



Key Indices

	Prev Close	1D %	1W %	1M %	YTD %
DJIA	52495.9	1.0	1.6	1.6	9.2
S&P 500	7712.6	0.3	(1.2)	0.8	12.7
FTSE 100	10733.0	(0.3)	0.8	0.7	8.1
AS30	8956.4	0.1	1.0	0.4	(0.7)
CSI 300	4152.1	(0.5)	(2.9)	(8.5)	(10.3)
FSSTI	5404.0	(0.1)	(0.5)	(4.8)	16.3
HSCEI	8030.3	(1.2)	(1.7)	(3.7)	(9.9)
HSI	23867.7	(1.3)	(1.7)	(3.6)	(6.9)
JCI	5278.9	5.6	(10.9)	(17.3)	(39.0)
KLCI	1599.6	0.2	(1.5)	(4.0)	(4.8)
KOSPI	5552.7	(3.7)	(8.0)	(20.8)	31.8
Nikkei 225	64075.4	(1.3)	(5.5)	(1.5)	27.3
SET	1554.9	(1.1)	(1.4)	(2.7)	23.4
TWSE	46292.9	(1.1)	(4.2)	(3.0)	59.8
BDI	2593	1.8	(7.4)	(23.1)	38.1
CPO (RM/mt)	4455	0.0	0.8	(3.9)	13.3
Brent Crude (US\$/bbl)	109	(0.7)	2.9	4.7	78.8

Source: Bloomberg

Corporate Events

	Venue	Begin	Close
Hybrid Small & Mid-Caps Corporate Day	Singapore	21 Oct	21 Oct
1HFY27 Post Results briefing with Valuetronics Holdings Ltd (VALUE SP)	Singapore	11 Nov	11 Nov
Analyst Marketing by Johnny Yum on GC AI Sector	Taipei	17 Nov	18 Nov

Corporate and Macro Calendar

Economic Indicator/Event		Date
Sep. Customs Trade Balance (Export-Import)	Thailand	21-26 Oct

Top Stories

Company Results | Bangkok Bank (BBL TB/BUY/Bt182.50/Target: Bt220.00)

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- BBL posted a 3Q26 net profit of B9.5b, down 31% yoy but flat qoq. The results missed our expectations by 10% but were in line with consensus forecasts. The key miss to our forecast was the higher-than-expected opex. BBL is confident about achieving its loan growth target of 3% in 2026. The qoq increase in opex was mainly attributable to accrued expenses and IT-related costs. Credit costs declined qoq with a decrease in NPL ratio. Maintain BUY; target price: Bt220.00.

Company Update | Airports of Thailand (AOT TB/BUY/Bt58.00/Target: Bt85.00)

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- AOT's 4QFY26 net profit is expected at Bt5.6b (+45.5% yoy, +26.5% qoq), supported by the first full quarter of the higher international PSC of Bt1,120, offsetting lower concession revenue from KPD. Despite weaker passenger and flight volumes due to high airfares, traffic recovered in Oct 26, supporting the high season outlook. AOT also has potential upside from new land concessions near Suvarnabhumi Airport and reinstating inbound duty-free shops. Maintain BUY with a target price of Bt85.00.

Company Update | Osotspa (OSP TB/BUY/Bt16.50/Target: Bt22.00)

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- Osotspa is expected to report a 3Q26 core profit of Bt856m (+22.3% yoy, but -22.2% qoq). The yoy increase is driven by improved profitability, while the qoq decline reflects seasonal factors. We are now more positive on OSP, as it is supported by resilient gross profit margins despite rising input costs. 4Q26 earnings are expected to rise both yoy and qoq on sustained sales growth and resilient margins. Maintain BUY with a target price of Bt22.00.

Company Update | Thai Oil (TOP TB/BUY/Bt69.75/Target: Bt100.00)

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- We expect TOP's 3Q26 net profit to increase both qoq and yoy. Although market GRM is expected to decline slightly qoq due to government-imposed diesel price discounts and increased jet fuel supply from higher Chinese exports, refining margins should remain high, while higher stock gains will further support earnings. We maintain a positive outlook on GRM, which we expect to remain above pre-war levels in 1H27. Maintain BUY. Target price: Bt100.00 (previously Bt88.00).

What's Inside

Company Results | Bank of Ayudhya (BAY TB/BUY/Bt39.00/Target: Bt50.00)

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- BAY posted a 3Q26 net profit of Bt8.7b, down 1% yoy but up 4% qoq. The results were in line with our and consensus forecasts. BAY reported outstanding loans of around Bt1.95t in 3Q26, decreasing 1% yoy and flat qoq. In 9M26, the total loan portfolio grew 0.4% yoy. Credit costs fell 13bp qoq to 222bp in 3Q26. ASEAN loans recorded robust growth of 7.7% in 9M26, supported by continued market expansion opportunities in the region. Maintain BUY with a target price of Bt50.00.

Company Results | Krungthai Card (KTC TB/BUY/Bt35.50/Target: Bt50.00)[Page 18 →](#)

- KTC reported a net profit of Bt2.1b in 3Q26, up 9% yoy but down 5% qoq. The results were in line with our and consensus estimates. The total loan portfolio grew 0.8% in 9M26. Credit costs increased from 490bp in 2Q26 to 540bp in 3Q26. We saw a small increase in gross NPLs for the credit card and personal loan portfolios but a drop in the lease portfolio. KTC will maintain a prudent approach. Maintain BUY; target price: Bt50.00.

Company Results | TMBThanachart Bank (TTB TB/HOLD/Bt2.90/Target: Bt3.20)[Page 21 →](#)

- TTB reported 3Q26 net profit of Bt5.46bn (+3% yoy, +0.9% qoq). The results are in line with our and consensus estimates. Loan portfolio contracted 0.8% yoy but expanded 0.3% qoq, while credit cost edged down 1bp qoq to 136bp. TTB continues to expand high-yield lending and expects wealth management to drive fee income growth. Management prefers share buybacks and higher regular dividends over a special dividend to enhance shareholder returns. Maintain HOLD on TTB with a target price of Bt3.20.

Company Update | GFPT (GFPT TB/BUY/Bt10.10/Target: Bt11.40)[Page 24 →](#)

- We expect GFPT to report a 3Q26 core profit of Bt584m (-17.8% yoy, flat qoq). Overall, we foresee the results being in line with our previous expectations but lower than market expectations. The key qoq pressure is expected to come from a lower gross profit margin, partly offset by higher sales and an increased share of profit. Maintain BUY with a target price of Bt11.40.

Company Update | Kiatnakin Phatra Bank (KKP TB/BUY/Bt114.50/Target: Bt150.00)[Page 27 →](#)

- The tone during the analyst meeting was positive. Management said overall businesses are on track. Asset quality is healthy, and the wealth business performed well. The bank has added management overlay as a buffer for: a) economic uncertainties, and b) flooding impacts. The wealth management business is one of the prominent drivers to boost non-II. Meanwhile, Dime is growing fast and would soon become the key driver for non-II. Maintain BUY on KKP with a target price of Bt150.00.

Bangkok Bank (BBL TB)

3Q26: Results In Line With Consensus; Showing Clean Loan Portfolio

Highlights

- BBL reported a 3Q26 net profit of Bt9.5b, down 31% yoy and flat qoq.
- Permata Bank remains resilient amid the panic in Indonesia.
- Maintain BUY with a target price of Bt220.00.

3Q26 Results

Year to 31 Dec (Btm)	3Q26	2Q26	3Q25	qoq%	yoy%
Total gross loans	2,707,584	2,695,508	2,627,918	0.4	3.0
Net interest income	29,041	27,769	30,750	4.6	(5.6)
Non-interest income	11,634	12,571	16,913	(7.5)	(31.2)
Loan loss provision	(8,008)	(8,433)	(9,742)	(5.0)	(17.8)
Non-Interest Expenses	(20,518)	(19,954)	(20,697)	2.8	(0.9)
Pre-provision operating profit	20,157	20,386	26,966	(1.1)	(25.2)
Net income	9,489	9,498	13,789	(0.1)	(31.2)
EPS (Bt)	4.97	4.98	7.22	(0.1)	(31.2)
Ratio (%)					
NPL Ratio	3.2	3.3	3.3		
Loan loss coverage ratio (%)	322	306	294		
Net interest margin (NIM %)	2.50	2.42	2.72		
Credit cost (bp)	119	125	145		
Cost to income (%)	50	49	43		
CET1 ratio (%)	18.3	18.3	19.6		

Source: Bangkok Bank, UOB Kay Hian

Analysis

- 3Q26 results in line with consensus.** Bangkok Bank (BBL) posted a 3Q26 net profit of B9.5b, down 31% yoy and flat qoq. The results missed our expectations by 10% but were in line with consensus forecasts. The key miss to our forecast was the higher-than-expected opex. BBL's pre-provision operating profit dropped 25% yoy and 1% qoq in 3Q26.
- Loan portfolio grew qoq in 3Q26.** BBL reported outstanding loans of around Bt2.7t in 3Q26, growing 3.0% yoy and 0.4% qoq. In 9M26, the loan portfolio grew 3.2%, within its 2026 loan growth target of 2-3%. The bank is confident that it can achieve its loan growth target in 2026.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net interest income	133,899.6	123,629.7	114,315.5	121,566.0	128,420.6
Non-Interest Income	41,928.4	54,870.0	48,095.0	45,171.6	47,015.1
Net profit (rep./act.)	45,211.2	46,006.5	39,672.7	44,830.3	47,154.1
Net profit (adj.)	45,211.2	46,006.5	39,672.7	44,830.3	47,154.1
EPS (Bt)	23.7	24.1	20.8	23.5	24.7
PE (x)	7.7	7.6	8.8	7.8	7.4
P/B (x)	0.6	0.6	0.6	0.6	0.5
Dividend yield (%)	5.6	5.5	5.5	5.8	6.0
Net int margin (%)	3.0	2.8	2.5	2.6	2.7
Cost/Income Ratio (%)	48.0	48.4	49.1	48.7	48.8
Loan loss cover (%)	334.3	324.1	324.3	319.0	318.0
Consensus net profit	n.a	n.a	40,765.1	43,310.1	46,224.0
UOBKH/Consensus (x)	n.a	n.a	1.0	1.0	1.0

Source: Bangkok Bank, Bloomberg, UOB Kay Hian

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BUY (Maintained)

Share Price	Bt182.50
Target Price	Bt220.00
Upside	20.5%

Stock Data

Sector	Financials
Bloomberg ticker	BBL TB
Shares issued (m)	1,908.8
Market cap (Btm)	381,768.6
Market cap (US\$m)	11,351.0
3-mth avg daily t'over (US\$m)	64.6

Price Performance (%)

52-week high/low			Bt203.0/Bt144.0	
1mth	3mth	6mth	1yr	YTD
14.3	19.4	24.6	40.4	18.0

Major Shareholders (%)

Thai NVDR	21.86
City Realty	4.70
The Social Security Office	3.89

Balance Sheet Metrics

FY26 NAV/Share (Bt)	313.1
FY26 Net Debt/Share (Bt)	n.a

Price Chart



Source: Bloomberg

Company Description

The third's largest commercial bank in Thailand in term of market capitalisation. The bank has a strong focus on corporate lending, which accounts for 50% of its loan book.

- **Qoq decline in non-II mainly due to significant reduction in investment gain and dividend income.** BBL reported a non-interest income (non-II) of Bt11.6b in 3Q26 (-31% yoy, -8% qoq). There was a gain on financial instruments measured at fair value through profit or loss of Bt2.6b in 3Q26 (2Q26: Bt3.4b, 3Q25: Bt5.5b). BBL reported a dividend income of Bt873m in 3Q26 (2Q26: Bt1.5b, 3Q25: Bt619m). Meanwhile, net fee and service income declined 3% qoq due to the lower loan-related fees. The bank said contribution from the wealth business requires time to grow while the mutual fund business continues to perform well.
- **Qoq increase in opex.** BBL reported opex of Bt20.5b, down 1% yoy but up 3% qoq. According to BBL, the qoq increase in opex in 3Q26 was mainly attributable to accrued expenses and IT-related costs. The bank guided that opex could remain high in 4Q26, but the cost-to-income ratio should come in at high-40s%, which is its full-year target for 2026.
- **Credit costs fell qoq.** The bank set aside provision expenses of Bt8b in 3Q26, down 18% yoy and 5% qoq. This resulted in credit costs dropping by 7bp qoq to 119bp in 3Q26. Meanwhile, the loan-loss coverage ratio surged from 306% in 2Q26 to 322% in 3Q26. BBL reported a decrease in NPL ratio to 3.2% in 3Q26 from 3.3% in 2Q26. The bank said the decline in NPLs was due to the early proactive restructuring of loans, which resulted in a bad debt recovery. BBL will continue to monitor and follow up with these accounts to restore them to performing status, which is consistent with the bank's historical NPL management patterns. We expect credit costs of around 1.2% for the whole year, relatively similar to the bank's guidance that 2026 credit costs may exceed its target of 1%.
- **Permata Bank remains resilient amid the panic in Indonesia.** BBL holds around 90% of Permata Bank and it is not too difficult to comply with the 12% free float regulation which is expected to be implemented in 2027. Meanwhile, the panic in the Indonesian stock market does not have any impact affecting BBL through Permata Bank except for forex translation gain/loss, which does not affect the income statement. Meanwhile, Permata Bank performed well with good asset quality and a good contribution to BBL.

Valuation/Recommendation

- **Maintain BUY with a target price of Bt220.00** using the Gordon Growth Model (cost of equity: 11%, long-term growth: 2.0%). We roll over target price to 2027. This implies 0.67x 2027F P/B.

Earnings Revision/Risk

- We cut BBL's 2026-28 earnings forecasts by 5.6%, 2.5%, and 1.4% respectively, to reflect the lower-than-expected 3Q26 earnings due to the higher-than-expected opex.

Share Price Catalyst

- Upgrade in dividend payout.

Environment, Social, Governance (ESG) Updates

CG Report: 5

SET ESG Rating: AAA

Environmental

- Responsible business practices support sustainable activities and environmental protection.
- Raises employee awareness on resource and energy conservation and implements effective environmental and resource management systems to reduce carbon footprint, working towards becoming a green organisation

Social

- Creates a safe, fair, and supportive working environment where employees can continuously develop their skills and fulfil their personal and professional aspirations

Governance

- Promotes conducting its business in accordance with the principles of good corporate governance, which form the foundation for sound performance results, a strong and stable financial position, and sustainable growth.

