

KRUNG THAI BANK

THAILAND / BANKING

KTB TB

BUY

UNCHANGED

แนวโน้มส่วนต่างดอกเบียขาลง แต่คุณภาพสินทรัพย์
มีแนวโน้มดีขึ้น

- เราคาดว่า การลดอัตราดอกเบี้ยนโยบายและการเพิ่มสัดส่วนสินเชื่อภาครัฐจะกดดันส่วนต่างดอกเบี้ย
- อย่างไรก็ตาม เราคิดว่าต้นทุนความเสี่ยงในการปล่อยสินเชื่อ (Credit cost) และคุณภาพสินเชื่อมีแนวโน้มปรับตัวดีขึ้น
- คงคำแนะนำซื้อที่ราคาเป้าหมายใหม่ที่ 25.80 บาท

ข้อมูลจากที่ประชุมนักวิเคราะห์ที่มีทั้งบวกและลบ

ในภาพรวมเราได้รับข้อมูลทั้งเชิงบวกและเชิงลบจากที่ประชุมนักวิเคราะห์ (5 ม.ย.) เนื่องจากการลดอัตราดอกเบี้ยนโยบายเหลือ 1.50% ภายในสิ้นเดือน ธ.ค. 25 และการขยายตัวของสัดส่วนสินเชื่อภาครัฐ (20% ของสินเชื่อรวม) น่าจะกดดันส่วนต่างดอกเบี้ย อย่างไรก็ตาม เราคาดว่า Credit cost ยังมีโอกาสที่จะลดลงในช่วงที่เหลือของปี 2025 (จาก 123bp ใน 1Q25) จากสินเชื่อใหม่ที่มีคุณภาพ

โอกาสในการเพิ่มอัตราดอกเบี้ยของสินเชื่อภาครัฐและรายย่อยที่มีคุณภาพ

KTB ตั้งเป้าให้พอร์ตสินเชื่อทรงตัวในปี 2025 (เทียบกับที่เราคาดว่าจะโต 2.2%) ในด้านบวกธนาคารฯ ตั้งเป้าจะสินเชื่อรายย่อยที่มีคุณภาพ เช่น บ้านแลกเงินในกลุ่มผู้มีรายได้จากเงินเดือนและสินเชื่อส่วนบุคคลที่อ้างอิงจากบัญชีเงินเดือนพร้อมความเสี่ยงในระดับที่ควบคุมได้ ซึ่งเราเชื่อว่าน่าจะช่วยให้พอร์ตสินเชื่อที่ทรงตัวแก่ธนาคารฯ นอกจากนี้ในความเห็นของเราอีกปัจจัยหนุนการเติบโตของสินเชื่ออาจอยู่ที่สินเชื่อภาครัฐ ผู้บริหารมองเห็นความต้องการสินเชื่อในระดับสูงในกลุ่มดังกล่าวจากสำนักบริหารหนี้สาธารณะ (PDMO) อย่างไรก็ตาม KTB ให้ความเห็นว่าการตั้งราคาของสินเชื่อในกลุ่มดังกล่าวมีการแข่งขันอย่างรุนแรงในกลุ่มธนาคารรัฐ

ไม่เพียงแต่ส่วนต่างดอกเบี้ยแต่ Credit cost ก็มีแนวโน้มลดลง

ในด้านการบริหารส่วนต่างดอกเบี้ยเราคิดว่าปัจจัยกดดันหลักน่าจะมาจาก 1) การลดอัตราดอกเบี้ยนโยบายลงเหลือ 1.5% ภายในเดือน ธ.ค. 25 (เทียบกับ 2.0% ในเดือน ธ.ค. 24) และ 2) สัดส่วนสินเชื่อที่เปลี่ยนไปโดยมีการขยายตัวเพิ่มขึ้นของสัดส่วนสินเชื่อภาครัฐซึ่งให้ผลตอบแทนที่ต่ำมาก ในอีกด้านการจะสินเชื่อรายย่อยที่มีคุณภาพและการปรับต้นทุนเงินฝากประจำให้ลดลงน่าจะช่วยบรรเทาแรงกดดันในด้านส่วนต่างดอกเบี้ย จากการเลือกปล่อยสินเชื่อใหม่ KTB คาดว่าคุณภาพสินทรัพย์โดยรวมจะยังอยู่ในระดับที่จัดการได้แม้ว่าอาจมีปัจจัยกดดันทางเศรษฐกิจในช่วง 2H25 ปัจจุบันเราคาดว่า Credit cost ปี 2025 อยู่ที่ 111bp เทียบกับเป้าหมายของธนาคารฯ ที่ 105-125bp

ปรับลดประมาณการลง 2% คงคำแนะนำซื้อที่ราคาเป้าหมายใหม่ที่ 25.80 บาท

เราปรับลดประมาณการกำไรสุทธิปี 2025-27 ของเราลงประมาณ 2% ส่วนมากจากสมมติฐานส่วนต่างดอกเบี้ยที่ลดลงซึ่งชดเชยได้บางส่วนจากสมมติฐานรายได้ที่ไม่ใช่ดอกเบี้ยสุทธิที่สูงขึ้น และ Credit cost ที่ลดลง หลังปรับประมาณการเราปรับลดราคาเป้าหมายปี 2025 ของเราลงเหลือ 25.80 จาก 26.50 บาท (GGM) ซึ่งคิดเป็น 0.77x 2025E P/BV (COE 10.0%, ROE 8.6%) เราคงคำแนะนำซื้อและเลือก KTB เป็นหุ้นเด่น เราเห็นว่า KTB มีการซื้อขายโดยมี Valuations ในระดับต่ำที่ 0.67x P/BV เทียบกับ ROE ที่ 9.5% นับเป็นระดับสูงที่สุดในกลุ่มธนาคารไทยขนาดใหญ่

TARGET PRICE

THB25.80

CLOSE

THB21.90

UP/DOWNSIDE

+17.8%

PRIOR TP

THB26.50

CHANGE IN TP

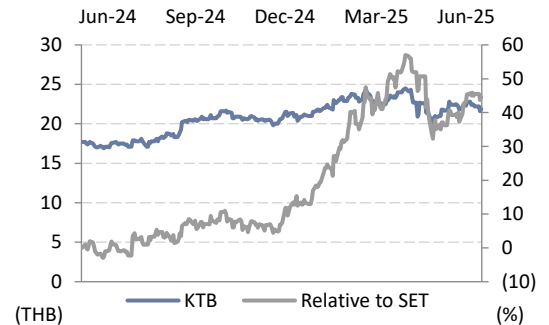
-2.6%

TP vs CONSENSUS

+4.6%

KEY STOCK DATA

YE Dec (THB m)	2024	2025E	2026E	2027E
Operating profit	59,255	58,543	62,275	66,328
Net profit	43,856	43,322	46,083	49,083
EPS (THB)	3.14	3.10	3.30	3.51
vs Consensus (%)	-	(1.4)	1.0	0.7
Recurring net profit	43,856	43,322	46,083	49,083
Core EPS (THB)	3.14	3.10	3.30	3.51
Chg. In EPS est. (%)	-	(1.5)	(2.5)	(2.1)
EPS growth (%)	19.8	(1.2)	6.4	6.5
Core P/E (x)	7.0	7.1	6.6	6.2
Dividend yield (%)	7.1	6.9	7.4	7.9
Price/book (x)	0.7	0.7	0.6	0.6
ROE (%)	10.4	9.5	9.6	9.8
ROA (%)	1.3	1.2	1.3	1.3



Share price performance	1 Month	3 Month	12 Month
Absolute (%)	0.9	(3.5)	27.3
Relative to country (%)	6.1	2.1	49.4
Mkt cap (USD m)	9,416		
3m avg. daily turnover (USD m)	40.1		
Free float (%)	45		
Major shareholder	FIDF (55%)		
12m high/low (THB)	24.70/16.70		
Issued shares (m)	13,976		

Sources: Bloomberg consensus; FSSIA estimates



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Investment thesis

We expect KTB to maintain positive momentum in 2025-27, supported by:

- Continued loan expansion, driven by government and state-owned enterprise (SOE) loans (mainly for public services) and retail lending.
- Room to expand non-interest income (non-NII) like bancassurance, mutual funds, and digital services.
- Benign asset quality conditions with room to lower the credit cost to c110bp from 120-130bp.
- A higher dividend payout ratio of 49% from 33% previously. Accordingly, we expect the ROE at 9.5-9.7% for KTB during 2025-27, which is the highest level among the top five large Thai banks.

