

Malaysia

**Neutral** (no change)

Highlighted Companies

**Kuala Lumpur Kepong**  
ADD, TP RM28.64, RM25.14 close

We favour Kuala Lumpur Kepong (KLK) as it is a beneficiary of rising CPO prices. The other attraction of KLK is the potential earnings accretion from the acquisition of IJM Plantation.

Summary Valuation Metrics

P/E (x)	Dec-22F	Dec-23F	Dec-24F
Kuala Lumpur Kepong	12.05	16.00	
P/BV (x)	Dec-22F	Dec-23F	Dec-24F
Kuala Lumpur Kepong	1.90	1.81	
Dividend Yield	Dec-22F	Dec-23F	Dec-24F
Kuala Lumpur Kepong	3.66%	2.77%	

# Agribusiness

## CPO price could fall on higher supply in 2H

- Malaysian palm oil stock fell 7% mom to 1.52m tonnes as at end-May due to higher exports — within expectations; neutral for CPO price.
- Indonesia’s resumption of palm oil exports in Jun could dampen export volumes from Malaysia.
- We project palm oil stock to rise by 5% by end-Jun 2022F and CPO price to trend lower in 2H22F due to improved edible oil supplies. Reiterate Neutral.

### 7% mom decline in May’s palm oil stock in line with expectation

Malaysia's palm oil stock fell 7% mom and 3% yoy to 1.52m tonnes in May 2022 on higher exports. The stock level was 0.6% below our forecast of 1.53m tonnes and 1.3% below Reuters’ poll estimate of 1.54m tonnes, but 0.6% above Bloomberg consensus’ forecast of 1.51m tonnes. The palm oil inventory in Malaysia remained tight as at end-May, at 19% below its historical 10-year average May stock level of 1.88m tonnes. Overall, we expect this news to be neutral for CPO price as the stats were broadly in line with expectations.

### Weak output due to lower harvesting days and labour shortfall

CPO output fell 0.1% mom and 7% yoy to 1.46m tonnes in May 2022, as workers’ productivity was impacted by the foreign workers shortage and fewer harvesting days, due mainly to the Hari Raya celebrations during 2-3 May. We gather that planters are likely to receive new foreign workers starting end-Jun to alleviate their labour shortage, which could partially ease the labour shortage issue. Palm oil output for 5M22 fell 0.4% yoy to 6.7m tonnes, which is behind our forecasts for Malaysia’s CPO production for 2022F (+4% to 18.9m tonnes).

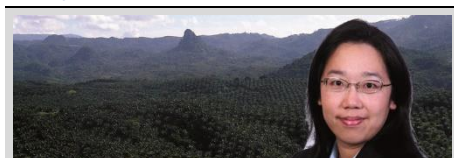
### Strong palm oil exports in May due to Indonesia’s export ban

Palm oil exports increased 27% mom and 7% yoy to 1.34m tonnes in May. The higher exports are driven mainly by Indonesia’s decision to ban palm oil exports from 28 Apr to 23 May 2022. This shifted palm oil demand from Indonesia to Malaysia. However, the palm oil trade flows could shift back to Indonesia in Jun as the Indonesian government has issued 383 export permits to ship 460,647 tonnes of palm oil this month and introduced a palm oil export accelerating programme of up to 1m tonnes of palm oil.

### Higher palm oil supply likely to lower CPO price in 2H22F

We project palm oil stock to rise by 5.1% mom to 1.6m tonnes by end-Jun 2022F, on higher output (+5.3% mom) and lower exports (-5% mom). We believe CPO prices could trade in the range of RM5,500-6,500 per tonne in Jun 2022F due to the uncertain export supply of sunflower oil from Ukraine and lower-than-usual palm oil export supply from Indonesia, as the Indonesian government tweaks its export policies on palm oil to secure domestic cooking oil supply. We maintain our average CPO price forecasts for 2022F/2023F at RM5,600/RM3,800 per tonne. We believe weaker 2H22F CPO prices, coupled with higher operating costs due to the hike in the minimum wage in Malaysia to RM1,500 per month effective 1 May 2022, higher fertiliser costs, as well as the windfall/Cukai Makmur tax will lead to lower profit margins in 2H22F unless productivity improves. We keep our Neutral rating as sector P/E valuations of 12.8x for FY22F, coupled with dividend yields of 4.3%, is supportive of planters share price.

Analyst(s)



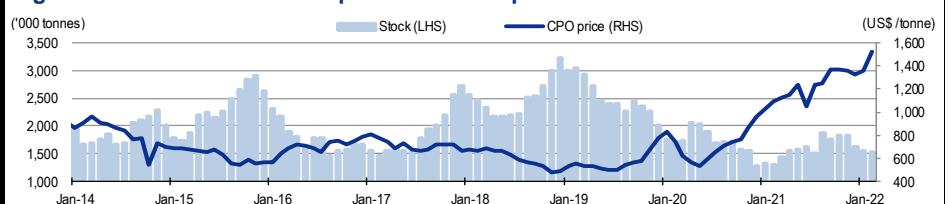
**Ivy NG Lee Fang, CFA**

T (60) 3 2635 9292  
E ivy.ng@cgs-cimb.com

**Nagulan RAVI**

T (60) 3 2635 9264  
E nagulan.ravi@cgs-cimb.com

Figure 1: Historical relationship between CPO prices and stocks



SOURCES: CGS-CIMB RESEARCH, MPOB

Figure 2: Sector comparison – Agribusiness

Company	BB Ticker	Recom.	Price	Target Price	Market Cap	Core P/E (x)		3-year EPS	P/BV (x)		Recur. ROE (%)		EV/EBITDA (x)		Dividend Yield (%)	
			(local curr)	(local curr)		CY2022F	CY2023F	CAGR (%)	CY2022F	CY2023F	CY2022F	CY2023F	CY2022F	CY2023F	CY2022F	CY2023F
IOI Corporation	IOI MK	Hold	RM4.12	RM4.56	5,827	16.9	20.0	-12.9%	2.31	2.18	15.7%	11.7%	9.6	11.7	3.6%	2.7%
Kuala Lumpur Kepong	KLK MK	Add	RM25.14	RM28.64	6,170	12.1	16.0	-18.9%	1.90	1.81	17.2%	11.6%	6.8	8.6	3.7%	2.8%
FGV Holdings Bhd	FGV MK	Hold	RM1.65	RM1.69	1,370	4.6	10.6	-55.4%	0.95	0.89	22.7%	8.6%	3.2	5.2	6.2%	3.0%
Genting Plantations	GENP MK	Hold	RM7.19	RM8.76	1,468	11.4	20.4	-16.6%	1.20	1.18	11.1%	5.9%	6.1	9.4	5.7%	3.5%
Hap Seng Plantations	HAPL MK	Hold	RM2.59	RM2.80	471	7.6	14.7	-33.5%	1.04	1.01	14.4%	7.0%	3.2	5.3	8.1%	4.1%
Ta Ann	TAH MK	Hold	RM4.90	RM5.45	491	5.9	10.3	-39.4%	1.19	1.11	22.1%	11.2%	3.2	4.8	7.0%	3.9%
United Malacca Bhd	UMR MK	Hold	RM5.61	RM5.42	268	12.5	21.2	-57.5%	0.83	0.82	6.8%	3.9%	6.0	7.8	3.2%	1.9%
<b>Malaysia Average</b>						<b>12.8</b>	<b>17.3</b>	<b>-21.3%</b>	<b>1.8</b>	<b>1.7</b>	<b>16.5%</b>	<b>10.6%</b>	<b>7.2</b>	<b>9.3</b>	<b>4.3%</b>	<b>2.9%</b>
Wilmar International	WIL SP	Add	SGD4.17	SGD5.69	19,053	10.8	10.8	-6.9%	0.93	0.89	8.8%	8.4%	10.5	9.9	4.2%	4.2%
Golden Agri-Resources	GGR SP	Hold	SGD0.29	SGD0.30	2,626	5.7	12.1	-35.7%	0.52	0.51	9.9%	4.4%	4.2	5.5	3.6%	1.7%
First Resources Ltd	FR SP	Hold	SGD2.03	SGD2.10	2,326	9.8	15.1	-7.1%	1.77	1.67	18.9%	11.4%	5.2	7.0	5.1%	3.3%
<b>Singapore Average</b>						<b>10.2</b>	<b>11.4</b>	<b>-10.1%</b>	<b>1.0</b>	<b>0.9</b>	<b>9.9%</b>	<b>8.3%</b>	<b>9.3</b>	<b>9.2</b>	<b>4.2%</b>	<b>3.8%</b>
Astra Agro Lestari	AALI IJ	Add	Rp11,475.00	Rp12,300.00	1,516	9.0	12.5	-31.7%	0.99	0.94	11.4%	7.7%	5.3	5.9	4.8%	3.4%
Dharma Satya Nusantara	DSNG IJ	Add	Rp555.00	Rp1,250.00	404	6.1	6.2	-26.7%	0.82	0.75	14.1%	12.6%	4.8	4.4	3.9%	3.8%
London Sumatra	LSIP IJ	Add	Rp1,355.00	Rp1,510.00	635	7.6	12.5	-17.4%	0.90	0.87	12.4%	7.1%	2.9	3.7	5.3%	3.2%
Triputra Agro Persada	TAPG IJ	Add	Rp675.00	Rp1,110.00	920	7.5	8.6	-17.7%	1.51	1.34	20.2%	15.5%	5.5	5.5	4.1%	3.6%
<b>Indonesia Average</b>						<b>8.0</b>	<b>10.7</b>	<b>-24.8%</b>	<b>1.1</b>	<b>1.0</b>	<b>14.2%</b>	<b>10.2%</b>	<b>4.9</b>	<b>5.2</b>	<b>4.6%</b>	<b>3.5%</b>
<b>Sector average</b>						<b>10.3</b>	<b>13.1</b>	<b>-18.7%</b>	<b>1.3</b>	<b>1.2</b>	<b>13.5%</b>	<b>9.7%</b>	<b>7.1</b>	<b>7.9</b>	<b>4.4%</b>	<b>3.4%</b>

SOURCES: CGS-CIMB RESEARCH, COMPANY REPORTS

Malaysia's palm oil stock fell 7% mom and 3% yoy to 1.52m tonnes in May 2022 due to higher exports.

