



Thailand

March 21, 2014

Highlight

Siam Commercial Bank (SCB.BK/SCB TB)*: A more bearish guidance for 2014

SCB's management revealed the bank's new revised-down business targets for 2014, based on a more bearish view on economic growth and the banking sector outlook. SCB now estimates 2014 GDP growth of 2.4% (vs. 3.0% previously) and the sector's loan growth of 6.0%, based on the expectation that the political deadlock would be resolved with a functioning government in place within 1H14. With the bank's more bearish guidance, we further cut our 2014 estimates and derived a new target price of Bt178.00, from Bt185.00, based on 2.1x 14PBV. Nonetheless, with SCB's diversified loan mix, high cost efficiency, high profitability, strong capital base, and high ability to generate non-NII, we believe it can weather this economic headwind and would be ready to capture new growth opportunities once the next credit up-cycle arises. We maintain a rating of Outperform.

Recent In-depth Reports

Date	Company	Analyst
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09/12	Namyong Terminal Plc. (NYT.BK/NYT TB)	KK
04/12	Banpu Plc (BANPU.BK/BANPU TB)	IS/KT
28/11	BJC Heavy Industries (BJCHI BK/BJCHI TB)	NP

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*The Company may be issuer of Derivative Warrants on these securities.



Siam Commercial Bank (SCB.BK/SCB TB)*

A more bearish guidance for 2014

Bt156.00	Outperform Maintained	Company update
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- **More bearish guidance led to further earnings cut**
- **1Q14 profit expected to drop 8% YoY but rise 2.7% QoQ**
- **Maintain Outperform with a new target price of Bt178.00**

Bleak outlook

SCB's management revealed the bank's new revised-down business targets for 2014, based on a more bearish view on economic growth and the banking sector outlook. SCB now estimates 2014 GDP growth of 2.4% (vs. 3.0% previously) and the sector's loan growth of 6.0%, based on the expectation that the political deadlock would be resolved with a functioning government in place within 1H14. With the bank's more bearish guidance, we further cut our 2014 estimates and derived a new target price of Bt178.00, from Bt185.00, based on 2.1x 14PBV. Nonetheless, with SCB's diversified loan mix, high cost efficiency, high profitability, strong capital base, and high ability to generate non-NII, we believe it can weather this economic headwind and would be ready to capture new growth opportunities once the next credit up-cycle arises. We maintain a rating of Outperform.

Bearish guidance

SCB cut its GDP forecast for the third time since November 2013, i.e. 4.0% in November 2013, 3.0% in January 2014, and 2.4% in March 2014, and revised down its business growth targets for 2014, accordingly. Loan growth was cut to 5-7% (from 7-10%), and non-NII growth, excluding extra items in 2013, was cut to 7-10% (from 12-15%). Cost to income target was narrowed down to 38-40%, on the bank's cost cutting policy, while credit cost was lifted to 80-85bps, on the diminishing economic outlook (Figure 1).

Instead of growing its loan book, the core strategies the bank will focus on in 2014 include i) reducing cost of deposits, amid the slow economy and low demand for new loans, ii) building recurring fee-based income and non-NII, particularly from SME and wholesale segments, iii) decelerating OPEX growth, and iv) upgrading capabilities of relationship managers to establish the core of a wealth management franchise.

Figure 1: More bearish business targets set for 2014

	2012	2013	2014	
	Actual	Actual	Previous Targets	New Targets
ROE	19.7%	22.8%	19-21%	17-20%
ROA	1.9%	2.2%	1.9-2.1%	1.8-2.0%
NIM	3.18%	3.2%	3.1-3.3%	3.1-3.3%
Loan growth (YoY)	19.7%	12.7%	7-10%	5-7%
Non-NII	15.3%	25.4%	12-15%	7-10%
Cost to income	41.2%	37.7%	39-41%	38-40%
NPL (gross)	2.13%	2.08%	2.0-2.3%	2.0-2.3%
Credit cost (bps)	66	78	65-70	80-85

Source: Company data; KGI Securities (Thailand)

Further earnings cut

Incorporating the bank's new more bearish guidance, we revised down our 2014 earnings forecast by 7.6%, mainly from lower non-NII growth and higher credit cost. Our key revisions on some forecast assumptions are listed in Figure 2.

Figure 2: Changes in key assumptions and earnings revision

Key assumptions	2014F		
	Previous	New	Change (+/-)
Loan growth	8%	6%	-2ppts
Non-NII growth	13%	3%	-10ppts
NIM	3.2%	3.2%	-
Cost to income	40%	40%	-
Credit cost (bps)	70	85	+15bps
Net profit (Bt bn)	54,817	50,670	-7.6%
EPS growth	8.1%	0.9%	-7.2ppts
ROE	20.6%	19.6%	-1ppt

Source: Company data; KGI Securities (Thailand)

1Q14 profit expected to drop 8% YoY but rise 2.7% QoQ

We expect SCB to report 1Q14 earnings of Bt12.0bn, down 8% YoY but up 2.7% QoQ. The YoY decline would be due to lower non-NII and higher provision, while the QoQ increase would be thanks mainly to lower provision. If our estimate is correct, its 3M14 earnings will account for 24% of our full-year forecast.

Figure 3: 1Q14F earnings preview

Bt mn	1Q14F	1Q13	YoY (%)	4Q13	QoQ (%)
NII	19,388	17,237	12.5	19,003	2.0
Fee income, net	6,590	5,991	10.0	6,568	0.3
Non-NII	12,179	12,312	(1.1)	12,977	(6.1)
Total operating income	31,566	29,549	6.8	31,980	(1.3)
Total operating expenses	12,627	10,825	16.6	12,792	(1.3)
PPOP	18,641	18,290	1.9	17,788	4.8
Provision	3,696	2,518	46.8	4,245	(12.9)
Net profit	12,066	13,116	(8.0)	11,752	2.7
EPS (Bt)	3.56	3.87	(8.0)	3.46	2.7
Percent	1Q14F	1Q13	YoY (ppts)	4Q13	QoQ (ppts)
NIM (bps change)	3.19	3.10	9.0	3.20	(0.7)
ROAA	1.92	2.28	(0.4)	1.92	0.0
ROAE	18.99	23.59	(4.6)	19.38	(0.4)
Cost-to-income ratio	40.00	36.63	3.4	40.00	0.0
Bt bn	1Q14F	1Q13	YoY (%)	4Q13	QoQ (%)
Loans	1,739	1,598	8.8	1,739	0.0
Deposits	1,823	1,656	10.1	1,823	0.0
Percent	1Q14F	1Q13	YoY (ppts)	4Q13	QoQ (ppts)
LDR	95.42	96.49	(1.1)	95.42	0.0
LDR+borrows	90.69	89.54	1.2	90.69	0.0

Source: Company data; KGI Securities (Thailand) estimates

Valuation and Recommendation

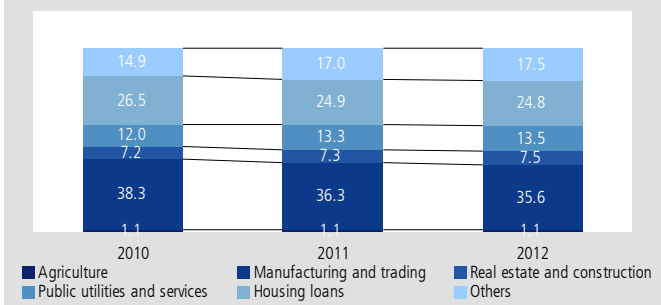
With our new 2014 estimates, we derived a new target price of Bt178.00, from Bt185.00, based on 2.1x 14PBV. We maintain a rating of Outperform on SCB.

