

Muangthai Capital

(MTC.BK/MTC TB)

Neutral Maintained

Price as of 14 Feb 2022	56.00
12M target price (Bt/shr)	62.50
Unchanged/Revised up(down)(%)	(4.5)
Upside/downside (%)	12.6

Key messages

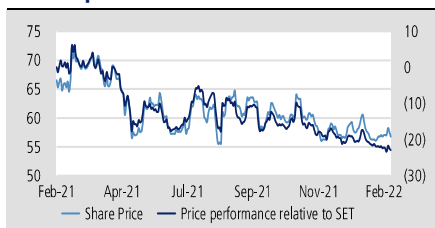
MTC reported weak earnings and asset quality deterioration for 4Q21. Given the thin bad debt cushion with NPL coverage of 151% and LLR/loan ratio of 2%, any increase in NPLs in the future would cause a sharp rise in provisioning expense. We revise down 2022/2023 earnings by -6%/-4% to reflect a higher C/I assumption of 50% (from 46%) and credit cost increased by 10bps each to 100bps. Applying PE of 21.5x, we reach a new 2022 target price of Bt62.50. We maintain a Neutral rating on MTC.

Mkt cap (Btbn/US\$m)	119,056/3,607		
Outstanding shares (mn)	2,120		
Foreign ownership (mn)	317		
3M avg. daily trading (mn)	6.68		
52-week trading range (Bt)	55.5/71.5		
Performance (%)	3M	6M	12M
Absolute	-5.0	-7.0	-13.7
Relative	-7.3	-14.4	-22.0

Quarterly EPS

	1Q	2Q	3Q	4Q
2019	0.47	0.48	0.51	0.53
2020	0.58	0.60	0.63	0.65
2021	0.65	0.60	0.57	0.52

Share price chart



Source: SET

Chalie Kueyen
66.2658.8888 Ext.8851
chaliek@kgi.co.th

4Q21 earnings review: Below forecast on huge opex

Event

MTC reported disappointing 4Q21 earnings of Bt1.1bn (-8% QoQ, -20% YoY). The result was 16% below our forecast and the market consensus due to huge operating expense and higher than expected provisioning expense. Full-year earnings were Bt4.9bn (-5% YoY) on pressure from lower loan yield loan and sharp rise in provisioning expense.

Impact

Loans grew more than estimated, but yield narrowed more than forecast

Loans grew at an accelerated pace of 7% QoQ and 24% YoY, mainly from title loans while H/P grew at a moderate pace and accounted for 3.3% of total loans in 2021. However, loan yield fell more than estimated to 18.6% in 4Q21, down 20bps QoQ and 270bps YoY. Downward loan yield caused NII to grow 6% QoQ and 9% YoY in 4Q21, and 8% for the full year.

Huge opex pushed up C/I ratio

Operating expense rose sharply by 13% QoQ and 26% YoY in 4Q21, and 13% for the full year, which was 2x higher than revenue growth. The sharp rise in operating expense caused the C/I ratio to increase to 58% in 4Q21 (up from 54% in 3Q21) and to 53% in 2021 (vs. 50% in 2020), mainly from expense for staff and compensation.

Rising NPL pushed up credit cost

NPLs rose 21% QoQ and 58% YoY, which was much more than the loan growth. The NPL ratio was at 1.4% in 4Q21, up from 1.2% 3Q21 and 1% in 4Q21. Provisioning expense was increased 20% QoQ and 100% YoY in 4Q21, and 200% for 2021, implying credit cost of 91bps in 2021 versus 38bps in 2020.

Revised down 2022F/2023F earnings 6%/4% and cut TP-22F to Bt62.50 (PE 21.5x)

MTC showed earnings weakness throughout 2021 with pressure on loan yield and sharp rises in operating and provisioning expenses. This indicates the company was able to squeeze operating expenses when revenue growth was under pressure. Furthermore, NPLs are higher than their historical average, and we now anticipate credit cost to rise 100bps each in 2022F/2023F, up from our previous assumption of 90bps. We also raise operating expense, reflecting a C/I ratio of 50% each (up from 46%) in 2022F/2023F. However, we maintain our view the pressure on yield is ending and should slightly improve by 30bps in 2022F and rise a further 40bps in 2023F. Applying PE of 21.5x (at -1SD to long-term mean), we reach a new 2022 target price of Bt62.50, from Bt66.00.

Risks

Unable to raise loan yield, rising NPLs and provisioning expense.

