970	7.2	6.6	1.0	0.9	13.6	13.9	8.2	8.9
Bank Syariah Indonesia	BRIS IJ	2,640	n/a	n/a	7,467	14.7	12.4	2.3	2.0	17.1	17.7	1.0	1.4
Indonesia average					152,011	14.0	12.8	2.7	2.5	19.3	19.6	5.7	6.0
Malaysia													
Malayan Banking	MAY MK	9.55	n/a	n/a	27,197	11.1	10.7	1.2	1.1	10.9	10.8	6.6	6.8
Public Bank	PBK MK	4.22	n/a	n/a	19,310	11.2	10.7	1.4	1.3	12.5	12.3	5.4	5.7
CIMB Group Holdings	CIMB MK	6.66	n/a	n/a	16,881	8.9	8.5	1.0	0.9	11.1	11.1	6.3	6.7
Hong Leong Bank	HLBK MK	19.42	n/a	n/a	9,924	9.0	8.6	1.0	0.9	11.5	11.1	3.9	4.3
RHB Bank	RHBBANK MK	6.29	n/a	n/a	6,464	8.5	8.1	0.8	0.8	9.8	9.9	7.1	7.5
Malaysia average					79,776	10.2	9.8	1.1	1.1	11.3	11.2	6.0	6.3
Singapore													
DBS Group Holdings	DBS SP	44.46	n/a	n/a	98,444	11.5	11.2	1.8	1.8	16.1	15.9	6.9	7.2
Oversea-Chinese Banking	OCBC SP	16.09	n/a	n/a	56,459	10.0	9.8	1.2	1.1	12.2	12.0	6.0	5.8
United Overseas Bank	UOB SP	34.95	n/a	n/a	45,411	9.8	9.3	1.2	1.1	12.1	11.4	6.3	5.7
Singapore average					200,314	10.7	10.4	1.5	1.4	14.1	13.8	6.5	6.5
Regional average (excl. Thailand)					2,566,665	8.7	8.2	1.1	1.0	12.0	11.9	5.4	5.7
Total average (incl. Thailand)					2,616,969	8.6	8.2	1.0	1.0	11.5	11.4	5.8	6.1

