



TOA Paint (Thailand)

(TOA.BK/TOA TB) *

Neutral-Maintained

Price as of 23 Jul 2018	38.25
12M target price (Bt/share)	40.50
Unchanged / Revised up (down)	Unchanged
(%)	
Upside/downside (%)	5.9

Key messages

We expect TOA to report 2Q18 earnings of Bt520mn (+31.4% YoY, -3.8% QoQ), as increased product prices since January 2018 (fully effective in February 2018) should alleviate domestic seasonality. The outlook is better in 2H18 due to i) greater sales from the product price increases and a rebound in demand after the rainy season, and ii) stabilization of raw material prices (titanium dioxide and oil derivative solvents). We maintain a rating of Neutral with a 2018 target price of Bt40.50 based on PER 35.2x. We believe the current share price already reflects the positive factors, but better than expected domestic demand and a decrease in the price of titanium dioxide would be key drivers to provide further upside for the stock.

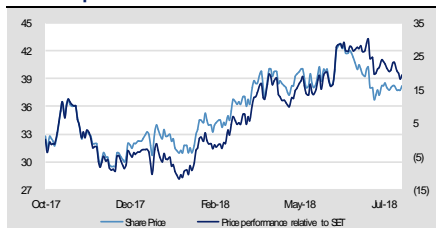
Trading data

Mkt cap (Btbn/US\$m)	77.6/2,425
Outstanding shares (mn)	2,029
Foreign ownership (mn)	219.3
3M avg. daily trading (mn)	14.0
52-week trading range (Bt)	28.0-43.0
Performance (%)	3M 6M 12M
Absolute	0.7 17.7 N.A.
Relative	7.5 29.2 N.A.

Quarterly EPS

Bt	1Q	2Q	3Q	4Q
2016	0.84	0.73	0.66	0.58
2017	0.47	0.22	0.20	0.23
2018	0.27	N.A.	N.A.	N.A.

Share price chart



Source: SET
Sumek Chantarasuriyarat
66.2658.888 Ext.8840
sumekc@kgi.co.th

Wisuwat Yaikawong (Assistant Analyst)
66.2658.888 Ext.8855
wisuwat@kgi.co.th

2Q18 earnings preview: Full benefits of product price increase

Event

2Q18 earnings preview.

Impact

Expect 2Q18 earnings to rise YoY, but soften QoQ

We expect TOA to report 2Q18 earnings of Bt520mn (+31.4% YoY, -3.8% QoQ), as increased product prices since January 2018 (fully effective in February 2018) should alleviate domestic seasonality. We expect the company's sales to be Bt4.0bn (+6.2% YoY, -5.1% QoQ). The price hikes should support YoY sales growth while we expect no significant substitution effect in the quarter as a field survey confirmed that competitors have increased their product prices since 2Q18, partially mitigating the impact of the earlier than expected rainy season. Gross margin is expected to improve slightly to 35.6% from 35.3%/34.2% in 1Q18/2Q17, which would drive earnings growth YoY. We anticipate SG&A to sales to increase slightly from 19.7% in 1Q18 to 20.2%.

Better outlook in 2H18

The outlook is better in 2H18 due to i) greater sales from increased product prices and a rebound in demand after the rainy season, and ii) stabilization of raw material prices (titanium dioxide and oil derivative solvents). The price of titanium dioxide (approx. 8.3% of COGS) should remain flat in 2H18 as Venator's Pori plant has ramped up since 2Q18 and global demand should slow in 3Q18. Oil price (oil derivative solvents accounted for approx. 8.5% of COGS) should be moderate due to increased supply from the US, and OPEC increasing crude oil production.

Maintain 2018-2019 earnings forecast

TOA's 1H18 earnings are expected to account for 45.6% of our full-year forecast while we expect the premiumization effect to increase the premium segment in product mixes in 2H18, so we maintain our forecast of Bt2.3bn (+36.1% YoY) in 2018 and Bt2.6bn (+12.5% YoY) in 2019. The Thai Baht/US\$ is the key factor to be monitored, as TOA has FX exposure at around 10-12% of COGS.

