



Muangthai Capital

(MTC.BK/MTC TB)*

Neutral Downgraded

Price as of 8 Aug 2022	51.0
12M target price (Bt/shr)	57.0
Unchanged/Revised up(down)(%)	(2.6)
Upside/downside (%)	11.7

Key messages

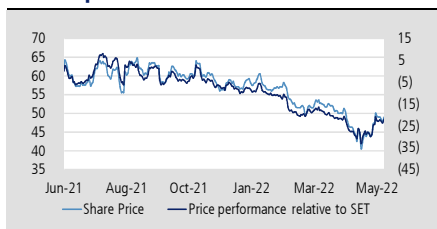
MTC reported 2Q22 earnings of Bt1.38bn (flat QoQ, +9% YoY, and +4% YoY in 1H22). Key earnings trends were i) loan growth accelerated and was higher than estimated, ii) NPLs and provisioning expense rose sharply, and iii) opex was squeezed. With more NPL inflow to come, we raise our credit cost forecast, resulting in our earnings forecasts being cut 9% each in 2022/2023. We roll our fair value over by applying PE 20x of 2023F earnings, reaching a new target price of Bt57.00, from Bt58.50. We downgrade MTC to Neutral, from Outperform.

Mkt cap (Btbn/US\$mn)	103,880/3,011		
Outstanding shares (mn)	2,120		
Foreign ownership (mn)	297		
3M avg. daily trading (mn)	n.a.		
52-week trading range (Bt)	40.5/64.5		
Performance (%)	3M	6M	12M
Absolute	20.0	-10.5	-13.2
Relative	19.0	-5.5	-10.7

Quarterly EPS

	1Q	2Q	3Q	4Q
2020	0.58	0.60	0.63	0.65
2021	0.65	0.60	0.57	0.52
2022	0.65	0.65		

Share price chart



Source: SET

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Huge NPL inflow boosted credit cost

Event

2Q22 earnings review, revised down earnings and target price, and downgrade rating.

Impact

2Q22 earnings came in 4% below estimate

MTC reported 2Q22 earnings of Bt1.38bn (flat QoQ, +9% YoY, and +4% YoY in 1H22). This was 4% below our forecast and 2% below the market consensus due mainly to higher than expected provisioning expense.

Huge loan growth pushed NII above our estimate

Overall loans grew at an accelerated pace of 9% QoQ and 31% YoY in 2Q22 (vs. 28% YoY in 1Q22), mainly from title loans, without QoQ growth in H/P loans. However, loan yield fell slightly by 30bps QoQ and 90bps YoY. While funding cost was well-managed and stable, the margin fell along with loan yield. Huge loan growth boosted NII 8% QoQ and 25% YoY in 2Q22, and 22% YoY in 1H22. This huge loan growth should not be considered positive as the D/E rose to 3.3x (vs. ceiling capped by bank at 4x).

NPL and credit cost rose sharply

Gross NPLs rose 29% QoQ and 140% YoY in 2Q22, which triggered a sharp rise in credit cost to nearly 180bps 2Q22 (vs. ~70bps in 1Q22 and 2Q21), which was much higher than the company's previously guidance at 120-150bps. The company elaborated that the NPLs came from weakness in debtors unable to repay debt after the assistance programs ended, and the NPL trend should continue upward until year-end to early next year. Thus, credit cost should be higher than previously guided.

Cut 2022F/2023F earnings 9% each, cut TP-23F to Bt57.00, downgrade to Neutral

Following the change in guidance on asset quality and credit cost, we cut our 2022/2023 earnings forecasts by 9% each, factoring in i) credit cost raised to 175bps/150bps in 2022F/2023F (from 110bps/110bps), and ii) loan yield lowered top 18.9%/18.9% (from 18.9%/19.2%). We roll our fair value over by applying PE 20x of 2023F earnings, reaching a new target price of Bt57.00, from Bt58.50. We downgrade MTC to Neutral, from Outperform.

