

Siam Cement

Siam Cement
Public Company Limited

SCC

Bloomberg
Reuters

SCC TB
SCC.BK



3Q24: Report net profit from extra gain

3Q24 results were slightly below market expectations but better than our forecast of a Bt108mn net loss, primarily due to an unexpected extra gain via an interest rate swap. The core loss in 3Q24 was due to a weak chemical business (low spread), poor cement & building material unit and a weak packaging business. 4Q24 is expected to be the year's lowest with higher depreciation and interest expenses after the startup of its LSP plant. Our 3-month recommendation is Neutral with an SOTP TP of Bt260.

3Q24 results miss consensus but beat INVX. SCC reported a net profit of Bt721mn in 3Q24, slightly below market expectations but better than our forecast of a Bt108mn net loss, primarily on an unexpected extra gain of Bt2.18bn from unwinding an interest rate swap (IRS) position related to the LSP project. Other extra items included Bt1.30bn in inventory loss and NRV adjustment and -Bt100mn expenses related to the VCM unit fire at TPC. Excluding extra items, shows a core loss of Bt60mn in 3Q24, far below our forecast of Bt505mn profit. Core operations continued to battle: 1) a weak petrochemical performance both QoQ and YoY due to a decline in HDPE spread to US\$323/ton and PP spread to US\$315/ton in 3Q24; 2) weaker cement and building materials performance due to seasonal factors, delayed government spending, low demand during floods in northern Thailand and high household debt; and 3) weaker performance of SCG Packaging (72.12% owned) due to weak regional packaging paper demand and higher recycled paper costs.

4Q24 outlook. We expect 4Q24 to be the year's low on continued weakness in HDPE/PP spreads amid oversupply and geopolitical issues. HDPE spread in Oct is at US\$297/ton, down from US\$323/ton in 3Q24. Additionally, the LSP project will incur higher depreciation and interest expenses, now estimated at -Bt0.9-1.0bn per month starting from October 2024, which is less than the previous estimate of Bt1.0bn per month due to the effect of unwinding of the IRS position which reduced LSP's debt level and interest expense. In 4Q24, SCC plans to restructure LSP's debt by taking out shareholder loans, where interest is lower. This is expected to reduce LSP's depreciation and interest expenses to Bt800-900mn per month starting early next year. Other businesses are expected to show some signs of recovery, such as slightly improved cement demand due to accelerated government spending and an expected improvement in SCGP's profitability due to higher packaging paper demand and spreads.

Action & recommendation. We maintain our 3-month tactical recommendation of Neutral with an SOTP target price of Bt260.0 in view of the continued weak chemical spreads pressuring the chemical business. Additionally, when the new LSP plant starts operating in October, cash flow is likely to be negative in the early stages of ramping up utilization (we expect 4Q24 to be 2024's low).

Key risks are higher costs from inflationary pressure, higher interest rate and exchange rate volatility as well as oversupply in the cement and chemical businesses.

Forecasts and valuation

Year to 31 Dec	Unit	2022	2023	2024F	2025F	2026F
Revenue	(Btmn)	569,609	499,646	484,388	559,652	591,270
EBITDA	(Btmn)	49,219	54,143	52,720	75,584	88,420
Core profit	(Btmn)	22,034	11,942	9,975	23,548	34,991
Reported profit	(Btmn)	21,382	23,797	9,975	23,548	34,991
Core EPS	(Bt)	18.36	9.95	8.31	19.62	29.16
DPS	(Bt)	8.00	6.00	4.00	9.00	13.00
P/E, core	(x)	11.2	20.6	24.7	10.4	7.0
EPS growth, core	(%)	(55.0)	(45.8)	(16.5)	136.1	48.6
P/BV, core	(x)	0.5	0.6	0.6	0.6	0.6
ROE	(%)	4.9	2.7	2.2	5.2	7.4
Dividend yield	(%)	3.9	2.9	1.7	3.8	5.4
EBITDA Growth	(x)	(41.4)	10.0	(2.6)	43.4	17.0

Source: InnovestX Research

Tactical: NEUTRAL

(3-month)

Stock data

Last close (Oct 30) (Bt)	205.00
Target price (Bt)	260.00
Mkt cap (Btbn)	246.00

12-m high / low (Bt)	307 / 195.5
Avg. daily 6m (US\$m)	14.57
Foreign limit / actual (%)	25 / 9
Free float (%)	66.2
Outstanding Short Position (%)	1.26

Share price performance

(%)	1M	3M	12M
Absolute	(16.0)	(7.2)	(28.8)
Relative to SET	(15.0)	(15.3)	(32.0)

INVX core earnings vs consensus

Earnings vs consensus	2024F	2025F
Consensus (Bt mn)	12,625	20,486
INVX vs Consensus (%)	(21.0)	14.9

Earnings momentum	YoY	QoQ
INVX 4Q24 core earnings	down	down

2023 Sustainability/2022 ESG Score

SET ESG Ratings	AAA
-----------------	-----

Bloomberg ESG Score and Rank in the sector

ESG Score and Rank	4.75 1/21
Environmental Score and Rank	4.71 1/21
Social Score and Rank	5.39 2/21
Governance Score and Rank	4.40 3/21

Source: SET, InnovestX Research, Bloomberg Finance L.P.

Analyst

Chaiwat Arsirawichai

Fundamental Investment

Analyst on Securities

(66-2) 949-1021

Chaiwat.a@innovestx.co.th

Our view on ESG

SCC recognizes the importance of addressing environmental impact. It places much emphasis on the societal aspects of sustainability. The company has implemented several programs to support the communities where it operates, including initiatives focusing on education, healthcare, and community development. SCC also has well-established corporate governance framework and adheres to high ethical standards. The key ESG risk are energy management, sustainability products, and high greenhouse gas emission.