Valuation and action

We maintain a rating of Neutral with a 2018 target price of Bt40.50 based on PER 35.2x. We believe the current share price already reflects the positive factors, but better than expected domestic demand and a decrease in the price of titanium dioxide would be key drivers to provide further upside for the stock.

Risks

Rise in production costs, intense competition in regional markets, THB/USD exchange rate.

Key financials and valuations

	Dec-16A	Dec-17A	Dec-18F	Dec-19F	Dec-20F
Revenue (Bt mn)	16,297	15,718	17,482	18,983	20,485
Gross profit (Bt mn)	6,203	5,367	6,346	6,929	7,518
EBIT (Bt mn)	3,207	2,180	2,892	3,247	3,563
Net profit (Bt mn)	2,526	1,710	2,327	2,617	2,876
EPS (Bt)	2.81	0.84	1.15	1.29	1.42
DPS (Bt)	7.25	0.74	0.46	0.52	0.71
EPS growth (%)	18.5	(70.0)	36.1	12.5	9.9
P/E (x)	n.a.	38.6	33.3	29.7	27.0
P/B (x)	n.a.	7.8	8.2	7.1	6.2
EV/EBITDA (x)	n.a.	25.6	23.7	20.8	18.7
Net Debt to Equity (x)	2.7	-0.1	0.0	-0.1	-0.2
Dividend Yield (%)	n.a.	2.3	1.2	1.3	1.9
Return on Avg. Equity (%)	324.7	20.3	24.8	23.9	23.2

Source: Company data, KGI Research

Figure 1: TOA's earnings preview

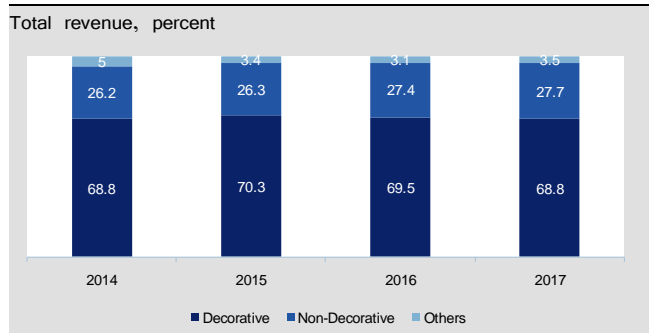
Item	2Q18F	2Q17	YoY (%)	1Q18	QoQ (%)	1H18	1H17	YoY (%)
Revenue	4,000	3,767	6.2	4,216	(5.1)	8,216	7,718	6.4
Gross Profit	1,424	1,288	10.6	1,490	(4.4)	2,914	2,698	8.0
SG&A	808	791	2.1	828	(2.5)	1,636	1,591	2.9
Operating Profit	649	516	25.7	694	(6.5)	1,343	1,153	16.5
EBITDA	702	580	21.0	745	(5.8)	1,447	1,275	13.5
Net profit	520	396	31.4	541	(3.8)	1,061	893	18.8
Percent	2Q18F	2Q17	YoY (ppts)	1Q18	YoY (ppts)	1H18	1H17	YoY (ppts)
Gross margin	35.6	34.2	1.4	35.3	0.3	35.5	35.0	0.5
EBIT margin	16.2	13.7	2.5	16.5	(0.2)	16.4	14.9	1.4
Net profit margin	13.0	10.5	2.5	12.8	0.2	12.9	11.6	1.3

Source: Company data, KGI Research

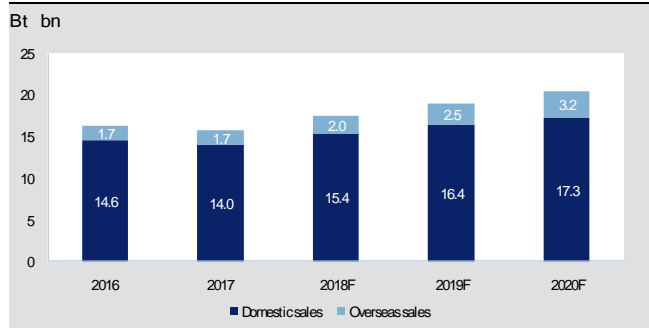
Figure 2: Company profile

TOA Paint (Thailand) (TOA) is the largest paint and coating producer in Thailand with a market share of 48.7%. Its main products are decorative paint, coating products, and non-decorative paint and coating products, such as protective wood lacquers and heavy paints for chemical construction. TOA serves households and industrial markets in Southeast Asia, where it has a 13% market share.

