COMPANY RESEARCH | Company Update

February 25, 2019 **NEUTRAL**

Siam Wellness Group

(SPA TB)

Share Price: Bt14.0 Target Price: Bt13.0 (-7.7%)

25% ytd rally priced in Chinese tourist recovery

- **SPA reported Bt49m profit for 4Q18, in line with our estimate; expect 1Q19 earnings to grow qoq and yoy supported by recovering SSSG and larger store network**
- **SPA will open two Let's Relax spa in Yangon and Qingdao in 3Q19 vs our full-year estimate of 4 new branches in FY19F**
- **NEUTRAL, Bt13/sh TP is based on DCF (9% WACC, 3% TG); strong Chinese tourist arrivals and earnings recovery in 1Q19 priced-in**

Expect 1Q19F earnings to grow qoq and yoy

SPA booked Bt49m profit for 4Q18 (-5% qoq, +8% yoy). Earnings growth is the slowest since 3Q17 due to a drop in Chinese tourists, which led to weaker SSSG (8.5% vs 15% in 3Q18) and GPM (31% vs 34% in 3Q18). But we expect profit to grow qoq and yoy in 1Q19F as Chinese tourist arrivals (55% of SPA's customers) grew 10% yoy in January vs -10% yoy in 4Q18. This should boost revenues from Let's Relax, at both old and new stores (added 6 stores in 2H18 vs in 1H18). SPA should also book Bt2m profit from CHABA in 1Q19F based on 76% stake. However, growth momentum this quarter may be weighed down by losses at Stretch me by Let's Relax, absence of entrance fees from new overseas stores (Bt6.5m in 1Q18), and one-off expense under new labor law (Bt2m).

Positive developments overseas

SPA will open 8 Let's Relax spa (4-star) stores in Thailand in 2019 vs 7 in 2018, 2 Stretch me stores by Let's Relax, and 2 CHABA nail spa stores. These would take its domestic network to 69 branches. SPA will open two Let's Relax spa stores under the franchise model in Yangon Myanmar and Qingdao (second branch) in 3Q19. These two new franchise branches will contribute Bt7m entrance fees in 3Q19 and 5-10% share of annual revenue. We assumed 4 new overseas franchise stores in FY19F.

NEUTRAL, Bt13/sh TP; cautious of Chinese tourist arrival trends

SPA's share price has risen 25% ytd and priced-in recovering Chinese tourist arrivals and strong 1Q19F earnings. The stock is trading at 29x FY19F P/E vs. earnings growth of 27% p.a. over FY18-21F, implying PEG of 1.1x. We expect earnings growth to be more volatile this year as SPA's exposure to Chinese tourists remains largely unchanged (more than 90% of FY19F profit). The slowing Chinese economy, US-China trade conflict and strong baht will slow down Chinese tourist arrivals in 2019.

Financial Summary (Btm)

Year to Dec	2017	2018	2019F	2020F	2021F
Sales (Btm)	948	1,134	1,543	1,889	2,255
Growth (%)	*30.7*	*19.7*	*36.0*	*22.4*	*19.4*
EBITDA (Btm)	367	423	538	648	762
Growth (%)	*33.1*	*15.2*	*27.1*	*20.5*	*17.5*
Recurring profit (Btm)	175	206	279	348	425
Growth (%)	*24.3*	*17.4*	*35.7*	*24.7*	*22.3*
Net profit (Btm)	175	206	279	348	425
Normalized EPS (Bt)	0.31	0.36	0.49	0.61	0.75
Growth (%)	*24.3*	*17.4*	*35.7*	*24.7*	*22.3*
Normalized PE (x)	66.4	38.8	28.6	22.9	18.8
DPS (Bt)	0.12	0.14	0.19	0.24	0.29
Yield (%)	0.6	1.0	1.4	1.7	2.1
BVPS (Bt)	1.3	1.7	2.0	2.4	2.8
P/BV (x)	15.4	8.2	7.0	5.9	5.0

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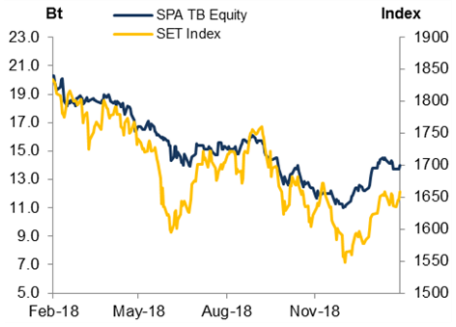
Key Data

12-mth high/low (Bt)	21.3 / 10.8
Market capital (Btm/US$m)	7,980 / 256.1
3m avg. turnover (Btm/US$m)	7.2 / 0.2
Free float (%)	45.8
Issued shares (m shares)	570
Major shareholders:	
-JIRAVANSTIT PRASERT	11.1
-UTSAHAJIT WIBOON	11.1
-SUPHAWATANAKIAT PRAN	9.4

