

Siam City Cement

Siam City Cement
Public Company Limited

SCCC

Bloomberg SCCC TB
Reuters SCCC.BK

innovest^x
A Subsidiary of SCBX Group

2Q24: Recovery YoY but weaker QoQ

SCCC posted a 2Q24 net profit of Bt873mn, beating consensus by 20%. Operating profit grew 120% YoY on lower coal cost and a cost savings program. The QoQ decline in operating profit was due seasonality (long holidays). SCCC expects some small recovery in cement demand in Thailand in 2H24, driven by government disbursements but faces risk arising from government instability and high household debt. We revise up our 2024-25 core earnings by 22% each year to reflect the lower-than-expected SG&A/sales. We maintain Neutral with a new 2025 target price of Bt158.00, based on a 13.1x PE or -1.0SD of its 10-year PE mean.

2Q24 net profit up YoY but down QoQ. SCCC reported a net profit of Bt873mn in 2Q24, exceeding market expectations by 20%. Operating profit fell 10% QoQ due to a seasonal slowdown in cement sales (72% of total revenue) from long holidays and delayed government spending. Though the FY2024 government budget was finally passed in late April, allocations for large infrastructure projects have yet to be disbursed. Additionally, high household debt weakened retail purchasing power and led to a 4% QoQ slip in domestic cement sales. Operating profit shot up 120% YoY due to lower coal prices, improved cost efficiency and a proportionately higher use of alternative energy. This resulted in a gross margin of 27.1% in 2Q24 vs 24.2% in 2Q23 and 28.8% in 1Q24. Profit contribution increased to Bt302mn (+5.9% QoQ, -19.9% YoY) on slightly higher contribution from LANNA. Special items in 2Q24 included a FX loss of Bt52mn vs an FX gain of Bt132mn in 1Q24 and Bt235mn in 2Q23.

2H24 outlook. SCCC maintains a cautiously optimistic outlook. It expects to benefit from accelerated government spending after passage of the FY2024 budget in April which is expected to grow demand for cement and construction materials, particularly in the infrastructure sector, which accounts for 40% of total cement consumption in Thailand. There is a partial offset from the usual low season for the industry (rainy season in Q3 and long holidays in Q4). At the same time, political uncertainty looms large right now and the extent to which this will affect private investment confidence needs to be monitored. SCCC expects cement demand in Thailand to slip 4-5% in 2024, with a projected recovery of 4-5% HoH in 2H24, after 1H24 saw a 10% YoY fall in demand. The FY2025 budget and its disbursement also are uncertain at this time. The Vietnamese market (13% of total sales) is expected to benefit from infrastructure projects such as Long Thanh Airport, central and southern highways, and a one-million-unit affordable housing project. The company will continue with its cost-savings program, aiming to reduce overall expense by 15%.

Valuation & recommendation. We revise up our 2024-25 earnings forecasts by 22% each year to reflect the lower SG&A/sales than expected, cutting this to 17% in 2024-25 from 19% previously. We expect cement and building material demand to need more time to grow in 2H24 amid the uncertainty over a new government, high household debt and high interest rate. Therefore, we keep our Neutral recommendation with a new 2025 TP of Bt158.00 (from Bt160.00 previously) based on 13.1x PE or -1.0 S.D. of 10-year PE mean.

Key risks: Changes in purchasing power, higher energy costs and geopolitical issues. Key ESG risks are energy management and high greenhouse gas emissions.

Forecasts and valuation

Year to 31 Dec	Unit	2022	2023	2024F	2025F	2026F
Revenue	(Btmn)	50,126	42,218	40,523	42,022	43,313
EBITDA	(Btmn)	7,535	7,610	8,494	8,718	9,097
Core profit	(Btmn)	3,532	2,314	3,440	3,592	3,844
Reported profit	(Btmn)	1,857	2,682	3,520	3,592	3,844
Core EPS	(Bt)	11.85	7.76	11.54	12.05	12.90
DPS	(Bt)	9.00	7.00	9.00	9.00	10.00
P/E, core	(x)	11.9	18.2	12.2	11.7	10.9
EPS growth, core	(%)	0.4	(34.5)	48.7	4.4	7.0
P/BV, core	(x)	1.2	1.2	1.2	1.2	1.1
ROE	(%)	9.6	6.8	10.0	10.1	10.5
Dividend yield	(%)	6.4	5.0	6.4	6.4	7.1
EBITDA growth	(%)	(7.2)	1.0	11.6	2.6	4.4

Source: InnovestX Research

Tactical: NEUTRAL

(3-month)

Stock data

Last close (Aug 15) (Bt)	141.00
Target price (Bt)	158.00
Mkt cap (Btbn)	42.02
Mkt cap (US\$m)	1,198

Beta	M
Mkt cap (%) SET	0.26
Sector % SET	2.68
Shares issued (mn)	298
Par value (Bt)	10.00
12-m high / low (Bt)	145 / 127.5
Avg. daily 6m (US\$m)	0.57
Foreign limit / actual (%)	49 / 29
Free float (%)	28.0
Dividend policy (%)	≥ 60

Share performance

(%)	1M	3M	12M
Absolute	4.1	1.1	3.7
Relative to SET	6.6	8.0	22.1

Source: SET, InnovestX Research

2023 Sustainability / 2023 ESG Score

SET ESG Ratings	AA
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ESG Bloomberg Rank in the sector

ESG Score Rank	1/22
Environmental Score Rank	2/22
Social Score Rank	1/22
Governance Score Rank	2/22

ESG comment

SCCC has made commendable progress in integrating ESG principles into its business practices. ESG risk are energy management, sustainability products, and high greenhouse gas emission.