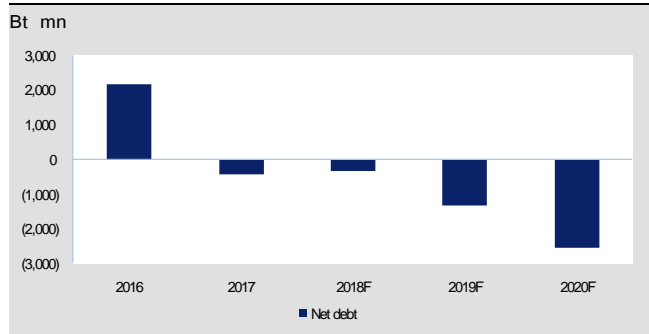
Source: Company data

Figure 4: Revenue breakdown by product


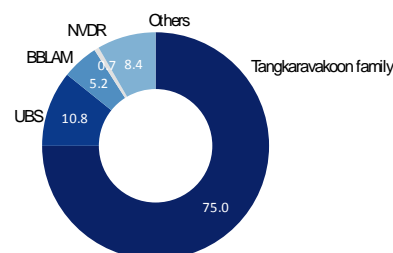
Source: Company data, KGI Research

Figure 6: Revenue outlook


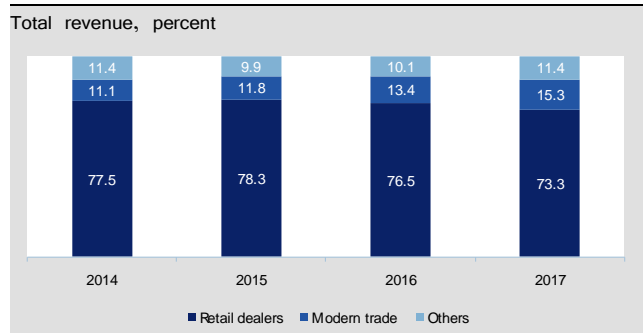
Source: Company data, KGI Research

Figure 8: From net debt to net cash


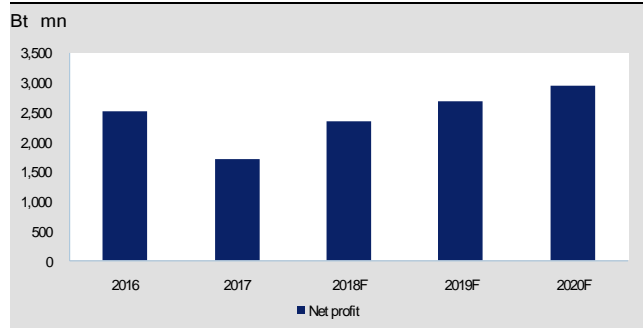
Source: KGI Research

Figure 3: Major shareholders


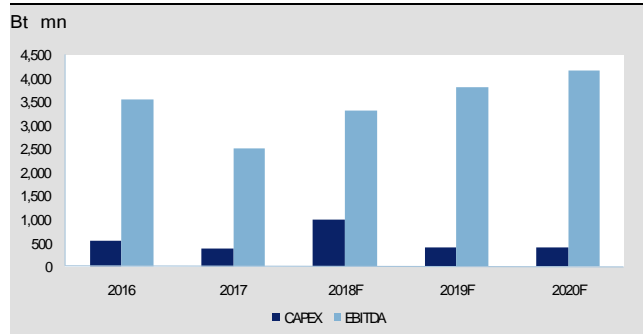
Source: Company data, KGI Research

Figure 5: Revenue breakdown by distribution channels


Source: Company data, KGI Research

Figure 7: Net profit


Source: Company data, KGI Research

Figure 9: CAPEX and EBITDA


Source: KGI Research

Quarterly Income Statement

(Bt mn)	Mar-16A	Jun-16A	Sep-16A	Dec-16A	Mar-17A	Jun-17A	Sep-17A	Dec-17A	Mar-18A
Revenue	4,220	4,120	3,848	4,109	3,951	3,767	3,740	4,260	4,216
Cost of Goods Sold	(2,559)	(2,533)	(2,400)	(2,602)	(2,542)	(2,479)	(2,515)	(2,816)	(2,726)
Gross Profit	1,661	1,587	1,448	1,507	1,410	1,288	1,224	1,445	1,490
Operating Expenses	(778)	(816)	(781)	(852)	(799)	(791)	(801)	(902)	(828)
Other incomes	63	69	71	28	26	20	22	39	33
Operating Profit	946	840	739	682	637	516	445	581	694
Depreciation of fixed assets	94	87	88	87	84	84	85	86	84
Operating EBITDA	1,041	927	827	769	721	600	531	667	778
Non-Operating Income	-	0	-	(0)	-	0	-	(0)	-
Interest Income	-	-	-	-	-	-	-	-	-
Other Non-op Income	-	0	-	0	-	0	-	(0)	-
Non-Operating Expenses	23	25	19	20	21	19	19	16	7
Interest Expense	23	25	19	20	21	19	19	16	7
Other Non-op Expenses	-	-	-	-	-	-	-	-	-
Pre-tax Profit	924	814	720	662	616	497	426	565	687
Current taxation	(166)	(166)	(135)	(145)	(120)	(99)	(84)	(99)	(149)
Minorities	(0)	2	5	12	1	(2)	8	0	3
Extraordinary items	-	-	-	-	-	-	-	-	-