Share Price Performance



	YTD	1Mth	3Mth	12Mth
Absolute (%)	25.0	1.4	12.9	(34.3)
Relative to index (%)	19.7	(2.3)	11.0	(25.7)

Krungsri Securities vs Market

	Positive	Neutral	Negative
Market Recommend	6	1	0

	Krungsri	Market	% +/-
Target Price (Bt)	13.0	16.2	(19.9)
'18 Net Profit (Btm)	206	211	(2.1)
'19 Net Profit (Btm)	279	272	2.4

Krungsri's earnings revision

	2019F	2020F
Earnings revision (%)	-	-

Source: Bloomberg, Krungsri Securities

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Valuation

NEUTRAL, Bt13/sh TP

Our TP is based on DCF valuation (9% WACC, 3% TG) and implies 26x FY19F P/E and 1x PEG (4-year CAGR over FY17-21F). We are NEUTRAL on SPA as the stock is trading at 29x FY19F P/E vs. earnings growth of 27% p.a. over FY18-21F, implying PEG of 1.1x. We expect earnings growth to be more volatile this year due to slowing Chinese economy, US-China trade conflict and strong baht that will affect Chinese tourist arrivals in 2019.

SPA: Discounted cash flow

	2019F	2020F	2021F	2022F	2023F
Effective tax rate	19%	20%	20%	20%	20%
Operating EBIT	353	441	534	634	742
Less: Tax on EBIT	-65	-86	-104	-127	-148
Operating EBIT after tax	288	355	430	507	594
Add: Depreciation	93	104	114	124	132
Less: Changes in Operating Working Capital	50	27	25	8	32
Less: Capex	-256	-251	-251	-251	-246
Operating FCF	174	234	318	388	512
Discounted factor	1.0	0.9	0.8	0.8	0.7
Discounted Value	**174**	**216**	**269**	**302**	**367**

SPA: DCF Valuation	
Risk-free rate	3.5%
Equity risk premium	8.5%
Beta	0.8
Interest rate	4.0%
CAPM Required Return	10.4%
Debt financing (%)	24%
WACC	**8.7%**
Debt financing	259
Equity	1,055
Firm value	962
Present value of terminal value	6,636
Total project value	7,598
Net cash	79
shares outstanding	570
SPA value (Bt)	**13.0**

Current assumptions

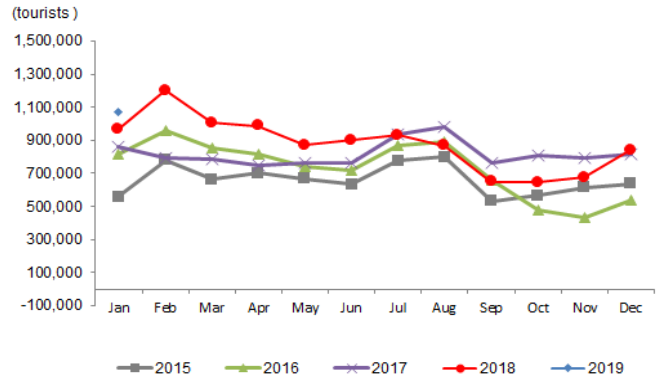
	2017	2018	2019F	2020F	2021F
Domestic (branches)	**40**	**57**	**69**	**80**	**91**
RarinJinda	3	3	3	3	3
Let's Relax	26	33	41	49	57
Stretch me		2	4	6	8
Baan Suan	11	11	11	11	11
CHABA		7	9	10	11
Face Care by Let's Relax		1	1	1	1
Oversea (branches)	**1**	**6**	**10**	**14**	**18**
China	1	3	6	9	12
ASEAN		3	4	5	6
SPA revenue (Bt m)	**829**	**970**	**1,381**	**1,715**	**2,069**
RarinJinda	58	54	55	56	57
Let's Relax	713	848	1,168	1,463	1,775
Stretch me by Let's Relax		3	30	61	92
Baan Suan	58	65	66	68	69
CHABA			53	59	67
Face Care by Let's Relax			8	8	8
Spa products (Bt m)	**60**	**63**	**69**	**76**	**84**
Hotel & Food (Bt m)	**59**	**62**	**62**	**62**	**62**
Revenue growth (%)	30.7%	19.7%	36.1%	22.4%	19.4%
Net profit (Bt m)	**175**	**206**	**279**	**348**	**425**
Gross margin (%)	34.6%	34.6%	35.2%	35.5%	35.7%
SG&A/sales (%)	13.5%	13.2%	12.2%	12.0%	11.9%
Tax rate (%)	16.5%	17.5%	18.5%	19.5%	19.5%

