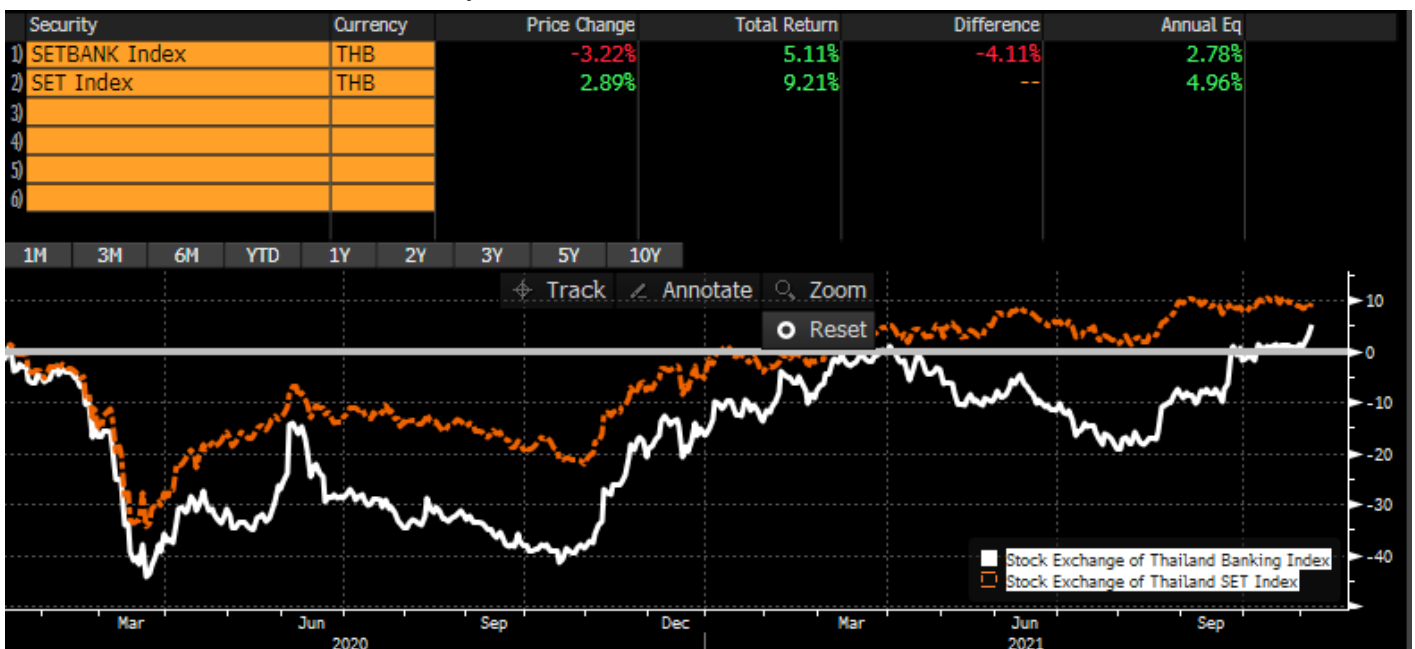


**Banks and fincos are new reopening plays**

A flurry of activity of acquisitions and joint ventures by SCB has brought investors’ attention to banks shares this week. Since the start of the pandemic, SETBNAK index underperformed SET due to concerns of loan growth and deterioration in asset quality.

A 6.1% rise in SETBANK Index relative to SET Index, which is unchanged, has narrowed the underperformance to 3%.



It appears that investors are beginning to regard banks as new growth engines on back of their investments in non-traditional income streams such as fintechs, joint ventures in other non-banking related activities.

We are not analysts yet feel that this enthusiasm may be short lived. Earnings impact from new investments will appear in medium term, and may disappoint with under delivery.

However, banks may remain on analysts BUY in the short term list due to their relative inexpensive valuation.