Key financials and valuations

	Dec-19A	Dec-20A	Dec-21A	Dec-22F	Dec-23F	Dec-24F
Pre-pro. profit (Bt mn)	5,847	6,808	6,949	8,404	10,370	12,537
Pretax profit (Bt mn)	5,293	6,516	6,201	7,683	9,187	11,117
Net income (Bt mn)	4,237	5,214	4,945	6,147	7,350	8,894
EPS (Bt)	2.00	2.46	2.33	2.90	3.47	4.20
DPS	0.30	0.37	1.37	2.37	3.37	4.37
EPS Growth (%)	14.1	23.0	(5.2)	24.3	19.6	21.0
Dividend Yield (%)	0.5	0.6	2.4	3.9	5.6	7.3
P/E (x)	30.1	24.4	24.0	20.8	17.4	14.4
P/BV (x)	8.0	6.2	4.8	4.3	3.6	3.1
ROAA (%)	7.6	7.5	5.6	6.2	5.5	5.7
ROAE (%)	30.0	28.4	21.7	24.3	22.5	23.2

Source: Company data, KGI Securities Research

Figure 1: MTC's quarterly income statement

Bt mn									% chg				
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	3Q21	4Q21	QoQ	YoY	2020	2021	% chg
Income Statement (Bt mn)													
Interest income	3,332	3,385	3,555	3,690	3,585	3,684	3,844	4,082	6.2	10.6	13,962	15,195	8.8
Interest expense	433	447	467	470	477	507	557	587	5.3	24.7	1,817	2,127	17.1
Interest income - net	2,900	2,938	3,088	3,219	3,108	3,177	3,287	3,495	6.3	8.6	12,145	13,068	7.6
Operating expense	1,491	1,520	1,533	1,599	1,502	1,657	1,780	2,023	13.6	26.5	6,144	6,961	13.3
Operating profit	1,408	1,418	1,555	1,620	1,607	1,520	1,507	1,473	(2.3)	(9.1)	6,000	6,106	1.8
Provisioning expense	62.3	24.7	52.0	116.0	166.0	137.9	193.3	231.4	19.7	99.5	255	728	185.7
Loss on selling asset	-												
Other income	208	180	182	201	272	212	188	151	(19.4)	(24.6)	771	824	6.8
Pre-tax profit	1,554	1,573	1,684	1,705	1,713	1,594	1,501	1,393	(7.2)	(18.3)	6,516	6,201	(4.8)
Income tax	316	307	344	335	360	325	304	268	(12.1)	(20.1)	1,303	1,257	(3.5)
Net profit	1,237	1,267	1,340	1,370	1,374	1,270	1,201	1,101	(8.3)	(19.7)	5,214	4,945	(5.2)
EPS (Bt)	0.58	0.60	0.63	0.65	0.65	0.60	0.57	0.52	(8.3)	(19.7)	2.46	2.33	(5.2)
Profitability (%)													
Loan yield	21.3%	21.4%	21.2%	20.9%	19.8%	19.1%	18.8%	18.6%					
Loan yield + fee	22.5%	22.5%	22.3%	22.0%	21.3%	20.1%	19.7%	19.2%					
Cost of funds	4.2%	4.0%	4.0%	3.8%	3.8%	3.7%	3.8%	3.8%					
Loan spread	18.3%	18.5%	18.2%	18.1%	17.5%	16.4%	15.8%	15.5%					
Cost-to-income ratio	51.4%	51.7%	49.7%	49.7%	48.3%	52.1%	54.2%	57.9%					
Effective tax rate	20.4%	19.5%	20.4%	23.2%	20.8%	20.4%	20.2%	19.6%					
ROAA	7.3%	7.2%	7.4%	7.1%	6.9%	5.9%	5.2%	4.5%					
ROAE	28.5%	28.2%	27.8%	26.5%	24.9%	22.5%	20.2%	17.7%					
Growth (% YoY)													
Loan growth	23.6%	16.3%	16.2%	17.2%	15.6%	22.4%	22.0%	24.1%					
Revenue growth	24%	16%	13%	13%	9%	9%	8%	9%					
Operating expense growth	29%	23%	7%	7%	1%	9%	16%	26%					
Operating income growth	19%	12%	23%	22%	14%	7%	-3%	-9%					
LLP growth	-47%	-87%	-55%	-12%	166%	459%	271%	100%					
Other income growth	8%	-14%	-9%	-3%	31%	18%	3%	-25%					
Net profit growth	23%	24%	24%	21%	11%	0%	-10%	-20%					
Branch	4,294	4,568	4,798	4,884	5,000	5,284	5,665						
New branch	187	274	230	86	116	284	381						
Loan (Bt bn)	62.54	63.17	66.99	70.61	72.30	77.31	81.75	87.60	7.2	24.1			
Loan growth (yoy %)	23.6	16.3	16.2	17.2	15.6	22.4	22.0	24.1					
Asset quality													
NPL (Bt mn)	738	686	699	747	708	880	980	1,187					
NPL ratio (%)	1.18	1.09	1.04	1.06	0.98	1.14	1.20	1.36					
LLR/Loan (%)	2.37	2.21	2.01	1.88	1.81	1.84	1.93	2.04					
Credit cost (bps)	39.9	15.6	31.1	65.7	91.8	71.3	94.6	105.6					
NPL coverage (%)	201	204	192	177	185	162	161	151					
Loan aging													
Stage 1	55,769	58,154	61,190	65,372	67,861	72,188	76,349	81,837					
Stage 2	4,984	3,370	4,229	4,489	3,736	4,242	4,423	4,578					
Stage 3	303	252	232	747	708	880	980	1,187					
Total	61,056	61,777	65,651	70,607	72,304	77,310	81,751	87,602					
LLR													
Stage 1	(576)	(657)	(549)	(538)	(632)	(584)	(657)	(709)					
Stage 2	(472)	(332)	(352)	(307)	(287)	(296)	(338)	(349)					
Stage 3	(435)	(409)	(442)	(481)	(388)	(541)	(583)	(729)					
Total	(1,483)	(1,398)	(1,344)	(1,326)	(1,308)	(1,421)	(1,578)	(1,788)					