Company profile

Krung Thai Bank began operations in 1966 and was the first privatised state enterprise to be listed on the SET in 1989. Key focuses for KTB are the retail (mortgage loans, personal loans, and credit cards) and government-related loan segments.

www.ktb.co.th

Principal activities (revenue, 2024)

Activity	Percentage
Net interest income	74.9 %
Non-interest income	25.1 %

Source: Krung Thai Bank

Major shareholders

Shareholder	Percentage
FIDF	55.1 %
Thai NVDR	7.6 %
EGAT Saving and Credit Cooperative Limited	3.0 %
Others	34.3 %

Source: Krung Thai Bank

Catalysts

- Higher loan demand for retail, corporate, and government-related loans.
- A better-than-expected non-NII from bancassurance, digital engagement, and gain on sales (of investment portfolio, NPLs, NPAs, etc.)
- Benign asset quality with a low credit cost.

Risks to our call

Downside risks to our GGM-based TP are 1) prolonged economic sluggishness affecting loan growth and asset quality, and 2) the impact of new regulations from the Bank of Thailand.

Event calendar

Date	Event
July 2025	2Q25 results announcement

Key assumptions

Key assumptions (%)	2025E	2026E	2027E
Loan growth	2.19	2.40	2.40
NIM	3.09	3.07	3.09
Cost-to-income ratio	43.56	42.37	41.32
Credit cost	1.11	1.10	1.10
NPL ratio	3.62	3.60	3.57
ROE	9.52	9.63	9.75

Source: FSSIA estimates

Earnings sensitivity

----- 2025E -----				
Loan growth (%)	±1ppt	1.19	2.19	3.19
% change in net profit		(0.7)		0.7
NIM (%)	±5bp	3.04	3.09	3.14
% change in net profit		(4.2)		4.2
Cost-to-income ratio (%)	±1ppt	42.56	43.56	44.56
% change in net profit		3.6		(3.6)
Credit cost (bp)	±10bp	101	111	121
% change in net profit		6.3		(6.3)

Source: FSSIA estimates

Downward NIM but better loan quality

Key takeaways from 1Q25 analyst meeting

Overall, we have a mixed tone from KTB's meeting (5 June) as a policy interest rate cut to 1.50% by Dec 25 and a higher portion of government-related loans (20% of KTB's total loans) should pressure NIM. Nonetheless, KTB's management believes the credit cost has room to decrease for the remainder of 2025, from 123bp in 1Q25, due to new quality lending.

- KTB targets flat loan growth for 2025 (vs FSSIA's forecast of 2.2%). On the positive side, it aims to penetrate quality retail loans, such as home-for-cash among the salary income group and payroll-linked personal loans, with a controllable risk profile. They would create a stable loan balance for KTB, we believe.
- Another driver for KTB's loan growth, in our view, could be government-related loans. KTB's management sees high loan demand in this segment from the Public Debt Management Office (PDMO). However, KTB commented that the pricing in this segment is very competitive among state banks.
- For NIM management, we think the major pressure would come from 1) a policy interest rate cut to 1.5% by Dec 25 (vs 2.0% in Dec 24), and 2) a change in loan mix with more government-related loans, which generate a very low yield. On the other hand, the penetration of quality retail loans and a downward repricing of its fixed deposits would alleviate NIM pressure.
- With selective new lending, KTB expects overall asset quality to remain manageable, despite potential economic headwinds in 2H25. With this expectation and a higher government-related loan mix (near-zero probability of default), KTB believes its credit cost of 123bp in 1Q25 is the highest level of the year and should decrease in 2Q-4Q25. We now expect KTB's credit cost for 2025 at 111bp vs its target range of 105-125bp.
- Meanwhile, the NPL coverage ratio may have limited room to decrease from 188% in 1Q25, as this would be a good buffer amid an uncertain economic situation, we believe.
- There are many questions about the room to enhance KTB's capital management. This is because the CET1 ratio was at c19%, one of the highest levels among Thai banks. Hence, the options for KTB could include a higher dividend payout ratio than c50% in 2024, a special dividend, and a semiannual dividend announcement (vs an annual dividend announcement currently). Management accepted comments from analysts and would propose them to the Board of Directors. Any further action for KTB's capital management would be a positive catalyst, in our view, as it would further enhance KTB's ROE of c9.5%.

Exhibit 1: KTB – GGM based 2025 TP

Target price calculation based on Gordon Growth Model (GGM)			
Sustainable ROE	8.4%	Cost of Equity (COE) calculation	
COE	10.0%	Risk-Free Rate	3.0%
Long-term growth (g)	3.0%	Equity Premium	7.0%
Derived P/BV multiple (x)	0.77	Equity Beta (x)	1.00
		COE	10.0%
Dec 2025E Book Value (THB)	33.38		
Derived target price (THB)	25.80		

Source: FSSIA estimates

Exhibit 2: KTB's target price sensitivity

ROE	Growth rate assumption				
	1.0%	2.0%	3.0%	4.0%	5.0%
6.4%	20.0	18.4	16.2	13.4	9.3
7.4%	23.7	22.5	21.0	18.9	16.0
8.4%	27.4	26.7	25.8	24.5	22.7
9.4%	31.2	30.9	30.5	30.0	29.4
10.4%	34.9	35.0	35.3	35.6	36.0

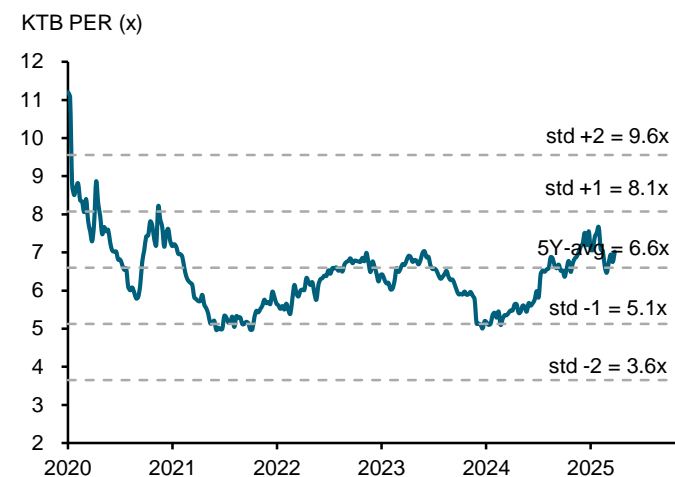
Source: FSSIA estimates

Exhibit 3: 2025-27 earnings forecast revisions

	Revised forecast			Previous forecast			Change		
	2025E (THB m)	2026E (THB m)	2027E (THB m)	2025E (THB m)	2026E (THB m)	2027E (THB m)	2025E (%)	2026E (%)	2027E (%)
Net Interest Income	112,340	114,378	117,556	118,268	122,761	126,786	-5.0%	-6.8%	-7.3%
Non-Interest Income	45,131	47,092	49,185	41,615	43,321	45,111	8.4%	8.7%	9.0%
PPOP	88,880	93,052	97,843	90,853	96,034	100,421	-2.2%	-3.1%	-2.6%
Loan loss provisions	30,337	30,777	31,516	31,416	32,167	32,644	-3.4%	-4.3%	-3.5%
Net Profit	43,322	46,083	49,083	43,983	47,262	50,154	-1.5%	-2.5%	-2.1%
Key ratios							(ppt)	(ppt)	(ppt)
NIM (%)	3.09	3.07	3.09	3.24	3.28	3.31	(0.15)	(0.21)	(0.22)
Cost to income (%)	43.56	42.37	41.32	43.18	42.18	41.58	0.38	0.20	(0.26)
ROA (%)	1.14	1.18	1.23	1.16	1.22	1.26	(0.02)	(0.03)	(0.03)
ROE (%)	9.52	9.63	9.75	9.66	9.86	9.94	(0.14)	(0.23)	(0.19)
Credit cost (%)	1.11	1.10	1.10	1.15	1.14	1.13	(0.04)	(0.04)	(0.03)
Loan growth (%)	2.19	2.40	2.40	2.99	2.40	2.40	(0.80)	(0.00)	(0.00)
Net profit growth (%)	-1.22	6.37	6.51	0.29	7.45	6.12	(1.51)	(1.08)	0.39