2026 Financial Targets

	9M26 Actual	2026 Target
Loan growth	3.2%	2-3%
NPL ratio	3.2%	~ 3%
NIM	2.47%	2.4-2.5%
Net fee income	2.0%	Low single digit
Cost to income	48.2%	High-40s%
Credit Costs	1.27%	1.0%

Source: BBL, UOB Kay Hian

Credit Cost (bp)



Source: BBL, UOB Kay Hian

PE Band



Source: BBL, UOB Kay Hian

P/B Band



Source: BBL, UOB Kay Hian

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Interest income	191,082	173,415	182,217	191,451
Interest expense	(67,452)	(59,099)	(60,651)	(63,030)
Net interest income/(expense)	123,630	114,316	121,566	128,421
Fees & Commissions	27,192	27,683	28,914	30,342
Net Trading Income	25,728	18,447	14,347	14,693
Other Income	1,950	1,965	1,910	1,981
Non-Interest Income	54,870	48,095	45,172	47,015
Total Income	178,500	162,411	166,738	175,436
Staff Costs	(36,759)	(37,018)	(35,509)	(37,851)
Other Operating Expense	(49,605)	(42,758)	(45,644)	(47,845)
Pre-Provision Profit	92,136	82,635	85,585	89,740
Loan Loss Provision	(36,148)	(32,732)	(28,899)	(30,117)
Pre-tax profit	55,988	49,904	56,686	59,624
Tax	(9,622)	(9,808)	(11,337)	(11,925)
Minorities	(359)	(423)	(518)	(545)
Net profit	46,007	39,673	44,830	47,154
Net profit (adj.)	46,007	39,673	44,830	47,154

Operating Ratios

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Capital Adequacy				
Tier-1 CAR	18	18	19	19
Total CAR	22	23	24	24
Total Assets/Equity	8	8	8	7
Tangible Assets/Tangible Common Equity	8	8	8	8
Asset Quality				
NPL Ratio	3	3	3	3
Loan Loss Coverage	324	324	319	318
Loan Loss Reserve/Gross Loans	12	12	12	11
Increase in NPLs	10	8	0	(1)
Credit Cost (bp)	135	122	105	108
Liquidity				
Loan/Deposit Ratio	73	73	74	74
Liquid Assets/Short-Term Liabilities	55	54	52	53
Liquid Assets/Total Assets	42	41	41	41

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Cash With Central Bank	47,560	133,813	55,337	56,392
Govt Treasury Bills & Securities	1,108,129	1,040,281	1,078,396	1,122,618
Interbank Loans	771,194	772,239	788,386	810,841
Customer Loans	2,320,306	2,386,626	2,442,028	2,498,613
Investment Securities	104,951	109,523	112,394	114,799
Derivative Receivables	98,058	91,673	91,924	93,528
Associates & JVs	1,021	1,086	1,086	1,086
Properties & Other Fixed Assets	77,066	75,088	74,636	75,650
Goodwill & Intangible Assets	22,516	20,966	20,966	20,966
Other Assets	55,541	75,263	79,067	80,767
Total assets	4,606,342	4,706,557	4,744,218	4,875,260
Interbank Deposits	314,644	355,235	364,562	371,579
Customer Deposits	3,196,284	3,261,276	3,310,728	3,371,883
Bills Payable	6,805	6,409	6,409	6,409
Derivative Payables	65,868	78,526	83,572	86,077
Subordinated Debts	244,009	210,084	159,067	190,367
Other Liabilities	203,048	194,814	193,889	195,768
Total liabilities	4,030,659	4,106,344	4,118,227	4,222,085
Shareholders' funds	573,923	598,356	624,088	651,192
Minority interest	1,761	1,857	1,904	1,984
Total Equity & Liabilities	4,606,342	4,706,557	4,744,218	4,875,260

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Growth				
Net Interest Income, yoy Chg	(8)	(8)	6	6
Fees & Commissions, yoy Chg	(2)	2	4	5
Pre-Provision Profit, yoy Chg	1	(10)	4	5
Net Profit, yoy Chg	2	(14)	13	5
Customer Loans, yoy Chg	(4)	3	2	2
Profitability				
Net Interest Margin	3	3	3	3
Cost/Income Ratio	48	49	49	49
Adjusted ROA	1	1	1	1
Reported ROE	8	7	7	7
Adjusted ROE	8	7	7	7
Valuation				
P/BV	1	1	1	1
P/NTA	1	1	1	1
Adjusted P/E	8	9	8	7
Dividend Yield	5	5	6	6

Airports of Thailand (AOT TB)

Expect Robust Earnings In 4QFY26, Supported By PSC

Highlights

- We expect AOT to report a robust 4QFY26 net profit of Bt5.6b (+45.5% yoy, +26.5% qoq), supported by the first full quarter of the new rate of PSC.
- Despite the headwinds from the flight cancellation due to flood in late-Sep 26 to early-Oct 26, the impact is insignificant and the air traffic is improving.
- We remain optimistic about AOT's prospects in the high travel season which continues to be supported by the new PSC rate. AOT remains one of our top picks; maintain BUY with a target price of Bt85.00.

4QFY26 Earnings Preview

Year to 30 Sep (Btm)	4Q25	3Q26	4Q26F	yoy (%)	qoq (%)	FY2025	FY2026F	yoy (%)
Aero revenue	7,402	7,652	10,645	43.8	39.1	33,047	36,986	11.9
Non-aero revenue	8,364	7,259	7,343	(12.2)	1.2	33,632	31,207	(7.2)
Total revenue	15,766	14,910	17,988	14.1	20.6	66,679	68,193	2.3
Operating EBIT	6,282	5,706	7,996	27.3	40.1	28,244	29,196	3.4
Operating EBITDA	9,347	8,604	10,952	17.2	27.3	40,286	40,838	1.4
Core profit	3,988	3,900	5,620	40.9	44.1	18,449	19,993	8.4
Net profit	3,863	4,442	5,620	45.5	26.5	18,125	20,432	12.7
Percent	4Q25	3Q26	4Q26	yoy (ppt)	qoq (ppt)	FY2025	FY2026F	yoy (ppt)
EBIT margin	39.8	38.3	44.5	4.6	6.2	42.4	42.8	0.5
EBITDA margin	59.3	57.7	60.9	1.6	3.2	60.4	59.9	(0.5)
Core profit margin	25.3	26.2	31.2	5.9	5.1	27.7	29.3	1.7
Net profit margin	24.5	29.8	31.2	6.7	1.5	27.2	30.0	2.8

Source: AOT, UOB Kay Hian

Analysis

- **Robust 4QFY26 earnings expected.** Airports of Thailand (AOT) should report earnings of Bt5.6b (+45.5% yoy, +26.5% qoq) in 4QFY26. The strong yoy earnings growth should be driven by the first full quarter with the new Passenger Service Charge (PSC) rate at Bt1,120 per international passenger in effect. The top-line should be at Bt18.0b (+14.1% yoy, +20.6% qoq) with the 56.3% yoy and 49.1% qoq increases in PSC revenue offsetting the reduction of concession revenue from the new agreement with King Power Duty Free (KPD). Operational statistics weakened yoy in 4QFY26 due to the high airfare caused by the high fuel costs of airlines. International passenger volume dropped by 1.9% yoy, and domestic passenger volume dropped by 5.2% yoy, resulting in a 3.2% yoy decline in total passengers. Total flights also declined by 2.6% yoy. The EBITDA margins should still expand yoy and should nearly match 2QFY26, which is the strongest quarter in FY26.

Key Financials

Year to 30 Sep (Btm)	2024	2025	2026F	2027F	2028F
Net turnover	67,121	66,679	68,193	84,825	89,853
EBITDA	41,777	40,286	40,838	55,140	58,229
Operating profit	30,373	28,244	29,196	43,501	45,870
Net profit (rep./fact.)	19,182	18,125	20,432	28,956	31,263
Net profit (adj.)	19,182	18,125	20,432	28,956	31,263
EPS (Bt)	1.3	1.3	1.4	2.0	2.2
PE (x)	39.5	41.8	37.1	26.1	24.2
P/B (x)	6.1	5.8	5.4	4.8	4.4
EV/EBITDA (x)	20.3	21.0	20.7	15.4	14.6
Dividend yield (%)	1.5	1.5	1.6	2.3	2.5
Net margin (%)	28.6	27.2	30.0	34.1	34.8
Net debt/(cash) to equity (%)	26.0	20.5	11.6	5.5	3.4
Interest cover (x)	15.7	23.6	40.5	21.1	31.0
ROE (%)	16.3	14.2	15.1	19.4	19.0
Consensus net profit (Btm)	-	-	21,991	29,078	31,256
UOBKH/Consensus (x)	-	-	0.93	1.00	1.00

Source: AOT, Bloomberg, UOB Kay Hian

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BUY (Maintained)

Share Price	Bt58.00
Target Price	Bt85.00
Upside	+46.6%

Stock Data

Sector	Industrials
Bloomberg ticker	AOT TB
Shares issued (m)	14,285.7
Market cap (Btm)	828,570.6
Market cap (US\$m)	24,670.1
3-mth avg daily t'over (US\$m)	48.5

Price Performance (%)

52-week high/low				Bt67.25/Bt39.00
1mth	3mth	6mth	1yr	YTD
(5.3)	(9.4)	5.9	44.1	9.4

Major Shareholders (%)

Ministry of Finance	70.0
THAI NVDR Co Ltd	4.1

Balance Sheet Metrics

FY26 NAV/Share (Bt)	9.84
FY26 Net Debt/ Share (Bt)	1.15

Price Chart



Source: Bloomberg

Company Description

AOT operates six of the 38 airports in Thailand, but collectively these six airports account for 83% of the total pax throughput. As the leading airport operator in the country, AOT manages domestic and international services, serving as the main aviation hub at Suvarnabhumi Airport.

- **Air traffic improves after flight cancellations caused by flood.** There was a flash flood in Bangkok during late-Sep 26 to early-Oct 26 due to heavy rainfall from the monsoon. As a result, Thai Airways (THAI) had to cancel and reschedule some flights as a portion of its employees could not come to work due to the flood. In summary, there were 57 cancelled flights according to THAI, which is an insignificant amount compared to the monthly number of flights. We observed yoy softness in the number of passengers and flights in end-Sep 26 and early-Oct 26. However, as of 17 Oct 26, the number of passengers and flights has accelerated from the early-Oct 26 period. Therefore, we are not worried about the air traffic during the high travel season. After the IMF-World Bank Group Annual Meetings which have recently concluded, Tomorrowland will provide a strong boost to tourist arrival traffic. Hence, we remain positive about AOT's earnings outlook in 1QFY27 and onwards.
- **Potential interest in new land concessions near Suvarnabhumi Airport.** AOT disclosed that a logistics operator has expressed interest in its 723-rai landbank near Suvarnabhumi Airport, with negotiations ongoing over the concession terms and fees. If the deal materialises, it would generate additional concession revenue for AOT while creating synergies with its cargo business. The operator provides both air mail and shipping services, which could help expand AOT's cargo business by connecting it with a broader customer base.
- **Potential reinstatement of inbound duty-free shops.** AOT previously reclaimed the space and closed inbound duty-free shops in Aug 24, resulting in lower concession revenue. AOT is now receiving requests from passengers to reinstate these shops. However, AOT still needs to discuss the details and timeline with relevant authorities and King Power. The concession revenue model is also unlikely to revert to the previous structure, which was based on the floor area occupied by duty-free shops. Meanwhile, KPD has continued to pay its concession fees on schedule and has even settled receivables ahead of schedule.

Earnings Revision

- **We revise up our 2026 forecasts.** We revise our 2026 net profit forecasts up by 5.5% to reflect stronger-than-expected earnings in 4QFY26.

Valuation/Recommendation

- **Maintain BUY with a target price of Bt85.00.** Our valuation is based on FY27 EV/EBITDA of 22x, 1 SD above the five-year mean (excluding COVID years). We maintain AOT as our top pick in the tourism sector as earnings remain strong with support from the new PSC rate and passenger arrivals, which are trending upwards in 1QFY27.

Environment, Social, Governance (ESG) Updates

Environmental

- **Increased efficiency of energy consumption.** Design, construct, and operate airports and related facilities to maximise efficiency in resource utilisation.

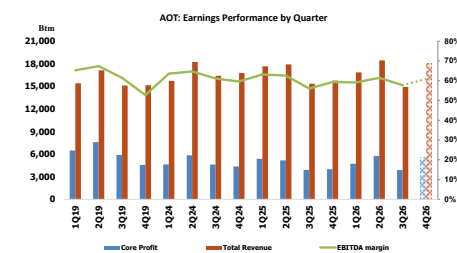
Social

- **Established an Aerodrome Safety Policy.** Enhancing aerodrome safety management and operational standards while giving responsibility to management from all levels for airport safety.
- **Provides safety training.** Organises sessions to train and ensure that AOT personnel are equipped with the knowledge to comply with the Safety Policy.

Governance

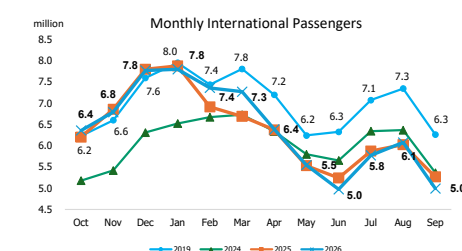
- **Board operates under corporate governance principles** and relevant laws, regulations and guidelines on good corporate governance.

Quarterly Performance



Source: AOT, UOB Kay Hian

Monthly International Passengers



Source: AOT, UOB Kay Hian

No. Of Cancelled Flights Due To Flood

Thai Airways	29-Sep-26	30-Sep-26	01-Oct-26	02-Oct-26	03-Oct-26	Total
Cancelled flights	5	28	15	9	0	57

Source: THAI, UOB Kay Hian

Ticket Guidelines From Thai Airways

Special Ticketing Guidelines for Bangkok Flooding Situation

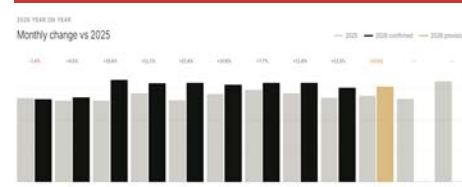
Due to the heavy rainfall and flooding affecting areas across Bangkok and its vicinity, THAI has issued special relief measures to assist passengers traveling to and from Bangkok (BKK) between 26 September - 11 October 2026.

Passengers holding THAI tickets (ticket number starting with 217) may select the following options:

- 1. Flight / Travel Date Change**
 - One-time date change on the same routing and same booking class (RBD) with change fee and no-show fees waived.
 - Flights departing from Bangkok must commence by 11 October 2026.
 - For one-way tickets, date changes can be made with fees waived; travel after 11 October 2026 will follow ticket terms and conditions.
 - Upgrading/upselling to a higher booking class (RBD) is permitted once within ticket validity with no rebooking fee (applicable fare differences will be collected).
- 2. Flight Cancellations**
 - Full ticket refunds will be granted for passengers affected by flight cancellations.