Net Profit	757	651	589	529	497	396	350	466	541
EPS (Bt)	0.84	0.73	0.66	0.58	0.47	0.22	0.20	0.23	0.27
Margins (%)									
Gross profit margin	39.4	38.5	37.6	36.7	35.7	34.2	32.7	33.9	35.3
Operating margin	22.4	20.4	19.2	16.6	16.1	13.7	11.9	13.6	16.5
Operating EBITDA margin	24.7	22.5	21.5	18.7	18.3	15.9	14.2	15.7	18.5
Net profit margin	17.9	15.8	15.3	12.9	12.6	10.5	9.4	10.9	12.8
Growth (%)									
Revenue growth		(2.4)	(6.6)	6.8	(3.8)	(4.7)	(0.7)	13.9	(1.0)
Operating growth		(11.3)	(12.0)	(7.6)	(6.7)	(18.9)	(13.7)	30.6	19.4
Operating EBITDA growth		(10.9)	(10.8)	(7.0)	(6.3)	(16.8)	(11.6)	25.7	16.6
Net profit growth		(14.0)	(9.4)	(10.3)	(6.0)	(20.3)	(11.5)	33.1	16.0

Source: KGI Research

Balance Sheet

As of 31 Dec (Bt mn)	2016	2017	2018F	2019F	2020F
Total Assets	9,644	14,095	14,926	16,625	18,194
Current Assets	7,297	11,698	11,921	13,635	15,245
Cash & ST Investments	2,156	6,284	6,237	7,499	8,659
Inventories	2,019	2,232	2,227	2,411	2,593
Accounts Receivable	2,840	2,936	3,161	3,433	3,704
Others	283	246	296	292	289
Non-current Assets	2,347	2,397	3,005	2,990	2,948
LT Investments	0	0	0	0	0
Net fixed Assets	1,935	1,945	2,572	2,549	2,498
Others	412	452	433	442	450
Total Liabilities	8,866	5,682	5,537	5,678	5,818
Current Liabilities	8,441	5,422	5,262	5,396	5,527
Accounts Payable	3,602	3,826	3,814	4,128	4,441
ST Borrowings	3,727	1,371	1,000	800	600
Others	1,112	225	449	467	486
Long-term Liabilities	426	260	275	283	291
Long-term Debts	166	0	0	0	0
Others	259	260	275	283	291
Shareholders' Equity	778	8,413	9,389	10,947	12,375
Common Stock	900	2,029	2,029	2,029	2,029
Capital Surplus	0	5,762	5,762	5,762	5,762
Retained Earnings	(97)	647	1,639	3,201	4,632
Non-controlling interests	(25)	(25)	(40)	(45)	(47)