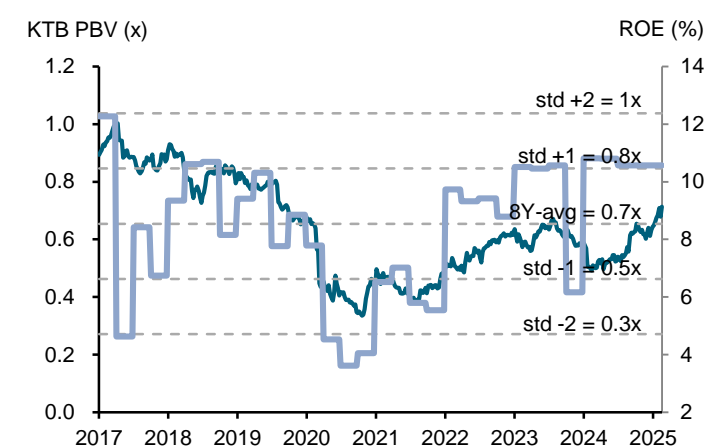
Source: FSSIA estimates

Exhibit 4: KTB – one-year prospective P/E band



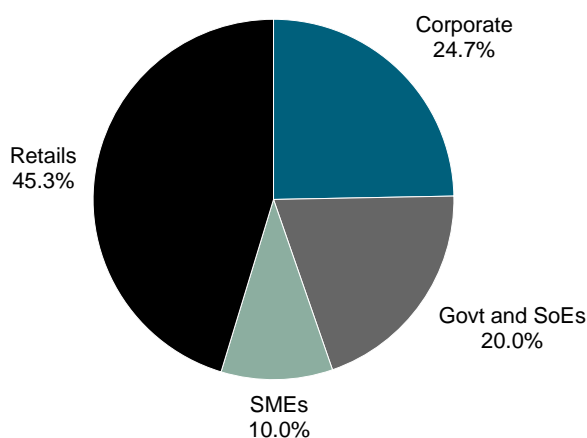
Sources: Bloomberg; FSSIA estimates

Exhibit 5: KTB – one-year prospective P/BV band



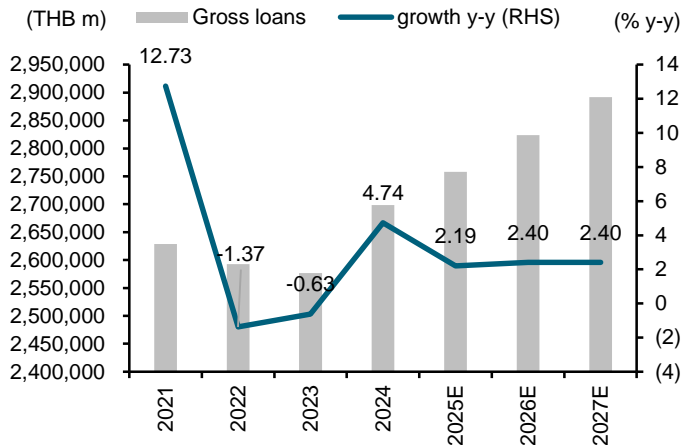
Sources: Bloomberg; FSSIA estimates

Exhibit 6: KTB's loan breakdown – Government-related and state-owned enterprises (Govt+SoEs) contribute 20% of total loans