Sources: Bloomberg; FSSIA estimates

Financial Statements

Bangkok Bank

Profit and Loss (THB m) Year Ending Dec	2023	2024	2025E	2026E	2027E
Interest Income	194,365	208,029	194,149	195,070	196,681
Interest expense	(63,504)	(74,129)	(67,862)	(65,452)	(65,256)
Net interest income	130,860	133,900	126,287	129,619	131,425
Net fees & commission	27,234	27,724	29,244	30,753	32,333
Foreign exchange trading income	5,544	8,966	8,926	8,846	8,872
Securities trading income	(482)	891	1,500	1,500	1,500
Dividend income	2,330	2,345	2,462	2,585	2,715
Other income	2,001	1,986	2,103	2,208	2,319
Non interest income	36,627	41,911	44,236	45,893	47,738
Total income	167,487	175,811	170,523	175,512	179,163
Staff costs	(36,167)	(36,162)	(35,439)	(35,793)	(36,509)
Other operating costs	(45,608)	(48,243)	(47,904)	(48,070)	(48,406)
Operating costs	(81,775)	(84,405)	(83,343)	(83,863)	(84,915)
Pre provision operating profit	85,712	91,405	87,180	91,648	94,248
Expected credit loss	(33,667)	(34,838)	(32,474)	(33,035)	(33,471)
Other provisions	-	-	-	-	-
Operating profit	52,046	56,567	54,706	58,614	60,777
Recurring non operating income	0	0	0	0	0
Associates	-	-	-	-	-
Goodwill amortization	-	-	-	-	-
Non recurring items	0	0	0	0	-
Profit before tax	52,046	56,567	54,706	58,614	60,777
Tax	(9,993)	(10,946)	(10,941)	(11,723)	(12,155)
Profit after tax	42,053	45,622	43,765	46,891	48,622
Non-controlling interest	(417)	(411)	(460)	(492)	(511)
Preferred dividends	-	-	-	-	-
Other items	-	-	-	-	-
Reported net profit	41,636	45,211	43,305	46,399	48,111
Non recurring items & goodwill (net)	-	-	-	-	-
Recurring net profit	41,636	45,211	43,305	46,399	48,111
Per share (THB)					
Recurring EPS *	21.81	23.69	22.69	24.31	25.20
Reported EPS	21.81	23.69	22.69	24.31	25.20
DPS	7.00	8.50	8.13	8.71	9.03
Growth					
Net interest income (%)	28.0	2.3	(5.7)	2.6	1.4
Non interest income (%)	(0.1)	14.4	5.5	3.7	4.0
Pre provision operating profit (%)	22.7	6.6	(4.6)	5.1	2.8
Operating profit (%)	39.8	8.7	(3.3)	7.1	3.7
Reported net profit (%)	42.1	8.6	(4.2)	7.1	3.7
Recurring EPS (%)	42.1	8.6	(4.2)	7.1	3.7
Reported EPS (%)	42.1	8.6	(4.2)	7.1	3.7
Income Breakdown					
Net interest income (%)	78.1	76.2	74.1	73.9	73.4
Net fees & commission (%)	16.3	15.8	17.1	17.5	18.0
Foreign exchange trading income (%)	3.3	5.1	5.2	5.0	5.0
Securities trading income (%)	(0.3)	0.5	0.9	0.9	0.8
Dividend income (%)	1.4	1.3	1.4	1.5	1.5
Other income (%)	1.2	1.1	1.2	1.3	1.3
Operating performance					
Gross interest yield (%)	4.47	4.71	4.33	4.26	4.21
Cost of funds (%)	1.72	1.99	1.80	1.70	1.66
Net interest spread (%)	2.75	2.72	2.53	2.56	2.55
Net interest margin (%)	3.0	3.0	2.8	2.8	2.8
Cost/income(%)	48.8	48.0	48.9	47.8	47.4
Cost/assets(%)	1.8	1.9	1.8	1.8	1.8
Effective tax rate (%)	19.2	19.3	20.0	20.0	20.0
Dividend payout on recurring profit (%)	32.1	35.9	35.8	35.8	35.8
ROE (%)	8.1	8.3	7.6	7.7	7.6
ROE - COE (%)	(1.9)	(1.7)	(2.4)	(2.3)	(2.4)
ROA (%)	0.9	1.0	1.0	1.0	1.0
RORWA (%)	1.4	1.5	1.4	1.5	1.5

