

January 23, 2018

OUTPERFORM

Siam Commercial Bank

(SCB TB)

Share Price: Bt154.0

Target Price: Bt170.0 (+10.4%)

Over-penalized for its value

- Targets 6-8% loan growth and up to 5% non-NII growth; high yield loans and wealth management to drive revenue growth
- Higher OPEX due to transformation projects will push up cost to income ratio; expect new online banking platform to lead to branch and headcount reduction
- OUTPERFORM with Bt170 TP, implying 12x FY18F P/E and 1.5x P/BV; prefer SCB to KBANK for better non-NII growth and cheaper valuation

Focus on high yield loans and wealth management business

At the press conference yesterday, CEO said SCB is targeting to downsize its network to 400 branches (from 1,153 now) and headcount to 15k (from 27k now) by 2020. However, CFO said these were not firm plans. The bank is also targeting 6-8% loan growth, up to 5% non-NII growth, and 3.1-3.3% NIM this year. Loan growth would be driven by small SMEs, auto/home equity, credit card and personal loans, while corporate and mortgage loans should grow 4-6% this year. Non-NII growth would be driven by the wealth management unit. On a less positive note, net insurance income should remain weak given low interest rates and tighter regulation.

Transformation projects to push up cost-to-income ratio

SCB is targeting 42-45% ratio in 2018 vs 42.3% in 2017 and plans to spend Bt20bn of its investment budget on the IT transformation project this year (vs Bt18bn last year). OPEX should remain high after it starts to amortize costs in FY18. On asset quality, CFO clarified that NPL rose mainly due to one-time reclassification of a mortgage loan as the borrower could not make principal payments. Looking forward, the bank is targeting to keep NPL ratio stable at 3.0% and minimum NPL coverage at 130% but has no guidance for credit cost. Our forecast EPS growth for FY18F and FY19F remain at 11% and 10%.

OUTPERFORM, TP Bt170; prefer SCB to KBANK

This is a good opportunity to accumulate SCB as it has underperformed the market by 15% in the past 12 months. The market has punished SCB excessively for the rising OPEX and potential increase in NPL in PACE loan. We prefer SCB to KBANK, as the former is trading at 16% discount to the latter based on FY18F PE multiple.

Financial Summary (Btm)

Year to Dec	2015	2016	2017	2018F	2019F
Operating Income	137,409	133,334	136,213	145,202	154,223
Pre-provisioning Profit	88,461	81,690	78,563	83,517	88,836
Net Profit	47,182	47,612	43,152	47,855	52,505
Basic EPS (Bt)	13.88	14.01	12.69	14.08	15.45
EPS growth (%)	(11.5)	0.9	-9.4	10.9	9.7
DPS (Bt)	5.50	5.50	5.50	5.50	6.00
PER (x)	11.1	11.0	12.1	10.9	10.0
Div Yield (%)	3.6	3.6	3.6	3.6	3.9
P/BV (x)	1.70	1.57	1.44	1.33	1.23
Book Value (Bt)	90.5	98.3	106.9	115.5	125.0
ROAE (%)	15.9	14.8	12.4	12.7	12.8
ROAA (%)	1.7	1.7	1.5	1.5	1.6



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Jesada TECHAHUSDIN, CFA

662 - 659 7000 ext 5004

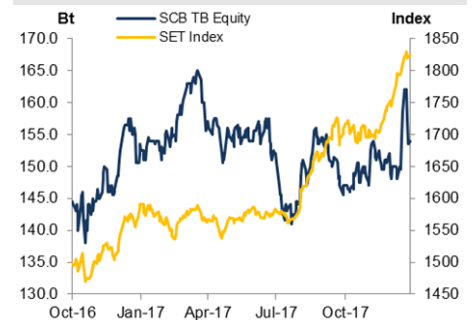
jesada.techahusdin@krungsrisecurities.com

Remark: KSS is a subsidiary of Bank of Ayudhya Plc. and is therefore unable to issue a report on Bank of Ayudhya Plc.

Key Data

12-mth high/low (Bt)	165.5 / 140
Market capital (Btm/US\$m)	522,893 / 16,383
3m avg. turnover (Btm/US\$m)	1511.1 / 47.3
Free float (%)	77.8
Issued shares (m shares)	3,395
Major shareholders:	
- CROWN PROPERTY BUREA	18.1
- THAI NVDR	8.7
- STATE STREET CORP	6.1

Share Price Performance



	YTD	1Mth	3Mth	12Mth
Absolute (%)	2.7	2.3	4.8	2.3
Relative to index (%)	(1.3)	(2.4)	(3.0)	(14.5)

Krungsri Securities vs Market

	Positive	Neutral	Negative
Market Recommend	15	13	3
	Krungsri	Market	% +/-
Target Price (Bt)	170.0	163.5	4.0
'18 Net Profit (Btm)	47,855	47,433	0.9
'19 Net Profit (Btm)	52,505	52,055	0.9

Krungsri's earnings revision

	2018F	2019F
Earnings revision (%)	(0.2)	(0.4)