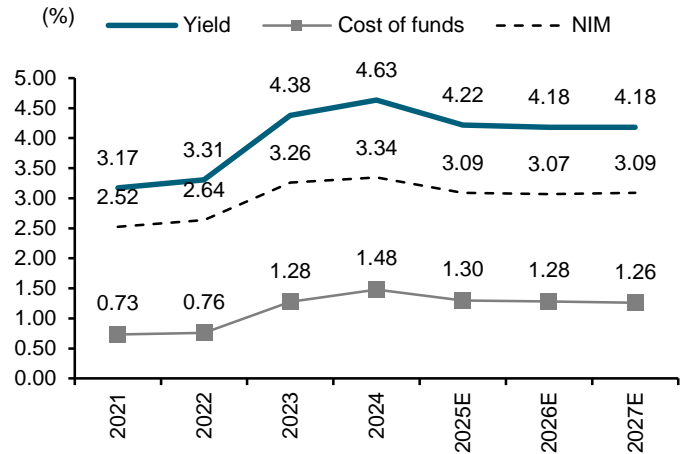
Sources: KTB, FSSIA compilation

Exhibit 7: Gross loan and loan growth



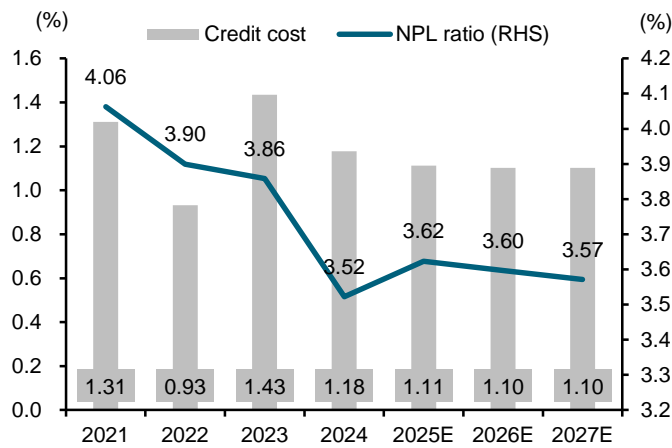
Sources: KTB, FSSIA estimates

Exhibit 8: Annual yield, cost of funds and NIM



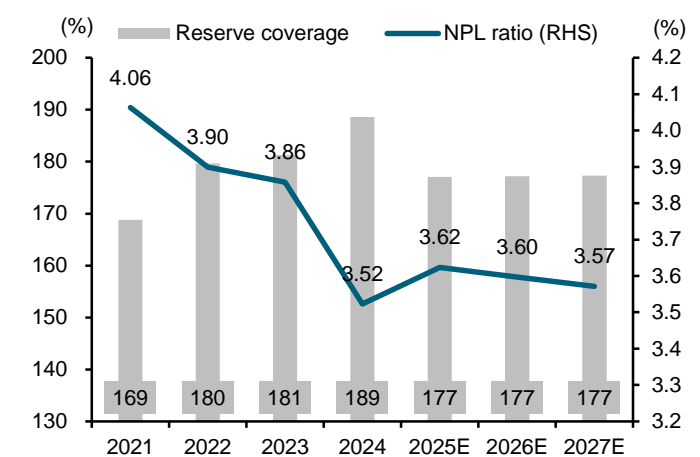
Sources: KTB, FSSIA estimates

Exhibit 9: Credit cost and NPL ratio



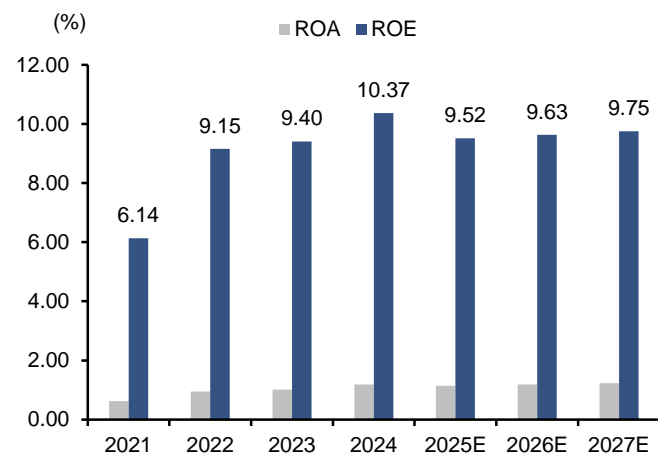
Sources: KTB, FSSIA estimates

Exhibit 10: NPL ratio and NPL coverage



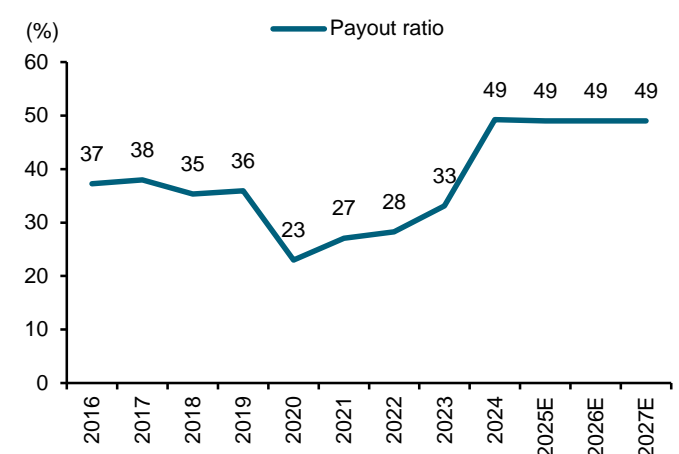
Sources: KTB, FSSIA estimates

Exhibit 11: ROA and ROE – ROE close to 10%; highest among large banks



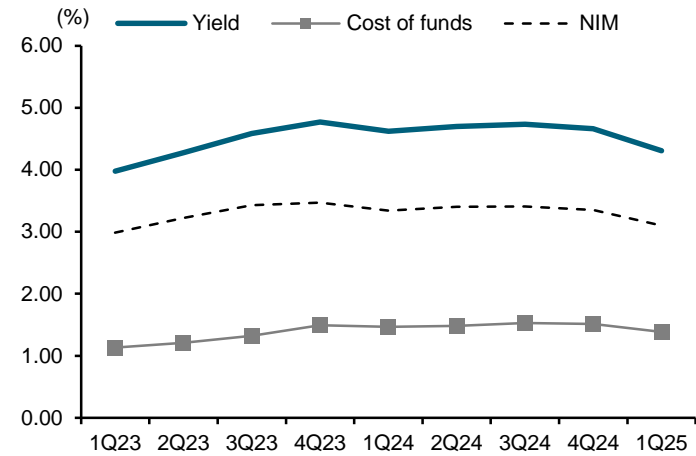
Sources: KTB, FSSIA estimates

Exhibit 12: Expect 49% dividend payout ratio with upside risk from high CET1 of c19%



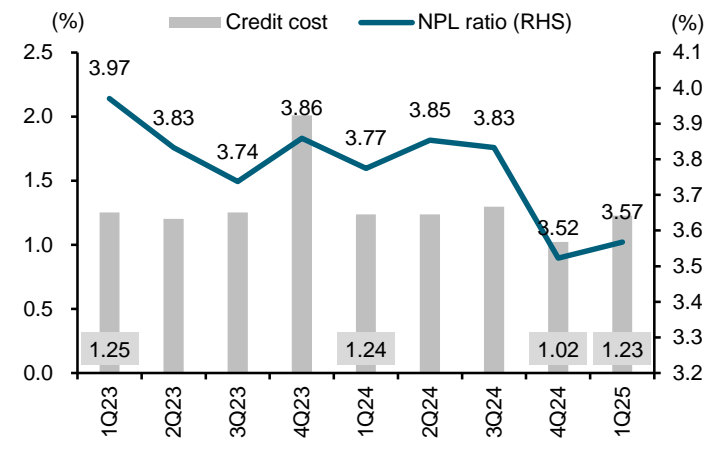
Sources: KTB, FSSIA estimates

Exhibit 13: Quarterly yield, cost of funds and NIM



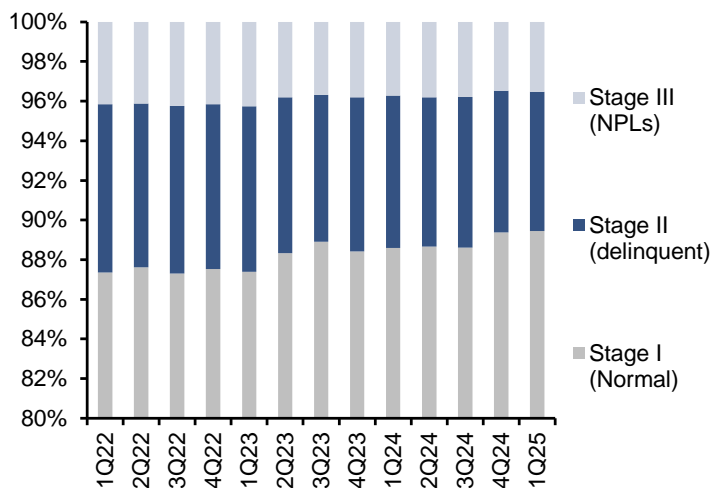
Sources: KTB, FSSIA compilation

Exhibit 14: With new quality lending, it is possible to lower credit cost from 123bp in 1Q25



Sources: KTB, FSSIA compilation

Exhibit 15: KTB's loans by stage – overall looks benign



Sources: KTB, FSSIA compilation

Exhibit 16: Peer regional banks comparison, as of 5 June 2025

Company name	BBG code	Share price (LCY)	Target price (LCY)	Up side (%)	Market Cap. (USD m)	----- PE ----- 25E (x)	26E (x)	---- PBV ---- 25E (x)	26E (x)	----- ROE ----- 25E (%)	26E (%)	---- Div yld ---- 25E (x)	26E (x)
Thailand													
Bangkok Bank	BBL TB	142.00	194.00	37	8,339	5.7	5.4	0.5	0.4	8.3	8.3	6.3	6.7
Kasikornbank	KBANK TB	156.50	186.00	19	11,407	7.2	6.7	0.6	0.6	8.9	9.1	6.3	6.7
Krung Thai Bank	KTB TB	21.90	25.80	18	9,416	7.1	6.6	0.7	0.6	9.5	9.6	6.9	7.4
SCB X	SCB TB	117.50	130.00	11	12,171	8.6	8.3	0.8	0.8	9.4	9.5	9.3	9.7
TMBThanachart Bank	TTB TB	1.94	2.05	6	5,714	8.6	8.6	0.8	0.7	9.0	8.7	7.0	7.0
Kiatnakin Bank	KKP TB	45.00	50.00	11	1,146	8.2	7.6	0.6	0.6	7.3	7.6	7.3	7.9
Tisco Financial Group	TISCO TB	97.75	95.00	(3)	2,408	12.0	11.6	1.8	1.8	15.1	15.5	7.9	7.9
Thailand weighted average						7.7	7.3	0.7	0.7	9.3	9.4	7.3	7.7
Hong Kong													
Industrial & Comm Bank of China	1398 HK	5.90	n/a	n/a	331,707	5.5	5.5	0.5	0.5	9.5	9.1	5.6	5.7
China Construction Bank	939 HK	7.30	n/a	n/a	235,392	5.1	5.0	0.5	0.5	9.9	9.5	5.9	6.0
HSBC Holdings	5 HK	93.05	n/a	n/a	207,475	8.9	8.5	1.2	1.1	13.1	13.4	5.7	5.9
Bank of China	3988 HK	4.61	n/a	n/a	208,454	5.6	5.5	0.5	0.5	9.1	8.7	5.6	5.7
Hong Kong average						6.3	6.1	0.7	0.6	10.4	10.2	5.7	5.8
China													
Industrial & Comm Bank of China	601398 CH	7.09	n/a	n/a	331,707	7.1	6.9	0.6	0.6	9.4	9.0	4.4	4.5
Agricultural Bank of China	601288 CH	5.57	n/a	n/a	268,988	7.1	6.9	0.7	0.7	10.0	9.6	4.3	4.5
China Construction Bank	601939 CH	9.00	n/a	n/a	235,392	6.8	6.8	0.7	0.6	10.0	9.6	4.4	4.5
Bank of China	601988 CH	5.47	n/a	n/a	208,454	7.2	7.1	0.6	0.6	9.0	8.6	4.4	4.4
China average						7.1	6.9	0.7	0.6	9.6	9.2	4.4	4.5
South Korea													
KB Financial Group	105560 KS	106,300	n/a	n/a	29,938	7.0	6.5	0.7	0.6	9.7	9.4	3.4	3.7
Shinhan Financial Group	055550 KS	59,200	n/a	n/a	21,672	5.9	5.5	0.5	0.5	8.8	8.7	3.9	4.2
Hana Financial Group	086790 KS	73,500	n/a	n/a	15,451	5.3	5.0	0.5	0.4	9.1	8.9	5.0	5.3
Industrial Bank of Korea	024110 KS	16,050	n/a	n/a	9,449	4.7	4.6	0.4	0.4	8.2	8.0	7.0	7.5
South Korea average						5.7	5.4	0.5	0.5	8.9	8.8	4.8	5.2
Indonesia													
Bank Central Asia	BBCA IJ	8,925	n/a	n/a	67,652	18.8	17.5	3.9	3.6	21.2	21.0	3.5	3.8
Bank Rakyat Indonesia Persero	BBRI IJ	4,100	n/a	n/a	38,209	10.6	9.6	1.9	1.8	18.1	19.3	8.2	8.7
Bank Mandiri Persero	BMRI IJ	5,075	n/a	n/a	29,125	8.5	7.9	1.6	1.5	19.0	19.2	7.8	7.8
Bank Negara Indonesia Persero	BBNI IJ	4,420	n/a	n/a	10,137	7.4	6.7	1.0	0.9	13.6	13.8	8.2	8.8
Bank Syariah Indonesia	BRIS IJ	2,570	n/a	n/a	7,290	14.3	12.1	2.3	2.0	17.1	17.7	1.2	1.6
Indonesia average						11.9	10.8	2.1	1.9	17.8	18.2	5.8	6.1
Malaysia													
Malayan Banking	MAY MK	9.70	n/a	n/a	27,682	11.2	10.8	1.2	1.2	10.9	10.9	6.6	6.8
Public Bank	PBK MK	4.28	n/a	n/a	19,646	11.3	10.8	1.4	1.3	12.5	12.4	5.4	5.7
CIMB Group Holdings	CIMB MK	6.87	n/a	n/a	17,363	9.2	8.7	1.0	0.9	11.1	11.2	6.2	6.6
Hong Leong Bank	HLBK MK	19.54	n/a	n/a	10,037	9.1	8.6	1.0	0.9	11.6	11.1	3.9	4.3
RHB Bank	RHBBANK MK	6.40	n/a	n/a	6,567	8.6	8.1	0.8	0.8	9.8	9.9	7.0	7.4
Malaysia average						9.9	9.4	1.1	1.0	11.2	11.1	5.8	6.1
Singapore													
DBS Group Holdings	DBS SP	45.02	n/a	n/a	99,403	11.7	11.4	1.9	1.8	16.1	15.9	6.8	7.1
Oversea-Chinese Banking	OCBC SP	16.23	n/a	n/a	56,959	10.1	9.9	1.2	1.1	12.2	12.0	6.0	5.8
United Overseas Bank	UOB SP	35.29	n/a	n/a	45,629	9.9	9.4	1.2	1.1	12.1	11.4	6.2	5.7
Singapore average						10.6	10.2	1.4	1.4	13.5	13.1	6.3	6.2
Regional average (excl. Thailand)						8.7	8.2	1.1	1.0	12.0	11.9	5.5	5.7
Total average (incl. Thailand)						8.6	8.1	1.0	1.0	11.5	11.5	5.9	6.1

