

Kasikornbank

(KBANK.BK/KBANK TB)*

Outperform Upgraded

Price as of 1 Dec 2023	130.0
12M target price (Bt/shr)	166.0
Unchanged/Revised up(down)(%)	Unchanged
Upside/downside (%)	27.7

Key messages

ตั้งแต่ต้นปีมา ราคาหุ้น KBANK underperform ธนาคารอื่น ๆ จากประเด็นคุณภาพสินทรัพย์ แต่อย่างไรก็ตาม จากสัญญาณว่า NPL เริ่มนิ่ง และพิจารณาถึงความเสี่ยงและประเด็นความกังวลต่าง ๆ แล้ว เราคิดว่าราคาหุ้น KBANK ในปัจจุบัน ซึ่งต่ำที่สุดในรอบห้าปี และคุณภาพสินทรัพย์ที่มีแนวโน้มจะดีขึ้น ทำให้เราปรับเพิ่มคำแนะนำจากถือเป็นซื้อ โดยยังคงราคาเป้าหมายไว้ 2567F เอาไว้เท่าเดิมที่ 166 บาท (อิงจาก PBV ที่ 0.7x)

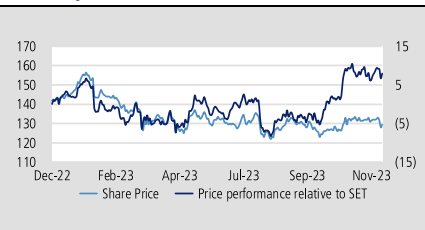
Trading data

Mkt cap (Btmn/US\$m)	307,970/8,799		
Outstanding shares (mn)	2,369		
Foreign ownership (mn)	n.a.		
3M avg. daily trading (mn)	10.66		
52-week trading range (Bt)	122/155		
Performance (%)	3M	6M	12M
Absolute	0	-1.5	-9.1
Relative	13.1	9.3	8.1

Quarterly EPS

	1Q	2Q	3Q	4Q
2021	4.44	3.72	3.61	4.68
2022	4.76	4.51	4.42	1.33
2023	4.49	4.59	4.71	

Share price chart



Source: SET

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

ยังมีกำลังในการจัดการความท้าทายที่เพิ่มขึ้นในปีหน้า

Event

ปรับเพิ่มคำแนะนำ โดยยังคงราคาประมาณการกำไร และราคาเป้าหมายเอาไว้เท่าเดิม

Impact

NPLs เริ่มจะนิ่งแล้ว

หลังจากที่ธนาคารใช้แนวทางที่อนุรักษ์นิยมมากขึ้นในการขายสินเชื่อผู้บริโภค (โดยเฉพาะอย่างยิ่ง สินเชื่อปลอดหลักประกัน) ติดต่อกันมา 3 ไตรมาส และเร่งขาย NPLs ออกไป คุณภาพสินทรัพย์ของ KBANK จึงเริ่มนิ่งขึ้น โดยตัวเลข NPLs ใน 3Q66 ลดลงเกือบ 4% QoQ และเพิ่มขึ้นเพียง 2% YoY โดยที่ กระแส NPL เกิดใหม่ลดลง ทั้งนี้ ธนาคาร คาดว่า NPL เกิดใหม่จากสินเชื่อรายย่อย และ SME (ซึ่งเป็นกลุ่มหลักที่ทำให้ NPL เพิ่มขึ้นในช่วงสี่ไตรมาสที่ผ่านมา) เริ่มนิ่งขึ้นแล้ว และอาจจะมีแนวโน้มลดลงในช่วงที่เหลือของปี โดยไม่ทำให้อหจ.สำรองฯ (credit cost) เพิ่มขึ้นอีกตลอดปี 2566-2567