Year-end	Pre-prov. profits (Bt mn)	Pretax profits (Bt mn)	Net income (Bt mn)	EPS (Bt/Share)	EPS Growth (%)	
2011	54,152	47,522	36,273	10.68	49.7	
2012	60,583	51,187	39,235	11.56	8.2	
2013	76,215	62,574	50,233	14.80	28.0	
2014F	79,108	63,982	50,670	14.93	0.9	
2015F	89,367	72,859	57,771	17.02	14.0	
Year-end	ROAA (%)	ROAE (%)	P/E (x)	P/BV (x)	Dividend Yield (%)	
2011	2.2	21.3	14.6	2.9	2.2	
2012	1.9	19.6	13.5	2.5	2.9	
2013	2.1	21.8	10.5	2.1	3.1	
2014F	2.0	19.2	10.4	1.9	3.1	
2015F	2.1	19.2	9.2	1.6	3.5	
Sector	Banking				52-week trading range (Bt)	131.5-197.5
12M target price (Bt/shr)	178.0				Mkt cap-Bt bn/US\$ bn	529.5/17.1
Upside/downside (%)	14.1				Outstanding shares (mn)	3,394
The ranking of excess return (%)	42.3				Free floating shares (mn)	2,413
Dividend yield-12/14F (%)	3.1				Foreign ownership (mn)	1,243
Book value/shr-12/14F (Bt)	72.6				3M avg. daily trading (mn)	7
P/BV-12/14F (x)	2.1				Abs. Performance (3,6,12M)(%)	2.3; -8.2; -9.6
Past due loan ratio (%)	2.8				Rel. Performance (3,6,12M)(%)	0.9; 0.2; 1.6

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Appendix 1: Breakdown of loanbook by industry

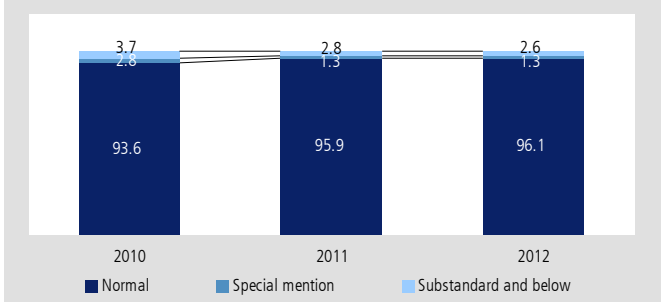
Breakdown of loanbook by industry, percent



Source: Company data; KGI Securities (Thailand) estimates

Appendix 2: Breakdown of loanbook by asset quality

Breakdown of loanbook by asset quality, percent



Source: Company data; KGI Securities (Thailand) estimates

Balance Sheet

As of 31 Dec (Bt mn)	2011	2012	2013	2014F	2015F
Total Assets	1,848,378	2,270,067	2,534,206	2,686,257	2,897,935
Cash	33,701	31,322	35,755	20,670	14,718
Interbank and Money Mkt Securities	125,003	162,755	171,522	234,485	270,450
Securities (resale)	0	0	3,089	3,089	3,089
Investments	322,371	458,943	504,873	504,873	504,873
Loans & Accrued Int. - Net	1,249,688	1,498,993	1,679,097	1,783,270	1,964,935
Properties Foreclosed	11,765	9,456	9,650	9,650	9,650
Properties, Premises and Equipment	34,772	35,393	35,375	35,375	35,375
Others	71,078	73,204	94,846	94,846	94,846
Total Liabilities	1,661,195	2,054,724	2,286,166	2,403,558	2,573,163
Deposits	1,184,388	1,614,059	1,822,911	1,934,488	2,093,952
Interbank and Money Mkt Securities	53,431	107,063	119,127	119,127	119,127
Account Payable	6,905	9,603	11,495	11,495	11,495
REPO Securities	0	0	0	0	0
Short-term Borrowings	0	0	0	0	0
Debt issued and borrowings	255,843	132,577	95,012	100,827	110,969
Others	160,628	191,422	237,621	237,621	237,621
Shareholders' Equity	187,183	215,343	248,040	282,699	324,772
Common Stock	33,932	33,937	33,940	33,940	33,940
Capital Surplus	11,124	11,124	11,124	11,124	11,124
Retained Earnings	142,067	170,227	202,924	237,583	279,656
Preferred Stock	60	55	52	52	52
Supplementary					
Non Performing Loans	36,200	35,873	37,025	39,291	43,243

Source: Company data; KGI Securities (Thailand) estimates

Du Pont Analysis

Year to 31 Dec (%)	2011	2012	2013	2014F	2015F
Tax burden: net profit/pre-tax profit	0.8	0.8	0.8	0.8	0.8
Extraordinaries: pre-tax profit/oper. profit (OP)	1.1	1.0	1.0	1.0	1.0
Credit costs: OP/pre-provision OP (PPOP)	0.9	0.9	0.8	0.8	0.8
Costs: PPOP/pre-prov. oper. rev. (PPOR)	0.5	0.6	0.6	0.6	0.6
Non-int. income: PPOR/pre-provision NII	1.9	1.7	1.8	1.7	1.8
Int. margin: pre-provision NII/asset	0.0	0.0	0.0	0.0	0.0
Leverage: asset/equity	9.9	10.5	10.2	9.5	8.9
Multiply the above to derive:					
ROE	19.4	18.2	20.3	17.9	17.8

Source: Company data; KGI Securities (Thailand) estimates

Key Assumptions & Ratios

Year to 31 Dec	2011	2012	2013	2014F	2015F
Growth (YoY %)					
Loans & Accrued Interests	22.7	19.9	12.0	6.2	10.2
Deposits	8.4	36.3	12.9	6.1	8.2
Total Assets	25.2	22.8	11.6	6.0	7.9
Total Equity	20.7	15.0	15.2	14.0	14.9
Growth (YoY %)					
Net Interest Income	27.1	22.9	17.6	9.4	9.1
Provision	41.1	41.7	45.2	10.9	9.1
Non-interest Income	37.9	0.9	23.6	2.8	19.0
Operating Non-interest Income	30.3	13.8	21.9	5.2	19.4
Total Revenue (NII + Non-NII)	31.7	13.1	20.0	6.7	13.0
Total Operating Revenue	28.4	19.2	19.2	7.7	13.1
NP	49.9	8.2	28.0	0.9	14.0
EPS	49.7	8.2	28.0	0.9	14.0
OP before Tax	25.2	20.6	22.2	2.3	13.9
OP after Tax	28.8	25.8	28.0	0.9	14.0
PPOP before Tax	34.8	22.4	24.7	5.4	13.2
PPOP after Tax	41.2	28.0	30.5	4.8	13.0
PPP before Tax	40.3	11.9	25.8	3.8	13.0
PPP after Tax	47.9	13.9	31.6	3.0	12.8
Profitability (%)					
Yield on Int.-earning Assets	5.0	5.3	5.3	5.2	5.2
Cost of Funds	2.0	2.5	2.4	2.4	2.4
Net Interest Margin	3.26	3.17	3.18	3.19	3.23
Fee Income/Total Operating Revenue	23.2	20.1	20.2	20.6	20.0
Fee Income/Total Assets	1.1	0.9	1.0	1.0	1.0
Cost/Op Income Ratio	42.9	41.2	38.3	40.0	40.0
ROAA	2.2	1.9	2.1	2.0	2.1
ROAA (Pre-provision profits)	3.3	2.9	3.2	3.0	3.2
ROAE	21.3	19.6	21.8	19.2	19.2
ROAE (Pre-provision profits)	31.8	30.3	33.1	30.0	29.7
Capital Adequacy (%)					
Tier 1 Ratio	11.1	10.9	14.8	16.9	19.4
Tier 2 Ratio	3.4	5.6	3.8	3.8	3.8
Capital Adequacy Ratio	14.5	16.5	18.6	20.7	23.2
Equity/Assets Ratio	10.1	9.5	9.8	10.5	11.2
Asset Quality (%)					
NPLs Ratio	2.6	2.1	2.1	2.1	2.1
NPLs Coverage Ratio	127.1	144.8	162.9	163.0	163.2
Provision/Loans Ratio	3.5	3.3	3.5	3.5	3.5
Collateral/Loans Ratio	5.2	5.2	5.2	5.2	5.2
Liquidity (%)					
Loans/Deposits Ratio	109.4	96.1	95.4	95.5	97.2
Loans/Deposits and Borrowings Ratio	90.0	88.8	90.7	90.8	92.3
Per Share Data (Bt)					
Pre-provision EPS (weighted avg.)	12.7	14.4	19.0	19.5	22.0
Pre-provision EPS (fully diluted)	12.6	14.4	19.0	19.5	22.0
EPS (weighted avg.)	10.7	11.6	14.8	14.9	17.0
EPS (fully diluted)	10.7	11.6	14.8	14.9	17.0
DPS	3.5	4.5	4.9	4.8	5.4
BVPS	54.7	63.0	72.6	82.6	94.9
Adjusted BVPS	68.3	78.3	90.3	101.5	115.7

