

Muang Thai Capital

(MTC.BK/MTC TB)*

Outperform Maintained

| | |
|---------------------------------|-----------|
| Price as of 8 Nov 2022 | 37.75 |
| 12M target price (Bt/shr) | 53.00 |
| Unchanged/Revised up (down) (%) | Unchanged |
| Upside/downside (%) | 40.4 |

Key messages

Although MTC's 3Q22 earnings were below our forecast, we believe earnings have bottomed out given the encouraging signs of slower growth in NPL in the upcoming quarter. As 9M22 earnings accounted for 77% of our full-year forecast, we see no downside risk to earnings. Furthermore, if the company decides to raise loan rates like its peers, there would be potential earnings upside to our forecast. With an undemanding valuation, we maintain a rating of Outperform with a 2023 target price of Bt53.00 (PE 18.5x).

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

3Q22 earnings review: Bottomed out

Event

MTC reported 3Q22 earnings of Bt1.2bn (-12% QoQ, zero growth YoY). The result was 13% below our forecast and 12% below the market consensus due to higher-than-expected credit cost. The 9M22 earnings were Bt3.9bn (+3% YoY), accounting for 77% of our full-year forecast.

Impact

Loan growth in title loans accelerated, but H/P loans slowed

The company's loan portfolio grew 7% QoQ and 35% YoY. Title loans (95% of total loans) grew 7% QoQ and 33% YoY, but loans in the H/P segment slowed, down 1% QoQ and up 81% YoY. Likewise, loan yield was unchanged at 18.2%, the same as 2Q22 and cost of funds was well managed at 3.7%, up from 3.6% in 2Q22.

NPLs rose at faster pace than loans...

Amidst solid loan growth, NPLs rose 24% QoQ and 166% YoY with the NPL ratio at 2.3% in 3Q22, up from 1.96% in 2Q22. The sharp rise in NPLs triggered a sharp rise in credit cost, with implied credit costs of nearly 350bps in 3Q22, (vs. ~180bps in 2Q22) and around 200bps in 9M22 (vs. 85bps in 9M21). The huge credit cost boosted MTC's NPL coverage to slightly above 100% (vs. 90% in 2Q22).

...but showed good signs on asset quality inside

Despite the sharp rise in NPLs, there were some good signs in asset quality given the slower growth in loan migration from stage 1 into stage 2. This should be a good indicator for slower NPL growth in the coming quarters.

Preparing to grow new business in "buy now pay later"

MTC injected new money into Muang Thai Pay Later, a subsidiary offering "buy now pay later" services. Its subsidiary raised new capital to Bt1.0bn (from Bt100mn).

Maintain Outperform with TP-23F Bt53 (PE 18.5x)

Although MTC's 3Q22 earnings were below our forecast, we believe earnings have bottomed out given the encouraging signs of slower growth in NPLs in the upcoming quarter and 9M22 earnings to be 77% of our full-year forecast. Furthermore, if the company decides to raise loan rates like its peers, there would be potential earnings upside to our forecast. With an undemanding valuation, we maintain a rating of Outperform with a 2023 target price of Bt53.00 (PE 18.5x).