ยังมีเครื่องมือในการจัดการหนี้เสียให้ลดต่ำลง

KBANK เร่งขาย NPL ออกไป 2.25 หมื่นล้านบาทใน 3Q23 (จาก 1.5 หมื่นล้านบาทใน 2Q66) รวมเป็น 7.3 หมื่นล้านบาทในงวด 9M66 (สูงกว่ายอดขาย NPL เดิมปี 2565 ที่ 7.2 หมื่นล้านบาท) อย่างไรก็ตาม จนถึงขณะนี้ ยอดการตัดหนี้สูญ (write-off) ในงวด 9M66 ยังคงค่อนข้างต่ำอยู่ที่ 9 พันล้านบาทเท่านั้น (จาก 5.9 หมื่นล้านบาทในปี 2565) ต่ำกว่าค่าเฉลี่ย 3 ปีย้อนหลังที่ >2 หมื่นล้านบาท ทั้งนี้ ยอด write-off หนี้เสียที่ลดลงอาจจะเป็นเพราะกระแส NPL เกิดใหม่ชะลอตัวลง และแก้หนี้เสียได้แล้วเป็นจำนวนมาก นอกจากนี้ เนื่องจากสินเชื่อใหม่ในกลุ่มผู้บริโภคชะลอตัวลง ทั้งนี้การที่ธนาคาร write-off หนี้เสียเพิ่มขึ้นใน 4Q66 จะช่วยให้สถานะหนี้เสียของ KBANK ดีขึ้นในปี 2024 ซึ่งเป็นที่น่ายินดีว่าการ write-off หนี้เสียส่วนใหญ่ในปี 2565 มาจากหนี้ปลอดหลักประกันที่ธนาคารปล่อยกู้ผ่าน LineBK

มีข้อได้จากการที่อหจ.สำรองฯ (Credit cost) ลดลงในปีหน้า

KBANK ปรับนโยบายการกำหนด credit cost policy ใน 2Q23 โดยอาจจะกำหนด credit cost ในระดับสูงที่ 200-210bps ต่อเนื่องไปจนถึงปี 2024 แต่หากธนาคารเร่ง write-off หนี้เสียใน 4Q23 จะเป็นสัญญาณดีที่อาจจะเห็น credit cost ลดลงได้เร็วกว่าที่คาดไว้ใน 2H67F ทั้งนี้ เนื่องจากเราคาดว่าธนาคารจะเผชิญแรงกดดันทางด้าน NIM ใน 2H24 ดังนั้น credit cost ที่ลดลงจะทำให้ธนาคารมีความยืดหยุ่นมากขึ้นในการบริหารจัดการความเสี่ยงของกำไรจากการที่ NIM ลดลง

ราคาเป้าหมาย upside อีก, ปรับเพิ่มคำแนะนำจากถือเป็นซื้อ

เราคิดว่ากำไรของ KBANK ในปี 2566/2567 จะโต 12%/6% เนื่องจากคาดว่าสินเชื่อจะขยายตัวปีละ 5%, NIM จะทรงตัวอยู่ที่ 3.6%, และ credit cost อยู่ในระดับสูงที่ปีละ 200bps, รายได้ค่าธรรมเนียมปี 2566/2567 -3%/+2% 2024F.

Risks

หนี้เสียเพิ่มทำให้อหจ.สำรองฯเพิ่ม รายได้ค่าธรรมเนียมลดลง

Key financials and valuations

	Dec-20A	Dec-21A	Dec-22A	Dec-23F	Dec-24F	Dec-25F
Pre-pro. profit (Bt mn)	84,896	92,305	98,505	106,801	113,185	116,033
Pretax profit (Bt mn)	41,348	51,973	46,585	53,744	57,490	68,794
Net income (Bt mn)	29,488	38,053	35,770	40,375	42,848	51,263
EPS (Bt)	12.45	16.06	15.10	16.87	17.90	21.42
DPS	2.49	3.21	3.00	3.37	3.20	3.40
EPS Growth (%)	(23.1)	29.0	(6.0)	11.7	6.1	19.6
Dividend Yield (%)	2.0	2.0	2.1	2.6	2.5	2.6
P/E (x)	10.0	10.0	9.6	7.7	7.3	6.1
P/BV (x)	0.67	0.80	0.68	0.58	0.55	0.51
ROAA (%)	0.8	1.0	0.9	1.1	1.0	1.1
ROAE (%)	7.0	8.3	7.3	8.3	7.8	8.7