Risks

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	8,052	9,695	11,789
Pretax profit (Bt mn)	5,293	6,516	6,201	6,437	7,559	9,120
Net income (Bt mn)	4,237	5,214	4,945	5,150	6,048	7,296
EPS (Bt)	2.00	2.46	2.33	2.43	2.85	3.44
DPS	0.30	0.37	0.37	0.37	0.40	0.40
EPS Growth (%)	14.1	23.0	(5.2)	4.2	17.4	20.6
Dividend Yield (%)	0.5	0.6	0.7	0.7	0.8	0.8
P/E (x)	30.1	24.4	22.3	20.6	17.5	14.5
P/BV (x)	8.0	6.2	4.4	3.2	2.8	2.4
ROAA (%)	7.6	7.5	5.6	5.1	4.3	4.3
ROAE (%)	30.0	28.4	21.7	20.7	19.5	20.7

Source: Company data, KGI Securities Research

Figure 1: MTC's quarterly earnings

Bt mn											% chg				% chg	
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	QoQ	YoY	1H21	1H22		
Income Statement (Bt mn)																
Interest income	3,332	3,385	3,555	3,690	3,585	3,684	3,844	4,082	4,285	4,617	7.7	25.3	7,269	8,902	22.5	
Interest expense	433	447	467	470	477	507	557	587	604	663	9.8	30.6	984	1,266	28.7	
Interest income - net	2,900	2,938	3,088	3,219	3,108	3,177	3,287	3,495	3,682	3,955	7.4	24.5	6,286	7,636	21.5	
Operating expense	1,491	1,520	1,533	1,599	1,502	1,657	1,780	2,023	1,963	1,946	(0.9)	17.5	3,158	3,909	23.8	
Operating profit	1,408	1,418	1,555	1,620	1,607	1,520	1,507	1,473	1,719	2,008	16.9	32.1	3,127	3,727	19.2	
Provisioning expense	62.3	24.7	52.0	116.0	166.0	137.9	193.3	231.4	148.9	480.5	222.7	248.6	304	629	107.2	
Loss on selling asset													-	-		
Other income	208	180	182	201	272	212	188	151	163	208	27.6	(2.1)	484	370	(23.5)	
Pre-tax profit	1,554	1,573	1,684	1,705	1,713	1,594	1,501	1,393	1,732	1,735	0.2	8.8	3,307	3,468	4.8	
Income tax	316	307	344	335	360	325	304	268	357	355	(0.6)	9.2	685	712	3.9	
Net profit	1,237	1,267	1,340	1,370	1,374	1,270	1,201	1,101	1,376	1,381	0.4	8.7	2,643	2,756	4.3	
EPS (Bt)	0.58	0.60	0.63	0.65	0.65	0.60	0.57	0.52	0.65	0.65	0.4	8.7	1.25	1.30	4.3	
Profitability (%)																
Loan yield	21.3%	21.4%	21.2%	20.9%	19.8%	19.1%	18.8%	18.6%	18.5%	18.2%						
Loan yield + fee	22.5%	22.5%	22.3%	22.0%	21.3%	20.1%	19.7%	19.2%	19.1%	18.9%						
Cost of funds	4.2%	4.0%	4.0%	3.8%	3.8%	3.7%	3.8%	3.8%	3.6%	3.6%						
Loan spread	18.3%	18.5%	18.2%	18.1%	17.5%	16.4%	15.8%	15.5%	15.5%	15.3%						
Cost-to-income ratio	48.3%	48.8%	47.0%	46.9%	44.5%	49.1%	51.4%	55.8%	51.2%	47.0%						
Effective tax rate	20.4%	19.5%	20.4%	23.2%	20.8%	20.4%	20.2%	19.6%	20.6%	20.4%						
ROAA	7.3%	7.2%	7.4%	7.1%	6.9%	5.9%	5.2%	4.5%	5.2%	4.8%						
ROAE	28.5%	28.2%	27.8%	26.5%	24.9%	22.5%	20.2%	17.7%	21.0%	20.6%						
Growth (% YoY)																
Loan growth	23.6%	16.3%	16.2%	17.2%	15.6%	22.4%	22.0%	24.1%	28.5%	31.3%						
Revenue growth	24%	16%	13%	13%	9%	9%	8%	9%	15%	24%						
Operating expense growth	29%	23%	7%	7%	1%	9%	16%	26%	31%	17%						
Operating income growth	19%	12%	23%	22%	14%	7%	-3%	-9%	7%	32%						
LLP growth	-47%	-87%	-55%	-12%	166%	459%	271%	100%	-10%	249%						
Other income growth	8%	-14%	-9%	-3%	31%	18%	3%	-25%	-40%	-2%						
Net profit growth	23%	24%	24%	21%	11%	0%	-10%	-20%	0%	9%						
Loan (Bt bn)	62.54	63.17	66.99	70.61	72.30	77.31	81.75	87.60	92.89	101.51	9.3	31.3				
Loan growth (yoy %)	23.6	16.3	16.2	17.2	15.6	22.4	22.0	24.1	28.5	31.3						
Asset quality																
NPL (Bt mn)	738	686	699	747	708	880	980	1,276	1,630	2,104	29.1	139.2				
NPL ratio (%)	1.18	1.09	1.04	1.06	0.98	1.14	1.20	1.39	1.65	1.96						
LLR/Loan (%)	2.37	2.21	2.01	1.88	1.81	1.84	1.93	2.04	1.83	1.87						
Credit cost (bps)	39.9	15.6	31.1	65.7	91.8	71.3	94.6	100.8	68.6	179.0						
NPL coverage (%)	201	204	192	177	185	162	161	140	105	90						
Loan aging																
Stage 1	55,769	58,154	61,190	65,371	67,861	72,188	76,349	81,837	85,347	91,520						
Stage 2	4,984	3,370	4,229	4,489	3,736	4,242	4,423	4,578	6,185	8,242						
Stage 3	303	252	232	747	708	880	980	1,187	1,357	1,753						
Total	61,056	61,777	65,651	70,607	72,304	77,310	81,751	87,602	92,889	101,515						
LLR																
Stage 1	(576)	(657)	(549)	(538)	(632)	(584)	(657)	(709)	(541)	(484)						
Stage 2	(472)	(332)	(352)	(307)	(287)	(296)	(338)	(349)	(321)	(345)						
Stage 3	(435)	(409)	(442)	(481)	(388)	(541)	(583)	(729)	(842)	(1,069)						
Total	(1,483)	(1,398)	(1,344)	(1,326)	(1,308)	(1,421)	(1,578)	(1,788)	(1,704)	(1,898)						

