Key Indices

	Prev Close	1D %	1W %	1M %	YTD %
DJIA	52208.1	1.2	1.0	(0.2)	8.6
S&P 500	7437.6	1.7	0.4	(0.8)	8.6
FTSE 100	10897.3	(0.1)	2.4	3.8	9.7
AS30	9122.7	(0.8)	1.2	1.5	1.2
CSI 300	4549.7	(1.1)	(3.8)	(8.6)	(1.7)
FSSTI	5673.6	(0.7)	1.6	9.7	22.1
HSCEI	8644.7	0.2	3.5	14.4	(3.0)
HSI	25858.9	0.2	2.6	13.0	0.9
JCI	6186.4	1.6	(2.0)	9.6	(28.5)
KLCI	1720.4	0.3	0.3	3.4	2.4
KOSPI	5593.6	(1.2)	(21.2)	(34.0)	32.7
Nikkei 225	61867.4	0.7	(6.9)	(11.7)	22.9
SET	1598.1	(1.6)	(3.3)	0.4	26.9
TWSE	39933.3	(0.3)	(11.0)	(13.4)	37.9
BDI	2632	(1.2)	(3.4)	5.2	40.2
CPO (RM/mt)	4515	0.4	0.4	0.4	14.8
Brent Crude (US$/bbl)	89	(1.9)	(11.6)	22.1	46.3

Source: Bloomberg

Corporate Events

	Venue	Begin	Close
Hybrid Post-result Group Luncheon with Plover Bay Technologies Ltd (1523 HK)	Hong Kong	31 Jul	31 Jul
Virtual Meeting with i-Tail Corporation Public Company Limited (ITC TB)	Thailand	05 Aug	05 Aug
Virtual Meeting with UOB-Kay Hian Holdings Ltd (UOBK SP)	Singapore	11 Aug	11 Aug
Hybrid Meeting with UltraGreen.ai Ltd (UGAI SP)	Singapore	13 Aug	13 Aug
Analyst Marketing by Julia Pan on Greater China Internet Sector	Singapore	07 Sep	08 Sep

Corporate and Macro Calendar

Economic Indicator/Event	Country/Region	Date
-		

Please click on the page number to move to the relevant pages

Thailand

Company Results | i-Tail Corporation (ITC TB/**BUY**/Bt17.30/Target: Bt20.50) Page 3

ITC reported a 2Q26 core profit of Bt856m, (+20% yoy and flat qoq). The results exceeded both our and market expectations. Excluding the impact of tariff refunds, the normalised core profit was reported at Bt725m (+2% yoy, -16% qoq), in line with expectations. Management revised up its 2026 sales growth guidance, reflecting strong demand in the pet food industry. As a result, we expect 2H26 sales to increase hoh and yoy. Maintain BUY with a target price of Bt20.50.

Company Update | AP (Thailand) (AP TB/**HOLD**/Bt8.15/Target: Bt8.50) Page 6

AP is expected to report 2Q26 net profit of Bt1.02bn (+1.3% yoy, +12.9% qoq), supported by stronger project launches, solid condominium sales, and accelerating transfers. Revenue is forecast at Bt10.36b (+4.2% yoy, +8.5% qoq), while gross margin is expected to improve qoq but remain below last year's. Maintain HOLD with an unchanged target price of Bt8.50.

Company Update | Bangkok Chain Hospital (BCH TB/**BUY**/Bt10.30/Target: Bt14.00) Page 9

We expect BCH to report a 2Q26 net profit of Bt331m (-14.7% yoy, +23.8% qoq), pressured by weaker foreign patient revenue and lower extra income. However, Middle Eastern patient revenue should remain strong, supported by UAE and Qatar referrals. BCH is well positioned to manage cost pressures after securing 80-90% of medical supplies. Potential SSO treatment fee increases and higher patient volumes during the rainy season should support a stronger 2H26. Maintain BUY with a target price of Bt14.00.

Company Update | Star Petroleum Refining (SPRC TB/**BUY**/Bt10.80/Target: Bt12.00) Page 12

We expect SPRC to deliver strong 2Q26 results, with core profit rising to Bt6.9b on record-high refining margins, stronger diesel and jet fuel cracks and higher refinery utilisation. Following the Chevron conference, we have positive on refining outlook. We revised up our 2026 earnings forecast by 43% to Bt13b and increase our target price to Bt12.00, while maintaining our BUY rating.