Source: THAI

Airfare Monthly Price 2025 Vs 2026



Source: Official Airline Guide (OAG)

Profit & Loss

Year to 30 Sep (Btm)	2025	2026F	2027F	2028F
Net turnover	66,679	68,193	84,825	89,853
EBITDA	40,286	40,838	55,140	58,229
Deprec. & amort.	12,042	11,641	11,639	12,359
EBIT	28,244	29,196	43,501	45,870
Total other non-op. income	(3,197)	(2,262)	(3,764)	(3,909)
Associate contributions	(3)	0	0	0
Net interest income/(expense)	(1,704)	(1,009)	(2,614)	(1,881)
Pre-tax profit	23,341	25,925	37,123	40,080
Tax	(4,787)	(5,052)	(7,425)	(8,016)
Minorities	(429)	(441)	(742)	(802)
Net profit	18,125	20,432	28,956	31,263
Net profit (adj.)	18,125	20,432	28,956	31,263

Cash Flow

Year to 30 Sep (Btm)	2025	2026F	2027F	2028F
Operating	25,689	45,913	40,648	44,370
Pre-tax profit	23,341	25,925	37,123	40,080
Tax	(4,787)	(5,052)	(7,425)	(8,016)
Deprec. & amort.	12,042	11,641	11,639	12,359
Working capital changes	(4,256)	19,459	133	700
Non-cash items	(651)	(6,060)	(823)	(754)
Other operating cashflows	(3)	0	0	0
Investing	(18,352)	(14,295)	(21,295)	(21,758)
Capex (growth)	(16,525)	(16,863)	(20,358)	(21,565)
Investment	2,444	1,395	2,342	2,402
Others	(4,272)	1,173	(3,279)	(2,595)
Financing	(16,268)	(1,187)	(14,281)	(29,609)
Dividend payments	(11,286)	(11,571)	(12,259)	(17,374)
Proceeds from borrowings	(4,584)	9,166	(2,819)	(13,095)
Loan repayment	0	0	0	0
Others/interest paid	(399)	1,219	797	859
Net cash inflow (outflow)	(8,931)	30,431	5,073	(6,997)
Beginning cash & cash equivalent	18,487	18,880	39,056	43,944
Changes due to forex impact	9,324	(10,255)	(185)	(3,339)
Ending cash & cash equivalent	18,880	39,056	43,944	33,609

Balance Sheet

Year to 30 Sep (Btm)	2025	2026F	2027F	2028F
Fixed assets	158,971	165,304	174,213	183,611
Other LT assets	13,632	17,538	19,698	20,404
Cash/ST investment	19,401	39,056	43,944	33,609
Other current assets	17,929	4,793	5,903	6,255
Total assets	209,932	226,692	243,758	243,879
ST debt	1,740	2,834	737	737
Other current liabilities	21,255	24,251	26,359	24,334
LT debt	44,520	52,592	51,869	38,774
Other LT liabilities	7,986	9,366	9,834	10,325
Shareholders' equity	130,898	140,537	157,288	171,235
Minority interest	1,943	2,384	3,126	3,928
Total liabilities & equity	208,341	231,962	249,214	249,334

Key Metric

Year to 30 Sep (Btm)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	60.4	59.9	65.0	64.8
Pre-tax margin	35.0	38.0	43.8	44.6
Net margin	27.2	30.0	34.1	34.8
ROA	8.7	9.4	12.3	12.8
ROE	14.2	15.1	19.4	19.0
Growth (% yoy)				
Turnover	(0.7)	2.3	24.4	5.9
EBITDA	(3.6)	1.4	35.0	5.6
Pre-tax profit	(4.9)	11.1	43.2	8.0
Net profit	(5.5)	12.7	41.7	8.0
Net profit (adj.)	(5.5)	12.7	41.7	8.0
EPS	(5.5)	12.7	41.7	8.0
Leverage				
Debt to total capital	25.8	27.9	24.7	18.4
Debt to equity	35.3	39.4	33.4	23.1
Net debt/(cash) to equity	20.5	11.6	5.5	3.4
Interest cover (x)	23.6	40.5	21.1	31.0

Osotspa (OSP TB)

3Q26 Results Preview: Margins Expected To Remain Resilient

Highlights

- Osotspa is expected to report a 3Q26 core profit of Bt856m (+22.3% yoy, but -22.2% qoq). The yoy increase is driven by improved profitability, while the qoq decline reflects seasonal factors.
- We are more now positive on OSP, as it is supported by resilient gross profit margins despite rising input costs.
- 4Q26 earnings are expected to rise both yoy and qoq on sustained sales growth and resilient margins.
- Maintain BUY with a target price of Bt22.00.

3Q26 Results Preview

Year to 31 Dec (Btm)	3Q26F	3Q25	2Q26	yoy%	qoq%
Sales	5,775	5,604	6,115	3.1%	-5.6%
Gross Profit	2,339	2,157	2,617	8.4%	-10.6%
SG&A	1,379	1,367	1,377	0.8%	0.1%
EBIT	1,038	850	1,319	22.1%	-21.3%
Net Profit	926	700	1,100	32.3%	-15.8%
Core Profit	856	700	1,100	22.3%	-22.2%
EPS (Bt)	0.28	0.23	0.37	22.3%	-22.2%
(%)	3Q26F	3Q25	2Q26	yoy%	qoq%
Gross Margin (%)	40.5%	38.5%	42.8%	2.0%	-2.3%
%SG&A/revenue	23.9%	24.4%	22.5%	-0.5%	1.4%
Net Margin (%)	16.0%	12.5%	18.0%	3.5%	-1.9%

Source: OSOTSPA, UOB Kay Hian

Analysis

- Expect 3Q26 earnings to rise yoy.** Osotspa (OSP) is expected to report a 3Q26 net profit of Bt926m (+32.3% yoy, but -15.8% qoq). Excluding a one-off gain of Bt70m from asset disposal, core profit is projected at Bt856m (+22.3% yoy, but -22.2% qoq). The yoy increase is driven by improved profitability, while the qoq decline reflects seasonal factors.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net turnover	27,069.5	25,560.9	24,095.4	24,844.3	25,631.7
EBITDA	4,950.5	5,685.4	6,005.5	6,140.6	6,318.5
Operating profit	3,462.4	4,184.2	4,629.0	4,833.3	5,048.0
Net profit (rep./act.)	1,638.1	3,666.6	3,725.8	3,886.6	4,055.4
Net profit (adj.)	3,035.5	3,501.6	3,725.8	3,886.6	4,055.4
EPS	1.0	1.2	1.2	1.3	1.4
PE (x)	13.8	11.9	11.2	10.7	10.3
P/B (x)	2.7	2.5	2.3	2.1	2.0
EV/EBITDA (x)	8.5	6.9	6.3	5.9	5.5
Dividend yield (%)	4.3	5.8	5.8	6.1	6.4
Net margin (%)	6.0	14.3	15.5	15.6	15.8
Net debt/(cash) to equity(%)	0.4	(17.7)	(25.8)	(33.3)	(39.8)
Interest cover (x)	42.1	52.0	145.9	152.2	159.2
ROE (%)	9.3	20.0	19.6	19.7	19.8
Consensus net profit	n.a	n.a	3,713.1	3,869.2	4,009.2
UOBKH/Consensus (x)	n.a	n.a	1.0	1.0	1.0

Source: OSOTSPA, Bloomberg, UOB Kay Hian

Analyst(s)

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BUY (Maintained)

Share Price	Bt16.50
Target Price	Bt22.00
Upside	33.33%

Stock Data

Sector	Consumer Staples
Bloomberg ticker	OSP TB
Shares issued (m)	3,003.8
Market cap (Btm)	54,367.9
Market cap (US\$m)	1,647.8
3-mth avg daily t'over (US\$m)	5.7

Price Performance (%)

52-week high/low				Bt19.5/Bt14.0
1mth	3mth	6mth	1yr	YTD
4.0	23.1	(2.2)	1.7	12.4

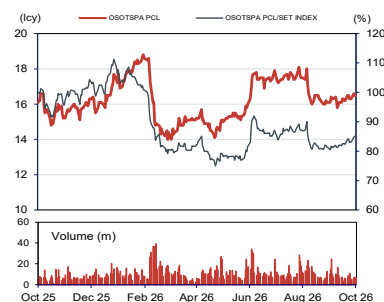
Major Shareholders (%)

Mr. Niti Osathanugrah	24.07
Bank Julius Baer & Co., Ltd, Singapore	8.69

Balance Sheet Metrics

FY26 NAV/Share (Bt)	6.0
FY26 Net Debt/Share (Bt)	(1.6)

Price Chart



Source: Bloomberg

Company Description

Osotspa's core business is divided into three segments: a) beverages, b) personal care, and c) healthcare and confectionery. In addition, Osotspa engages in non-core businesses such as providing OEM services for contract products and packaging manufacturing.

- **Top-line expected to rise yoy.** Sales are expected to reach Bt5.8b (+3.1% yoy, -5.6% qoq). Domestic sales are projected at Bt3.8b (+3% yoy, flat qoq), driven mainly by beverage sales and personal care sales, which are expected to grow to Bt3.9b (+3% yoy, flat qoq) and Bt729m (+23% yoy, +2% qoq), respectively. Meanwhile, international sales are projected at Bt908m (-5% yoy, -27% qoq), with the qoq decline reflecting seasonality. However, excluding forex impact, international sales are expected to show an improvement yoy, supported by stronger sales in Myanmar and other markets.
- **Margins expected to remain above 40%.** 3Q26 gross profit margin is projected at 40.5%, up from 38.5% in 3Q25 but down from 42.8% in 2Q26. The qoq decrease is from: a) impact of higher-cost raw material inventory, b) lower contribution from international sales, particularly from weaker contributions from Myanmar, and c) an increase of promotional expenses. However, there should still be a yoy improvement due to benefits from OSP's cost restructuring efforts.
- **4Q26 earnings expected to rise yoy and qoq.** We expect 4Q26 earnings to increase both qoq and yoy. The qoq is from seasonality, while the yoy improvement should be driven by sustained gross profit margins and sales growth momentum. Domestic sales are expected to improve, by a consistent growth in beverage and personal care products. International sales are forecast to recover due to easing import licensing restrictions in Myanmar and continued expansion into other markets.
- **Update on raw materials.** Although sugar and gas prices are rising, we expect the impact on OSP's earnings to be limited, as they account for 2-3% and 5-6% of total costs respectively. Based on our estimates, every 10% increase in sugar and gas prices could reduce OSP's earnings by 1-2%. Meanwhile, aluminium prices have declined to US\$3,000/tonne, down 22% from the peak of US\$3,855/tonne in early-Jun 26. This should allow OSP to capture greater benefits from its ongoing cost restructuring initiatives, supporting gross margin improvement.

Valuation/Recommendation

- **Maintain BUY with a target price of Bt22.00** based on 2027F EPS.
- Using the PE valuation method, we value OSP at -1SD to its five-year PE band, implying a multiple of 18x.

Earnings Revision/Risk

- None.

Share Price Catalyst

- Lower costs of raw materials.
- Government stimulus measures to support domestic consumption.
- An easing in the import licence issue in Myanmar.

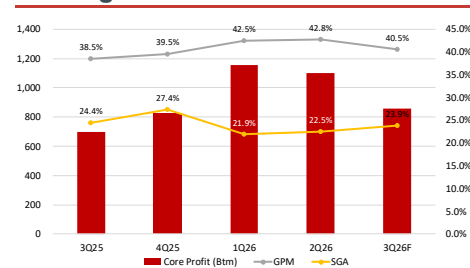
Environment, Social, Governance (ESG) Updates

CG Report: 5

SET ESG Rating: AAA

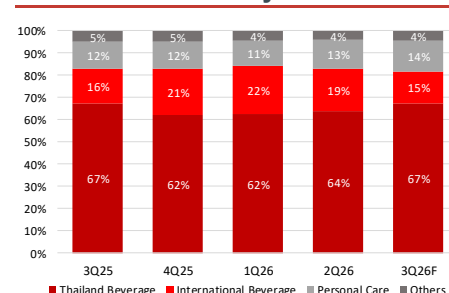
- **Environmental:** OSP embeds packaging sustainability in its environmental strategy through its "Zero Packaging Waste" ambition, focusing on circular packaging design and eco-friendly materials while setting KPIs to monitor and engage business partners on environmental performance.
- **Social:** OSP supports local communities through charitable donations, community engagement, and commercial initiatives to enhance quality of life and enable sustainable business growth.
- **Governance:** The company aims to conduct its business with transparency and fairness, while continuously improving operational efficiency to ensure long-term business sustainability

Earnings Performance



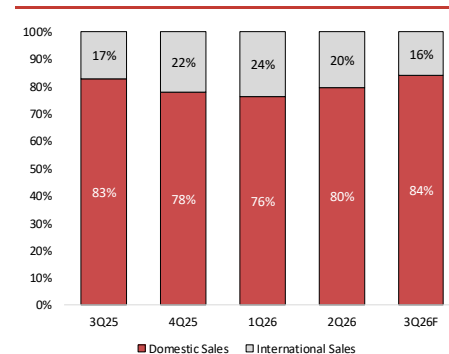
Source: OSP, UOB Kay Hian

Sales Breakdown By Product



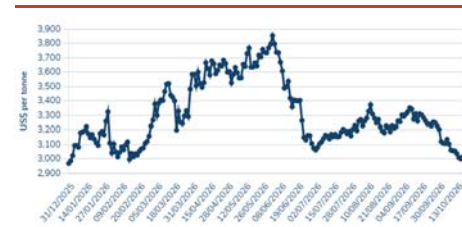
Source: OSP, UOB Kay Hian

Domestic and International Sales



Source: OSP, UOB Kay Hian

Aluminium Prices



Source: LME

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Net turnover	25,561	24,095	24,844	25,632
EBITDA	5,685	6,006	6,141	6,319
Deprec. & amort.	1,501	1,377	1,307	1,270
EBIT	4,184	4,629	4,833	5,048
Total other non-operating income	0	0	0	0
Associate contributions	146	166	166	166
Net interest income/(expense)	(109)	(41)	(40)	(40)
Pre-tax profit	4,221	4,754	4,959	5,174
Tax	(532)	(832)	(868)	(906)
Minorities	(187)	(196)	(205)	(213)
Net profit	3,667	3,726	3,887	4,055
Net profit (adj.)	3,502	3,726	3,887	4,055

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Operating	6,193	4,945	5,322	5,457
Pre-tax profit	4,386	4,754	4,959	5,174
Tax	(532)	(832)	(868)	(906)
Deprec. & amort.	1,501	1,377	1,307	1,270
Associates	0	0	0	0
Working capital changes	1,405	(345)	(68)	(73)
Non-cash items	(159)	(8)	(9)	(9)
Other operating cashflows	(409)	0	0	0
Investing	(1,267)	(812)	(1,012)	(1,012)
Capex (growth)	(764)	(812)	(1,012)	(1,012)
Capex (maintenance)	0	0	0	0
Investments	(1,260)	0	0	0
Proceeds from sale of assets	445	0	0	0
Others	312	0	0	0
Financing	(4,205)	(2,434)	(2,505)	(2,612)
Dividend payments	(2,102)	(2,422)	(2,494)	(2,602)
Issue of shares	0	0	0	0
Proceeds from borrowings	(1,665)	(11)	(10)	(9)
Loan repayment	(330)	0	0	0
Others/interest paid	(109)	0	0	0
Net cash inflow (outflow)	720	1,699	1,805	1,833
Beginning cash & cash equivalent	2,190	3,321	5,020	6,826
Changes due to forex impact	0	0	0	0
Ending cash & cash equivalent	2,910	5,020	6,826	8,659

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Fixed assets	11,471	10,895	10,587	10,317
Other LT assets	1,373	1,385	1,397	1,410
Cash/ST investment	3,321	5,020	6,826	8,659
Other current assets	8,419	8,708	8,992	9,290
Total assets	24,584	26,008	27,802	29,675
ST debt	114	103	92	83
Other current liabilities	6,255	6,180	6,376	6,581
LT debt	219	219	219	219
Other LT liabilities	204	204	204	204
Shareholders' equity	16,871	18,175	19,567	21,020
Minority interest	459	655	860	1,073
Total liabilities & equity	24,584	26,011	27,808	29,684

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	22.2	24.9	24.7	24.6
Pre-tax margin	16.5	19.7	20.0	20.2
Net margin	14.3	15.5	15.6	15.8
ROA	14.2	14.0	14.2	14.3
ROE	20.0	19.6	19.7	19.8
Growth				
Turnover	(5.6)	(5.7)	3.1	3.2
EBITDA	14.8	5.6	2.2	2.9
Pre-tax profit	18.8	12.6	4.3	4.3
Net profit	123.8	1.6	4.3	4.3
Net profit (adj.)	15.4	6.4	4.3	4.3
EPS	15.4	6.4	4.3	4.3
Leverage				
Debt to total capital	1.9	1.7	1.5	1.4
Debt to equity	2.0	1.8	1.6	1.4
Net debt/(cash) to equity	(17.7)	(25.8)	(33.3)	(39.8)
Interest cover	52.0	145.9	152.2	159.2

Thai Oil (TOP TB)

Strong Market GIM To Drive Robust 3Q26 Earnings

Highlights

- We expect TOP's 3Q26 net profit to increase both qoq and yoy, driven by a persistently high market GIM and higher stock gains.
- The CFP project continues to progress, with TOP maintaining its target for full COD in 3Q28. A decision on the ERU project is expected by end-October.
- Maintain BUY. Target price: Bt100.00.