ESG Ratings and Indices

Bloomberg ESG Financial Materiality Score 4.75 (2022)

Rank in Sector 1/21

Environmental Issue (E)

- By 2050, SCC targets to achieve net zero greenhouse gas emissions, with the using the best available technologies for energy efficiency, increasing renewable energy usage, scaling up carbon capture, innovating the low-carbon products, and more reforestation and rehabilitation as carbon sink. By 2030, it targets 25% greenhouse gas emissions reduction from 2020 (vs 2.7% in 2021) and 13% energy consumption reduction from 2007 (vs 7.1% in 2021).
- By 2025, it targets 8mn tons recycled and renewable material per year (vs 3.8mn tons in 2021), 23% water withdrawal reduction from 2014 (vs 22.6% in 2021), zero waste from process to landfill every year (vs 0% hazardous waste and 0.01% of non-hazardous waste in 2021), 70% waste reduction to incineration without energy per ton production from 2014 (vs 99% in 2021), 8% dust emission reduction from 2020 (vs 15% in 2021).
- We anticipate stricter corporate greenhouse gas emission regulations to be a materializing environmental factor impacting SCC's future operations. While SCC has a significant greenhouse gas emission footprint of 27.08 million tons as of 2023, its commitment to ambitious reduction targets and clear environmental policies distinguishes its ESG score from its peers.

Governance Issue (G)

- SCC aims to conduct business with fairness and transparency in compliance with corporate governance principles and implements systematic risk management and internal control. SCC targets 100% coverage of the Ethics e-Testing passed by employees (vs 100% in 2021).
- By 2025, it targets 27% female employees in all management positions (vs 24.8% in 2021).
- In 2021, SCC's board of directors consists of 12 directors. Of these, 11 were non-executive directors (92% of the entire board), 6 were independent directors (50% of the entire board), and 2 were female members (17% of the entire board).
- In 2021, CG rating was excellent and anti-corruption progress indicator was certified.
- SCC has published its overall corporate governance framework, we believe they should enhance the clarity of executive compensation (Incentive structure), which still below the industry average.

Disclaimer

Bloomberg ESG Scores rate companies on their level of management of financially material industry-specific ESG issues. Bloomberg offers four financially material scores, for overall ESG, as well as Environmental, Social, and Governance. Values range from 0 to 10; 10 is best. To review the fully transparent methodology, see ESG Financial Materiality Score Model in Bloomberg.

	CG Rating	DJSI	SETESG	SET ESG Ratings
SCC	5	Yes	Yes	AAA

Source: Thai Institute of Directors and SET

Social Issue (S)

- By 2030, SCC targets SCG Green Choice products, services and solutions at 66.7% of total revenue from sales (vs 66.7% in 2021) and SCG Green Choice products, services and solutions which directly benefit to consumer at 33.3% of total revenue from sales (vs 5.9% in 2021).
- It targets for 100% overall customer satisfaction based on surveys via SCG contact center (vs 100% in 2021), zero human rights violation cases (vs zero in 2021), 100% employees undergoing human rights training (vs 100% in 2021), 70% employee engagement rate in Thailand (vs 70% in 2021), loss time injury frequency rate of employees and contractors at 0.025 cases/1mn hours worked (vs 0.175 cases for employees and 0.192 cases for contractors in 2021).
- SCC stands out among its peers by demonstrating leadership in safety measures, employee well-being, social responsibility and supply chain management.

ESG Financial Materiality Score and Disclosure

	2022	2023
ESG Financial Materiality Score	4.75	—
Environment Financial Materiality Score	4.71	—
GHG Scope 1 ('000 metric tonnes)	27,236	24,329
GHG Scope 2 Location-Based ('000 metric tonnes)	3,106	2,935
Energy Efficiency Policy	Yes	Yes
Total Energy Consumption ('000 MWh)	65,953	62,531
Renewable Energy Use ('000 MWh)	8,881	—
Waste Reduction Policy	Yes	Yes
Water Policy	Yes	Yes
Social Financial Materiality Score	5.39	—
Human Rights Policy	Yes	Yes
Community Spending (millions)	560	397
Women in Workforce (%)	24	24
Business Ethics Policy	Yes	Yes
Lost Time Incident Rate (per 100 contractors)	0.03	0.06
Employee Training (hours)	8,961,170	7,169,560
Governance Financial Materiality Score	4.40	—
Audit Committee Meeting Attendance (%)	100	100
Company Conducts Board Evaluations	Yes	Yes
Board Meeting Attendance (%)	100	100
Number of Independent Directors on Compensation (persons)	3	3
Number of Women on Board (persons)	3	3
Number of Independent Directors on Nomination (persons)	4	3

Source: Bloomberg Finance L.P.

Financial statement

Profit and Loss Statement

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Total revenue	(Btmn)	437,980	399,939	530,112	569,609	499,646	484,388	559,652	591,270
Cost of goods sold	(Btmn)	355,752	309,947	421,000	490,779	426,199	414,738	464,629	480,477
Gross profit	(Btmn)	82,228	89,992	109,112	78,829	73,447	69,650	95,022	110,794
SG&A	(Btmn)	(53,212)	(53,808)	(63,170)	(71,155)	(65,190)	(68,118)	(74,875)	(78,553)
Other income	(Btmn)	8,992	7,278	9,208	12,084	11,803	11,400	10,769	11,141
Interest expense	(Btmn)	6,587	6,890	6,757	7,523	10,297	11,465	12,941	12,968
Pre-tax profit	(Btmn)	31,421	36,572	48,392	12,235	9,763	1,467	17,975	30,413
Corporate tax	(Btmn)	5,606	6,346	9,394	4,561	8,045	4,689	5,164	6,352
Equity a/c profits	(Btmn)	11,632	9,456	17,543	10,703	8,419	11,588	12,350	13,159
Minority interests	(Btmn)	(1,182)	(3,156)	(7,562)	3,658	1,805	1,610	(1,612)	(2,229)
Core profit	(Btmn)	36,265	36,526	48,979	22,034	11,942	9,975	23,548	34,991
Extra-ordinary items	(Btmn)	(4,250)	(2,382)	(1,805)	(652)	11,855	0	0	0
Net Profit	(Btmn)	32,014	34,144	47,174	21,382	23,797	9,975	23,548	34,991
EBITDA	(Btmn)	61,938	70,839	83,984	49,219	54,143	52,720	75,584	88,420
Core EPS	(Btmn)	30.22	30.44	40.82	18.36	9.95	8.31	19.62	29.16
Net EPS	(Bt)	26.68	28.45	39.31	17.82	19.83	8.31	19.62	29.13
DPS	(Bt)	14.00	14.00	18.50	8.00	6.00	4.00	9.00	13.00