Source: KGI Securities Research

Figure 2: Key assumptions

	2019	2020	2021	2022F	2023F	2024F
No. of branch	4,107	4,884	5,799	6,299	6,799	7,299
New branch	828	777	915	500	500	500
Loan growth (%)	25.4	17.2	24.1	24.1	25.0	20.0
Loan outstanding (Bt mn)	60,253	70,607	87,602	109,503	131,403	157,684
LLR (Bt mn)	1,714	1,326	1,788	1,860	1,978	2,120
Loan - net (Bt mn)	58,539	69,281	85,815	107,643	129,426	155,564
Loan overdue >3M	621	747	1,187	1,314	1,459	1,750
% to total loan	1.0	1.1	1.4	1.2	1.1	1.1
Credit cost (bps)	92	40	87	84	94	94
NPL coverage	276	177	151	142	136	121
LLR/Loan	2.84	1.88	2.04	1.70	1.51	1.34
Loan yield (%)	21.3	19.2	18.9	19.2	19.6	19.6
Loan yield (+ other incomes) (%)	23.3	22.4	20.2	19.7	19.9	20.3
Cost of fund (%)	3.83	3.82	3.57	3.50	3.50	3.70
Loan spread (%)	17.5	15.4	15.3	15.7	16.1	15.9
Loan spread (+fee income) (%)	19.4	18.6	16.6	16.2	16.4	16.6
Other income/rev (%)	0.7	0.3	0.3	0.3	0.2	0.3
Cost/income ratio	48.0	47.7	50.3	50.0	50.0	50.2
D/E (x)	2.76	2.46	2.74	3.11	3.17	3.25
Leverage ratio (asset/equity) (X)	3.87	3.73	3.96	4.07	4.07	4.12
Cost to income ratio (%)	42.2	41.8	43.6	43.0	43.0	43.0
Effective tax rate (%)	19.9	20.0	20.3	20.0	20.0	20.0
ROA (%)	7.6	7.5	5.6	6.2	5.5	5.7
ROE (%)	30.0	28.4	21.7	24.3	22.5	23.2

Source: Company data, KGI Securities Research

Figure 3: Key assumption change

	Previous		Current	
	2022F	2023F	2022F	2023F
C/I ratio (%)	46.1	45.5	50.0	50.0
Credit cost (bps)	90	90	100	100
Opex (Bt mn)	7,702	9,379	8,357	10,322

Source: Company data, KGI Securities Research

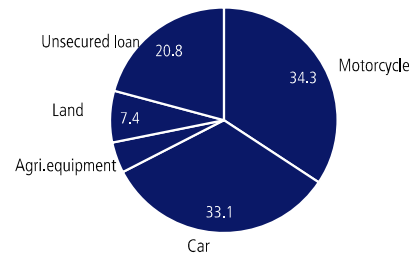
Figure 4: Company profile

Muang Thai Capital (MTC) has been providing lending services since 1992 with a focus on motorcycle title loans, which it leads the market in. In addition, to meet customer needs, the company has expanded to other loans such as car title loans, personal loans, agricultural vehicle title loans, nano-finance and land title loans. Moreover, the company provides the act to facilitate for its customers.