What's Inside

Company Update | Bangchak Corporation (BCP TB/**BUY**/Bt44.50/Target: Bt52.00) Page 15

We raised our 2026 earnings forecast to Bt34b (from Bt10b) and target price to Bt52.00, driven by a stronger-than-expected refining cycle, higher refinery utilisation and better BSRC synergy realisation. We expect 2Q26 core profit of Bt11.0b (+782% yoy, +13% qoq), supported by GRM of around US$17/bbl and limited impact from diesel price intervention. Beyond refining, SAF commercialisation and the completed Chevron Hong Kong acquisition strengthen BCP's long-term earnings profile.

Company Update | IRPC (IRPC TB/**HOLD**/Bt2.08/Target: Bt2.30) Page 18

We maintain HOLD on IRPC with a higher target price of Bt2.30 after raising our 2026 earnings forecast by 154% to reflect stronger-than-expected refining margins. We expect 2Q26 core profit of Bt4.7b, supported by market GIM of US$16.7/bbl, despite higher crude premiums. However, government intervention is estimated to reduce 2Q26 earnings by Bt1.3b, with another Bt500m impact expected in 3Q26. We believe 1H26 is likely to mark peak earnings before refining margins normalise and petrochemical weakness persists in 2H26.

Company Update | Plan B Media (PLANB TB/**BUY**/Bt6.10/Target: Bt6.80) Page 21

PLANB is expected to report a 2Q26 net profit of Bt280m (+3.5% yoy, +35%% qoq). Its 3Q26 earnings could increase both yoy and qoq, driven by the seasonal strength of its OOH advertising business and continued growth in engagement revenue. In addition, we see upside risk from potential synergies with its investment in COM7. Maintain BUY with a higher target price of Bt6.80.

i-Tail Corporation (ITC TB)

2Q26: Management Raises Sales Guidance

Highlights

- ITC reported a 2Q26 core profit of Bt856m, (+20% yoy and flat qoq). The results exceeded both our and market expectations.
- Excluding the impact of tariff refunds, the normalised core profit came in at Bt725m (+2% yoy, -16% qoq), in line with expectations.
- Management revised up its 2026 sales growth guidance, reflecting strong demand in the pet food industry. As a result, we expect 2H26 sales to increase hoh and yoy.
- Maintain BUY with a target price of Bt20.50.

2Q26 Results

Year to 31 Dec (Btm)	2Q26	2Q25	1Q26	yoy(%)	qoq(%)
Sales	4,530	4,473	5,174	1.3%	-12.4%
Gross Profit	1,346	1,120	1,258	20.2%	7.0%
Pre-tax Profit	957	779	900	22.8%	6.4%
Net Profit	844	696	871	21.3%	-3.1%
Core Profit	856	712	865	20.2%	-1.1%
EPS (Bt)	0.28	0.23	0.29	21.3%	-3.1%
Gross Margin (%)	29.7%	25.0%	24.3%	4.7%	5.4%
%SG&A/revenue	12.0%	10.1%	9.5%	1.9%	2.5%
Net Margin (%)	18.6%	15.6%	16.8%	3.1%	1.8%

Source: i-Tail Corporation PCL, UOB Kay Hian

Analysis

- **Earnings beat expectations from the tariff refund.** i-Tail Corporation (ITC) reported a 2Q26 net profit of Bt843m (+22% yoy, -3% qoq). Excluding one-off items, core profit came in at Bt856m, (+20% yoy and flat qoq). The results exceeded both our and market expectations by 18% and 11%, respectively, driven by stronger-than-expected gross profit margin from the impact of tariff refunds. Excluding the impact of tariff refunds, the normalised core profit came in at Bt725m (+2% yoy, -16% qoq). The results were in line with both our and market expectations.
- **Robust pet treat demand.** Total sales for 2Q26 were reported at Bt4.5b (flat yoy, -12% qoq). Excluding the impact of tariff refunds, the normalised sales reached Bt4.9b (+9% yoy, -6% qoq). The yoy increase is attributable to higher demand from US and EU market sales and new product launches. By product segment, pet treat sales showed a significant increase (+62% yoy, -14% qoq), reflecting strong demand. In addition, cat food sales continued to grow (+4% yoy, +3% qoq).