Risks

Rising cost of funds, yield pressure, rising D/E, higher NPL 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 | 0.43 |
| EPS Growth (%) | 14.1 | 23.0 | (5.2) | 4.2 | 17.4 | 20.6 |
| Dividend Yield (%) | 0.5 | 0.6 | 0.7 | 1.0 | 1.1 | 1.1 |
| P/E (x) | 30.1 | 24.4 | 22.3 | 15.5 | 13.2 | 11.0 |
| P/BV (x) | 8.0 | 6.2 | 4.4 | 2.4 | 2.1 | 1.8 |
| ROAA (%) | 7.6 | 7.5 | 5.6 | 5.1 | 4.3 | 4.2 |
| 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 | | | | |
|---------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|---------------|--------------|--------------|---------------|-------------|
| | 1Q20 | 2Q20 | 3Q20 | 4Q20 | 1Q21 | 2Q21 | 3Q21 | 4Q21 | 1Q22 | 2Q22 | 3Q22 | QoQ | YoY | 9M21 | 9M22 | % chg |
| 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 | 4,959 | 7.4 | 29.0 | 11,113 | 13,861 | 24.7 |
| Interest expense | 433 | 447 | 467 | 470 | 477 | 507 | 557 | 587 | 604 | 663 | 737 | 11.2 | 32.3 | 1,541 | 2,003 | 30.0 |
| Interest income - net | 2,900 | 2,938 | 3,088 | 3,219 | 3,108 | 3,177 | 3,287 | 3,495 | 3,682 | 3,955 | 4,222 | 6.8 | 28.5 | 9,572 | 11,858 | 23.9 |
| Operating expense | 1,491 | 1,520 | 1,533 | 1,599 | 1,502 | 1,657 | 1,780 | 2,023 | 1,963 | 1,946 | 2,008 | 3.2 | 12.8 | 4,939 | 5,917 | 19.8 |
| Operating profit | 1,408 | 1,418 | 1,555 | 1,620 | 1,607 | 1,520 | 1,507 | 1,473 | 1,719 | 2,008 | 2,214 | 10.2 | 47.0 | 4,634 | 5,941 | 28.2 |
| Provisioning expense | 62.3 | 24.7 | 52.0 | 116.0 | 166.0 | 137.9 | 193.3 | 231.4 | 148.9 | 480.5 | 994.3 | 106.9 | 414.5 | 497 | 1,624 | 226.6 |
| Loss on selling asset | | | | | | | | | | | | | | | | |
| Other income | 208 | 180 | 182 | 201 | 272 | 212 | 188 | 151 | 163 | 208 | 226 | 9.0 | 20.4 | 672 | 596 | (11.3) |
| Pre-tax profit | 1,554 | 1,573 | 1,684 | 1,705 | 1,713 | 1,594 | 1,501 | 1,393 | 1,732 | 1,735 | 1,446 | (16.7) | (3.7) | 4,809 | 4,914 | 2.2 |
| Income tax | 316 | 307 | 344 | 335 | 360 | 325 | 304 | 268 | 357 | 355 | 312 | (12.1) | 2.4 | 989 | 1,023 | 3.4 |
| Net profit | 1,237 | 1,267 | 1,340 | 1,370 | 1,374 | 1,270 | 1,201 | 1,101 | 1,376 | 1,381 | 1,205 | (12.7) | 0.4 | 3,844 | 3,961 | 3.1 |
| EPS (Bt) | 0.58 | 0.60 | 0.63 | 0.65 | 0.65 | 0.60 | 0.57 | 0.52 | 0.65 | 0.65 | 0.57 | (12.7) | 0.4 | 1.81 | 1.87 | 3.1 |
| Profitability (%) | | | | | | | | | | | | | | | | |
| Loan yield | 21.3% | 21.4% | 21.2% | 20.9% | 19.8% | 19.1% | 18.8% | 18.6% | 18.5% | 18.2% | 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% | 19.0% | | | | | |
| Cost of funds | 4.2% | 4.0% | 4.0% | 3.8% | 3.8% | 3.7% | 3.8% | 3.8% | 3.6% | 3.6% | 3.7% | | | | | |
| Loan spread | 18.3% | 18.5% | 18.2% | 18.1% | 17.5% | 16.4% | 15.8% | 15.5% | 15.5% | 15.3% | 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% | 45.3% | | | | | |
| Effective tax rate | 20.4% | 19.5% | 20.4% | 23.2% | 20.8% | 20.4% | 20.2% | 19.6% | 20.6% | 20.4% | 20.5% | | | | | |
| ROAA | 7.3% | 7.2% | 7.4% | 7.1% | 6.9% | 5.9% | 5.2% | 4.5% | 5.2% | 4.8% | 3.9% | | | | | |
| ROAE | 28.5% | 28.2% | 27.8% | 26.5% | 24.9% | 22.5% | 20.2% | 17.7% | 21.0% | 20.6% | 17.2% | | | | | |
| D/E (x) | 2.62 | 2.65 | 2.55 | 2.60 | 2.53 | 2.77 | 2.87 | 2.87 | 2.95 | 3.21 | 3.30 | | | | | |
| Growth (% YoY) | | | | | | | | | | | | | | | | |
| Loan growth | 23.6% | 16.3% | 16.2% | 17.8% | 17.6% | 26.4% | 26.8% | 29.4% | 34.1% | 34.5% | 34.9% | | | | | |
| Revenue growth | 24% | 16% | 13% | 13% | 9% | 9% | 8% | 9% | 15% | 24% | 29% | | | | | |
| Operating expense growth | 29% | 23% | 7% | 7% | 1% | 9% | 16% | 26% | 31% | 17% | 13% | | | | | |
| Operating income growth | 19% | 12% | 23% | 22% | 14% | 7% | -3% | -9% | 7% | 32% | 47% | | | | | |
| LLP growth | -47% | -87% | -55% | -12% | 166% | 459% | 271% | 100% | -10% | 249% | 414% | | | | | |
| Other income growth | 8% | -14% | -9% | -3% | 31% | 18% | 3% | -25% | -40% | -2% | 20% | | | | | |
| Net profit growth | 23% | 24% | 24% | 21% | 11% | 0% | -10% | -20% | 0% | 9% | 0% | | | | | |
| Branch | 4,294 | 4,568 | 4,798 | 4,884 | 5,005 | 5,284 | 5,665 | 5,799 | 6,161 | 6,475 | 6,547 | | | | | |
| New branch | 187 | 274 | 230 | 86 | 121 | 279 | 381 | 134 | 362 | 314 | 72 | | | | | |
| Loan (Bt bn) | 62.54 | 63.17 | 66.99 | 70.97 | 73.55 | 79.83 | 84.95 | 91.81 | 98.61 | 107.40 | 114.59 | 6.7 | 34.9 | | | |
| Loan growth (yoy %) | 23.6 | 16.3 | 16.2 | 17.8 | 17.6 | 26.4 | 26.8 | 29.4 | 34.1 | 34.5 | 34.9 | | | | | |