Sources: Bloomberg; FSSIA estimates

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Profit and Loss (THB m) Year Ending Dec	2023	2024	2025E	2026E	2027E
Interest Income	152,369	165,105	153,374	155,699	159,121
Interest expense	(38,949)	(45,990)	(41,034)	(41,321)	(41,565)
Net interest income	113,419	119,115	112,340	114,378	117,556
Net fees & commission	20,872	22,282	23,483	24,747	26,077
Foreign exchange trading income	5,178	4,703	5,173	5,690	6,259
Securities trading income	195	891	909	927	945
Dividend income	319	384	396	408	420
Other income	9,481	11,727	15,170	15,320	15,482
Non interest income	36,046	39,988	45,131	47,092	49,185
Total income	149,465	159,102	157,471	161,470	166,741
Staff costs	(26,133)	(27,374)	(26,826)	(26,290)	(26,290)
Other operating costs	(36,024)	(41,404)	(41,765)	(42,129)	(42,608)
Operating costs	(62,157)	(68,778)	(68,591)	(68,419)	(68,898)
Pre provision operating profit	87,309	90,324	88,880	93,052	97,843
Expected credit loss	(37,085)	(31,070)	(30,337)	(30,777)	(31,516)
Other provisions	-	-	-	-	-
Operating profit	50,223	59,255	58,543	62,275	66,328
Recurring non operating income	0	0	0	0	-
Associates	-	-	-	-	-
Goodwill amortization	-	-	-	-	-
Non recurring items	-	-	-	-	-
Profit before tax	50,223	59,255	58,543	62,275	66,328
Tax	(9,902)	(11,576)	(11,709)	(12,455)	(13,266)
Profit after tax	40,321	47,679	46,835	49,820	53,062
Non-controlling interest	(3,705)	(3,823)	(3,513)	(3,736)	(3,980)
Preferred dividends	-	-	-	-	-
Other items	-	-	-	-	-
Reported net profit	36,616	43,856	43,322	46,083	49,083
Non recurring items & goodwill (net)	-	-	-	-	-
Recurring net profit	36,616	43,856	43,322	46,083	49,083
Per share (THB)					
Recurring EPS *	2.62	3.14	3.10	3.30	3.51
Reported EPS	2.62	3.14	3.10	3.30	3.51
DPS	0.87	1.55	1.52	1.62	1.72
Growth					
Net interest income (%)	25.5	5.0	(5.7)	1.8	2.8
Non interest income (%)	3.0	10.9	12.9	4.3	4.4
Pre provision operating profit (%)	23.6	3.5	(1.6)	4.7	5.1
Operating profit (%)	8.5	18.0	(1.2)	6.4	6.5
Reported net profit (%)	8.7	19.8	(1.2)	6.4	6.5
Recurring EPS (%)	8.7	19.8	(1.2)	6.4	6.5
Reported EPS (%)	8.7	19.8	(1.2)	6.4	6.5
Income Breakdown					
Net interest income (%)	75.9	74.9	71.3	70.8	70.5
Net fees & commission (%)	14.0	14.0	14.9	15.3	15.6
Foreign exchange trading income (%)	3.5	3.0	3.3	3.5	3.8
Securities trading income (%)	0.1	0.6	0.6	0.6	0.6
Dividend income (%)	0.2	0.2	0.3	0.3	0.3
Other income (%)	6.3	7.4	9.6	9.5	9.3
Operating performance					
Gross interest yield (%)	4.38	4.63	4.22	4.18	4.18
Cost of funds (%)	1.28	1.48	1.30	1.28	1.26
Net interest spread (%)	3.10	3.15	2.92	2.90	2.92
Net interest margin (%)	3.3	3.3	3.1	3.1	3.1
Cost/income(%)	41.6	43.2	43.6	42.4	41.3
Cost/assets(%)	1.7	1.9	1.8	1.8	1.7
Effective tax rate (%)	19.7	19.5	20.0	20.0	20.0
Dividend payout on recurring profit (%)	33.1	49.3	49.0	49.0	49.0
ROE (%)	9.4	10.4	9.5	9.6	9.8
ROE - COE (%)	(0.6)	0.4	(0.5)	(0.4)	(0.2)
ROA (%)	1.1	1.3	1.2	1.3	1.3
RORWA (%)	2.0	2.4	2.3	2.4	2.5
* Pre-exceptional, pre-goodwill and fully diluted					

