

Banks' 3Q Profit Not as Bad as feared

China Coal futures are falling – BANPU Says Coal Price to remain High

New Covid Cases Rise again

## Banks Results Are Better than estimate

So far banks' 3Q results have been above analyst estimates. Though only KBANK has reported amongst the three big banks, TTB and BAY beat analyst estimate by 8-15%. Common theme for the beat is reduced provisions level, and slightly increased non-interest income. For details, please read brokers reports (we are not a broker). Here is a quick summary, however.

Ticker	Price	Net '3Q21E	3Q21 Net	Surprise (%)	9M/21F Net %	Remarks
KBANK	142.50	8,246	8,631	4.7	82.4	Beats on net interest income
BAY	32.75	5,911	6,362	7.6	101.0	Reduced Loan Loss Provisions
KTB	11.70	5,403	5,055	-6.4	83.4	Reduced Provisions, Weak Net interest income
TTB	1.14	2,091	2,359	12.8	76.5	Low net interest income, reduced Opex and provisions
TISCO	92.25	1,573	1,560	-0.8	75.5	No surprises
KKP	58.00	1,241	1,478	19.1	79.3	Surprise rise in non interest income
KTC	56.00	1,584	1,317	-16.8	73.7%	Reduced card spend
SCB	125.50	7,508			n.a.	
BBL	120.50	6,095			n.a.	
SAWAD	63.75	1,153			n.a.	
MTC	60.25	1,348			n.a.	

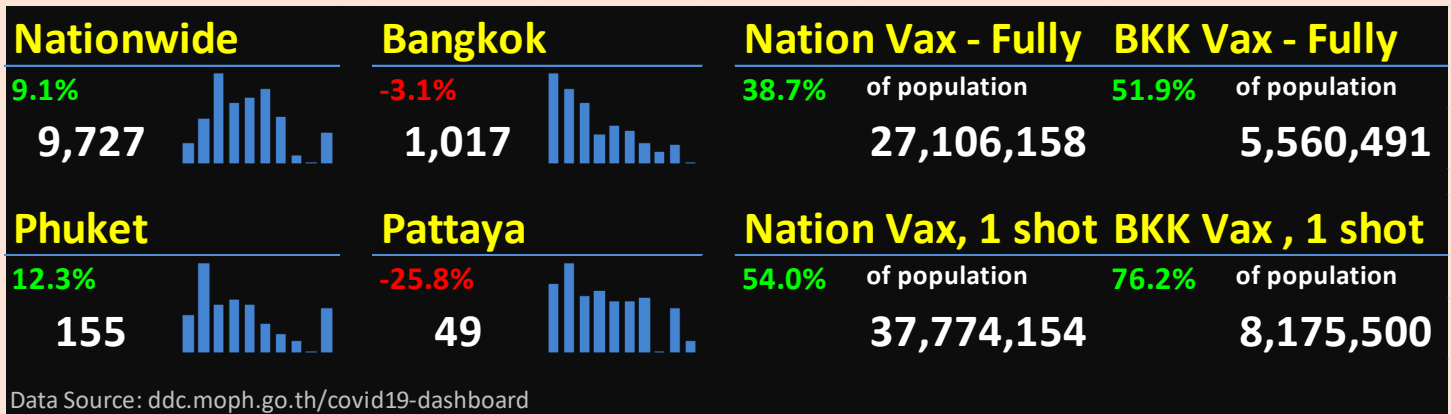
**Chinese coal futures are plunging** as China continues to work to cool down recent sharp hikes. The contract in Zhengzhou, main coal market, fell 10% to its daily limit this morning. Price is still 14% above October.

**This is bad for sentiment on BANPU.** The company CEO yesterday said the coal price may remain high until next year. Who would you believe to trade BANPU? The CEO or the coal benchmark?



## Covid cases, rise again! Pattaya still below 50

New Covid cases rose 9% in Thailand as nation begins to open up. Bangkok is now nearly 51% fully vaccinated, 76% of population has received at least 1 shot.



## Regional Markets are Up

Regional markets are steady. Within Asia, companies have just started to report 3Q results. In their guidance they would highlighting inflation pressures in 4Q.