Source: Company data, KGI Securities Research

Figure 1: Key assumptions

	2020	2021	2022	2023F	2024F	2025F
Loan growth	12.5	8.1	3.0	5.3	5.0	6.0
Deposit growth	12.1	11.9	4.2	10.0	4.9	5.9
NII growth	6.2	9.5	11.4	15.6	5.3	4.3
Fee income growth	(9.7)	6.4	(0.6)	(2.6)	2.0	5.0
Non-NII Growth	(20.6)	(4.2)	(8.4)	2.8	2.4	1.9
Operating expense grov	(3.8)	1.5	5.2	7.6	5.6	5.3
Insurance premium - net -	436 -	1,619 -	3,229 -	2,304	1,863	3,098
LDR	96.2	93.8	91.4	87.1	86.9	86.9
LDR + borrowing	92.7	87.6	86.5	86.6	86.7	86.9
Asset yield	3.8	3.7	3.8	4.3	4.4	4.4
from MM	0.9	0.5	1.0	1.9	2.2	3.6
from Investment	3.4	2.5	2.3	2.7	2.6	3.9
from Loan	4.5	4.5	4.7	5.1	5.3	5.3
Cost of fund	0.8	0.6	0.6	1.3	1.4	1.4
Cost of deposit	0.5	0.4	0.4	0.8	1.0	1.1
Cost of borrowing	1.6	1.1	1.9	3.1	3.8	4.1
NIM	3.27	3.21	3.33	3.60	3.61	3.64
Gross NPL (Bt bn)	101,007	104,036	92,536	88,431	91,084	81,975
NPL ratio	4.48	4.27	3.68	3.33	3.27	2.78
NPL cov.	133	139	144	139	147	152
Credit cost (bps)	193	165	207	200	200	160
Cost/income	45.2	43.5	43.1	41.7	41.6	42.3
Effective tax rate	18.5	18.7	18.5	20.0	20.0	20.0
ROA	0.8	1.0	0.9	1.1	1.0	1.1
ROE	7.0	8.3	7.3	8.3	7.7	8.7

Source: KGI Securities Research

Figure 2: KBANK's quarterly earnings performance

Bt mn	1Q22	2Q22	3Q22	4Q22	1Q23	2Q23	3Q23	% chg		9M22	9M23	% chg
								QoQ	YoY			
Income Statement (Bt mn)												
NII	31,751	32,012	33,088	36,148	34,875	36,701	38,019	3.6	14.9	96,851	109,595	13.2
Non-NII	8,863	9,498	8,647	13,252	11,699	11,369	9,096	(20.0)	5.2	27,008	32,164	19.1
- Fair value gain/loss	686	(452)	144	4,674	3,671	3,525	797	(77.4)	453.0	379	7,993	2011.4
- Gain on investment	(17)	(135)	(17)	38	(152)	(212)	230	(208.4)	(1426.9)	(169)	(135)	(20.3)
- Insurance premium-net	(1887)	159	(1018)	(483)	(1423)	(1126)	(1364)	21.2	34.0	(2746)	(3913)	42.5
- Fee income, net	8,832	8,146	8,125	7,779	8,114	7,714	7,803	1.2	(4.0)	25,103	23,631	(5.9)
Total operating inc.	40,613	41,510	41,735	49,399	46,574	48,070	47,115	(2.0)	12.9	123,858	141,759	14.5
Total operating exp.	20,926	21,606	22,225	25,460	24,208	25,010	24,195	(3.3)	8.9	64,756	73,412	13.4
PPOP	19,688	19,904	19,510	23,940	22,366	23,060	22,920	(0.6)	17.5	59,102	68,347	15.6
PPOP-ex.FVTPL	19,001	20,356	19,366	19,265	18,695	19,535	22,123	13.2	14.2	58,724	60,353	2.8
Loan Loss Provision	9,336	9,852	9,948	22,784	12,692	12,784	12,793	0.1	28.6	29,135	38,269	31.3
Pre-tax profit	13,887	13,589	13,536	5,574	14,089	14,439	14,501	0.4	7.1	41,012	43,029	4.9
Income tax expense	2,700	2,454	2,546	932	2,562	2,760	2,838	2.8	11.5	7,700	8,161	6.0
Profit before MI	11,187	11,135	10,990	4,641	11,527	11,679	11,663	(0.1)	6.1	33,312	34,869	4.7
MI	(24.0)	341	416	1,450	786	685	381	(44.4)	(8.4)	733	1,852	152.6
Net profit	11,211	10,794	10,574	3,191	10,741	10,994	11,282	2.6	6.7	32,579	33,017	1.3
EPS (Bt)	4.68	4.51	4.42	1.33	4.49	4.59	4.71	2.6	6.7	13.61	13.80	1.3
Profitability (%)												
Yield on earnings assets	3.82	3.81	3.84	4.24	4.29	4.55	4.76			3.83	4.53	
- Yield on loan	4.60	4.55	4.68	5.13	5.23	5.58	5.86			4.61	5.56	
- Yield on MM	0.76	0.94	0.99	1.61	1.93	2.17	1.79			0.90	1.96	
- Yield on investment	2.50	2.46	2.39	2.51	2.35	2.40	2.78			2.45	2.51	
Cost of funds	0.61	0.62	0.63	0.72	1.03	1.15	1.25			0.62	1.15	
Net interest margin	3.19	3.21	3.33	3.62	3.46	3.63	3.76			3.24	3.62	
Cost-to-income ratio	42.8	43.5	43.7	42.6	42.5	43.4	42.1			43.36	42.65	
Effective tax rate	19.4	18.1	18.8	16.7	18.2	19.1	19.6			18.77	18.96	
LDR	94.0	93.8	93.2	91.4	91.4	91.0	91.5			93.2	91.5	
LDR (including borrowings)	87.5	87.2	86.6	86.5	86.2	85.7	85.8			86.6	85.8	
ROAA	1.1	1.1	1.0	0.3	1.0	1.0	1.1			1.08	1.04	
ROAE	9.5	9.1	8.8	2.6	8.6	8.7	8.8			9.15	8.71	
Asset quality												
NPLs (Bt mn)	106,481	109,972	87,682	92,536	87,640	92,864	89,459	(3.7)	2.0			
% to loans	4.30	4.39	3.54	3.68	3.53	3.77	3.65					
NPL coverage	155	146	148	154	156	148	155					
Credit cost (bps)	151	157	160	363	205	207	207					
Bad debt write-off (Bt bn)	6.91	14.37	29.74	7.94	1.05	4.29	3.66			51.0	9.00	
NPL sales (Bt bn)	-	30.00	25.00	17.00	35.60	15.00	22.40			55.0	73.00	
NPA sell-off (Bt mn)	3.90	3.70	2.90	-	1.80	2.40	1.80			10.5	6.00	