Sources: Krung Thai Bank; FSSIA estimates

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Balance Sheet (THB m) Year Ending Dec	2023	2024	2025E	2026E	2027E
Gross customer loans	2,576,516	2,698,611	2,757,813	2,824,001	2,891,777
Allowance for expected credit loss	(173,317)	(173,879)	(176,913)	(179,990)	(183,142)
interest in suspense	22,909	24,343	24,825	25,139	25,742
Net customer loans	2,426,108	2,549,075	2,605,726	2,669,149	2,734,377
Bank loans	701,162	534,775	561,514	561,514	561,514
Government securities	-	-	-	-	-
Trading securities	-	-	-	-	-
Investment securities	263,708	351,085	365,129	379,734	394,923
Cash & equivalents	55,626	56,889	55,304	70,800	87,077
Other interesting assets	-	-	-	-	-
Tangible fixed assets	31,064	29,237	29,822	30,419	31,027
Associates	13,533	19,866	20,264	20,669	21,082
Goodwill	23,226	22,918	22,918	22,918	22,918
Other intangible assets	-	-	-	-	-
Other assets	163,274	180,338	180,900	181,474	182,059
Total assets	3,677,700	3,744,184	3,841,577	3,936,676	4,034,977
Customer deposits	2,646,872	2,731,344	2,802,359	2,869,616	2,938,487
Bank deposits	282,696	255,872	258,431	261,015	263,625
Other interest bearing liabilities	160,839	132,464	132,464	132,464	132,464
Non interest bearing liabilities	166,447	160,117	161,326	162,557	163,809
Hybrid Capital	-	-	-	-	-
Total liabilities	3,256,853	3,279,797	3,354,580	3,425,651	3,498,385
Share capital	72,005	72,005	72,005	72,005	72,005
Reserves	330,371	371,833	394,443	418,471	444,039
Total equity	402,376	443,838	466,448	490,476	516,044
Non-controlling interest	18,470	20,549	20,549	20,549	20,549
Total liabilities & equity	3,677,700	3,744,184	3,841,577	3,936,676	4,034,977
Supplementary items					
Risk weighted assets (RWA)	2,037,273	2,008,361	2,052,506	2,101,558	2,151,995
Average interest earning assets	3,481,109	3,562,928	3,634,464	3,724,852	3,806,731
Average interest bearing liabilities	3,054,457	3,105,044	3,156,467	3,228,175	3,298,835
CET 1 capital	355,554	377,999	397,960	419,193	441,808
Total capital	420,514	418,316	438,277	459,510	482,125
Gross non performing loans (NPL)	99,407	95,065	99,929	101,583	103,271
Per share (THB)					
Book value per share	28.79	31.76	33.37	35.09	36.92
Tangible book value per share	27.13	30.12	31.73	33.45	35.28
Growth					
Gross customer loans	(0.6)	4.7	2.2	2.4	2.4
Average interest earning assets	1.5	2.4	2.0	2.5	2.2
Total asset (%)	2.4	1.8	2.6	2.5	2.5
Risk weighted assets (%)	(0.7)	(1.4)	2.2	2.4	2.4
Customer deposits (%)	2.2	3.2	2.6	2.4	2.4
Leverage & capital measures					
Customer loan/deposits (%)	91.7	93.3	93.0	93.0	93.1
Equity/assets (%)	10.9	11.9	12.1	12.5	12.8
Tangible equity/assets (%)	10.3	11.2	11.5	11.9	12.2
RWA/assets (%)	55.4	53.6	53.4	53.4	53.3
CET 1 CAR (%)	17.5	18.8	19.4	19.9	20.5
Total CAR (%)	20.6	20.8	21.4	21.9	22.4
Asset Quality (FSSIA's calculation)					
Change in NPL (%)	(1.7)	(4.4)	5.1	1.7	1.7
NPL/gross loans (%)	3.9	3.5	3.6	3.6	3.6
Allowance for ECL/gross loans (%)	6.7	6.4	6.4	6.4	6.3
Allowance for ECL/NPL (%)	174.4	182.9	177.0	177.2	177.3
Valuation					
Recurring P/E (x) *	8.4	7.0	7.1	6.6	6.2
Recurring P/E @ target price (x) *	9.9	8.2	8.3	7.8	7.3
Reported P/E (x)	8.4	7.0	7.1	6.6	6.2
Dividend yield (%)	4.0	7.1	6.9	7.4	7.9
Price/book (x)	0.8	0.7	0.7	0.6	0.6
Price/tangible book (x)	0.8	0.7	0.7	0.7	0.6
Price/tangible book @ target price (x)	1.0	0.9	0.8	0.8	0.7
* Pre-exceptional, pre-goodwill and fully diluted					

Sources: Krung Thai Bank; FSSIA estimates

Krung Thai Bank PCL (KTB TB)

FSSIA ESG rating


63.10 /100

Exhibit 17: FSSIA ESG score implication

Rating	Score	Implication
★★★★★	>79-100	Leading its industry peers in managing the most significant ESG risks which not only better cost efficiency but also lead to higher profitability.
★★★★★	>59-79	A mixed track record of managing the most significant ESG risks and opportunities relative to industry peers.
★★★	>39-59	Relevant ESG materiality matrix has been constructively addressed, well-managed and incorporated into day-to-day operations, in which targets and achievements are evaluated annually.
★★	>19-39	Relevant ESG materiality matrix has been identified with key management in charge for progress to be followed up on and to provide intensive disclosure. Most targets are conventional and achievable.
★	1-19	The company has adopted the United Nations Sustainable Development Goals (UN SDGs), established sustainability management guidelines and fully complies with regulations or ESG suggested guidance from related organizations such as the SET and SEC.

Sources: FSSIA estimates

Exhibit 18: ESG – peer comparison

	FSSIA	Domestic ratings						Global ratings						Bloomberg	
	ESG score	DJSI	SET ESG Rating	SET ESG Rating	ESG score	ESG level	Thai CAC	Morningstar ESG risk	ESG Book	MSCI	Moody's	Refinitiv	S&P Global	ESG score	Disclosure score
SET100	69.20	5.34	4.40	4.40	4.76	4.65	3.84	Medium	51.76	BBB	20.87	58.72	63.91	3.72	28.17
Coverage	67.12	5.11	4.15	4.17	4.83	4.71	3.53	Medium	52.04	BB	16.97	56.85	62.09	3.40	31.94
BBL	62.08	--	Y	Y	5.00	5.00	Certified	Medium	54.70	--	29.00	58.68	67.00	2.19	60.06
KBANK	84.17	Y	Y	Y	5.00	5.00	Certified	Medium	62.19	AA	46.00	73.83	83.00	4.05	59.77
KTB	63.10	--	Y	Y	5.00	5.00	Certified	Medium	53.59	BBB	34.00	64.64	64.00	2.12	61.33
SCB	62.57	Y	Y	Y	5.00	4.00	--	High	--	A	--	--	86.00	3.43	--
KKP	62.96	--	Y	Y	5.00	5.00	Certified	Medium	52.81	BBB	--	77.56	26.00	2.18	45.90
TISCO	61.17	--	Y	Y	5.00	5.00	Certified	Medium	61.41	--	--	66.13	29.00	3.57	44.21
TTB	63.69	--	Y	Y	5.00	5.00	Certified	Medium	53.98	--	36.00	56.17	71.00	3.20	52.96

Sources: [SETTRADE.com](https://www.settrade.com); FSSIA's compilation

Exhibit 19: ESG score by Bloomberg

FY ending Dec 31	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
ESG financial materiality scores - ESG score	1.36	1.75	1.82	1.72	2.13	2.07	2.14	2.12
BESG environmental pillar score	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
BESG social pillar score	1.18	1.88	1.95	1.92	2.63	2.65	2.72	2.63
BESG governance pillar score	3.69	4.06	4.28	3.83	4.34	4.03	4.18	4.28
ESG disclosure score	38.85	41.85	42.19	42.19	53.35	55.27	56.12	61.33
Environmental disclosure score	6.74	8.46	8.46	8.46	34.46	38.63	38.63	39.47
Social disclosure score	28.57	29.56	30.59	30.59	38.12	39.69	42.26	57.07
Governance disclosure score	81.10	87.36	87.36	87.36	87.36	87.36	87.36	87.36
Environmental								
Emissions reduction initiatives	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Climate change policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Climate change opportunities discussed	No	No	No	No	No	No	No	No
Risks of climate change discussed	No	No	No	No	No	No	No	No
GHG scope 1	—	—	—	—	14	14	12	15
GHG scope 2 location-based	7	135	128	60	53	50	45	42
GHG Scope 3	—	—	—	—	26	28	27	43
Carbon per unit of production	—	—	—	—	—	—	—	—
Biodiversity policy	No	No	No	No	No	No	No	Yes
Energy efficiency policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Total energy consumption	—	—	—	—	211	203	180	174
Renewable energy use	—	—	—	—	0	0	0	0
Electricity used	—	232	219	103	105	100	90	84
Fuel used - natural gas	—	—	—	—	—	—	—	—

Sources: Bloomberg; FSSIA's compilation

Exhibit 20: ESG score by Bloomberg (cont.)