* Pre-exceptional, pre-goodwill and fully diluted

Sources: Bangkok Bank; FSSIA estimates

Financial Statements

Bangkok Bank

Balance Sheet (THB m) Year Ending Dec	2023	2024	2025E	2026E	2027E
Gross customer loans	2,671,964	2,693,301	2,784,873	2,873,989	2,960,209
Allowance for expected credit loss	(258,666)	(272,738)	(279,233)	(285,840)	(292,534)
interest in suspense	12,363	7,758	18,102	18,681	19,241
Net customer loans	2,425,661	2,428,321	2,523,742	2,606,830	2,686,916
Bank loans	757,120	752,269	752,269	752,269	752,269
Government securities	-	-	-	-	-
Trading securities	88,978	105,577	105,577	105,577	105,577
Investment securities	972,287	989,975	994,925	999,900	1,004,899
Cash & equivalents	45,518	47,364	44,471	57,198	75,367
Other interesting assets	-	-	-	-	-
Tangible fixed assets	61,925	60,095	61,297	62,522	63,773
Associates	1,403	1,011	1,031	1,052	1,073
Goodwill	33,218	27,798	28,632	29,491	30,375
Other intangible assets	-	-	-	-	-
Other assets	128,374	138,970	140,462	141,997	143,577
Total assets	4,514,484	4,551,379	4,652,406	4,756,837	4,863,828
Customer deposits	3,184,283	3,169,654	3,233,047	3,297,708	3,363,662
Bank deposits	334,219	346,936	358,732	370,211	381,317
Other interest bearing liabilities	212,505	213,785	218,061	222,422	226,871
Non interest bearing liabilities	252,647	264,131	256,547	249,414	242,695
Hybrid Capital	-	-	-	-	-
Total liabilities	3,983,654	3,994,506	4,066,386	4,139,755	4,214,544
Share capital	19,088	19,088	19,088	19,088	19,088
Reserves	509,886	535,951	564,887	595,841	627,930
Total equity	528,975	555,039	583,975	614,929	647,019
Non-controlling interest	1,855	1,834	2,044	2,152	2,265
Total liabilities & equity	4,514,484	4,551,379	4,652,406	4,756,837	4,863,828
Supplementary items					
Risk weighted assets (RWA)	3,030,093	3,039,735	3,154,430	3,255,372	3,353,033
Average interest earning assets	4,350,143	4,418,458	4,483,807	4,579,113	4,671,768
Average interest bearing liabilities	3,696,363	3,730,691	3,770,107	3,850,090	3,931,095
CET 1 capital	487,845	516,755	544,539	574,305	605,171
Total capital	591,729	620,060	649,910	681,783	714,799
Gross non performing loans (NPL)	85,955	85,833	101,556	100,773	103,176
Per share (THB)					
Book value per share	277.12	290.77	305.93	322.15	338.96
Tangible book value per share	259.72	276.21	290.93	306.70	323.05
Growth					
Gross customer loans	(0.4)	0.8	3.4	3.2	3.0
Average interest earning assets	2.5	1.6	1.5	2.1	2.0
Total asset (%)	2.1	0.8	2.2	2.2	2.2
Risk weighted assets (%)	0.9	0.3	3.8	3.2	3.0
Customer deposits (%)	(0.8)	(0.5)	2.0	2.0	2.0
Leverage & capital measures					
Customer loan/deposits (%)	76.2	76.6	78.1	79.0	79.9
Equity/assets (%)	11.7	12.2	12.6	12.9	13.3
Tangible equity/assets (%)	11.0	11.6	11.9	12.3	12.7
RWA/assets (%)	67.1	66.8	67.8	68.4	68.9
CET 1 CAR (%)	16.1	17.0	17.3	17.6	18.0
Total CAR (%)	19.5	20.4	20.6	20.9	21.3
Asset Quality (FSSIA's calculation)					
Change in NPL (%)	(11.6)	(0.1)	18.3	(0.8)	2.4
NPL/gross loans (%)	3.2	3.2	3.6	3.5	3.5
Allowance for ECL/gross loans (%)	9.7	10.1	10.0	9.9	9.9
Allowance for ECL/NPL (%)	300.9	317.8	275.0	283.6	283.5
Valuation					
Recurring P/E (x) *	6.4	5.9	6.1	5.7	5.5
Recurring P/E @ target price (x) *	8.0	7.4	7.7	7.2	6.9
Reported P/E (x)	6.4	5.9	6.1	5.7	5.5
Dividend yield (%)	5.0	6.1	5.8	6.3	6.5
Price/book (x)	0.5	0.5	0.5	0.4	0.4
Price/tangible book (x)	0.5	0.5	0.5	0.5	0.4
Price/tangible book @ target price (x)	0.7	0.6	0.6	0.6	0.5

* Pre-exceptional, pre-goodwill and fully diluted

Sources: Bangkok Bank; FSSIA estimates

Bangkok Bank PCL (BBL TB)

FSSIA ESG rating


62.41 /100

Exhibit 17: 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 18: ESG – peer comparison