Source: SET, InnovestX Research

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Our view on ESG

SCCC could improve its environmental performance by reducing its greenhouse gas emissions, improving its water efficiency, and using more sustainable materials. For social performance it could improve by eliminating child labor, improving working conditions and increasing its community engagement. For corporate governance it can do this via increasing its transparency and accountability and strengthening its internal controls. The key ESG risks are energy management, sustainability products, and high greenhouse gas emission.

ESG Disclosure Score

Bloomberg ESG Score	68.38 (2022)
Rank in Sector	1/22

CG Rating	DJSI	SETESG	SET ESG Ratings
SCCC	5	No	AA

Source: Thai Institute of Directors (IOD), SET

Environmental issues (E)

- SCCC focuses on preservation in the use of natural resources, efficient energy use and promotion and use of alternate energy sources, preventing, controlling and reducing the impacts of its operations on the environment, and promoting biodiversity and support forest habitation.
- Over 2020 to 2030, it plans to reduce CO2 emissions by a further 15% to <530kg net CO2/ton, reduce specific electricity consumption by >10% with at least 20% coming from alternative electrical energy (i.e. waste heat recovery, solar).
- Over 2020 to 2030, it targets doubling the use of waste-derived fuels and raw materials in clicker production from 0.5mn tons to 1mn tons and raise the use of byproducts (fly ash, slag, etc.) by 65% to >1.4mn tons per annum to produce cement-based products.
- Over 2020 to 2030, aims to lower water consumption by >20% with enhanced use of surface water to >40% of all water used.
- We anticipate stricter corporate greenhouse gas emission regulations to be a materializing environmental factor impacting SCCC's future operations. SCCC has greenhouse gas emission footprint of 11.0mn tons as of 2022, its commitment to ambitious reduction targets and clear environmental policies distinguishes its ESG score from its peers.

Governance issues (G)

- SCCC focuses on good corporate governance and growing its business in a sustainable manner. Any form of corruption will be shunned and rejected.
- In 2021, CG rating was excellent and anti-corruption progress indicator was certified.
- We are of the opinion that the company has provided a comprehensive overview of governance issue with a Governance's score is above industry average.

Social issues (S)

- SCCC emphasizes care and attention of employees, with appropriate protection measures for injuries, damage or job-related loss of life, support employee well-being, development and career advancement, supporting sustainable communities and societal development which it operates. Products will be developed to add value and respond to the need of customers and society.
- By 2030, it targets reduction in lost-time injury rate by at least 10% every year until achieving zero injuries across its group.
- SCCC also focus on the safety measures, employee well-being, and supply chain management but the Social score is still below industry average.

ESG Disclosure Score

	2022	2023
ESG Disclosure Score	64.98	68.38
Environment	52.79	63.00
Carbon per Unit of Production (metric tonnes of GHG)	—	—
Energy Efficiency Policy	Yes	Yes
Waste Reduction Policy	Yes	Yes
Environmental Supply Chain Management	Yes	Yes
Water Policy	Yes	Yes
Social	57.10	57.10
Pct Women in Management (%)	21.08	20.75
Pct Women in Workforce (%)	40.03	20.59
Lost Time Incident Rate - Employees (per 100 employees)	0.05	0.02
Number of Employees - CSR (persons)	4,781	4,307
Employee Turnover Pct (%)	12.13	19.94
Total Hours Spent by Firm - Employee Training (hours)	108,337	113,877
Governance	84.98	84.98
Size of the Board (persons)	12	12
Number of Non Executive Directors on Board (persons)	10	11
Number of Board Meetings for the Year (times)	8	7
Board Meeting Attendance Pct (%)	99	96
Number of Female Executives (persons)	0	0
Number of Women on Board (persons)	2	2

Source: Bloomberg Finance L.P.

Disclaimer

Bloomberg ESG Disclosure Scores rate companies on their level of disclosure of ESG data. Bloomberg offers four disclosure scores, for overall ESG, as well as Environmental, Social, and Governance. To review the fully transparent methodology, calculate disclosure scores for any company, and compare a company's scores vs its peers, see ESG Disclosure Score Model in Bloomberg.

Financial statement

Profit and Loss Statement

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Total revenue	(Btmn)	47,593	42,000	41,678	50,126	42,218	40,523	42,022	43,313
Cost of goods sold	(Btmn)	32,463	27,981	28,904	36,766	31,493	29,069	29,944	30,684
Gross profit	(Btmn)	15,130	14,019	12,774	13,360	10,725	11,454	12,077	12,629
SG&A	(Btmn)	(9,942)	(8,580)	(8,618)	(9,682)	(7,928)	(6,889)	(7,144)	(7,363)
Other income	(Btmn)	257	235	289	252	297	285	295	305
Interest expense	(Btmn)	1,459	1,374	1,238	1,090	1,299	1,314	1,347	1,355
Pre-tax profit	(Btmn)	3,597	4,180	2,992	2,717	1,485	3,236	3,582	3,916
Corporate tax	(Btmn)	747	756	640	602	572	744	824	901
Equity a/c profits	(Btmn)	536	586	1,229	1,527	1,211	1,090	981	981
Minority interests	(Btmn)	(170)	(345)	(62)	(110)	190	(142)	(147)	(152)
Core profit	(Btmn)	3,215	3,665	3,519	3,532	2,314	3,440	3,592	3,844
Extra-ordinary items	(Btmn)	(58)	15	729	(1,675)	369	80	0	0
Net Profit	(Btmn)	3,157	3,680	4,248	1,857	2,682	3,520	3,592	3,844
EBITDA	(Btmn)	8,386	9,489	8,123	7,535	7,610	8,494	8,718	9,097
Core EPS	(Btmn)	10.79	12.30	11.81	11.85	7.76	11.54	12.05	12.90
Net EPS	(Bt)	10.59	12.35	14.25	6.23	9.00	11.81	12.05	12.90
DPS	(Bt)	8.00	9.00	9.00	9.00	7.00	9.00	9.00	10.00