Source: Company data, KGI Securities Research

Figure 2: Key assumptions

	2019	2020	2021	2022F	2023F	2024F
No. of branch	4,107	4,884	5,799	6,599	7,379	8,159
New branch	828	777	915	800	780	780
Loan growth (%)	25.4	17.2	24.1	30.0	25.0	25.0
Loan outstanding (Bt mn)	60,253	70,607	87,602	113,883	142,354	177,942
Loan growth (%)	25.4%	17.2%	24.1%	30.0%	25.0%	25.0%
LLR (Bt mn)	1,714	1,326	1,788	1,868	1,975	2,109
Loan - net (Bt mn)	58,539	69,281	85,815	112,015	140,379	175,834
Loan overdue >3M	621	747	1,187	2,164	2,705	3,381
% to total loan	1.0	1.1	1.4	1.9	1.9	1.9
Credit cost (bps)	92	40	87	175	150	150
NPL coverage	276	177	151	86	73	62
LLR/Loan	2.84	1.88	2.04	1.64	1.39	1.19
Loan yield (%)	21.9	21.3	19.2	18.9	18.9	18.9
Loan yield (+ other incomes)	23.3	22.4	20.2	19.6	19.5	19.4
Cost of fund (%)	3.83	3.82	3.57	3.85	4.20	4.40
Loan spread (%)	18.1	17.5	15.6	15.1	14.7	14.5
Loan spread (+fee income) (19.4	18.6	16.6	15.8	15.3	15.0
Other income/rev (%)	0.7	0.3	0.3	0.3	0.2	0.2
Cost/income ratio	42.2	41.8	43.6	44.0	44.0	44.0
D/E (x)	2.76	2.46	2.74	3.16	3.51	3.89
Leverage ratio (asset/equity)	3.87	3.73	3.96	4.36	4.69	5.09
Cost to income ratio (%)	42.2	41.8	43.6	44.0	44.0	44.0
Effective tax rate (%)	19.9	20.0	20.3	20.0	20.0	20.0
ROA (%)	7.6	7.5	5.6	5.1	4.3	4.2
ROE (%)	30.0	28.4	21.7	20.7	19.5	20.7