The stock level was 0.6%, or only 0.1m tonnes, lower than our forecast of 1.53m tonnes (as per our stock preview note on 6 June 2022), due mainly to higher-than-expected exports.

However, Malaysia's palm oil stock as of end-May 2022 was 0.6% above Bloomberg consensus' forecast of 1.51m tonnes, but 1.3% below Reuters' poll estimate of 1.54m tonnes.

The end-May stock level remains tight, at 19% below the historical 10-year average May stock level of 1.88m tonnes, as buyers drew supply from Malaysia, following Indonesia's export ban (28 Apr to 23 May 2022).

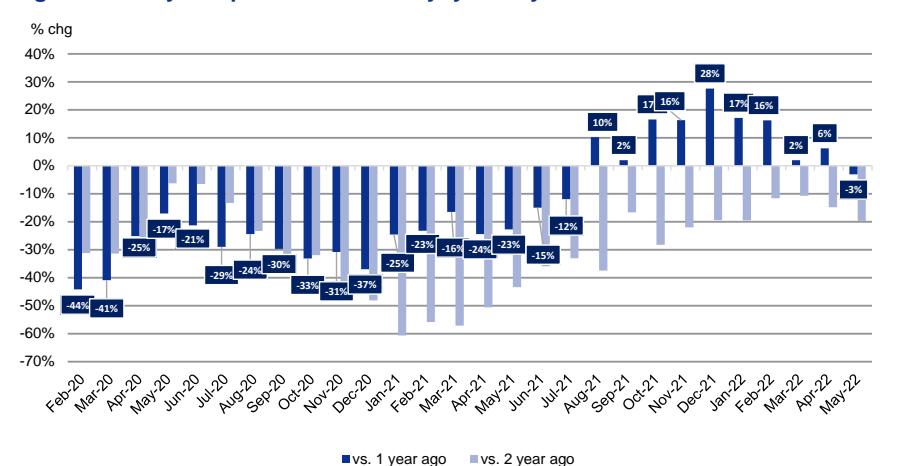
In May 2022, palm oil inventory in Malaysia fell relatively to a-year-ago's levels, after nine consecutive months of being above the said level. The May 2022 inventory was 3% lower than that of May 2021 and 25% below that of May 2020 (two years ago).

**Figure 3: Malaysia's palm oil statistics for May 2022**

('000 tonnes)	May	May	Apr	May	May	5M	5M	yoy
	CY22	CY21	CY22	mom	yoy	2022	2021	chg
Opening stock	1,642	1,546	1,473	11%	6%	1,615	1,266	28%
Production	1,461	1,572	1,462	(0%)	(7%)	6,725	6,758	(0%)
Pen Malaysia	822	857	840	(2%)	(4%)	3,754	3,740	0%
East Malaysia	639	715	622	3%	(11%)	2,971	3,018	(2%)
Imports	51	89	76	(34%)	(43%)	432	589	(27%)
Exports	1,359	1,269	1,073	27%	7%	5,971	5,648	6%
Dom. Disappearance	273	368	296	(8%)	(26%)	1,279	1,395	(8%)
Ending Stocks	1,522	1,569	1,642	(7%)	(3%)	1,522	1,569	(3%)

SOURCES: CGS-CIMB RESEARCH, MPOB

**Figure 4: Malaysian palm oil stock fell yoy in May 2022**



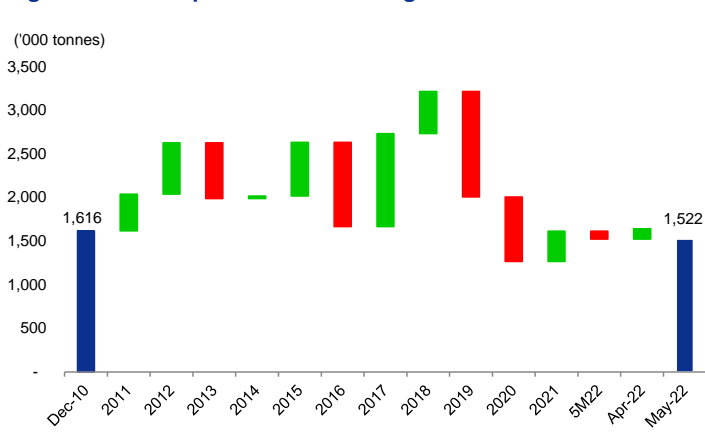
SOURCES: CGS-CIMB RESEARCH, MPOB

**Figure 5: Monthly palm oil stock changes since Dec 2018**



SOURCES: CGS-CIMB RESEARCH, MPOB

**Figure 6: Annual palm oil stock changes since 2010**

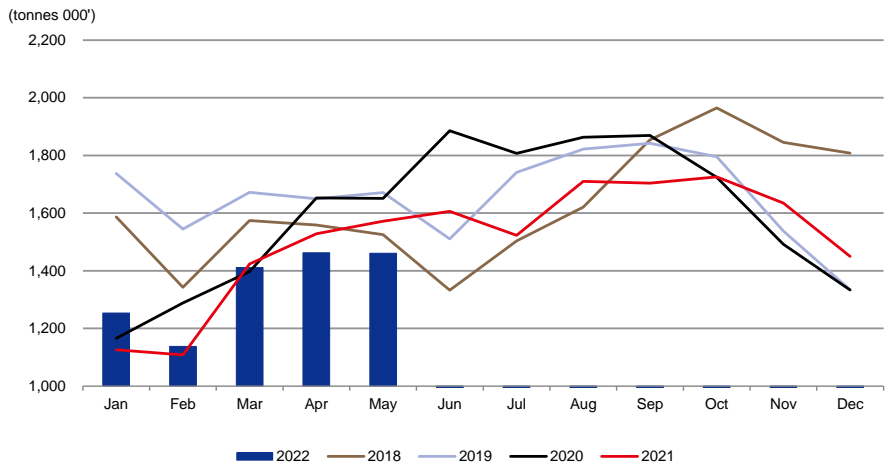


SOURCES: CGS-CIMB RESEARCH, MPOB

CPO output fell 0.1% mom and 7% yoy to 1.46m tonnes in May 2022. The mom fall diverged from the historical 5-year average mom increase of 0.4% in May. We believe this could be due to fewer working days, due to International Workers Day and Hari Raya celebrations from 1–3 May and labour shortage issues.

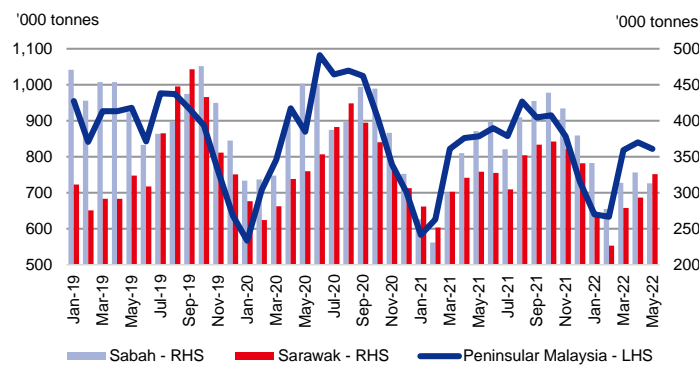
The May output level was 6% below the past 5-year average of 1.58m tonnes for May. Malaysian estates are currently facing a shortfall of around 75,000-100,000 workers (mostly harvesters). The labour issues have also led to ageing trees due to delays in replanting and new planting plans. On top of these, low CPO prices in 2018 and 2019 had led farmers to reduce fertiliser input, which may have also contributed to the low CPO output level. Seasonally, CPO production in Malaysia peaks in Aug-Oct and starts to trend lower in Nov-Dec.

**Figure 7: Monthly CPO production fell 0.1% mom and 7% yoy in May 2022**



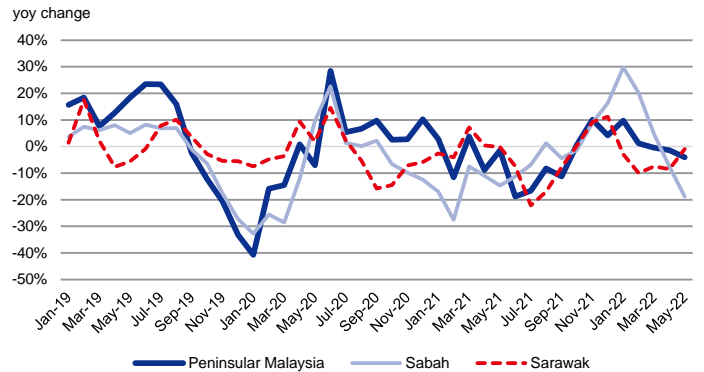
SOURCES: CGS-CIMB RESEARCH, MPOB

**Figure 8: Monthly CPO production by region ('000 tonnes)**



SOURCES: CGS-CIMB RESEARCH, MPOB

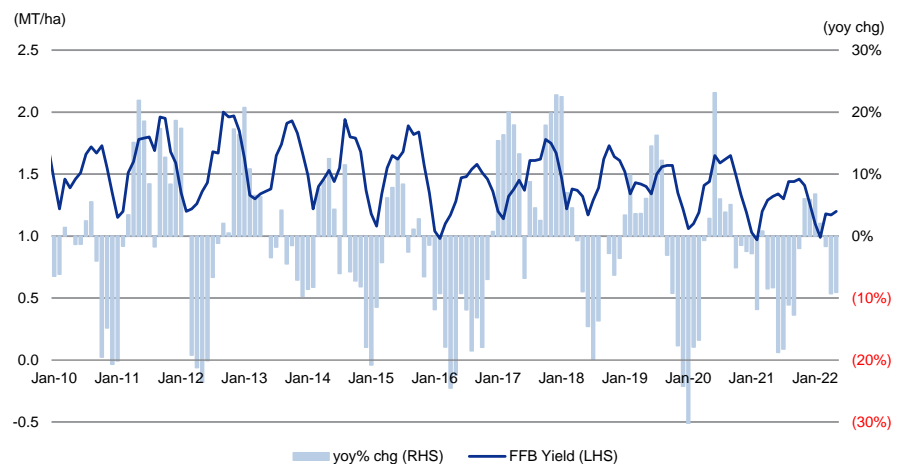
**Figure 9: Monthly CPO production by region (yoy change)**



SOURCES: CGS-CIMB RESEARCH, MPOB

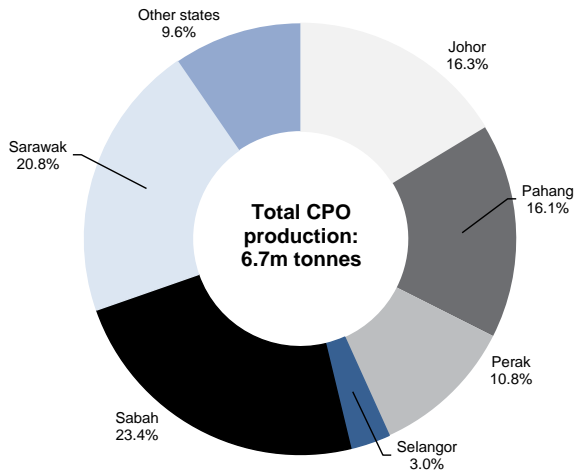
FFB yields increased 3% mom, but declined 9% yoy, to 1.2 tonnes/ha in May 2022. The mom increase was mainly driven by higher FFB yields recorded in Terengganu and Sarawak's palm oil estates.