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net turnover	17,729.0	18,223.4	21,099.3	23,594.9	25,477.6
EBITDA	4,517.6	3,849.6	4,427.7	5,050.9	5,520.5
Operating profit	3,977.0	3,181.4	3,629.5	4,119.3	4,489.0
Net profit (rep./act.)	3,597.3	2,977.9	3,443.8	3,908.0	4,257.8
Net profit (adj.)	3,830.4	2,933.4	3,443.8	3,908.0	4,257.8
EPS	1.3	1.0	1.2	1.3	1.4
PE (x)	13.6	17.7	15.1	13.3	12.2
P/B (x)	2.2	2.2	2.1	2.1	2.0
EV/EBITDA (x)	10.3	11.8	10.4	9.2	8.4
Dividend yield (%)	6.6	5.2	6.0	6.3	7.0
Net margin (%)	20.3	16.3	16.3	16.6	16.7
Net debt/(cash) to equity(%)	(22.4)	(27.2)	(23.8)	(22.5)	(22.4)
Interest cover (x)	749.6	375.3	974.0	888.9	777.2
ROE (%)	15.2	12.7	14.5	16.2	17.4
Consensus net profit	n.a	n.a	3,356.0	3,728.0	4,062.3
UOBKH/Consensus (x)	n.a	n.a	1.0	1.0	1.0

Source: i-Tail Corporation PCL, Bloomberg, UOB Kay Hian

BUY (Maintained)

Share Price	Bt17.30
Target Price	Bt20.50
Upside	17.50%

Analyst(s)
Nichapa Ratchabandit
Nichapa@uobkh.co.th
+662 090 3366

Stock Data

GICS sector	Consumer Staples
Bloomberg ticker:	ITC TB
Shares issued (m):	3,000.0
Market cap (Bt$m):	48,600.0
Market cap (US$m):	1,463.0
3-mth avg daily t'over (US$m):	3.1

Price Performance (%)

52-week high/low: Bt18.0/Bt11.4

1mth	3mth	6mth	1yr	YTD
0.6	2.5	7.3	39.7	7.3

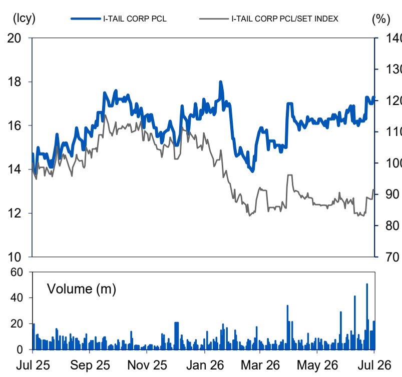
Major Shareholders

	%
Thai Union Group	79.30
Thai NVDR	2.68
VAYU1	1.43

Balance Sheet Metrics

FY26 NAV/Share (Bt)	8.2
FY26 Net Debt/Share (Bt)	(2.1)

Price Chart



Source: Bloomberg

Company Description

ITC manufactures and sells mid-priced to premium quality products, pet food and treats for cats and dogs made from premium ingredients, primarily in fish and chicken.

- **Slight pressure on profitability.** Gross profit margin came in at 29.7% (increasing yoy and qoq). Excluding the tariff refund impact, normalised gross profit margin was 24.0%, compared with 24.3% in 1Q26 and 25.0% in 2Q25. Premium products remained at a strong level, accounting for 52.4% of total sales. (2Q25: 46.3%, 1Q26: 51.5%). SGA-to-sales ratio was reported at 12%, up yoy and qoq.
- ITC announced a dividend payment of Bt0.55/share with its ex-dividend (XD) date on 26 Aug 26.
- **2026 sales target revised up.** Management revised up its 2026 sales growth guidance to 14-17% in Thai baht terms (vs previous guidance of 8-11%) and 17-20% in US dollar terms (vs 9-12%). Meanwhile, the company maintained its gross profit margin target of 23-25% and SG&A-to-sales ratio of 9-10%.
- **3Q26 earnings outlook.** Management expects sales in 3Q26 to increase qoq and yoy, on secured orders and seasonality. Sales are expected to continue improving into 4Q26 qoq and yoy, driven by the seasonal peak demand period. The US market is expected to remain the company's key market, while seeing a recovery in sales momentum from the EU and AOA markets. In addition, the pet treats segment continues to demonstrate strong growth momentum and remains a key growth driver. Gross profit margin is expected to improve qoq in 3Q26, supported by: a) selling price adjustments implemented in Jul 26, b) easing raw material costs from their peak levels, and c) a higher contribution from premium products in 2H26.

Valuation/Recommendation

- **Maintain BUY with a target price of Bt20.50.** We peg its PE target to its three-year mean, at 18x 2026F PE.

Earnings Revision/Risk

- We fine-tune our 2026 earnings forecast by: a) raising sales growth forecast to 15% yoy (from 10% yoy), reflecting stronger-than-expected sales performance in 1H26 and the company's upward revision to its sales guidance; b) lowering gross profit margin assumption to 24.3% (from 25.0%) to reflect higher raw material costs; and c) revising upward SG&A expense. Overall, we continue to expect 2026 core profit to grow 14% yoy, supported by robust industry growth and the company's strong cost pass-through capability.