EQUITIES AND COMMODITY DASHBOARD							
Name	Last	% Δ 1D	% Δ 5D	Name	Last	% Δ 1D	% Δ 5D
Dow Jones Indus. Avg	35,609.3	+0.43%	+3.58%	Brent Crude Futr Dec21	86.0	-0.07%	+3.10%
Straits Times Index Sti	3,198.1	+0.05%	+1.37%	Wti Crude Future Dec21	83.8	+1.10%	+4.48%
Hang Seng Index	26,136.0	+0.26%	+3.47%	Natural Gas Futr Nov21	5.2	+0.02%	-7.50%
Nikkei 225	29,255.6	-0.33%	+3.62%	Dce Iron Ore Fut Jan22	724.5	+0.70%	-5.34%
Kospi Index	3,017.4	+0.32%	+2.66%	Generic 1St 'Xw' Future COAL	231.5	+0.70%	+6.61%
Psei - Philippine Se Idx	7,297.1	+0.31%	+3.55%	Baltic Dry Index	4,714.0	+0.78%	-8.74%
Ftse Bursa Malaysia Klsi	1,606.3	-0.13%	+1.29%	Baltic Handysize Index	2,024.0	+0.44%	+0.79%
Jakarta Composite Index	6,656.0	-0.24%	+2.37%	Lme Copper 3Mo (\$)	10,185.5	+0.35%	+5.54%
Taiwan Taiex Index	16,887.8	+0.74%	+4.06%	Cotton No.2 Futr Dec21	110.7	-0.59%	+5.99%
Nifty 50	18,266.6	-0.83%	+1.79%	Soybean Future Nov21	1,244.8	+0.24%	+4.46%
Stock Exch Of Thai Index	1,637.6	+0.44%	+0.25%	Sugar #11 (World) Mar22	19.0	+0.64%	-4.48%

## Stocks In Play

**Kasikornbank Pcl** ↑ Bt142.5(+1) 46%, 0% in 3M MCap Bt340bn PER: 10x P/B: 0.7x

3Q net beats the street estimate on increased net interest income which rose to Bt30.7bn, up from Bt27.3bn a year ago

**Airports Of Thai** ↓ Bt65.5(-0.5) -0.8%, 12.4% in 3M MCap Bt940bn PER: 0x P/B: 8x

To borrow at least Bt25bn from Krung Thai Bank (Bt20bn) and Gov't savings bank (Bt5bn) for short term working capital

**Banpu Pub Co Ltd** ↓ Bt12.3(-0.4) -3.1%, 8.9% in 3M MCap Bt80bn PER: 6.1x P/B: 1.2x

CEO of BANPU says, coal price will remain high until next year due to winter, and shortage of fuel to produce power as coal remains still the preferred fuel despite the green revolution

**Supalai Pub Co** ↓ Bt20.1( 0) 0%, -2.4% in 3M MCap Bt40bn PER: 7.1x P/B: 1.1x

Remains confident of a recovery in 4Q - confirms backlog of Bt36bn and presales target of Bt27bn. Presales response of new condo launches in Bangkok is positive, MD says

**Krungthai Card P** ↑ Bt56(+1) 1.8%, -13.8% in 3M MCap Bt140bn PER: 23x P/B: 6x

Remains in limelight and speculations of more exits by insiders. Yesterday 7m shares traded at price between Bt50.5 and Bt56.5, total value Bt373.7m

**Central Pattana** ↓ Bt58.25( 0) 0%, 18.3% in 3M MCap Bt260bn PER: 29.2x P/B: 3.7x

Completes the acquisition of SF, sold by MAJOR, and public. It now owns 96..24%. Profit contribution will begin from 4Q. SF earns Bt225-B300m a qts vs. CPN's Bt1.2-Bt1.6bn a quarter

**Ananda Dev Pcl** ↓ Bt1.56( 0) 0%, -17.9% in 3M MCap Bt10bn PER: 0x P/B: 0.5x

Gov't approval of 5 year visa which requires investment in property will help ANAN, RML, SIRI and NOBLE to attract foreign buyers to boost their project sales

**Forth Corp Pcl** ↑ Bt18(+0.3) 1.7%, 48.8% in 3M MCap Bt20bn PER: 21.8x P/B: 11.6x

Is confident of securing Bt800m contract for EV charging stations. Analysts are hinting a big 4Q profit

**Asia Aviation** ↓ Bt2.92(-0.1) -2.7%, 16.8% in 3M MCap Bt10bn PER: 0x P/B: 1.3x

Its board approved restructuring plan via a rights issue and placement of shares amongst its existing holders, and new investors

**Tata Steel Thai** ↓ Bt1.68( 0) -0.6%, 0% in 3M MCap Bt10bn PER: 0x P/B: 1.2x

CEO remains confident that sales volume in 2H will rise more to reach total tons sold to 1.3m vs 672k tons in 1H. Increased raw material is a challenge but post floods renovations in Thailand would help

**Total Access Com** ↓ Bt39.75( -0.3) -0.6%, 22.3% in 3M MCap Bt90bn PER: 22.2x P/B: 4.3x

DTAC CEO says, its major shareholder, Telenor, loves to do business in Thailand and will keep contributing to Thailand and its society in a responsible way.