Short Name	Last Price	%1D	3m Rel to SET	1m Relt SET ↓	EPS gwth %	% Wt
THAI SET TOTAL VAL TRDS	85.6502y	+1.09%	21.6%	8.7%		
THAI BANKING INDEX	410.40c	+1.86%	20.7%	6.1%	1.4%	9.5%
THAI FINANCE/SEC INDEX	5242.87c	+2.85%	-8.2%	3.4%	-5%	4.5%
THAI PROPERTY DEV INDEX	238.40c	+0.77%	8.6%	3.4%	30.8%	5.6%
THAI HEALTH CARE SERVICE	5751.82c	+0.70%	-2.3%	2.7%	25.8%	4.4%
Thai Consumer Retail	1092.9900y	+1.13%	3.5%	2.5%		
THAI PROP FUND & REITS	176.61c	+0.42%	-1.0%	2.4%	2.3%	1.9%
THAI ELECTRNC COMPONENTS	6730.99c	+1.43%	-21.8%	2.3%	8.9%	4.1%
THAI COMMERCE INDEX	39428.35c	+1.02%	5.9%	2.2%	-15.2%	10.9%
Thailand Market Cap	19032.49y	+0.89%	.7%	2.1%		
THAI MEDIA & PUBLISHING	53.64c	+2.96%	6.3%	1.6%	102.4%	1.1%
THAI AUTOMOTIVE INDEX	518.61c	+0.66%	-8.7%	.9%	30.9%	.4%
THAI INSURANCE INDEX	12706.25c	-0.10%	-3.8%	.4%		1.0%
THAI TOUR & LEISURE INDX	506.86c	+0.98%	11.7%	.2%	-36.3%	.6%

# Regional Markets Are Down, No Relief for BDI

EQUITIES AND COMMODITY DASHBOARD							
Name	Last	% Δ 1D	% Δ 5D	Name	Last	% Δ 1D	% Δ 5D
Dow Jones Indus. Avg	36,124.2	-0.09%	+1.10%	Brent Crude Futr Jan22	81.3	+0.87%	-2.89%
Straits Times Index Sti	3,242.1	+0.70%	+0.75%	Wti Crude Future Dec21	79.6	+1.03%	-3.85%
Hang Seng Index	24,942.7	-1.10%	-2.38%	Natural Gas Futr Dec21	5.7	-0.16%	-1.30%
Nikkei 225	29,610.5	-0.62%	+1.76%	Dce Iron Ore Fut Jan22	562.5	-2.85%	-16.67%
Kospi Index	2,964.1	-0.66%	-1.53%	Generic 1St 'Xw' Future COAL	154.3	-2.06%	+1.73%
Psei - Philippine Se Idx	7,319.5	+1.47%	+1.10%	Baltic Dry Index	2,769.0	-4.25%	-23.72%
Ftse Bursa Malaysia Klsi	1,527.7	-0.22%	-3.48%	Baltic Handysize Index	1,788.0	-1.32%	-11.04%
Jakarta Composite Index	6,580.6	-0.11%	+0.85%	Lme Copper 3Mo (\$)	9,439.0	-0.21%	-2.35%
Taiwan Taixex Index	17,190.6	+0.67%	+0.89%	Cotton No.2 Futr Mar22	113.1	+0.20%	+1.17%
Nifty 50	17,916.8	+0.49%	+0.33%	Soybean Future Jan22	1,224.0	+0.10%	-1.77%
Stock Exch Of Thai Index	1,626.3	+0.89%	+0.12%	Sugar #11 (World) Mar22	19.6	+1.29%	+0.05%

## Market Wrap

Yesterday, SET Index gained 14.35 points (0.89%) to close at 1626.27, taking last 5 day gain to 0.12%. Investors accumulated banks and finance company shares. A recovery in TIDLOR shares earlier this week, prompted buying in MTC, SAWAD, KTC etc. A smaller and perhaps short-lived theme of speculating on recovery in ad spend next year made share price of media companies rise a bit. Shipping and commodity linked stocks to remain under pressure after a technical bounce yesterday.

DASHBOARD			
<b>SET</b>	<b>Turnover</b>	<b>RCL</b>	<b>TGH</b>
<b>0.89%</b>	<b>1.09%</b>	<b>6.17%</b>	<b>-2.59%</b>
1,626.3	85.7bn	43.00	28.25
<b>BRENT</b>	<b>COAL</b>	<b>BDI</b>	<b>BAHT</b>
<b>0.84%</b>	<b>-2.06%</b>	<b>-4.25%</b>	<b>0.10%</b>
81.2	154.3	2,769.0	33.38
<b>RETAIL</b>	<b>BROKERS</b>	<b>LOCAL FUNDS</b>	<b>FOREIGNERS</b>
<b>-5,454.1m</b>	<b>-548.5m</b>	<b>1,606.3m</b>	<b>4,396.3m</b>
Index in points, Commodity in USD, Investor data in Baht mil			04-Nov-21

## Movers

KBANK↑ Bt147.5(+5.5) 3.9% Δ5D +6.9%, PER 9.7x, TP Bt158.6, added 1.12 points ►► Investors regard banks and fincos as new reopening plays as economic revival seen as creating demand for banking activities. KBANK traded Bt9.0bn in morning session, Bt2.8bn in post lunch session.