4Q18 Earnings review

	4Q17	3Q18	4Q18	Y-o-Y	Q-o-Q	4Q18F	diff
Sales	256	288	303	18%	5%	282	8%
COGS (incl. depreciation)	170	191	209	24%	10%	187	12%
Gross Profit	86	97	93	8%	-4%	95	-2%
SG&A	35	37	41	18%	12%	38	9%
Operating Profit	**51**	**60**	**52**	2%	-14%	**57**	-9%
Equity income	3	3	7	n.a	n.a.	5	n.a.
EBIT	**54**	**63**	**58**	7%	-8%	**62**	-6%
Interest expense	3	2	2	-14%	-3%	2	n.a.
EBT	**52**	**61**	**56**	8%	-8%	**60**	-6%
Income tax	6	9	7	14%	-22%	10	-28%
Minority interests	0	0	0	n.a.	n.a.	0	n.a.
Core profit	**46**	**52**	**49**	8%	-5%	**50**	-1%
Extra items	0	0	0	n.a.	n.a.	0	n.a.
Net income	**46**	**52**	**49**	8%	-5%	**50**	-1%
EPS	**0.08**	**0.09**	**0.00**	-100%	-100%	**0.09**	-1%
Ratio analysis							
Gross margin (%)	34%	34%	31%			34%	
SGA/Total revenue (%)	14%	13%	14%			13%	
Operating profit margin (%)	21%	22%	19%			22%	
Core profit margin (%)	18%	18%	16%			18%	

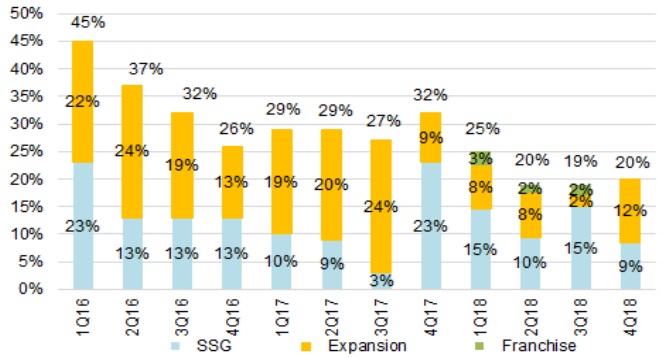
Source: Company data and Krungsri estimates

Inbound Chinese tourists



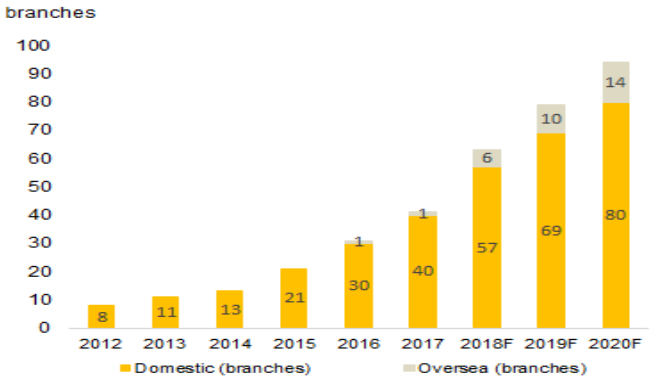
Source: TAT

SPA: Revenue growth for spa business



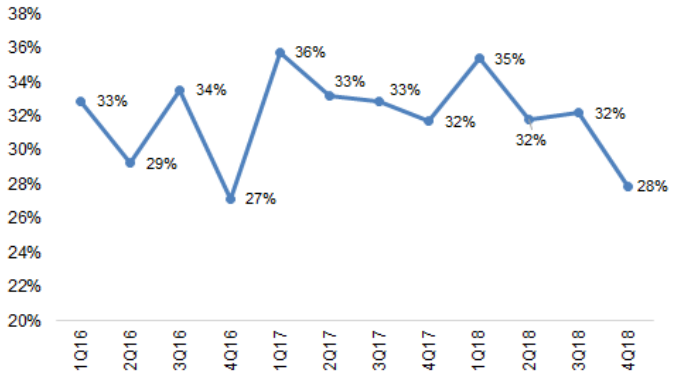
Source: Company data and Krungsri Securities

SPA: Number of branches by location



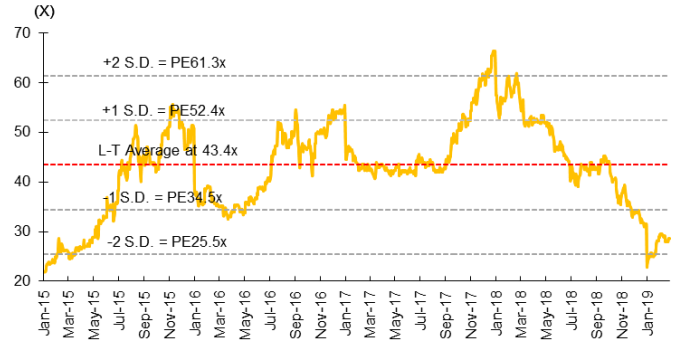
Source: Company data and Krungsri Securities