Source: KGI Securities Research

Figure 3: Company profile

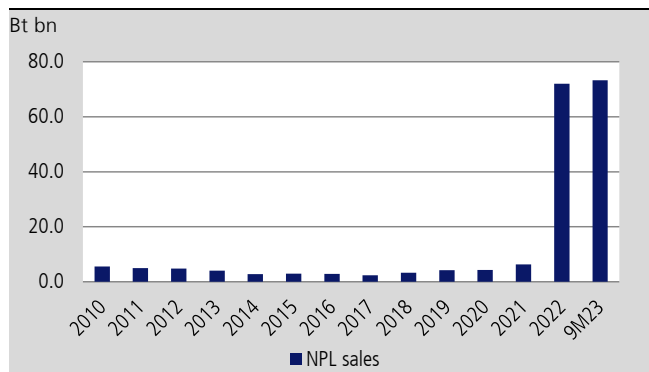
KASIKORNBANK (KBANK) is a leading commercial bank in Thailand providing full financial services to corporate, SME, and retail customers. It conducts its businesses through a network of branches covering all parts of Thailand and certain major cities overseas. To align with digital banking technology, the bank transformed itself and launched digital banking services four years ago and is now the market leader in digital platform banking services.

Source: Company data, KGI Securities Research

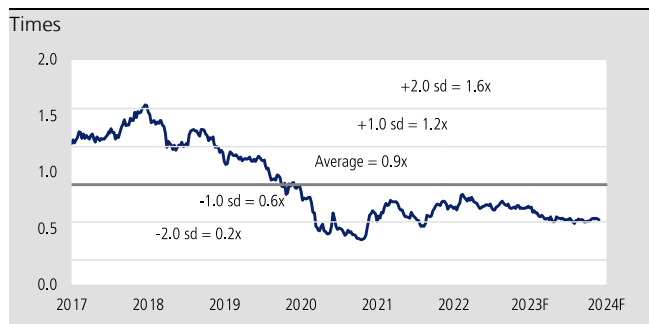
Figure 5: Financial target 2023F vs. actual data

Consolidated	3Q23 Actual	9M23 Actual	Y2023 Targets
NIM	3.76%	3.62%	3.3 – 3.45%
Loan Growth	-2.29% YTD -0.46% QoQ	-2.29% YTD -1.07% YoY	5 – 7%
Net Fee Income Growth ¹⁾	-3.96% YoY 1.15% QoQ	-5.86% YoY	Flat
Cost to Income Ratio ²⁾	42.07%	42.65%	Low to Mid-40s
Credit Cost per year (bps)	209 bps	207 bps	175 - 200 bps
NPL Ratio (Gross) ³⁾	3.11%	3.11%	< 3.25%