Source: Bloomberg, Krungsri Securities

SCB: 4Q17 and FY17 results review

Financial statement (Btm)	4Q16	3Q17	4Q17	Chg YoY	Chg QoQ	4Q17F	Diff	2016	2017	Chg YoY
Balance sheet										
Loan	1,939,048	1,993,565	2,034,732	4.9%	2.1%	2,033,436	0%			
Deposit	2,026,272	2,026,797	2,092,457	3.3%	3.2%	2,047,065	2%			
Income statement										
Interest income	31,331	31,513	31,659	1%	0%	31,671	0%	122,443	125,113	2%
Interest expenses	-8,527	-8,241	-7,971	-7%	-3%	-8,172	-2%	-33,994	-32,804	-4%
Net interest income	22,804	23,273	23,688	4%	2%	23,499	1%	88,449	92,310	4%
Net fee income	7,138	7,880	8,010	12%	2%	7,637	5%	28,414	30,324	7%
Non-interest income	9,798	11,420	10,667	9%	-7%	11,460	-7%	44,885	43,903	-2%
Total operating income	32,602	34,692	34,355	5%	-1%	34,960	-2%	133,334	136,213	2%
Operating expenses	-14,840	-14,521	-15,410	4%	6%	-15,285	1%	-51,644	-57,650	12%
Operating profit	17,761	20,171	18,946	7%	-6%	19,674	-4%	81,690	78,563	-4%
Loan loss provisions	-1,994	-7,555	-7,491	276%	-1%	-7,299	3%	-22,528	-25,067	11%
Pre-tax profit	15,767	12,616	11,454	-27%	-9%	12,375	-7%	59,162	53,496	-10%
Tax	-3,045	-2,472	-2,244	-26%	-9%	-2,413	-7%	-11,493	-10,291	-10%
Minority interest	-7	-13	-11	68%	-15%	-14	-19%	-57	-53	-8%
Net profit	12,715	10,130	9,199	-28%	-9%	9,948	-8%	47,612	43,152	-9%
EPS	3.74	2.98	2.71	-28%	-9%	2.93	-8%	14.01	12.69	-9%
Key ratios										
Loans to deposits ratio	95.7%	98.4%	97.2%			99.3%		95.7%	97.2%	
Net interest margin	3.31%	3.23%	3.28%			3.26%		3.26%	3.23%	
Cost to income	45.52%	41.86%	44.85%			43.72%		38.73%	42.32%	
Gross NPL (Btm)	57,593	62,760	65,560			61,260		57,593	65,560	
NPL/ Gross loans	2.97%	3.15%	3.22%			3.01%		2.97%	3.22%	
LLR/NPL	134%	136%	137%			143%		134%	137%	
Credit cost	0.41%	1.52%	1.49%			1.45%		1.19%	1.26%	
ROA	1.8%	1.4%	1.2%			1.4%		1.7%	1.5%	
ROE	15.4%	11.6%	10.3%			11.2%		14.8%	12.4%	

Source: Company data, Krungsri Securities

SCB: FY18 financial targets

	2017A	2017 Target	2018 Target
ROE	12.4%	NA	NA
ROA	1.46%	NA	NA
NIM	3.2%	3.1-3.3%	3.1-3.3%
Non-NII growth	-2.2%	3-4%	Up to 5%
Cost/Income ratio	42.3%	40-43%	42-45%
Loan growth	4.9%	4-6%	6-8%
Gross NPLs	3.2%	less than 3.0%	less than 3.0%
Coverage ratio	137%	About 130%	About 130%
Credit cost (bps)	126	NA	NA

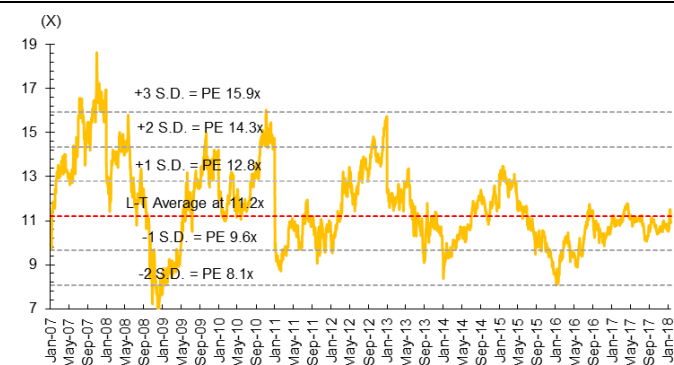
Source: Company data, Krungsri Securities

Maintain FY18-19F profit after fine-tuning assumptions

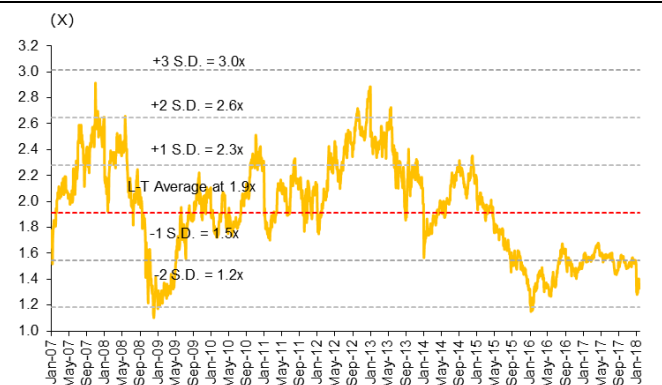
	new		old	
	2018F	2019F	2018F	2019F
Loan growth	7.0%	8.0%	5.0%	6.0%
Fee income growth	6.0%	8.0%	5.0%	8.0%
Non-NII growth	5.4%	7.1%	5.3%	8.0%
NIM	3.27%	3.22%	3.24%	3.19%
OPEX growth	7.0%	6.0%	6.0%	4.0%
Credit cost	1.15%	1.05%	1.10%	1.00%
Provisions (Btm)	24.2	23.8	23.0	22.0
Earnings (Btm)	47.9	52.5	48.0	52.7
% Change in earnings	-0.2%	-0.4%		