Gross margin of spa business hit 2-yrs low in 4Q18



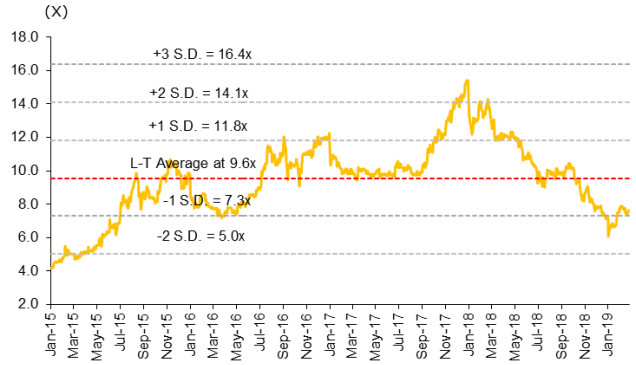
Source: Company data and Krungsri Securities

P/E Band



Source: Bloomberg, Krungsri Securities

P/BV Band



Source: Bloomberg, Krungsri Securities

Peer Comparison

		Market Cap	PE (x)		P/BV (x)		EPS G%		Div (%)	ROE (%)	Share Price Performance			
BB Ticker	**Name**	**US$**	**18F**	**19F**	**18F**	**19F**	**18F**	**19F**	**18F**	**18F**	**1M**	**3M**	**6M**	**YTD**
SPA TB	**SIAM WELLNESS GROUP PCL**	**255**	**38.8**	**28.6**	**8.2**	**7.0**	**17.4**	**35.7**	**1.0**	**23.0**	**1.4**	**12.9**	**(8.5)**	**25.0**
ERW TB	ERAWAN GROUP PCL/THE	597	31.9	27.6	3.4	0.9	15.5	17.7	0.9	10.8	3.5	15.5	(0.7)	18.3
CENTEL TB	CENTRAL PLAZA HOTEL PCL	1,898	27.6	26.9	4.8	1.4	8.2	7.06	1.4	18.2	8.0	8.6	17.3	10.0
MINT TB	MINOR INTERNATIONAL PCL	5,570	31.2	26.0	3.5	1.0	6.1	20	1.0	11.6	(0.7)	7.9	1.3	11.0
GYM LN	GYM GROUP PLC/THE	352	23.2	16.4	N/A	N/A	25.9	N/A	0.7	N/A	(7.7)	(35.7)	(38.5)	(28.5)
PLNT US	PLANET FITNESS INC - CL A	5,663	48.1	40.2	(49.2)	(27.6)	N/A	19.6	N/A	N/A	0.7	9.6	14.3	8.2
MED US	MEDIFAST INC	1,545	28.7	22.0	N/A	N/A	96.5	30.2	N/A	50.0	4.3	(11.8)	(42.6)	3.3
	Average (Simple)		**32.8**	**26.8**	**(5.8)**	**(3.5)**	**28.3**	**21.7**	**1.0**	**22.7**				

Source: Bloomberg, Krungsri Securities

SPA: Quarterly Earnings

Unit: (Btm)	**4Q17**	**1Q18**	**2Q18**	**3Q18**	**4Q18**
Sales	256	279	265	288	303
COGS (incl. depreciation)	170	174	176	191	209
Gross Profit	86	105	89	97	93
SG&A	35	37	37	37	41
Operating Profit	**51**	**67**	**52**	**60**	**52**
Equity income	3	2	7	3	7
EBIT	**54**	**69**	**59**	**63**	**58**
Interest expense	3	2	2	2	2
EBT	**52**	**67**	**57**	**61**	**56**
Income tax	6	11	8	9	7
Minority interests	0	0	0	0	0
Core profit	**46**	**56**	**48**	**52**	**49**
Extra items	0	0	0	0	0
Net income	**46**	**56**	**48**	**52**	**49**
EPS	**0.08**	**0.10**	**0.08**	**0.09**	**0.09**

Source: Company data, Bloomberg, Krungsri Securities

INCOME STATEMENT (Btm)	2017	2018	2019F	2020F	2021F
Sales	962	1,152	1,562	1,911	2,279
Cost of sales (COGS)	(542)	(663)	(926)	(1,137)	(1,361)
Depreciation & amortization	(77)	(87)	(93)	(104)	(114)
Gross profit	343	402	544	671	804
S&A expenses	(130)	(152)	(191)	(230)	(270)
Operating profit	**212**	**250**	**353**	**441**	**534**
Other operating income	0	0	0	0	0
EBIT	**212**	**250**	**353**	**441**	**534**
Interest expense	(7)	(9)	(11)	(9)	(6)
Interest income	0	0	0	0	0
Goodwill amortization	0	0	0	0	0
Pre-tax profit	**206**	**241**	**342**	**432**	**528**
Income tax on company & subsidiaries	(31)	(35)	(63)	(84)	(103)
Profit after tax	**175**	**206**	**279**	**348**	**425**
Minority interests	0	(0)	0	0	0
Share of associate net income	0	0	0	0	0
Preferred dividends	0	0	0	0	0
Recurring attributable net profit	**175**	**206**	**279**	**348**	**425**
Extraordinary items	0	0	0	0	0
Reported net profit	**175**	**206**	**279**	**348**	**425**
Shares in issue (Y/E, m)	570	570	570	570	570
Shares in issue (weighted avg, m)	570	570	570	570	570
EPS (before extraordinary items, Bt)	0.31	0.36	0.49	0.61	0.75
DPS (Bt)	0.12	0.14	0.19	0.24	0.29
DPS/EPS (%)	39	39	39	39	39