Source: Company data, KGI Securities Research

Figure 7: NPL sales


Source: Company data, KGI Securities Research

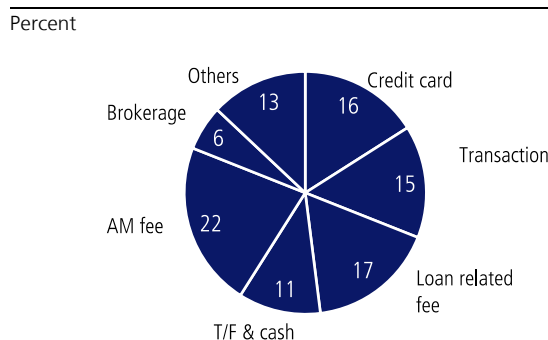
Figure 9: PBV


Source: Company data, KGI Securities Research

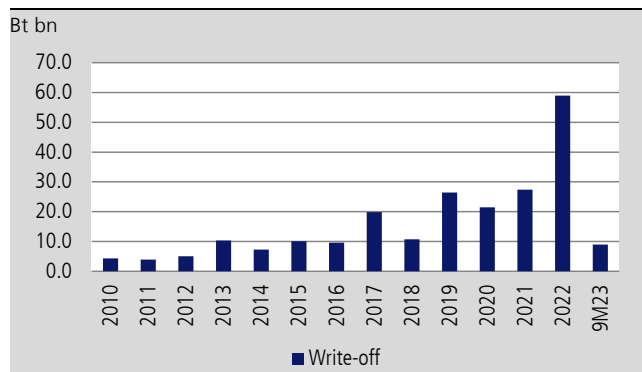
Figure 4: Loan breakdown

Bt bn	Dec-20	Dec-21	Dec-22	Sep-23	Remark
Corporate	814	816	880	878	
SME	733	793	780	724	-7% YTD
Retail	638	711	703	677	-4% YTD
Others	60	101	132	160	
Total	2,245	2,422	2,495	2,439	-2% YTD
Loan mix					
Corporate	36%	34%	35%	36%	
SME	33%	33%	31%	30%	
Retail	28%	29%	28%	28%	
Others	3%	4%	5%	7%	
Total	100%	100%	100%	100%	

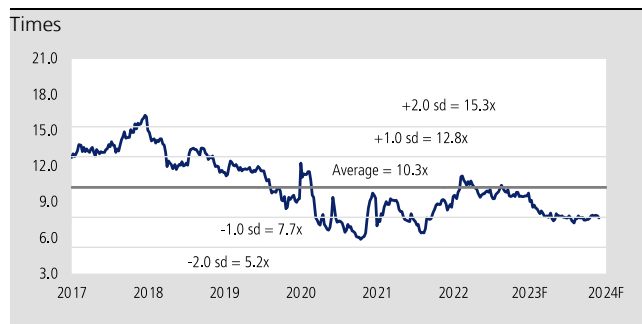
Source: Company data, KGI Securities Research

Figure 6: Fee income breakdown


Source: Company data, KGI Securities Research

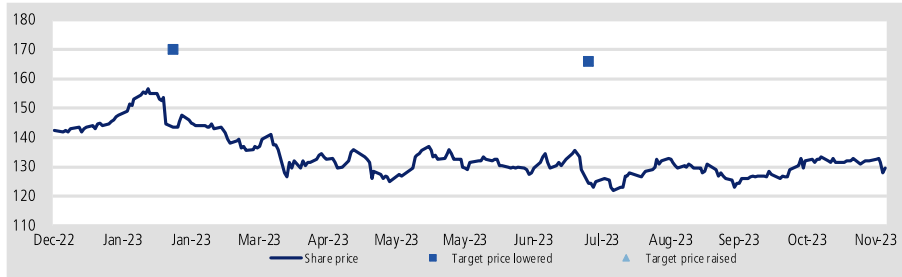
Figure 8: Bad debt write-off


Source: Company data, KGI Securities Research

Figure 10: PE


Source: Company data, KGI Securities Research

Kasikornbank – Recommendation & target price history



Date	Rating	Target	Price
24-Jul-23	Neutral	166.00	124.50
23-Jan-23	Neutral	170.00	143.50