Source: Company data

Figure 5: Loan breakdown

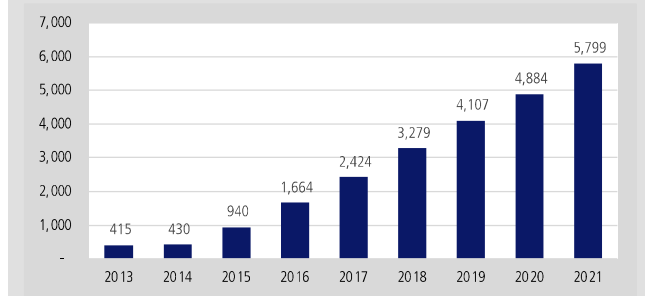
Percent



Source: Company data

Figure 6: Branch network

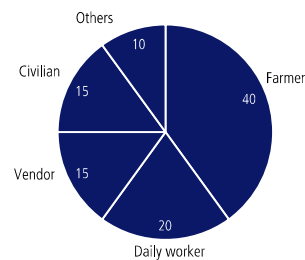
Offices



Source: Company data

Figure 7: Customer profile (2020)

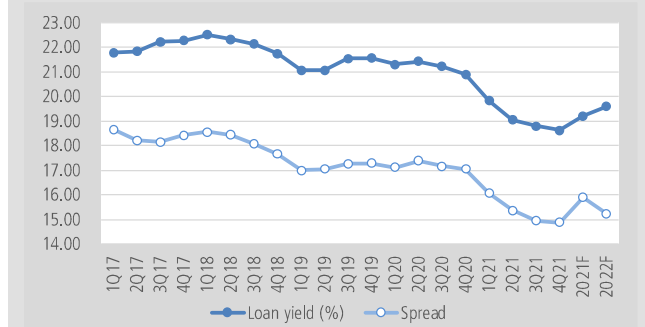
Percent



Source: Company data, KGI Securities Research

Figure 8: Loan yield and margin

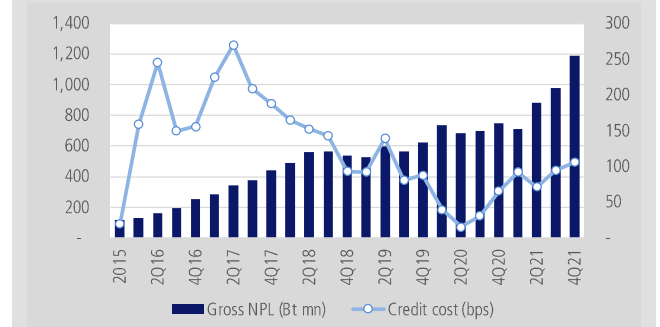
Percent



Source: Company data, KGI Securities Research

Figure 9: Asset quality

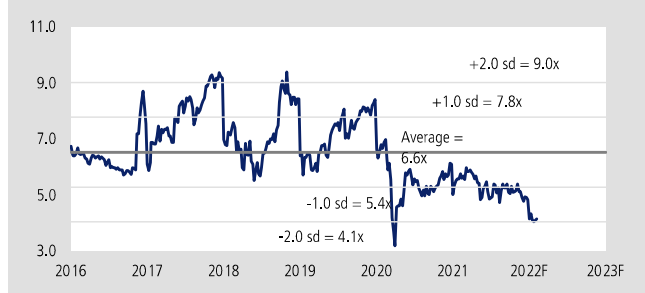
Gross NPL, Bt mn (LHS); credit cost, bps (RHS)