Source: Company data; KGI Securities (Thailand) estimates

Profit & Loss

Year to 31 Dec (Bt mn)	2011	2012	2013	2014F	2015F
Interest Income	77,947	103,399	120,691	130,585	140,901
Interest Expense	27,421	41,295	47,682	50,692	53,776
Net Interest Income (NII)	50,526	62,104	73,009	79,893	87,125
Provision and Restructuring Loss	6,630	9,396	13,641	15,126	16,509
NII after Provision	43,896	52,708	59,367	64,767	70,616
Non-interest Income, net (non-NII)	40,509	40,880	50,523	51,954	61,820
Fee income, net	19,806	20,456	24,476	26,924	29,616
Investment Gains	5,330	1,293	2,277	1,200	1,200
Investment Income	402	1	(7)	(5)	(5)
Others	14,972	19,130	23,777	23,835	31,009
Non-interest Expenses	36,883	42,402	47,317	52,739	59,578
Profit before Tax	47,522	51,187	62,574	63,982	72,859
Income Tax	11,213	11,667	11,821	12,796	14,572
Minority Interest	36	285	519	516	516
Net Profit	36,273	39,235	50,233	50,670	57,771
EPS (Bt)	10.7	11.6	14.8	14.9	17.0
Operating Profit before Tax	42,435	51,187	62,574	63,982	72,859
Operating Profit after Tax	31,186	39,235	50,233	50,670	57,771
Pre-provision Operating Profit before Tax	48,420	59,289	73,945	77,913	88,172
Pre-provision Operating Profit after Tax	37,208	47,622	62,124	65,116	73,600
Pre-provision Profit before Tax	54,152	60,583	76,215	79,108	89,367
Pre-provision Profit after Tax	42,939	48,916	64,393	66,312	74,795

Source: Company data; KGI Securities (Thailand) estimates

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Thailand strategy

Too early to be concerned about Fed Fund Rate hike

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- **Market concerns about US interest rate rise premature**
- **In 2004 cycle, stocks reacted five months ahead of actual hike; this cycle, Fed hike may be about a year from now**
- **Market pullback seen as short-lived; maintain sideways up call with 2Q14 target of 1,380-1,440pts**
- **Top picks: DTAC*, MINT*, PTTEP*, BTS*, STEC* and SPALI***

Summary

We believe that current concerns about US interest rate rising are premature. During the 2004 Fed hike cycle, stock markets reacted five months ahead of the actual rate hike. However, even if the US Fed Chair is correct that US interest rate will rise six months after the QE tapering ends, it is still about a year away. Hence, we view that the market easing will be short-lived and we maintain a sideways up view for 2Q14. Our top picks are Total Access Communication (DTAC.BK/DTAC TB)*, Minor International (MINT.BK/MINT TB)*, PTT Exploration & Production (PTTE.BK/PTTEP TB)*, BTS Group (BTS.BK/BTS TB)*, Sino-Thai Engineering & Construction (STEC.BK/STEC TB)* and Supalai (SPALI.BK/SPALI TB)*.

US Fed sees more positive labor market

The economic projections of the Federal Open Market Committee (FOMC) at its March 19 meeting suggest a moderately improving labor market with the unemployment rate declining from 6.3-6.6% to 6.1-6.3% in 2014 and 5.8-6.1% to 5.6-5.9% in 2015. Meanwhile, the FOMC trimmed the upper level of the economic growth rate down by 0.2% from 2.8-3.2% to 2.8-3.0% in 2014 and 3.0-3.4% to 3.0-3.2% in 2015.

Earlier rate hike by Fed doesn't matter

During her first press conference as Fed chair, Janet Yellen sparked expectations for a rate hike six months after QE tapering ends, which is currently expected to be in 2Q15. While this is earlier than the markets previous expectation of late 2015, it does not matter as long as the US economy continues to grow.

No effect to Thai monetary policy stance

Given the extremely different economic conditions and directions between the US and Thailand, their monetary policy stances can also differ. The US economy continues to improve with positive perspective, while Thailand's economy continues to deteriorate with negative perspective. The Fed's monetary policy perspective shift will not impact local easing in the monetary policy stance amid the downward economic growth rate and lower stability in the near future.

Maintain downward cycle to support growth

Although we are currently maintaining our 2014 GDP growth rate forecast of 3.0% as our base case scenario, as the political dispute drags on with no end in sight, we are likely to trim our growth outlook closer to our downside risk of 2.2%. We are maintaining our

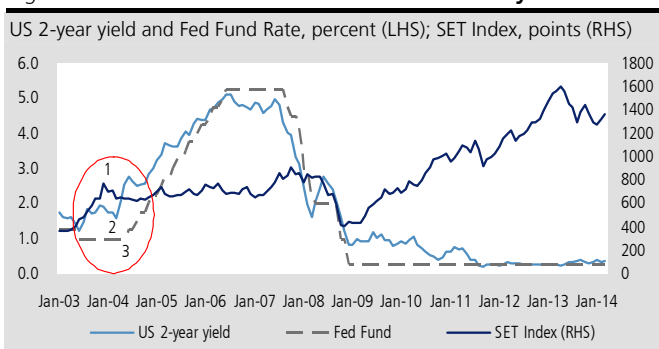
view that the downward cycle in the policy rate would continue in mid-2014. The MPC will likely cut its policy rate 0.25% to 1.75% at its June 18 or August 6 meeting.

Strategy section: Market reaction during 2004 Fed hike cycle

To see how the stock market reacted to expectations for a US Fed interest rate hike, we go back to 2004 when EM and Thai markets posted corrections on investor views about a Fed hike. As shown below, SET Index began to correct about five months before the Fed actually raised the Fed Fund Rate. Similarly, the SET corrected about three months before the US 2-year yield rose.

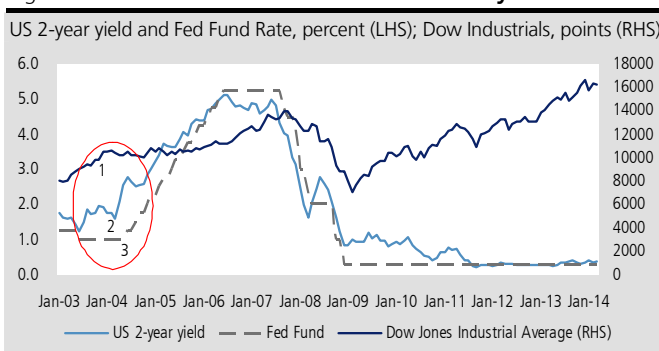
In the figure below, we plot the US bond yield and Fed Fund Rate against the Dow Jones Industrial. A similar pattern was seen that US stocks had some correction before the benchmark interest rate moved up.

Figure 1: Thai market reaction to 2004 Fed hike cycle



Source: SET; US Federal Reserves

Figure 2: US market reaction in 2004 Fed hike cycle

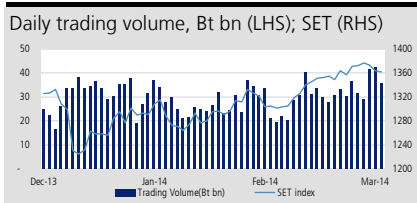


Source: Aspen; US Federal Reserves

If we take the market impact from 2004 and apply it to the current situation, we see it is too early to call for a 'Fed hike correction'. Regarding the comments from Fed Chair Janet Yellen that US interest rate may rise six months after the end of the QE tapering, a hike is possible in 2Q15 and stock markets may begin to react in 4Q14, not now. Hence, we believe the SET pullback starting a few days ago should not be very drastic.

