

Banks - local investors traded while foreigners sold

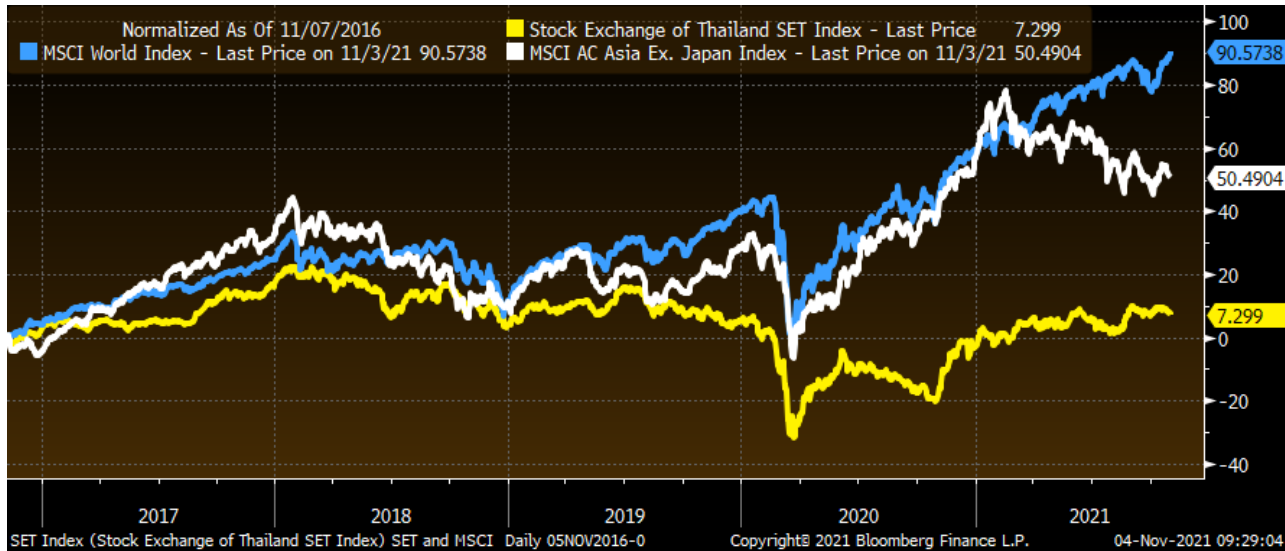
SCB's decision to buy 51% a stake in BITKUB, the largest crypto currency trading platform in Thailand, sparked investors interest in banks. Daily turnover in banks rose to nearly double the last 5 days average. Turnover in SCB was Bt11.5bn, KBANK Bt3.4bn, and BBL Bt2.4bn.

Interestingly, foreigners continued to sell SCB. This month, SCB is the most sold name on NVDR list with net sell of Bt1.2bn. Based on change in foreign ownership limit, foreigners bought Bt278m worth of SCB this month.

FED's decision to Slow Tapering Is Good for Stocks

A comment by the FED to start slowing down its \$120bn purchase of assets each month, was cheered by global markets as MSCI Index hit a new record led by stocks in Japan, Hong Kong and China. While the regional markets are up, SET is unlikely to follow the trend because of its slow economic growth, political instability, and heavy weight of the energy stocks in the SET. Energy and oil related stocks are in a downward direction due to falling commodity prices and overvaluation.

SET Index has been a significant underperformer vs MSCI Asia ex Japan since the start of pandemic last year. See chart below.