Balance Sheet

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Total current assets	(Btmn)	164,386	214,017	233,016	250,049	217,214	197,939	219,616	252,370
Total fixed assets	(Btmn)	470,347	535,364	628,085	656,440	676,386	667,168	667,901	661,600
Total assets	(Btmn)	634,733	749,381	861,101	906,490	893,601	865,107	887,517	913,970
Total loans	(Btmn)	226,625	248,645	303,114	364,246	337,278	343,079	338,079	338,079
Total current liabilities	(Btmn)	127,324	153,365	161,416	128,184	174,706	105,839	108,738	205,082
Total long-term liabilities	(Btmn)	179,666	199,889	249,676	325,881	277,298	313,541	317,046	225,335
Total liabilities	(Btmn)	306,990	353,255	411,093	454,065	452,004	419,379	425,784	430,417
Paid-up capital	(Btmn)	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200
Total equity	(Btmn)	327,743	396,126	450,008	452,424	441,597	445,727	461,733	483,553
BVPS	(Bt)	273.1	330.1	375.0	377.0	368.0	371.4	384.8	402.6

Cash Flow Statement

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Core Profit	(Btmn)	36,265	36,526	48,979	22,034	11,942	9,975	23,548	34,991
Depreciation and amortization	(Btmn)	23,931	27,377	28,835	29,461	40,540	39,788	44,668	45,038
Operating cash flow	(Btmn)	59,817	70,415	38,800	29,719	92,949	30,928	59,149	77,066
Investing cash flow	(Btmn)	(45,054)	(71,185)	(65,399)	(32,947)	(60,486)	(30,569)	(45,401)	(38,737)
Financing cash flow	(Btmn)	(15,282)	37,471	(3,238)	24,399	(62,157)	(1,534)	(11,195)	(12,743)
Net cash flow	(Btmn)	(520)	36,701	(29,837)	21,171	(29,694)	(1,175)	2,553	25,586

Key Financial Ratios

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Gross margin	(%)	18.8	22.5	20.6	13.8	14.7	14.4	17.0	18.7
Operating margin	(%)	6.6	9.0	8.7	1.3	1.7	0.3	3.6	5.5
EBITDA margin	(%)	14.1	17.7	15.8	8.6	10.8	10.9	13.5	15.0
EBIT margin	(%)	8.7	10.9	10.4	3.5	4.0	2.7	5.5	7.3
Net profit margin	(%)	7.3	8.5	8.9	3.8	4.8	2.1	4.2	5.9
ROE	(%)	11.2	10.1	11.6	4.9	2.7	2.2	5.2	7.4
ROA	(%)	5.9	5.3	6.1	2.5	1.3	1.1	2.7	3.9
Net D/E	(x)	0.6	0.4	0.5	0.6	0.6	0.6	0.6	0.5
Interest coverage	(x)	9.4	10.3	12.4	6.5	5.3	4.6	5.8	6.8
Debt service coverage	(x)	0.8	0.7	0.9	0.6	0.4	0.8	1.2	0.6
Payout Ratio	(%)	52.5	49.2	47.1	44.9	30.3	45.0	45.0	45.0

Main Assumptions

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Utilization rate - Olefins	(%)	12.8	12.6	12.2	12.1	12.5	12.9	13.2	13.6
Utilization rate - Aromatics	(%)	1,775	1,775	1,744	1,938	2,075	2,106	2,138	2,138
Utilization rate - Oil Refinery	(%)	468	500	536	419	395	350	400	400
HDPE-naphtha spread	(US\$/t)	579	616	652	396	338	350	400	400
PX-condensate spread	(US\$/t)	389	453	577	407	374	332	330	338
Market GRM	(US\$/bbl)	31.0	31.3	32.0	35.1	35.0	36.0	36.0	36.0

Financial statement

Profit and Loss Statement

FY December 31	Unit	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24	3Q24
Total revenue	(Btmn)	122,189	128,748	124,631	125,649	120,618	124,266	128,195	128,199
Cost of goods sold	(Btmn)	107,953	108,859	105,508	107,108	104,724	105,650	109,215	113,747
Gross profit	(Btmn)	14,237	19,890	19,122	18,540	15,894	18,615	18,980	14,452
SG&A	(Btmn)	(17,834)	(16,811)	(16,058)	(16,123)	(16,198)	(16,247)	(17,182)	(16,322)
Other income	(Btmn)	2,343	4,870	5,602	753	578	1,548	3,090	5,172
Interest expense	(Btmn)	2,262	2,241	2,378	2,637	3,042	2,611	2,884	2,821
Pre-tax profit	(Btmn)	(3,516)	5,708	6,289	534	(2,768)	1,305	2,004	481
Corporate tax	(Btmn)	(164)	4,321	1,068	1,412	1,244	1,500	1,190	758
Equity a/c profits	(Btmn)	1,871	2,665	2,023	2,118	1,612	1,787	2,295	1,261
Minority interests	(Btmn)	2,042	517	(121)	624	785	(125)	599	1,210
Core profit	(Btmn)	560	4,516	5,216	3,019	994	1,466	4,471	(60)
Extra-ordinary items	(Btmn)	(403)	11,956	2,866	(578)	(2,128)	959	(763)	781
Net Profit	(Btmn)	157	16,526	8,082	2,441	(1,134)	2,425	3,708	721
EBITDA	(Btmn)	6,318	12,127	19,953	11,096	10,924	12,623	16,212	9,879
Core EPS	(Btmn)	0.47	3.76	4.35	2.52	0.83	1.22	3.73	(0.05)
Net EPS	(Bt)	0.13	13.77	6.73	2.03	(0.94)	2.02	3.09	0.60