Source: Company data, Krungsri Securities

P/E Band



P/BV Band



Source: Bloomberg, Krungsri Securities

Source: Bloomberg, Krungsri Securities

Peer comparison

BB Ticker	Name	Market Cap US\$	PE (x)		P/BV (x)		Div Yield (%)		ROE (%)		Share Price Performance			
			17F	18F	17F	18F	17F	17F	17F	17F	1M	3M	6M	YTD
Thailand														
BAY TB	BANK OF AYUDHYA PCL	10,717	13.2	11.4	1.4	1.3	2.32	11.2	16.3	17.7	28.3	17.0		
BBL TB	BANGKOK BANK PUBLIC CO LTD	12,620	12.3	10.8	1.0	0.9	3.08	8.4	2.9	9.6	16.9	4.5		
KBANK TB	KASIKORNBANK PCL	16,572	15.4	12.7	1.5	1.4	1.81	11.4	(5.2)	3.8	12.2	(4.7)		
KTB TB	KRUNG THAI BANK PUB CO LTD	8,846	12.6	9.2	1.0	0.9	3.02	10.2	6.3	9.8	11.0	5.2		
KKP TB	KIATNAKIN BANK PCL	2,215	11.9	11.6	1.7	1.7	7.19	14.7	5.7	10.6	18.9	5.4		
SCB TB	SIAM COMMERCIAL BANK PUB CO	16,383	12.1	10.9	1.4	1.3	3.57	12.4	2.3	4.8	2.0	2.7		
TCAP TB	THANACHART CAPITAL PCL	2,154	9.8	9.9	1.1	1.1	3.73	10.9	4.4	14.6	25.5	4.9		
TISCO TB	TISCO FINANCIAL GROUP PCL	2,264	11.9	10.0	2.1	1.9	4.99	19.8	2.6	7.1	22.0	2.0		
TMB TB	TMB BANK PCL	4,176	15.1	12.3	1.5	1.4	1.99	11.5	2.0	17.8	27.7	0.7		
	Average		12.7	11.0	1.4	1.3	3.5	12.3						
Malaysia														
MAY MK	MALAYAN BANKING BHD	27,090	14.2	13.6	1.4	1.4	5.47	10.1	4.1	6.2	2.5	0.7		
CIMB MK	CIMB GROUP HOLDINGS BHD	16,160	13.9	12.3	1.3	1.2	3.43	9.6	6.2	11.3	8.5	5.4		
PBK MK	PUBLIC BANK BERHAD	20,576	15.3	14.6	2.2	2.0	2.86	14.9	1.3	2.4	2.9	0.9		
	Average		14.5	13.5	1.6	1.5	3.9	11.6						
Indonesia														
BBCA IJ	BANK CENTRAL ASIA TBK PT	41,507	24.0	21.4	4.2	3.7	0.97	18.9	4.5	10.4	23.3	2.6		
BBRI IJ	BANK RAKYAT INDONESIA PERSER	33,724	16.3	14.0	2.7	2.4	2.27	18.2	5.5	16.8	24.4	0.3		
BMRI IJ	BANK MANDIRI PERSERO TBK PT	28,227	18.5	14.6	2.3	2.0	1.93	12.8	5.2	13.7	23.8	0.9		
	Average		19.6	16.7	3.1	2.7	1.7	16.7						
Singapore														
DBS SP	DBS GROUP HOLDINGS LTD	51,250	15.5	12.1	1.5	1.3	2.49	9.8	7.0	21.1	23.1	6.4		
UOB SP	UNITED OVERSEAS BANK LTD	35,215	13.8	12.3	1.4	1.3	2.65	10.2	8.6	15.0	16.5	5.6		
OCBC SP	OVERSEA-CHINESE BANKING CORP	41,744	13.7	12.3	1.4	1.3	2.83	10.9	7.1	14.5	18.7	6.2		
	Average		14.3	12.2	1.4	1.3	2.7	10.3						
Philippines														
BPI PM	BANK OF THE PHILIPPINE ISLAN	9,531	21.2	18.2	2.7	2.4	1.48	13.2	16.4	25.9	15.3	14.2		
MBT PM	METROPOLITAN BANK & TRUST	6,252	16.8	13.2	1.5	1.3	1.00	9.3	2.0	7.8	15.1	(1.4)		
BDO PM	BDO UNIBANK INC	13,656	24.1	20.3	2.3	2.1	0.84	10.9	3.5	11.2	28.3	(3.0)		
PNB PM	PHILIPPINE NATIONAL BANK	1,390	11.9	10.0	0.7	0.6	0.88	5.5	(0.6)	(3.4)	(16.2)	(0.2)		
SECB PM	SECURITY BANK CORP	3,712	18.9	16.5	1.8	1.6	0.94	9.8	(0.6)	(4.6)	10.2	(0.3)		
UBP PM	UNION BANK OF PHILIPPINES	1,893	11.8	9.9	1.3	1.2	2.04	12.2	4.6	4.8	5.4	5.0		
RCB PM	RIZAL COMMERCIAL BANKING	1,536	17.9	15.8	1.2	1.1	1.41	6.8	0.7	(6.7)	(3.8)	0.8		
	Average		17.5	14.9	1.6	1.5	1.2	9.7						
	Average (Simple)		15.3	13.2	1.7	1.6	2.6	11.7						