DELTA↑ Bt446(+6) 1.4% Δ5D +2.8%, PER 84.9x, TP Bt364.1, added 0.64 points ►► Stock rally led by NVDR buying this week may slow down as the Co's IR admitted freight cost remains high though component shortages are easing.

MTC↑ Bt64(+3.5) 5.8% Δ5D +7.6%, PER 24.9x, TP Bt70.3, added 0.64 points ►► Recovery in price after a broker report of rising profit in 3Q, 4Q and '22F

MAKRO↑ Bt49.5(+0.8) 1.5% Δ5D +1.5%, PER 37.3x, TP Bt49.3, added 0.63 points ►► It's the 3rd day of price rise in a row on hopes that the reopening of borders will boost its sales from improving HORECA demand.

BBL↑ Bt128(+3.5) 2.8% Δ5D +5.3%, PER 8.7x, TP Bt148.6, added 0.57 points ►► BBL seen as cheapest amongst three large commercial bank.

## Shakers

PTT↓ Bt37.5(-0.3) -0.7% Δ5D -2%, PER 8.3x, TP Bt48.5, lost -0.61 points ►► Foreigners have been selling last few days

OR↓ Bt26(-0.5) -1.9% Δ5D -6.3%, PER 39.1x, TP Bt29.4, lost -0.52 points ►► Brokers fear its 3Q profit perhaps fell 37% QoQ and 41% YoY due to falling oil sales, and reduced marketing margin.

CPF↓ Bt25(-0.3) -1% Δ5D -1%, PER 12.1x, TP Bt31.6, lost -0.19 points ►► Expectations of a poor 3Q result.

MINT↓ Bt32.75(-0.3) -0.8% Δ5D 1.6%, PER 0x, TP Bt36.6, lost -0.11 points ►► Share price fell one spread on very thin trading volume - just Bt96m vs. 5D average of Bt258m

SCC↓ Bt396(-1) -0.3% Δ5D -0.5%, PER 9x, TP Bt497.9, lost -0.1 points ►► Foreigners have been selling last few days

# Most Traded

KBANK↑ Bt147.5(+5.5) 3.9% Δ5D +6.9%, PER 9.7x, TP Bt158.6 ▶▶ Investors regard banks and fincos as new reopening plays as economic revival seen as creating demand for banking activities. KBANK traded Bt9.0bn in morning session, Bt2.8bn in post lunch session.

BBL↑ Bt128(+3.5) 2.8% Δ5D +5.3%, PER 8.7x, TP Bt148.6 ▶▶ BBL seen as cheapest amongst three large commercial bank.

SCB↑ Bt132(+0.5) 0.4% Δ5D +7.8%, PER 13.5x, TP Bt138.6 ▶▶ Trading remained heavy in banks shares which are seen as recovery plays.

PTT↓ Bt37.5(-0.3) -0.7% Δ5D -2%, PER 8.3x, TP Bt48.5 ▶▶ Foreigners have been selling last few days

OR↓ Bt26(-0.5) -1.9% Δ5D -6.3%, PER 39.1x, TP Bt29.4 ▶▶ Brokers fear its 3Q profit perhaps fell 37% QoQ and 41% YoY due to falling oil sales, and reduced marketing margin.

# Newsworthy

IVL↑ Bt42.5(+0.8) 1.8% Δ5D +2.4%, PER 11.3x, TP Bt54 ▶▶ Issued first and largest sustainability linked bond worth Bt10bn with coupon of 2.48%, 3% and 3,6% for its 5/7/10 year tranches. It is due to report is 3Q net (down QoQ) today.

SCGP↑ Bt63.25(+0.3) 0.4% Δ5D +-1.2%, PER 31.9x, TP Bt69.6 ▶▶ Has set a Bt10bn budget for M&A activities.

CBG↑ Bt125.5(+4) 3.3% Δ5D +1.2%, PER 38.2x, TP Bt143.1 ▶▶ Rebounded following brokers recommendations that a 10% fall in 3M was too excessive - outlook is brightening with falling aluminum price

BEC↑ Bt12.6(+0.5) 4.1% Δ5D +4.1%, PER 39.3x, TP Bt14.4 ▶▶ Media companies expect ad spend to double next year

BEM↑ Bt8.95(+0.1) 0.6% Δ5D +0.6%, PER 154.3x, TP Bt10 ▶▶ Plans to issue discount coupons to help vehicle owners save money ahead of its toll fee hike

VGI↑ Bt6.95(+0.3) 4.5% Δ5D +6.9%, PER 169.5x, TP Bt7.2 ▶▶ Hopes of recovery in ad spend next year. Joins hands with GRAMMY to promote solidarity messages and promote a famous Thai singer with large fan following.