Source: KGI Securities Research

Balance Sheet

As of 31 Dec (Bt mn)	2020	2021	2022	2023F	2024F	2025F
Total Assets	3,658,798	4,103,399	4,246,369	4,332,254	4,532,809	4,766,310
Cash	61,962	59,972	57,115	61,385	61,385	61,385
Interbank and MM Securit	417,420	420,494	502,536	577,290	606,154	636,462
Investments	775,739	1,030,534	973,358	983,092	1,043,923	1,084,852
Loans & Accrued Int - Net	2,121,700	2,293,640	2,377,774	2,529,879	2,650,584	2,811,230
Properties Foreclosed	28,035	42,314	51,007	46,000	47,380	48,801
PP&E	57,630	54,871	-	49,070	53,977	59,374
Others	196,313	201,574	284,579	85,539	69,407	64,205
Total Liabilities	3,167,512	3,679,289	3,731,286	3,870,155	4,082,631	4,226,062
Deposits	2,344,998	2,598,630	2,748,685	2,905,360	3,050,628	3,233,665
Interbank and MM Securit	87,797	186,449	155,240	158,345	161,511	164,742
Borrowings	69,390	103,886	67,897	68,576	69,262	69,954
Others	665,326	790,324	759,465	737,875	801,231	757,700
Shareholders' Equity	491,286	536,675	567,079	600,966	636,346	683,730
Common Stock	23,693	23,693	23,693	23,933	23,933	23,933
Capital Surplus	18,103	18,103	18,103	18,103	18,103	18,103
Retained Earnings	359,055	392,763	421,985	455,181	490,850	534,934
Supplementary						
Non-Performing Loans	101,007	104,036	92,536	88,431	91,084	81,975
% to loan	4.48	4.27	3.68	3.33	3.27	2.78

Source: Company data, KGI Securities Research

Profit & Loss

Year to 31 Dec (Bt mn)	2020	2021	2022	2023F	2024F	2025F
Interest income	127,592	135,415	151,333	176,460	189,247	198,495
Interest expense	18,570	16,024	18,334	38,416	43,860	46,911
Net Interest Income (NI)	109,022	119,390	132,998	138,044	145,387	151,584
Provisioning exp	43,548	40,332	51,919	53,058	55,694	47,239
NI after Provision	65,474	79,058	81,079	84,986	89,692	104,345
Non-Interest income, net	45,869	43,958	40,259	45,174	48,528	49,453
Fee Income, net	33,004	35,316	32,882	31,678	32,405	34,343
Investment income	1,308	817	130	500	500	500
Insurance premium-net	-	436	-	2,304	1,863	3,098
Forex income	-	-	-	-	-	-
Others	11,993	9,444	10,736	16,300	13,760	11,512
Non-Interest expenses	69,995	71,044	74,753	76,417	80,730	85,004
PPOP	84,896	92,305	98,505	106,801	113,185	116,033
Profit before tax	41,348	51,973	46,585	53,744	57,490	68,794
Income Tax	7,656	9,729	8,632	10,749	11,498	13,759
Minority Interest	4,203	4,192	2,183	2,620	3,144	3,773
Net profit	29,488	38,053	35,770	40,375	42,848	51,263
EPS (Bt)	12.45	16.06	15.10	16.87	17.90	21.42

Source: Company data, KGI Securities Research

Key Ratios

Year to 31 Dec	2020	2021	2022	2023F	2024F
Growth (YoY %)					
Loans and Accrued Interests	12.5	8.1	3.0	17.6	5.0
Deposits	12.1	11.9	4.2	44.0	4.9
Total Assets	11.1	12.2	3.5	2.0	4.6
Total Equity	8.3	9.2	5.7	6.0	5.9
Growth (YoY %)					
Net Interest Income	6.2	9.5	11.4	3.8	5.3
Loan Loss Provision	28.0	(7.4)	28.7	2.2	5.0
Non-Interest Income	(20.6)	(4.2)	(8.4)	12.2	7.4
Fee Income, net	(10.2)	7.0	(6.9)	(3.7)	2.3
Total Revenue (NII + Non-NII)	(3.5)	5.5	6.1	5.7	5.8
Net Profit	(23.86)	29.04	(6.00)	12.88	6.13
EPS	(23.09)	29.04	(6.00)	11.75	6.13
PPOP	(3.27)	8.73	6.72	8.42	5.98
Profitability (%)					
Yield on Int.- earnings Assets	4.2	4.2	4.2	4.2	4.2
Cost of Funds	1.2	1.2	1.2	1.2	1.2
Net Interest Margin	3.27	3.21	3.33	3.53	3.61
Fee Income/Total Oper.Rev.	28.0	28.0	28.0	28.0	28.0
Fee income/Total Assets	1.4	1.4	1.4	1.4	1.4
Cost/OP Income Ratio	45.19	43.49	43.15	41.71	41.63
ROAA	0.8	1.0	0.9	1.1	1.0
ROAE	7.0	8.3	7.3	8.3	7.7
Capital Adequacy (%)					
Tier 1 Ratio	16.13	16.49	16.49	16.49	16.49
Tier 2 Ratio	2.67	2.28	2.28	2.28	2.28
Capital Adequacy Ratio	18.80	18.77	18.77	18.77	18.77
Equity/Asset Ratio	12.3	13.3	14.3	15.3	16.3
Asset Quality (%)					
NPLs Ratio	4.5	4.3	3.7	3.3	3.3
NPL Coverage Ratio	133	139	144	139	147
Loan Loss Reserve/Loans Ratio	5.96	5.94	5.32	4.64	4.82
Credit cost (bps)	193	165	207	200	200
Liquidity (%)					
Loans/Deposits Ratio	96.2	93.8	91.4	87.1	86.9
Loans/Deposits & Borrowings Rat	92.7	87.6	86.5	86.6	86.7
Money market-net/Asset Ratio	11.4	10.2	11.8	13.3	13.5