Balance Sheet (Btmn)

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Total current assets	(Btmn)	15,424	16,567	19,544	16,525	15,184	19,687	20,579	23,333
Total fixed assets	(Btmn)	62,782	61,103	62,468	56,828	54,515	52,569	52,058	51,470
Total assets	(Btmn)	78,206	77,670	82,012	73,353	69,699	72,255	72,637	74,803
Total loans	(Btmn)	30,784	29,852	28,058	20,081	22,284	23,273	22,273	22,873
Total current liabilities	(Btmn)	15,414	11,961	19,848	14,491	16,177	10,757	10,009	16,323
Total long-term liabilities	(Btmn)	30,121	30,996	22,937	24,360	19,674	26,216	26,436	21,125
Total liabilities	(Btmn)	45,535	42,958	42,785	38,851	35,851	36,973	36,445	37,449
Paid-up capital	(Btmn)	2,980	2,980	2,980	2,980	2,980	2,980	2,980	2,980
Total equity	(Btmn)	32,671	34,712	39,227	34,502	33,848	35,282	36,192	37,355
BVPS (Bt)	(Bt)	109.63	116.48	131.63	115.78	113.58	118.40	121.45	125.35

Cash Flow Statement (Btmn)

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Core Profit	(Btmn)	3,215	3,665	3,519	3,532	2,314	3,440	3,592	3,844
Depreciation and amortization	(Btmn)	3,330	3,935	3,893	3,728	3,410	3,444	3,789	3,827
Operating cash flow	(Btmn)	7,586	8,932	6,948	4,144	4,459	7,414	7,553	7,818
Investing cash flow	(Btmn)	(1,435)	17	(557)	(974)	(1,096)	(1,498)	(3,278)	(3,239)
Financing cash flow	(Btmn)	(3,855)	(6,006)	(4,695)	(9,497)	(1,134)	(1,096)	(3,682)	(2,082)
Net cash flow	(Btmn)	2,296	2,943	1,696	(6,327)	2,597	4,900	593	2,497

Key Financial Ratios

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Gross margin	(%)	31.8	33.4	30.6	26.7	25.4	28.3	28.7	29.2
Operating margin	(%)	10.9	13.0	10.0	7.3	6.6	11.3	11.7	12.2
EBITDA margin	(%)	17.6	22.6	19.5	15.0	18.0	21.0	20.7	21.0
EBIT margin	(%)	11.4	13.5	10.7	7.8	7.3	12.0	12.4	12.9
Net profit margin	(%)	6.6	8.8	10.2	3.7	6.4	8.7	8.5	8.9
ROE	(%)	9.6	10.9	9.5	9.6	6.8	10.0	10.1	10.5
ROA	(%)	4.1	4.7	4.4	4.5	3.2	4.8	5.0	5.2
Net D/E	(x)	0.8	0.6	0.5	0.5	0.5	0.3	0.3	0.2
Interest coverage	(x)	5.7	6.9	6.6	6.9	5.9	6.5	6.5	6.7
Debt service coverage	(x)	1.1	1.7	0.7	1.8	0.8	2.0	2.6	1.0
Payout Ratio	(%)	75.5	72.9	63.1	144.5	77.8	75.0	75.0	75.0

Main Assumptions

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Total sales	(Btmn)	47,593.0	42,000.0	41,678.0	50,126.0	42,218.0	40,523.1	42,021.6	43,312.9
- Cement	(Btmn)	28,722.0	26,610.0	27,406.0	34,077.0	28,445.0	28,306.2	29,664.7	30,814.4
- Ready mixed cement	(Btmn)	8,477.0	6,632.0	5,388.0	6,400.0	7,235.0	7,235.0	7,307.4	7,380.4
- Light building mat	(Btmn)	2,630.0	2,391.0	2,382.0	2,860.0	3,204.0	3,204.0	3,236.0	3,268.4
- Trading	(Btmn)	6,428.0	5,167.0	5,389.0	5,634.0	2,223.0	666.9	680.2	693.8
- Others (aggregate)	(Btmn)	1,336.0	1,200.0	1,113.0	1,155.0	1,111.0	1,111.0	1,133.2	1,155.9
Gross margin	(%)	31.8	33.4	30.6	26.7	25.4	28.3	28.7	29.2