Regional Markets Up, Coal and Oil Rebound

EQUITIES AND COMMODITY DASHBOARD							
Name	Last	% Δ 1D	% Δ 5D	Name	Last	% Δ 1D	% Δ 5D
Dow Jones Indus. Avg	36,157.6	+0.29%	+1.88%	Brent Crude Futr Jan22	81.4	-0.77%	-2.99%
Straits Times Index Sti	3,219.7	-0.39%	+0.05%	Wti Crude Future Dec21	80.0	-1.11%	-3.27%
Hang Seng Index	25,135.9	+0.44%	-1.93%	Natural Gas Futr Dec21	5.8	+2.24%	-6.47%
Nikkei 225	29,782.5	+0.89%	+2.33%	Dce Iron Ore Fut Jan22	589.5	+1.38%	-15.93%
Kospi Index	2,999.3	+0.73%	-0.93%	Generic 1St 'Xw' Future COAL	157.5	+11.78%	+2.39%
Psei - Philippine Se Idx	7,193.4	+0.13%	-0.80%	Baltic Dry Index	2,892.0	-9.26%	-24.05%
Ftse Bursa Malaysia Klsi	1,531.3	-0.41%	-3.27%	Baltic Handysize Index	1,812.0	-3.46%	-11.00%
Jakarta Composite Index	6,610.4	+0.85%	+0.09%	Lme Copper 3Mo (\$)	9,458.5	-0.39%	-0.94%
Taiwan TaieX Index	17,182.2	+0.39%	+0.67%	Cotton No.2 Futr Mar22	114.5	-0.81%	+5.39%
Nifty 50	17,829.2	-0.33%	-2.10%	Soybean Future Jan22	1,241.8	-0.20%	-0.64%
Stock Exch Of Thai Index	1,611.9	-0.37%	-0.96%	Sugar #11 (World) Mar22	19.4	-0.82%	-1.62%

DASHBOARD			
SET	Turnover	DELTA	TTA
-0.37%	10.18%	5.77%	-12.27%
1,611.9	84.7bn	440.00	9.65
BRENT	COAL	BDI	BAHT
-0.76%	11.78%	-9.26%	-0.20%
566.5	157.5	3,187.0	33.32
RETAIL	BROKERS	LOCAL FUNDS	FOREIGNERS
-354.4m	-340.6m	426.1m	268.9m
Index in points, Commodity in USD, Investor data in Baht mil			03-Nov-21

Market Wrap

On 03-Nov, SET Index lost -5.97 points (-0.37%) to close at 1611.92, taking last 5-day loss to -0.96%.

Investors accumulated banks shares sending turnover in SCB, KBANK and BBL to well above 5day average. Some recovery in TIDLOR shares following analyst upgrades. Shipping and commodity linked stocks to remain under pressure.

FED's decision to slow tapering may spark short term rebound for SET only to be dragged down by heavy weight energy sector. Yesterday, total turnover rose 10.18% to Bt84.73bn - following are top 10 names, 5 movers and 5 shakers, that created the most market impact.

Movers

DELTA ↑ Bt440(+24) 5.8% Δ5D +0.5%, PER 83.7x, TP Bt364.1, added 2.57 points ▶▶ Yesterday's 6% rise reversed the falling trend that started with the weak 3Q quarter result. Recent interest is the stock is driven by the optimism on easing component shortage

BAY ↑ Bt33.75(+1.5) 4.7% Δ5D +3.1%, PER 7.8x, TP Bt34.6, added 0.95 points ▶▶ Its subsidiary, TIDLOR, launched an insurance aggregator app to boost its revenue, which may boosted BAY's outlook. Note that BAY's poor liquidity due to low free float makes makes its share price volatile.

SCB ↑ Bt131.5(+1.5) 1.2% Δ5D +6.9%, PER 13.4x, TP Bt138.6, added 0.44 points ▶▶ Excitement over the purchase of digital exchange continues. Trading value rose 3 times past 5 day average to Bt11.5bn.

MAKRO ↑ Bt48.75(+0.5) 1% Δ5D +1.5%, PER 36.7x, TP Bt49.3, added 0.42 points ▶▶ It's the 2nd day of price rise in a row on hopes that the reopening of borders will boost its sales from improving HORECA demand.

SCC ↑ Bt397(+4) 1% Δ5D +0%, PER 9.1x, TP Bt497.9, added 0.41 points ▶▶ No specific reason for a 1% rise, turnover was in line with past 5d average but 45% less than yesterday's.

Shakers

TRUE↓ Bt3.74(-0.3) -8.3% Δ5D -8.3%, PER 50.5x, TP Bt3.8, lost -0.97 points ▶▶
Speculations that merger talks between TRUE and DTAC are over.