Balance Sheet

FY December 31	Unit	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24	3Q24
Total current assets	(Btmn)	250,049	248,741	251,908	259,125	217,214	239,820	252,196	252,196
Total fixed assets	(Btmn)	656,440	674,983	690,110	700,933	676,386	699,577	697,282	614,850
Total assets	(Btmn)	906,490	923,725	942,018	960,058	893,601	939,396	949,478	867,046
Total loans	(Btmn)	364,246	361,245	365,407	304,935	337,278	362,266	368,100	261,617
Total current liabilities	(Btmn)	132,316	140,735	173,841	198,200	174,706	227,330	234,657	248,409
Total long-term liabilities	(Btmn)	321,749	319,261	309,439	301,713	277,298	256,872	259,404	203,438
Total liabilities	(Btmn)	454,065	459,995	483,280	499,913	452,004	484,202	494,061	451,847
Paid-up capital	(Btmn)	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200
Total equity	(Btmn)	452,424	463,729	458,738	460,144	441,597	455,195	455,417	415,200
BVPS	(Bt)	377.0	386.4	382.3	383.5	368.0	379.3	379.5	346.0

Cash Flow Statement

FY December 31	Unit	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24	3Q24
Core Profit	(Btmn)	157	16,009	24,212	26,029	994	2,550	5,659	5,170
Depreciation and amortization	(Btmn)	7,572	7,121	7,179	7,131	19,109	7,635	15,323	23,034
Operating cash flow	(Btmn)	18,293	11,182	21,324	32,941	44,008	2,092	10,179	15,237
Investing cash flow	(Btmn)	(19,774)	(26,600)	(20,320)	(28,123)	(10,631)	(6,212)	(9,011)	(8,019)
Financing cash flow	(Btmn)	16,826	(3,105)	(11,128)	(11,176)	(46,586)	15,465	11,440	(17,883)
Net cash flow	(Btmn)	15,344	(18,522)	(9,679)	(5,914)	(13,209)	11,344	12,608	(10,664)

Key Financial Ratios

FY December 31	Unit	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24	3Q24
Gross margin	(%)	11.7	15.4	15.3	14.8	13.2	15.0	14.8	11.3
Operating margin	(%)	(2.9)	2.4	2.5	1.9	(0.3)	1.9	1.4	(1.5)
EBITDA margin	(%)	5.2	9.4	16.0	8.8	9.1	10.2	12.6	7.7
EBIT margin	(%)	(1.0)	6.2	7.0	2.5	0.2	3.2	3.8	2.6
Net profit margin	(%)	0.1	12.8	6.5	1.9	(0.9)	2.0	2.9	0.6
ROE	(%)	0.5	3.9	4.5	2.6	0.9	1.3	3.9	(0.1)
ROA	(%)	0.2	2.0	2.2	1.3	0.4	0.6	1.9	(0.0)
Net D/E	(x)	0.6	0.6	0.6	0.5	0.6	0.6	0.6	0.5
Interest coverage	(x)	2.8	5.4	8.4	4.2	3.6	4.8	5.6	3.5
Debt service coverage	(x)	0.3	0.6	0.8	0.8	0.3	0.4	0.4	0.4

Key Statistics

FY December 31	Unit	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24	3Q24
Domestic cement price (SCC)	(Bt/ton)	2,025	2,075	2,125	2,125	2,125	2,075	2,075	2,075
PE-naphtha spread	(US\$/ton)	360	396	435	384	363	349	364	323
PP-naphtha spread	(US\$/ton)	304	380	375	305	291	309	367	315
PVC-EDC/C2 spread	(US\$/ton)	364	449	317	400	333	293	330	322
FX	(Bt/US\$1)	36.6	34.1	34.6	35.3	35.8	35.8	36.5	33.5