We are maintaining our 2Q14 SET target of between 1,380 and 1,440 based on 12.0x to 12.5x forward PE. Key catalysts for this moderate SET upside are i) good chance of more political clarity in April or May, and ii) some degree of foreign equity inflows following brighter global economic outlook, led by the US economy. Our top picks for 2Q14 remain DTAC, MINT, PTTEP, BTS, STEC and SPALI.

*The Company may be issuer of Derivative Warrants on these securities.


SET performance


Source: SET

Market turnover Bt36bn

Bt bn	Buy	%	Sell	%
Retail	18.7	59.3	15.3	49.1
Foreign	9.6	30.3	10.6	34.1
Institutional	3.3	10.5	5.3	16.9

Most active sectors

	Bt bn	Chng (%)	% of total
Ict	6.3	0.5	17.8
Banking	5.8	-0.9	16.3
Food	3.5	-2.0	9.9
Energy	3.5	0.5	9.9
Trans	3.0	-	8.5

Most active stocks

	Close (Bt)	Chng (%)	Bt bn
CPF	28	-5.1	2.8
ADVANC	225	1.4	2.0
BBL	178	-1.9	1.7
TRUE	7.05	-1.4	1.5
PTT	293	1.0	1.5

Daily NVDR report
Increase

Stock	19-Mar-14 mn shares	20-Mar-14 mn shares	Value Bt mn
KBANK	648.4	649.6	207.2
SCB	134.9	135.7	112.3
KTB	660.2	663.5	61.5
CPF	492.9	495.0	56.8
PTTEP	156.9	157.3	54.0
PS	63.4	65.5	41.2
MEGA	24.6	26.3	36.8
RATCH	50.5	51.2	35.1
TISCO	66.0	66.4	15.4
HANA	20.8	21.3	14.4

Decrease

Stock	19-Mar-14 mn shares	20-Mar-14 mn shares	Value Bt mn
SCC	113.0	112.1	-344.5
DTAC	333.9	332.2	-200.3
MINT	345.3	338.8	-157.8
BTS	762.9	747.0	-135.3
BBL	572.2	571.8	-63.4
INTUCH	665.5	664.8	-54.4
ADVANC	176.7	176.5	-48.2
KKP	42.1	41.2	-38.7
DELTA	88.3	87.6	-33.9
TRUE	645.1	641.2	-27.5

Trader Comments

Rakpong Chaisuparakul (66.2658.8888 Ext. 8845)

We expect the Thai market to have a moderate rebound on Friday, as investors seem to be less concerned about the possibility of a US Fed rate hike. Latest US economic figures, including the Leading Economic Indicator (LEI) and weekly jobless claims, were stronger than expected and made investors believe the US can weather rising interest rate. However, market recovery should be limited, as the US Dollar Index continued to spike, a sign of transition to higher US interest rate, which may cap Asian investment sentiment. Back to local issues, the Constitution Court will today announce its verdict on whether the general election on February 2 was constitutional. We see a good chance that the poll will be annulled. A more important issue is whether the court will guide on how to arrange a new election or fix the ongoing problems on areas that still do not have candidates. Meanwhile, the Bank of Thailand is cutting its 2014 GDP forecast today, but the market impact should be limited as its new forecast should be close to the current street estimate of between 2.5-3.0%. Overall, SET remains in a consolidation; stick with strong 1Q14 earnings plays.

Quick Bullets

Thai Research Team (66.2658.8888 Ext. 8859)

The University of the Thai Chamber of Commerce (UTCC) has revised the country's Gross Domestic Product (GDP) growth projection for 2014 to 2.5%, down from an earlier forecast of 4.5%. Thanavath Phonvichai, an economist at the UTCC said the GDP projection had been slashed to between 2% and 3% due to ongoing political deadlock and the unsuccessful general election. (Bangkok Post)

Exports this year could dip by almost 14% if the political unrest continues until the second quarter, as 40% of companies do not have risk management plans in place for protests, a recent survey found. Business operators, surveyed by the Office of Industrial Economics (OIE) last month, predicted exports would fall by 18.5% and 26% in the third and fourth quarters this year if unrest continues to those periods. (Bangkok Post)

Nomura Holdings Inc, Japan's largest securities firm, will buy more shares in the Thai brokerage Capital Nomura Securities (CNS.BK/CNS TB), expecting to pay as much as ¥10.4bn (Bt3.29bn). CNS informed the Stock Exchange of Thailand (SET) on Wednesday that the company will hold its annual general shareholders' meeting on April 25. (Bangkok Post)

PTT Exploration and Production Plc (PTTEP.BK/PTTEP TB)*, Thailand's only publicly listed petroleum explorer, has set a goal to reduce 20% of its greenhouse gas emissions by 2020. The SET-listed company has signed a memorandum of understanding (MoU) with the Thailand Greenhouse Gas Management Organization (TGO) for a demonstration project of the Thailand Voluntary Emission Reduction programme (T-VER). (Bangkok Post)

The Bank of Ayudhya (BAY.BK/BAY TB)* has set an aggressive goal in the small and medium-sized enterprise (SME) segment targeting to overtake the market's top three in the next five years through business synergy with its Japanese major shareholder. (Bangkok Post)

Eastern Commercial Leasing (ECL.BK/ECL TB), a listed hire-purchase company, might consider joint investment with Japanese lease-to-own company Premium Financial Services (PFS) if their initial partnership proves productive. The company yesterday signed an agreement with PFS to exchange financing know-how in the used-car market as a move to expand in this segment ahead of the upcoming Asean common market. (The Nation)

Mid-sized developers Nirvana Development Co and Thanasiri Group Plc (THANA.BK/THANA TB) have opted to develop new projects in existing locations, targeting to have a growth of 30% and 15%, respectively. (Bangkok Post)

*The Company may be issuer of Derivative Warrants on these securities.

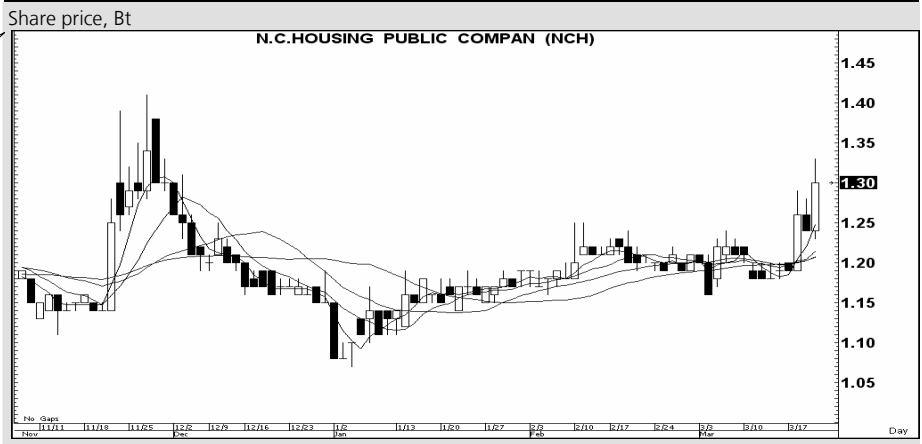


Top 3 technical trade

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Note: The comments and views in this section are those of the Quantitative Strategy team and do not necessarily coincide with the views of the Fundamental Equities Research team.