Share Price Catalyst

- Better-than-expected premium product mix, sales increase in the US and EU markets, lower raw material costs, and depreciation of the Thai baht.

Environmental, Social, Governance (ESG) Updates

CG Report: 5
SET ESG Rating: A

Environmental

- SeaChange sustainability strategy by 2030. To become a net-zero emission company, the company plans to: a) increase the biomass fuel usage to 70% of its steam production; b) expand solar panel contribution to 4.8 MW or 10%, with a plan to raise to 30% of electricity consumption by 2027 (additional 10% in 2026 and 10% in 2027); and c) reduce its GHG emissions by 42% by 2030 from 2021 baseline.

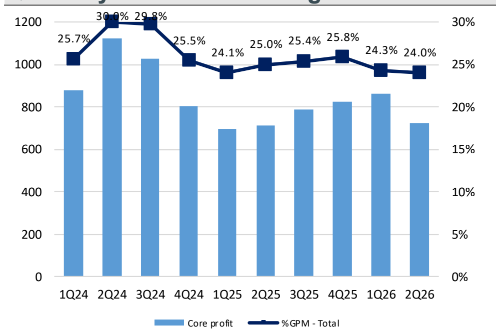
Social

- ITC aims to increase its OEM sales by increasing sustainable packaging to 60% by 2030.

Governance

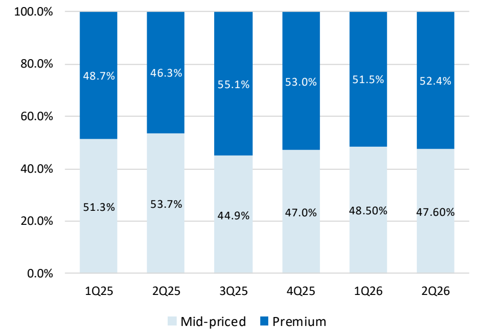
- ITC is committed to conducting its business with honesty, transparency, responsibility and business ethics. ITC's policies include anti-corruption, respect for human rights, fair treatment of labour, and responsibility to customers and consumers.

Quarterly Results And Margins



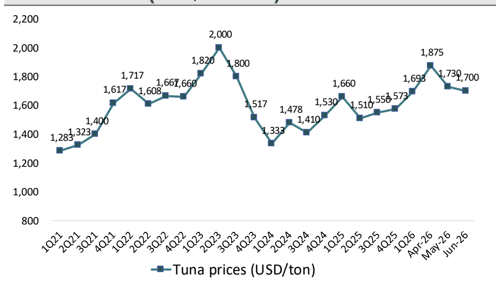
Source: ITC, UOB Kay Kian

Production Mix



Source: ITC, UOB Kay Kian

Tuna Prices (US$/tonne)



Source: ITC, UOB Kay Kian

2026 Target

Source: ITC, UOB Kay Kian

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Net turnover	18,223	21,099	23,595	25,478
EBITDA	3,850	4,428	5,051	5,521
Deprec. & amort.	668	798	932	1,032
EBIT	3,181	3,629	4,119	4,489
Total other non-operating income	0	0	0	0
Associate contributions	0	0	0	0
Net interest income/(expense)	(10)	(5)	(6)	(7)
Pre-tax profit	3,171	3,625	4,114	4,482
Tax	(149)	(181)	(206)	(224)
Minorities	0	0	0	0
Net profit	2,978	3,444	3,908	4,258
Net profit (adj.)	2,933	3,444	3,908	4,258

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Fixed assets	6,484	6,843	6,911	6,880
Other LT assets	362	391	423	457
Cash/ST investment	6,489	5,826	5,650	5,764
Other current assets	9,638	10,641	11,711	12,516
Total assets	26,973	27,701	28,695	29,617
ST debt	0	0	0	0
Other current liabilities	2,310	2,314	2,577	2,774
LT debt	0	0	0	0
Other LT liabilities	837	885	994	1,119
Shareholders' equity	23,826	24,502	25,124	25,723
Minority interest	0	0	0	0
Total liabilities & equity	26,973	27,701	28,695	29,617