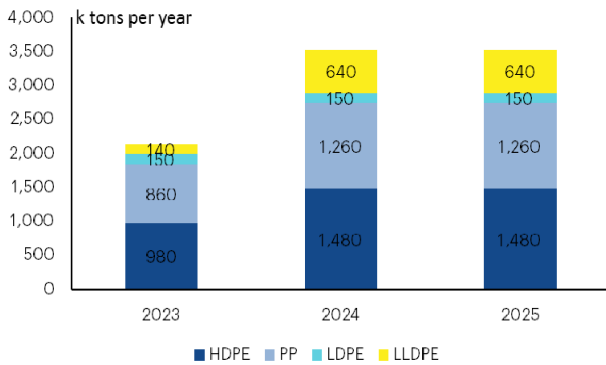
Appendix

Figure 1: 3Q24 Results: declining in core operation QoQ and YoY

P & L (Btmn)	3Q23	4Q23	1Q24	2Q24	3Q24F	% Chg YoY	% Chg QoQ
Total revenue	125,649	120,618	124,266	128,195	128,199	2.0	0.0
Gross profit	18,540	15,894	18,615	18,980	14,452	(22.1)	(23.9)
SG&A expense	(16,123)	(16,198)	(16,247)	(17,182)	(16,322)	1.2	(5.0)
Net other income/expense	753	578	1,548	3,090	5,172	586.5	67.4
Interest expense	(2,637)	(3,042)	(2,611)	(2,884)	(2,821)	7.0	(2.2)
Pre-tax profit	534	(2,768)	1,305	2,004	481	(9.9)	(76.0)
Corporate tax	(1,412)	(1,244)	(1,500)	(1,190)	(758)	(46.3)	(36.3)
Equity a/c profits	2,118	1,612	1,787	2,295	1,261	(40.5)	(45.1)
Core profit	3,019	994	1,466	4,471	(60)	(102.0)	(101.3)
Extra. Gain (Loss)	(578)	(2,128)	959	(763)	781	(235.2)	(202.3)
Net Profit	2,441	(1,134)	2,425	3,708	721	(70.5)	(80.5)
EPS	2.03	(0.94)	2.02	3.09	0.60	(70.5)	(80.5)
EBITDA	11,096	10,924	12,623	16,212	9,879	(11.0)	(39.1)
Financial ratio (%)							
Gross margin	14.8	13.2	15.0	14.8	11.3		
EBITDA margin	1.9	-0.9	2.0	2.9	0.6		
Net profit margin	8.8	9.1	10.2	12.6	7.7		
SG&A expense/Revenue	12.8	13.4	13.1	13.4	12.7		

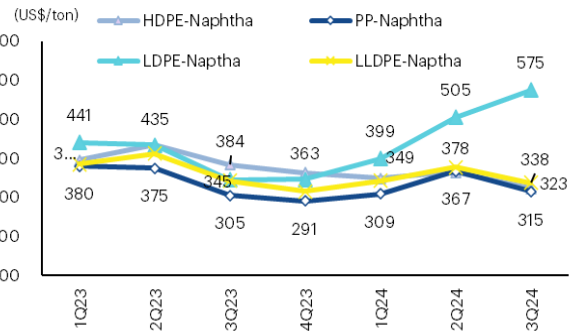
Source: SCGP and InnovestX Research

Figure 2: SCC's chemical capacity



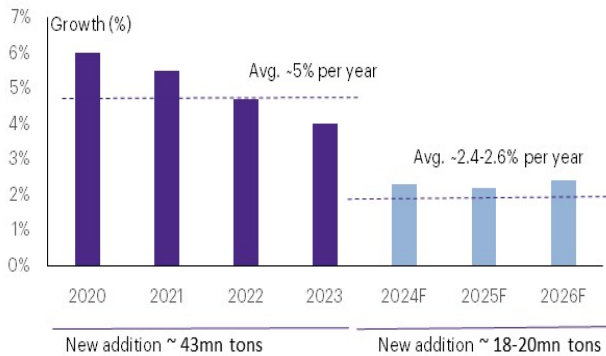
Source: Company data and InnovestX Research

Figure 3: HDPE, PP, LLDPE & LDPE spreads



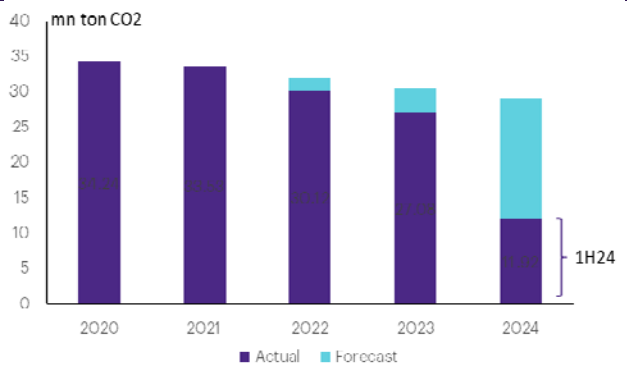
Source: Company data and InnovestX Research

Figure 4: Global ethylene supply

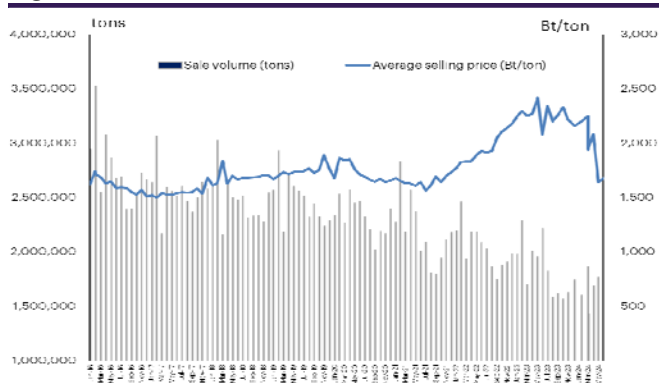


Source: Company data and InnovestX Research

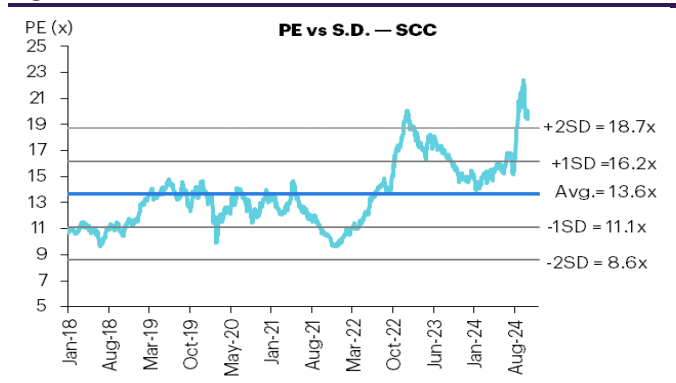
Figure 5: GHG Emission (Scope 1 +2)