Source: Company data, KGI Securities Research

Figure 3: Key assumption change

	Previous			Current		
	2022F	2023F	2024F	2022F	2023F	2024F
Credit cost	110	110	110	170	150	150
Loan yield	18.9	19.2	19.2	18.9	18.9	18.9

Source: Company data, KGI Securities Research

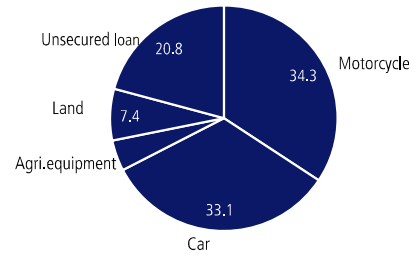
Figure 5: Company profile

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 6: Loan breakdown

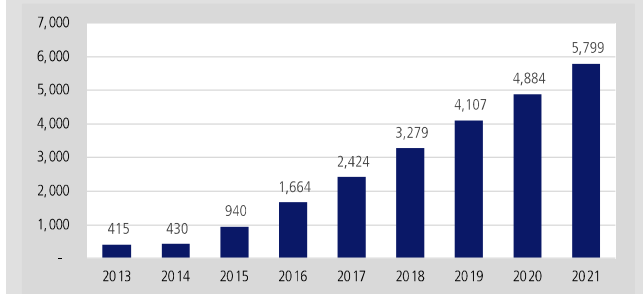
Percent



Source: Company data

Figure 7: Branch network

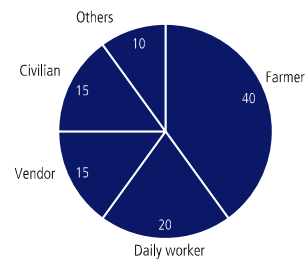
Offices



Source: Company data

Figure 8: Customer profile (2020)