FY ending Dec 31	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
Fuel used - crude oil/diesel	No	No	No	No	No	No	No	No
Waste reduction policy	No	No	No	No	No	Yes	Yes	Yes
Hazardous waste	—	—	—	—	—	0	0	0
Total waste	—	—	—	—	3	4	3	3
Waste recycled	—	—	—	—	—	—	—	—
Waste sent to landfills	—	—	—	—	—	—	—	—
Environmental supply chain management	No	No	No	No	Yes	Yes	Yes	Yes
Water policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Water consumption	—	—	—	—	170	147	121	119
Social								
Human rights policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Policy against child labor	No	No	Yes	Yes	Yes	Yes	Yes	Yes
Quality assurance and recall policy	No	No	No	No	No	No	No	No
Consumer data protection policy	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Equal opportunity policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Gender pay gap breakout	No	No	No	No	No	No	No	No
Pct women in workforce	69	69	69	70	70	70	70	71
Pct disabled in workforce	—	—	—	—	—	—	—	—
Business ethics policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Anti-bribery ethics policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Health and safety policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Lost time incident rate - employees	0	0	0	0	0	0	0	0
Total recordable incident rate - employees	0	0	0	0	0	0	0	0
Training policy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Fair remuneration policy	No	No	No	No	No	No	No	No
Number of employees – CSR	24,057	23,611	22,417	21,606	21,133	20,262	18,937	17,157
Employee turnover pct	—	—	—	—	7	5	9	12
Total hours spent by firm - employee training	2,742,500	1,726,760	1,693,780	1,591,920	1,507,460	2,322,770	2,102,850	1,350,850
Social supply chain management	No	No	No	No	Yes	Yes	Yes	Yes
Governance								
Board size	12	12	12	12	11	12	12	12
No. of independent directors (ID)	4	6	6	6	5	6	6	6
No. of women on board	0	1	1	1	2	2	2	2
No. of non-executive directors on board	9	11	11	11	10	8	8	11
Company conducts board evaluations	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
No. of board meetings for the year	28	27	27	24	27	26	23	22
Board meeting attendance pct	93	96	92	84	94	97	100	96
Board duration (years)	3	3	3	3	3	3	3	3
Director share ownership guidelines	No	No	No	No	No	No	No	No
Age of the youngest director	51	44	45	47	48	49	49	50
Age of the oldest director	61	62	63	64	64	65	66	67
No. of executives / company managers	21	20	20	20	19	21	19	22
No. of female executives	7	4	5	4	3	3	3	3
Executive share ownership guidelines	No	No	No	No	No	No	No	No
Size of audit committee	3	4	4	3	3	3	3	3
No. of ID on audit committee	3	4	4	3	3	3	3	3
Audit committee meetings	19	26	25	22	20	22	19	26
Audit meeting attendance %	91	96	95	95	98	100	98	98
Size of compensation committee	4	3	3	3	2	3	3	3
No. of ID on compensation committee	3	2	3	2	1	2	2	2
No. of compensation committee meetings	20	19	17	17	21	20	15	15
Compensation meeting attendance %	95	95	90	92	94	100	100	100
Size of nomination committee	4	3	3	3	2	3	3	3
No. of nomination committee meetings	20	19	17	17	21	20	15	15
Nomination meeting attendance %	95	95	90	92	94	100	100	100
Sustainability governance								
Verification type	No	No	No	No	No	No	No	No

Sources: Bloomberg; FSSIA's compilation

Disclaimer for ESG scoring

ESG score	Methodology	Rating																			
The Dow Jones Sustainability Indices (DJSI) By S&P Global	The DJSI World applies a transparent, rules-based component selection process based on the companies' Total Sustainability Scores resulting from the annual S&P Global Corporate Sustainability Assessment (CSA). Only the top-ranked companies within each industry are selected for inclusion.	Be a member and invited to the annual S&P Global Corporate Sustainability Assessment (CSA) for DJSI. Companies with an S&P Global ESG Score of less than 45% of the S&P Global ESG Score of the highest scoring company are disqualified. The constituents of the DJSI indices are selected from the Eligible Universe.																			
SET ESG Ratings List (SETESG) by The Stock Exchange of Thailand (SET)	SET ESG quantifies responsibility in Environmental and Social issues by managing business with transparency in Governance, updated annually. Candidates must pass the preemptive criteria, with two crucial conditions: 1) no irregular trading of the board members and executives; and 2) free float of >150 shareholders, and combined holding must be >15% of paid-up capital. Some key disqualifying criteria include: 1) CG score of below 70%; 2) independent directors and free float violation; 3) executives' wrongdoing related to CG, social & environmental impacts; 4) equity in negative territory; and 5) earnings in red for > 3 years in the last 5 years.	To be eligible for SETESG inclusion , verified data must be scored at a minimum of 50% for each indicator, unless the company is a part of DJSI during the assessment year. The scoring will be fairly weighted against the nature of the relevant industry and materiality. SETESG Index is extended from the SET ESG Ratings companies whose 1) market capitalization > THB5b (~USD150b); 2) free float >20%; and 3) liquidity >0.5% of paid-up capital for at least 9 out of 12 months. The SETTHSI Index is a market capitalisation-weighted index, cap 5% quarterly weight at maximum, and no cap for number of stocks.																			
CG Score by Thai Institute of Directors Association (Thai IOD)	An indicator of CG strength in sustainable development, measured annually by the Thai IOD, with support from the Stock Exchange of Thailand (SET). The results are from the perspective of a third party, not an evaluation of operations.	Scores are rated in six categories: 5 for Excellent (90-100), 4 for Very Good (80-89), 3 for Good (70-79), 2 for Fair (60-69), 1 for Pass (60-69), and not rated for scores below 50. Weightings include: 1) the rights; 2) and equitable treatment of shareholders (weight 25% combined); 3) the role of stakeholders (25%); 4) disclosure & transparency (15%); and 5) board responsibilities (35%).																			
AGM level By Thai Investors Association (TIA) with support from the SEC	It quantifies the extent to which shareholders' rights and equitable treatment are incorporated into business operations and information is transparent and sufficiently disclosed. All form important elements of two out of five the CG components to be evaluated annually. The assessment criteria cover AGM procedures before the meeting (45%), at the meeting date (45%), and after the meeting (10%). <i>(The first assesses 1) advance circulation of sufficient information for voting; and 2) facilitating how voting rights can be exercised. The second assesses 1) the ease of attending meetings; 2) transparency and verifiability; and 3) openness for Q&A. The third involves the meeting minutes that should contain discussion issues, resolutions and voting results.)</i>	The scores are classified into four categories: 5 for Excellent (100), 4 for Very Good (90-99), 3 for Fair (80-89), and not rated for scores below 79.																			
Thai CAC By Thai Private Sector Collective Action Against Corruption (CAC)	The core elements of the Checklist include corruption risk assessment, establishment of key controls, and the monitoring and developing of policies. The Certification is good for three years. <i>(Companies deciding to become a CAC certified member start by submitting a Declaration of Intent to kick off an 18-month deadline to submit the CAC Checklist for Certification, including risk assessment, in place of policy and control, training of managers and employees, establishment of whistleblowing channels, and communication of policies to all stakeholders.)</i>	The document will be reviewed by a committee of nine professionals. A passed Checklist will move for granting certification by the CAC Council approvals whose members are twelve highly respected individuals in professionalism and ethical achievements.																			
Morningstar Sustainalytics	The Sustainalytics' ESG risk rating provides an overall company score based on an assessment of how much of a company's exposure to ESG risk is unmanaged. <i>Sources to be reviewed include corporate publications and regulatory filings, news and other media, NGO reports/websites, multi-sector information, company feedback, ESG controversies, issuer feedback on draft ESG reports, and quality & peer reviews.</i>	A company's ESG risk rating score is the sum of unmanaged risk. The more risk is unmanaged, the higher ESG risk is scored. <table><tr><th>NEGL</th><th>Low</th><th>Medium</th><th>High</th><th>Severe</th></tr><tr><td>0-10</td><td>10-20</td><td>20-30</td><td>30-40</td><td>40+</td></tr></table>	NEGL	Low	Medium	High	Severe	0-10	10-20	20-30	30-40	40+									
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ESG Book	The ESG score identifies sustainable companies that are better positioned to outperform over the long term. The methodology considers the principle of financial materiality including information that significantly helps explain future risk-adjusted performance. Materiality is applied by over-weighting features with higher materiality and rebalancing these weights on a rolling quarterly basis.	The total ESG score is calculated as a weighted sum of the features scores using materiality-based weights. The score is scaled between 0 and 100 with higher scores indicating better performance.																			
MSCI	MSCI ESG ratings aim to measure a company's management of financially relevant ESG risks and opportunities. It uses a rules-based methodology to identify industry leaders and laggards according to their exposure to ESG risks and how well they manage those risks relative to peers. <table><tr><td>AAA</td><td>8.571-10.000</td><td rowspan="3">Leader:</td><td rowspan="3">leading its industry in managing the most significant ESG risks and opportunities</td></tr><tr><td>AA</td><td>7.143-8.570</td></tr><tr><td>A</td><td>5.714-7.142</td></tr><tr><td>BBB</td><td>4.286-5.713</td><td rowspan="3">Average:</td><td rowspan="3">a mixed or unexceptional track record of managing the most significant ESG risks and opportunities relative to industry peers</td></tr><tr><td>BB</td><td>2.857-4.285</td></tr><tr><td>B</td><td>1.429-2.856</td></tr><tr><td>CCC</td><td>0.000-1.428</td><td>Laggard:</td><td>lagging its industry based on its high exposure and failure to manage significant ESG risks</td></tr></table>	AAA	8.571-10.000	Leader:	leading its industry in managing the most significant ESG risks and opportunities	AA	7.143-8.570	A	5.714-7.142	BBB	4.286-5.713	Average:	a mixed or unexceptional track record of managing the most significant ESG risks and opportunities relative to industry peers	BB	2.857-4.285	B	1.429-2.856	CCC	0.000-1.428	Laggard:	lagging its industry based on its high exposure and failure to manage significant ESG risks
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Moody's ESG solutions	Moody's assesses the degree to which companies take into account ESG objectives in the definition and implementation of their strategy policies. It believes that a company integrating ESG factors into its business model and relatively outperforming its peers is better positioned to mitigate risks and create sustainable value for shareholders over the medium to long term.																				
Refinitiv ESG rating	Designed to transparently and objectively measure a company's relative ESG performance, commitment and effectiveness across 10 main themes, based on publicly available and auditable data. The score ranges from 0 to 100 on relative ESG performance and insufficient degree of transparency in reporting material ESG data publicly. <i>(Score ratings are 0 to 25 = poor; >25 to 50 = satisfactory; >50 to 75 = good; and >75 to 100 = excellent.)</i>																				
S&P Global	The S&P Global ESG Score is a relative score measuring a company's performance on and management of ESG risks, opportunities, and impacts compared to its peers within the same industry classification. The score ranges from 0 to 100.																				
Bloomberg	ESG Score	Bloomberg score evaluating the company's aggregated Environmental, Social and Governance (ESG) performance. The score is based on Bloomberg's view of ESG financial materiality. The score is a weighted generalized mean (power mean) of Pillar Scores, where the weights are determined by the pillar priority ranking. Values range from 0 to 10; 10 is the best.																			
Bloomberg	ESG Disclosure Score	Disclosure of a company's ESG used for Bloomberg ESG score. The score ranges from 0 for none to 100 for disclosure of every data point, measuring the amount of ESG data reported publicly, and not the performance on any data point.																			