Source: Company data and InnovestX Research

Figure 6: Domestic cement sale volume & ASP

Source: OIE and InnovestX Research

Figure 7: PE band

Source: Company data and InnovestX Research

Valuation summary (price as of Oct 30, 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	1.80	1.8	4.5	13.9	12.7	12.2	(28)	10	4	2.5	2.2	2.1	19	19	18	3.2	4.3	4.5	8.8	7.5	7.0
SCC	Neutral	205.00	260.0	31.2	20.6	24.7	10.4	(46)	(16)	136	0.6	0.6	0.5	3	2	5	2.9	2.0	4.4	9.6	10.1	6.9
SCCC	Neutral	163.50	158.0	2.1	21.1	14.2	13.6	(34)	49	4	1.4	1.4	1.3	7	10	10	4.3	5.5	5.5	8.5	7.2	6.8
Average					18.5	17.2	12.1	(36)	14	48	1.5	1.4	1.3	9	10	11	3.5	3.9	4.8	9.0	8.3	6.9

Source: InnovestX Research

Disclaimer

The information in this report has been obtained from sources believed to be reliable. However, its accuracy or completeness is not guaranteed. Any opinions expressed herein reflect our judgment at this date and are subject to change without notice. This report is for information only. It is not to be construed as an offer, or solicitation of an offer to sell or buy any securities. We accept no liability for any loss arising from the use of this document. We or our associates may have an interest in the companies mentioned therein.

InnovestX Securities Company Limited ("INVX") is wholly owned by SCB X Public Company Limited ("SCBX") and The Siam Commercial Bank Public Company Limited ("SCB") is majority-owned by SCBX. Any information related to SCB is for sector comparison purpose.

This document is prepared by InnovestX Securities Company Limited ("INVX") which is wholly owned by SCB X Public Company Limited ("SCBX"). The Siam Commercial Bank Public Company Limited, which is majority-owned by SCBX, acts as financial advisor of the LH Hotel Leasehold Real Estate Investment Trust. Any opinions, news, research, analyses, prices, statements, forecasts, projections and/or other information contained in this document (the "Information") is provided as general information purposes only and shall not be construed as individualized recommendation of an offer to buy or sell or the solicitation of an offer to buy or sell any securities. INVX and/or its directors, officers and employees shall not be liable for any direct, indirect, incidental, special or consequential loss or damage, resulting from the use of or reliance on the Information, including without limitation to, damages for loss of profits. The investors shall use the Information in association with other information and opinion, including their own judgment in making investment decision. The Information is obtained from sources believed to be reliable, and INVX cannot guarantee the accuracy, completeness and/or correctness of the Information.

INVX reserves the right to modify the Information from time to time without notice and in its sole discretion. This document is delivered to intended recipient(s) only and is not permitted to reproduce, retransmit, disseminate, sell, distribute, republish, circulate or commercially exploit the Information in any manner without the prior written consent of INVX.

Futures and Options trading carry a high level of risk with the potential for substantial losses, and are not suitable for all persons. Before deciding to trade Futures and Options, you should carefully consider your financial position, investment objectives, level of experience, and risk appetite if Futures and Options trading are appropriate. The possibility exists that you could sustain a loss of some or all of your initial investment. You should be aware of all the risks associated with Futures and Options trading, and you are advised to rely on your own judgment while making investment decision and/or should seek advice from professional investment advisor if you have any doubts.

This document is delivered to intended recipient(s) only and is not permitted to reproduce, retransmit, disseminate, sell, distribute, republish, circulate or commercially exploit the Information in any manner without the prior written consent of INVX.

© Copyright 2022 InnovestX Securities Co., Ltd. All right reserved.

CG Rating 2024 Companies with CG Rating

Companies with Excellent CG Scoring

AAV, ABM, ACE, ACG, ADVANC, AE, AF, AGE, AH, AIT, AJ, AKP, AKR, ALLA, ALT, AMA, AMARIN, AMATA, AMATAV, ANAN, AOT, AP, ASIMAR, ASK, ASP, ASW, AURA, AWC, B, BAFS, BAM, BANPU, BAY, BBGI, BBL, BCH, BCP, BCPG, BDMS, BEC, BEM, BEYOND, BGC, BGRIM, BJC, BKIH, BLA, BPP, BR, BRI, BRR, BSRC, BTG, BTS, BTW, BWG, CBG, CENTEL, CFRESH, CHASE, CHEWA, CHOW, CIMBT, CIVIL, CK, CKP, CNT, COL, COLOR, COM7, CPALL, CPAXT, CPF, CPL, CPN, CPW, CRC, CRD, CREDIT, CSC, CV, DCC, DELTA, DEMCO, DITTO, DMT, DOHOME, DRT, DUSIT, EASTW, ECF, ECL, EGCO, EPG, ERW, ETC, ETE, FLOYD, FN, FPI, FPT, FVC, GABLE, GC, GCAP, GFC, GFPT, GGC, GLAND, GLOBAL, GPSC, GRAMMY, GULF, GUNKUL, HANA, HARN, HENG, HMPRO, HPT, HTC, ICC, ICHI, III, ILINK, ILM, IND, INET, INSET, INTUCH, IP, IRC, IRPC, IT, ITC, ITEL, ITTHI, IVL, JAS, JTS, K, KBANK, KCC, KCE, KCG, KEX, KKP, KSL, KTB, KTC, KTMS, KUMWEL, LALIN, LANNA, LH, LHFG, LIT, LOXLEY, LPN, LRH, LST, M, MAJOR, MALEE, MBK, MC, M-CHAI, MCOT, MFC, MFEC, MINT, MODERN, MONO, MOONG, MOSHI, MSC, MST, MTC, MTI, MVP, NCH, NER, NKI, NOBLE, NRF, NSL, NTSC, NVD, NWR, NYT, OCC, OR, ORI, OSP, PAP, PB, PCC, PCSGH, PDJ, PEER, PG, PHOL, PIMO, PLANB, PLAT, PLUS, PM, PORT, PPP, PPS, PR9, PRG, PRIME, PRM, PRTR, PSH, PSL, PTT, PTTEP, PTTGC, Q-CON, QH, QTC, RATCH, RBF, RPC, RPH, RS, RT, RWI, S, S&J, SA, SAAM, SABINA, SAK, SAMART, SAMTEL, SAT, SAV, SAWAD, SC, SCAP, SCB, SCC, SCCC, SCG, SCGD, SCGP, SCM, SCN, SDC, SEAFCO, SEAOL, SELIC, SENA, SENX, SGC, SGF, SGP, SHR, SICT, SIRI, SIS, SITHAI, SJWD, SKE, SKR, SM, SMP, SNC, SNNP, SNP, SO, SONIC, SPALI, SPC, SPI, SPRC, SR, SSC, SSF, SSP, SSSC, STA, STEC, STGT, STI, SUC, SUN, SUTHA, SVI, SYMC, SYNEX, SYNTEC, TASCOS, TBN, TCAP, TCMC, TEAMG, TEGH, TFG, TFMAMA, TGE, TGH, THANA, THANI, THCOM, THG*, THIP, THRE, THREL, TIPH, TISCO, TK, TKS, TKT, TLI, TM, TMILL, TMT, TNDT, TNITY, TNL, TOA, TOG, TOP, TPAC, TPBI, TPIPL, TPIPP, TPS, TQM, TQR, TRP, TRUBB, TRUE, TRV, TSC, TSTE, TSTH, TTA, TTB, TTCL, TTW, TU, TVDH, TVO, TVT, TWPC, UAC, UBE, UBIS, UKEM, UPF, UPOIC, UV, VARO, VGI, VIH, WACOAL, WGE, WHA, WHAUP, WICE, WINMED, WINNER, ZEN