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Operating	3,547	3,304	4,076	4,731
Pre-tax profit	3,127	3,625	4,114	4,482
Tax	(149)	(181)	(206)	(224)
Deprec. & amort.	570	798	932	1,032
Associates	0	0	0	0
Working capital changes	(1)	(938)	(764)	(559)
Non-cash items	0	0	0	0
Other operating cashflows	0	0	0	0
Investing	1,582	(1,000)	(1,000)	(1,000)
Capex (growth)	(1,124)	(1,000)	(1,000)	(1,000)
Others	2,706	0	0	0
Financing	(3,483)	(2,890)	(3,286)	(3,659)
Dividend payments	(3,450)	(2,890)	(3,286)	(3,659)
Issue of shares	0	0	0	0
Proceeds from borrowings	0	0	0	0
Loan repayment	0	0	0	0
Others/interest paid	(34)	0	0	0
Net cash inflow (outflow)	1,646	(586)	(210)	72
Beginning cash & cash equivalent	5,408	6,431	5,826	5,650
Changes due to forex impact	0	0	0	0
Ending cash & cash equivalent	6,489	5,826	5,650	5,764

Key Metrics

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	21.1	21.0	21.4	21.7
Pre-tax margin	17.4	17.2	17.4	17.6
Net margin	16.3	16.3	16.6	16.7
ROA	11.4	13.0	14.4	15.5
ROE	12.7	14.5	16.2	17.4
Growth				
Turnover	2.8	15.8	11.8	8.0
EBITDA	(14.8)	15.0	14.1	9.3
Pre-tax profit	(20.1)	14.3	13.5	9.0
Net profit	(17.2)	15.6	13.5	9.0
Net profit (adj.)	(23.4)	17.4	13.5	9.0
EPS	(23.4)	17.4	13.5	9.0
Leverage				
Debt to total capital	0.0	0.0	0.0	0.0
Debt to equity	0.0	0.0	0.0	0.0
Net debt/(cash) to equity	(27.2)	(23.8)	(22.5)	(22.4)
Interest cover	375.3	974.0	888.9	777.2

AP (Thailand) (AP TB)

2Q26 Earnings Preview: Profit Expected To Recover qoq While Gross Margin Faces Ongoing Pressure

HOLD (Maintained)	
Share Price	Bt8.15
Target Price	Bt8.50
Upside	4.29%

Analyst(s)
Kitpon Praipaisarnkit
kitpon@uobkh.co.th
662 090 3353

Assistant Analyst(s)
Natthida Chuaysong

Highlights

- We expect AP to report 2Q26 net profit of Bt1.02b (+1.3% yoy, +12.9% qoq). The earnings growth, despite a challenging industry backdrop, is expected to be supported by an acceleration in project launches and strong condominium sales.
- AP has continued to maintain a solid gross margin despite ongoing pressure from a sluggish property market and tight mortgage lending conditions, which continue to weigh on the residential sector.
- We maintain HOLD with an unchanged target price of Bt8.50.

Analysis

- **AP expected to report 2Q26 net profit of Bt1.02b.** We expect AP (Thailand) (AP) to report 2Q26 net profit of Bt1.02b (+1.3% yoy, +12.9% qoq), reflecting an improvement from the previous quarter despite a challenging industry backdrop. The company continued to deliver resilient earnings growth even against a high base of property transfers in 2Q25. The improvement is expected to be driven by the launch of 12 new projects, exceeding our previous expectation of 11 projects. In addition, high-rise condominium projects such as Good Day and Aspire, which carry relatively high gross margins of 30-35%, are expected to help support the company's overall profitability. Newly launched projects also offer higher gross margins than existing developments, leading us to forecast a modest improvement in gross margin to 28.7% in 2Q26F, (vs 28.1% in 1Q26, although still below 29.2% in 2Q25.) Furthermore, lower financing costs are expected to provide additional support to AP's net profit during the quarter.
- **Revenue expected to grow qoq and remain broadly stable yoy.** We forecast AP to report 2Q26 revenue of Bt10.36b (+4.2% yoy, +8.5% qoq), driven by higher condominium transfers, accelerated transfers of low-rise projects from the backlog accumulated in 1Q26, and contributions from newly launched projects that received strong market reception. AP's diversified and high-quality product portfolio continues to meet the needs of a broad range of homebuyers, supporting sales momentum.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net turnover	36,988.4	37,344.6	38,599.5	40,162.2	40,873.3
EBITDA	5,773.7	5,166.3	5,453.9	5,910.9	6,296.3
Operating profit	5,498.7	4,930.3	4,747	5,141	5,413
Net profit (rep./act.)	5,020.1	4,316.7	4,498	4,824	5,054
Net profit (adj.)	5,013.7	4,316.7	4,498	4,824	5,054
EPS	1.6	1.4	1.4	1.5	1.6
PE (x)	5.3	6.2	5.5	5.1	4.8
P/B (x)	0.6	0.6	0.5	0.5	0.5
EV/EBITDA (x)	9.9	10.8	10.3	9.5	8.9
Dividend yield (%)	7.1	6.2	6.3	7.3	7.7
Net margin (%)	13.6	11.6	12.6	13.0	13.5
Net debt/(cash) to equity(%)	70.0	64.0	60.0	56.4	53.0
Interest cover (x)	8.5	8.4	8.8	9.4	9.8
ROE (%)	11.9	9.6	10.2	10.3	10.2
Consensus net profit	n.a	n.a	(99,999.1)	(99,999.1)	(99,999.1)
UOBKH/Consensus (x)	n.a	n.a	0.0	0.0	(0.1)