NCH (NCH.BK, Bt1.30) Price Chart

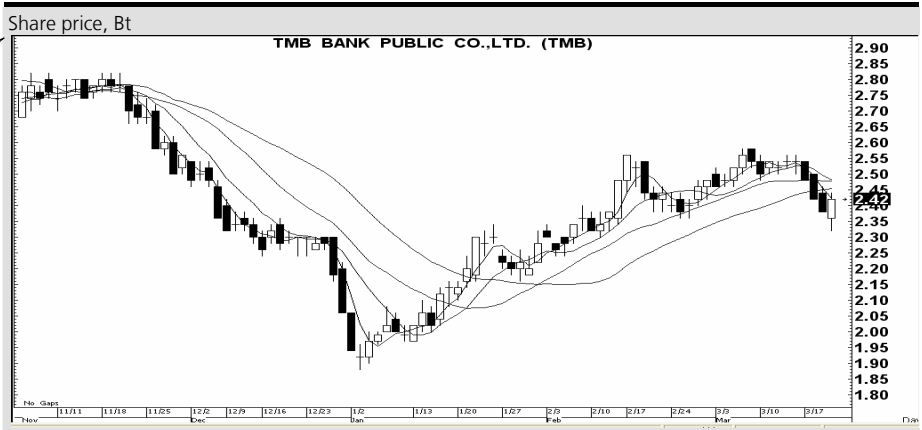


Source: Aspen

NCH (Bt1.30)

Signal: Buy
 Indicator: Positive
 Action: Quick trade
 Comment: Momentum 1.37; cut the position if below 1.27.

TMB* (TMB.BK, Bt2.42) Price Chart

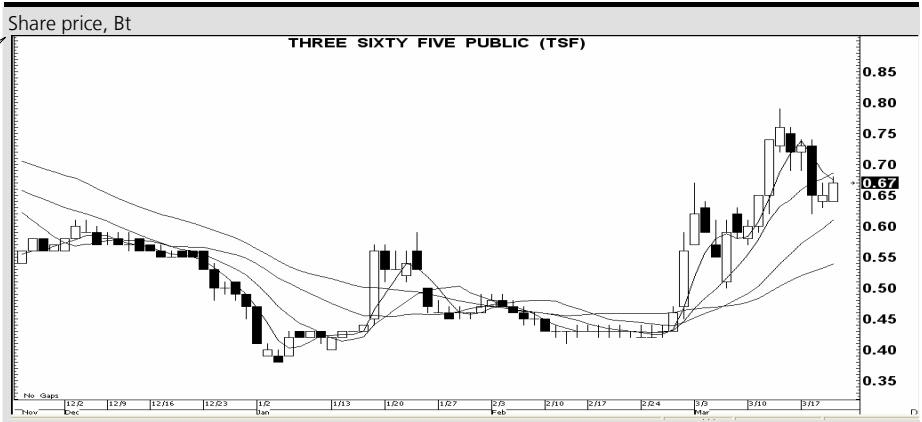


Source: Aspen

TMB* (Bt2.42)

Signal: Support buy
 Indicator: Neutral-positive
 Action: Quick trade
 Comment: Momentum 2.50; the position if below 2.38.

TSF (TSF.BK, Bt0.67) Price Chart



Source: Aspen

TSF (Bt0.67)

Signal: Support buy
 Indicator: Neutral-positive
 Action: Quick trade
 Comment: Momentum 0.71; cut the position if below 0.65.

*The Company may be issuer of Derivative Warrants on these securities.