Source: KGI Research

Key Ratios

Year to 31 Dec (Bt mn)	2016	2017	2018F	2019F	2020F
Forecast Drivers					
Growth (% YoY)					
Sales	(2.7)	(3.6)	11.2	8.6	7.9
OP	15.0	(32.0)	32.7	12.3	9.7
EBITDA	11.7	(29.3)	29.6	12.4	9.4
NP	18.5	(32.3)	36.1	12.5	9.9
EPS	18.5	(70.0)	36.1	12.5	9.9
Profitability (%)					
Gross Margin	38.1	34.1	36.3	36.5	36.7
Operating Margin	19.7	13.9	16.5	17.1	17.4
EBITDA Margin	21.9	16.0	18.7	19.3	19.6
Net Profit Margin	15.5	10.9	13.3	13.8	14.0
ROAA	22.3	14.4	19.2	16.6	16.5
ROAE	324.7	20.3	24.8	23.9	23.2
Stability					
Gross Debt/Equity (%)	1,104.3	67.3	58.7	51.7	46.8
Net Debt/Equity (%)	271.5	(5.3)	(3.4)	(11.8)	(20.1)
Interest Coverage (x)	36.9	28.9	120.5	162.4	237.5
Interest & ST Debt Coverage (x)	0.8	1.6	2.9	4.1	6.0
Cash Flow Interest Coverage (x)	31.9	23.9	99.9	146.1	213.9
Cash Flow/Interest & ST Debt (x)	0.7	1.2	2.3	3.6	5.2
Current Ratio (x)	0.9	2.2	2.3	2.5	2.8
Quick Ratio (x)	0.6	1.7	1.8	2.1	2.3
Net Debt (Bt mn)	2,180	(445)	(322)	(1,293)	(2,491)
Per Share Data (Bt)					
EPS	2.8	0.8	1.1	1.3	1.4
CFPS	2.1	0.9	1.3	1.5	1.6
BVPS	0.9	4.2	4.6	5.4	6.1
SPS	18.1	7.7	8.6	9.4	10.1
EBITDA/Share	4.0	1.2	1.6	1.8	2.0
DPS	7.3	0.7	0.5	0.5	0.7
Activity					
Asset Turnover (x)	1.4	1.3	1.2	1.2	1.2
Days Receivables	65.1	67.1	62.6	63.4	63.6
Days Inventory	72.4	74.9	70.5	70.2	70.4
Days Payable	132.2	131.0	120.7	120.2	120.6
Cash Cycle	5.2	11.0	12.4	13.4	13.4

Source: KGI Research

Profit & Loss

Year to 31 Dec (Bt mn)	2016	2017	2018F	2019F	2020F
Revenue	16,297	15,718	17,482	18,983	20,485
Cost of Goods Sold	(10,095)	(10,351)	(11,136)	(12,054)	(12,967)
Gross Profit	6,203	5,367	6,346	6,929	7,518
Operating Expenses	(3,227)	(3,294)	(3,549)	(3,778)	(4,056)
Other incomes	231	107	95	96	101
Operating Profit	3,207	2,180	2,892	3,247	3,563
Depreciation of fixed assets	357	340	374	423	451
Operating EBITDA	3,564	2,520	3,266	3,670	4,014
Non-Operating Income	0	0	0	0	0
Interest Income	0	0	0	0	0
Other Non-op Income	0	0	0	0	0
Non-Operating Expenses	(87)	(75)	(24)	(20)	(15)
Interest Expense	(87)	(75)	(24)	(20)	(15)
Other Non-op Expenses	0	0	0	0	0
Equity Income/(Loss)	0	0	0	0	0
Pretax Income	3,120	2,105	2,868	3,227	3,548
Current taxation	(613)	(401)	(559)	(629)	(692)
Minorities	19	6	19	19	20
Extraordinary items	0	0	0	0	0
Net Profit	2,526	1,710	2,327	2,617	2,876
Norm. Profit	2,526	1,710	2,327	2,617	2,876
EPS (Bt)	2.8	0.84	1.15	1.29	1.42