**Figure 10: Monthly FFB yields and yoy changes**



SOURCES: CGS-CIMB RESEARCH, MPOB

**Figure 11: Malaysia's CPO production as at May 2022**



SOURCES: CGS-CIMB RESEARCH, MPOB

**Figure 12: FFB yield by state (May 2022)**

(MT/ha)	May	May	Apr	May	May
	CY22	CY21	CY22	yoy chg	mom chg
Johor	1.38	1.50	1.35	(8%)	2%
Kedah	1.11	1.62	1.17	(31%)	(5%)
Kelantan	0.84	0.81	0.86	4%	(2%)
Malacca	1.53	1.52	1.54	1%	(1%)
N. Sembilan	1.43	1.45	1.41	(1%)	1%
Pahang	1.28	1.35	1.25	(5%)	2%
Penang	0.87	1.09	1.05	(20%)	(17%)
Perak	1.53	1.67	1.52	(8%)	1%
Selangor	1.32	1.72	1.55	(23%)	(15%)
Terengganu	0.91	0.90	0.80	1%	14%
Sabah	1.11	1.40	1.14	(21%)	(3%)
Sarawak	1.12	1.14	1.03	(2%)	9%
<b>Malaysia</b>	<b>1.20</b>	<b>1.32</b>	<b>1.17</b>	<b>(9%)</b>	<b>3%</b>

SOURCES: CGS-CIMB RESEARCH, MPOB

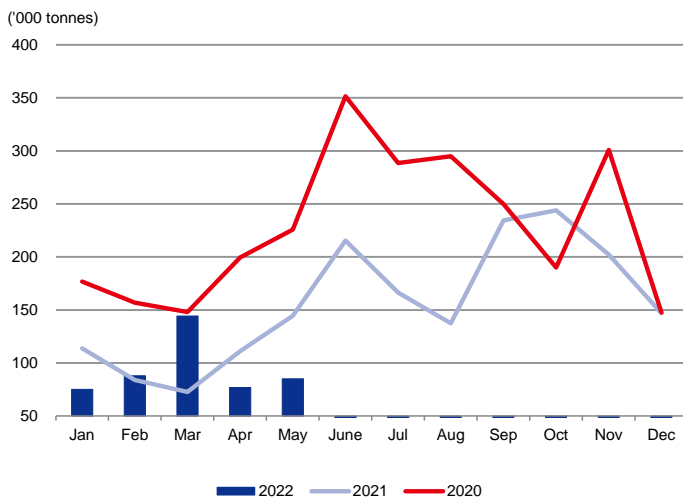
Palm oil exports increased 27% mom and 7% yoy to 1.36m tonnes in May 2022. The stronger mom exports were mainly due to the palm oil export ban imposed by the Indonesian government on 28 Apr 2022, which lasted for 3 weeks until 23 May 2022. All key palm oil consumers resorted to buying Malaysian palm oil.

**Figure 13: Malaysia's monthly and YTD exports to selected destinations (May 2022)**

( <sup>'000</sup> tonnes)	May	Apr	May	May	May	5M	5M	yoy
	2022	2022	2021	mom	yoy	2022	2021	chg
China	85	77	145	11%	(41%)	469	526	(11%)
India	303	254	389	19%	(22%)	1,215	1,295	(6%)
EU	139	116	147	20%	(5%)	652	607	7%
Pakistan	10	9	50	10%	(81%)	180	239	(25%)
US	18	11	21	64%	(14%)	48	119	(60%)
Others	804	606	517	33%	56%	3,407	2,868	19%
<b>Total</b>	<b>1,359</b>	<b>1,073</b>	<b>1,269</b>	<b>27%</b>	<b>7%</b>	<b>5,971</b>	<b>5,655</b>	<b>6%</b>

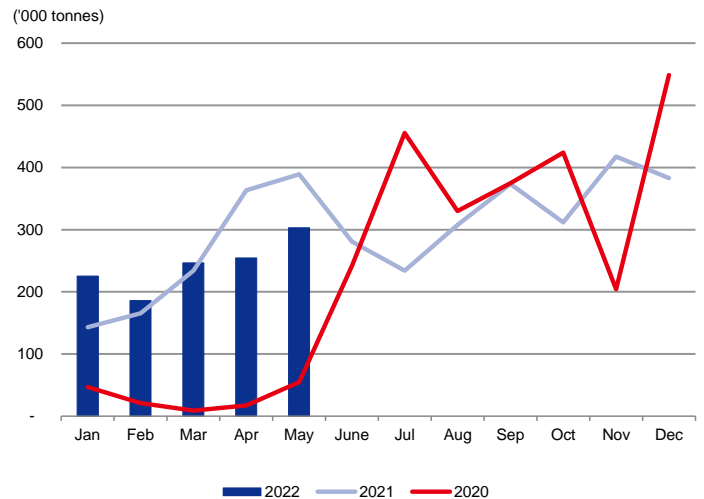
SOURCES: CGS-CIMB RESEARCH, MPOB

**Figure 14: Malaysia's palm oil exports to China rose 10.7% mom but fell 41% yoy in May 2022**



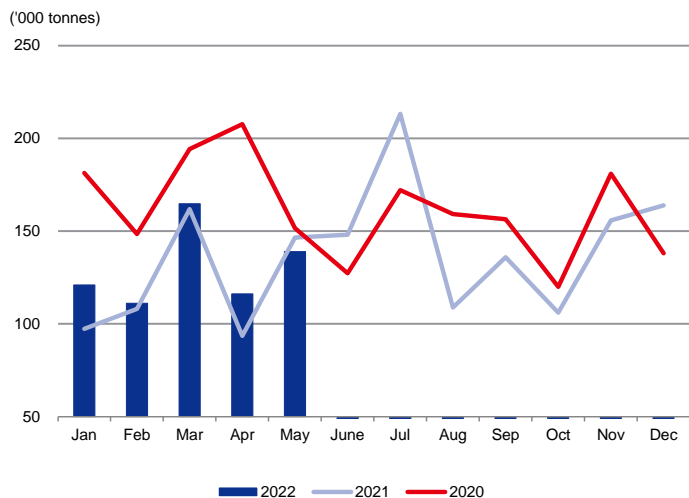
SOURCES: CGS-CIMB RESEARCH, MPOB

**Figure 15: Malaysia's palm oil exports to India rose 19% mom but fell 22% yoy in May 2022**



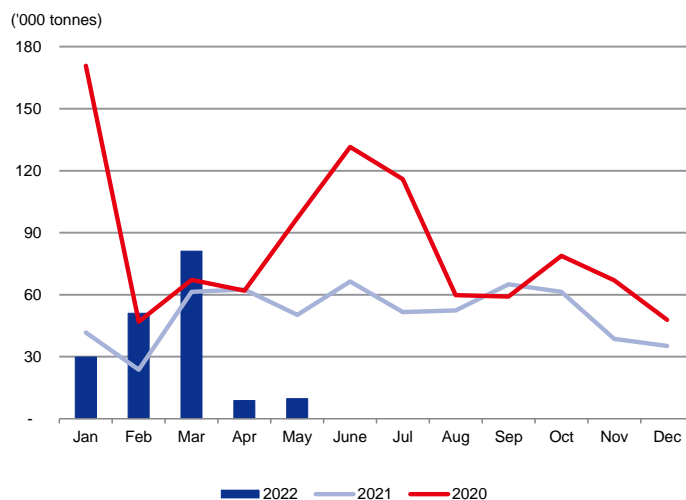
SOURCES: CGS-CIMB RESEARCH, MPOB

**Figure 16: Malaysia's palm oil exports to the EU rose 19.6% mom but fell 5% yoy in May 2022**



SOURCES: CGS-CIMB RESEARCH, MPOB

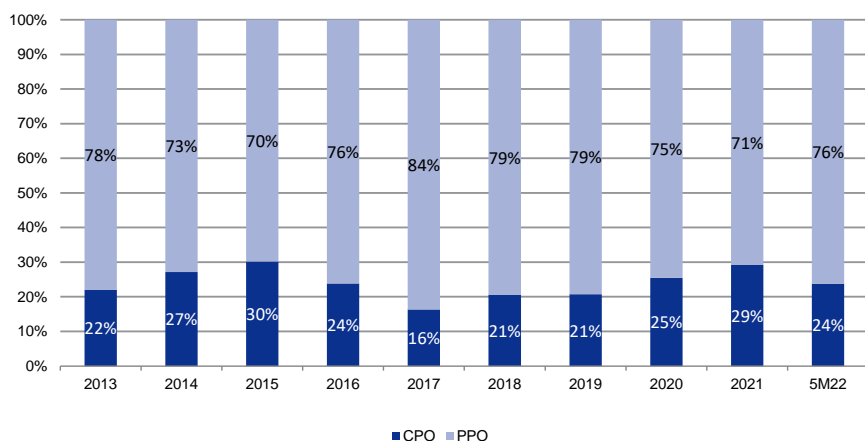
**Figure 17: Malaysia's palm oil exports to Pakistan rose 10% mom but fell 81% yoy in May 2022**



SOURCES: CGS-CIMB RESEARCH, MPOB

The CPO share of total Malaysian palm oil exports fell to 24% in 5M2022 (vs. 29% in 2021). We believe the lower yoy share of CPO exports compared with a year ago was due to higher export duty on CPO for 5M22 vs. 2021. This has made local refiners more competitive in the export markets as refined palm products attract zero export duty in Malaysia.