	FSSIA ESG score	Domestic ratings						Global ratings					Bloomberg		
		DJSI	SET ESG	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	70.66	5.69	4.40	4.05	4.81	4.50	4.04	Medium	57.14	BBB	23.05	60.65	66.19	3.72	28.17
Coverage	66.38	5.37	4.15	4.00	4.65	4.31	3.64	Medium	52.68	BB	18.59	58.02	61.99	3.40	31.94
BBL	62.41	--	Y	AA	5.00	4.00	Certified	Medium	59.26	--	41.00	62.71	69.00	2.19	60.06
KBANK	83.13	Y	Y	AAA	5.00	5.00	Certified	Medium	51.11	AA	48.00	73.64	86.00	4.05	59.77
KTB	62.57	--	Y	AAA	5.00	4.00	Certified	Medium	64.47	BBB	36.00	60.53	61.00	2.12	59.11
SCB	79.60	Y	Y	AA	5.00	4.00	Certified	Medium	50.11	A	--	77.07	85.00	3.43	--
KKP	62.90	--	Y	BBB	5.00	5.00	Certified	Medium	54.19	BBB	--	75.73	26.00	2.18	45.90
TISCO	60.99	--	Y	AAA	5.00	5.00	Certified	Medium	65.63	--	--	63.45	26.00	3.57	44.21
TTB	65.62	--	Y	AA	5.00	5.00	Certified	Medium	62.10	BBB	39.00	59.32	68.00	3.20	52.96

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

Exhibit 19: 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	1.69	1.69	1.92	2.36	2.60	2.83	2.36	2.19
BESG environmental pillar score	0.00	0.00	0.00	0.00	0.31	0.89	0.88	0.08
BESG social pillar score	2.05	2.03	2.39	3.54	3.58	3.58	2.32	2.81
BESG governance pillar score	3.44	3.49	3.84	3.71	4.05	3.97	4.33	4.07
ESG disclosure score	43.14	43.98	49.13	55.53	55.31	57.88	60.92	60.06
Environmental disclosure score	16.79	16.79	31.23	39.72	38.87	44.22	44.55	44.55
Social disclosure score	36.31	36.31	37.33	45.68	48.25	48.25	48.25	45.68
Governance disclosure score	76.22	78.72	78.72	81.10	78.72	81.10	89.86	89.86
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	Yes	Yes
GHG scope 1	—	—	4	12	12	14	12	22
GHG scope 2 location-based	—	—	20	68	67	61	58	61
GHG Scope 3	—	—	1	1	2	2	1	2
Carbon per unit of production	—	—	—	—	—	—	—	—
Biodiversity policy	No	No	Yes	Yes	No	No	No	No
Energy efficiency policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Total energy consumption	—	—	45	156	156	167	151	164
Renewable energy use	—	—	—	—	—	—	—	—
Electricity used	—	—	—	117	116	122	115	121
Fuel used - natural gas	—	—	—	—	—	—	—	—