Source: KGI Research

Cash Flow

Year to 31 Dec (Bt mn)	2016	2017	2018F	2019F	2020F
Operating Cash Flow	2,775	1,804	2,420	2,990	3,290
Net Profit	2,526	1,710	2,356	2,694	2,959
Depreciation & Amortization	357	340	374	423	451
Change in Working Capital	(52)	(197)	(412)	(139)	(132)
Others	(56)	(49)	103	11	12
Investment Cash Flow	2,920	(4,374)	(1,475)	(900)	(571)
Net CAPEX	(542)	(382)	(1,000)	(400)	(400)
Change in LT Investment	0	0	0	0	0
Change in Other Assets	3,462	(3,992)	(474)	(500)	(171)
Free Cash Flow	5,695	(2,570)	945	2,089	2,719
Financing Cash Flow	(6,697)	2,777	(1,325)	(1,282)	(1,681)
Change in Share Capital	0	6,870	0	0	0
Net Change in Debt	(183)	(2,599)	(368)	(199)	(199)
Change in Other LT Liab.	(6,514)	(1,495)	(957)	(1,083)	(1,481)
Net Cash Flow	(952)	103	(380)	807	1,038

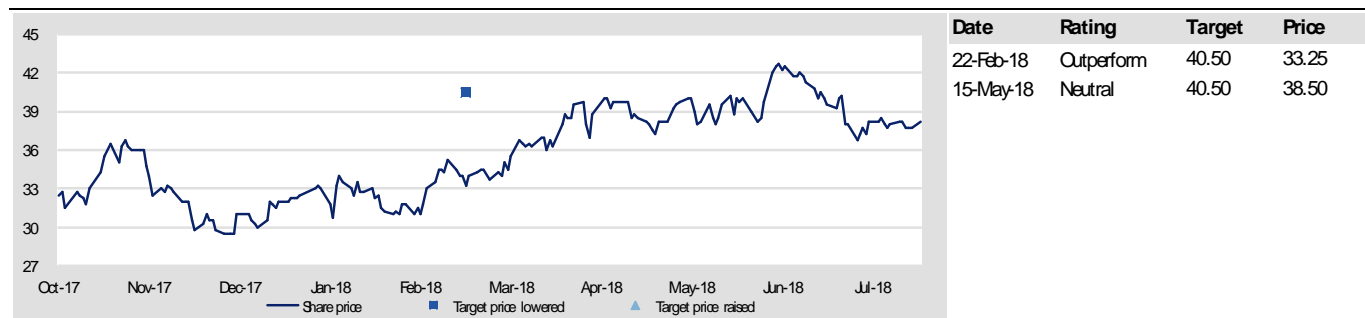
Source: KGI Research

Rates of Return on Invested Capital

Year	1- $\frac{\text{COGS}}{\text{Revenue}}$	+ $\frac{\text{Depreciation}}{\text{Revenue}}$	+ $\frac{\text{Operating Exp.}}{\text{Revenue}}$	= $\frac{\text{Operating Margin}}{\text{Revenue}}$
2016	59.7%	2.2%	19.8%	18.3%
2017	63.7%	2.2%	21.0%	13.2%
2018F	61.6%	2.1%	20.3%	16.0%
2019F	61.3%	2.2%	19.9%	16.6%
2020F	61.1%	2.2%	19.8%	16.9%
Year	1/ $\frac{\text{Working Capital}}{\text{Revenue}}$	+ $\frac{\text{Net PPE}}{\text{Revenue}}$	+ $\frac{\text{Other Assets}}{\text{Revenue}}$	= $\frac{\text{Capital Turnover}}{\text{Revenue}}$
2016	7.7%	0.12	0.03	4.52
2017	8.5%	0.12	0.03	4.20
2018F	9.0%	0.15	0.02	3.82
2019F	9.0%	0.13	0.02	4.03
2020F	9.1%	0.12	0.02	4.26
Year	$\frac{\text{Operating Margin}}{\text{Revenue}}$	x $\frac{\text{Capital Turnover}}{\text{Revenue}}$	x $\frac{\text{Cash Tax Rate}}{\text{Revenue}}$	= $\frac{\text{After-tax Return on Inv. Capital}}{\text{Revenue}}$
2016	18.3%	4.5	80.36	66.36
2017	13.2%	4.2	80.93	44.87
2018F	16.0%	3.8	80.50	49.17
2019F	16.6%	4.0	80.50	53.91
2020F	16.9%	4.3	80.50	58.00