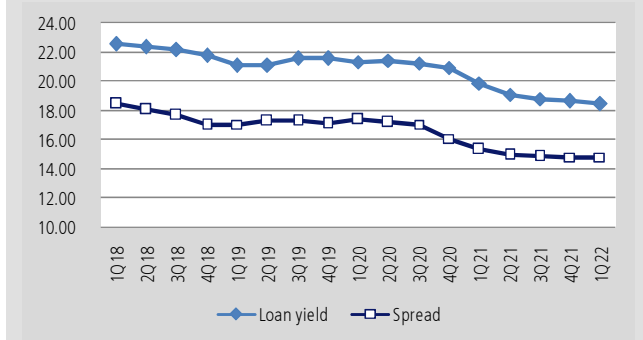
Percent



Source: Company data, KGI Securities Research

Figure 9: Loan yield and margin

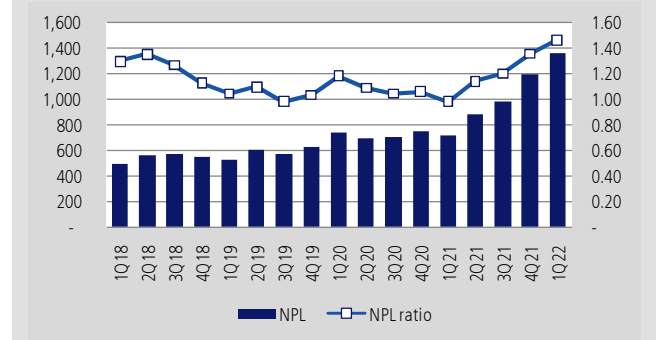
Percent



Source: Company data, KGI Securities Research

Figure 10: Asset quality

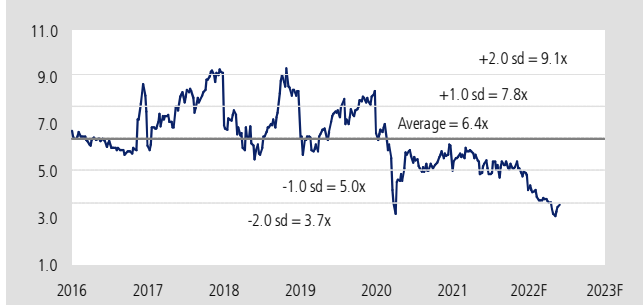
Gross NPL, Bt mn (LHS); NPL ratio, percent (RHS)



Source: Company data, KGI Securities Research

Figure 11: PBV

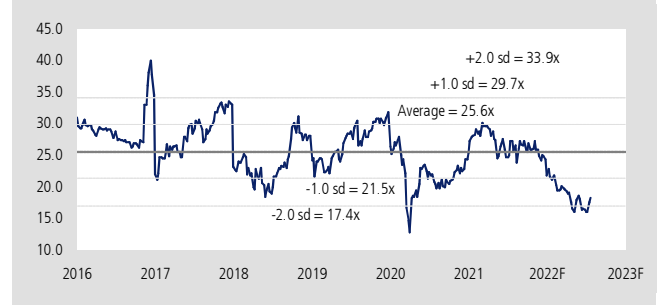
Times



Source: KGI Securities Research

Figure 12: PE band

Times



Source: KGI Securities Research

Balance Sheet

As of 31 Dec (Bt mn)	2019	2020	2021	2022F	2023F
Total Assets	61,872	77,222	98,390	125,332	153,381
Cash	783	1,378	1,306	300	300
Loans & Acc. Int - net	34,929	39,346	46,917	77,850	97,672
Total current asset	35,922	41,075	49,884	78,730	98,699
Loan -net (>1yr)	23,693	29,936	38,897	36,033	43,481
PP&E	1,778	1,928	2,054	2,128	2,478
Others	478	4,283	7,555	8,440	8,722
Total Liabilities	45,900	56,540	73,521	96,367	120,397
S-T loan	5,955	6,356	14,356	22,902	28,982
L-T loans	29,467	34,457	41,664	66,601	83,401
Others	10,478	15,727	17,501	6,864	8,014
Shareholders' Equity	15,972	20,682	24,869	28,965	32,983
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	212	110	120
Supplementary					
NPLs	621	747	1,187	2,705	3,381
% to loan	1.0%	1.1%	1.4%	1.9%	1.9%
NPL coverage	276	177	151	73	62

Source: KGI Securities Research

Profit & Loss

Year to 31 Dec (Bt mn)	2019	2020	2021	2022F	2023F
Interest income	11,880	13,962	15,195	19,040	24,214
Interest expense	1,527	1,817	2,127	3,076	4,358
Interest income - net	10,353	12,145	13,068	15,964	19,856
Operating expense	5,314	6,144	6,961	8,708	11,006
Operating profit	5,039	6,000	6,106	7,257	8,850
Other income	808	771	824	800	860
LLP	554	255	728	1,614	2,135
Pre-tax profit	5,293	6,516	6,201	6,437	7,559
Income tax	1,056	1,303	1,257	1,287	1,512
Net profit	4,237	5,214	4,945	5,150	6,048
EPS (Bt)	2.00	2.46	2.33	2.43	2.85