**Figure 18: Breakdown of Malaysia's palm oil export volume by product**



SOURCES: CGS-CIMB RESEARCH, MPOB

**Figure 19: Malaysia's palm oil export destinations – largest gainers in export volumes in 5M22**

Country	Total export in 5M22 ('000 tonnes)	yoy chg ('000 tonnes)	% of total gross increase
Saudi Arabia	234	130	13%
Kenya	318	114	11%
Egypt	160	113	11%
Turkey	360	63	6%
U.A.E	102	57	5%
Vietnam	163	56	5%
Other gainers	1,919	504	49%
<b>Total gainers</b>	<b>3,255</b>	<b>1,038</b>	<b>100%</b>

SOURCES: CGS-CIMB RESEARCH, MPOB

**Figure 20: Malaysia's palm oil export destinations – largest decliners in export volumes in 5M22**

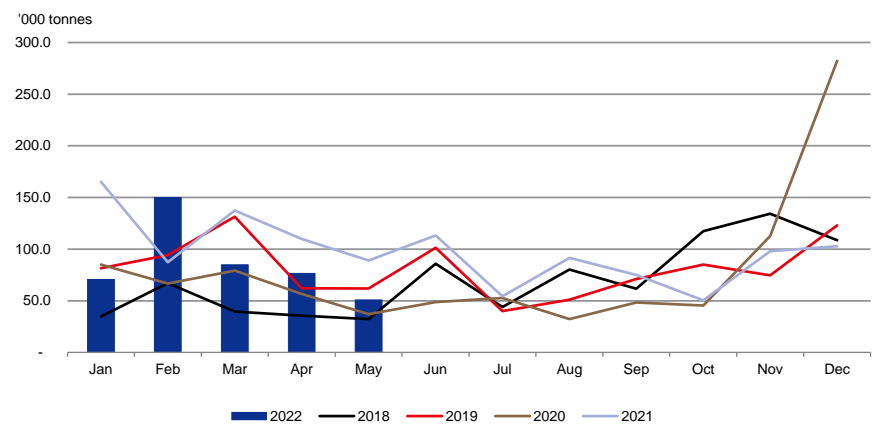
Country	Total export in 5M22 ('000 tonnes)	yoy chg ('000 tonnes)	% of total gross decrease
Iran	109	(145)	20%
India	1,215	(81)	11%
U.S.A	48	(72)	10%
Ghana	4	(71)	10%
Nigeria	21	(63)	9%
Pakistan	180	(59)	8%
Other decliners	1,153	(219)	31%
<b>Total decliners</b>	<b>2,731</b>	<b>(709)</b>	<b>100%</b>

SOURCES: CGS-CIMB RESEARCH, MPOB



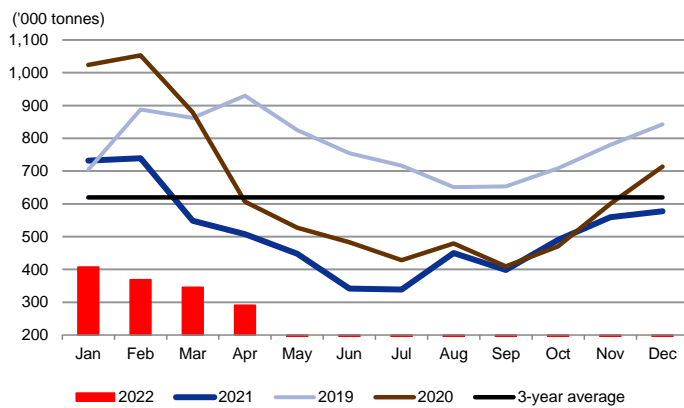
Palm oil imports fell 34% mom and 43% yoy to 51k tonnes in May 2022. This could be due to the export ban imposed in Indonesia as well as lower transshipments, in our view.

**Figure 21: May 2022 palm oil imports fell 34% mom to 51k tonnes**



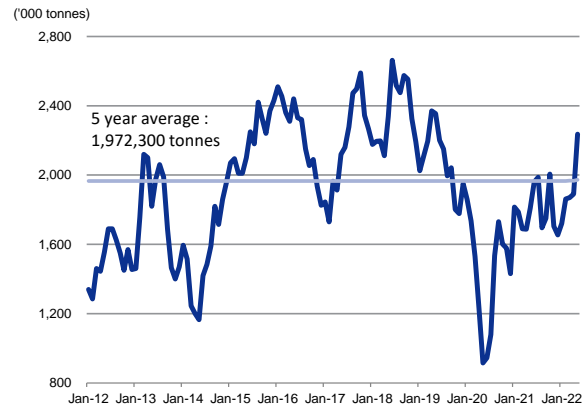
SOURCES: CGS-CIMB RESEARCH, MPOB

**Figure 22: Total palm oil stocks at China's domestic ports fell 16% mom (30 Apr 2022: 290,900 tonnes)**



SOURCES: CGS-CIMB, MPOC

**Figure 23: Indian edible oil stocks at ports and pipelines were above 5-year average (1 May 2022: 2,236,000 tonnes)**



SOURCES: CGS-CIMB, SOLVENT EXTRACTORS' ASSOCIATION OF INDIA, AGRIWATCH

Our tracking of India's monthly imports of edible oils reveals that palm oil's market share of India's total edible oil imports fell yoy in Apr 2022 to 64% (vs. Apr 2021's 68%) but increased mom vs. May 2022's 51%. Soybean oil gained market share in India mom and yoy by 2% pts and 16% pts, respectively. In Apr 2022, sunflower oil's market share fell to 6% on a mom and yoy basis, from 20% and 18%, respectively.

India posted a 6% mom increase and 18% yoy fall in palm oil imports in Apr 2022. However, India palm oil imports fell by 12% yoy in 4M22 due possibly to demand destruction caused by the higher CPO prices. India's edible oil stock at ports and pipelines rose 18% mom to 2.24m tonnes as at 1 May 2022. This was above its historical five-year average stock level of 1.97m tonnes.

**Figure 24: India's imports of edible oils for Apr 2022**

('000 tonnes)	Apr	Apr	Mar	Apr	Apr	4M	4M	yoy chg
	CY22	CY21	CY22	mom	yoy	CY22	CY21	
<b>Palm oil</b>	573	702	540	6%	(18%)	2,120	2,403	(12%)
<b>Soft oils</b>	328	328	512	(36%)	(0%)	2,067	1,455	42%
Soybean oil	273	144	299	(9%)	90%	1,340	803	67%
Sunflower oil	54	184	212	(74%)	(70%)	727	652	11%
<b>Total edible oil</b>	900	1,030	1,052	(14%)	(13%)	4,187	3,859	9%

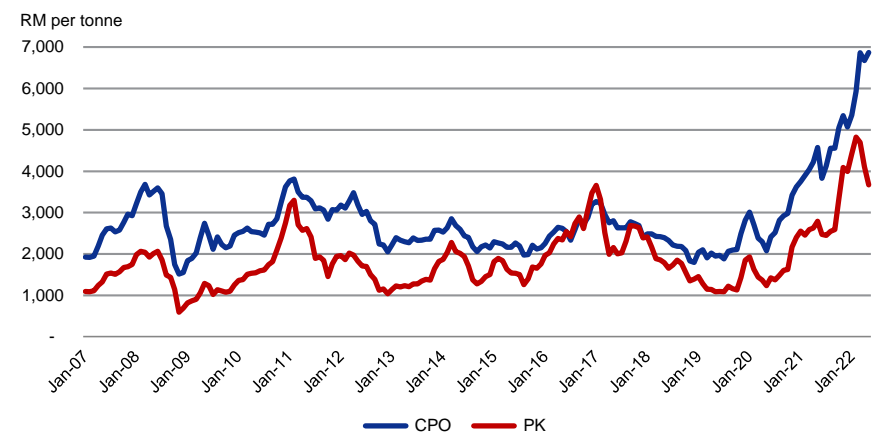
Ratio of imports	Apr	Apr	Mar	4M	4M
	CY22	CY21	CY22	CY22	CY21
<b>Palm oil</b>	64%	68%	51%	51%	62%
<b>Soft oils</b>	36%	32%	49%	49%	38%
Soybean oil	30%	14%	28%	32%	21%
Sunflower oil	6%	18%	20%	17%	17%
<b>Total edible oil</b>	100%	100%	100%	100%	100%

SOURCE: CGS-CIMB RESEARCH, SOLVENT EXTRACTORS' ASSOCIATION OF INDIA

Average CPO price rose 3% mom and 50% yoy to RM6,873/tonne in May 2022 — a monthly record high prices. The average palm kernel (PK) price fell 11% mom but rose 32% yoy to RM3,672 per tonne in May 2022, widening its discount to CPO to RM3,201 per tonne — i.e. 53.4% of CPO's value. In 5M22, CPO prices averaged RM6,340.6 per tonne, while PK prices averaged RM4,345.8 per tonne.

We project Malaysian CPO prices to weaken in Jun as the market weighs the concerns of slower global economic growth, changes in Indonesia's export rules for palm oil, the ongoing Russia-Ukraine war, unresolved labour shortage in Malaysia, and potential changes to government policies on biodiesel mandate.

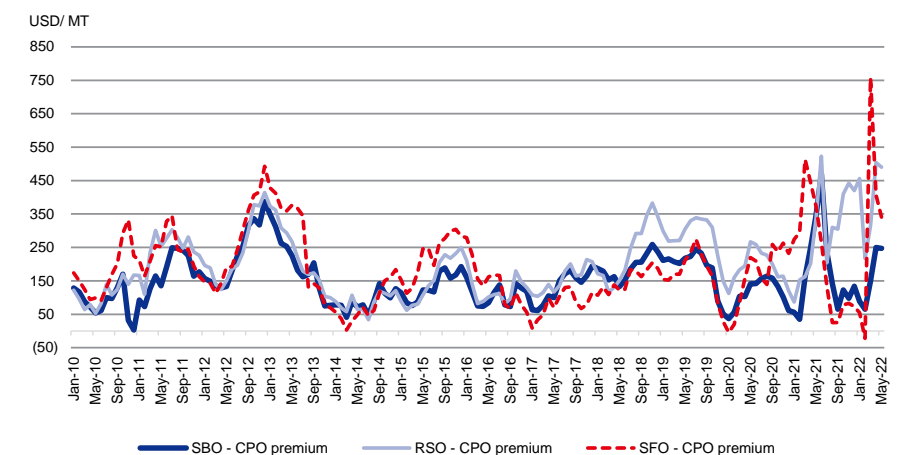
**Figure 25: Monthly CPO and PK prices**



SOURCE: CGS-CIMB RESEARCH, MPOB

In May 2022, the palm oil price discount against soybean oil fell slightly mom by 3% from US\$250/tonne to US\$247/tonne, above the historical 5-year average discount of approximately US\$167 per tonne. We note that sunflower oil premium to palm oil fell by 16% mom to US\$341/tonne, largely due to the demand disruption to sunflower oil.