3Q26 Earnings Preview

Year to 31 Dec	3Q25	2Q26	3Q26F	%yoy	%qoq	9M25	9M26F	%yoy
Revenue	80,098	134,970	141,256	76%	5%	286,326	398,684	39%
EBITDA	1,784	14,346	22,013	1134%	53%	8,097	50,335	522%
Operating Profit	-244	12,322	20,079	n.a.	63%	2,140	44,328	1971%
Core Profit	-1,064	18,947	16,344	n.a.	-14%	4,477	41,631	830%
Net Income	2,147	8,284	17,844	731%	115%	12,126	45,609	276%
EPS	0.96	3.71	8.75			5.43	21.18	
Financial Ratio								
Gross Profit Margin	0.7%	10.5%	15.6%			1.7%	12.4%	
EBITDA Margin	2.2%	10.6%	15.6%			2.8%	12.6%	
Net profit margin	2.7%	6.1%	12.6%			4.2%	11.4%	

Source: Thai Oil, UOB Kay Hian

What's News

- 3Q26 net profit expected to increase both qoq and yoy.** We expect Thai Oil (TOP) to report a 3Q26 net profit of Bt17.84b, up 115% qoq and 731% yoy, driven by a still-high market gross integrated margin (GIM) and higher stock gains. Excluding extra gains, we expect 3Q26 core profit of Bt16.34bn, down 14% qoq. 9M26's core profit would account for 87% of our 2026 forecast.
- Market GIM remains high.** We expect market GIM to reach US\$23.20/bbl in 3Q26 (vs US\$23.9/bbl in 2Q26), remaining at a high level. Market gross refinery margin (GRM) is projected at US\$20.50/bbl (vs US\$21.2/bbl in 2Q26). The modest qoq decline reflects increased jet fuel supply following higher Chinese exports to the region, as well as the impact of government measures requiring refineries to provide diesel price discounts. We estimate the government measures reduced GRM by approximately US\$3.00/bbl or Bt2.59b after tax in 3Q26, comprising discounts of Bt1.40/litre from 9-23 July, Bt2.40/litre from 24 July to 15 September, and Bt4.00/litre from 16-30 September.
- Subsidiary contributions remain stable qoq.** We expect contributions from Thai paraxylene (TPX) and Thai Lube Base (TLB) to remain unchanged qoq at US\$2.70/bbl. Despite higher utilisation rates at both subsidiaries, with TPX rising to 74% (vs 67% in 2Q26) and TLB increasing to 122% (vs 118% in 2Q26), the improvement is offset by weaker product spreads.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net turnover	466,777	395,682	453,666	503,595	496,105
EBITDA	38,252	15,842	68,117	47,251	31,614
Operating profit	12,264	16,769	57,750	32,045	16,445
Net profit (rep./act.)	9,959	14,584	50,361	27,923	14,304
Net profit (adj.)	16,808	11,470	47,908	27,923	14,304
EPS (x)	7.5	5.1	21.4	12.5	7.0
PE (x)	13.3	19.5	4.7	8.0	14.2
P/B (x)	1.3	1.3	1.02	1.0	0.9
EV/EBITDA (x)	11.3	15.1	3.5	4.9	7.2
Dividend yield (%)	1.9	1.8	3.0	3.0	2.8
Net margin (%)	2.1	3.7	11.1	5.5	2.9
Net debt/(cash) to equity (%)	79.5	36.6	9.8	3.0	1.4
Consensus net profit	-	-	37,753	17,899	17,279
UOBKH/Consensus (x)	-	-	1.33	1.56	0.83

Source: Thai Oil, Bloomberg, UOB Kay Hian

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BUY (Maintained)

Share Price	Bt69.75
Target Price	Bt100.00
Upside	+43.37%
Previous TP	Bt88.00

Stock Data

Sector	Energy
Bloomberg ticker	TOP TB
Shares issued (m)	2,233.84
Market cap (Btm)	69,360.95
Market cap (US\$m)	2,134.18
3-mth avg daily t'over (US\$m)	15.67

Price Performance (%)

52-week high/low		Bt66.00 / Bt29.75		
1mth	3mth	6mth	1yr	YTD
-0.38	+31.00	+38.62	+30.35	+81.94

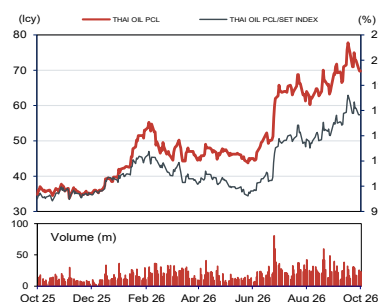
Major Shareholders (%)

PTT	45.03%
Thai NVDR	11.51%
Southeast asia uk (type c) nominees limited	3.37%

Balance Sheet Metrics

FY26 NAV/Share (Bt)	Bt91.40
FY26 Net Debt/Share (Bt)	Bt83.32

Price Chart



Source: Bloomberg

Company Description

TOP is an oil refinery company. It also produces oil related products including LPG, kerosene, fuel oil and chemicals.

Wednesday, 21 October 2026

- In particular, the paraxylene spread declined 16% qoq due to pressure from higher gasoline costs.
- c) Extra gains.** We estimate TOP will record extra gains of Bt1.50b in 3Q26, supported by a stock gain of Bt3.63b, partly offset by forex and oil hedging losses of approximately Bt2.13b.
- Market GRM should remain strong through 1H27 and above pre-war levels.** We expect market GRM to remain elevated through 1H27, supported by the delay in maintenance shutdown of US refineries from 4Q26 to 1Q27 (approximately 8% of total global supplies) followed by the maintenance schedule of Asian refineries in 2Q27. Although market GRM should decline from current elevated levels, we expect it to remain above pre-war levels, supporting TOP's earnings strength and improving earnings visibility.
- CFP project update.** Based on our latest discussion with TOP, the Engineering, Procurement and Construction Management (EPCM) work for the Clean Fuel Project (CFP) was 34.87% complete at end-July, up from 30% at end-June. TOP maintains its target COD for Crude Distillation Unit 4 (CDU-4) in 2Q27, with full project COD expected in around 3Q28.
- ERU project update.** TOP is expected to reach a conclusion by end-October on whether it will operate the Energy Recovery Unit (ERU), part of the CFP, itself, or transfer the project to Global Power Synergy (GPSC TB) under the original contract terms. We view the potential for TOP to operate the ERU itself positively, as this would allow TOP to capture the full benefits of the integrated CFP. Although TOP would need to refund GPSC US\$96.32m plus approximately US\$25.00m-US\$26.00m in interest (totalling around Bt4.00b), we believe the repayment would have limited impact on TOP's financial position. TOP held over Bt48b in cash at end-2Q26 and continued to maintain strong financial ratios, with net debt to EBITDA of just 1.4x and net debt to equity of only 0.3x.

Valuation/Recommendation

- Maintain BUY with a 2027 target price of Bt100.00 (previously Bt88.00),** based on refinery regional core forward PE at mean of 8.0x. We maintain TOP as one of our top picks, supported by our positive outlook on a strong market GRM. In the oil & gas sector, we prefer Thai Oil (TOP TB/BUY/Target: Bt100.00) and SCG Packaging (SCGP TB/BUY/Target: Bt43.00).

Earnings Revision/Risk

- We revised our 2026-27 earnings estimates.** We cut our 2026 net profit forecast by 5% to reflect the impact of government intervention requiring TOP to provide a diesel discount in 4Q26. We assume a discount of Bt4.00/litre on a sales volume of 10m litres/day, equivalent to Bt2.88b after tax. We now forecast 2026 net profit of Bt50.36b, up 245% yoy.
- For 2027, we raise our net profit forecast by 13%, reflecting an increase in our market GRM assumption from US\$9.50/bbl to US\$10/bbl. However, we also factor in the impact of government-mandated diesel discounts in 1H27, at the same level as in 4Q26, equivalent to Bt5.76b. These measures are expected to reduce TOP's market GRM by approximately US\$2/bbl in 2027. We forecast 2027 net profit of Bt27.92b, down 45% yoy.

Environment, Social, Governance (ESG) Updates

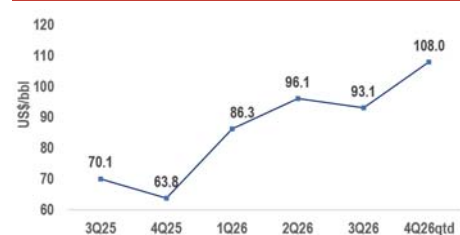
- Environmental:** Net zero GHG reduction. Reduce greenhouse gas (GHG) emissions by 15% in 2035 from the base year of 2026 to achieve carbon neutrality in 2050 and net zero GHG emissions target in 2060 through the implementation of net zero GHG emissions.
- Social:** Creating social value. To develop quality of life in society in alignment with the company's strategic direction to become a petrochemical and innovative business and contribute to net zero GHG emissions. Strengthen community engagement. To maintain community engagement score at 90% or above. Nature-based solution. To support zero GHG emissions target through forest conservation, reforestation and afforestation initiatives.
- Governance:** Zero cases of non-compliance and fraud incidents. No cases of non-compliance with laws, regulations and the company's code of conduct. Good governance recognition. Being a recognised organisation for good corporate governance.

Key Assumption

	2026F			2027F		
	Old	New	%Diff	Old	New	%Diff
Market GRM (US\$/bbl)	18.00	18.00	0%	9.50	10.00	5%
Crude run	110%	110%	0%	110%	110%	0%
Petrochemical spread (US\$/tonne)						
PX-ULG95	150	150	0%	250	250	0%
BZ-ULG95	25	25	0%	100	100	0%
Earnings revision (Btm)						
Core profit	50,500	47,908	-5%	24,710	27,923	13%
Net Profit	52,952	50,361	-5%	24,710	27,923	13%

Source: UOB Kay Hian

Dubai Price



Source: TOP

Petroleum Product Spread



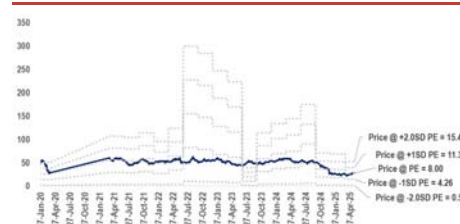
Source: TOP

Aromatics Spread



Source: TOP

Refinery Regional Core Forward PE



Source: UOB Kay Hian

Profit & loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Net turnover	395,682	453,666	503,595	496,105
EBITDA	15,842	68,117	47,251	31,614
Deprec. & amort.	8,065	12,703	12,692	12,681
EBIT	7,777	55,414	34,559	18,933
Associate contributions	2,090	2,396	2,660	2,620
Net interest income/(expense)	-3,494	-2,869	-2,814	-2,788
Pre-tax profit	16,769	57,750	32,045	16,445
Tax	-2,131	-7,339	-4,072	-2,090
Minorities	-54	-50	-50	-51
Net profit	14,584	50,361	27,923	14,304
Net profit (adj.)	11,470	47,908	27,923	14,304

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Operating	48,809	36,402	46,423	27,322
Pre-tax profit	16,769	57,750	32,045	16,445
Tax	-2,131	-7,339	-4,072	-2,090
Deprec. & amort.	8,065	12,703	12,692	12,681
Working capital changes	33,892	-25,423	5,759	285
Other operating cashflows	-7,786	-1,288	0	0
Investing	48,809	36,402	46,423	27,322
Investments	-10,429	-12,500	-12,500	-12,500
Others	19,361	28,278	0	0
Financing	-23,095	-7,855	-20,339	-12,344
Dividend payments	-3,351	-4,021	-19,163	-11,169
Proceeds from borrowings	-19,744	-3,834	-1,176	-1,175
Net cash inflow (outflow)	34,646	44,325	13,584	2,478
Beginning cash & cash equiv.	35,075	62,568	106,894	120,478
Changes due to forex impact	-1,120	0	0	0
Ending cash & cash equiv.	68,601	106,894	120,478	122,956

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Fixed assets	218,461	218,258	218,066	217,885
Other LT assets	34,865	34,865	34,865	34,865
Cash/ST investment	68,601	106,894	120,478	122,956
Other current assets	49,566	8,620	9,568	9,426
Total assets	427,284	428,798	452,259	454,651
ST debt	3,834	1,176	1,176	1,179
Other current liabilities	10,163	9,073	10,072	9,922
LT debt	128,483	127,307	126,132	124,954
Other LT liabilities	15,381	4,537	5,036	4,961
Shareholders' equity	174,187	219,238	227,998	230,930
Total liabilities & equity	427,285	428,800	452,262	454,655

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	4.8	15.6	9.4	6.4
Pre-tax margin	6.4	3.3	0.0	0.0
Net margin	3.7	11.1	5.5	2.9
ROA	4.5	15.6	8.3	4.3
ROE	10.3	30.7	16.6	8.4
Growth (% yoy)				
Turnover	-15.2	14.7	11.0	-1.5
EBITDA	-58.6	330.0	-30.6	-33.1
Pre-tax profit	36.7	244.4	-44.5	-48.7
Net profit	46.4	245.3	-44.6	-48.8
Net profit (adj.)	-31.8	317.7	-41.7	-48.8
EPS	-31.8	317.7	-41.7	-48.8
Leverage				
Debt to total capital	68.5	54.0	51.6	50.4
Debt to equity	76.0	58.6	55.8	54.6
Net debt/(cash) to equity	36.6	9.8	3.0	1.4
Interest cover (x)	5.4	24.6	16.8	11.3

Bank of Ayudhya (BAY TB)

3Q26: Results In Line; Credit Costs Down QOQ

Highlights

- BAY reported a 3Q26 net profit of Bt8.7b, down 1% yoy but up 4% qoq.
- ASEAN's loan portfolio grew 2% qoq.
- Maintain BUY with a target price of Bt50.00.