Source: Company data, KGI Securities Research

Figure 10: PBV

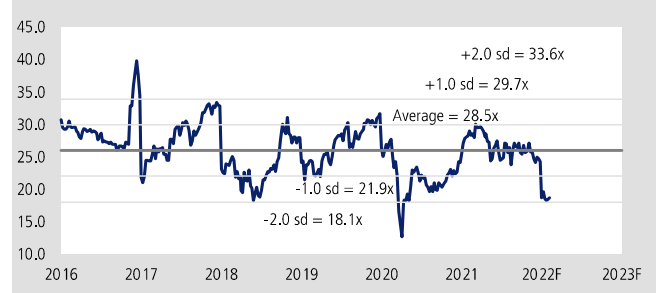
Percent



Source: KGI Securities Research

Figure 11: PE band

PE, times



Source: KGI Securities Research

Balance Sheet

As of 31 Dec (Bt mn)	2020	2021	2022F	2023F	2024F
Total Assets	77,222	98,390	122,015	143,611	170,565
Cash	1,378	1,306	300	300	300
Loans & Acc. Int - net	39,346	46,917	74,792	90,004	108,259
Total current asset	41,075	49,884	75,673	91,031	109,469
Loan -net (>1yr)	29,936	38,897	34,711	40,199	47,925
PP&E	1,928	2,054	2,128	2,478	2,828
Others	4,283	7,555	9,503	9,903	10,343
Total Liabilities	56,540	73,521	91,979	108,172	129,171
S-T loan	6,356	14,356	21,805	26,176	31,563
L-T loans	34,457	41,664	63,529	75,543	89,076
Others	15,727	17,501	6,645	6,453	8,532
Shareholders' Equity	20,682	24,869	29,961	35,281	41,400
Common Stock	2,120	2,120	2,120	2,120	2,120
Capital Surplus	2,380	2,380	2,380	2,380	2,380
Retained Earnings	212	212	110	120	130
Supplementary					
NPLs	747	1,187	1,314	1,459	1,750
% to loan	1.1%	1.4%	1.2%	1.1%	1.1%
NPL coverage	177	151	142	136	121

Source: KGI Securities Research

Profit & Loss

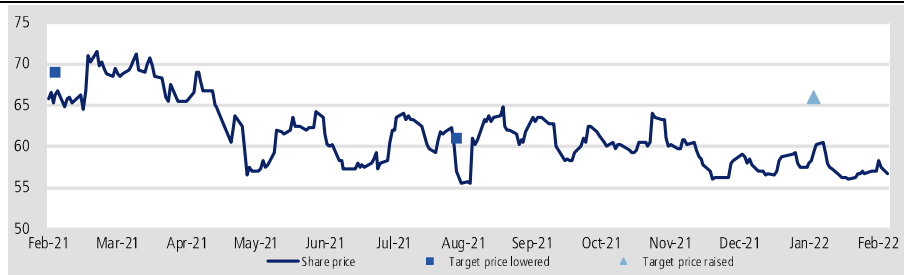
Year to 31 Dec (Bt mn)	2020	2021	2022F	2023F	2024F
Interest income	13,962	15,195	18,626	23,127	28,331
Interest expense	1,817	2,127	2,720	3,359	4,273
Interest income - net	12,145	13,068	15,907	19,768	24,058
Operating expense	6,144	6,961	8,357	10,322	12,590
Operating profit	6,000	6,106	7,550	9,446	11,468
Other income	771	824	859	939	1,084
LLP	255	728	720	1,183	1,419
Pre-tax profit	6,516	6,201	7,683	9,187	11,117
Income tax	1,303	1,257	1,537	1,837	2,223
Net profit	5,214	4,945	6,147	7,350	8,894
EPS (Bt)	2.46	2.33	2.90	3.47	4.20

Source: KGI Securities Research

Key Ratios

Year to 31 Dec	2020	2021	2022F	2023F	2024F
Growth (YoY %)					
Loans and Accrued Int.	18.2	23.9	27.6	18.9	20.0
Borrowing fund	15.2	37.3	52.3	19.2	18.6
Total Assets	24.8	27.4	24.0	17.7	18.8
Total Equity	29.5	20.2	20.5	17.8	17.3
Growth (YoY %)					
Net Interest Income	17.3	7.6	21.7	24.3	21.7
Total revenue	16.1	8.7	21.6	23.5	22.2
Loan Loss Provision	-	54.0	185.7	1.1	64.2
Operating expense	15.6	13.3	20.0	23.5	22.0
Operating profit	19.1	1.8	23.6	25.1	21.4
Net Profit	23.0	-	5.2	24.3	19.6
EPS	23.0	-	5.2	24.3	19.6
Profitability (%)					
Yield on loans	21.34	19.21	18.90	19.20	19.60
Cost of Funds	3.82	3.57	3.50	3.50	3.70
Net Interest Margin	18.63	16.61	16.22	16.43	16.56
Cost/OP Income Ratio	41.8	43.6	43.0	43.0	43.0
ROAA	7.5	5.6	6.2	5.5	5.7
ROAE	28.4	21.7	24.3	22.5	23.2
Asset/equity (x)	3.7	4.0	4.1	4.1	4.1
D/E (x)	2.8	2.5	2.7	3.1	3.2
Asset Quality (%)					
NPLs Ratio	1.1%	1.4%	1.2%	1.1%	1.1%
NPL Coverage Ratio	177	151	142	136	121
LLR/Loans Ratio	7.65	8.65	9.65	10.65	11.65
EPS (fully diluted)	2.46	2.33	2.90	3.47	4.20
DPS	0.37	1.37	2.37	3.37	4.37
BVPS	9.8	11.7	14.1	16.6	19.5