Financial statement

Profit and Loss Statement

FY December 31	Unit	3Q22	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24
Total revenue	(Btmn)	12,358	12,434	11,353	10,975	10,263	9,628	10,035	9,923
Cost of goods sold	(Btmn)	9,508	10,001	8,843	8,315	7,630	6,704	7,140	7,235
Gross profit	(Btmn)	2,850	2,433	2,510	2,659	2,633	2,923	2,894	2,688
SG&A	(Btmn)	(2,249)	(2,522)	(2,126)	(2,249)	(1,895)	(1,659)	(1,685)	(1,611)
Other income	(Btmn)	67	54	68	62	79	88	93	76
Interest expense	(Btmn)	259	339	314	348	304	333	320	267
Pre-tax profit	(Btmn)	395	(454)	120	110	364	891	979	883
Corporate tax	(Btmn)	83	(42)	134	86	116	236	250	214
Equity a/c profits	(Btmn)	325	240	435	377	183	216	285	302
Minority interests	(Btmn)	(38)	32	101	20	60	9	14	(45)
Core profit	(Btmn)	600	(141)	522	420	491	880	1,029	925
Extra-ordinary items	(Btmn)	3	(763)	236	235	(50)	(53)	132	(52)
Net Profit	(Btmn)	603	(903)	758	656	441	827	1,161	874
EBITDA	(Btmn)	1,940	1,095	1,720	1,685	1,846	2,359	2,373	2,374
Core EPS	(Btmn)	2.01	(0.47)	1.75	1.41	1.65	2.95	3.45	3.11
Net EPS	(Bt)	2.02	(3.03)	2.54	2.20	1.48	2.78	3.90	2.93

Balance Sheet (Btmn)

FY December 31	Unit	3Q22	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24
Total current assets	(Btmn)	16,679	16,525	16,123	14,512	12,777	15,184	12,777	12,026
Total fixed assets	(Btmn)	59,259	56,828	57,134	58,406	57,422	54,515	57,422	55,610
Total assets	(Btmn)	75,938	73,353	73,257	72,918	70,199	69,699	70,199	67,636
Total loans	(Btmn)	24,026	20,081	21,450	20,014	23,266	22,284	23,266	18,087
Total current liabilities	(Btmn)	16,097	14,491	16,509	18,350	15,628	16,177	15,628	12,482
Total long-term liabilities	(Btmn)	22,059	24,360	24,248	19,975	19,779	19,674	19,779	19,898
Total liabilities	(Btmn)	38,156	38,851	40,757	38,325	35,407	35,851	35,407	32,380
Paid-up capital	(Btmn)	2,980	2,980	2,980	2,980	2,980	2,980	2,980	2,980
Total equity	(Btmn)	37,782	34,502	32,500	33,502	34,792	33,848	34,792	35,256
BVPS (Bt)	(Bt)	126.78	115.78	109.06	112.42	116.75	113.58	116.75	118.31

Cash Flow Statement (Btmn)

FY December 31	Unit	3Q22	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24
Core Profit	(Btmn)	603	(903)	791	1,513	2,010	2,314	2,010	2,530
Depreciation and amortization	(Btmn)	974	915	852	1,701	2,576	3,410	2,576	1,660
Operating cash flow	(Btmn)	108	1,979	1	(341)	1,986	2,813	1,986	4,336
Investing cash flow	(Btmn)	(117)	(727)	(416)	(259)	(286)	(1,096)	(286)	(248)
Financing cash flow	(Btmn)	(961)	(1,778)	(293)	(376)	(2,941)	(1,134)	(2,941)	(6,999)
Net cash flow	(Btmn)	(970)	(526)	(708)	(832)	(1,241)	583	(1,241)	(3,003)

Key Financial Ratios

FY December 31	Unit	3Q22	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24
Gross margin	(%)	23.1	19.6	22.1	24.2	25.7	30.4	28.8	27.1
Operating margin	(%)	4.9	(0.7)	3.4	3.7	7.2	13.1	12.1	10.9
EBITDA margin	(%)	15.7	8.8	15.2	15.4	18.0	24.5	23.6	23.9
EBIT margin	(%)	5.4	(0.3)	4.0	4.3	8.0	14.0	13.0	11.6
Net profit margin	(%)	4.9	(7.3)	6.7	6.0	4.3	8.6	11.6	8.8
ROE	(%)	6.5	(1.6)	6.2	5.1	5.8	10.3	12.0	10.6
ROA	(%)	3.2	(0.8)	2.9	2.3	2.7	5.0	5.9	5.4
Net D/E	(x)	0.5	0.5	0.6	0.5	0.6	0.5	0.6	0.4
Interest coverage	(x)	7.5	3.2	5.5	4.8	6.1	7.1	7.4	8.9
Debt service coverage	(x)	1.0	1.0	1.8	1.0	1.7	1.0	2.2	2.4

Key Statistics

FY December 31	Unit	3Q22	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24
Total sales	(Btmn)	12,358	12,434	11,353	10,975	10,263	9,628	10,035	9,923
- Cement	(Btmn)	8,274	7,830	7,608	6,996	7,095	6,746	7,932	7,885
- Ready mixed cement	(Btmn)	1,692	1,695	1,883	1,809	1,860	1,683	1,831	1,742
- Light building mat	(Btmn)	760	761	844	770	821	769	754	694
- Trading	(Btmn)	1,376	1,810	794	1,125	215	89	-	-
- Others (aggregate)	(Btmn)	256	338	224	275	271	341	716	714
Gross margin	(%)	23.1	19.6	22.1	24.2	25.7	30.4	28.8	27.1