3Q26 Results

Year to 31 Dec (Btm)	3Q26	2Q26	3Q25	qoq%	yoy%
Total gross loans	1,950,310	1,950,454	1,962,110	(0.0)	(0.6)
Net interest income	29,074	28,755	27,925	1.1	4.1
Non-interest income	12,791	13,387	15,014	(4.5)	(14.8)
Loan loss provision	(10,752)	(11,360)	(11,084)	(5.4)	(3.0)
Non-Interest Expenses	(19,148)	(19,341)	(21,229)	(1.0)	(9.8)
Pre-provision operating profit	22,717	22,801	21,711	(0.4)	4.6
Net income	8,660	8,294	8,783	4.4	(1.4)
EPS (Bt)	1.18	1.13	1.19	4.4	(1.4)
Ratio (%)					
NPL ratio	3.19	3.08	3.49		
Loan loss coverage ratio	143	138	123		
Net interest margin (NIM %)	4.66	4.65	4.51		
Credit cost (bp)	222	235	228		
Cost to income (%)	45.7	45.9	49.4		
Common equity tier 1 (CET1) ratio (%)	16.2	16.0	16.0		

Source: Bank of Ayudhya, UOB Kay Hian

Analysis

- **3Q26 results in line.** Bank of Ayudhya (BAY) posted a 3Q26 net profit of Bt8.7b, down 1% yoy but up 4% qoq. The results were in line with our and consensus forecasts. The bank's net interest income (NII) increased 4% yoy and 1% qoq in 3Q26. NIM rose from 4.65% in 2Q26 to 4.66% in 3Q26. BAY's pre-provision operating profit grew 5% yoy but was flat qoq in 3Q26.
- Loan portfolio was flat qoq in 3Q26. BAY reported outstanding loans of around Bt1.95t in 3Q26, decreasing 1% yoy and flat qoq. Corporate loans had a stable qoq exposure of 37% in 3Q26. In 9M26, the total loan portfolio grew 0.4% yoy. The growth was primarily driven by continued robust expansion in the Thai and Multinational Corporate portfolios. Excluding the accounting deconsolidation of Home Credit Indonesia (HCID), total loans increased Bt15.3b, or 0.8% yoy in 9M26.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net interest income	107,893.7	108,533.4	116,011.8	122,091.3	126,431.6
Non-Interest Income	45,385.6	51,786.4	52,548.4	50,833.3	53,174.9
Net profit (rep./act.)	29,699.8	31,738.4	34,462.3	37,223.1	38,874.0
Net profit (adj.)	29,699.8	31,738.4	34,462.3	37,223.1	38,874.0
EPS (Bt)	4.0	4.3	4.7	5.1	5.3
PE (x)	9.7	9.0	8.3	7.7	7.4
P/B (x)	0.7	0.7	0.7	0.6	0.6
Dividend yield (%)	2.2	5.0	4.1	4.1	4.4
Net int margin (%)	4.2	4.3	4.6	4.8	4.8
Cost/income Ratio (%)	44.4	47.0	45.8	45.9	46.0
Loan loss cover (%)	123.2	126.9	143.0	145.2	148.5
Consensus net profit	n.a	n.a	34,496.0	37,582.2	40,835.5
UOBKH/Consensus (x)	n.a	n.a	1.0	1.0	1.0

Source: Bank of Ayudhya, Bloomberg, UOB Kay Hian

Analyst(s)

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BUY (Maintained)

Share Price	Bt39.00
Target Price	Bt50.00
Upside	28.2%

Stock Data

Sector	Financials
Bloomberg ticker	BAY TB
Shares issued (m)	7,355.8
Market cap (Btm)	336,526.1
Market cap (US\$m)	10,004.3
3-mth avg daily t'over (US\$m)	3.0

Price Performance (%)

52-week high/low				Bt46.8/Bt22.0
1mth	3mth	6mth	1yr	YTD
18.8	76.0	77.7	108.9	76.0

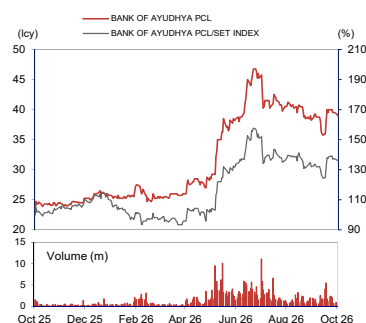
Major Shareholders (%)

MUFG Bank	76.88%
Ratanarak Group and Others	23.12%

Balance Sheet Metrics

FY26 NAV/Share (Bt)	59.5
FY26 Net Debt/Share (Bt)	n.a

Price Chart



Source: Bloomberg

Company Description

BAY, branded as Krungsri, is Thailand's fifth-largest universal bank operating a comprehensive network of commercial banking, retail consumer finance, wealth management, and microfinance services. The bank operates as a strategic subsidiary of Japan's Mitsubishi UFJ Financial Group (MUFG), which holds a major stake of over 76% and currently expand loan portfolio into ASEAN countries.

- **Interest income expanded qoq.** Interest income rose slightly by 0.2% qoq in 3Q26, primarily due to an increase in interest income from interbank and money market transactions of Bt127m.
- **NII rose qoq.** NII grew slightly by 1.1% qoq. The improvement highlighted the bank's effective asset-liability management and disciplined funding cost optimisation, supported by higher contributions from auto hire purchase loans as well as interbank and money market transactions.
- **Credit costs decreased qoq.** BAY reported an increase in the NPL ratio from 3.08% in 2Q26 to 3.19% in 3Q26. The bank set aside provision expenses of Bt10.8b in 3Q26, down 3% yoy and 5% qoq. This resulted in credit costs falling 13bp qoq to 222bp in 3Q26. Meanwhile, the loan-loss coverage ratio increased from 138% in 2Q26 to 143% in 3Q26. The improvement was supported by prudent risk management and disciplined underwriting standards, which contributed to an improving asset quality profile across the portfolio.
- **ASEAN's loan portfolio grew qoq.** The ytd reported growth rate reflected the impact of HCID accounting deconsolidation. Excluding the accounting deconsolidation impact of HCID, ASEAN loans went up 1.8% qoq in 3Q26. ASEAN loans recorded robust growth of 7.7% yoy in 9M26, supported by continued market expansion opportunities in the region.

Valuation/Recommendation

- **Maintain BUY with a target price of Bt50.00** using the Gordon Growth Model (cost of equity: 11%, long-term growth: 2%). We roll over the target price to 2027. This implies 0.8x 2027F P/B, which is +2SD to its historical five-year P/B mean.

Earnings Revision/Risk

- No earnings revision.
- Small free float increases liquidity risk.

Share Price Catalyst

- Higher dividend payout ratio.
- Increase in free float to make more room available for institutional investors.

Environment, Social, Governance (ESG) Updates

CG Report: 5

SET ESG Rating: AAA

Environmental

- Committed to Thailand's 2050 net-zero target and the integration of climate risk into lending and investment decisions.

Social

- Implemented multiple assistance measures to support households and small enterprises facing financial difficulties.

Governance

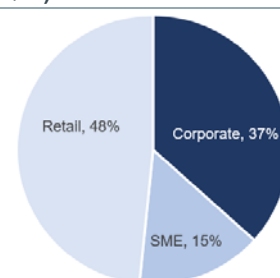
- Continued emphasis on anti-corruption, good governance, and supply chain management.

2026 FINANCIAL TARGETS

	9M26 Actual	2026 Targets	2025 Actual
Loan growth (yoy)	0.4%	2-4%	1.7%
NPL ratio	3.19%	3.25-3.5%	3.26%
NIM	4.58%	4.0-4.3%	4.35%
LLC ratio	143.1%	120-135%	126.9%
Credit cost (bp)	231bp	200-230bp	227bp

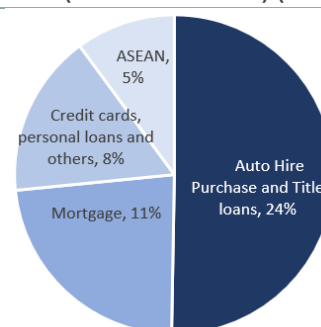
Source: BAY, UOB Kay Hian

Loans (3Q26)



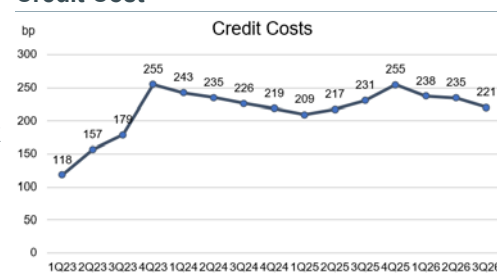
Source: BAY, UOB Kay Hian

Retail Loan (% of Total Loans) (3Q26)



Source: BAY, UOB Kay Hian

Credit Cost



Source: BAY

P/B Band



Source: UOB Kay Hian

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Interest income	147,383	147,564	152,244	158,747
Interest expense	(38,850)	(31,552)	(30,153)	(32,315)
Net interest income/(expense)	108,533	116,012	122,091	126,432
Fees & Commissions	26,484	28,850	27,292	29,522
Net Trading Income	12,305	8,287	7,656	7,626
Other Income	12,997	15,411	15,885	16,027
Non-Interest Income	51,786	52,548	50,833	53,175
Total Income	160,320	168,560	172,925	179,607
Staff Costs	(39,204)	(41,460)	(42,439)	(44,079)
Other Operating Expense	(36,166)	(35,735)	(36,992)	(38,469)
Pre-Provision Profit	84,950	91,365	93,493	97,059
Loan Loss Provision	(43,790)	(43,711)	(42,226)	(43,515)
Pre-tax profit	41,160	47,654	51,268	53,544
Tax	(7,718)	(9,239)	(9,970)	(10,415)
Minorities	(1,704)	(3,953)	(4,074)	(4,255)
Net profit	31,738	34,462	37,223	38,874
Net profit (adj.)	31,738	34,462	37,223	38,874

Operating Ratios

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Capital Adequacy				
Tier-1 CAR	16	17	17	18
Total CAR	21	21	21	22
Total Assets/Equity	6	6	6	6
Tangible Assets/Tangible Common Equity	7	7	6	6
Asset Quality				
NPL Ratio	3	3	3	3
Loan Loss Coverage	127	143	145	148
Loan Loss Reserve/Gross Loans	5	5	5	5
Increase in NPLs	0	(4)	5	4
Credit Cost (bp)	227	224	213	213
Liquidity				
Loan/Deposit Ratio	107	108	108	108
Liquid Assets/Short-Term Liabilities	32	31	31	31
Liquid Assets/Total Assets	24	23	23	23

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Cash With Central Bank	25,949	39,183	40,064	41,599
Govt Treasury Bills & Securities	174,736	175,330	179,069	185,904
Interbank Loans	433,573	396,908	396,733	410,307
Customer Loans	1,851,162	1,859,800	1,897,449	1,967,629
Investment Securities	13,897	25,713	29,392	31,209
Derivative Receivables	22,377	28,241	29,567	30,761
Associates & JVs	7,385	13,980	13,980	13,980
Properties & Other Fixed Assets	42,854	41,216	36,464	32,771
Goodwill & Intangible Assets	38,917	33,613	33,613	33,613
Other Assets	36,306	40,764	41,439	42,638
Total assets	2,647,157	2,654,747	2,697,772	2,790,411
Interbank Deposits	229,721	242,813	251,567	261,958
Customer Deposits	1,735,328	1,723,791	1,756,113	1,822,158
Bills Payable	4,636	4,707	4,707	4,707
Derivative Payables	26,266	28,801	29,581	30,685
Subordinated Debts	118,649	107,231	78,851	60,034
Other Liabilities	92,466	84,860	84,935	87,487
Total liabilities	2,207,066	2,192,203	2,205,754	2,267,028
Shareholders' funds	414,762	435,783	461,183	488,294
Minority interest	25,329	26,761	30,835	35,090
Total Equity & Liabilities	2,647,157	2,654,747	2,697,772	2,790,412

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Growth				
Net Interest Income, yoy Chg	1	7	5	4
Fees & Commissions, yoy Chg	6	9	(5)	8
Pre-Provision Profit, yoy Chg	0	8	2	4
Net Profit, yoy Chg	7	9	8	4
Customer Loans, yoy Chg	2	0	2	4
Profitability				
Net Interest Margin	4	5	5	5
Cost/Income Ratio	47	46	46	46
Adjusted ROA	1	1	1	1
Reported ROE	8	8	8	8
Adjusted ROE	8	8	8	8
Valuation				
P/BV	1	1	1	1
P/NTA	1	1	1	1
Adjusted P/E	9	8	8	7
Dividend Yield	5	4	4	4

Krungthai Card (KTC TB)

3Q26: Results In Line; Maintain High Coverage Ratio During Many Uncertainties

Highlights

- KTC reported a net profit of Bt2.1b in 3Q26, up 9% yoy but down 5% qoq.
- Credit cost and NPL ratio increased qoq in 3Q26.
- Maintain BUY with a target price of Bt50.00.