Source: Company data, Bloomberg, Krungsri Securities

Financial statement - Quarter (Btm)	4Q16	1Q17	2Q17	3Q17	4Q17
Balance sheet					
Loans	1,939,048	1,951,899	1,970,408	1,993,565	2,034,732
Deposits	2,026,272	2,024,607	2,057,364	2,026,797	2,092,457
Income statement					
Interest income	31,331	30,844	31,096	31,513	31,659
Interest expense	(8,527)	(8,283)	(8,309)	(8,241)	(7,971)
Net interest income	22,804	22,561	22,788	23,273	23,688
Net fee and service income	7,138	7,292	7,142	7,880	8,010
Non-interest income	9,798	10,624	11,192	11,420	10,667
Total operating income	32,602	33,185	33,980	34,692	34,355
Operating expense	(14,840)	(13,462)	(14,257)	(14,521)	(15,410)
Operating profit	17,761	19,723	19,723	20,171	18,946
Loan loss provisions	(1,994)	(5,010)	(5,010)	(7,555)	(7,491)
Pre-tax profit	15,767	14,713	14,713	12,616	11,454
Tax	(3,045)	(2,788)	(2,787)	(2,472)	(2,244)
Minority interest	(7)	(13)	(15)	(13)	(11)
Net profit	12,715	11,912	11,911	10,130	9,199
EPS	3.74	3.50	3.50	2.98	2.71
Key ratios	4Q16	1Q17	2Q17	3Q17	4Q17
Loans to deposits ration	95.7%	96.4%	95.8%	98.4%	97.2%
Net interest margin	3.31%	3.21%	3.17%	3.23%	3.28%
Cost to income	45.52%	40.57%	41.96%	41.86%	44.85%
Gross NPL (Btm)	57,593	59,593	61,151	62,760	65,560
NPL/ Gross loans	2.97%	3.05%	3.10%	3.15%	3.22%
Credit cost	0.41%	1.03%	1.02%	1.52%	1.49%

INCOME STATEMENT (Btm)	2015	2016	2017	2018F	2019F
Interest income	122,462	122,443	125,113	133,439	144,772
Interest expenses	(39,628)	(33,994)	(32,804)	(34,502)	(40,092)
Net interest income	82,834	88,449	92,310	98,937	104,679
Net fee income	27,075	28,414	30,324	32,143	34,715
Non-interest income	54,574	44,885	43,903	46,266	49,543
Total operating income	137,409	133,334	136,213	145,202	154,223
Operating expense	(48,948)	(51,644)	(57,650)	(61,686)	(65,387)
Operating profit	88,461	81,690	78,563	83,517	88,836
Loan loss provisions	(29,723)	(22,528)	(25,067)	(24,218)	(23,775)
Pretax profit	58,738	59,162	53,496	59,298	65,061
Taxation	(11,498)	(11,493)	(10,291)	(11,385)	(12,492)
Minority interest	(57)	(57)	(53)	(58)	(64)
Net profit	47,182	47,612	43,152	47,855	52,505
Recurring net profit	47,182	47,612	43,152	47,855	52,505
Basic EPS (Bt)	13.88	14.01	12.69	14.08	15.45
DPS (Bt)	5.50	5.50	5.50	5.50	6.00
BVPS (Bt)	90.45	98.28	106.93	115.50	124.95
BALANCE SHEET (Btm)	2015	2016	2017	2018F	2019F
Cash	38,979	40,489	40,797	37,016	38,856
Interbank & Money market	260,943	257,256	316,733	338,904	366,017
Investment securities	536,655	590,587	570,371	610,297	659,121
Investment in associates	344	334	-	-	-
Net loans	1,773,174	1,865,819	1,948,070	2,083,469	2,250,794
Customer liabilities under acceptances	58	35	-	-	-
Properties foreclosed - net	10,558	11,604	11,284	12,074	12,678
Premises and equipment - net	39,988	40,888	44,164	47,255	49,618
Intangible asset	12,031	13,514	18,107	19,374	20,343
Other assets	101,578	92,497	74,506	79,721	83,707
Total assets	2,774,309	2,913,023	3,024,032	3,228,111	3,481,134
Deposits	1,890,729	2,026,272	2,092,457	2,238,929	2,418,043
Interbank & Money market	142,937	100,953	108,573	114,002	121,982
Liabilities payable on demand	8,484	10,527	23,671	24,854	26,594
Borrowings	121,164	106,838	78,538	82,465	88,237
Bank liabilities under acceptances	58	35	-	-	-
Other liabilities	303,244	334,100	357,030	374,882	401,123
Total liabilities	2,466,616	2,578,725	2,660,269	2,835,131	3,055,980
Share capital	33,992	33,992	33,992	33,992	33,992
Share premium	11,124	11,124	11,124	11,124	11,124
Other reserves	17,926	15,342	19,985	19,985	19,985
Retained earnings	244,421	273,631	298,362	327,521	359,631
Total equity	307,463	334,089	363,463	392,622	424,732
Minority interests	230	209	299	357	422
Total equity & liabilities	2,774,309	2,913,024	3,024,031	3,228,111	3,481,134