Source: KGI Securities Research

Muangthai Capital – Recommendation & target price history


Date	Rating	Target	Price
13-Jan-22	Neutral	66.00	59.25
10-Nov-21	Underperform	61.00	61.00
11-Aug-21	Neutral	61.00	57.00
14-May-21	Neutral	69.00	57.00
18-Feb-21	Underperform	69.00	66.25

Source: KGI Securities Research

Corporate Governance Report of Thai Listed Companies



Companies with Excellent CG Scoring

Stock	Company name	Stock	Company name	Stock	Company name
AAV	ASIA AVIATION	EGCO	ELECTRICITY GENERATING	PTTEP	PTT EXPLORATION AND PRODUCTION
ADVANC	ADVANCED INFO SERVICE	GFPT	GFPT	PTTGC	PTT GLOBAL CHEMICAL
AMA	AMA MARINE	GGC	GLOBAL GREEN CHEMICALS	PYLON	PYLON
AMATA	AMATA CORPORATION	GPSC	GLOBAL POWER SYNERGY	QH	QUALITY HOUSES
ANAN	ANANDA DEVELOPMENT	HANA	HANA MICROELECTRONICS	RATCH	RATCHABURI ELECTRICITY GENERATING HOLDING
AOT	AIRPORTS OF THAILAND	HMPRO	HOME PRODUCT CENTER	RS	RS
AP	ASIAN PROPERTY DEVELOPMENT	INTUCH	SHIN CORPORATION	SCB	THE SIAM COMMERCIAL BANK
BANPU	BANPU	IRPC	IRPC	SCC	THE SIAM CEMENT
BCP	THE BANGCHAK PETROLEUM	IVL	INDORAMA VENTURES	SCCC	SIAM CITY CEMENT
BCPG	BCPG	KBANK	KASIKORNBANK	SEAFCO	SEAFCO
BDMS	BANGKOK DUSIT MEDICAL SERVICES	KCE	KCE ELECTRONICS	SMPC	SAHAMITR PRESSURE CONTAINER
BEC	BEC WORLD	KKP	KIATNAKIN BANK	SPALI	SUPALAI
BEM	BANGKOK EXPRESSWAY AND METRO	KTB	KRUNG THAI BANK	SPRC	STAR PETROLEUM REFINING
BGRIM	B. GRIMM POWER	KTC	KRUNGTHAI CARD	SVI	SVI
BPP	BANPU POWER	LH	LAND AND HOUSES	TACC	T.A.C. CONSUMER
BTS	BTS GROUP HOLDINGS	LPN	L.P.N. DEVELOPMENT	TCAP	THANACHART CAPITAL
CENDEL	CENTRAL PLAZA HOTEL	MAKRO	SIAM MAKRO	THCOM	THAIKOM
CK	CH. KARNCHANG	MBK	MBK	TISCO	TISCO FINANCIAL GROUP
CKP	CK POWER	MINT	MINOR INTERNATIONAL	TOP	THAI OIL
CPALL	CP ALL	MTC	MUANGTHAI CAPITAL	TRUE	TRUE CORPORATION
CPF	CHAROEN POKPHAND FOODS	PLANB	PLAN B MEDIA	TTB	TMBTHANACHART BANK
CPN	CENTRAL PATTANA	PSH	PRUKSA HOLDING	VGI	VGI GLOBAL MEDIA
DELTA	DELTA ELECTRONICS (THAILAND)	PTG	PTG ENERGY	WHA	WHA CORPORATION
DTAC	TOTAL ACCESS COMMUNICATION	PTT	PTT	WHAUP	