Source: AP (Thailand), Bloomberg, UOB Kay Hian

Stock Data

GICS sector	Real Estate
Bloomberg ticker:	AP TB
Shares issued (m):	3,145.9
Market cap (Bt$m):	26,582.8
Market cap (US$m):	817.5
3-mth avg daily t'over (US$m):	2.8

Price Performance (%)

52-week high/low Bt(99,999.1)/Bt(99,999.1)

1mth	3mth	6mth	1yr	YTD
7.95	7.95	7.95	(5.23)	(7.91)

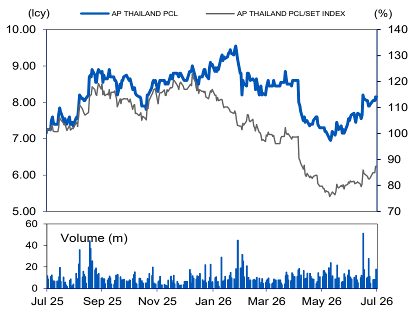
Major Shareholders

	%
MR. ANUPHONG ASSAVABHOKHIN	21.52
NORTRUST NOMINEES LIMITED-NTC-RE IEDU UCITS 10 PCT CLIENTS ACCOUNT	10.08
Thai NVDR Company Limited	8.10

Balance Sheet Metrics

FY26 NAV/Share (Bt)	15.6
FY26 Net Debt/Share (Bt)	9.3

Price Chart



Source: Bloomberg

Company Description

AP is a residential property developer with a portfolio spanning condominiums, townhouses, and detached housing, primarily concentrated in Bangkok and surrounding areas. The company frequently engages in joint development of condominium projects.

Revenue Target

- **AP remained the most aggressive project developer in 2Q26.** During the quarter, the company launched 12 new projects with a combined value of Bt17.15b, making it one of the most active developers in the sector. The number and value of project launches exceeded our expectations. Previously, we had expected AP to launch 11 detached housing projects worth Bt12.65b in 2Q26, whereas the company launched 12 projects worth Bt17.15b. In addition, AP launched one high-rise condominium project, Life Sukhumvit – Rama 4, with a project value of Bt4.5b.

Valuation/Recommendation

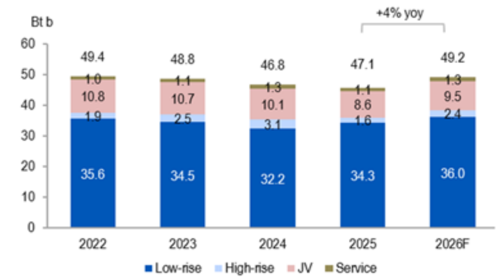
- **Maintain HOLD with an unchanged target price of Bt8.50,** based on a PER of 5.5x, in line with its historical average, with our valuation rolled forward to 2027F EPS. In the near term, we see limited share price catalysts, while the absence of an interim dividend (AP pays a single annual dividend, with the ex-dividend date typically falling in May) is unlikely to provide support for the stock in the coming months.
- **We expect transfer momentum to accelerate over 2Q26-3Q26. However, achieving the company's full-year earnings target remains challenging**. Although the sector continues to benefit from government support measures – including the extension of property transfer fee reductions and accelerated property transfers ahead of the significant increase in official land appraisal prices next year – these measures are expected to provide only short-term support by stimulating transfers and limiting downside risks for the residential market. Nevertheless, the meaningful decline in gross margin seen earlier this year continues to pose a key earnings risk, leading us to maintain a cautious outlook on the company.

Earnings Revision/Risk

- **We have revised down our 2026-2028 net profit forecasts** by 7.42%, 7.76%, and 8.61%, respectively, to reflect lower gross margin assumptions following weaker-than-expected margins in the first half of the year. We have reduced our gross margin forecasts from 30.5%, 31.0%, and 31.5% to 29.3%, 29.7%, and 30.0% for 2026-2028, respectively.
- Risks: a) Presales, property transfers, and gross margins fall short of our expectations; and b) tighter mortgage lending policies by commercial banks, which could further weigh on housing demand and transfer activity.