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	GLOBAL	SIAM GLOBAL HOUSE	RATCH	RATCH GROUP
ADVANC	ADVANCED INFO SERVICE	GPSC	GLOBAL POWER SYNERGY	RBF	R&B FOOD SUPPLY
AMA	AMA MARINE	GULF	GULF ENERGY DEVELOPMENT	SAT	SOMBOON ADVANCE TECHNOLOGY
AMATA	AMATA CORPORATION	HANA	HANA MICROELECTRONICS	SCB	SCB X
ANAN	ANANDA DEVELOPMENT	HENG	HENG LEASING AND CAPITAL	SCC	THE SIAM CEMENT
AOT	AIRPORTS OF THAILAND	HMPRO	HOME PRODUCT CENTER	SCCC	SIAM CITY CEMENT
AP	AP (THAILAND)	INTUCH	INTOUCH HOLDINGS	SCGP	SCG PACKAGING
BAFS	BANGKOK AVIATION FUEL SERVICES PCL.	IRPC	IRPC	SEAFCO	SEAFCO
BAM	BANGKOK COMMERCIAL ASSET MANAGEMEN	IVL	INDORAMA VENTURES	SHR	S HOTELS AND RESORTS
BANPU	BANPU	KBANK	KASIKORNBANK	SICT	SILICON CRAFT TECHNOLOGY
BBL	BANGKOK BANK	KCE	KCE ELECTRONICS	SMPC	SAHAMITR PRESSURE CONTAINER
BCP	BANGCHAK CORPORATION	KEX	KERRY EXPRESS (THAILAND)	SNC	SNC FORMER
BCPG	BCPG	KKP	KIATNAKIN PHATRA BANK	SPALI	SUPALAI
BDMS	BANGKOK DUSIT MEDICAL SERVICES	KTB	KRUNG THAI BANK	SPRC	STAR PETROLEUM REFINING
BEM	BANGKOK EXPRESSWAY AND METRO	KTC	KRUNGTHAI CARD	STEC	SINO-THAI ENGINEERING AND CONSTRUCTION
BGRIM	B.GRIMM POWER	LPN	L.P.N. DEVELOPMENT	STGT	SRI TRANG GLOVES (THAILAND)
BPP	BANPU POWER	MAJOR	MAJOR CINEPLEX GROUP	SUN	SUNSWEEP
BTS	BTS GROUP HOLDINGS	MBK	MBK	SVI	SVI
CENTEL	CENTRAL PLAZA HOTEL	MINT	MINOR INTERNATIONAL	TACC	T.A.C. CONSUMER
CK	CH. KARNCHANG	MTC	MUANGTHAI CAPITAL	TCAP	THANACHART CAPITAL
CKP	CK POWER	OR	PTT OIL AND RETAIL BUSINESS	THCOM	THAICOM
COM7	COM7	ORI	ORIGIN PROPERTY	TISCO	TISCO FINANCIAL GROUP
CPALL	CP ALL	OSP	OSOTSPA	TKN	TAOKAENOI FOOD & MARKETING
CPAXT	CP AXTRA	PLANB	PLAN B MEDIA	TOP	THAI OIL
CPF	CHAROEN POKPHAND FOODS	PSH	PRUKSA HOLDING	TTB	TMBTHANACHART BANK
CPN	CENTRAL PATTANA	PTG	PTG ENERGY	TU	THAI UNION GROUP
DELTA	DELTA ELECTRONICS (THAILAND)	PTT	PTT	VGI	VGI
DOHOM	DOHOME	PTTEP	PTT EXPLORATION AND PRODUCTION	WHA	WHA CORPORATION
EGCO	ELECTRICITY GENERATING	PTTGC	PTT GLOBAL CHEMICAL	WHAUP	WHA UTILITIES AND POWER
GFPT	GFPT	PYLON	PYLON	ZEN	ZEN CORPORATION GROUP
GGC	GLOBAL GREEN CHEMICALS	QH	QUALITY HOUSES		