FINANCIAL RATIOS	2015	2016	2017	2018F	2019F
Profitability ratios					
Net int. inc./ total op. inc	60.3%	66.3%	67.8%	68.1%	67.9%
Net fee inc./ total op. inc	19.7%	21.3%	22.3%	22.1%	22.5%
Non-interest inc./ total op. inc	39.7%	33.7%	32.2%	31.9%	32.1%
Net interest margin	3.18%	3.26%	3.23%	3.27%	3.22%
Cost-to-income	35.6%	38.7%	42.3%	42.5%	42.4%
Liquidity ratios					
Net L/D ratio	97.0%	95.7%	97.2%	97.2%	97.2%
Net L/D ratio (inc. B/E)	91.1%	90.9%	93.7%	93.8%	93.8%
Capital adequacy ratios					
Tier 1 Ratio	14.1%	15.1%	15.5%	15.7%	15.8%
CAR	17.3%	17.9%	17.5%	17.6%	17.7%
Asset quality ratios					
NPL ratio	3.2%	3.0%	3.2%	3.2%	3.2%
Loan loss coverage ratio	109.8%	134.3%	137.3%	139.5%	140.8%
Returns ratios					
ROAE	15.9%	14.8%	12.4%	12.7%	12.8%
ROAA	1.73%	1.68%	1.46%	1.53%	1.57%
GROWTH RATES	2015	2016	2017	2018F	2019F
Total assets	2.8%	5.0%	3.8%	6.7%	7.8%
Shareholders equity	7.8%	8.7%	8.8%	8.0%	8.2%
Net loans	3.2%	5.8%	4.9%	7.0%	8.0%
Deposits	(0.2%)	7.2%	3.3%	7.0%	8.0%
Interest income	(0.7%)	(0.0%)	2.2%	6.7%	8.5%
Interest expense	(6.3%)	(14.2%)	(3.5%)	5.2%	16.2%
Net interest income	2.1%	6.8%	4.4%	7.2%	5.8%
Net fee income	2.9%	4.9%	6.7%	6.0%	8.0%
Non-interest income	16.0%	(17.8%)	(2.2%)	5.4%	7.1%
Operating income	7.2%	(3.0%)	2.2%	6.6%	6.2%
Operating expense	1.8%	5.5%	11.6%	7.0%	6.0%
Operating profit	10.5%	(7.7%)	(3.8%)	6.3%	6.4%
Pre-tax profit	(12.1%)	0.7%	(9.6%)	10.8%	9.7%
Net profit	(11.5%)	0.9%	(9.4%)	10.9%	9.7%
Recurring net profit	(11.5%)	0.9%	(9.4%)	10.9%	9.7%

CG Rating 2016 Companies with CG Rating



AMATA	AOT	BAFS	BAY	BCP	BIGC	BTS	BWG	CK	CPF	CPN	CSL	DELTA	DEMCO
DRT	DTAC	DTC	EASTW	EGCO	GFPT	GPSC	GRAMMY	HANA	HMPRO	INTUCH	IRPC	IVL	KBANK
KCE	KKP	KTB	KTC	LHBANK	LPN	MBK	MCOT	MINT	MONO	NKI	NYT	OTO	PHOL
PPS	PS	PSL	PTT	PTTEP	PTTGC	QH	QTC	RATCH	SAMART	SAMTEL	SAT	SC	SCB
SCC	SCCC	SE-ED	SIM	SITHAI	SNC	SPALI	SSSC	STEC	SVI	TCAP	THCOM	TISCO	TKT
TMB	TNDT	TOP	TSC	TTCL	TU	UV	VGI	WACOAL	WAVE				



2S	AAV	ACAP	ADVANC	AGE	AH	AHC	AKP	ALUCON	AMANAHA	ANAN	AP	APCO	APCS
ARIP	ASIA	ASIMAR	ASK	ASP	AUCT	AYUD	BANPU	BBL	BDMS	BEM	BFIT	BLA	BOL
BROOK	CEN	CENTEL	CFRESH	CGH	CHG	CHO	CHOW	CI	CIMBT	CKP	CM	CNS	CNT
COL	CPI	DCC	EA	ECF	EE	ERW	FORTH	FPI	GCAP	GLOBAL	GBX	GC	GL
GLOW	GUNKUL	HOTPOT	HYDRO	ICC	ICHI	IFEC	INET	IRC	JSP	K	KSL	KTIS	L&E
LANNA	LH	LHK	LIT	LOXLEY	LRH	LST	M	MACO	MALEE	MBKET	MC	MEGA	MFC
MOONG	MSC	MTI	MTLS	NCH	NOBLE	NSI	NTV	OCC	OGC	OISHI	ORI	PACE	PAP
PCSGH	PDI	PE	PG	PJW	PLANB	PM	PPP	PR	PRANDA	PREM	PRG	PRINC	PT
PTG	PYLON	Q-CON	RICHY	ROBINS	RS	RWI	S	SAMCO	SABINA	SALEE	S&J	SCG	SEAFO
SIAM	SINGER	SIS	SMK	SMPC	SMT	SNP	SPI	SPPT	SPRC	SR	SSF	SST	STA
SUSCO	SUTHA	SWC	SYMC	SYNEX	SYTNEC	TAE	TAKUNI	TASCO	TBSC	TCC	TF	TFI	TGCI