Figure 1: Earnings review

P & L (Btmn)	2Q23	3Q23	4Q23	1Q24	2Q24	% Chg YoY	% Chg QoQ
Total revenue	10,975	10,263	9,628	10,035	9,923	(9.6)	(1.1)
Gross profit	2,659	2,633	2,923	2,894	2,688	1.1	(7.1)
SG&A expense	(2,249)	(1,895)	(1,659)	(1,685)	(1,611)	(28.4)	(4.4)
Net other income/expense	48	(71)	(41)	91	73	54.5	(19.1)
Interest expense	(348)	(304)	(333)	(320)	(267)	(23.2)	(16.5)
Pre-tax profit	110	364	891	979	883	702.2	(9.9)
Corporate tax	(86)	(116)	(236)	(250)	(214)	149.2	(14.2)
Equity a/c profits	377	183	216	285	302	(19.9)	5.9
Core profit	420	491	880	1,029	925	120.1	(10.1)
Extra. Gain (Loss)	235	(50)	(53)	132	(52)	(121.9)	(139.1)
Net Profit	656	441	827	1,161	874	33.3	(24.7)
EPS	2.20	1.48	2.78	3.90	2.93	33.3	(24.7)
EBITDA	1,685	1,846	2,359	2,373	2,247	33.4	(5.3)
B/S (Btmn)							
Total assets	72,918	70,199	69,699	70,199	67,636	(4.2)	0.7
Total liabilities	38,325	35,407	35,851	35,407	32,380	(13.1)	1.2
Total equity	33,502	34,792	33,848	34,792	35,256	7.1	2.8
BVPS (Bt)	112.42	116.75	113.58	116.75	118.31	7.1	(2.8)
Financial ratio (%)							
Gross margin	24.2	25.7	30.4	28.8	27.1		
Net profit margin	6.0	4.3	8.6	11.6	8.8		
EBITDA margin	15.4	18.0	24.5	23.6	22.6		
SG&A expense/Revenue	20.5	18.5	17.2	16.8	16.2		

Source: SCCC, InnovestX Research

Figure 2: Breakdown by business, based on MD&A

	2Q23	3Q23	4Q23	1Q24	2Q24	% Chg YoY	% Chg QoQ
Sales (Bt mn)	10,975	10,263	9,628	10,035	9,923	(9.6)	(1.1)
Cement	6,996	7,095	6,746	7,932	7,885	12.7	(0.6)
Ready mixed concrete	1,809	1,860	1,683	1,831	1,742	(3.7)	(4.9)
Trading business	770	821	769	754	694	(9.9)	(8.0)
Light building materials	1,125	215	89	-	-	n.a.	n.a.
waste management, others	275	271	341	716	714	159.6	(0.3)
EBITDA (Bt mn)	1,685	1,845	2,360	2,381	2,247	33.4	(5.6)
Cement	1,210	1,414	1,910	1,902	1,759	45.4	(7.5)
Ready mixed concrete	104	142	148	142	154	48.1	8.5
Trading business	104	6	14	-	-	n.a.	n.a.
Light building materials	93	102	101	135	120	29.0	(11.1)
waste management, others	157	181	187	124	162	3.2	30.6
EBITDA margin (%)	15.4	18.0	24.5	23.7	22.6	47.5	(4.6)
Cement	17.3	19.9	28.3	24.0	22.3	29.0	(7.0)
Ready mixed concrete	5.7	7.6	8.8	7.8	8.8	53.8	14.0
Trading business	9.2	2.8	15.7	n.a.	n.a.	n.a.	n.a.
Light building materials	12.1	12.4	13.1	17.9	17.3	43.2	(3.4)
waste management, others	57.1	66.8	54.8	17.3	22.7	(60.3)	31.0

Source: SCCC, InnovestX Research

Figure 3: Valuation summary (price as of Aug 15, 2024)

	Rating	Price (Bt/Sh)	Target (Bt/Sh)	ETR (%)	P/E (x)			EPS growth (%)			P/BV (x)			ROE (%)			Div. Yield (%)			EV/EBITDA (x)		
					23A	24F	25F	23A	24F	25F	23A	24F	25F	23A	24F	25F	23A	24F	25F	23A	24F	25F
DCC	Neutral	1.98	1.8	(5.0)	15.3	13.9	13.4	(28)	10	4	2.7	2.5	2.3	19	19	18	2.9	3.9	4.1	9.6	8.3	7.7
SCC	Neutral	197.00	260.0	37.1	19.8	11.2	8.8	(46)	77	27	0.5	0.5	0.5	3	5	6	3.0	4.1	5.1	9.4	8.1	6.8
SCCC	Neutral	141.00	158.0	18.4	18.2	12.2	11.7	(34)	49	4	1.2	1.2	1.2	7	10	10	5.0	6.4	6.4	7.7	6.4	6.1
Average					17.7	12.4	11.3	(36)	45	12	1.5	1.4	1.3	9	11	11	3.6	4.8	5.2	8.9	7.6	6.9

Source: InnovestX Research

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CG Rating 2023 Companies with CG Rating