# Brokers Picks

SABUY↑ Bt11.2(+0.6) 5.7%, 1MΔ 0% B/S/H: 2/0/0 TP Bt16 ▶▶ A comparative with similar company which has received new money from fintech investors, puts the value of SABUY at Bt30bn vs, current market cap of Bt12bn - BUY (BLS)

LPN↑ Bt4.9(+0) 0.4%, 1MΔ 0% B/S/H: 2/4/12 TP Bt4.3 ▶▶ Disappointing 3Q that fell 76% QoQ and YoY. Downgrading forecast by 27% to 35% for '21F-23F. SELL (KSS)

BAM↑ Bt18.9(+0.3) 1.6%, 1MΔ +2.2% B/S/H: 10/2/1 TP Bt21.5 ▶▶ 3Q net to fall 36% QoQ but rise 69% YoY. HOLD (KELIVE)

CENTEL↑ Bt36(+0.3) 0.7%, 1MΔ +0.7% B/S/H: 12/5/4 TP Bt36.7 ▶▶ Losses to continue this year. Expect 3Q to be disappointing. SELL (KSS)

BH↓ Bt151.5 (-1.5) -1%, 1MΔ +3.4% B/S/H: 6/11/6 TP Bt139.9 ▶▶ 3Q net, +34% YoY, +37% QoQ was in line. A 27% rise in 3M may cause short term profit taking. BUY (BLS)

## Investors Flow

TRADING FLOW BY INVESTOR TYPE							
Investor Type	04-Nov	03-Nov	02-Nov	01-Nov	29-Oct	Last 1 month	5D Sum
Local Institutions	1,606.3	426.1	1,441.1	-635.3	535.0		3,373.3
Foreign Institutions	4,396.3	268.9	-580.7	-3,586.5	-3,003.9		-2,505.8
Retail Investors	-5,454.1	-354.4	-1,251.2	4,148.8	1,918.1		-992.8
Brokers' Portfolio	-548.5	-340.6	390.8	72.9	550.7		125.4
SET Index	1,626.3	1,611.9	1,617.9	1,613.8	1,623.4		

Amount in million baht, Index in points

TOP 10 MOST TRADED					
Name	Last	%Ch	Turnover	%vs SADT	52W Hi
Stock Exch Of Thai Index	1,626.27	0.89	85.7bn		1,658.1
Thai Set Total Val Trds		1.09	85.7bn	10.4	175.3bn
Kasikornbank Pcl	147.50	3.9	11,868.0	131.3	153.00
Bangkok Bank Pub	128.00	2.8	4,887.6	102.9	134.50
Siam Comm Bk Pcl	132.00	0.4	2,853.5	-51.1	137.00
Ptt Pcl	37.50	-0.7	2,133.6	27.4	45.00
Ptt Oil & Retail	26.00	-1.9	2,113.5	81.4	2.40
Siam Cement Pcl	396.00	-0.3	1,980.2	38.6	474.00
Ptt Expl & Prod	118.00	0.4	1,708.4	24.7	125.50
Airports Of Thai	65.00	0.4	1,681.7	31.3	70.00
Carabao Group Pc	125.50	3.3	1,611.7	68.5	156.00
Muangthai Capita	64.00	5.8	1,503.0	161.6	73.8
Price in baht, Turnover in million baht, Index in points					04-Nov

TOP 10 - MOST UP / DOWN*						04-Nov
Name	Last	%Ch	Name	Last	%Ch	
Regional Contain	43.00	+6.17	Thai Group Holdi	28.25	-2.59	
Muangthai Capita	64.00	+5.79	Saha Pathana Int	62.50	-2.34	
Plan B Media	6.65	+5.56	Siam City Cement	167.50	-2.05	
Jasmine Technolo	73.75	+5.36	Major Cineplex	20.30	-1.93	
Vgi Pcl	6.95	+4.51	Ptt Oil & Retail	26.00	-1.89	
Asia Sermkij Lea	41.75	+4.38	Toa Paint Thaila	32.00	-1.54	
Bec World Pcl	12.60	+4.13	Total Access Com	35.00	-1.41	
Aeon Thana Sinsa	197.00	+3.96	Chularat Hospita	3.68	-1.08	
Kasikornbank Pcl	147.50	+3.87	Charoen Pok Food	25.00	-0.99	
Forth Corp Pcl	19.90	+3.65	Bumrungrad Hospi	151.50	-0.98	
Price in baht, Turnover in million baht, Index in points, mkt cap > \$500m						04-Nov