Companies with Very Good CG Scoring

Stock	Company name	Stock	Company name	Stock	Company name
BAM	BANGKOK COMMERCIAL ASSET MANAGEMENT	GULF	GULF ENERGY DEVELOPMENT	SAPPE	SAPPE
BBL	BANGKOK BANK	JMT	JMT NETWORK SERVICES	SAWAD	SRISAWAD POWER 1979
CBG	CARABAO GROUP	LPH	LADPRAO GENERAL HOSPITAL	SINGER	SINGER THAILAND
CHG	CHULARAT HOSPITAL	M	MK RESTAURANT GROUP	SPA	SIAM WELLNESS GROUP
COM7	COM7	MAJOR	MAJOR CINEPLEX GROUP	TFG	THAIFOODS GROUP
DOHOME	DOHOME	MEGA	MEGA LIFESCIENCES	TKN	TAOKAENOI FOOD & MARKETING
ERW	THE ERAWAN GROUP	NETBAY	NETBAY	ZEN	ZEN CORPORATION GROUP
GLOBAL	SIAM GLOBAL HOUSE	OSP	OSOTSPA		



Companies with Good CG Scoring

Stock	Company name	Stock	Company name	Stock	Company name
BCH	BANGKOK CHAIN HOSPITAL	ESSO	ESSO (THAILAND)	SF	SIAM FUTURE DEVELOPMENT
BH	BUMRUNGRAD HOSPITAL	HUMAN	HUMANICA	SISB	SISB
EKH	EKACHAI MEDICAL CARE	RBF	R&B FOOD SUPPLY	TPCH	TPC POWER HOLDING

Companies classified Not in the three highest score groups

Stock	Company name	Stock	Company name	Stock	Company name
IIG	I&I GROUP	OR	PTT OIL AND RETAIL BUSINESS	STGT	SRI TRANG GLOVES (THAILAND)
KEX	KERRY EXPRESS (THAILAND)	STEC	SINO-THAI ENGINEERING AND CONSTRUCTION		

Source: www.thai-iod.com

Disclaimer: The disclosure of the survey result 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 assessment 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 result may be changed after that date or when there is any change to the relevant information. Nevertheless, KGI Securities (Thailand) Public Company Limited (KGI) does not confirm, verify, or certify the accuracy and completeness of such survey result.

Anti-corruption Progress Indicator

Level 5: Extended

Stock	Company name	Stock	Company name	Stock	Company name
ADVANC	ADVANCED INFO SERVICE	GLOBAL	SIAM GLOBAL HOUSE	QH	QUALITY HOUSES
ANAN	ANANDA DEVELOPMENT	GPSC	GLOBAL POWER SYNERGY	RATCH	RATCHABURI ELECTRICITY GENERATING HOLDING
BBL	BANGKOK BANK	HMPRO	HOME PRODUCT CENTER	ROBINS	ROBINSON DEPARTMENT STORE
BCH	BANGKOK CHAIN HOSPITAL	IRPC	IRPC	SCC	THE SIAM CEMENT
BDMS	BANGKOK DUSIT MEDICAL SERVICES	KBANK	KASIKORNBANK	SIRI	SANSIRI
BIGC	BIG C SUPERCENTER	KCE	KCE ELECTRONICS	SPALI	SUPALAI
CK	CH. KARNCHANG	KKP	KIATNAKIN BANK	STEC	SINO-THAI ENGINEERING AND CONSTRUCTION
DCC	DYNASTY CERAMIC	KTB	KRUNG THAI BANK	TCAP	THANACHART CAPITAL
DELTA	DELTA ELECTRONICS (THAILAND)	LPH	LADPRAO GENERAL HOSPITAL	TISCO	TISCO FINANCIAL GROUP
DRT	DIAMOND ROOFING TILES	PACE	PACE DEVELOPMENT CORPORATION	TMT	THAI METAL TRADE
EGCO	ELECTRICITY GENERATING	PTT	PTT	TOP	THAI OIL
GFPT	GFPT	PTTGC	PTT GLOBAL CHEMICAL		