**Figure 26: Price spread of competing edible oils vs. crude palm oil (North-West Europe market)**



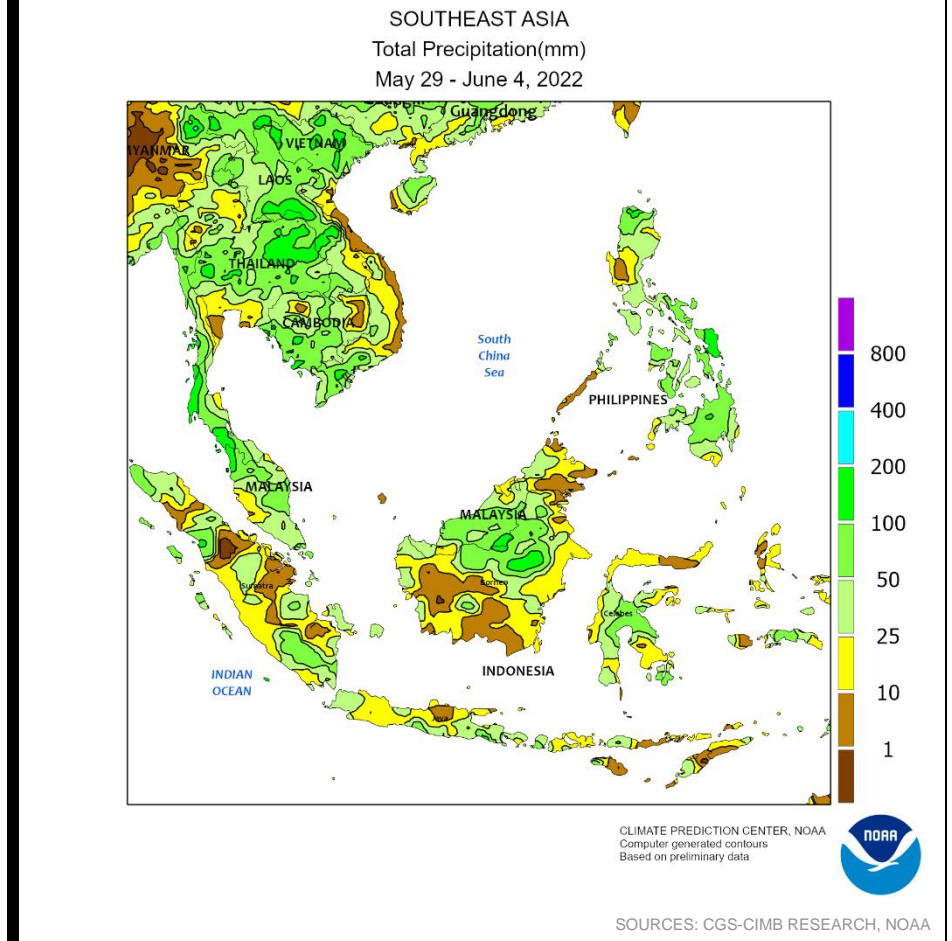
SBO : Soybean oil, RSO : Rapeseed oil, SFO : Sunflower oil

SOURCE: CGS-CIMB RESEARCH, MPOB



According to the Australian Government Bureau of Meteorology (BOM), The 2021-22 La Niña event remains active in the tropical Pacific Ocean. Climate outlooks indicate a return to neutral El Niño–Southern Oscillation (ENSO) levels — neither La Niña nor El Niño — during the southern hemisphere winter. Historically, La Nina tends to bring higher rainfall to palm oil regions, disrupting harvesting activities in the short term. The rainfall data from the National Oceanic and Atmospheric Administration (NOAA) reveal that the key palm oil growing regions experienced mixed weather conditions in the recent week up to 4 Jun 2022.

**Figure 27: Rainfall in key palm oil regions**



We project palm oil stocks to rise 5.1% mom to 1.6m tonnes by end-Jun 2022F, as production and imports trumps exports and local consumption. We expect Jun palm oil output to increase 5% mom (driven by higher productivity), and palm oil exports to fall 5% mom as buyers shift their sourcing to Indonesia after Indonesia lifted its palm oil export ban on 23 May 2022.

**Figure 28: Preliminary palm oil stock estimates for Jun 2022F**

	Jun	May	Jun	Jun	Jun
('000 tonnes)	22	22	21	mom	yoy
Opening stock	1,522	1,642	1,569	(7.3%)	(3.0%)
Production	1,538	1,461	1,606	5.3%	(4.2%)
Imports	100	51	113	97.0%	(11.6%)
Exports	1,291	1,359	1,419	(5.0%)	(9.0%)
Dom Disappearance	270	273	256	(1.0%)	5.6%
Ending stocks	1,599	1,522	1,614	5.1%	(0.9%)

SOURCE: CGS-CIMB RESEARCH, MPOB

## DISCLAIMER

The content of this report (including the views and opinions expressed therein, and the information comprised therein) has been prepared by and belongs to CGS-CIMB. Reports relating to a specific geographical area are produced and distributed by the corresponding CGS-CIMB entity as listed in the table below.

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation.

By accepting this report, the recipient hereof represents and warrants that he is entitled to receive such report in accordance with the restrictions set forth below and agrees to be bound by the limitations contained herein (including the “Restrictions on Distributions” set out below). Any failure to comply with these limitations may constitute a violation of law. This publication is being supplied to you strictly on the basis that it will remain confidential. No part of this report may be (i) copied, photocopied, duplicated, stored or reproduced in any form by any means; or (ii) redistributed or passed on, directly or indirectly, to any other person in whole or in part, for any purpose without the prior written consent of CGS-CIMB.

The information contained in this research report is prepared from data believed to be correct and reliable at the time of issue of this report. CGS-CIMB may or may not issue regular reports on the subject matter of this report at any frequency and may cease to do so or change the periodicity of reports at any time. CGS-CIMB has no obligation to update this report in the event of a material change to the information contained in this report. CGS-CIMB does not accept any obligation to (i) check or ensure that the contents of this report remain current, reliable or relevant, (ii) ensure that the content of this report constitutes all the information a prospective investor may require, (iii) ensure the adequacy, accuracy, completeness, reliability or fairness of any views, opinions and information, and accordingly, CGS-CIMB, its affiliates and related persons including China Galaxy International Financial Holdings Limited (“CGIFHL”) and CIMB Group Sdn. Bhd. (“CIMBG”) and their respective related corporations (and their respective directors, associates, connected persons and/or employees) shall not be liable in any manner whatsoever for any consequences (including but not limited to any direct, indirect or consequential losses, loss of profits and damages) of any reliance thereon or usage thereof. In particular, CGS-CIMB disclaims all responsibility and liability for the views and opinions set out in this report.

Unless otherwise specified, this report is based upon sources which CGS-CIMB considers to be reasonable. Such sources will, unless otherwise specified, for market data, be market data and prices available from the main stock exchange or market where the relevant security is listed, or, where appropriate, any other market. Information on the accounts and business of company(ies) will generally be based on published statements of the company(ies), information disseminated by regulatory information services, other publicly available information and information resulting from our research.

Whilst every effort is made to ensure that statements of facts made in this report are accurate, all estimates, projections, forecasts, expressions of opinion and other subjective judgments contained in this report are based on assumptions considered to be reasonable as of the date of the document in which they are contained and must not be construed as a representation that the matters referred to therein will occur. Past performance is not a reliable indicator of future performance. The value of investments may go down as well as up and those investing may, depending on the investments in question, lose more than the initial investment. No report shall constitute an offer or an invitation by or on behalf of CGS-CIMB or any of its affiliates (including CGIFHL, CIMBG and their respective related corporations) to any person to buy or sell any investments.

CGS-CIMB, its affiliates and related corporations (including CGIFHL, CIMBG and their respective related corporations) and/or their respective directors, associates, connected parties and/or employees may own or have positions in securities of the company(ies) covered in this research report or any securities related thereto and may from time to time add to or dispose of, or may be materially interested in, any such securities. Further, CGS-CIMB, its affiliates and their respective related corporations (including CGIFHL, CIMBG and their respective related corporations) do and seek to do business with the company(ies) covered in this research report and may from time to time act as market maker or have assumed an underwriting commitment in securities of such company(ies), may sell them to or buy them from customers on a principal basis and may also perform or seek to perform significant investment banking, advisory, underwriting or placement services for or relating to such company(ies) as well as solicit such investment, advisory or other services from any entity mentioned in this report.

CGS-CIMB or its affiliates (including CGIFHL, CIMBG and their respective related corporations) may enter into an agreement with the company(ies) covered in this report relating to the production of research reports. CGS-CIMB may disclose the contents of this report to the company(ies) covered by it and may have amended the contents of this report following such disclosure.

The analyst responsible for the production of this report hereby certifies that the views expressed herein accurately and exclusively reflect his or her personal views and opinions about any and all of the issuers or securities analysed in this report and were prepared independently and autonomously. No part of the compensation of the analyst(s) was, is, or will be directly or indirectly related to the inclusion of specific recommendations(s) or view(s) in this report. The analyst(s) who prepared this research report is prohibited from receiving any compensation, incentive or bonus based on specific investment banking transactions or for providing a specific recommendation for, or view of, a particular company. Information barriers and other arrangements may be established where necessary to prevent conflicts of interests arising. However, the analyst(s) may receive compensation that is based on his/their coverage of company(ies) in the performance of his/their duties or the performance of his/their recommendations and the research personnel involved in the preparation of this report may also participate in the solicitation of the businesses as described above. In reviewing this research report, an investor should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest. Additional information is, subject to the duties of confidentiality, available on request.