CASH FLOW (Btm)	2017	2018	2019F	2020F	2021F
Profits before tax	212	250	353	441	534
Depreciation & amortization	77	87	93	104	114
EBITDA	**290**	**337**	**446**	**545**	**648**
Notional cash taxes on ungeared operations	(31)	(35)	(63)	(84)	(103)
Interest payment	(7)	(9)	(11)	(9)	(6)
Net change in working capital	21	9	50	27	25
Cash flow from Operations	**274**	**301**	**422**	**478**	**564**
Capex	(265)	(350)	(256)	(251)	(251)
Other	(75)	12	35	(17)	(19)
Cash flow from Investment	**(339)**	**(338)**	**(221)**	**(268)**	**(270)**
Net borrowings	162	(46)	85	(90)	(90)
Equity capital raised	0	0	0	0	0
Dividends paid	(68)	(80)	(109)	(136)	(166)
Others	9	50	0	0	0
Cash flow from financing	**103**	**(76)**	**(24)**	**(226)**	**(256)**
Net change in cash	**37**	**(113)**	**178**	**(16)**	**39**

BALANCE SHEET (Btm)	2017	2018	2019F	2020F	2021F
Cash & equivalents	67	79	257	241	280
A/C receivable	12	24	20	25	29
Inventory	28	31	45	55	66
Others	84	42	0	0	0
Total Current Assets	**191**	**176**	**323**	**321**	**376**
Property and equipment	889	1,067	1,230	1,378	1,515
Investments & associates	10	8	9	9	9
Other assets	51	85	83	101	121
Goodwill	34	34	32	30	29
Total Assets	**1,175**	**1,369**	**1,676**	**1,839**	**2,049**
Short-term debt	77	90	51	31	21
A/C payable	86	83	140	171	204
Other current liabilities	44	51	48	47	43
Total Current Liabilities	**207**	**224**	**239**	**250**	**269**
Long-term debt	185	126	250	180	100
Other liabilities	29	49	47	57	68
Total Liabilities	**421**	**399**	**536**	**487**	**438**
Share capital	143	143	143	143	143
Share premium	279	279	279	279	279
Revaluation/Warrants/Treasury	0	0	0	0	0
Translation adjustment	(6)	44	44	44	44
Retained earnings	339	505	675	887	1,146
Total ordinary equity	**755**	**970**	**1,140**	**1,352**	**1,612**
Preferred equity	0	0	0	0	0
Minorities	0	0	0	0	0
Total equity & minorities	**755**	**970**	**1,140**	**1,352**	**1,612**
	0	0	0	0	0
BV per ordinary share (Y/E, Bt)	1.32	1.70	2.00	2.37	2.83
Adjusted book value ps (Y/E, Bt)	1.32	1.70	2.00	2.37	2.83

RATIOS (%)	2017	2018	2019F	2020F	2021F
Growth					
Turnover	30.7	19.7	36.0	22.4	19.4
EBITDA	31.4	16.1	32.4	22.2	19.0
EBIT	28.5	17.6	41.2	24.9	21.1
Net profit	24.3	17.4	35.7	24.7	22.3
EPS pre extraordinary items	24.3	17.4	35.7	24.7	22.3
EPS (diluted)	24.3	17.4	35.7	24.7	22.3
DPS	20.0	17.4	35.7	24.7	22.3
Accounting ratios					
Gross profit margin	34.6	33.9	34.0	34.3	34.6
Operating profit margin	22.4	22.0	22.9	23.3	23.7
EBITDA margin	38.8	37.3	34.9	34.3	33.8
EBIT margin	22.4	22.0	22.9	23.3	23.7
Net profit margin	18.5	18.1	18.1	18.4	18.9
ROA	14.9	15.0	16.6	18.9	20.8
ROE	23.2	21.2	24.5	25.7	26.4
Stability					
D/E (x)	0.6	0.4	0.5	0.4	0.3
Net D/E (x)	0.3	0.2	0.3	0.2	0.1
Interest Coverage Ratio	n.a.	n.a.	n.a.	n.a.	n.a.
Current ratio (x)	0.9	0.8	1.4	1.3	1.4
Quick ratio (x)	0.8	0.6	1.2	1.1	1.1
Valuation (x)					
PER	66.4	38.8	28.6	22.9	18.8
Normalized PER	66.4	38.8	28.6	22.9	18.8
P/BV	15.4	8.2	7.0	5.9	5.0
EV/EBTDA	31.6	18.8	14.8	12.0	10.2
Dividend yield (%)	0.6	1.0	1.4	1.7	2.1