**Frasers Property** ↑ Bt12(+0.1) 0.8%, 4.3% in 3M MCap Bt30bn PER: 15.9x P/B: 0.8x

Plans to renovate Silom Centre in Bangkok to develop new office building with a very modern design for Bt1.8bn

## Brokers' Picks

**Kce Electronics** ↑ Bt83.5(+2) 2.5%, 9.9% in 3M MCap Bt100bn PER: 41.9x P/B: 7.7x

It deserves a re-rating beyond historic PER rating peak of 35x as its business is in a new super cycle (BLS)

**Bank Ayudhya Pcl** ↓ Bt32.75( 0) 0%, 11% in 3M MCap Bt240bn PER: 8.2x P/B: 0.8x

It surprises with a big beat, upgrades are coming as 9M profit is almost same as analysts full year forecast (BLS)

**Jaymart Pcl** ↑ Bt41.5(+0.5) 1.2%, 14.5% in 3M MCap Bt40bn PER: 38.3x P/B: 8.2x

Ignore 3Q as low point in the cycle, business partnership with VGI will begin to contribute in 4Q (KE-LIVE)

**Banpu Pub Co Ltd** ↓ Bt12.3( -0.4) -3.1%, 8.9% in 3M MCap Bt80bn PER: 6.1x P/B: 1.2x

3Q earnings to be sky high - up 100% QoQ (KGI)

**Jmt Network Serv** ↑ Bt47.25(+1.3) 2.7%, 3.8% in 3M MCap Bt50bn PER: 37.9x P/B: 6.6x

3Q net torise despite a lockdown in many provinces. Debt collection remains strong as several debt pools are fully amortized (KSS)

**Berli Jucker Pcl** ↓ Bt33.5( 0) 0%, 0% in 3M MCap Bt130bn PER: 32.4x P/B: 1.2x

3Q net to fall YoY and QoQ but a rebound is almost visible in 4Q (MBKET)

## Investors Trading Flow

Note that local funds are selling each day. Foreigners net bought Bt4.5bn yesterday

TRADING FLOW BY INVESTOR TYPE							
Investor Type	20-Oct	19-Oct	18-Oct	15-Oct	14-Oct		5D Sum
Local Institutions	-1,923.9	-3,125.3	-1,719.9	-2,826.3	-2,339.1		-11,934.5
Foreign Institutions	4,580.9	-1,591.6	3,773.9	3,400.3	1,152.0		11,315.5
Retail Investors	-1,918.8	4,069.8	-2,130.5	-699.4	347.7		-331.2
Brokers' Portfolio	-738.2	647.1	76.5	125.4	839.4		950.2
SET Index	1,637.6	1,630.4	1,643.9	1,638.3	1,641.0		

Amount in million baht, Index in points

## Top 10 and Top down

TOP 10 MOST TRADED					
Name	Last	%Ch	Turnover	%vs 5ADT	52W Hi
Stock Exch Of Thai Index	1,637.55	0.44	67.9bn		1,658.1
Thai Set Total Val Trds		-29.65	67.9bn	-22.0	175.3bn
Kasikornbank Pcl	142.50	1.1	3,584.3	-20.3	153.00
Siam Comm Bk Pcl	125.50	2.4	2,503.2	60.2	137.00
Banpu Pub Co Ltd	12.30	-3.1	2,483.0	11.5	14.90
Scg Packaging Pc	63.25	2.4	1,766.7	98.2	71.50
Ptt Pcl	39.50	0.0	1,732.2	-8.9	2.40
Kce Electronics	83.50	2.5	1,573.9	21.0	89.50
Ptt Expl & Prod	123.50	0.4	1,486.6	15.7	125.50
Airports Of Thai	65.50	-0.8	1,448.3	-39.4	70.00
Siam Cement Pcl	394.00	0.3	1,332.0	1.1	474.00
Cp All Pcl	64.75	-0.4	1,263.7	-31.4	70.3

Price in baht, Turnover in million baht, Index in points 20-Oct

TOP 10 - MOST UP / DOWN*						20-Oct
Name	Last	%Ch	Name	Last	%Ch	
R&B Food Supply	20.00	+6.38	Bec World Pcl	12.90	-3.73	
Asia Sermkij Lea	39.50	+5.33	Banpu Pub Co Ltd	12.30	-3.15	
Bangchak Corp Pc	30.25	+5.22	Plan B Media	6.50	-2.26	
Scg Ceramics Pcl	2.80	+4.48	Bangkok Aviation	28.75	-1.71	
Chularat Hospita	3.88	+3.74	Wha Premium Grow	12.90	-1.37	
Star Petroleum R	11.10	+3.74	Dhipaya Group Ho	41.75	-1.18	
Regional Contain	42.00	+3.70	Bts Group Holdin	9.45	-1.05	
Bangkok Chain Ho	21.10	+3.43	Charoen Pok Food	25.50	-0.97	
Jasmine Telecom	61.00	+3.39	Origin Property	10.70	-0.93	
Bangkok Life Ass	31.50	+3.28	Asset World Corp	4.62	-0.86	

Price in baht, Turnover in million baht, Index in points, mkt cap > \$500m 20-Oct

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