3Q26 Results

Year to 31 Dec (Btm)	3Q26	2Q26	3Q25	qoq%	yoy%
Total gross loans	106,903	107,010	106,206	(0.1)	0.7
Net interest income	3,788	3,674	3,676	3.1	3.1
Non-interest income	2,774	2,797	2,807	(0.8)	(1.2)
Loan loss provision	(1,457)	(1,310)	(1,445)	11.2	0.9
Non-Interest expenses	(2,445)	(2,367)	(2,475)	3.3	(1.2)
Pre-provision operating profit	4,119	4,105	4,008	0.3	2.8
Net income	2,125	2,225	1,951	(4.5)	8.9
EPS (Bt)	0.82	0.86	0.76	(4.5)	8.9
Ratio (%)					
NPL Ratio (%)	1.92	1.86	1.8		
Loan loss coverage ratio (%)	413	426	426		
Net interest margin (NIM %)	14.2	13.7	13.8		
Reported Credit cost (bp)	540	490	544		
Reported Cost to income (%)	35.3	34.6	35.8		

Source: Krungthai Card, UOB Kay Hian

Analysis

- **3Q26 results in line.** Krungthai Card (KTC) posted a 3Q26 net profit of Bt2.1b, up 9% yoy but down 5% qoq. The results were in line with our and consensus estimates. Excluding provisioning, the company's pre-provision operating profit rose 3% yoy and was flat qoq.
- **Loan portfolio was flat qoq in 3Q26.** KTC's loan growth expanded 0.7% yoy but was flat qoq in 3Q26. In 9M26, its gross credit card portfolio contracted 5.3% yoy while credit card spending jumped 5% yoy. Meanwhile, KTC's gross personal loan portfolio rose 1.9% yoy in 9M26. Overall, the total loan portfolio grew 0.8% in 9M26. We forecast a 2.1% yoy growth in loan portfolio in 2026, compared with KTC's guidance of 1-2%.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net interest income	14,381.9	14,559.9	14,821.6	15,325.5	15,710.8
Non-Interest Income	11,267.4	11,441.5	11,887.6	13,536.7	15,001.5
Net profit (rep./act.)	7,437.2	7,781.6	8,633.4	9,071.2	9,431.8
Net profit (adj.)	7,437.2	7,781.6	8,633.4	9,071.2	9,431.8
EPS (Bt)	2.9	3.0	3.4	3.5	3.7
PE (x)	12.6	12.1	10.9	10.4	10.0
P/B (x)	2.4	2.1	2.0	1.8	1.7
Dividend yield (%)	2.6	6.7	5.3	5.8	6.0
Net int margin (%)	13.0	13.2	13.2	13.4	13.4
Cost/income Ratio (%)	37.5	37.1	37.1	37.0	36.9
Loan loss cover (%)	369.3	425.0	420.0	440.0	465.0
Consensus net profit	n.a	n.a	8,479.9	8,784.1	9,139.6
UOBKH/Consensus (x)	n.a	n.a	1.0	1.0	1.0

Source: Krungthai Card, Bloomberg, UOB Kay Hian

Analyst(s)

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BUY (Maintained)

Share Price	Bt35.50
Target Price	Bt50.00
Upside	40.8%

Stock Data

Sector	Financials
Bloomberg ticker	KTC TB
Shares issued (m)	2,578.3
Market cap (Btm)	95,398.4
Market cap (US\$m)	2,865.7
3-mth avg daily t'over (US\$m)	23.8

Price Performance (%)

52-week high/low			Bt40.5/Bt24.8	
1mth	3mth	6mth	1yr	YTD
(1.3)	20.3	27.6	21.3	41.0

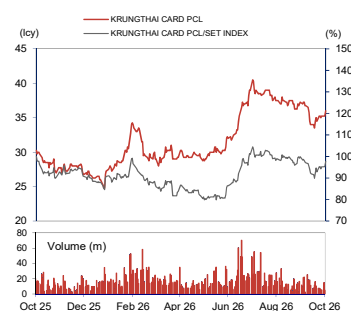
Major Shareholders (%)

Krungthai Bank (KTB)	49.29
Thai NVDR	8.72
Mongkol Prakitchaiwattana	3.53

Balance Sheet Metrics

FY26 NAV/Share (Bt)	18.7
FY26 Net Debt/Share (Bt)	n.a

Price Chart



Source: Bloomberg

Company Description

The company provides unsecured financial products, credit card products and services, and personal loans to consumers in Thailand.

- **Controllable cost-to-income ratio despite having a big investment.** KTC implemented a new core IT system in Jul 26, and it expects cost-to-income to be 36-37% for 2026. In 9M26, the cost-to-income ratio was reported at 35%. Therefore, there is a possibility of achieving this target. Meanwhile, KTC has successfully improved cost efficiency in recent years and remains committed to further optimisation.
- **Credit cost and NPL ratio increased qoq in 3Q26.** KTC set aside provision expenses of Bt1.46b, up 1% yoy and 11% qoq in 3Q26. Credit costs increased from 490bp in 2Q26 to 540bp in 3Q26. Credit costs were reported at 510bp in 9M26. The NPL ratio rose from 1.86% in 2Q26 to 1.92% in 3Q26. New NPL formation grew to 5.8% in 3Q26 (2Q26: 4.5%, 3Q25: 5.0%). We saw a small increase in gross NPLs in the credit card and personal loan portfolios. Meanwhile, NPLs in the lease portfolio decreased qoq. The loan-loss coverage ratio fell from 426% in 2Q26 to 413% in 3Q26. We believe KTC will maintain a prudent approach to ensuring good asset quality.
- **KTC to prioritise maintaining good asset quality.** Due to the economic uncertainty and low growth, driven by high household debt and rising living costs, KTC cautiously grew its loan portfolio in 3Q26. Meanwhile, it has continued to decrease in lease receivables, resulting in a continuous shrinkage in its loan portfolio and a reduction in NPLs in 3Q26. To navigate this challenging environment, KTC prioritises a prudent expansion strategy focused on portfolio quality and risk management. This defensive approach aims to mitigate economic volatility while securing sustainable, long-term growth.

Valuation/Recommendation

- **Maintain BUY with a target price of Bt50.00**, based on the Gordon Growth Model (cost of equity: 11.5%, long-term growth: 3%). We roll over target price to 2027. This implies 2.5x 2027F P/B, which is -0.5SD to its historical five-year mean.

Earnings Revision/Risk

- We fine-tune our 2026-28 earnings forecasts by 0.9%, -1.1%, and -1.0%, respectively following 3Q26 earnings results.

Share Price Catalyst

- Government stimulus measures to strengthen domestic spending.
- An increase in the dividend payout ratio.

Environment, Social, Governance (ESG) Updates

CG Report: 5

SET ESG Rating: AAA

Environmental

- The company offers a 0% interest instalment plan for solar rooftops.
- The company offers special privileges for electric vehicle bookings and wall boxes.

Social

- Education loans. KTC aims to provide equal educational opportunities to individuals who aspire to further their education but lack the necessary funds. It offers loans with reasonable interest rates, fees, and instalment options to ease their burden.

Governance

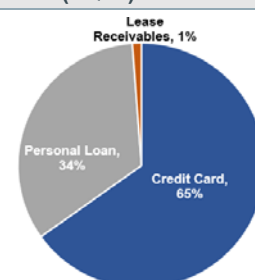
- The company has established the Business Ethic Manual, which is reviewed annually, to set up a framework for employees to follow.

2026 Financial Targets

	9M26 Actual	2026 Targets	2025 Actual
Net Profit	Bt6.5b	> Bt7.78b	Bt7.78b
Loan Growth	0.8%	1-2%	0.4%
Credit Card Spending	4.7%	5%	3.6%
Personal Loan	1.9%	2%	1.4%
P BERM Car for Cash (New Booking)	N/A	N/A	Bt2.3b
NPL ratio	1.92%	<= 2.0%	1.79%

Source: KTC, UOB Kay Hian

Loan Portfolio (3Q26)



Source: KTC, UOB Kay Hian

PE Band



Source: Bloomberg, UOB Kay Hian

P/B Band



Source: Bloomberg, UOB Kay Hian

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Interest income	16,254	16,310	16,646	16,984
Interest expense	(1,694)	(1,431)	(1,345)	(1,300)
Net interest income/(expense)	14,560	14,879	15,301	15,685
Fees & Commissions	6,513	6,857	7,820	8,994
Income From Insurance	0	0	0	0
Net Trading Income	0	0	0	0
Other Income	4,929	4,818	5,432	5,742
Non-Interest Income	11,441	11,675	13,252	14,735
Total Income	26,001	26,554	28,553	30,420
Staff Costs	(9,404)	(9,573)	(10,325)	(10,958)
Other Operating Expense	(235)	(242)	(247)	(252)
Pre-Provision Profit	16,363	16,739	17,982	19,211
Loan Loss Provision	(5,906)	(5,818)	(6,761)	(7,521)
Other Provisions	0	0	0	0
Associated Companies	0	0	0	0
Other Non-Operating Income	0	0	0	0
Pre-tax profit	10,456	10,921	11,221	11,690
Tax	(2,897)	(2,191)	(2,244)	(2,338)
Minorities	222	(16)	(10)	(10)
Net profit	7,782	8,715	8,967	9,341
Net profit (adj.)	7,782	8,715	8,967	9,341

Operating Ratios

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Capital Adequacy				
Total Assets/Equity	2	2	2	2
Tangible Assets/Tangible Common Equity	3	2	2	2
Asset Quality				
NPL Ratio	2	2	2	2
Loan Loss Coverage	425	420	440	465
Loan Loss Reserve/Gross Loans	5	5	6	6
Increase in NPLs	(8)	3	(3)	2
Credit Cost (bp)	534	519	590	642
Liquidity				
Loan/Deposit Ratio	194	196	206	219
Liquid Assets/Short-Term Liabilities	16	21	24	29
Liquid Assets/Total Assets	3	4	4	4

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Cash With Central Bank	3,471	4,327	4,425	4,529
Govt Treasury Bills & Securities	0	0	0	0
Interbank Loans	0	0	0	0
Customer Loans	102,628	105,409	107,885	109,906
Investment Securities	0	0	0	0
Derivative Receivables	0	0	0	0
Associates & JVs	0	0	0	0
Properties & Other Fixed Assets	367	350	266	252
Goodwill & Intangible Assets	380	623	623	623
Other Assets	3,678	3,638	3,712	3,791
Insurance Fund Investment Assets	0	0	0	0
Total assets	110,524	114,347	116,912	119,102
Interbank Deposits	0	0	0	0
Customer Deposits	0	0	0	0
Bills Payable	21,300	21,051	18,679	15,854
Derivative Payables	0	0	0	0
Debts Securities Issued	0	0	0	0
Subordinated Debts	35,612	36,227	37,050	37,923
Other Liabilities	9,593	8,888	9,048	9,232
Insurance Fund Liabilities	0	0	0	0
Total liabilities	66,505	66,166	64,777	63,008
Shareholders' funds	44,151	48,303	52,267	56,236
Minority interest	(133)	(122)	(132)	(142)
Total Equity & Liabilities	110,524	114,347	116,912	119,102

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Growth				
Net Interest Income, yoy Chg	1	2	3	2
Fees & Commissions, yoy Chg	2	5	14	15
Pre-Provision Profit, yoy Chg	2	2	7	7
Net Profit, yoy Chg	5	12	3	4
Customer Loans, yoy Chg	0	3	2	2
Profitability				
Net Interest Margin	13	13	13	13
Cost/Income Ratio	37	37	37	37
Adjusted ROA	7	8	8	8
Reported ROE	19	19	18	18
Adjusted ROE	19	19	18	18
Valuation				
P/BV	2	2	2	2
P/NTA	2	2	2	2
Adjusted P/E	12	10	10	10
Dividend Yield	7	5	6	6

TMBThanachart Bank (TTB TB)

3Q26: Results In line, Share Buybacks Preferred Over Special Dividends

Highlights

- TTB reported a net profit of Bt5.45b, up 3% yoy and 0.9% qoq.
- TTB prefers share buybacks and higher regular dividends over a special dividend to enhance shareholder returns.
- Maintain HOLD with an unchanged target price of Bt3.20.

3Q26 Results

Year to 31 Dec (Btm)	3Q26	2Q26	3Q25	qoq chg (%)	yoy chg (%)
Total gross loans	1,195,683	1,191,825	1,205,800	0.3	(0.8)
Net interest income	11,938	11,600	12,405	2.9	(3.8)
Non-interest income	4,023	5,079	3,908	(20.8)	2.9
Loan loss provision	(4,078)	(4,040)	(3,980)	0.9	2.5
Non-Interest Expenses	(7,644)	(8,051)	(7,403)	(5.1)	3.3
Pre-provision operating profit	9,142	9,292	8,910	(1.6)	2.6
Net income	5,457	5,513	5,299	(1.0)	3.0
EPS (Bt)	0.06	0.06	0.06	6.5	8.7
Ratio (%)					
NPL Ratio	2.88	2.93	2.8		
Loan loss coverage ratio (%)	159	157	151		
Reported NIM %	3.09	3.03	2.97		
Reported Credit cost (bp)	136	137	131		
Cost to income (%)	48	48	45		
CET1 ratio %	16.8	17.0	17.9		

Source: TTB, UOB Kay Hian

Analysis

- 2Q26 results in line.** TMBThanachart Bank (TTB) posted a net profit of Bt5.46b (+3% yoy, +0.9% qoq). The results are in line with our and consensus estimates. Excluding provisions, pre-provision operating profit stood at Bt9.14b, up 2.6% yoy but down 1.6% qoq.
- Loan portfolio grew qoq.** The loan portfolio contracted 0.8% yoy but expanded 0.3 % qoq in 3Q26. TTB increased the share of high-yield loans from 25% in 4Q21 to 34% in 3Q26. In 3Q26, corporate loans grew 3%, partly helping to offset the decline in SME loans. TTB has started expanding into motorcycle loans, where competition is fragmented, and non-banks play a significant role.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net interest income	56,451.6	50,636.8	49,025.5	48,344.9	50,541.0
Non-Interest Income	12,960.5	15,040.3	18,541.4	19,281.6	20,216.2
Net profit (rep./act.)	21,072.2	20,639.4	21,942.2	19,705.4	19,485.8
Net profit (adj.)	21,072.2	20,639.4	21,942.2	19,705.4	19,485.8
EPS (Bt)	0.2	0.2	0.2	0.2	0.2
PE (x)	13.3	12.3	12.0	13.4	13.5
P/B (x)	1.2	1.0	1.2	1.1	1.1
Dividend yield (%)	7.0	6.6	3.0	5.8	6.0
Net int margin (%)	3.2	3.0	2.9	3.0	3.0
Cost/income Ratio (%)	42.6	45.0	45.4	43.3	43.6
Loan loss cover (%)	151.0	152.0	157.0	156.0	150.0
Consensus net profit	n.a	n.a	21,396.7	20,307.8	20,534.7
UOBKH/Consensus (x)	n.a	n.a	1.0	1.0	1.0

Source: TMBThanachart Bank, Bloomberg, UOB Kay Hian

Analyst(s)

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Panjarat Thaweesriprasert

HOLD (Maintained)

Share Price	Bt2.90
Target Price	Bt3.20
Upside	10.34%

Stock Data

Sector	Financials
Bloomberg ticker	TTB TB
Shares issued (m)	91,623.8
Market cap (Btm)	285,866.1
Market cap (US\$m)	8,585.1
3-mth avg daily t'over (US\$m)	60.3

Price Performance (%)

52-week high/low				Bt3.2/Bt1.8
1mth	3mth	6mth	1yr	YTD
7.6	28.9	38.0	66.8	54.5

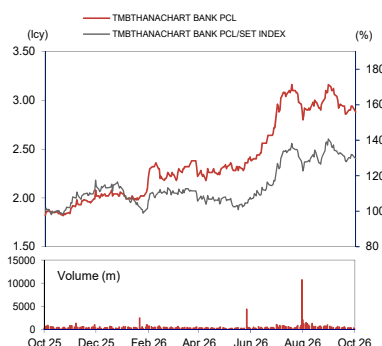
Major Shareholders (%)

Thanachart Capital	24.11
Ministry of Finance	11.65

Balance Sheet Metrics

FY26 NAV/Share (Bt)	2.5
FY26 Net Debt/Share (Bt)	n.a

Price Chart



Source: Bloomberg

Company Description

The sixth largest bank in Thailand with roughly 10% of the credit market. The bank's strong focus in on retail lending, which accounts for 62% of loan book.