Companies with Excellent CG Scoring

7UP, AAV, ABM, ACE, ACG, ADB, ADD, ADVANC, AEONTS, AF, AGE, AH, AHC, AIRA, AIT, AJ, AKP, AKR, ALLA, ALT, AMA, AMARIN, AMATA, AMATAV, ANAN, AOT, AP, APCO, APCS, ARIP, ARROW, ASEFA, ASK, ASP, ASW, ATP30, AUCTION, AWC, AYUD, B, BA, BAFS, BAM, BANPU, BAY, BBGI, BBIK, BBL, BC, BCH, BCP, BCPG, BDMS, BEC, BEM, BEYOND, BGC, BGRIM, BH, BIZ, BJC, BJCHI, BKI, BLA, BOL, BPP, BRI, BROOK, BRR, BTS, BTW, BWG, BYD, CBG, CENTEL, CFRESH, CHASE, CHEWA, CHG, CHOW, CIMBT, CIVIL, CK, CKP, CM, CNT, COLOR, COM7, COTTO, CPALL, CPAXT, CPF, CPI, CPL, CPN, CPW, CRC, CRD, CSC, CSS, CV, DCC, DDD, DELTA, DEMCO, DMT, DOHOME, DRT, DUSIT, EA, EASTW, ECF, ECL, EE, EGCO, EPG, ERW, ETC, ETE, FE, FLOYD, FN, FPI, FPT, FSX, FVC, GBX, GC, GCAP, GENCO, GFPT, GGC, GLAND, GLOBAL, GPSC, GRAMMY, GULF, GUNKUL, HANA, HARN, HENG, HMPRO, HPT, HTC, ICC, ICHI, ICN, III, ILINK, ILM, IMH, IND, INET, INTUCH, IP, IRC, IRPC, ITC, ITCL, IVL, JAS, JTS, KBANK, KCC, KCE, KEX, KKP, KSL, KTB, KTC, KTMS, KUMWEL, KUN, LALIN, LANNA, LH, LHFG, LIT, LOXLEY, LPN, LRH, LST, M, MAJOR, MALEE, MATCH, MBK, MC, M-CHAI, MCOT, MEGA, MFC, MFEC, MILL, MINT, MONO, MOONG, MSC, MST, MTC, MTL, NC, NCH, NCL, NDR, NER, NKI, NOBLE, NRF, NTV, NVD, NWR, NYT, OCC, OISHI¹, ONEE, OR, ORI, OSP, OTO, PAP, PATO, PB, PCSGH, PDG, PDJ, PG, PHOL, PIMO, PJW, PLANB, PLAT, PLUS, PM, POLY, PORT, PPP, PPS, PR9, PRG, PRINC, PRM, PRTR, PSH, PSL, PT, PTC, PTT, PTTEP, PTTGC, Q-CON, QH, QTC, RATCH, RBF, RPH, RS, RT, S, S&J, SA, SABINA, SAK, SAMART, SAMTEL, SAPPE, SAT, SBNEXT, SC, SCB, SCC, SCCC, SCG, SCGP, SCM, SDC, SEAFCO, SEAOL, SECURE, SELIC, SENA, SENX, SFP², SFT, SGC, SGF, SGP, SHR, SICT, SIRI, SIS, SITHAI, SJWD, SKR, SM, SMP, SMT, SNC, SNNP, SNP, SO, SPALI, SPC, SPCG, SPI, SPRC, SR, SSC, SSF, SSSC, STA, STC, STEC, STGT, STI, SUC, SUN, SUSCO, SUTHA, SVI, SVT, SYMC, SYNEX, SYNTEC, TACC, TAE, TCAP, TCMC, TEAMG, TEGH, TFG, TFMAMA, TGE, TGH, THANA, THANI, THCOM, THIP, THRE, THREL, TIDLOR, TIPH, TISCO, TK, TKN, TKS, TKT, TLI, TM, TMC, TMD, TMT, TNDT, TNITY, TNL, TNR, TOA, TOG, TOP, TPBI, TPCS, TPIPL, TPIPP, TPS, TQM, TQR, TRT, TRUE, TRV, TSC, TSTE, TSTH, TTA, TTB, TTCL, TTW, TURTLE, TVDH, TVH, TVO, TVT, TWPC, UAC, UBE, UBIS, UKEM, UP, UPF, UPOIC, UV, VCOM, VGI, VIBHA, VIH, VL, WACOAL, WGE, WHA, WHAUP, WICE, WINMED, WINNER, XPG, YUASA, ZEN

Companies with Very Good CG Scoring

2S, A5, AAI, AIE, ALUCON, AMR, APURE, ARIN, AS, ASIA, ASIAN, ASIMAR, ASN, AURA, BR, BSBM, BSRC, BTG, CEN, CGH, CH, CHIC, CI, CIG, CMC, COMAN, CSP, DOD, DPAINT, DV8, EFORL, EKH, ESTAR, EVER, FORTH, FSMART, FTI, GEL, GPI, HEALTH, HUMAN, IFS, INSET, IT, J, JCKH, JDF, JKN, JMART, JUBILE, K, KCAR, KGI, KIAT, KISS, KK, KTIS, KWC, KWM, LDC, LEO, LHK, MACO, METCO, MICRO, MK, MVP, NCAP, NOVA, NTSC, PACO, PIN, PQS, PREB, PRI, PRIME, PROEN, PROS, PROUD, PSTC, PTECH, PYLON, RCL, SALEE, SANKO, SCI, SCN, SE, SE-ED, SFLEX, SINGER, SKN, SONIC, SORKON, SPVI, SSP, SST, STANLY, STP, SUPER, SVOA, SWC, TCC, TEKA, TFM, TMILL, TNP, TPLAS, TPOLY, TRC, TRU, TRUBB, TSE, VRANDA, WAVE, WFX, WIJK, WIN, WP, XO

Companies with Good CG Scoring

24CS, AMANAH, AMARC, AMC, APP, ASAP, BCT, BE8, BIG, BIOTEC, BLESS, BSM, BVG, CAZ, CCET, CHARAN, CHAYO, CHOTI, CITY, CMAN, CMR, CRANE, CWT, DHOUSE, DTCENT, EASON, FNS, FTE, GIFT, GJS, GTB, GTV, GYT, HL, HTECH, HYDRO, IIG, INGRS, INSURE, IRCP, ITD, ITNS, JCK, JMT, JR, JSP, KBS, KGEN, KJL, L&E, LEE, MASTER, MBAX, MEB, MENA, META, MGT, MITSIB, MJD, MOSHI, MUD, NATION, NNCL, NPK, NSL, NV, OGC, PAF, PCC, PEACE, PICO, PK, PL, PLANET, PLE, PMTA, PPM, PRAKIT, PRAPAT, PRECHA, PRIN, PSG, RABBIT, READY, RJH, RSP, RWI, S11, SAAM, SAF, SAMCO, SAWAD, SCAP, SCP, SIAM, SKE, SKY, SMART, SMD, SMIT, SOLAR, SPA, STECH, STPI, SVR, TC, TCCC³, TEAM, TFI, TIGER, TITLE, TKC, TMI, TNH, TPA, TPAC, TRITN, UBA, UMI, UMS, UTP, VARO, VPO, W, WARRIX, WORK, WPH, YONG, ZIGA