Source: KGI Research

TOA Paint (Thailand)- Recommendation & target price history



Source: KGI Research

Corporate Governance Report of Thai Listed Companies



Companies with Excellent CG Scoring

Stock	Company name	Stock	Company name	Stock	Company name
EGCO	ELECTRICITY GENERATING	KTB	KRUNG THAI BANK	TISCO	TISCO FINANCIAL GROUP
KBANK	KASIKORNBANK	RATCH	RATCHABURI ELECTRICITY GENERATING HOLDING		
KKP	KIATNAKIN BANK	SCB	THE SIAM COMMERCIAL BANK		



Companies with Very Good CG Scoring

Stock	Company name	Stock	Company name	Stock	Company name
ADVANC	ADVANCED INFO SERVICE	ERW	THE ERAWAN GROUP	SCC	THE SIAM CEMENT
AOT	AIRPORTS OF THAILAND	GFPT	GFPT	SPALI	SUPALAI
AP	ASIAN PROPERTY DEVELOPMENT	IFEC	INTER FAR EAST ENGINEERING	STEC	SINO-THAI ENGINEERING AND CONSTRUCTION
BBL	BANGKOK BANK	LPN	L.P.N. DEVELOPMENT	SVI	SVI
BH	BUMRUNGRAD HOSPITAL	MINT	MINOR INTERNATIONAL	TASCO	TIPCO ASPHALT
BIGC	BIG C SUPERCENTER	PS	PRUKSA REAL ESTATE	TCAP	THANACHART CAPITAL
CK	CH. KARNCHANG	QH	QUALITY HOUSES	TMB	TMB BANK
CPALL	CP ALL	ROBINS	ROBINSON DEPARTMENT STORE	TRUE	TRUE CORPORATION
CPN	CENTRAL PATTANA	RS	RS		
DRT	DIAMOND ROOFING TILES	SAMART	SAMART CORPORATION		



Companies with Good CG Scoring

Stock	Company name	Stock	Company name	Stock	Company name
CENTEL	CENTRAL PLAZA HOTEL	HMPRO	HOME PRODUCT CENTER	MAKRO	SIAM MAKRO
DCC	DYNASTY CERAMIC	ILINK	INTERLINK COMMUNICATION	MODERN	MODERNFORM GROUP
GL	GROUP LEASE	KTC	KRUNGTHAI CARD	TRT	TIRATHAI
GLOW	GLOW ENERGY	MAJOR	MAJOR CINEPLEX GROUP	TVO	THAI VEGETABLE OIL

Companies classified Not in the three highest score groups

Stock	Company name	Stock	Company name	Stock	Company name
AAV	ASIA AVIATION	CHG	CHULARAT HOSPITAL	NOK	NOK AIRLINES
ANAN	ANANDA DEVELOPMENT	CKP	CK POWER	PACE	PACE DEVELOPMENT CORPORATION
BA	BANGKOK AIRWAYS	DTAC	TOTAL ACCESS COMMUNICATION	SAWAD	SRISAWAD POWER 1979
BCH	BANGKOK CHAIN HOSPITAL	GLOBAL	SIAM GLOBAL HOUSE	TMT	THAI METAL TRADE
BDMS	BANGKOK DUSIT MEDICAL SERVICES	GPSC	GLOBAL POWER SYNERGY	TPCH	TPC POWER HOLDING
BEM	BANGKOK EXPRESSWAY AND METRO	GUNKUL	GUNKUL ENGINEERING	WHA	WHA CORPORATION
BJCHI	BJC HEAVY INDUSTRIES	LPH	LADPRAO GENERAL HOSPITAL	WORK	WORKPOINT ENTERTAINMENT
CBG	CARABAO GROUP	MTLS	MUANGTHAI LEASING		