- **Credit cost slightly declined qoq.** TTB set provision expenses of Bt4.08b in 3Q26 (+2.5% yoy, +0.9% qoq), equivalent to credit cost of 136bp (-1bp qoq). The bank set aside a management overlay of around Bt600m in 3Q26, which includes potential flood-related losses. Management expects provisions to normalise in 4Q26, as anticipated risks have largely been accounted for.
- **Expects to expand risk-based pricing further.** TTB has increased the share of high-yield loans from 25% in 4Q21 to 34% currently. Its risk-based pricing strategy targets segments where risks are overpriced. Given the success of this model, TTB plans to expand into motorcycle loans, where competition is fragmented and non-banks play a significant role. The bank will continue optimising its portfolio by focusing on segments with attractive risk-adjusted returns and growth potential.
- **Non-II grew yoy.** 3Q26 non-interest income (non-II) grew 2.9% yoy but declined 20.8% qoq, reflecting normalisation after wealth customers shifted from deposits into investment products in 2Q26. Looking toward 2027, management expects fee income to be driven by two main areas. Credit cards should remain a key recurring contributor, supported by sustainable growth in spending volume, while wealth management is projected to become a major medium-term growth engine through partnerships and investment products. Its three key partnerships include DBS, Schroders, and Webull where each cover different segments.
- **Enhanced shareholder returns through share buybacks.** TTB has around Bt2.0b in remaining tax benefits which are expected to be used up around 1Q27. The bank also has approximately Bt14b remaining under its share buyback authorisation. The bank notes that its major shareholders, including ING Bank and Thanachart Capital, could reduce their holdings over time. Management does not favour a special dividend, preferring to enhance shareholder returns through buybacks and improved regular dividend payouts.

Valuation/Recommendation

- **Maintain HOLD with an unchanged target price of Bt3.20**, using the Gordon Growth Model (cost of equity: 11%, long-term growth: 2.0%). We roll over our target price to 2027. Our target price implies 1.25x P/B.

Earnings Revision/Risk

- We fine-tune TTB's 2026-28 earnings forecasts by 0.7%, -0.9%, and -1.3% respectively.

Share Price Catalyst

- Upgrade in dividend payout ratio.

Environment, Social, Governance (ESG) Updates

Environmental

- **Climate finance.** Reducing GHG emissions in its operations and empowering clients to transition to a net-zero economy.
- **Environmental management.** The bank has introduced initiatives and environmental savings programmes to promote environmental awareness.

Social

- **Financial literacy and inclusion.** To educate people to increase their capability to manage their finances and achieve financial wellbeing.
- **Human rights.** The bank has conducted a risk assessment to identify human rights risks and mitigate the impacts.

Governance

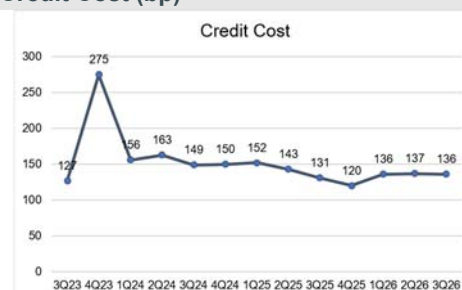
- **Cybersecurity and data privacy.** To ensure the stability and security of systems and operations, and to mitigate cybersecurity risks that could result in financial and reputational losses.

2026 Financial Targets

	9M26 Actual	2026 Target	2025 Actual
Loan growth	-1.7% YTD	0-2%	-3.1%
Deposit growth	+1.0% YTD	In line with loan growth	-4.4%
NIM	3.04%	3.0-3.1%	3.04%
Non-NII growth	+25.7% yoy	Single digit	16.2%
Cost to income	46%	Mid 40s	45%
NPL ratio	2.88%	<= 3.2%	2.87%
Credit cost	100bp/136bp	130-135bp	Normal 106bp (Total 136bp)

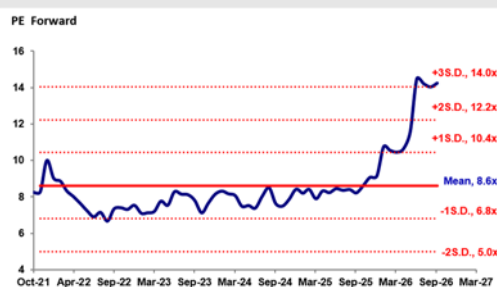
Source: TTB, UOB Kay Hian

Credit Cost (bp)



Source: TTB, UOB Kay Hian

PE Band



Source: TTB, UOB Kay Hian

P/B Band



Source: TTB, UOB Kay Hian

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Interest income	72,097	66,627	67,886	70,959
Interest expense	(21,460)	(17,601)	(19,541)	(20,418)
Net interest income/(expense)	50,637	49,026	48,345	50,541
Fees & Commissions	10,209	12,068	12,394	12,989
Net Trading Income	2,324	3,410	4,317	4,465
Other Income	2,508	3,063	2,570	2,762
Non-Interest Income	15,040	18,541	19,282	20,216
Total Income	65,677	67,567	67,626	70,757
Staff Costs	(15,768)	(16,546)	(15,855)	(17,056)
Other Operating Expense	(13,765)	(14,093)	(13,427)	(13,815)
Pre-Provision Profit	36,144	36,928	38,345	39,886
Loan Loss Provision	(16,485)	(15,714)	(14,017)	(15,830)
Pre-tax profit	19,658	21,214	24,328	24,056
Tax	981	723	(4,622)	(4,571)
Minorities	0	6	0	0
Net profit	20,639	21,942	19,705	19,486
Net profit (adj.)	20,639	21,942	19,705	19,486

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Capital Adequacy				
Tier-1 CAR	17	17	17	16
Total CAR	20	19	19	18
Total Assets/Equity	7	7	7	8
Tangible Assets/Tangible Common Equity	8	8	8	9
Asset Quality				
NPL Ratio	3	3	3	3
Loan Loss Coverage	152	157	156	150
Loan Loss Reserve/Gross Loans	5	5	5	4
Increase in NPLs	0	0	0	0
Credit Cost (bp)	134	129	113	123
Liquidity				
Loan/Deposit Ratio	91	89	89	90
Liquid Assets/Short-Term Liabilities	32	28	28	29
Liquid Assets/Total Assets	25	23	23	24

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Cash With Central Bank	12,633	18,333	18,951	19,598
Govt Treasury Bills & Securities	237,852	185,452	199,184	220,138
Interbank Loans	181,399	183,913	190,255	196,793
Customer Loans	1,153,575	1,160,595	1,202,308	1,247,732
Investment Securities	22,943	26,967	28,804	30,015
Derivative Receivables	9,602	12,962	13,579	14,119
Associates & JVs	8,593	8,707	8,707	8,707
Properties & Other Fixed Assets	31,475	30,386	31,635	32,958
Goodwill & Intangible Assets	25,310	24,974	24,974	24,974
Other Assets	18,584	24,727	26,384	27,300
Total assets	1,701,966	1,677,016	1,744,781	1,822,333
Interbank Deposits	98,179	99,339	102,833	106,397
Customer Deposits	1,269,509	1,297,334	1,345,524	1,392,343
Bills Payable	2,973	3,686	3,686	3,686
Derivative Payables	5,841	11,505	11,975	12,348
Subordinated Debts	15,126	(29,202)	(18,130)	8,555
Other Liabilities	66,144	63,869	64,061	65,297
Total liabilities	1,457,772	1,446,531	1,509,950	1,588,627
Shareholders' funds	244,194	229,103	233,448	232,324
Minority interest	0	175	175	175
Total Equity & Liabilities	1,701,966	1,675,809	1,743,574	1,821,126

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Growth				
Net Interest Income, yoy Chg	(10)	(3)	(1)	5
Fees & Commissions, yoy Chg	9	18	3	5
Pre-Provision Profit, yoy Chg	(9)	2	4	4
Net Profit, yoy Chg	(2)	6	(10)	(1)
Customer Loans, yoy Chg	(3)	1	4	4
Profitability				
Net Interest Margin	3	3	3	3
Cost/Income Ratio	45	45	43	44
Adjusted ROA	1	1	1	1
Reported ROE	9	9	9	8
Adjusted ROE	9	9	9	8
Valuation				
P/BV	1	1	1	1
P/NTA	1	1	1	1
Adjusted P/E	12	12	13	14
Dividend Yield	7	3	6	6

GFPT (GFPT TB)

3Q26 Earnings Preview: Unexciting Earnings Momentum, But In Line With Our Previous Forecast

Highlights

- We expect GFPT to report a 3Q26 core profit of Bt584m (-17.8% yoy, flat qoq). Overall, we foresee the results being in line with our previous expectations but lower than market expectations.
- The key qoq pressure is expected to come from a lower gross profit margin, partly offset by higher sales and an increased share of profit.
- Maintain BUY with a target price of Bt11.40.

Analysis

3Q26 Results Preview

Year to 31 Dec (Btm)	3Q26F	3Q25	2Q26	yoy%	qoq%
Revenue	4,880	4,741	4,648	2.9%	5.0%
Gross profit	771	963	786	-19.9%	-1.9%
SG&A	351	350	349	0.5%	0.6%
EBIT	512	705	538	-27.4%	-4.8%
Net profit	704	715	601	-1.6%	17.2%
Core profit	584	710	582	-17.8%	0.3%
EPS (Bt)	0.56	0.57	0.48	-1.6%	17.2%
Ratio (%)	3Q26F	3Q25	2Q26	yoy%	qoq%
Gross Margin (%)	15.8%	20.3%	16.9%	-4.5%	-1.1%
%SG&A/revenue	7.2%	7.4%	7.5%	-0.2%	-0.3%
Net Margin (%)	14.4%	15.1%	12.9%	-0.7%	1.5%

Source: GFPT, UOB Kay Hian

3Q26 earnings expected to align with our previous forecast. We project that GFPT will report a 3Q26 net profit of Bt704m (-1.6% yoy, +17.2% qoq). Excluding a one-off insurance claim of Bt120m related to a fire at its subsidiary's hatchery, core profit is likely to come in at Bt584m (-17.8% yoy, flat qoq). Overall, we foresee the results being in line with our previous expectations but lower than market forecasts. As a result, market earnings forecasts for GFPT in 2026-27 could be revised downward.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net turnover	19,314.1	18,840.1	18,383.4	18,832.2	19,177.9
EBITDA	2,781.9	3,345.5	3,292.6	3,420.7	3,560.7
Operating profit	1,099.0	1,612.1	1,495.3	1,526.8	1,574.1
Net profit (rep./act.)	1,973.8	2,439.4	2,155.6	2,196.3	2,262.3
Net profit (adj.)	1,877.3	2,440.9	2,105.6	2,196.3	2,262.3
EPS	1.5	2.0	1.7	1.8	1.8
PE (x)	6.2	4.8	5.6	5.3	5.2
P/B (x)	0.6	0.5	0.5	0.5	0.4
EV/EBITDA (x)	5.2	3.9	3.4	2.9	2.3
Dividend yield (%)	0.0	0.0	0.0	0.0	0.0
Net margin (%)	10.2	13.0	11.7	11.7	11.8
Net debt/(cash) to equity(%)	13.2	4.9	(2.4)	(8.1)	(13.6)
Interest cover (x)	23.3	32.8	38.8	28.6	29.8
ROE (%)	12.4	14.3	12.0	11.6	11.3
Consensus net profit	n.a	n.a	2,162.0	2,249.4	2,392.3
UOBKH/Consensus (x)	n.a	n.a	1.0	1.0	1.0

Source: GFPT, Bloomberg, UOB Kay Hian

Analyst(s)

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BUY (Maintained)

Share Price	Bt10.10
Target Price	Bt11.40
Upside	12.87%

Stock Data

Sector	Consumer Staples
Bloomberg ticker	GFPT TB
Shares issued (m)	1,253.8
Market cap (Btm)	11,347.1
Market cap (US\$m)	346.6
3-mth avg daily t'over (US\$m)	0.9

Price Performance (%)

52-week high/low				Bt10.7/Bt8.4
1mth	3mth	6mth	1yr	YTD
(3.2)	(7.6)	(13.8)	(12.1)	(14.6)

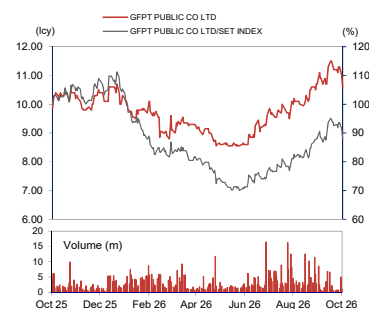
Major Shareholders (%)

Sirimongkolsasem Family	50.83
Nichirei Food	4.52

Balance Sheet Metrics

FY26 NAV/Share (Bt)	18.6
FY26 Net Debt/Share (Bt)	(0.4)

Price Chart



Source: Bloomberg

Company Description

GFPT produces and distributes frozen and cooked chicken products. Subsidiaries are engaged in broiler farms, and produce and distribution of feed mill.

- **3Q26 gross profit margin projected to drop yoy and qoq.** We expect gross margin to come in at 15.8% in 3Q26, decreasing from 20.3% and 16.9% in 3Q25 and 2Q26 respectively. The drop in gross profit margin could be driven by: a) high raw material costs for both corn and soybean meal; and b) lower export volumes, which usually represent a high-margin segment. We estimate direct chicken export volume at 7,400-7,500 tonnes in 3Q26 (-6% yoy, -9% qoq).
- **Higher share of profit yoy and qoq.** We expect share of profit in 3Q26 to rise to Bt160m (+41.6% yoy, +21.2% qoq). The improvement is mainly due to a higher contribution from GFPT Nichirei (Thailand).

Valuation/Recommendation

- **Maintain BUY with a target price of Bt11.40** based on 2027 EPS. Using the PE valuation method, we value GFPT at -1SD, implying a target PE of 6.5x. While we expect earnings momentum to remain intact in 3Q26, GFPT's undemanding valuation of 5-6x PE remains the lowest in the sector. Looking ahead, we will monitor the remaining export volume in 4Q26 and the recovery of livestock prices after Oct 26, as an upward price trend would support earnings recovery and sentiment toward the food sector.

Earnings Revision/Risk

- **No change to our earnings forecast.** 9M26 core earnings accounted for 78.4% of our full-year projection, limiting the downside risk to our earnings forecast.

Share Price Catalyst

- Lower commodity costs.
- Stronger-than-expected chicken export volume.
- Increase in domestic chicken prices and an economic recovery.

Environment, Social, Governance (ESG) Updates

CG Report: 5

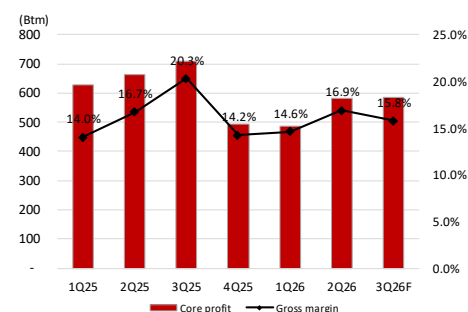
SET ESG Rating: AA

Environmental: Zero greenhouse gas target. GFPT aims to be a carbon neutral organisation by 2030 and achieve net zero carbon emissions by 2050.

Social: GFPT complies with the sustainability targets for the Sustainable Development Goals which include gender equality, quality education, and decent work and economic growth.

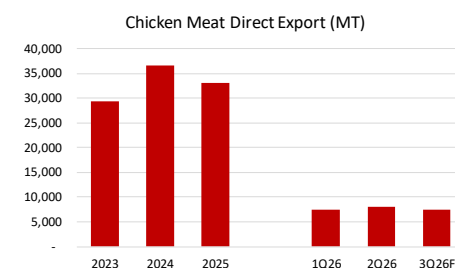
Governance: GFPT manages risk related to fraud and corruption by establishing an anti-fraud and corruption policy for the Board of Director's consideration and declaration. The company was certified as a member of the (Thai Private Sector Collective Action Against Corruption: CAC) in 2017 and has been renewed twice, in 2020 and 2023. The certification is valid for three years, expiring on 31 Dec 26.

