

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

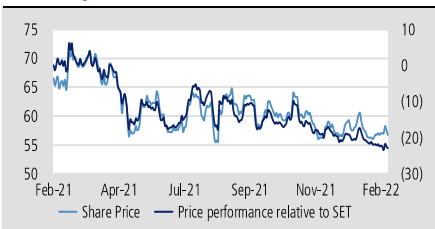
ประกอบการของ MTC อ่อนแอ ในขณะที่คุณภาพสินทรัพย์ยังคงดี และเนื่องจากมีส่วนรองรับหนี้เสียน้อย โดยสัดส่วน NPL coverage อยู่ที่ 151% และสัดส่วน LLR/สินเชื่ออยู่ที่ 2% เท่านั้น หาก NPL เพิ่มขึ้นจะทำให้ต้องกันสำรองเพิ่มขึ้นอย่างมาก ทำให้เรามีการปรับลดประมาณกำไรปี 2565/2566 ลดลง 6%/4% ตามลำดับ เนื่องจากการเพิ่มใช้จ่ายสำรองฯ และค่าใช้จ่ายดำเนินงานภายใต้สมมติฐาน PE 21.5 เท่า เทียบ -1SD ของค่าเฉลี่ย PE ระยะยาว ทำให้เราปรับลดราคาเหมาะสมใหม่ 62.5 บาท (จากเดิม 59 บาท) และลงคำแนะนำถือ

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

ผลประกอบการ 4Q64: กำไรต่ำเกินคาดเพราะคช.ดำเนินงานสูงขึ้น

Event

กำไรสุทธิของ MTC ใน 4Q64 อยู่ที่ 1.1 พันล้านบาท (-8% QoQ, -20% YoY) ต่ำกว่าประมาณการของเรา และ consensus 16% เนื่องจากมีการบันทึกค่าใช้จ่ายในการดำเนินงานก้อนใหญ่ และตั้งสำรองมากกว่าที่คาดไว้ โดยกำไรสุทธิปี 2564 อยู่ที่ 4.9 พันล้านบาท (-5%) เนื่องจากยีสต์สินเชื่อลดลง ค่าใช้จ่ายสำรองเพิ่มขึ้นมาก

Impact

สินเชื่อโตเกินคาด แต่ yield ลดลงตามคาด

สินเชื่อเร่งตัวขึ้น โดยขยายตัว 7% QoQ และ 24% YoY จากสินเชื่อจำนำทะเบียน ในขณะที่สินเชื่อ H/P ขยายตัวในอัตราปานกลาง อย่างไรก็ตาม yield สินเชื่อลดลงมากกว่าที่คาดไว้มาอยู่ที่ 18.6% (-20bps QoQ, -270bps YoY) โดยยีสต์สินเชื่อที่ลดลงในไตรมาสสั้นถือว่าน้อยกว่าไตรมาสที่ผ่านมา 3 ไตรมาส yield ดังนั้นรายได้ดอกเบี้ยสุทธิเพิ่มขึ้น +6% QoQ +11% YoY ใน 4Q65 และ +8% ในงวดปี 2564

ค่าใช้จ่ายดำเนินงานเพิ่มมา

ค่าใช้จ่ายในการดำเนินงานเพิ่มขึ้นอย่างมาก 13% QoQ และ 26% YoY ใน 4Q64 และเพิ่มขึ้น 13% ในปี 2564 ซึ่งสูงกว่าอัตราการเติบโตของรายได้ถึง 2 เท่า โดยค่าใช้จ่ายในการดำเนินงานที่เพิ่มขึ้นอย่างมากนี้ทำให้สัดส่วนค่าใช้จ่าย/รายได้ (C/I) เพิ่มขึ้นเป็น 58% ใน 4Q64 (จาก 54% ใน 3Q64) และ 53% ในปี 2564 (จาก 50% ในปี 2563)