Corporate Governance Report

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To recognize well performers, the list of companies attaining "Good", "Very Good" and "Excellent" levels of recognition (Not including listed companies qualified in the "no announcement of the results" clause from 1 January 2022 to 31 October 2023) is publicized.

¹OISHI was voluntarily delisted from the Stock Exchange of Thailand, effectively on September 6, 2023

²SFP was voluntarily delisted from the Stock Exchange of Thailand, effectively on July 19, 2023

³TCCC was voluntarily delisted from the Stock Exchange of Thailand effectively on August 25, 2023

Anti-corruption Progress Indicator

Certified (ได้ร้บร้บร้บ)

2S, AAI, ADVANC, AE, AF, AH, AI, AIE, AIRA, AJ, AKP, AMA, AMANAH, AMATA, AMATAV, AP, APCS, AS, ASIAN, ASK, ASP, AWC, AYUD, B, BAFS, BAM, BANPU, BAY, BBGI, BBL, BCH, BCP, BCPG, BE8, BEC, BEYOND, BGC, BGRIM, BLA, BPP, BRR, BSBM, BTC, BTS, BWG, CEN, CENTEL, CFRESH, CGH, CHEWA, CHOTI, CHOW, CIG, CIMBT, CM, CMC, COM7, CPALL, CPAXT, CPF, CPI, CPL, CPN, CPW, CRC, CSC, DCC, DELTA, DEMCO, DIMET, DOHOME, DRT, DUSIT, EA, EASTW, ECF, EGCO, EP, EPG, ERW, ESTAR, ETC, ETE, FNS, FPI, FSMART, FTE, GBX, GC, GCAP, GEL, GFPT, GGC, GJS, GPI, GPSC, GSTEEL, GULF, GUNKUL, HANA, HARN, HENG, HMPRO, HTC, ICC, ICHI, IFS, III, ILINK, ILM, INET, INOX, INSURE, INTUCH, IRPC, ITCL, IVL, JAS, JKN, JR, JTS, KASET, KBANK, KBS, KCAR, KCE, KGEN, KGI, KKP, KSL, KTB, KTC, L&E, LANNA, LHFG, LHK, LPN, LRH, M, MAJOR, MALEE, MATCH, MBAX, MBK, MC, MCOT, META, MFC, MFEC, MILL, MINT, MONO, MOONG, MSC, MST, MTC, MTI, NATION, NCAP, NEP, NKI, NOBLE, NRF, NWR, OCC, OGC, OR, ORI, PAP, PATO, PB, PCSGH, PDG, PDJ, PG, PHOL, PIMO, PK, PL, PLANB, PLANET, PLAT, PM, PPP, PPPM, PPS, PR9, PREB, PRG, PRINC, PRM, PROS, PSH, PSL, PSTC, PT, PTECH, PTG, PTT, PTTEP, PTTGC, PYLON, Q-CON, QH, QLT, QTC, RABBIT, RATCH, RML, RS, RWI, S&J, SAAM, SABINA, SAK, SAPPE, SAT, SC, SCC, SCCC, SCG, SCGP, SCM, SCN, SEAOL, SE-ED, SELIC, SENA, SGC, SGP, SIRI, SITHAI, SKR, SMIT, SMK, SMP, SNC, SNP, SORKON, SPACK, SPALI, SPC, SPI, SPRC, SRICHA, SSF, SSP, SSSC, SST, STA, STGT, STOWER, SUSCO, SVI, SYMC, SYNTEC, TAE, TAKUNI, TASC, TCAP, TCMC, TFG, TFI, TFMAMA, TGE, TGH, THANI, THCOM, THIP, THRE, THREL, TIDLOR, TIPCO, TISCO, TKS, TKT, TMD, TMILL, TMT, TNITY, TNL, TNP, TNR, TOG, TOP, TOPP, TPA, TPCS, TRT, TRU, TSC, TSI, TSTE, TSTH, TTA, TTB, TTCL, TU, TVDH, TVO, TWPC, UBE, UBIS, UEC, UKEM, UOBKH, UV, VCOM, VGI, VIH, WACOAL, WHA, WHAUP, WICE, WIJK, XO, YUASA, ZEN, ZIGA

Declared (ประกาศเจตนาบร้บ)

ACE, ADB, ALT, AMC, ASW, BLAND, BTG, BYD, CAZ, CBG, CV, DEXON, DMT, EKH, FSX, GLOBAL, GREEN, ICN, IHL, ITC, J, JMART, JMT, LEO, LH, MENA, MITSIB, MODERN, NER, NEX, OSP, PEER, PLUS, POLY, PQS, PRIME, PROEN, PRTR, RBF, RT, SA, SANKO, SCB, SENX, SFLEX, SIS, SKE, SM, SVOA, TBN, TEGH, TIPH, TKN, TPAC, TPLAS, TQM, TRUE, W, WPH, XPG