AEC	AEONTS	AF	AIRA	AIT	AJ	AKR	AMARIN	AMATAV	ARROW	APURE	AQUA	AMC	AS
BA	BEAUTY	BEC	BH	BIG	BJC	BJCHI	BKD	BR	BROCK	BRR	BTNC	CBG	CGD
CHARAN	CITY	CMR	COLOR	COM7	CPL	CSC	CSP	CSR	CSS	CTW	DCON	DIMET	DNA
EARTH	EASON	ECL	EFORL	EPCO	EPG	ESSO	FE	FER	FOCUS	FSMART	FSS	FVC	GEL
GIFT	GLAND	GOLD	GSTEL	GYT	HPT	HTC	HTECH	IFS	IHL	ILINK	INSURE	IRPC	IT
ITD	J	JMART	JMT	JUBILE	JWD	KASET	KBS	KCAR	KGI	KKC	KOOL	KWC	KYE
LALIN	LPH	MAJOR	MAKRO	MATCH	MATI	M-CHAI	MDX	MFEC	MJD	MK	MODERN	MPG	NC
NCL	NDR	NEP	NOK	NUSA	PATO	PCA	PDG	PF	PICO	PIMO	PL	PLAT	PLE
PMTA	PPM	PRIN	PSTC	QLT	RCI	RCL	RICH	RML	RPC	SANKO	SAPPE	SAWAD	SCI
SCN	SCP	SEAOIL	SENA	SIRI	SKR	SLP	SMG	SMIT	SORKON	SPA	SPC	SPCG	SPVI
SSC	STANLY	STPI	SUC	TACC	TCCC	TCMC	TEAM	TFD	TFG	TIC	TIW	TKN	TLUXE
TMD	TNP	TOPP	TPA	TPAC	TPCH	TPIPL	TPOLY	TRITN	TRT	TTI	TVI	TWP	U
UBIS	UMI	UPOIC	UT	UWC	VIBHA	VPO	VTE	WICE	WIIK	WIN	XO		

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, Krungsri Securities Public Company Limited does not confirm, verify, or certify the accuracy and completeness of such survey result.

Anti-corruption Progress Indicator 2016

Companies that have declared their intention to join CAC

A	AI	AIE	AIR	AJ	ALUCON	AMATAV	AOT	APCO	AQUA	ARROW	ASIA	ASK	AU
BCH	BJC	BJCHI	BLAND	BR	BROCK	BRR	CEN	CGH	CHEWA	CHG	CHOTI	CHOW	CIG
COL	COM7	CPALL	CPF	CPR	CSC	EKH	EPCO	FC	FER	FPI	FSMART	GEL	GFPT
GGC	GIFT	GJS	GLOBAL	GOLD	GPSC	GREEN	GSTEL	GUNKUL	HARN	IFS	ILINK	INET	IRC
J	JMART	JMT	JUBILE	JUTHA	KASET	KBS	KCAR	KTECH	KWC	KYE	L&E	LEE	LIT
LVT	MAKRO	MATCH	MATI	MBAX	MC	MFEC	MIDA	MILL	ML	MTLS	NBC	NCL	NEP
NINE	NMG	NNCL	NTV	NUSA	NWR	OGC	PACE	PAF	PAP	PATO	PCSGH	PIMO	PK
PL	PLANB	POST	PRINC	PRO	PSTC	PYLON	QTC	ROH	ROJNA	RWI	SANKO	SAUCE	SC
SCCC	SCN	SEAOIL	SE-ED	SENA	SIRI	SMART	SPACK	SPPT	SPRC	SR	SRICHA	SST	STA
SUPER	SUSCO	SWC	SYMC	TAKUNI	TBSP	TFI	THE	TICON	TIP	TKN	TLUXE	TMILL	TMT
TNP	TPA	TRUE	TSE	TTI	TU	TVD	TVO	TVT	TWPC	U	UPA	UREKA	UWC
VGI	VIBHA	VIH	VNT	WAVE	WHA	WICE	WIIK						

Companies certified by CAC

ADVANC	AKP	AMANAH	AP	ASP	AYUD	BAFS	BANPU	BAY	BBL	BCP	BKI	BLA	BROOK
BTS	BWG	CENTEL	CFRESH	CIMBT	CM	CNS	CPI	CPN	CSL	DCC	DEMCO	DIMET	DRT
DTAC	DTC	EASTW	ECL	EGCO	FE	FNS	FSS	GBX	GCAP	GLOW	HANA	HMPRO	HTC
ICC	IFEC	INTUCH	IRPC	IVL	K	KBANK	KCE	KGI	KKP	KSL	KTB	KTC	LANNA
LHBANK	LHK	LPN	MBK	MBKET	MCOT	MFC	MINT	MONO	MOONG	MSC	MTI	NKI	NSI
OCC	OCEAN	PB	PDI	PE	PG	PHOL	PLAT	PM	PPP	PPS	PRANDA	PREB	PRG
PSH	PSL	PT	PTG	PTT	PTTEP	PTTGC	Q-CON	QH	QLT	RATCH	RML	ROBINS	S & J
SABINA	SAT	SCB	SCC	SCG	SGP	SINGER	SIS	SITHAI	SMIT	SMPC	SNC	SNP	SORKON
SPC	SPI	SSF	SSI	SSSC	SVI	SYNTEC	TAE	TCAP	TCMC	TFG	TGCI	THANI	THCOM
THRE	THREL	TIPCO	TISCO	TKT	TMB	TMD	TNITY	TNL	TOG	TOP	TPCORP	TRU	TSC
TSTH	TTCL	TVI	UOBKH	WACOAL									