Reports relating to a specific geographical area are produced by the corresponding CGS-CIMB entity as listed in the table below. The term “CGS-CIMB” shall denote, where appropriate, the relevant entity distributing or disseminating the report in the particular jurisdiction referenced below, or, in every other case except as otherwise stated herein, CGS-CIMB Securities International Pte. Ltd. and its affiliates, subsidiaries and related corporations.

Country	CGS-CIMB Entity	Regulated by
Hong Kong	CGS-CIMB Securities (Hong Kong) Limited	Securities and Futures Commission Hong Kong
India	CGS-CIMB Securities (India) Private Limited	Securities and Exchange Board of India (SEBI)
Indonesia	PT CGS-CIMB Sekuritas Indonesia	Financial Services Authority of Indonesia
Malaysia	CGS-CIMB Securities Sdn. Bhd.	Securities Commission Malaysia
Singapore	CGS-CIMB Securities (Singapore) Pte. Ltd.	Monetary Authority of Singapore
South Korea	CGS-CIMB Securities (Hong Kong) Limited, Korea Branch	Financial Services Commission and Financial Supervisory Service
Thailand	CGS-CIMB Securities (Thailand) Co. Ltd.	Securities and Exchange Commission Thailand

#### Other Significant Financial Interests:

(i) As of May 31, 2022 CGS-CIMB has a proprietary position in the securities (which may include but not be limited to shares, warrants, call warrants and/or any other derivatives) in the following company or companies covered or recommended in this report:

(a) -

(ii) Analyst Disclosure: As of June 10, 2022, the analyst(s) who prepared this report, and the associate(s), has / have an interest in the securities (which may include but not be limited to shares, warrants, call warrants and/or any other derivatives) in the following company or companies covered or recommended in this report:

(a) -

This report does not purport to contain all the information that a prospective investor may require. Neither CGS-CIMB nor any of its affiliates (including CGIFHL, CIMBG and their related corporations) make any guarantee, representation or warranty, express or implied, as to the adequacy, accuracy, completeness, reliability or fairness of any such information and opinion contained in this report. Neither CGS-CIMB nor any of its affiliates nor their related persons (including CGIFHL, CIMBG and their related corporations) shall be liable in any manner whatsoever for any consequences (including but not limited to any direct, indirect or consequential losses, loss of profits and damages) of any reliance thereon or usage thereof.

This report is general in nature and has been prepared for information purposes only. It is intended for circulation amongst CGS-CIMB's clients generally and does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive this report. The information and opinions in this report are not and should not be construed or considered as an offer, recommendation or solicitation to buy or sell the subject securities, related investments or other financial instruments or any derivative instrument, or any rights pertaining thereto.

Investors are advised to make their own independent evaluation of the information contained in this research report, consider their own individual investment objectives, financial situation and particular needs and consult their own professional and financial advisers as to the legal, business, financial, tax and other aspects before participating in any transaction in respect of the securities of company(ies) covered in this research report.

The securities of such company(ies) may not be eligible for sale in all jurisdictions or to all categories of investors.

#### Restrictions on Distributions

**Australia:** Despite anything in this report to the contrary, this research is provided in Australia by CGS-CIMB Securities (Singapore) Pte. Ltd. and CGS-CIMB Securities (Hong Kong) Limited. This research is only available in Australia to persons who are "wholesale clients" (within the meaning of the Corporations Act 2001 (Cth) and is supplied solely for the use of such wholesale clients and shall not be distributed or passed on to any other person. You represent and warrant that if you are in Australia, you are a "wholesale client". This research is of a general nature only and has been prepared without taking into account the objectives, financial situation or needs of the individual recipient. CGS-CIMB Securities (Singapore) Pte. Ltd. and CGS-CIMB Securities (Hong Kong) Limited do not hold, and are not required to hold an Australian financial services license. CGS-CIMB Securities (Singapore) Pte. Ltd. and CGS-CIMB Securities (Hong Kong) Limited rely on "passporting" exemptions for entities appropriately licensed by the Monetary Authority of Singapore (under ASIC Class Order 03/1102) and the Securities and Futures Commission in Hong Kong (under ASIC Class Order 03/1103).

**Canada:** This research report has not been prepared in accordance with the disclosure requirements of Dealer Member Rule 3400 – Research Restrictions and Disclosure Requirements of the Investment Industry Regulatory Organization of Canada. For any research report distributed by CIBC, further disclosures related to CIBC conflicts of interest can be found at <https://researchcentral.cibcwm.com>.

**China:** For the purpose of this report, the People's Republic of China ("PRC") does not include the Hong Kong Special Administrative Region, the Macau Special Administrative Region or Taiwan. The distributor of this report has not been approved or licensed by the China Securities Regulatory Commission or any other relevant regulatory authority or governmental agency in the PRC. This report contains only marketing information. The distribution of this report is not an offer to buy or sell to any person within or outside PRC or a solicitation to any person within or outside of PRC to buy or sell any instruments described herein. This report is being issued outside the PRC to a limited number of institutional investors and may not be provided to any person other than the original recipient and may not be reproduced or used for any other purpose.

**France:** Only qualified investors within the meaning of French law shall have access to this report. This report shall not be considered as an offer to subscribe to, or used in connection with, any offer for subscription or sale or marketing or direct or indirect distribution of financial instruments and it is not intended as a solicitation for the purchase of any financial instrument.

**Germany:** This report is only directed at persons who are professional investors as defined in sec 31a(2) of the German Securities Trading Act (WpHG). This publication constitutes research of a non-binding nature on the market situation and the investment instruments cited here at the time of the publication of the information.

The current prices/yields in this issue are based upon closing prices from Bloomberg as of the day preceding publication. Please note that neither the German Federal Financial Supervisory Agency (BaFin), nor any other supervisory authority exercises any control over the content of this report.

**Hong Kong:** This report is issued and distributed in Hong Kong by CGS-CIMB Securities (Hong Kong) Limited ("CHK") which is licensed in Hong Kong by the Securities and Futures Commission for Type 1 (dealing in securities) and Type 4 (advising on securities) activities. Any investors wishing to purchase or otherwise deal in the securities covered in this report should contact the Head of Sales at CGS-CIMB Securities (Hong Kong) Limited. The views and opinions in this research report are our own as of the date hereof and are subject to change. If the Financial Services and Markets Act of the United Kingdom or the rules of the Financial Conduct Authority apply to a recipient, our obligations owed to such recipient therein are unaffected.

CHK has no obligation to update its opinion or the information in this research report.  
This publication is strictly confidential and is for private circulation only to clients of CHK.  
CHK does not make a market on other securities mentioned in the report.

**India:** This report is issued and distributed in India by CGS-CIMB Securities (India) Private Limited (“CGS-CIMB India”). CGS-CIMB India is a subsidiary of CGS-CIMB Securities International Pte. Ltd. which in turn is a 50:50 joint venture company of CGIFHL and CIMBG. The details of the members of the group of companies of CGS-CIMB can be found at [www.cgs-cimb.com](http://www.cgs-cimb.com), CGIFHL at [www.chinastock.com.hk/en/ACG/ContactUs/index.aspx](http://www.chinastock.com.hk/en/ACG/ContactUs/index.aspx) and CIMBG at [www.cimb.com/en/who-we-are.html](http://www.cimb.com/en/who-we-are.html). CGS-CIMB India is registered with the National Stock Exchange of India Limited and BSE Limited as a trading and clearing member (Merchant Banking Number: INM00012037) under the Securities and Exchange Board of India (Stock Brokers and Sub-Brokers) Regulations, 1992. In accordance with the provisions of Regulation 4(g) of the Securities and Exchange Board of India (Investment Advisers) Regulations, 2013, CGS-CIMB India is not required to seek registration with the Securities and Exchange Board of India (“SEBI”) as an Investment Adviser. CGS-CIMB India is registered with SEBI (SEBI Registration Number: INZ000209135) as a Research Analyst (INH000000669) pursuant to the SEBI (Research Analysts) Regulations, 2014 (“Regulations”).

This report does not take into account the particular investment objectives, financial situations, or needs of the recipients. It is not intended for and does not deal with prohibitions on investment due to law/jurisdiction issues etc. which may exist for certain persons/entities. Recipients should rely on their own investigations and take their own professional advice before investment.

The report is not a “prospectus” as defined under Indian Law, including the Companies Act, 2013, and is not, and shall not be, approved by, or filed or registered with, any Indian regulator, including any Registrar of Companies in India, SEBI, any Indian stock exchange, or the Reserve Bank of India. No offer, or invitation to offer, or solicitation of subscription with respect to any such securities listed or proposed to be listed in India is being made, or intended to be made, to the public, or to any member or section of the public in India, through or pursuant to this report.

The research analysts, strategists or economists principally responsible for the preparation of this research report are segregated from the other activities of CGS-CIMB India and they have received compensation based upon various factors, including quality, accuracy and value of research, firm profitability or revenues, client feedback and competitive factors. Research analysts', strategists' or economists' compensation is not linked to investment banking or capital markets transactions performed or proposed to be performed by CGS-CIMB India or its affiliates.

CGS-CIMB India does not have actual / beneficial ownership of 1% or more securities of the subject company in this research report, at the end of the month immediately preceding the date of publication of this research report. However, since affiliates of CGS-CIMB India are engaged in the financial services business, they might have in their normal course of business financial interests or actual / beneficial ownership of one per cent or more in various companies including the subject company in this research report.

CGS-CIMB India or its associates, may: (a) from time to time, have long or short position in, and buy or sell the securities of the subject company in this research report; or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the subject company in this research report or act as an advisor or lender/borrower to such company or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.

CGS-CIMB India, its associates and the analyst engaged in preparation of this research report have not received any compensation for investment banking, merchant banking or brokerage services from the subject company mentioned in the research report in the past 12 months.

CGS-CIMB India, its associates and the analyst engaged in preparation of this research report have not managed or co-managed public offering of securities for the subject company mentioned in the research report in the past 12 months. The analyst from CGS-CIMB India engaged in preparation of this research report or his/her relative (a) do not have any financial interests in the subject company mentioned in this research report; (b) do not own 1% or more of the equity securities of the subject company mentioned in the research report as of the last day of the month preceding the publication of the research report; (c) do not have any material conflict of interest at the time of publication of the research report

**Indonesia:** This report is issued and distributed by PT CGS-CIMB Sekuritas Indonesia (“CGS-CIMB Indonesia”). The views and opinions in this research report are our own as of the date hereof and are subject to change. CGS-CIMB Indonesia has no obligation to update its opinion or the information in this research report. This report is for private circulation only to clients of CGS-CIMB Indonesia. Neither this report nor any copy hereof may be distributed in Indonesia or to any Indonesian citizens wherever they are domiciled or to Indonesian residents except in compliance with applicable Indonesian capital market laws and regulations.