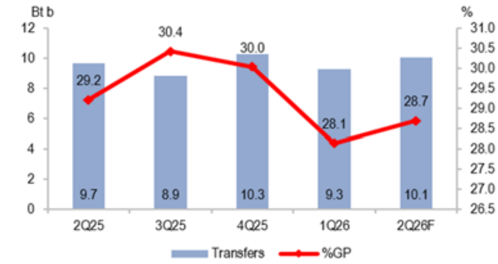
Share Price Catalyst

- Potential Upside Risks: a) Presales exceed our expectations, with unit transfers completed faster than anticipated; b) Gross margin improves beyond our forecasts; and c) Equity income from joint ventures comes in above our expectations.
- Company will report its 2Q26 earnings on 13 Aug 26.



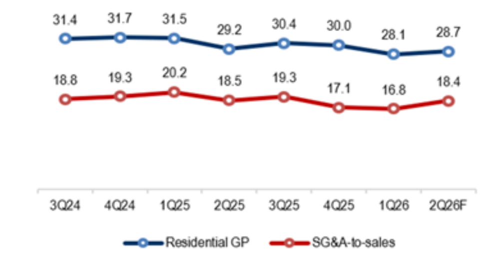
Source: AP, UOB Kay Hian

Transfers And GP Margin (Quarterly)



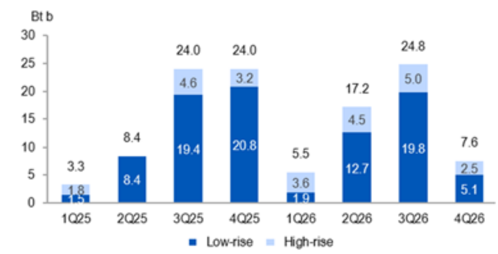
Source: AP, UOB Kay Hian

Residential Gross Margin And SG&A-To-Sales (Quarterly)



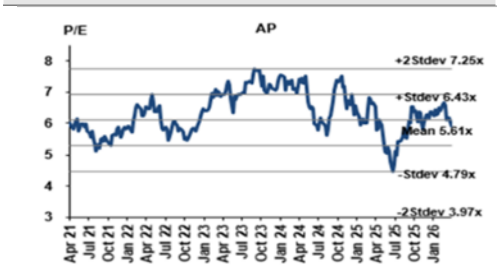
Source: AP, UOB Kay Hian

Quarterly Project Launches



Source: AP, UOB Kay Hian

Five-Year Forward PE Band



Source: Bloomberg

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Net turnover	37,345	38,600	40,162	40,873
EBITDA	5,166	5,454	5,911	6,296
Deprec. & amort.	236	257	262	288
EBIT	4,930	5,197	5,648	6,008
Total other non-operating income	251	285	285	285
Associate contributions	690	969	988	1,008
Net interest income/(expense)	(613)	(621)	(631)	(641)
Pre-tax profit	5,258	5,830	6,291	6,661
Tax	(942)	(972)	(1,061)	(1,131)
Minorities	1	0	0	0
Net profit	4,317	4,498	4,824	5,054
Net profit (adj.)	4,317	4,498	4,824	5,054

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Fixed assets	491	594	587	564
Other LT assets	8,906	9,022	9,167	9,202
Cash/ST investment	1,856	2,414	2,741	3,151
Other current assets	74,408	77,147	80,938	84,704
Total assets	85,661	89,177	93,432	97,621
ST debt	9,744	10,244	9,244	9,244
Other current liabilities	7,478	7,334	7,631	7,766
LT debt	21,604	21,545	23,045	23,545
Other LT liabilities	757	772	803	817
Shareholders' equity	46,094	48,958	52,385	55,924
Minority interest	(16)	(16)	(16)	(16)
Total liabilities & equity	85,661	88,837	93,092	97,281

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Operating	2,583	2,232	1,999	2,187
Pre-tax profit	5,258	5,830	6,291	6,661
Tax	(942)	(972)	(1,061)	(1,131)
Deprec. & amort.	236	257	262	288
Working capital changes	(1,781)	(714)	(634)	(695)
Non-cash items	(188)	(2,169)	(2,859)	(2,936)
Other operating cashflows	0	0	0	0
Investing	384	(461)	(369)	(286)
Capex (growth)	(146)	(360)	(255)	(265)
Investments	545	(116)	(145)	(35)
Others	(15)	15	31	14
Financing	(3,676)	(1,213)	(1,303)	(1,491)
Dividend payments	(1,888)	(1,654)	(1,803)	(1,991)
Issue of shares	0	0	0	0
Proceeds from borrowings	(1,793)	441	500	500
Others/interest paid	5	0	0	0
Net cash inflow (outflow)	(709)	558	327	410
Beginning cash & cash equivalent	2,565	1,856	2,414	2,741
Ending cash & cash equivalent	1,856	2,414	2,741	3,151