N/A

2S	AAV	ABICO	ACAP	ACC	ADAM	AEC	AEONTS	AF	AFC	AGE	AH	AHC	AIT
AJA	AKR	ALLA	ALT	AMA	AMARIN	AMATA	AMC	ANAN	APCS	APEX	APURE	AQ	ARIP
AS	ASAP	ASEFA	ASIAN	ASIMAR	ASN	ATP30	AUCT	BA	BAT-3K	BCPG	BDMS	BEAUTY	BEC
BEM	BFIT	BGRIM	BGT	BH	BIG	BIZ	BKD	BLISS	BM	BOL	BPP	BSBM	BSM
BTC	BTNC	BTW	BUI	CBG	CCET	CCP	CGD	CHARAN	CHO	CHUO	CI	CITY	CK
CKP	CMO	CMR	CNT	COLOR	COMAN	CPH	CPL	CRANE	CRD	CSP	CSR	CSS	CTW
CWT	D	DCON	DCORP	DELTA	DIGI	DNA	DTCI	EA	EARTH	EASON	ECF	EE	EFORL
EIC	EMC	EPG	ERW	ESSO	ESTAR	ETE	EVER	F&D	FANCY	FMT	FN	FOCUS	FORTH
FTE	FVC	GC	GENCO	GL	GLAND	GRAMMY	GRAND	GTB	GYT	HFT	HOTPOT	HPT	HTECH
HYDRO	ICHI	ICN	IEC	IHL	III	INGRS	INOX	INSURE	IRCP	IT	ITD	ITEL	JAS
JCT	JSP	JTS	JWD	KAMART	KC	KCM	KDH	KIAT	KKC	KOOL	KTIS	KWG	LALIN
LDC	LH	LOXLEY	LPH	LRH	LST	LTX	M	MACO	MAJOR	MALEE	MANRIN	MAX	M-CHAI
MCS	MDX	MEGA	METCO	MGT	MJD	MK	MM	MODERN	MPG	MPIC	NC	NCH	NDR
NETBAY	NEW	NEWS	NFC	NOBLE	NOK	NPK	NPP	NVD	NYT	OHTL	OISHI	ORI	OTO
PAE	PDG	PERM	PF	PICO	PJW	PLANET	PRECHA	PMTA	POLAR	POMPUI	PPM	PRAKIT	PLE
PRIN	PRM	PTL	RAM	RCI	RCL	RICH	RICHY	RJH	ROCK	RP	RPC	RPH	RS
S	S11	SAFARI	SALEE	SAM	SAMART	SAMCO	SAMTEL	SAPPE	SAWAD	SAWANG	SCI	SCP	SDC
SE	SEAFCO	SELIC	SF	SFP	SGF	SHANG	SIAM	SIMAT	SKN	SKR	SKY	SLP	SMK
SMM	SMT	SOLAR	SPA	SPALI	SPCG	SPG	SPORT	SPVI	SQ	SSC	SSP	STANLY	STAR
STEC	STHAI	STPI	SUC	SUTHA	SVH	SVOA	SYNEX	T	TACC	TAPAC	TASCO	TC	TCB
TCC	TCCC	TCJ	TCOAT	TEAM	TFD	TFMAMA	TGPRO	TH	THAI	THANA	THIP	THL	TIC
TIW	TK	TKS	TM	TMC	TMI	TMW	TNDT	TNH	TNPC	TNR	TOA	TOPP	TPAC
TPBI	TPCH	TPIPL	TPIPP	TPOLY	TPP	TR	TRC	TRITN	TRT	TRUBB	TSF	TSI	TSR
TSTE	TTA	TTL	TTIM	TTW	TUCC	TWP	TWZ	TYCN	UAC	UBIS	UEC	UKEM	UMI
UMS	UNIQ	UP	UPF	UPOIC	UT	UTP	UV	UVAN	VARO	VI	VNG	VPO	VTE
WG	WHAUP	WIN	WINNER	WORK	WORLD	WP	WPH	WR	XO	YCI	YNP	YUASA	ZIGA
ZMICO													

Disclaimer

The disclosure of the Anti-Corruption Progress Indicators of a listed company on the Stock Exchange of Thailand, which is assessed by Thaipat Institute, is made in order to comply with the policy and sustainable development plan for the listed companies of the Office of the Securities and Exchange Commission. Thaipat Institute 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 Thaipat Institute that is 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, Krungsri Securities Public Company Limited does not confirm, verify, or certify the accuracy and completeness of the assessment result."