Valuation table

	Code	Company	Rating	Mkt cap (Bt mn)	Mkt cap (US\$mn)	Price (Bt)	Target (Bt)	Up/down (%)	Absolute performance (%)			Relative performance (%)		
									3m	6m	12m	3m	6m	12m
Agriculture	TVO	THAI VEGETABLE OIL	Outperform	18,598	465	23.00	30.00	30.4	26.4	23.7	(2.5)	24.6	35.0	10.5
Banking	BAY *	BANK OF AYUDHYA	Underperform	214,114	5,353	35.25	34.00	(3.5)	(2.1)	(7.2)	2.9	(3.4)	1.3	16.7
	BBL *	BANGKOK BANK	Neutral	339,774	8,494	178.00	202.00	13.5	(2.2)	(15.2)	(19.1)	(3.5)	(7.4)	(8.3)
	KBANK *	KASIKORN BANK	Outperform	415,231	10,381	173.50	200.00	15.3	2.7	(11.0)	(15.8)	1.2	(2.8)	(4.5)
	KKP *	KIATNAKIN BANK	Neutral	35,657	891	42.50	46.00	8.2	5.6	(8.1)	(33.6)	4.1	0.3	(24.7)
	KTB *	KRUNG THAI BANK	Neutral	258,557	6,464	18.50	20.00	8.1	4.5	(15.5)	(32.1)	3.1	(7.8)	(23.0)
	SCB *	THE SIAM COMMERCIAL BANK	Outperform	529,476	13,237	156.00	178.00	14.1	2.3	(8.2)	(10.9)	0.9	0.2	1.1
	TCAP *	THANACHART CAPITAL	Underperform	46,321	1,158	36.25	35.00	(3.4)	12.4	2.8	(19.0)	10.9	12.3	(8.2)
	TISCO *	TISCO FINANCIAL GROUP	Underperform	32,625	816	40.75	42.00	3.1	4.5	0.0	(25.2)	3.0	9.2	(15.2)
	TMB *	TMB BANK	Underperform	105,527	2,638	2.42	2.00	(17.4)	5.2	(10.4)	(9.7)	3.8	(2.1)	2.4
Building	DCC *	DYNASTY CERAMIC	Neutral	21,216	530	52.00	58.00	11.5	7.2	(9.2)	(13.0)	5.7	(0.8)	(1.3)
	DRT	DIAMOND BUILDING PRODUCTS	Neutral	6,444	161	6.15	7.10	15.4	(23.1)	(23.1)	(28.1)	(24.2)	(16.1)	(18.4)
	SCC *	THE SIAM CEMENT	Outperform	496,800	12,420	414.00	580.00	40.1	4.3	(10.4)	(14.1)	2.8	(2.1)	(2.6)
	TASCO *	TIPCO ASPHALT	Neutral	7,476	187	49.00	62.00	26.5	(7.1)	(12.1)	(18.7)	(8.4)	(4.0)	(7.8)
	TMT	THAI METAL TRADE	Outperform	4,441	111	10.20	13.50	32.4	(9.7)	(10.5)	(17.7)	(11.0)	(2.3)	(6.7)
	TSTH	TATA STEEL (THAILAND)	Neutral	6,485	162	0.77	1.10	42.9	(3.8)	0.0	(31.3)	(5.1)	9.2	(22.0)
Chemical	PTTGC *	PTT GLOBAL CHEMICAL	Outperform	315,619	7,890	70.00	90.00	28.6	(12.5)	(5.1)	0.7	(13.7)	3.6	14.2
Comm	BIGC *	BIG C SUPERCENTER	Neutral	147,675	3,692	179.00	230.00	28.5	(2.5)	(16.0)	(14.8)	(3.8)	(8.2)	(3.4)
	CPALL *	CP ALL	Outperform	384,028	9,601	42.75	54.00	26.3	(3.4)	7.5	(6.6)	(4.7)	17.4	5.9
	GLOBAL *	SIAM GLOBAL HOUSE	Neutral	37,369	934	14.30	17.20	20.3	(13.3)	(28.5)	(31.6)	(14.5)	(21.9)	(22.4)
	HMPRO *	HOME PRODUCT CENTER	Outperform	93,498	2,337	9.75	10.90	11.8	(2.5)	(26.7)	(39.1)	(3.8)	(19.9)	(30.9)
	MAKRO	SIAM MAKRO	Underperform	153,600	3,840	32.00	34.00	6.3	4.1	(95.3)	(93.7)	2.6	(94.8)	(92.9)
	ROBINS *	ROBINSON DEPARTMENT STORE	Underperform	57,477	1,437	51.75	49.00	(5.3)	1.5	(10.0)	(31.0)	0.1	(1.7)	(21.8)
Energy	AI	ASIAN INSULATORS	Outperform	6,600	165	13.20	25.20	90.9	(6.4)	(15.9)	(4.3)	(7.7)	(8.2)	8.5
	BANPU *	BANPU	Neutral	67,129	1,678	26.00	31.00	19.2	(20.6)	(91.2)	(93.1)	(21.7)	(90.3)	(92.1)
	BCP *	THE BANGCHAK PETROLEUM	Outperform	42,340	1,059	30.75	35.00	13.8	2.5	(8.9)	(7.5)	1.1	(0.5)	4.9
	PTT *	PTT	Outperform	836,896	20,922	293.00	420.00	43.3	0.7	(12.8)	(12.0)	(0.7)	(4.8)	(0.2)
	PTTEP *	PTT EXPLORATION AND PRODUCTION	Outperform	605,423	15,136	152.50	177.00	16.1	(8.7)	(10.3)	2.0	(9.9)	(2.0)	15.7
	TOP *	THAI OIL	Neutral	106,081	2,652	52.00	54.00	3.8	(11.1)	(16.1)	(21.5)	(12.3)	(8.4)	(11.0)
	TTW *	THAI TAP WATER SUPPLY	Outperform	37,107	928	9.30	7.50	(19.4)	(6.1)	(10.6)	(17.0)	(7.4)	(2.3)	(5.9)
Entertainment	BEC *	BEC WORLD	Underperform	105,000	2,625	52.50	60.00	14.3	2.9	(16.0)	(22.2)	1.5	(8.3)	(11.8)
	MAJOR *	MAJOR CINEPLEX GROUP	Outperform	16,686	417	18.80	21.00	11.7	7.4	(8.3)	(6.9)	5.9	0.1	5.5
	MCOT *	MCOT	Neutral	19,754	494	28.75	38.00	32.2	(1.7)	(17.9)	(44.2)	(3.1)	(10.3)	(36.7)
Food	CPF *	CHAROEN POKPHAND FOODS	Outperform	216,802	5,420	28.00	34.00	21.4	(6.7)	0.9	(15.8)	(8.0)	10.2	(4.5)
	MINT *	MINOR INTERNATIONAL	Outperform	98,033	2,451	24.50	28.00	14.3	2.5	(1.6)	2.1	1.1	7.4	15.7
	TUF *	THAI UNION FROZEN PRODUCTS	Outperform	76,028	1,901	66.25	74.00	11.7	(1.5)	15.2	7.7	(2.8)	25.8	22.1
Health	BGH *	BANGKOK DUSIT MEDICAL SERVICES	Neutral	207,579	5,189	134.00	135.00	0.7	7.6	(6.9)	(17.0)	6.1	1.6	(5.9)
	BH *	BUMRUNGRAD HOSPITAL	Outperform	64,481	1,612	88.50	100.00	13.0	1.7	1.1	2.9	0.3	10.5	16.7