CG Rating 2018 Companies with CG Rating

ADVANC	AKP	AMATA	AMATAV	ANAN	AOT	AP	BAFS	BANPU	BAY	BCP	BCPG	BRR	BTS
BWG	CFRESH	CHO	CK	CKP	CM	CNT	COL	CPF	CPI	CPN	CSS	DELTA	DEMCO
DRT	DTAC	DTC	EA	EASTW	EGCO	GC	GEL	GFPT	GGC	GOLD	GPSC	GRAMMY	GUNKUL
HANA	HMPRO	ICC	ICHI	INTUCH	IRPC	IVL	JSP	KBANK	KCE	KKP	KSL	KTB	KTC
LHFG	LIT	LPN	MAKRO	MBK	MCOT	MINT	MONO	MTC	NCL	NKI	NVD	NYT	OISHI
OTO	PCSGH	PDJ	PG	PHOL	PLANB	PLANET	PPS	PRG	PSH	PSL	PTG	PTT	PTTEP
PTTGC	PYLON	Q-CON	QH	QTC	RATCH	ROBINS	S & J	SABINA	SAMART	SAMTEL	SAT	SC	SCB
SCC	SCCC	SDC	SE-ED	SIS	SITHAI	SNC	SPALI	SPRC	SSSC	STEC	SVI	SYNTEC	TASCO
TCAP	THAI	THANA	THANI	THCOM	THIP	THREL	TIP	TISCO	TKT	TMB	TNDT	TOP	TRC
TRU	TRUE	TSC	TSTH	TTCL	TU	TVD	UAC	UV	VGI	VIH	WACOAL	WAVE	WHA
WINNER													

2S	AAV	ACAP	AGE	AH	AHC	AIRA	AIT	AKR	ALLA	ALT	AMA	AMANAH	APCO
AQUA	ARIP	ARROW	ASIA	ASIMAR	ASK	ASN	ASP	ATP30	AU	AUCT	AYUD	BA	BBL
BDMS	BEC	BEM	BFIT	BGRIM	BIZ	BJC	BJCHI	BLA	BOL	BPP	BROOK	BTW	CBG
CEN	CENTEL	CGH	CHEWA	CHG	CHOW	CI	CIMBT	CNS	COM7	COMAN	CPALL	CSC	CSP
DCC	DCORP	DDD	EASON	ECF	ECL	EE	EPG	ERW	ETE	FN	FNS	FORTH	FPI
FSMART	FVC	GBX	GCAP	GLOBAL	GLOW	GULF	HARN	HPT	HTC	HYDRO	ICN	ILINK	INET
IRC	ITD	JAS	JCKH	JKN	JWD	K	KBS	KCAR	KGI	KKC	KOOL	KTIS	L&E
LANNA	LDC	LH	LHK	LOXLEY	LRH	LST	M	MACO	MAJOR	MALEE	MBKET	MC	MEGA
METCO	MFC	MFEC	MK	MOONG	MSC	MTI	NCH	NEP	NINE	NOBLE	NOK	NSI	NTV
NWR	OCC	OGC	ORI	PAP	PATO	PB	PDI	PJW	PLAT	PM	PORT	PPP	PREB
PRECHA	PRINC	PRM	PT	QLT	RICHY	RML	RS	RWI	S	S11	SALEE	SANKO	SAWAD
SCG	SCI	SCN	SE	SEAFCO	SEAOIL	SELIC	SENA	SFP	SIAM	SINGER	SIRI	SKE	SMK
SMPC	SMT	SNP	SORKON	SPC	SPI	SPPT	SPVI	SR	SSF	SST	STA	SUC	SUSCO
SUTHA	SWC	SYMC	SYNEX	TACC	TAE	TAKUNI	TBSP	TCC	TEAM	TFG	TFMAMA	THRE	TICON
TIPCO	TK	TKN	TKS	TM	TMC	TMI	TMILL	TMT	TNITY	TNL	TNP	TNR	TOA
TOG	TPA	TPAC	TPBI	TPCORP	TRITN	TRT	TSE	TSR	TSTE	TTA	TTW	TVI	TVO
TWP	TWPC	U	UMI	UOBKH	UP	UPF	UPOIC	UT	UWC	VNT	WHAUP	WICE	WIIK
XO	YUASA	ZMICO											