GULF↓ Bt42.25(-0.8) -1.7% Δ5D -1.2%, PER 62.3x, TP Bt44.1, lost -0.76 points ▶▶
Minor correction takes the price to the 10day average price

ADVANC↓ Bt189.5(-2.5) -1.3% Δ5D 0.8%, PER 19.6x, TP Bt224.3, lost -0.64 points ▶▶
Share price is in consolidation mode as analysts expect a strong 4Q operations.

PTT↓ Bt37.75(-0.3) -0.7% Δ5D -2.6%, PER 8.3x, TP Bt48.4, lost -0.61 points ▶▶
Chemical and oil related shares have been in correction mode last month after a gain of 11-13% in Aug.

DTAC↓ Bt35.5(-2.8) -7.2% Δ5D -7.8%, PER 18.9x, TP Bt39.9, lost -0.56 points ▶▶
Speculations that merger talks between TRUE and DTAC are over.

Most Traded

SCB↑ Bt131.5(+1.5) 1.2% Δ5D +6.9%, PER 13.4x, TP Bt138.6 ▶▶ Excitement over acquisition of a 51% stake for \$537m in BITKUB, a digital exchange. Acquisition to complete by 2Q22.

TRUE↓ Bt3.74(-0.3) -8.3% Δ5D -8.3%, PER 50.5x, TP Bt3.8 ▶▶ Sharp fall in price over rumors that merger negotiations between TRUE and DTAC have hit a snag. There is no confirmation or denial of any merger talks.

KBANK↓ Bt142(0) 0% Δ5D 2.2%, PER 9.4x, TP Bt158.6 ▶▶ Trading volume rose following a big turnover day for SCB shares.

BANPU↓ Bt10.7(-0.4) -3.6% Δ5D -7.8%, PER 5.3x, TP Bt14.3 ▶▶ Coal price in China continues to fall. Rising coal output in China has helped stockpiles at power plants rise to 110m tons, almost 30% above Sep end level.

BBL↓ Bt124.5(0) 0% Δ5D 1.2%, PER 8.5x, TP Bt148.6 ▶▶ Trading volume rose following a big turnover day for SCB shares.

Newsworthy

TTA↓ Bt9.65(-1.4) -12.3% Δ5D -15.4%, PER 7.9x, TP Bt18.9 ►► Falling Baltic freight rates and investors concerns of its entry in the property development business sank the share price.

SVT↑ Bt5.6(+0.6) 10.9% Δ5D +9.8%, PER 56x, TP Bt3.1 ►► Share price rebounded on 1st day of exiting the "Restricted Trading" list. SVT makes vending machines, listed last month at price of Bt2.54/sh

HENG↑ Bt3.1(+0.2) 7.6% Δ5D +10.7%, PER 0x, TP Bt2.5 ►► HENG promises to increase proportion of secured loans portfolio to 50% in 2 years from 27% now

PTTEP↓ Bt117.5(-1) -0.8% Δ5D -3.3%, PER 7.3x, TP Bt139.9 ►► Sold Bt6bn of digital bonds, increased size by Bt1.0bn due to high demand, via digital wallet app in 8 mins 12 seconds.

BH↑ Bt153(+0.5) 0.3% Δ5D +9.3%, PER 62.9x, TP Bt139.9 ►► 3Q net slightly better than estimate - rising 37% QoQ and 34% YoY. Outlook is brightened by the reopening of borders.

INTUCH↑ Bt73.75(+0.5) 0.7% Δ5D +3.3%, PER 22.3x, TP Bt72.9 ►► 3Q net beats street estimate due to an unexpected gain.