[Rating](#) regarding the sustainable development of Thai listed companies, both on the SET and MAI, are publicly available on the website of the Securities and Exchange Commission of Thailand (SEC). Currently, ratings available are 1) "**CG Score**"; 2) "**AGM Level**"; 3) "**Thai CAC**"; and 4) **THSI**. The ratings are updated on an annual basis. FSSIA does not confirm nor certify the accuracy of such ratings.

Source: FSSIA's compilation

GENERAL DISCLAIMER

ANALYST(S) CERTIFICATION

Nathapol Pongsukcharoenkul FSS International Investment Advisory Securities Co., Ltd

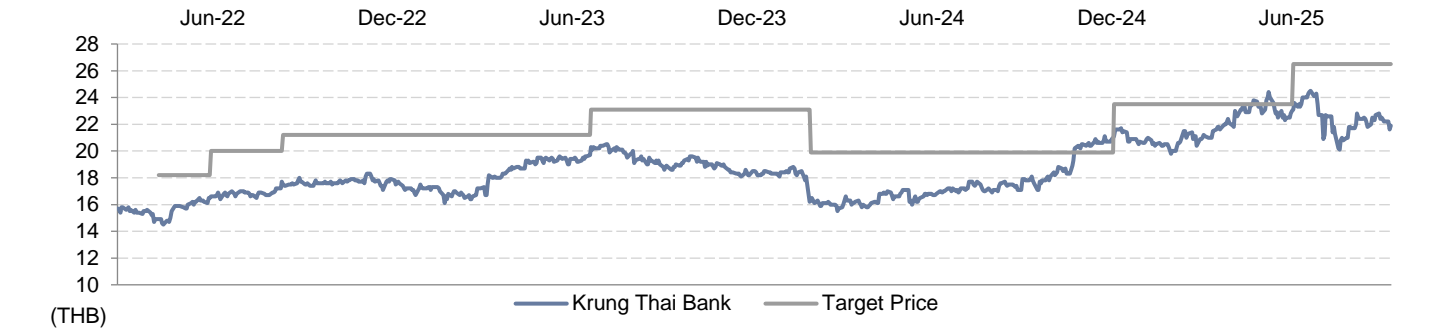
The individual(s) identified above certify(ies) that (i) all views expressed in this report accurately reflect the personal view of the analyst(s) with regard to any and all of the subject securities, companies or issuers mentioned in this report; and (ii) no part of the compensation of the analyst(s) was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed herein.

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History of change in investment rating and/or target price

Krung Thai Bank (KTB TB)



Date	Rating	Target price	Date	Rating	Target price	Date	Rating	Target price
08-Jul-2022	BUY	18.20	17-Jul-2023	BUY	23.10	09-Oct-2024	BUY	23.50
24-Aug-2022	BUY	20.00	22-Jan-2024	HOLD	19.90	12-Mar-2025	BUY	26.50
25-Oct-2022	BUY	21.20	25-Mar-2024	BUY	19.90			

Nathapol Pongsukcharoenkul started covering this stock from 12-Mar-2025

Price and TP are in local currency

Source: FSSIA estimates

Company	Ticker	Price	Rating	Valuation & Risks
Krung Thai Bank	KTB TB	THB 21.90	BUY	Downside risks to our GGM-based TP are 1) prolonged economic sluggishness affecting loan growth and asset quality; and 2) the impact of new regulations from the Bank of Thailand.

Source: FSSIA estimates

Additional Disclosures

Target price history, stock price charts, valuation and risk details, and equity rating histories applicable to each company rated in this report is available in our most recently published reports. You can contact the analyst named on the front of this note or your representative at Finansia Syrus Securities Public Company Limited.

All share prices are as at market close on 05-Jun-2025 unless otherwise stated.

RECOMMENDATION STRUCTURE

Stock ratings

Stock ratings are based on absolute upside or downside, which we define as $(\text{target price}^* - \text{current price}) / \text{current price}$.

BUY (B). The upside is 10% or more.

HOLD (H). The upside or downside is less than 10%.

REDUCE (R). The downside is 10% or more.

Unless otherwise specified, these recommendations are set with a 12-month horizon. Thus, it is possible that future price volatility may cause a temporary mismatch between upside/downside for a stock based on market price and the formal recommendation.

* In most cases, the target price will equal the analyst's assessment of the current fair value of the stock. However, if the analyst doesn't think the market will reassess the stock over the specified time horizon due to a lack of events or catalysts, then the target price may differ from fair value. In most cases, therefore, our recommendation is an assessment of the mismatch between current market price and our assessment of current fair value.

Industry Recommendations

Overweight. The analyst expects the fundamental conditions of the sector to be positive over the next 12 months.

Neutral. The analyst expects the fundamental conditions of the sector to be maintained over the next 12 months.

Underweight. The analyst expects the fundamental conditions of the sector to be negative over the next 12 months.

Country (Strategy) Recommendations

Overweight (O). Over the next 12 months, the analyst expects the market to score positively on two or more of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.

Neutral (N). Over the next 12 months, the analyst expects the market to score positively on one of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.

Underweight (U). Over the next 12 months, the analyst does not expect the market to score positively on any of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.