7UP	ABICO	ABM	AEC	AEONTS	AF	AJ	ALUCON	AMARIN	AMC	AS	ASAP	ASEFA	ASIAN
BCH	BEAUTY	BGT	BH	BIG	BLAND	BM	BR	BROCK	BSBM	BTNC	CCET	CCP	CGD
CHARAN	CHAYO	CITY	CMO	CMR	COLOR	CPL	CPT	CRD	CSR	CTW	CWT	D	DCON
DIGI	DIMET	EKH	EMC	EPCO	ESSO	ESTAR	FE	FLOYD	FOCUS	FSS	FTE	GENCO	GIFT
GJS	GLAND	GPI	GREEN	GTB	GYT	HTECH	IFS	IHL	III	INOX	INSURE	IRCP	IT
ITEL	J	JCK	JMART	JMT	JTS	JUBILE	KASET	KCM	KIAT	KWC	KWG	KYE	LALIN
LEE	LPH	MATCH	MATI	MBAX	M-CHAI	MDX	META	MILL	MJD	MM	MODERN	MPG	NC
NDR	NETBAY	NNCL	NPK	OCEAN	PAF	PDG	PF	PICO	PIMO	PK	PL	PLE	PMTA
PPPM	PRIN	PSTC	PTL	RCI	RCL	RJH	ROJNA	RPC	RPH	SAMCO	SAPPE	SCP	SF
SGF	SGP	SKN	SKR	SKY	SLP	SMIT	SOLAR	SPA	SPCG	SPG	SQ	SRICHA	SSC
SSP	STANLY	STPI	SUN	SUPER	SVOA	T	TCCC	TCMC	THE	THG	THMUI	TIC	TITLE
TIW	TMD	TOPP	TPCH	TPIPP	TPOLY	TTI	TVT	TYCN	UEC	UMS	UNIQ	VCOM	VIBHA
VPO	WIN	WORK	WP	WPH	ZIGA								

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 2018

Companies that have declared their intention to join CAC

A	ABICO	AIE	AJ	AMATA	AMATAV	ANAN	AOT	APCO	ARROW	ASIAN	B	BJC	BLAND
BLISS	BM	BPP	BR	BUI	CEN	CGH	CHG	CHO	CHOTI	CI	CIMBT	CITY	COL
CPR	DDD	EFORL	EKH	ESTAR	ETE	FLOYD	FN	FPI	FTE	GPI	GYT	ICHI	ILINK
INSURE	IRC	ITEL	JAS	JTS	KWG	LDC	LEE	LIT	LRH	MATCH	MATI	META	MFEC
MILL	MTC	NCL	NEP	NWR	ORI	PAP	PK	PLANB	POST	PRM	PRO	PSL	PYLON
QTC	ROJNA	RWI	SAPPE	SCI	SHANG	SPALI	SST	STANLY	SUPER	SWC	SYMC	SYNEX	TAKUNI
THE	THIP	TKN	TMC	TNR	TOPP	TPP	TRITN	TTI	TVO	UEC	UKEM	UPA	UREKA
UV	UWC	VIH	XO	YUASA									

Companies certified by CAC

ADVANC	AKP	AMANAH	AP	APCS	ASK	ASP	AYUD	BAFS	BANPU	BAY	BBL	BCH	BCP
BCPG	BGRIM	BJCHI	BKI	BLA	BROOK	BRR	BSBM	BTS	BWG	CENTEL	CFRESH	CHEWA	CIG
CM	CNS	COM7	CPALL	CPF	CPI	CPN	CSC	DCC	DEMCO	DIMET	DRT	DTAC	DTC
EASTW	ECL	EGCO	EPCO	FE	FNS	FSS	GBX	GC	GCAP	GEL	GFPT	GGC	GJS
GLOW	GOLD	GPSC	GSTEL	GUNKUL	HANA	HARN	HMPRO	HTC	ICC	IFEC	IFS	INET	INTUCH
IRPC	IVL	K	KASET	KBANK	KBS	KCAR	KCE	KGI	KKP	KSL	KTB	KTC	KWC
L&E	LANNA	LHFG	LHK	LPN	M	MAKRO	MALEE	MBAX	MBK	MBKET	MC	MCOT	MFC
MINT	MONO	MOONG	MSC	MTI	NBC	NINE	NKI	NMG	NNCL	NSI	OCC	OCEAN	OGC
PATO	PB	PCSGH	PDG	PDI	PDJ	PE	PG	PHOL	PL	PLANET	PLAT	PM	PPP
PPPM	PPS	PREB	PRG	PRINC	PSH	PSTC	PT	PTG	PTT	PTTEP	PTTGC	Q-CON	QH
QLT	RATCH	RML	ROBINS	S & J	SABINA	SAT	SC	SCB	SCC	SCCC	SCG	SCN	SE-ED
SELIC	SENA	SGP	SINGER	SIRI	SIS	SITHAI	SMIT	SMK	SMPC	SNC	SNP	SORKON	SPACK
SPC	SPI	SPRC	SRICHA	SSF	SSI	SSSC	STA	SUSCO	SVI	SYNTEC	TAE	TASCO	TCAP
TCMC	TFG	TFI	TFMAMA	THANI	THCOM	THRE	THREL	TICON	TIP	TIPCO	TISCO	TKT	TMB
TMD	TMILL	TMT	TNITY	TNL	TNP	TOG	TOP	TPA	TPCORP	TRU	TRUE	TSC	TSTH
TTCL	TU	TVD	TVI	TWPC	U	UBIS	UOBKH	VGI	VNT	WACOAL	WHA	WICE	WIIK