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
CPN	CENTRAL PATTANA	SCC	THE SIAM CEMENT		

Level 4: Certified

Stock	Company name	Stock	Company name	Stock	Company name
ADVANC	ADVANCED INFO SERVICE	IFEC	INTER FAR EAST ENGINEERING	SVI	SVI
BBL	BANGKOK BANK	KBANK	KASIKORN BANK	TCAP	THANACHART CAPITAL
DCC	DYNASTY CERAMIC	KKP	KIATNAKIN BANK	TISCO	TISCO FINANCIAL GROUP
DRT	DIAMOND ROOFING TILES	KTB	KRUNG THAI BANK	TMB	TMB BANK
EGCO	ELECTRICITY GENERATING	MINT	MINOR INTERNATIONAL		
ERW	THE ERWAN GROUP	SCB	THE SIAM COMMERCIAL BANK		

Level 3: Established

Stock	Company name	Stock	Company name	Stock	Company name
AAV	ASIA AVIATION	DTAC	TOTAL ACCESS COMMUNICATION	PACE	PACE DEVELOPMENT CORPORATION
ANAN	ANANDA DEVELOPMENT	GFPT	GFPT	PS	PRUKSA REAL ESTATE
AP	ASIAN PROPERTY DEVELOPMENT	GL	GROUP LEASE	RATCH	RATCHABURI ELECTRICITY GENERATING HOLDING
BA	BANGKOK AIRWAYS	GLOW	GLOW ENERGY	ROBINS	ROBINSON DEPARTMENT STORE
BDMS	BANGKOK DUSIT MEDICAL SERVICES	GPSC	GLOBAL POWER SYNERGY	SAMART	SAMART CORPORATION
BIGC	BIG C SUPERCENTER	HMPRO	HOME PRODUCT CENTER	SPALI	SUPALAI
BJCHI	BJC HEAVY INDUSTRIES	KTC	KRUNGTHAI CARD	STEC	SINO-THAI ENGINEERING AND CONSTRUCTION
CENEL	CENTRAL PLAZA HOTEL	LPN	L.P.N. DEVELOPMENT	TASCO	TIPCO ASPHALT
CHG	CHULARAT HOSPITAL	MAKRO	SIAM MAKRO	TMT	THAI METAL TRADE
CK	CH. KARNCHANG	MODERN	MODERNFORM GROUP	TPCH	TPC POWER HOLDING
CKP	CK POWER	NOK	NOK AIRLINES	WHA	NOK AIRLINES

Level 2: Declared

Stock	Company name	Stock	Company name	Stock	Company name
AOT	AIRPORTS OF THAILAND	GUNKUL	GUNKUL ENGINEERING	QH	QUALITY HOUSES
BH	BUMRUNGRAD HOSPITAL	ILINK	INTERLINK COMMUNICATION	TRT	TIRATHAI
GLOBAL	SIAM GLOBAL HOUSE	MTLS	MUANGTHAI LEASING	TVO	THAI VEGETABLE OIL

Level 1: Committed

Stock	Company name	Stock	Company name	Stock	Company name
CBG	CARABAO GROUP	RS	RS	SAWAD	SIRISAWAD POWER 1979
MAJOR	MAJOR CINEPLEX GROUP				

No progress

Stock	Company name	Stock	Company name	Stock	Company name
BCH	BANGKOK CHAIN HOSPITAL	CPALL	CP ALL	WORK	WORKPOINT ENTERTAINMENT
BEM	BANGKOK EXPRESSWAY AND METRO	LPH	LADPRAO GENERAL HOSPITAL		

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.