Reference

Disclosure: Companies participating in Thailand's Private Sector Collective Action Coalition Against Corruption programme (Thai CAC) under Thai Institute of Directors (as of July 31, 2017) are categorised into:

- Companies that have declared their intention to join CAC
- Companies certified by CAC.



A member of MUFG
a global financial group

Krungsri Securities Public Company Limited

Headquarters

898 Ploenchit Tower, 3rd Floor, Ploenchit Road, Lumpini
Pathumwan, Bangkok 10330
Tel: 0-2659-7000 Fax: 0-2658-5699
Internet Trading: 0-2659-7777

Branches

Emporium

662 Emporium Tower, Fl. 10, Sukhumvit 24 Road
Klongton, Klongtoey, Bangkok 10110
Tel: 0-2695-4500 Fax: 0-2695-4599

Central Bangna

589/151 Central City Tower 1 Office, Fl. 27
Bangna-Trad Road, Bangna, Bangkok 10260
Tel: 0-2763-2000 Fax: 0-2399-1448

Rama II

111/917-919 Rama II Road, Smaedum,
Bangkhuntien, Bangkok 10150
Tel: 0-2013-1745 Fax: 0-2895-9557

Vibhavadi-rangsit

Bank of Ayudhya Public Company Limited
123 Sun Towers (B) Building, Vibhavadirangsit Road,
Jompol, Jatujak, Bangkok 10900
Tel: 0-2273-8388 Fax: 0-2273-8399

Chonburi

64/17 Sukhumvit Road, Tambol Bang Plasoi,
Amphur Muang, Chonburi 20000
Tel: 0-3312-6580 Fax: 0-3312-6588

Hat Yai Branch

90-92-94 Nipat U Tit Nueng Road, Tambol Hat Yai,
Amphur Hat Yai, Songkhla 90110
Tel: 0-7422-1229 Fax: 0-7422-1411

Nakhon Pathom

67/1 Ratchadamnoen Road, Tambol Phra Pathom Jaedee,
Amphur Muang, Nakhon Pathom 73000
Tel: 0-3427-5500-7 Fax: 0-3421-8989

Suphanburi

249/171-172 Moo 5 Tambol Ta Rahad,
Amphur Muang, Suphanburi, 72000
Tel: 0-3596-7981 Fax: 0-3552-2449

Nakhon Ratchasima

168 Chomphon Road, Tambol Nai Muang,
Amphur Muang Nakhon Ratchasima,
Nakhon Ratchasima 30000
Tel: 0-4425-1211-4 Fax: 0-4425-1215

Khon Kaen

114 Sri Chan Road, Tambol Nai Muang,
Amphur Muang, Khon Kaen 40000
Tel: 0-4322-6120 Fax: 0-4322-6180

Chiang Mai

70 Chang Phuak Road, Tambol Sri Phum
Amphur Muang, Chiang Mai 50200
Tel: 0-5321-9234-6 Fax: 0-5321-9247

Chiang Rai

231-232 Thamalai Road, Tambol Wiang,
Amphur Muang, Chiang Rai 57000
Tel: 0-5371-6489 Fax: 0-5371-6490

Phitsanulok

275/1 Phichaisongkram Road, Tambol Nai Muang,
Amphur Muang, Phitsanulok 65000
Tel: 0-5530-3360 Fax: 0-5530-2580

Analyst Team	Sector Coverage	Central line: 662-659-7000	E-mail
Naphat Chantaraserkul, Head of Research	Energy, Petrochemical, Strategy	ext. 5000	naphat.chantaraserkul@krungsrisecurities.com
Kittisorn Pruitipat, CFA, FRM	Property, ICT, Contractor	ext. 5019	kittisorn.pruitipat@krungsrisecurities.com
Jesada Techahusdin, CFA	Banking, Consumer Finance, Insurance	ext. 5004	jesada.techahusdin@krungsrisecurities.com
Sunthorn Thongthip	Food, Transportation, Strategy	ext. 5009	sunthorn.thongthip@krungsrisecurities.com
Worrapong Tuntiwutthipong	Electronic, Automotive, Commerce	ext. 5016	worrapong.tuntiwutthipong@krungsrisecurities.com
Karun Intrachai	Renewable Energy, Food	ext. 5010	karun.intrachai@krungsrisecurities.com
Teerapol Udomvej	Healthcare, Tourism	ext. 5012	teerapol.udomvej@krungsrisecurities.com
Kitti Pitakteerabandit	Transportation, Media	ext. 5008	kitti.pitakteerabandit@krungsrisecurities.com
Artit Jansawang	Mid - Small cap, MAI	ext. 5005	artit.jansawang@krungsrisecurities.com
Nurudon Rusme	Mid - Small cap, MAI	ext. 5007	narudon.rusme@krungsrisecurities.com
Nalinee Praman, Assistant Analyst	Mid - Small cap, MAI		
Chaiyot Jiwagkul	Technical	ext. 5006	chaiyot.jiwagkul@krungsrisecurities.com

Fax 662-658-5643

Definition of Ratings

- OUTPERFORM** - Stocks with an expected capital gain above 10% in the next 12 months for small-caps, above 5% for big-caps
- NEUTRAL** - Stocks with an expected capital gain between -10% and +10% in the next 12 months for small-caps, -5% to +5% for big-caps
- UNDERPERFORM** - Stocks with an expected capital gain below 10% in the next 12 months for small-caps, below 5% for big-caps