Earnings Performance



Source: GFPT, UOB Kay Hian

Chicken Meat Direct Export (MT)



Source: GFPT, UOB Kay Hian

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Net turnover	18,840	18,383	18,832	19,178
EBITDA	3,345	3,293	3,421	3,561
Deprec. & amort.	1,733	1,797	1,894	1,987
EBIT	1,612	1,495	1,527	1,574
Total other non-operating income	365	383	377	384
Associate contributions	825	568	680	700
Net interest income/(expense)	(102)	(85)	(119)	(119)
Pre-tax profit	2,701	2,361	2,464	2,538
Tax	(245)	(239)	(251)	(258)
Minorities	(15)	(16)	(17)	(18)
Net profit	2,439	2,156	2,196	2,262
Net profit (adj.)	2,441	2,106	2,196	2,262

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Operating	3,140	2,923	2,739	2,922
Pre-tax profit	2,701	2,361	2,464	2,538
Tax	(245)	(239)	(251)	(258)
Deprec. & amort.	1,733	1,797	1,894	1,987
Associates	825	568	680	700
Working capital changes	(263)	220	(102)	(77)
Non-cash items	(342)	(1,250)	(1,250)	(1,250)
Other operating cashflows	(1,269)	(534)	(697)	(718)
Investing	(758)	(1,000)	(1,000)	(1,000)
Capex (growth)	(807)	(1,000)	(1,000)	(1,000)
Investments	0	0	0	0
Others	49	0	0	0
Financing	(953)	(300)	(257)	(261)
Dividend payments	(251)	(317)	(274)	(279)
Loan repayment	(625)	0	0	0
Others/interest paid	(77)	16	17	18
Net cash inflow (outflow)	1,429	1,623	1,482	1,661
Beginning cash & cash equivalent	2,101	3,530	5,153	6,636
Ending cash & cash equivalent	3,530	5,153	6,636	8,297

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Fixed assets	13,176	13,628	13,984	14,247
Other LT assets	6,230	6,230	6,230	6,230
Cash/ST investment	3,530	5,153	6,636	8,297
Other current assets	4,927	4,981	5,097	5,186
Total assets	27,863	29,992	31,947	33,960
ST debt	1,118	1,118	1,118	1,118
Other current liabilities	819	1,093	1,109	1,120
LT debt	3,470	3,470	3,470	3,470
Other LT liabilities	760	760	760	760
Shareholders' equity	21,536	23,375	25,297	27,280
Minority interest	160	177	194	212
Total liabilities & equity	27,863	29,992	31,947	33,960

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	17.8	17.9	18.2	18.6
Pre-tax margin	14.3	12.8	13.1	13.2
Net margin	13.0	11.7	11.7	11.8
ROA	10.6	9.0	8.8	8.7
ROE	14.3	12.0	11.6	11.3
Growth				
Turnover	13.2	10.4	13.1	15.2
EBITDA	46.0	43.7	49.3	55.4
Pre-tax profit	107.6	81.5	89.4	95.2
Net profit	135.0	107.7	111.6	118.0
Net profit (adj.)	30.0	(13.7)	4.3	3.0
EPS	135.2	102.9	111.6	118.0
Leverage				
Debt to total capital	21.2	19.5	18.0	16.7
Debt to equity	21.3	19.6	18.1	16.8
Net debt/(cash) to equity	4.9	(2.4)	(8.1)	(13.6)
Interest cover	32.8	38.8	28.6	29.8

Kiatnakin Phatra Bank (KKP TB)

Wealth Business Is The Key Growth Driver And Has Good Prospects

Highlights

- Positive tone during the meeting.
- Dime is growing fast and would soon become the key driver for non-II.
- Maintain BUY with a target price of Bt150.00.

Analysis

- **Positive tone during the analyst meeting.** We attended Kiatnakin Phatra Bank's (KKP) analyst meeting on 20 Oct 26 and the tone was positive.
- **Impressive business performance in 3Q26.** Management said overall businesses are on track. Asset quality is healthy, and the wealth business performed well. In the past, the bank continued to improve and grow its wealth business and other segments in non-interest income (non-II), but asset quality problems dragged its overall performance.
- **A proactive strategy setting buffer against uncertainties.** The bank added management overlay (MO) accounting for a significant proportion of provision expenses in 3Q26. The bank added MO as a buffer against: a) economic uncertainties, and b) flooding impacts in Bangkok and Vicinity in late-Sep 26. However, the bank said the impact of the flooding is not expected to be severe, and the MO set aside for it is relatively small compared with that for economic uncertainties.
- **Maintain a strict lending policy.** Looking forward to 4Q26, the bank remains focused on loan portfolio quality, prioritising good asset quality rather than loan growth. KKP focuses on higher-income segments for housing loans, targeting a housing price of over Bt7m and monthly income higher than Bt70,000 to acquire good-quality loans. The losses on sales from repossessed vehicles increased qoq due to a higher sales inventory, while losses on sales per unit were quite stable.
- **Wealth management business is one of the prominent drivers to boost non-II.** Looking forward, non-II will continue to be a focus. KKP benefitted from some deals in bonds and overnight placements in 3Q26, driven by favourable stock market conditions. The wealth management business has assets under advisory reaching Bt1.12t, increasing 16% yoy in 9M26 with Bt67b of net new money. Meanwhile, the asset management business has assets under management reaching Bt355b, rising 19% in 9M26. Looking forward, the bank will continue to increase non-II to stabilise total revenue for the bank.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net interest income	19,847.8	17,256.8	17,635.0	18,973.1	19,635.3
Non-Interest Income	6,953.8	8,216.7	10,862.7	11,387.6	11,941.5
Net profit (rep./act.)	4,985.1	5,912.9	8,713.1	9,126.9	9,651.4
Net profit (adj.)	4,985.1	5,912.9	8,713.1	9,126.9	9,651.4
EPS (Bt)	5.9	7.3	10.1	10.6	11.2
PE (x)	19.1	15.6	11.2	10.7	10.1
P/B (x)	1.5	1.4	1.4	1.3	1.3
Dividend yield (%)	7.6	5.0	7.0	7.0	7.4
Net int margin (%)	4.2	3.9	4.0	4.2	4.3
Cost/income Ratio (%)	61.8	56.3	48.6	48.7	48.6
Loan loss cover (%)	134.2	137.2	155.9	155.9	155.9
Consensus net profit	n.a	n.a	7,507.5	7,690.8	8,059.1
UOBKH/Consensus (x)	n.a	n.a	1.2	1.2	1.2

Source: Kiatnakin Phatra Bank, Bloomberg, UOB Kay Hian

Analyst(s)

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BUY (Maintained)

Share Price	Bt114.50
Target Price	Bt150.00
Upside	31.0%

Stock Data

Sector	Financials
Bloomberg ticker	KKP TB
Shares issued (m)	895.4
Market cap (Btm)	101,630.6
Market cap (US\$m)	3,021.8
3-mth avg daily t'over (US\$m)	18.7

Price Performance (%)

52-week high/low			Bt121.50/Bt52.8	
1mth	3mth	6mth	1yr	YTD
22.4	40.6	64.5	124.8	66.9

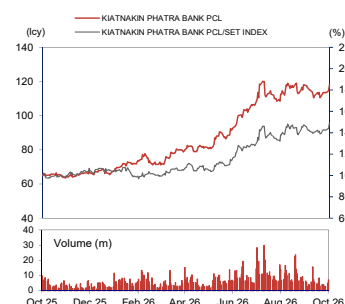
Major Shareholders (%)

Thai NVDR	14.44
Chodthanawat Co., Ltd.	5.17
Eastern Sugar Co., Ltd.	4.52

Balance Sheet Metrics

FY26 NAV/Share (Bt)	84.2
FY26 Net Debt/Share (Bt)	n.a

Price Chart



Source: Bloomberg

Company Description

The small-sized bank has roughly 2% of the credit market. Its strong focus on auto hire purchase lending which accounts for about half of its loan book.

- **Dime is growing fast and would soon become the key driver for non-II.** Dime is a mobile financial and digital investment platform designed to make saving and wealth management accessible, particularly for retail investors and younger generations. In 9M26, revenue from Dime was reported at around Bt1.37b, compared with Bt802m for 2025 (vs management's stated net profit of around Bt250m in 2025). Meanwhile, onboarded platform users and assets under platform reached 2.4m users (+48% in 9M26) and Bt198b in 3Q26 (+89% in 9M26) respectively.
- **The bank plans to extend services on Dime to generate more fees.** Looking forward, the bank will provide other financial services, such as life and health insurance, and other services on Dime to generate other fee income apart from investment-related fees.
- **3Q26 results recap.** KKP reported a net profit of Bt2.4b for 3Q26, increasing 43% yoy and 13% qoq. The results beat our and consensus expectations by 24% and 15% respectively. Pre-provision operating profit jumped 33% yoy and 8% qoq.

3Q26 Results Recap

Year to 31 Dec (Btm)	3Q26	2Q26	3Q25	qoq%	yoy%
Total gross loans	363,949	361,763	354,535	0.6	2.7
Net interest income	4,508	4,328	4,233	4.2	6.5
Non-interest income	3,202	2,558	2,496	25.2	28.3
Loan loss provision	(928)	(970)	(909)	(4.4)	2.1
Non-Interest Expenses	(3,734)	(3,200)	(3,742)	16.7	(0.2)
Pre-provision operating profit	3,976	3,687	2,987	7.8	33.1
Net income	2,388	2,122	1,670	12.5	43.0
EPS (Bt)	2.78	2.54	2.02	9.3	37.7
Ratio (%)					
NPL Ratio	3.4	3.5	4.3		
Loan loss coverage ratio (%)	155	151	137		
Loan Spread	4.7	4.6	4.4		
Credit cost (bp)	102	108	101		
Reported Credit Cost Inc Losses from	143	143	168		
Cost to income (%)	44	43	46		
CET1 ratio (%)	14.1	13.6	13.7		

Source: Kiatnakin Phatra Bank, UOB Kay Hian

Valuation/Recommendation

- **Maintain BUY with a target price of Bt150.00**, based on the Gordon Growth Model (cost of equity: 12.5%, long-term growth: 2.0%). Our target price implies 1.76x 2027F P/B.

Earnings Revision/Risk

- No earnings revision.

Share Price Catalyst

- Increase dividend payout ratio.

Environment, Social, Governance (ESG) Updates

CG Report: 5

SET ESG Rating: AAA

Environmental

- Financing to support Green Economy Transition.
- Optimal utilisation of energy and natural resources.
- Environmental sustainability initiatives.

Social

- Develop and improve service channels to increase financial access.
- Promote a safe and positive working environment for all employees.

Governance

- Ensure equity and quality to preserve good governance.

2026 Financial Targets

	9M26 Actual	2026 Revised Target	2026 Target
ROAE	12.9%	12-13%	10-11%
Loan growth	3.7%	3%	3%
Loan spread	4.6%	4.5-4.6%	4.3-4.4%
NPL ratio (Gross)	3.4%	3.5%	4.4%
*Credit cost	1.45%	1.3-1.5%	1.6-1.8%
*ECL plus loss from sales of repossessed cars			

Source: KKP, UOB Kay Hian

PE Band



Source: KKP, UOB Kay Hian

P/B Band



Source: KKP, UOB Kay Hian

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Interest income	26,289	24,220	25,751	27,007
Interest expense	(9,032)	(6,585)	(6,778)	(7,372)
Net interest income/(expense)	17,257	17,635	18,973	19,635
Fees & Commissions	5,935	7,622	8,266	8,687
Net Trading Income	1,675	2,491	2,355	2,485
Other Income	606	749	766	769
Non-Interest Income	8,217	10,863	11,388	11,942
Total Income	25,473	28,498	30,361	31,577
Staff Costs	(7,646)	(8,220)	(9,005)	(9,626)
Other Operating Expense	(6,684)	(5,624)	(5,769)	(5,727)
Pre-Provision Profit	11,143	14,654	15,588	16,225
Loan Loss Provision	(3,693)	(3,538)	(3,920)	(3,887)
Pre-tax profit	7,450	11,115	11,667	12,338
Tax	(1,481)	(2,189)	(2,333)	(2,468)
Minorities	(56)	(213)	(207)	(219)
Net profit	5,913	8,713	9,127	9,651
Net profit (adj.)	5,913	8,713	9,127	9,651

Operating Ratios

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Capital Adequacy				
Tier-1 CAR	14	14	14	14
Total CAR	16	16	16	16
Total Assets/Equity	8	7	7	7
Tangible Assets/Tangible Common Equity	8	7	7	7
Asset Quality				
NPL Ratio	4	3	3	3
Loan Loss Coverage	137	156	156	156
Loan Loss Reserve/Gross Loans	6	5	5	5
Increase in NPLs	(5)	(19)	4	1
Credit Cost (bp)	102	100	109	106
Liquidity				
Loan/Deposit Ratio	95	97	98	98
Liquid Assets/Short-Term Liabilities	23	24	24	24
Liquid Assets/Total Assets	17	17	17	17

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Cash With Central Bank	1,209	1,792	1,815	1,837
Govt Treasury Bills & Securities	42,851	45,245	46,369	47,076
Interbank Loans	39,238	39,787	40,734	41,340
Customer Loans	331,200	339,790	343,699	347,800
Investment Securities	23,637	27,784	28,431	28,727
Derivative Receivables	9,824	13,959	14,293	14,499
Associates & JVs	0	0	0	0
Properties & Other Fixed Assets	13,218	12,772	12,706	12,696
Goodwill & Intangible Assets	5,055	4,885	4,885	4,885
Other Assets	21,864	28,209	29,087	29,400
Total assets	488,095	514,223	522,020	528,261
Interbank Deposits	13,078	17,545	18,567	18,912
Customer Deposits	348,300	349,200	352,343	356,227
Bills Payable	439	736	736	736
Derivative Payables	9,832	12,872	13,087	13,170
Subordinated Debts	15,088	25,146	25,983	24,577
Other Liabilities	36,152	37,019	37,153	37,506
Total liabilities	422,889	442,518	447,869	451,128
Shareholders' funds	64,772	73,079	75,322	78,090
Minority interest	434	576	778	992
Total Equity & Liabilities	488,095	516,172	523,969	530,210

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Growth				
Net Interest Income, yoy Chg	(13)	2	8	3
Fees & Commissions, yoy Chg	10	28	8	5
Pre-Provision Profit, yoy Chg	9	32	6	4
Net Profit, yoy Chg	19	47	5	6
Customer Loans, yoy Chg	(7)	3	1	1
Profitability				
Net Interest Margin	4	4	4	4
Cost/Income Ratio	56	49	49	49
Adjusted ROA	1	2	2	2
Reported ROE	9	13	13	13
Adjusted ROE	9	13	13	13
Valuation				
P/BV	1	1	1	1
P/NTA	2	1	1	1
Adjusted P/E	16	11	11	10
Dividend Yield	5	7	7	7

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