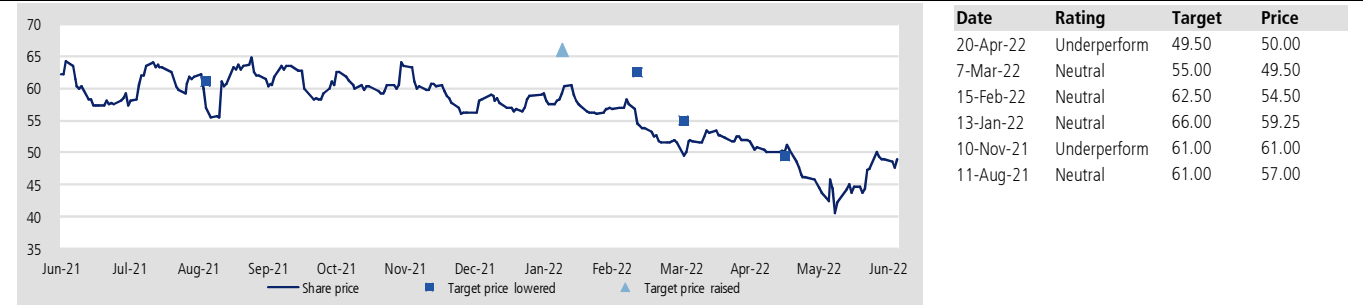
Source: KGI Securities Research

Key Ratios

Year to 31 Dec	2019	2020	2021	2022F	2023F
Growth (YoY %)					
Loans and Accrued Int.	25.9	18.2	23.9	30.2	25.4
Borrowing fund	10.5	15.2	37.3	59.8	25.6
Total Assets	25.9	24.8	27.4	27.4	22.4
Total Equity	29.9	29.5	20.2	16.5	13.9
Growth (YoY %)					
Net Interest Income	22.6	17.3	7.6	22.2	24.4
Total revenue	21.8	16.1	8.7	23.9	26.4
Loan Loss Provision	-	5.5	54.0	185.7	121.6
Operating expense	29.6	15.6	13.3	25.1	26.4
Operating profit	16.0	19.1	1.8	18.8	22.0
Net Profit	14.1	23.0	-	5.2	4.2
EPS	14.1	23.0	-	5.2	4.2
Profitability (%)					
Yield on loans	21.94	21.34	19.21	18.90	18.90
Cost of Funds	3.83	3.82	3.57	3.85	4.20
Net Interest Margin	19.44	18.63	16.61	15.79	15.32
Cost/OP Income Ratio	42.2	41.8	43.6	44.0	44.0
ROAA	7.6	7.5	5.6	5.1	4.3
ROAE	30.0	28.4	21.7	20.7	19.5
Asset/equity (x)	3.9	3.7	4.0	4.3	4.7
D/E (x)	2.8	2.8	2.5	2.7	3.2
Asset Quality (%)					
NPLs Ratio	1.0%	1.1%	1.4%	1.9%	1.9%
NPL Coverage Ratio	276	177	151	73	62
LLR/Loans Ratio	6.65	7.65	8.65	9.65	10.65
EPS (fully diluted)	2.00	2.46	2.33	2.43	2.85
DPS	0.30	1.30	3.30	4.30	5.30
BVPS	7.5	9.8	15.6	17.7	21.1


Source: KGI Securities Research


Muangthai Capital – Recommendation & target price history




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	HAFIA	HAFIA 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	IVORAMA VENTURES	SCCC	SIAM CITY CEMENT
BCPG	BCPG	KBANK	KASIKORN BANK	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	THACOM
CK	CH. KARNCHANG	MBK	MBK	TISCO	TISCO FINANCIAL GROUP
CKP	CK POWER	MINT	MINTOR 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	SRSAWAD POWER 1979
CBG	CARABAD GROUP	LPH	LADPRAD GENERAL HOSPITAL	SINGER	SINGER THAILAND
CHG	CHULARAT HOSPITAL	M	MK RESTAURANT GROUP	SPA	SIAM WELLNESS GROUP
CDM7	CDM7	MAJOR	MAJOR CINELUX GROUP	TFG	THAIFOODS GROUP
DONOME	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	BUNBUNGRAD 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)
KIEX	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.

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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)..
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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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