Source: Company data, KGI Securities Research
Figure 2: MTC's asset quality


| | | | | | | | | | | | | % chg | | | | |
|----------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|--------------|-------------|------|------|-------|
| | 1Q20 | 2Q20 | 3Q20 | 4Q20 | 1Q21 | 2Q21 | 3Q21 | 4Q21 | 1Q22 | 2Q22 | 3Q22 | QoQ | YoY | 9M21 | 9M22 | % chg |
| Asset quality | | | | | | | | | | | | | | | | |
| NPL (Bt mn) | 738 | 686 | 699 | 747 | 708 | 880 | 980 | 1,276 | 1,630 | 2,104 | 2,611 | 24.1 | 166.5 | | | |
| NPL ratio (%) | 1.18 | 1.09 | 1.04 | 1.06 | 0.98 | 1.14 | 1.15 | 1.39 | 1.65 | 1.96 | 2.28 | | | | | |
| LLR/Loan (%) | 2.37 | 2.21 | 2.01 | 1.88 | 1.81 | 1.84 | 1.93 | 2.04 | 1.83 | 1.87 | 2.28 | | | | | |
| Credit cost (bps) | 40 | 16 | 31 | 66 | 92 | 71 | 91 | 101 | 69 | 179 | 347 | | | 85 | 198 | |
| NPL coverage (%) | 201 | 204 | 192 | 177 | 185 | 162 | 161 | 144 | 113 | 96 | 102 | | | | | |
| Loan aging | | | | | | | | | | | | | | | | |
| Stage 1 | 56,345 | 58,154 | 61,190 | 65,371 | 67,861 | 72,188 | 76,349 | 81,837 | 85,347 | 91,520 | 97,301 | | | | | |
| Stage 2 | 5,456 | 3,370 | 4,229 | 4,489 | 3,736 | 4,242 | 4,423 | 4,578 | 6,185 | 8,242 | 9,250 | | | | | |
| Stage 3 | 738 | 252 | 232 | 747 | 708 | 880 | 980 | 1,187 | 1,357 | 1,753 | 2,213 | | | | | |
| Total | 62,539 | 61,777 | 65,651 | 70,607 | 72,304 | 77,310 | 81,751 | 87,602 | 92,889 | 101,515 | 108,765 | 7.1 | 33.0 | | | |
| LLR | | | | | | | | | | | | | | | | |
| Stage 1 | (576) | (657) | (549) | (538) | (632) | (584) | (657) | (709) | (541) | (484) | (627) | | | | | |
| Stage 2 | (472) | (332) | (352) | (307) | (287) | (296) | (338) | (349) | (321) | (345) | (436) | | | | | |
| Stage 3 | (435) | (409) | (442) | (481) | (388) | (541) | (583) | (729) | (842) | (1,069) | (1,421) | | | | | |
| Total | (1,483) | (1,398) | (1,344) | (1,326) | (1,308) | (1,421) | (1,578) | (1,788) | (1,704) | (1,898) | (2,483) | | | | | |
| % of loan | -2.37% | -2.26% | -2.05% | -1.88% | -1.81% | -1.84% | -1.93% | -2.04% | -1.83% | -1.87% | -2.28% | | | | | |
| H/P | | | | | | | | | | | | | | | | |
| Stage 1 | | | | 355 | 1,232 | 2,432 | 3,118 | 3,777 | 4,889 | 4,745 | 4,531 | | | | | |
| Stage 2 | | | | 0 | 9 | 86 | 65 | 345 | 563 | 790 | 893 | | | | | |
| Stage 3 | | | | 5 | 1 | 3 | 17 | 89 | 272 | 352 | 398 | | | | | |
| Total | | | | 361 | 1,241 | 2,521 | 3,200 | 4,210 | 5,724 | 5,887 | 5,821 | (1.1) | 81.9 | | | |
| LLR | | | | | | | | | | | | | | | | |
| Stage 1 | | | | (1.6) | (5.8) | (12.7) | (15.1) | (19.7) | n.a. | (32.5) | (42.0) | | | | | |
| Stage 2 | | | | (0.2) | (0.3) | (2.4) | (1.8) | (11.0) | n.a. | (32.1) | (49.6) | | | | | |
| Stage 3 | | | | (0.1) | (0.2) | (0.4) | (2.7) | (13.4) | n.a. | (62.4) | (96.0) | | | | | |
| Total | | | | (1.8) | (6.3) | (15.5) | (19.7) | (44.2) | (135.6) | (127.0) | (187.7) | | | | | |

Source: Company data, 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 | THAI COM |
| 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 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 | SRSISAWAD 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 | SEAFCO | SEAFCO |
| 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 |
| BPCG | BPCG | 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. |

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