Companies with Very Good CG Scoring

Stock	Company name	Stock	Company name	Stock	Company name
AEONTS	AEON THANA SINSAP (THAILAND)	JMT	JMT NETWORK SERVICES	SFT	SHRINKFLEX (THAILAND)
BCH	BANGKOK CHAIN HOSPITAL	LH	LAND AND HOUSES	SINGER	SINGER THAILAND
BEC	BEC WORLD	M	MK RESTAURANT GROUP	SMD	SAINTMED
BH	BUMRUNGRAD HOSPITAL	MEGA	MEGA LIFESCIENCES	SNNP	SRINANAPORN MARKETING
CBG	CARABAO GROUP	NETBAY	NETBAY	SPA	SIAM WELLNESS GROUP
CHG	CHULARAT HOSPITAL	PJW	PANJAWATTANA PLASTIC	TFG	THAIFOODS GROUP
ERW	THE ERAWAN GROUP	SAK	SAKSIAM LEASING	TIDLOR	NGERN TID LOR
ESSO	ESSO (THAILAND)	SAPPE	SAPPE	TNP	THANAPIRIYA
HUMAN	HUMANICA	SAWAD	SRIAWAD CORPORATION	UBE	UBON BIO ETHANOL
IIG	I&I GROUP	SFLEX	STARFLEX	XO	EXOTIC FOOD



Companies with Good CG Scoring

Stock	Company name	Stock	Company name	Stock	Company name
AU	AFTER YOU	LPH	LADPRAO GENERAL HOSPITAL	TPCH	TPC POWER HOLDING
EKH	EKACHAI MEDICAL CARE	MENA	MENA TRANSPORT		
JMART	JAYMART GROUP HOLDINGS	SISB	SISB		

Companies classified Not in the three highest score groups

Stock	Company name	Stock	Company name	Stock	Company name
BBGI	BBGI	NTSC	Nutrition SC	TGE	THACHANG GREEN ENERGY
BTG	BETAGRO	PLT	Pilatus Marine		
ITC	i-Tail Corporation	PQS	Premier Quality Starch		

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 ERWAN GROUP	SAPPE	SAPPE
AP	ASIAN PROPERTY DEVELOPMENT	GLOW	GLOW ENERGY	SAWAD	SRISAWAD 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
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 2703B-2704, Tower A , Shanghai Dawning Centre,500 Hongbaoshi Road Shanghai, PRC 201103
	Shenzhen	Room 24D1, 24/F, A Unit, Zhen Ye Building,2014 Bao'annan Road, Shenzhen, PRC 518008
Taiwan	Taipei	700 Mingshui Road, Taipei, Taiwan Telephone886.2.2181.8888 · Facsimile886.2.8501.1691
Hong Kong		41/F Central Plaza, 18 Harbour Road, Wanchai, Hong Kong Telephone 852.2878.6888 Facsimile 852.2878.6800
Thailand	Bangkok	8th - 11th floors, Asia Centre Building 173 South Sathorn Road, Bangkok 10120, Thailand Telephone 66.2658.8888 Facsimile 66.2658.8014
Singapore		4 Shenton Way #13-01 SGX Centre 2 Singapore 068807 Telephone 65.6202.1188 Facsimile 65.6534.4826

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Rating	Definition
Outperform (OP)	The stock's excess return over the next twelve months is ranked in the top 40% of KGI's coverage universe in the related market (e.g. Taiwan)..
Neutral (N)	The stock's excess return over the next twelve months is ranked in the range between the top 40% and the bottom 40% of KGI's coverage universe in the related market (e.g. Taiwan)
Under perform (U)	The stock's excess return over the next twelve months is ranked in the bottom 40% of KGI's coverage universe in the related market (e.g. Taiwan).
Not Rated (NR)	The stock is not rated by KGI.
Restricted (R)	KGI policy and/or applicable law regulations preclude certain types of communications, including an investment recommendation, during the course of KGI's engagement in an investment banking transaction and in certain other circumstances. Excess return = 12M target price/current price-
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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