N/A

2S	7UP	AAV	ABM	ACAP	ACC	ADAM	ADB	AEC	AEONTS	AF	AFC	AGE	AH
AHC	AI	AIRA	AIT	AJA	AKR	ALLA	ALT	ALUCON	AMA	AMARIN	AMC	APEX	APURE
AQ	AQUA	ARIP	AS	ASAP	ASEFA	ASIA	ASIMAR	ASN	ATP30	AU	AUCT	BA	BAT-3K
BCT	BDMS	BEAUTY	BEC	BEM	BFIT	BGC	BGT	BH	BIG	BIZ	BKD	BOL	BROCK
BSM	BTNC	BTW	CBG	CCET	CCP	CGD	CHARAN	CHAYO	CHOW	CHUO	CK	CKP	CMAN
CMC	CMO	CMR	CNT	COLOR	COMAN	COTTO	CPH	CPL	CPT	CRANE	CRD	CSP	CSR
CSS	CTW	CWT	D	DCON	DCORP	DELTA	DIGI	DNA	DOD	DTCI	EA	EARTH	EASON
ECF	EE	EIC	EMC	EPG	ERW	ESSO	EVER	F&D	FANCY	FC	FMT	FOCUS	FORTH
FSMART	FVC	GENCO	GIFT	GL	GLAND	GLOBAL	GRAMMY	GRAND	GREEN	GTB	GULF	HFT	HPT
HTECH	HUMAN	HYDRO	ICN	IEC	IHL	III	INGRS	INOX	IRCP	IT	ITD	J	JCK
JCKH	JCT	JKN	JMART	JMT	JSP	JUBILE	JUTHA	JWD	KAMART	KC	KCM	KDH	KIAT
KKC	KOOL	KTECH	KTIS	KWM	KYE	LALIN	LH	LOXLEY	LPH	LST	LTX	LVT	MACO
MAJOR	MANRIN	MAX	M-CHAI	MCS	MDX	MEGA	METCO	MGT	MIDA	MJD	MK	ML	MM
MODERN	MPG	MPIC	MVP	NC	NCH	NDR	NER	NETBAY	NEW	NEWS	NFC	NOBLE	NOK
NPK	NPPG	NTV	NUSA	NVD	NYT	OHTL	OISHI	OSP	OTO	PACE	PAE	PAF	PERM
PF	PICO	PIMO	PJW	PLE	PMTA	POLAR	POMPUI	PORT	PPM	PR9	PRAKIT	PRECHA	PRIN
PTL	RAM	RCI	RCL	RICH	RICHY	RJH	ROCK	ROH	RP	RPC	RPH	RS	RSP
S	S11	SAAM	SAFARI	SALEE	SAM	SAMART	SAMCO	SAMTEL	SANKO	SAUCE	SAWAD	SAWANG	SCP
SDC	SE	SEAFCO	SEAOIL	SF	SFP	SGF	SIAM	SIMAT	SISB	SKE	SKN	SKR	SKY
SLP	SMART	SMM	SMT	SOLAR	SONIC	SPA	SPCG	SPG	SPORT	SPPT	SPVI	SQ	SR
SSC	SSP	STAR	STEC	STHAI	STI	STPI	SUC	SUN	SUTHA	SVH	SVOA	T	TACC
TAPAC	TBSP	TC	TCC	TCCC	TCJ	TCOAT	TEAM	TEAMG	TGPRO	TH	THAI	THANA	THG
THL	THMUI	TIC	TIGER	TITLE	TIW	TK	TKS	TM	TMI	TMW	TNDT	TNH	TNPC
TOA	TPAC	TPBI	TPCH	TPIPL	TPIPP	TPLAS	TPOLY	TQM	TR	TRC	TRT	TRUBB	TSE
TSF	TSI	TSR	TSTE	TTA	TTL	TTTM	TTW	TVT	TWP	TWZ	TYCN	UAC	UMI
UMS	UNIQ	UP	UPF	UPOIC	UT	UTP	UVAN	VARO	VCOM	VI	VIBHA	VNG	VPO
WAVE	WG	WHAUP	WIN	WINNER	WORK	WORLD	WP	WPH	WR	YCI	YNP	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.

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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