Level 4: Certified

Stock	Company name	Stock	Company name	Stock	Company name
AAV	ASIA AVIATION	ERW	THE ERAWAN GROUP	SAPPE	SAPPE
AP	ASIAN PROPERTY DEVELOPMENT	GLOW	GLOW ENERGY	SAWAD	SRI SAWAD POWER 1979
BA	BANGKOK AIRWAYS	GUNKUL	GUNKUL ENGINEERING	SCB	THE SIAM COMMERCIAL BANK
BANPU	BANPU	ILINK	INTERLINK COMMUNICATION	SCN	SCAN INTER
BCP	THE BANGCHAK PETROLEUM	KTC	KRUNGTHAI CARD	SEAFECO	SEAFECO
BH	BUMRUNGRAD HOSPITAL	LH	LAND AND HOUSES	SVI	SVI
BJCHI	BJC HEAVY INDUSTRIES	LPN	L.P.N. DEVELOPMENT	TASCO	TIPCO ASPHALT
CBG	CARABAO GROUP	MAKRO	SIAM MAKRO	TKN	TAOKAENOI FOOD & MARKETING
CENTEL	CENTRAL PLAZA HOTEL	MALEE	MALEE SAMPRAN	TMB	TMB BANK
CHG	CHULARAT HOSPITAL	MINT	MINOR INTERNATIONAL	TRT	TIRATHAI
CKP	CK POWER	MODERN	MODERNFORM GROUP	TRUE	TRUE CORPORATION
CPF	CHAROEN POKPHAND FOODS	NOK	NOK AIRLINES	TVO	THAI VEGETABLE OIL
CPN	CENTRAL PATTANA	PTTEP	PTT EXPLORATION AND PRODUCTION		
DTAC	TOTAL ACCESS COMMUNICATION	PYLON	PYLON		

Level 3: Established

Stock	Company name	Stock	Company name	Stock	Company name
BEM	BANGKOK EXPRESSWAY AND METRO	MTLS	MUANGTHAI LEASING	SPRC	STAR PETROLEUM REFINING
CPALL	CP ALL	SCI	SCI ELECTRIC		

No progress

Stock	Company name	Stock	Company name	Stock	Company name
AOT	AIRPORTS OF THAILAND	BPP	BANPU POWER	FN	FN FACTORY OUTLET
BCPG	BCPG	BTS	BTS GROUP HOLDINGS	TPCH	TPC POWER HOLDING

Source: www.cgthailand.org

Disclaimer: The disclosure of the Anti-Corruption Progress Indicators of a listed company on the Stock Exchange of Thailand, which is assessed by the relevant institution as disclosed by the Office of the Securities and Exchange Commission, is made in order to comply with the policy and sustainable development plan for the listed companies. The relevant institution 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 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, KGI Securities (Thailand) Public Company Limited (KGI) does not confirm, verify, or certify the accuracy and completeness of the assessment result.

KGI Locations

China	Shanghai	Room 1507, Park Place, 1601 Nanjing West Road, Jingan District, Shanghai, PRC 200040
	Shenzhen	Room 24D1, 24/F, A Unit, Zhen Ye Building, 2014 Bao'annan Road, Shenzhen, PRC 518008
Taiwan	Taipei	700 Mingshui Road, Taipei, Taiwan Telephone 886.2.2181.8888 · Facsimile 886.2.8501.1691
Hong Kong		41/F Central Plaza, 18 Harbour Road, Wanchai, Hong Kong Telephone 852.2878.6888 Facsimile 852.2878.6800
Thailand	Bangkok	8th - 11th floors, Asia Centre Building 173 South Sathorn Road, Bangkok 10120, Thailand Telephone 66.2658.8888 Facsimile 66.2658.8014
Singapore		4 Shenton Way #13-01 SGX Centre 2 Singapore 068807 Telephone 65.6202.1188 Facsimile 65.6534.4826

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Rating	Definition
Outperform (OP)	The stock's excess return over the next twelve months is ranked in the top 40% of KGI's coverage universe in the related market (e.g. Taiwan)..
Neutral (N)	The stock's excess return over the next twelve months is ranked in the range between the top 40% and the bottom 40% of KGI's coverage universe in the related market (e.g. Taiwan)
Under perform (U)	The stock's excess return over the next twelve months is ranked in the bottom 40% of KGI's coverage universe in the related market (e.g. Taiwan).
Not Rated (NR)	The stock is not rated by KGI.
Restricted (R)	KGI policy and/or applicable law regulations preclude certain types of communications, including an investment recommendation, during the course of KGI's engagement in an investment banking transaction and in certain other circumstances. <i>Excess return = 12M target price/current price-</i>
Note	When an analyst publishes a new report on a covered stock, we rank the stock's excess return with those of other stocks in KGI's coverage universe in the related market. We will assign a rating based on its ranking. If an analyst does not publish a new report on a covered stock, its rating will not be changed automatically.

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