Brokers Picks

INTUCH↑ Bt73.75(+0.5) 0.7%, 1MΔ -4.5% B/S/H: 3/7/5 TP Bt72.9 ►► Recent share price performance has narrowed the holding company discount as SOTP valuation is Bt74 - HOLD (KSS)

M↓ Bt53.5(-0.5) -0.9%, 1MΔ 0% B/S/H: 8/2/1 TP Bt60.2 ►► Sales have reached 75% of its pre-covid level as most outlets are now open. It perhaps lost Bt300m in 3Q but 4Q is a turnaround. - BUY (TNS)

CK↓ Bt21(-0.9) -4.1%, 1MΔ +3.4% B/S/H: 16/0/0 TP Bt24.1 ►► Trading BUY on changing outlook to positive. (KELIVE)

MTC↑ Bt60.5(+0.5) 0.8%, 1MΔ +0.8% B/S/H: 15/5/1 TP Bt69.5 ►► Net profit to rise 11% QoQ in 3Q, and 6.5% QoQ in 4Q. Profit to rise 17% in '22F. BUY (BLS)

TVO↓ Bt31(0) 0%, 1MΔ +0.8% B/S/H: 3/5/0 TP Bt34.9 ►► Falling soybean meal price in 3Q may have limited the profit growth in 3Q. Meals price to fall more in 22. HOLD (KSS)

Investors Flow

Two big block trades in TRUE and PSL – Bt50m + each.

TRADING FLOW BY INVESTOR TYPE							
Investor Type	03-Nov	02-Nov	01-Nov	29-Oct	28-Oct	Last 1 month	5D Sum
Local Institutions	426.1	1,441.1	-635.3	535.0	-457.4		1,309.6
Foreign Institutions	268.9	-580.7	-3,586.5	-3,003.9	635.6		-6,266.5
Retail Investors	-354.4	-1,251.2	4,148.8	1,918.1	-119.3		4,342.0
Brokers' Portfolio	-340.6	390.8	72.9	550.7	-58.9		615.0
SET Index	1,611.9	1,617.9	1,613.8	1,623.4	1,624.3		

Amount in million baht, Index in points

TOP 10 MOST TRADED					
Name	Last	%Ch	Turnover	%vs 5ADT	52W Hi
Stock Exch Of Thai Index	1,611.92	-0.37	84.7bn		1,658.1
Thai Set Total Val Trds		10.18	84.7bn	12.1	175.3bn
Siam Comm Bk Pcl	131.50	1.2	11,455.6	105.9	137.00
True Corp Pcl	3.74	-8.3	4,249.4	149.8	4.42
Kasikornbank Pcl	142.00	0.0	3,352.4	19.2	153.00
Banpu Pub Co Ltd	10.70	-3.6	3,172.7	20.8	14.90
Bangkok Bank Pub	124.50	0.0	2,377.8	70.8	2.40
Delta Elec Thai	440.00	5.8	1,605.4	38.2	838.00
Total Access Com	35.50	-7.2	1,587.1	168.7	43.50
Heng Leasing And	3.10	7.6	1,565.2	236.7	3.38
Irpc Pcl	4.18	-4.1	1,558.7	109.2	4.76
Kce Electronics	88.00	-1.1	1,350.0	-16.9	92.3

Price in baht, Turnover in million baht, Index in points 03-Nov

TOP 10 - MOST UP / DOWN*						03-Nov
Name	Last	%Ch	Name	Last	%Ch	
Delta Elec Thai	440.00	+5.77	Thoresen Thai Ag	9.65	-12.27	
Bank Ayudhya Pcl	33.75	+4.65	True Corp Pcl	3.74	-8.33	
Sansiri Pub Co	1.31	+3.15	Total Access Com	35.50	-7.19	
Berli Jucker Pcl	34.25	+3.01	Precious Shippin	16.30	-6.86	
Ngern Tid Lor Pc	36.75	+2.80	Sino Thai Engr	12.90	-5.15	
Jasmine Technolo	70.00	+1.45	Polyplex Pcl/Tha	22.90	-4.58	
Home Product Cen	14.90	+1.36	Irpc Pcl	4.18	-4.13	
Aeon Thana Sinsa	189.50	+1.34	Ch Karnchang Pcl	21.00	-4.11	
Lotus'S Retail G	15.70	+1.29	Bangchak Corp Pc	26.50	-3.64	
Siam City Cement	171.00	+1.18	Banpu Pub Co Ltd	10.70	-3.60	

Price in baht, Turnover in million baht, Index in points, mkt cap > \$500m 03-Nov