N/A

24CS, 3K-BAT, A, A5, AAV, ABM, ACAP, ACC, ACG, ADD, ADVICE, AEONTS, AFC, AGE, AHC, AIT, AJA, AKR, AKS, ALL, ALLA, ALPHAX, ALUCON, AMARC, AMARIN, AMR, ANAN, ANI, AOT, APCO, APEX, APO, APP, APURE, AQUA, ARIN, ARIP, ARROW, ASAP, ASEFA, ASIA, ASIMAR, ASN, ATP30, AU, AUCTION, AURA, B52, BA, BBIK, BC, BCT, BDMS, BEAUTY, BEM, BGT, BH, BIG, BIOTEC, BIS, BIZ, BJC, BJCHI, BKD, BKGI, BKIH, BLC, BLESS, BLISS, BM, BOL, BPS, BR, BRI, BROCK, BSM, BSRC, BTNC, BTW, BUI, BVG, CCET, CCP, CEYE, CFARM, CGD, CH, CHAO, CHARAN, CHASE, CHAYO, CHG, CHIC, CHO, CI, CITY, CIVIL, CK, CKP, CMAN, CMO, CMR, CNT, COCOCO, COLOR, COMAN, CPANEL, CPH, CPR, CPT, CRANE, CRD, CREDIT, CSP, CSR, CSS, CTW, CWT, D, DCON, DDD, DHOUSE, DITTO, DOD, DPAINT, DTCENT, DTICI, DV8, EASON, ECL, EE, EFORL, EMC, ETL, EURO, EVER, F&D, FANCY, FE, FLOYD, FM, FMT, FN, FORTH, FTI, FVC, GABLE, GENCO, GFC, GIFT, GL, GLAND, GLOCON, GLORY, GRAMMY, GRAND, GSC, GTB, GTV, GYT, HEALTH, HFT, HL, HPT, HTECH, HUMAN, HYDRO, I2, IIG, IMH, IND, INGRS, INSET, IP, IRC, IRCP, IT, ITD, ITNS, ITTHI, JAK, JCK, JCKH, JCT, JDF, JPARK, JSP, JUBILE, K, KAMART, KC, KCC, KCG, KCM, KDH, KEX, KIAT, KISS, KJL, KK, KKC, KLINIQ, KOOL, KTIS, KTMS, KUMWEL, KUN, KWC, KWI, KWM, KYE, LALIN, LDC, LEE, LIT, LOXLEY, LPH, LST, LTS, MAGURO, MANRIN, MASTER, MATI, MCA, M-CHAI, MCS, MDX, MEB, MEGA, METCO, MGC, MGI, MGT, MICRO, MIDA, MJD, MK, ML, MORE, MOSHI, MTW, MUD, MVP, NAM, NAT, NC, NCH, NCL, NCP, NDR, NEO, NEIBAY, NEW, NEWS, NFC, NL, NNCL, NOK, NOVA, NPK, NSL, NTSC, NTV, NUSA, NV, NVD, NYT, OHTL, ONEE, ORN, PACO, PAF, PANEL, PCC, PEACE, PERM, PF, PHG, PICO, PIN, PJW, PLE, PLT, PMTA, POLAR, PORT, PPM, PRAKIT, PRAPAT, PRECHA, PRI, PRIN, PRO, PROUD, PSG, PSP, PTC, PTL, QTGC, RAM, RCL, READY, RICHY, RJH, ROCK, ROCTEC, ROH, ROJNA, RP, RPC, RPH, RSP, S, S11, SABUY, SAF, SAFARI, SAFE, SALEE, SAM, SAMART, SAMCO, SAMTEL, SAUCE, SAV, SAWAD, SAWANG, SBNEXT, SCAP, SCGD, SCI, SCL, SCP, SDC, SE, SEAFCO, SECURE, SFT, SGF, SHANG, SHR, SIAM, SICT, SIAMAT, SINGER, SINO, SISB, SJWD, SK, SKN, SKY, SLM, SLP, SMART, SMD, SMT, SNNP, SO, SOLAR, SONIC, SPA, SPCG, SPG, SPREME, SPVI, SQ, SR, SRS, SSC, STANLY, STARK, STGC, STEC, STECH, STHAI, STI, STP, STPI, STX, SUC, SUN, SUPER, SUTHA, SVR, SVT, SWC, SYNEX, TACC, TAN, TAPAC, TC, TCC, TCJ, TCOAT, TEAM, TEAMG, TEKA, TERA, TFM, TGPRO, TH, THAI, THANA, THE, THG, THUMI, TIGER, TITLE, TK, TKC, TLI, TM, TMC, TMI, TMW, TNDT, TNH, TNPC, TOA, TPBI, TPCH, TPIPL, TPIPP, TPL, TPOLY, TPP, TPS, TQR, TR, TRC, TRITN, TRP, TRUBB, TRV, TSE, TTI, TTT, TTW, TURTLE, TVH, TVT, TWP, TWZ, TYCN, UAC, UBA, UMI, UMS, UNIQU, UTP, UVAN, VARO, VIBHA, VL, VNG, VPO, VRANDA, WARRIX, WAVE, WELL, WFX, WGE, WIN, WINDOW, WINMED, WINNER, WORK, WORLD, WP, YGG, YONG, ZAA

Explanations

Companies participating in Thailand's Private Sector Collective Action Coalition Against Corruption programme (Thai CAC) under Thai Institute of Directors (as of November 1, 2023) are categorised into: companies that have declared their intention to join CAC, and companies certified by CAC.