This research report is not an offer of securities in Indonesia. The securities referred to in this research report have not been registered with the Financial Services Authority (Otoritas Jasa Keuangan) pursuant to relevant capital market laws and regulations, and may not be offered or sold within the territory of the Republic of Indonesia or to Indonesian citizens through a public offering or in circumstances which constitute an offer within the meaning of the Indonesian capital market law and regulations.

**Ireland:** CGS-CIMB is not an investment firm authorised in the Republic of Ireland and no part of this document should be construed as CGS-CIMB acting as, or otherwise claiming or representing to be, an investment firm authorised in the Republic of Ireland.

**Malaysia:** This report is distributed in Malaysia by CGS-CIMB Securities Sdn. Bhd. (“CGS-CIMB Malaysia”) solely for the benefit of and for the exclusive use of our clients. Recipients of this report are to contact CGS-CIMB Malaysia, at Level 29, Menara Bumiputra-Commerce, No. 11, Jalan Raja Laut, 50350 Kuala Lumpur, Malaysia, in respect of any matters arising from or in connection with this report. CGS-CIMB Malaysia has no obligation to update, revise or reaffirm its opinion or the information in this research reports after the date of this report.

**New Zealand:** In New Zealand, this report is for distribution only to persons who are wholesale clients pursuant to section 5C of the Financial Advisers Act 2008.

**Singapore:** This report is issued and distributed by CGS-CIMB Securities (Singapore) Pte Ltd (“CGS-CIMB Singapore”). CGS-CIMB Singapore is a capital markets services licensee under the Securities and Futures Act (Chapter 289). Accordingly, it is exempted from the requirement to hold a financial adviser's licence under the Financial Advisers Act, Cap 110 (“FAA”) for advising on investment products, by issuing or promulgating research analyses or research reports, whether in electronic, print or other form. CGS-CIMB Singapore is subject to the applicable rules under the FAA unless it is able to avail itself to any prescribed exemptions.

Recipients of this report are to contact CGS-CIMB Singapore, 50 Raffles Place, #16-02 Singapore Land Tower, Singapore in respect of any matters arising from, or in connection with this report. CGS-CIMB Singapore has no obligation to update its opinion or the information in this research report.



This publication is strictly confidential and is for private circulation only. If you have not been sent this report by CGS-CIMB Singapore directly, you may not rely, use or disclose to anyone else this report or its contents.

If the recipient of this research report is not an accredited investor, expert investor or institutional investor, CGS-CIMB Singapore accepts legal responsibility for the contents of the report without any disclaimer limiting or otherwise curtailing such legal responsibility. If the recipient is an accredited investor, expert investor or institutional investor, the recipient is deemed to acknowledge that CGS-CIMB Singapore is exempt from certain requirements under the FAA and its attendant regulations, and as such, is exempt from complying with the following:

- (a) Section 25 of the FAA (obligation to disclose product information);
- (b) Section 27 (duty not to make recommendation with respect to any investment product without having a reasonable basis where you may be reasonably expected to rely on the recommendation) of the FAA;
- (c) MAS Notice on Information to Clients and Product Information Disclosure [Notice No. FAA-N03];
- (d) MAS Notice on Recommendation on Investment Products [Notice No. FAA-N16];
- (e) Section 36 (obligation on disclosure of interest in specified products), and
- (f) any other laws, regulations, notices, directive, guidelines, circulars and practice notes which are relates to the above, to the extent permitted by applicable laws, as may be amended from time to time, and any other laws, regulations, notices, directive, guidelines, circulars, and practice notes as we may notify you from time to time. In addition, the recipient who is an accredited investor, expert investor or institutional investor acknowledges that as CGS-CIMB Singapore is exempt from Section 27 of the FAA, the recipient will also not be able to file a civil claim against CGS-CIMB Singapore for any loss or damage arising from the recipient's reliance on any recommendation made by CGS-CIMB Singapore which would otherwise be a right that is available to the recipient under Section 27 of the FAA.

CGS-CIMB Singapore, its affiliates and related corporations, their directors, associates, connected parties and/or employees may own or have positions in specified products of the company(ies) covered in this research report or any specified products related thereto and may from time to time add to or dispose of, or may be materially interested in, any such specified products. Further, CGS-CIMB Singapore, its affiliates and its related corporations do and seek to do business with the company(ies) covered in this research report and may from time to time act as market maker or have assumed an underwriting commitment in specified products of such company(ies), may sell them to or buy them from customers on a principal basis and may also perform or seek to perform significant investment banking, advisory, underwriting or placement services for or relating to such company(ies) as well as solicit such investment, advisory or other services from any entity mentioned in this report.

As of June 9, 2022, CGS-CIMB Singapore does not have a proprietary position in the recommended specified products in this report.

CGS-CIMB Singapore does not make a market on other specified products mentioned in the report.

**South Korea:** This report is issued and distributed in South Korea by CGS-CIMB Securities (Hong Kong) Limited, Korea Branch ("CGS-CIMB Korea") which is licensed as a cash equity broker, and regulated by the Financial Services Commission and Financial Supervisory Service of Korea. In South Korea, this report is for distribution only to professional investors under Article 9(5) of the Financial Investment Services and Capital Market Act of Korea ("FSCMA").

**Spain:** This document is a research report and it is addressed to institutional investors only. The research report is of a general nature and not personalised and does not constitute investment advice so, as the case may be, the recipient must seek proper advice before adopting any investment decision. This document does not constitute a public offering of securities.

CGS-CIMB is not registered with the Spanish Comision Nacional del Mercado de Valores to provide investment services.

**Sweden:** This report contains only marketing information and has not been approved by the Swedish Financial Supervisory Authority. The distribution of this report is not an offer to sell to any person in Sweden or a solicitation to any person in Sweden to buy any instruments described herein and may not be forwarded to the public in Sweden.

**Switzerland:** This report has not been prepared in accordance with the recognized self-regulatory minimal standards for research reports of banks issued by the Swiss Bankers' Association (Directives on the Independence of Financial Research).

**Thailand:** This report is issued and distributed by CGS-CIMB Securities (Thailand) Co. Ltd. ("CGS-CIMB Thailand") based upon sources believed to be reliable (but their accuracy, completeness or correctness is not guaranteed). The statements or expressions of opinion herein were arrived at after due and careful consideration for use as information for investment. Such opinions are subject to change without notice and CGS-CIMB Thailand has no obligation to update its opinion or the information in this research report.

CGS-CIMB Thailand may act or acts as Market Maker, and issuer and offeror of Derivative Warrants and Structured Note which may have the following securities as its underlying securities. Investors should carefully read and study the details of the derivative warrants in the prospectus before making investment decisions.

AAV, ACE, ADVANC, AEONTS, AMATA, AOT, AP, BAM, BANPU, BBL, BCH, BCP, BCPG, BDMS, BEC, BEM, BGRIM, BH, BJC, BTS, CBG, CENTEL, CHG, CK, CKP, COM7, CPALL, CPF, CPN, CRC, DELTA, DOHOME, DTAC, EA, EGCO, ESSO, GLOBAL, GPSC, GULF, GUNKUL, HANA, HMPRO, ICHI, INTUCH, IRPC, IVL, JAS, JMART, JMT, KBANK, KCE, KKP, KTB, KTC, LH, MAJOR, MEGA, MINT, MTC, NRF, OR, ORI, OSP, PLANB, PRM, PSL, PTG, PTL, PTT, PTTEP, PTTGC, QH, RATCH, RBF, RS, SAWAD, SCB, SCC, SCGP, SINGER, SPALI, SPRC, STA, STEC, STGT, SUPER, SYNEX, TASCO, TCAP, THANI, TISCO, TKN, TOP, TQM, TRUE, TTB, TU, TVO, VGI, WHA

#### Corporate Governance Report:

The disclosure of the survey result of the Thai Institute of Directors Association ("IOD") regarding corporate governance is made pursuant to the policy of the Office of the Securities and Exchange Commission. The survey of the IOD is based on the information of a company listed on the Stock Exchange of Thailand and the Market for Alternative Investment disclosed to the public and able to be accessed by a general public investor. The result, therefore, is from the perspective of a third party. It is not an evaluation of operation and is not based on inside information.

The survey result is as of the date appearing in the Corporate Governance Report of Thai Listed Companies. As a result, the survey result may be changed after that date. CGS-CIMB Thailand does not confirm nor certify the accuracy of such survey result.

Score Range:	90 - 100	80 - 89	70 - 79	Below 70	No Survey Result
Description:	Excellent	Very Good	Good	N/A	N/A

**United Arab Emirates:** The distributor of this report has not been approved or licensed by the UAE Central Bank or any other relevant licensing authorities or governmental agencies in the United Arab Emirates. This report is strictly private and confidential and has not been reviewed by, deposited or registered with UAE Central Bank or any other licensing authority or governmental agencies in the United Arab Emirates. This report is

being issued outside the United Arab Emirates to a limited number of institutional investors and must not be provided to any person other than the original recipient and may not be reproduced or used for any other purpose. Further, the information contained in this report is not intended to lead to the sale of investments under any subscription agreement or the conclusion of any other contract of whatsoever nature within the territory of the United Arab Emirates.

**United Kingdom and European Economic Area (EEA):** In the United Kingdom and European Economic Area, this material is also being distributed by CGS-CIMB Securities (UK) Limited (“CGS-CIMB UK”). CGS-CIMB UK is authorized and regulated by the Financial Conduct Authority and its registered office is at 53 New Broad Street, London EC2M 1JJ. The material distributed by CGS-CIMB UK has been prepared in accordance with CGS-CIMB’s policies for managing conflicts of interest arising as a result of publication and distribution of this material. This material is for distribution only to, and is solely directed at, selected persons on the basis that those persons: (a) are eligible counterparties and professional clients of CGS-CIMB UK; (b) have professional experience in matters relating to investments falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended, the “Order”), (c) fall within Article 49(2)(a) to (d) (“high net worth companies, unincorporated associations etc”) of the Order; (d) are outside the United Kingdom subject to relevant regulation in each jurisdiction, material(all such persons together being referred to as “relevant persons”). This material is directed only at relevant persons and must not be acted on or relied on by persons who are not relevant persons. Any investment or investment activity to which this material relates is available only to relevant persons and will be engaged in only with relevant persons.