Home	MODERN	MODERNFORM	Outperform	6,750	169	9.00	12.65	40.6	3.4	(9.5)	(0.6)	2.0	(1.2)	12.8
Media	VGI *	VGI GLOBAL MEDIA	Neutral	39,124	978	11.40	7.40	(35.1)	5.6	(91.1)	(91.3)	4.1	(90.2)	(90.1)
Property	AMATA *	AMATA CORPORATION	Neutral	15,472	387	14.50	25.50	75.9	4.3	(25.3)	(42.6)	2.9	(18.4)	(34.9)
	AP *	ASIAN PROPERTY DEVELOPMENT	Outperform	15,301	383	5.35	13.00	143.0	11.0	(18.9)	(41.5)	9.5	(11.5)	(33.7)
	BJCHI	BJC HEAVY INDUSTRIES	Outperform	14,160	354	44.25	51.00	15.3	22.1	N.A.	N.A.	20.4	N.A.	N.A.
	CK *	CH. KARNCHANG	Outperform	27,929	698	16.90	19.40	14.8	6.3	(28.1)	(33.7)	4.8	(21.5)	(24.9)
	CPN *	CENTRAL PATTANA	Outperform	198,594	4,965	44.25	60.00	35.6	5.4	(4.8)	(52.2)	3.9	3.9	(45.8)
	HEMRAJ *	HEMARAJ LAND AND DEVELOPMENT	Outperform	31,639	791	3.26	4.80	47.2	8.7	(5.2)	(25.2)	7.2	3.5	(15.2)
	LH *	LAND AND HOUSES	Outperform	96,249	2,406	9.60	14.50	51.0	5.5	(17.9)	(24.4)	4.0	(10.4)	(14.3)
	LPN *	L.P.N. DEVELOPMENT	Neutral	23,316	583	15.80	26.00	64.6	(3.7)	(27.5)	(32.8)	(5.0)	(20.9)	(23.8)
	PS *	PRUKSA REAL ESTATE	Outperform	44,698	1,117	20.10	35.80	78.1	2.0	(7.4)	(28.8)	0.6	1.2	(19.3)
	QH *	QUALITY HOUSES	Outperform	27,735	693	3.02	5.40	78.8	11.9	(12.7)	(30.1)	10.3	(4.7)	(20.7)
	ROJNA	ROJANA INDUSTRIAL PARK	Outperform	10,176	254	7.10	15.30	115.5	(1.4)	(12.9)	(39.8)	(2.7)	(4.9)	(31.8)
	SIRI *	SANSIRI	Outperform	19,125	478	2.00	6.40	220.0	8.7	(25.4)	(57.8)	7.2	(18.5)	(52.2)
	SPALI *	SUPALAI	Outperform	30,383	760	17.70	26.30	48.6	14.2	5.4	(15.7)	12.6	15.1	(4.4)
	STEC *	SINO-THAI ENGINEERING & CONSTRUC	Outperform	26,384	660	17.30	19.60	13.3	10.9	(28.8)	(39.8)	9.4	(22.3)	(31.8)
	TICON *	TICON INDUSTRIAL CONNECTION	Outperform	15,693	392	17.20	31.00	80.2	3.0	(5.0)	(24.6)	1.6	3.8	(14.5)
	WHA *	WHA CORPORATION	Outperform	29,605	740	32.25	36.50	13.2	7.5	(25.4)	(34.2)	6.0	(18.6)	(25.4)
Transportation	AAV *	ASIA AVIATION	Neutral	19,594	490	4.04	4.20	4.0	(4.3)	(28.5)	(44.3)	(5.6)	(21.9)	(36.8)
	AOT *	AIRPORTS OF THAILAND	Outperform	275,714	6,893	193.00	215.00	11.4	11.9	(3.5)	56.9	10.3	5.4	77.9
	BECL *	BANGKOK EXPRESSWAY	Neutral	25,218	630	32.75	21.00	(35.9)	(4.4)	(11.5)	(11.5)	(5.7)	(3.3)	0.4
	NYT	NAMYONG TERMINAL	Outperform	11,532	288	18.60	16.80	(9.7)	7.5	N.A.	N.A.	6.0	N.A.	N.A.
Telecom	ADVANC *	ADVANCED INFO SERVICE	Outperform	668,946	16,724	225.00	290.00	28.9	6.6	(19.1)	(1.7)	5.2	(11.6)	11.4
	DTAC *	TOTAL ACCESS COMMUNICATION	Outperform	274,666	6,867	116.00	125.00	7.8	16.3	(2.1)	22.4	14.7	6.9	38.8
	INTUCH *	SHIN CORPORATION	Outperform	248,498	6,212	77.50	97.00	25.2	7.6	(13.2)	1.6	6.2	(5.2)	15.2
	THCOM *	THAICOM	Neutral	45,755	1,144	41.75	34.00	(18.6)	6.4	15.2	26.5	4.9	25.8	43.4
	TRUE *	TRUE CORPORATION	Neutral	102,438	2,561	7.05	9.00	27.7	(17.5)	(17.1)	(9.0)	(18.7)	(9.4)	3.1
Tourism	ERW *	THE ERAWAN GROUP	Outperform	9,504	238	3.84	4.80	25.0	(2.0)	(18.6)	(33.2)	(3.4)	(11.2)	(24.3)
	CENDEL *	CENTRAL PLAZA HOTEL	Neutral	41,175	1,029	30.50	36.00	18.0	(4.7)	(21.3)	(17.6)	(6.0)	(14.0)	(6.5)
Vehicle	SAT	SOMBOON ADVANCE TECHNOLOGY	Neutral	6,676	167	15.70	40.00	154.8	9.8	(14.7)	(55.1)	8.3	(6.8)	(49.1)
	STANLY	THAI STANLEY ELECTRIC	Outperform	15,861	397	207.00	256.00	23.7	(1.4)	(8.0)	(14.8)	(2.8)	0.5	(3.4)
	TSC	THAI STEEL CABLE	Underperform	3,481	87	13.40	7.40	(44.8)	(13.0)	(15.7)	(15.2)	(14.2)	(8.0)	(3.8)
Others	AGE	ASIA GREEN ENERGY	Neutral	3,334	83	2.42	2.70	11.6	7.1	11.0	(25.3)	5.6	21.2	(15.3)
	CHOW	CHOW STEEL INDUSTRIES	Neutral	1,232	31	1.54	1.90	23.4	10.0	8.5	(11.5)	8.5	18.4	0.4
	EA	ENERGY ABSOLUTE	Outperform	39,538	988	10.60	10.65	0.5	37.7	51.4	30.9	35.8	65.4	48.4
	JUBILE	JUBILEE ENTERPRISE	Outperform	4,357	109	25.00	27.00	8.0	5.0	4.2	2.0	3.6	13.8	15.7
	TNDT	THAI NONDESTRUCTIVE TESTING	Underperform	1,040	26	10.40	8.10	(22.1)	3.0	(6.3)	(1.0)	1.6	2.3	12.3
	TPAC	THAI PLASPAC	Outperform	1,411	35	7.05	9.00	27.7	10.2	34.3	(52.7)	8.6	46.6	(46.4)
	TRC	TRC CONSTRUCTION	Outperform	2,678	67	3.28	9.00	174.4	5.8	(13.7)	(77.5)	4.3	(5.7)	(74.5)
	TRT	TIRATHAI	Outperform	1,709	43	5.55	6.50	17.1	9.9	(1.8)	(9.0)	8.4	7.3	3.2