Sources: Bloomberg; FSSIA's compilation

Exhibit 20: 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	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Hazardous waste	—	—	0	0	0	0	0	0
Total waste	—	—	1	2	5	6	4	4
Waste recycled	—	—	—	—	—	1	1	0
Waste sent to landfills	—	—	0	0	3	4	2	3
Environmental supply chain management	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Water policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Water consumption	—	—	—	124	128	116	92	100
Social								
Human rights policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Policy against child labor	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Quality assurance and recall policy	No	No	No	No	No	No	No	No
Consumer data protection policy	No	No	Yes	Yes	Yes	Yes	Yes	Yes
Equal opportunity policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Gender pay gap breakout	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Pct women in workforce	34	65	67	67	67	67	67	66
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	—	—	—	—	—	—	—	—
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	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Number of employees – CSR	25,806	25,512	23,802	23,054	22,797	22,048	20,514	19,091
Employee turnover pct	10	10	10	10	10	8	11	13
Total hours spent by firm - employee training	3,134,200	765,360	638,014	702,052	1,267,540	883,463	1,313,310	710,376
Social supply chain management	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Governance								
Board size	17	17	18	17	17	19	19	18
No. of independent directors (ID)	6	6	6	7	7	9	8	6
No. of women on board	1	1	1	1	1	1	2	1
No. of non-executive directors on board	11	12	13	9	8	10	9	7
Company conducts board evaluations	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
No. of board meetings for the year	12	12	12	12	13	13	12	12
Board meeting attendance pct	—	—	—	96	—	95	98	98
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	48	49	50	51	52	53	52	53
Age of the oldest director	85	86	87	88	89	90	91	92
No. of executives / company managers	60	64	64	67	66	70	66	60
No. of female executives	22	21	22	20	22	24	21	24
Executive share ownership guidelines	No	No	No	No	No	No	No	No
Size of audit committee	4	4	4	4	4	4	3	3
No. of ID on audit committee	4	4	4	4	4	4	3	3
Audit committee meetings	16	18	18	17	17	18	16	17
Audit meeting attendance %	—	89	82	88	90	89	98	94
Size of compensation committee	3	3	3	3	2	3	3	3
No. of ID on compensation committee	2	2	2	2	2	3	3	2
No. of compensation committee meetings	10	7	10	11	10	11	9	12
Compensation meeting attendance %	97	86	90	97	83	97	100	100
Size of nomination committee	3	3	3	3	2	3	3	3
No. of nomination committee meetings	10	7	10	11	10	11	9	12
Nomination meeting attendance %	97	86	90	97	83	97	100	100
Sustainability governance								
Verification type	No	No	No	No	No	No	Yes	Yes

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+										
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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

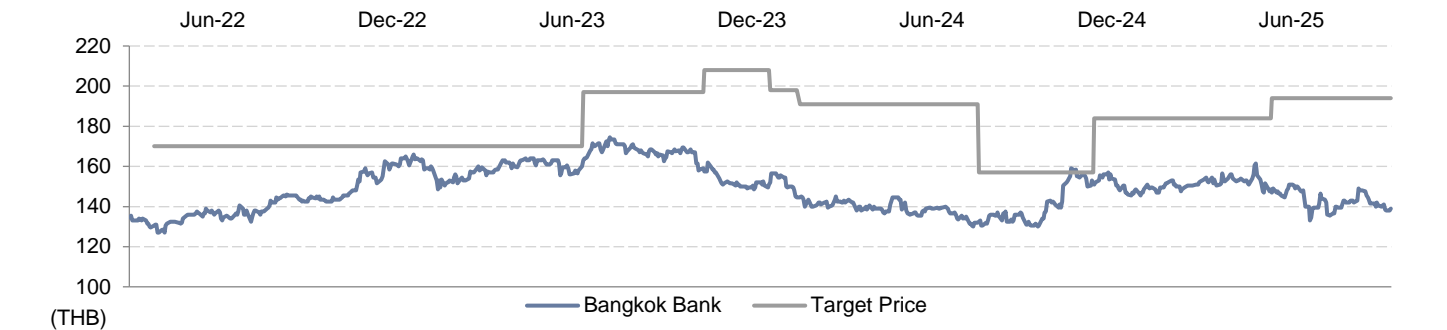
The individual(s) identified above certify(ies) that (i) all views expressed in this report accurately reflect the personal view of the analyst(s) with regard to any and all of the subject securities, companies or issuers mentioned in this report; and (ii) no part of the compensation of the analyst(s)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

Bangkok Bank (BBL TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
08-Jul-2022	BUY	170.00	26-Dec-2023	BUY	198.00	19-Jul-2024	HOLD	157.00
17-Jul-2023	BUY	197.00	19-Jan-2024	BUY	191.00	02-Oct-2024	BUY	184.00
30-Oct-2023	BUY	208.00	24-Jun-2024	BUY	157.00	05-Mar-2025	BUY	194.00

Nathapol Pongsukcharoenkul started covering this stock from 05-Mar-2025

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
Bangkok Bank	BBL TB	THB 139.00	BUY	Downside risks 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 17-Jun-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.