This material is categorised as non-independent for the purposes of CGS-CIMB UK and therefore does not provide an impartial or objective assessment of the subject matter and does not constitute independent research. Consequently, this material has not been prepared in accordance with legal requirements designed to promote the independence of research and will not be subject to any prohibition on dealing ahead of the dissemination of research. Therefore, this material is considered a marketing communication.

**United States:** This research report is distributed in the United States of America by CGS-CIMB Securities (USA) Inc, a U.S. registered broker-dealer and an affiliate of CGS-CIMB Securities Sdn. Bhd., CGS-CIMB Securities (Singapore) Pte Ltd, PT CGS-CIMB Sekuritas Indonesia, CGS-CIMB Securities (Thailand) Co. Ltd, CGS-CIMB Securities (Hong Kong) Limited and CGS-CIMB Securities (India) Private Limited, and is distributed solely to persons who qualify as “U.S. Institutional Investors” as defined in Rule 15a-6 under the Securities and Exchange Act of 1934. This communication is only for Institutional Investors whose ordinary business activities involve investing in shares, bonds, and associated securities and/or derivative securities and who have professional experience in such investments. Any person who is not a U.S. Institutional Investor or Major Institutional Investor must not rely on this communication. The delivery of this research report to any person in the United States of America is not a recommendation to effect any transactions in the securities discussed herein, or an endorsement of any opinion expressed herein. CGS-CIMB Securities (USA) Inc, is a FINRA/SIPC member and takes responsibility for the content of this report. For further information or to place an order in any of the above-mentioned securities please contact a registered representative of CGS-CIMB Securities (USA) Inc.

CGS-CIMB Securities (USA) Inc. does not make a market on other securities mentioned in the report.

CGS-CIMB Securities (USA) Inc. has not managed or co-managed a public offering of any of the securities mentioned in the past 12 months.

CGS-CIMB Securities (USA) Inc. has not received compensation for investment banking services from any of the company mentioned in the past 12 months.

CGS-CIMB Securities (USA) Inc. neither expects to receive nor intends to seek compensation for investment banking services from any of the company mentioned within the next 3 months.

**United States Third-Party Disclaimer:** If this report is distributed in the United States of America by Raymond James & Associates, Inc (“RJA”), this report is third-party research prepared for and distributed in the United States of America by RJA pursuant to an arrangement between RJA and CGS-CIMB Securities International Pte. Ltd. (“CGS-CIMB”). CGS-CIMB is not an affiliate of RJA. This report is distributed solely to persons who qualify as “U.S. Institutional Investors” or as “Major U.S. Institutional Investors” as defined in Rule 15a-6 under the Securities and Exchange Act of 1934, as amended. This communication is only for U.S. Institutional Investors or Major U.S. Institutional Investor whose ordinary business activities involve investing in shares, bonds, and associated securities and/or derivative securities and who have professional experience in such investments. Any person who is not a U.S. Institutional Investor or Major U.S. Institutional Investor must not rely on this communication. The delivery of this report to any person in the U.S. is not a recommendation to effect any transactions in the securities discussed herein, or an endorsement of any opinion expressed herein. If you are receiving this report in the U.S from RJA, a FINRA/SIPC member, it takes responsibility for the content of this report. For further information or to place an order in any of the above-mentioned securities please contact a registered representative of CGS-CIMB Securities (USA) Inc. or RJA. <https://raymondjames.com/InternationalEquityDisclosures>

**Other jurisdictions:** In any other jurisdictions, except if otherwise restricted by laws or regulations, this report is only for distribution to professional, institutional or sophisticated investors as defined in the laws and regulations of such jurisdictions.

Distribution of stock ratings and investment banking clients for quarter ended on 31 March 2022		
632 companies under coverage for quarter ended on 31 March 2022		
	Rating Distribution (%)	Investment Banking clients (%)
Add	70.3%	0.8%
Hold	22.0%	0.0%
Reduce	7.8%	0.2%

### Corporate Governance Report of Thai Listed Companies (CGR). CG Rating by the Thai Institute of Directors Association (Thai IOD) in 2020, Anti-Corruption 2020

**ADVANC** – Excellent, Certified, **AMATA** – Excellent, Certified, **ANAN** – Excellent, n/a, **AOT** – Excellent, n/a, **AP** – Excellent, Certified, **ASP** – Excellent, n/a, **AU** – Good, n/a, **BAM** – Very Good, Certified, **BAY** – Excellent, Certified, **BBL** – Very Good, Certified, **BCH** – Good, Certified, **BCP** - Excellent, Certified, **BCPG** – Excellent, Certified, **BDMS** – Excellent, n/a, **BEAUTY** – Good, n/a, **BH** - Good, n/a, **BJC** – Very Good, n/a, **BLA** – Excellent, Certified, **BTS** - Excellent, Certified, **CBG** – Very Good, n/a, **CCET** – n/a, n/a, **CENTEL** – Excellent, Certified, **CHAYO** – Very Good, n/a, **CHG** – Very Good, n/a, **CK** – Excellent, n/a, **COM7** – Very Good, Certified, **CPALL** – Excellent, Certified, **CPF** – Excellent, Certified, **CPN** - Excellent, Certified,



**CPNREIT** – n/a, n/a, **CRC** – Very Good, n/a, **DELTA** - Excellent, Certified, **DDD** – Very Good, n/a, **DIF** – n/a, n/a, **DOHOME** – Very Good, n/a, **DREIT** – n/a, n/a, **DTAC** – Excellent, Certified, **ECL** – Excellent, Certified, **EGCO** - Excellent, Certified, **EPG** – Excellent, Certified, **ERW** – Very Good, Certified, **GFPT** - Excellent, Certified, **GGC** – Excellent, Certified, **GLOBAL** – Very Good, n/a, **HANA** - Excellent, Certified, **HMPRO** - Excellent, Certified, **HUMAN** – Good, n/a, **ICHI** – Excellent, Certified, **III** – Excellent, n/a, **INTUCH** - Excellent, Certified, **IRPC** – Excellent, Certified, **ITD** – Very Good, n/a, **IVL** - Excellent, Certified, **JASIF** – n/a, n/a, **JKN** – Excellent, Declared, **JMT** – Very Good, Declared, **KBANK** - Excellent, Certified, **KCE** - Excellent, Certified, **KEX** – n/a, n/a, **KKP** – Excellent, Certified, **KSL** – Excellent, Certified, **KTB** - Excellent, Certified, **KTC** – Excellent, Certified, **LH** - Excellent, n/a, **LPN** – Excellent, Certified, **M** – Very Good, Certified, **MAKRO** – Excellent, Certified, **MC** – Excellent, Certified, **MEGA** – Very Good, n/a, **MINT** - Excellent, Certified, **MTC** – Excellent, Certified, **NETBAY** – Very Good, n/a, **NRF** – n/a, n/a, **OR** – n/a, n/a, **ORI** – Excellent, Certified, **OSP** – Very Good, n/a, **PLANB** – Excellent, Certified, **PRINC** – Very Good, Certified, **PR9** – Excellent, n/a, **PSH** – Excellent, Certified, **PTT** - Excellent, Certified, **PTTEP** - Excellent, Certified, **PTTGC** - Excellent, Certified, **QH** – Excellent, Certified, **RBF** – Good, n/a, **RS** – Excellent, n/a, **RSP** – Good, n/a, **S** – Excellent, n/a, **SAK** – n/a, n/a, **SAPPE** – Very Good, Certified, **SAWAD** – Very Good, n/a, **SCB** - Excellent, Certified, **SCC** – Excellent, Certified, **SCGP** – n/a, n/a, **SHR** – Very Good, n/a, **SIRI** – Excellent, Certified, **SPA** – Very Good, n/a, **SPALI** - Excellent, Declared, **SPRC** – Excellent, Certified, **SSP** - Good, Declared, **STEC** – n/a, n/a, **SVI** – Excellent, Certified, **SYNEX** – Very Good, n/a, **TCAP** – Excellent, Certified, **THANI** – Excellent, Certified, **TIDLOR** – n/a, n/a, **TISCO** - Excellent, Certified, **TKN** – Very Good, n/a, **TMB** - Excellent, Certified, **TOP** - Excellent, Certified, **TRUE** – Excellent, Certified, **TU** – Excellent, Certified, **TVO** – Excellent, Certified, **VGI** – Excellent, Certified, **WHA** – Excellent, Certified, **WHART** – n/a, n/a, **WICE** – Excellent, Certified, **WORK** – Good, n/a.

- [CG Score 2020 from Thai Institute of Directors Association \(IOD\)](#)

- Companies participating in Thailand's Private Sector Collective Action Coalition Against Corruption programme (Thai CAC) under Thai Institute of Directors (as of January 30, 2021) are categorised into: companies that have declared their intention to join CAC, and companies certified by CAC.

## Recommendation Framework

### Stock Ratings

Definition:

Add	The stock's total return is expected to exceed 10% over the next 12 months.
Hold	The stock's total return is expected to be between 0% and positive 10% over the next 12 months.
Reduce	The stock's total return is expected to fall below 0% or more over the next 12 months.

*The total expected return of a stock is defined as the sum of the: (i) percentage difference between the target price and the current price and (ii) the forward net dividend yields of the stock. Stock price targets have an investment horizon of 12 months.*

### Sector Ratings

Definition:

Overweight	An Overweight rating means stocks in the sector have, on a market cap-weighted basis, a positive absolute recommendation.
Neutral	A Neutral rating means stocks in the sector have, on a market cap-weighted basis, a neutral absolute recommendation.
Underweight	An Underweight rating means stocks in the sector have, on a market cap-weighted basis, a negative absolute recommendation.

### Country Ratings

Definition:

Overweight	An Overweight rating means investors should be positioned with an above-market weight in this country relative to benchmark.
Neutral	A Neutral rating means investors should be positioned with a neutral weight in this country relative to benchmark.
Underweight	An Underweight rating means investors should be positioned with a below-market weight in this country relative to benchmark.

#03c