Companies with Very Good CG Scoring

2S, AAI, ADB, AEONTS, AHC, AIRA, APCO, APCS, APURE, ARIP, ARROW, ASIAN, ATP30, AUCT, AYUD, BA, BBIK, BC, BE8, BH, BIZ, BOL, BSBM, BTC, CH, CI, CIG, CM, COCOCO, COMAN, CPI, CSS, DTCENT, EVER, FE, FORTH, FSMART, FSX, FTI, GEL, GIFT, GPI, HUMAN, IFS, INSURE, JCK, JDF, JMART, KGI, KJL, KTIS, KUN, L&E, LHK, MATCH, MBAX, MEGA, METCO, MICRO, NC, NCAP, NCL, NDR, ONEE, PATO, PDG, PJW, POLY, PQS, PREB, PROUD, PSG, PSP, PSTC, PT, PTECH, PYLON, QLT, RABBIT, RCL, SABPE, SECURE, SFLEX, SFT, SINO, SMT, SPCG, SPVI, STANLY, STPI, SUPER, SUSCO, SVOA, SVT, TACC, TAE, TCC, TEKA, TFM, TITLE, TKN, TMD, TNR, TPA, TPCH, TPCS, TPLAS, TPOLY, TRT, TURTLE, TVH, UBA, UP, UREKA, VCOM, VIBHA, VRANDA, WARRIX, WIN, WP

Companies with Good CG Scoring

A5, ADD, AIE, ALUCON, AMC, AMR, ARIN, ASEFA, ASIA, ASN, BIG, BIOTEC, BIS, BJCHI, BLC, BVG, CEN, CGH, CHARAN, CHAYO, CHIC, CHOTI, CITY, CMC, CPANEL, CSP, DEXON, DOD, DPAINT, DV8, EASON, EE, EFORL, EKH, ESTAR, ETL, FNS, GBX, GENCO, GTB, GYT, ICN, IIG, IMH, IRCP, J, JCKH, JMT, JPARK, JR, JSP, JUBILE, KBS, KCAR, KIAT, KISS, KK, KWC, LDC, LEO, MCA, META, MGC, MITSIB, MK, NAM, NOVA, NTV, NV, OGC, PACO, PANEL, PHG, PIN, PRAPAT, PRI, PRIN, PROEN, PROS, PTC, READY, ROCTEC, SABUY, SALEE, SAMCO, SANKO, SCI, SE, SE-ED, SINGER, SISB, SKN, SKY, SMD, SMT, SORKON, SPC, SST, STC, STOWER, STP, SVR, SWC, TAKUNI, TC, TFI, TMC, TMI, TNP, TOPP, TRU, UEC, UOBKH, VL, WAVE, WFX, WIJK, XO, XPG, YUASA, ZAA

Corporate Governance Report

The material contained in this publication is for general information only and is not intended as advice on any of the matters discussed herein. Readers and others should perform their own independent analysis as to the accuracy or completeness or legality of such information. The Thai Institute of Directors, its officers, the authors and editor make no representation or warranty as to the accuracy, completeness or legality of any of the information contained herein. By accepting this document, each recipient agrees that the Thai Institute of Directors Association, its officers, the authors and editor shall not have any liability for any information contained in, or for any omission from, this publication.

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. InnovestX Securities Company Limited does not conform nor certify the accuracy of such survey result.

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 2023 to 28 October 2024) is publicized.