NPL เพิ่มขึ้นทำให้ค่าใช้จ่ายสำรองฯ (credit cost) เพิ่มขึ้นตามไปด้วย

NPL เพิ่มขึ้น 21% QoQ และ 58% YoY ซึ่งสูงกว่าอัตราการเติบโตของสินเชื่ออย่างมาก โดยสัดส่วน NPL เพิ่มขึ้นเป็น 1.4% ใน 4Q64 จาก 1.2% ใน 3Q64 และ 1% ใน 4Q63 ดังนั้น MTC จึงตั้งสำรองเพิ่มขึ้น 20% QoQ และ 100% YoY ใน 4Q21 ในขณะที่ตั้งสำรองเพิ่มขึ้นถึง 200% ในปี 2564 (คิดเป็น credit cost ที่ 91bps ในปี 2564 จาก 38bps ในปี 2563)

Valuation and action

ผลประกอบการของ MTC อ่อนแอตลอดปี 2564 โดยเฉพาะใน 4Q64 ซึ่งทำให้เราระมัดระวังมากขึ้นกับแนวโน้มการเติบโตในปี 2565 ทำให้เรามีการปรับลดประมาณกำไรปี 2565/2566 ลดลง 6%/4% ตามลำดับ เนื่องจากการเพิ่มใช้จ่ายสำรองฯ และค่าใช้จ่ายดำเนินงาน ภายใต้สมมติฐาน PE 21.5 เท่า เทียบ -1SD ของค่าเฉลี่ย PE ระยะยาว ทำให้เราปรับลดราคาเหมาะสมใหม่ 62.5 บาท (จากเดิม 59 บาท) และลงคำแนะนำถือ

Risks

ค่าใช้จ่ายในการดำเนินงานสำหรับแผนธุรกิจใหม่เพิ่มขึ้น, NPL เพิ่มขึ้น และตั้งสำรองเพิ่มขึ้น

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	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	3Q21	4Q21	% chg		2020	2021	% chg
									QoQ	YoY			
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

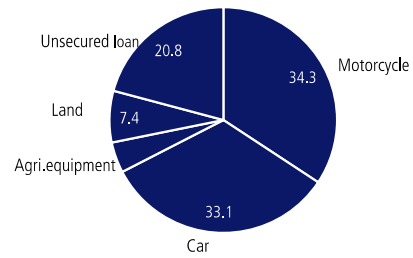
Figure 4: Company profile

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

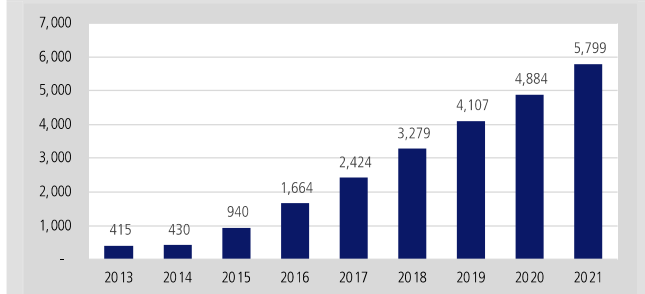
Percent



Source: Company data

Figure 6: Branch network

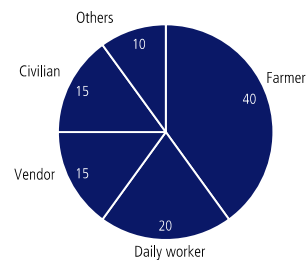
Offices



Source: Company data

Figure 7: Customer profile (2020)