Source: Company data; KGI Securities (Thailand) estimates

*The Company may be issuer of Derivative Warrants on these securities.


Valuation table

	Code	Company	EPS (Bt/shr)			EPS growth (%)		P/E (x)		P/B (x)		EV/EBITDA (x)		Yield (%)		ROAE (%)	
			2013	2014F	2015F	2014F	2015F	2014F	2015F	2014F	2015F	2014F	2015F	2014F	2015F	2014F	2015F
Agriculture	TVO	THAI VEGETABLE OIL	1.98	0.00	0.00	6.0	6.1	N.A.	N.A.	0.4	0.4	N.A.	N.A.	10.7	11.3	11.6	11.4
Banking	BAY *	BANK OF AYUDHYA	2.31	2.57	2.93	11.2	14.1	13.7	12.0	1.6	1.4	N.A.	N.A.	2.2	2.5	12.1	12.6
	BBL *	BANGKOK BANK	18.84	18.70	20.12	(0.8)	7.6	9.5	8.8	1.1	1.0	N.A.	N.A.	4.1	4.4	11.7	11.7
	KBANK *	KASIKORN BANK	17.26	19.61	23.82	13.7	21.4	8.8	7.3	1.6	1.3	N.A.	N.A.	1.7	1.7	19.7	20.1
	KKP *	KIATNAKIN BANK	5.29	5.25	5.94	(0.7)	13.1	8.1	7.2	0.9	0.9	N.A.	N.A.	5.3	6.3	12.1	12.7
	KTB *	KRUNG THAI BANK	2.30	2.51	2.66	9.0	5.9	7.4	7.0	1.1	1.0	N.A.	N.A.	5.3	5.6	16.1	15.4
	SCB *	THE SIAM COMMERCIAL BANK	14.80	14.93	17.02	0.9	14.0	10.4	9.2	1.9	1.6	0.0	0.0	0.0	0.0	19.2	19.2
	TCAP *	THANACHART CAPITAL	7.51	4.50	4.81	(40.0)	6.8	8.1	7.5	0.9	0.8	N.A.	N.A.	3.8	4.1	11.1	11.1
	TISCO *	TISCO FINANCIAL GROUP	5.31	6.19	6.67	16.7	7.7	6.6	6.1	1.3	1.1	N.A.	N.A.	6.1	6.5	20.2	19.3
	TMB *	TMB BANK	0.13	0.15	0.16	12.8	7.3	16.3	15.2	1.6	1.5	N.A.	N.A.	1.9	2.0	10.1	10.1
Building	DCC *	DYNASTY CERAMIC	3.18	2.94	3.14	(7.5)	6.6	17.7	16.6	8.1	7.9	12.0	11.3	5.7	6.1	44.9	46.4
	DRT	DIAMOND BUILDING PRODUCTS	0.43	0.42	0.48	(2.1)	14.6	14.6	12.7	2.7	2.6	0.0	0.0	0.0	0.0	18.8	20.6
	SCC *	THE SIAM CEMENT	29.23	31.44	37.25	7.5	18.5	13.2	11.1	2.6	2.3	1.4	1.0	3.2	3.6	20.8	21.7
	TASCO *	TIPCO ASPHALT	5.45	5.55	7.00	1.8	26.0	8.8	7.0	1.3	1.1	0.0	0.0	0.0	0.0	12.8	14.5
	TMT	THAI METAL TRADE	1.01	1.07	1.23	5.7	15.4	9.5	8.3	1.9	1.8	0.0	0.0	0.0	0.0	20.2	21.6
	TSTH	TATA STEEL (THAILAND)	0.04	0.00	0.00	0.0	0.0	N.A.	N.A.	N.A.	N.A.	0.0	0.0	0.0	0.0	0.0	0.0
Chemical	PTTGC *	PTT GLOBAL CHEMICAL	7.38	8.45	8.72	14.4	3.2	8.3	8.0	1.2	1.1	0.0	0.0	0.0	0.0	14.9	14.2
Comm	BIGC *	BIG C SUPERCENTER	8.46	8.76	9.88	3.6	12.8	20.4	18.1	3.5	3.1	11.5	10.2	1.5	1.7	18.2	18.0
	CPALL *	CP ALL	1.17	1.56	1.92	32.6	23.6	27.5	22.2	9.6	8.3	17.3	15.1	2.9	3.6	38.3	40.2
	GLOBAL *	SIAM GLOBAL HOUSE	0.34	0.38	0.46	12.3	21.5	37.6	30.9	3.3	3.2	23.0	19.3	1.6	1.9	9.2	10.5
	HMPRO *	HOME PRODUCT CENTER	0.32	0.35	0.38	9.5	9.3	27.8	25.5	6.6	6.4	10.0	8.5	2.4	2.8	25.9	26.5
	MAKRO	SIAM MAKRO	0.90	1.07	1.25	19.9	16.6	29.8	25.6	12.1	10.8	17.7	15.2	2.6	3.0	43.6	44.8
	ROBINS *	ROBINSON DEPARTMENT STORE	1.79	1.81	1.97	1.0	9.3	28.6	26.2	4.3	3.9	13.0	12.0	1.7	1.8	15.9	15.6
Energy	AI	ASIAN INSULATORS	3.38	1.62	1.67	(52.1)	3.3	8.2	7.9	2.6	2.2	0.8	0.5	6.1	6.3	35.0	30.7
	BANPU *	BANPU	1.15	1.82	2.47	57.9	35.5	14.3	10.5	0.7	0.7	0.0	0.0	0.0	0.0	5.3	6.9
	BCP *	THE BANGCHAK PETROLEUM	3.38	3.72	4.62	10.2	23.9	8.3	6.7	1.1	1.0	0.0	0.0	0.0	0.0	14.0	15.9
	PTT *	PTT	42.76	45.20	42.31	5.7	(6.4)	6.5	6.9	0.9	0.9	0.7	0.9	5.5	5.2	15.2	13.0
	PTTEP *	PTT EXPLORATION AND PRODUCTION	14.14	16.12	17.22	14.0	6.8	9.5	8.9	1.4	1.3	0.0	0.0	0.0	0.0	15.8	15.4
	TOP *	THAI OIL	5.09	4.81	6.94	(5.5)	44.2	10.8	7.5	1.1	1.0	0.0	0.0	0.0	0.0	10.1	13.6
	TTW *	THAI TAP WATER SUPPLY	0.62	0.65	0.70	6.3	6.8	14.2	13.3	3.0	2.8	0.0	0.0	0.0	0.0	21.8	21.8
Entertainment	BEC *	BEC WORLD	2.80	2.94	3.09	5.0	5.0	17.9	17.0	11.7	11.5	N.A.	N.A.	N.A.	N.A.	65.9	68.1
	MAJOR *	MAJOR CINEPLEX GROUP	1.02	1.13	1.23	10.7	9.3	16.7	15.3	2.7	2.7	N.A.	N.A.	N.A.	N.A.	16.6	17.7
	MCOT *	MCOT	2.80	3.10	3.37	10.7	9.0	9.3	8.5	2.3	2.3	N.A.	N.A.	N.A.	N.A.	25.7	27.1
Food	CPF *	CHAROEN POKPHAND FOODS	0.91	1.26	2.06	38.1	63.5	22.2	13.6	1.6	1.5	0.9	0.7	1.5	2.1	7.3	10.9
	MINT *	MINOR INTERNATIONAL	1.03	1.17	1.43	14.2	22.1	20.9	17.1	3.2	2.8	2.6	2.2	1.6	2.0	16.5	17.6
	TUF *	THAI UNION FROZEN PRODUCTS	2.49	4.67	5.83	87.7	25.0	14.2	11.4	1.6	1.4	2.2	1.8	2.2	4.2	11.2	12.7
Health	BGH *	BANGKOK DUST MEDICAL SERVICES	4.60	5.19	5.97	12.8	14.9	25.8	22.5	4.3	3.9	N.A.	N.A.	N.A.	N.A.	17.7	18.1
	BH *	BUMRUNGRAD HOSPITAL	3.58	4.15	5.08	16.0	22.4	21.3	17.4	5.7	4.9	N.A.	N.A.	N.A.	N.A.	29.0	30.2
Home	MODERN	MODERNFORM	0.60	0.66	0.00	9.8	0.0	13.7	N.A.	3.0	N.A.	0.0	0.0	0.0	0.0	19.2	0.0
Media	VGI *	VGI GLOBAL MEDIA	0.35	0.44	0.51	23.5	15.8	26.1	22.5	17.5	14.6	13.5	11.1	2.9	3.3	73.1	70.7
Property	AMATA *	AMATA CORPORATION	1.64	2.31	0.00	41.0	41.0	6.3	N.A.	1.5	N.A.	1.8	N.A.	5.5	0.0	26.7	0.0
	AP *	ASIAN PROPERTY DEVELOPMENT	0.93	1.02	1.12	10.1	9.0	5.2	4.8	1.1	1.0	8.2	7.6	7.8	8.5	23.3	22.0
	BICHI	BIC HEAVY INDUSTRIES	5.28	4.25	4.98	(19.5)	17.2	10.4	8.9	2.7	2.4	0.0	0.0	0.0	0.0	26.0	26.9
	CK *	CH. KARNCHANG	4.39	0.64	0.82	(85.5)	28.7	26.5	20.6	1.7	1.7	0	0.0	0.0	0.0	6.5	8.1
	CPN *	CENTRAL PATTANA	1.36	1.57	1.79	15.3	13.9	28.2	24.7	7.2	6.3	24.9	22.1	1.2	1.4	27.4	27.1
	HEMRAJ *	HEMARAJ LAND AND DEVELOPMENT	0.31	0.38	0.00	23.8	0.0	8.6	N.A.	2.2	N.A.	0.0	0.0	0.0	0.0	27.0	0.0
	LH *	LAND AND HOUSES	0.61	0.64	0.72	4.5	13.4	15.0	13.2	2.8	2.7	22.9	20.4	5.2	5.9	8.8	9.3
	LPN *	L.P.N. DEVELOPMENT	1.73	2.12	2.35	22.9	10.7	7.4	6.7	2.0	1.7	9.4	8.4	6.4	7.1	29.4	27.6
	PS *	PRUKSA REAL ESTATE	2.56	2.82	3.04	10.2	7.8	7.1	6.6	1.5	1.3	6.0	5.6	4.0	4.4	23.1	21.2
	QH *	QUALITY HOUSES	0.30	0.33	0.37	9.6	11.3	9.1	8.2	1.3	1.2	18.3	17.0	4.8	5.3	16.5	16.6
	ROJNA	ROJANA INDUSTRIAL PARK	1.09	0.00	0.00	0.0	0.0	N.A.	N.A.	N.A.	N.A.	0.0	0.0	0.0	0.0	0.0	0.0
	SIRI *	SANSIRI	0.45	0.54	0.54	19.8	(0.8)	3.7	3.7	0.9	0.7	8.5	7.5	12.3	12.2	25.8	21.1
	SPALI *	SUPALAI	1.88	2.45	2.53	30.0	3.3	7.2	7.0	1.7	1.5	6.5	6.0	6.1	6.3	25.6	23.3
	STEC *	SINO-THAI ENGINEERING & CONSTRUC	0.93	1.02	1.16	9.3	14.6	17.0	14.9	3.0	2.7	0.0	0.0	0.0	0.0	17.3	17.6
	TICON *	TICON INDUSTRIAL CONNECTION	1.78	1.95	2.11	9.3	8.5	8.8	8.2	1.7	1.5	0.0	0.0	0.0	0.0	19.0	19.2
	WHA *	WHA CORPORATION	1.58	1.40	1.50	(11.1)	7.0	23.0	21.5	5.7	4.7	11.8	10.2	(0.7)	(0.7)	27.8	23.9
Transportation	AAV *	ASIA AVIATION	0.22	0.22	0.29	0.9	34.9	18.6	13.8	0.7	0.6	6.7	5.0	0.0	0.0	3.7	4.5
	AOT *	AIRPORTS OF THAILAND	11.44	8.99	11.20	(21.5)	24.7	21.5	17.2	2.9	2.6	1.1	0.9	3.0	2.3	13.3	15.1
	BECL *	BANGKOK EXPRESSWAY	2.32	2.37	2.39	2.1	0.8	13.8	13.7	1.1	1.1	3.6	2.9	2.9	2.9	8.5	8.1
	NYT	NAMYONG TERMINAL	0.86	0.79	0.92	(7.9)	15.5	23.4	20.3	3.0	2.9	31.0	26.1	3.9	4.5	13.2	14.7
Telecom	ADVANC *	ADVANCED INFO SERVICE	12.34	13.78	17.63	11.7	27.9	16.3	12.8	14.2	12.7	8.8	0.0	6.3	0.0	89.2	105.2
	DTAC *	TOTAL ACCESS COMMUNICATION	4.74	5.66	8.24	19.4	45.7	20.5	14.1	7.9	7.9	9.0	0.0	4.9	0.0	65.5	65.5
	INTUCH *	SHIN CORPORATION	4.54	5.36	3.72	18.0	(30.5)	14.5	20.8	10.2	10.2	N.A.	N.A.	N.A.	N.A.	70.5	49.0
	THCOM *	THAICOM	0.92	1.14	1.58	23.6	38.4	36.6	26.4	2.9	2.7	N.A.	N.A.	N.A.	N.A.	8.1	10.6
	TRUE *	TRUE CORPORATION	0.06	0.27	0.00	317.6	0.0	26.0	N.A.	7.1	N.A.	5.9	0.0	0.0	0.0	31.8	0.0
Tourism	ERW *	THE ERAWAN GROUP	0.42	0.05	0.12	(89.0)	155.7	84.0	32.8	1.8	1.7	18.9	14.6	0.4	1.1	2.2	5.4
	CENDEL *	CENTRAL PLAZA HOTEL	0.98	1.23	1.51	25.9	22.8	24.7	20.1	3.2	2.9	2.2	1.9	2.0	2.4	13.9	15.5
Vehicle	SAT	SOMBOON ADVANCE TECHNOLOGY	3.30	6.19	6.57	6.0	6.1	2.5	2.4	0.3	0.3	N.A.	N.A.	16.0	16.9	11.6	11.4
	STANLY	THAI STANLEY ELECTRIC	14.														

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	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. Thailand).
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