*บริษัทหรือกรรมการหรือผู้บริหารของบริษัทที่มีส่วนดำเนินการทำบัญชีการเงิน เช่น การกระทำผิดเกี่ยวกับหลักทรัพย์ การทุจริต คอร์รัปชัน เป็นต้น ซึ่งการใช้ข้อมูล CGR

ควรระมัดระวังอย่างสูงก่อนตัดสินใจ

Anti-corruption Progress Indicator

Certified (ได้รับรับรอง)

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

Declared (ประกาศเจตนา)

ACE, ADVICE, ALT, AMARIN, AMC, ANI, APCO, B52, BLAND, BPS, BYD, CAZ, CHASE, CHG, CV, DEXON, DITTO, ECL, EKH, EVER, FLOYD, GREEN, HL, HUMAN, ICN, IHL, IP, ITC, JDF, JMART, K, KJL, LDC, LH, LIT, MITSIB, MJD, MOSHI, NER, NEX, PLE, PLUS, POLY, PQS, PRI, PRIME, PROEN, PROUD, PRTR, PTC, RT, S, SANKO, SAWAD, SCAP, SCGD, SFT, SHR, SINGER, SINO, SIS, SJWD, SKE, SNNP, SOLAR, SONIC, SUPER, TBN, TMI, TPAC, TPP, TQM, UREKA, VNG, WELL, WIN, WPH, XPG

N/A

24CS, 3K-BAT, A, A5, AAV, ABM, ACAP, ACC, ACG, ADD, AEONTS, AFC, AGE, AHC, AIT, AJA, AKR, AKS, ALLA, ALPHAX, ALUCON, AMARC, AMR, ANAN, AOT, APO, APP, APURE, AQUA, ARIN, ARIP, ARROW, ASAP, ASEFA, ASIA, ASIMAR, ASN, ATP30, AU, AUCT, AURA, BA, BBIK, BC, BCT, BDMS, BEAUTY, BEM, BGT, BH, BIG, BIOTEC, BIS, BIZ, BJC, BJCHI, BKD, BKGI, BKIH, BLC, BLESS, BLISS, BM, BOL, BR, BROCK, BSM, BSRC, BTNC, BTW, BUI, BVG, CCET, CCP, CEYE, CFARM, CGD, CH, CHAO, CHARAN, CHAYO, CHIC, CHO, CITY, CIVIL, CK, CKP, CMAN, CMO, CMR, CNT, COCOCO, COLOR, COMAN, CPANEL, CPAXT, CPH, CPR, CPT, CRANE, CRD, CSP, CSR, CSS, CTW, CWT, D, DCON, DDD, DHOUSE, DOD, DPAINT, DTCENT, DTIC, DV8, EASON, EE, EFORL, EMC, ESTAR, ETL, EURO, F&D, FANCY, FE, FM, FMT, FN, FORTH, FTI, FVC, GABLE, GENCO, GFC, GIFT, GL, GLAND, GLOCON, GLORY, GRAMMY, GRAND, GSC, GTB, GTV, GYT, HFT, HPT, HTECH, HYDRO, I2, IIG, IMH, IND, INGRS, INSET, IRC, IRCP, IT, ITD, ITNS, ITTHI, J, JAK, JCK, JCKH, JCT, JKN, JMT, JPARK, JSP, JUBILE, KAMART, KBS, KC, KCG, KCM, KDH, KEX, KIAT, KISS, KK, KKC, KLINIQ, KOOL, KTIS, KTMS, KUMWEL, KUN, KWC, KWI, KWM, KYE, LALIN, LEE, LEO, LOXLEY, LPH, LST, LTS, MAGURO, MANRIN, MASTER, MATI, MCA, M-CHAI, MCS, MDX, MEB, MEDEZE, METCO, MGC, MGI, MGT, MICRO, MIDA, MK, ML, MORE, MST, MTW, MUD, MVP, NAM, NAT, NC, NCH, NCL, NCP, NDR, NEO, NETBAY, NEW, NEWS, NFC, NL, NNCL, NOK, NOVA, NPK, NSL, NTSC, NTV, NUSA, NV, NVD, NYT, OHTL, OKJ, ONEE, ORN, PACO, PAF, PANEL, PCC, PCE, PEACE, PEER, PERM, PF, PHG, PICO, PIN, PJW, PLT, PMC, PMTA, POLAR, PORT, PPM, PRAKIT, PRAPAT, PRECHA, PRIN, PRO, PSG, PSP, PTL, QTCG, RAM, RCL, READY, RICHY, RJH, ROCK, ROCTEC, ROH, ROJINA, RP, RPC, RPH, RSP, S11, SABUY, SAF, SAFARI, SAFE, SALEE, SAM, SAMART, SAMCO, SAMTEL, SAUCE, SAV, SAWANG, SBNEXT, SCI, SCL, SCP, SDC, SE, SEAFCO, SECURE, SEI, SGF, SHANG, SIAM, SICT, SIMAT, SISB, SK, SKN, SKY, SLP, SMART, SMD, SMK, SMT, SO, SPA, SPCG, SPG, SPREME, SPVI, SQ, SR, SRS, SSC, STANLY, STC, STECH, STECON, STHAI, STI, STP, STPI, STX, SUC, SUN, SUTHA, SVR, SWC, SYNEX, TACC, TAN, TAPAC, TATG, TC, TCC, TCJ, TCOAT, TEAM, TEAMG, TEKA, TERA, TFM, TGPRO, TH, THAI, THANA, THE, THG, THMUJ, TIGER, TITLE, TK, TKC, TLI, TM, TMAN, TMC, TMW, TNDT, TNH, TNPC, TOA, TPBI, TPCH, TPIPL, TPIPP, TPL, TPOLY, TPS, TQR, TR, TRC, TRITN, TRP, TRUBB, TRV, TSE, TTI, TTT, TTW, TVH, TVT, TWP, TWZ, TYCN, UAC, UBA, UMI, UMS, UNIQ, UOBKH, UP, UPOIC, UTP, UVAN, VARO, VL, VPO, VRANDA, W, WARRIX, WAVE, WFX, WGE, WINDOW, WINMED, WINNER, WORK, 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 June 30, 2024) are categorised into: companies that have declared their intention to join CAC, and companies certified by CAC.