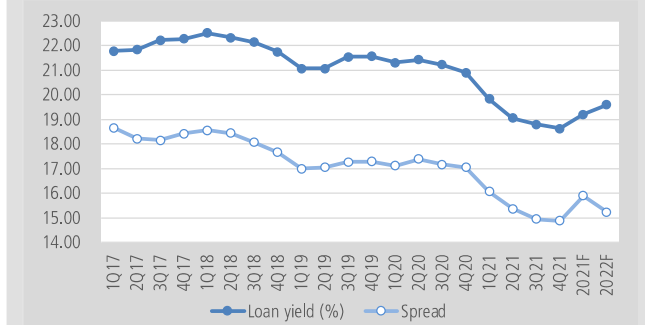
Percent



Source: Company data, KGI Securities Research

Figure 8: Loan yield and margin

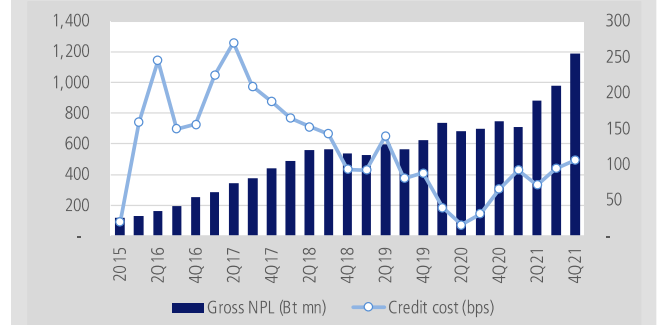
Percent



Source: Company data, KGI Securities Research

Figure 9: Asset quality

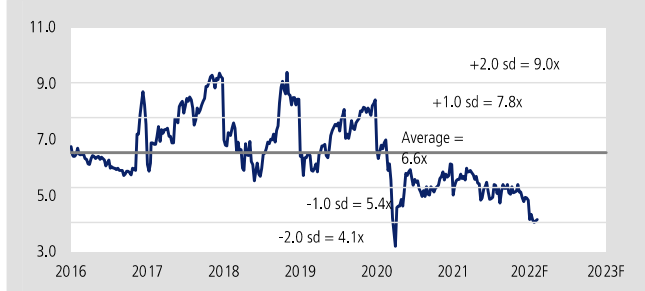
Gross NPL, Bt mn (LHS); credit cost, bps (RHS)



Source: Company data, KGI Securities Research

Figure 10: PBV

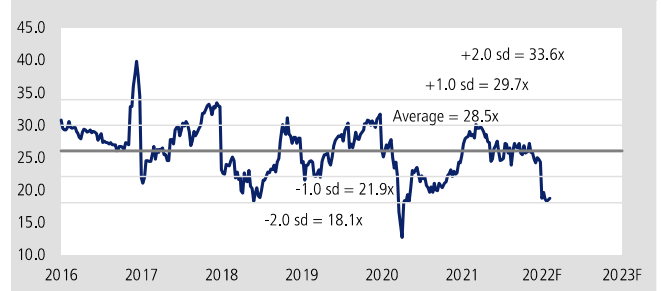
Percent



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

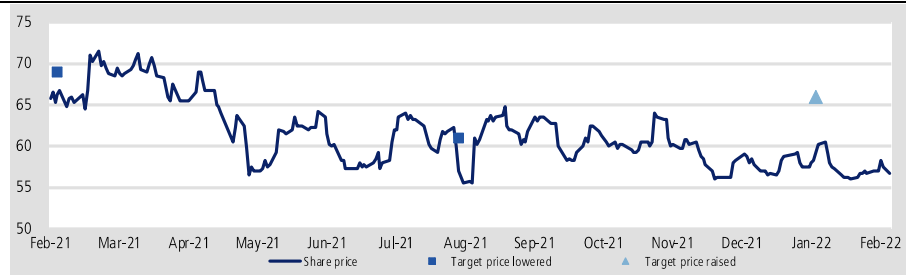
Year to 31 Dec (Bt mn)	2020	2021	2022F	2023F	2024F
Interest income	13,962	15,195	18,626	23,127	28,331
Interest expense	1,817	2,127	2,720	3,359	4,273
Interest income - net	12,145	13,068	15,907	19,768	24,058
Operating expense	6,144	6,961	8,357	10,322	12,590
Operating profit	6,000	6,106	7,550	9,446	11,468
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
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
CENTEL	CENTRAL PLAZA HOTEL	MAKRO	SIAM MAKRO	THCOM	THAICOM
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	SRI SAWAD 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 ERWAN 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	KASIKORN BANK	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

KGI's Ratings

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.

Disclaimer

KGI Securities (Thailand) Plc. ("The Company") disclaims all warranties with regards to all information contained herein. In no event shall the Company be liable for any direct, indirect or any damages whatsoever resulting from loss of income or profits, arising by utilization and reliance on the information herein. All information hereunder does not constitute a solicitation to buy or sell any securities but constitutes our sole judgment as of this date and are subject to change without notice.