Key Metrics

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	13.8	14.1	14.7	15.4
Pre-tax margin	14.1	15.1	15.7	16.3
Net margin	11.6	12.6	13.0	13.5
ROA	5.1	5.6	5.7	5.8
ROE	9.6	10.2	10.3	10.2
Growth				
Turnover	1.0	3.4	4.0	1.8
EBITDA	(10.5)	5.6	8.4	6.5
Pre-tax profit	(14.8)	10.9	7.9	5.9
Net profit	(14.0)	12.5	7.7	5.7
Net profit (adj.)	(13.9)	12.5	7.7	5.7
EPS	(13.9)	12.5	7.7	5.7
Leverage				
Debt to total capital	68.0	65.0	61.7	58.6
Debt to equity	68.0	64.9	61.6	58.6
Net debt/(cash) to equity	64.0	60.0	56.4	53.0
Interest cover	8.4	8.8	9.4	9.8

Bangkok Chain Hospital (BCH TB)

Earnings Expected To Remain Weak In 2Q26

	BUY (Maintained)
Share Price	Bt10.30
Target Price	Bt14.00
Upside	+35.9%

Analyst(s)
Benjaphol Suthwanish
+662 659 8301
Benjaphol@uobkh.co.th
Assistant Analyst(s)
Nonpawit Vathanadachakul

Highlights

- BCH is expected to report a weak net profit of Bt331m in 2Q26 (-14.7% yoy, +23.8% qoq).
- The key reasons for the earnings contraction are the weaker foreign revenue and lower extra revenue yoy from the annual review of 26 chronic diseases.
- We expect the outlook to improve in 3Q26 as the rainy season is starting to bring in more Thai patients. Maintain BUY with a target price of Bt14.00.

2Q26 Earnings Preview

Year to 31 Dec (Btm)	2Q25	1Q26	2Q26F	yoy (%)	qoq (%)	1H25	1H26F	yoy (%)
Total revenue	3,020	2,906	2,972	-1.6%	2.3%	5,923	5,878	-1%
Gross profit	909	760	849	-6.6%	11.6%	1,724	1,609	-7%
SG&A	(402)	(406)	(401)	-0.1%	-1.2%	(777)	(807)	4%
Operating EBITDA	790	646	742	-6.1%	14.8%	1,514	1,388	-8%
Core profit	383	268	331	-13.5%	23.8%	709	599	-16%
Net profit	388	268	331	-14.7%	23.8%	710	599	-16%
EPS (Bt)	0.16	0.11	0.13	-14.7%	23.8%	0.28	0.24	-16%
(%)	2Q25	1Q26	2Q26F	yoy (ppt)	qoq (ppt)	1H25	1H26F	yoy (ppt)
Gross margin	30.1%	26.2%	28.6%	(1.5)	2.4	29.1%	27.4%	(1.7)
SG&A to sales	13.3%	15.0%	13.5%	0.2	(1.5)	13.1%	13.7%	0.6
EBITDA margin	26.2%	22.2%	25.0%	(1.2)	2.7	25.6%	23.6%	(1.9)
Net profit margin	12.9%	9.2%	11.1%	(1.7)	1.9	12.0%	10.2%	(1.8)

Source: BCH, UOB Kay Hian

Analysis

- **Expect a weakened net profit in 2Q26.** Bangkok Chain Hospital (BCH) is expected to report a net profit of Bt331m in 2Q26 (-14.7% yoy, +23.8% qoq). The earnings contraction yoy is mainly due to the weaker foreign patient revenue and lower extra revenue yoy from the annual review of 26 chronic diseases. The top-line should be at Bt2.97b (-1.6% yoy, +2.3% qoq), with the slight decline being mainly due to a 1% drop in Thai patient revenue yoy and an 8% drop in international patient revenue. The growth in Middle East patient revenue is expected to be strong at +40% yoy, but it is being offset by the drop in Cambodian patient revenue by 70-80% yoy. Myanmar patient revenue should drop 9% yoy due to a renovation at Kasemrad Hospital Maesai, which will be completed in Aug 26. As a result, we expect the margins for BCH to fall yoy.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net turnover	11,725	11,913	14,452	14,907	16,046
EBITDA	2,709	2,881	3,697	3,907	4,191
Operating profit	1,711	1,815	2,686	2,861	3,107
Net profit (rep./act.)	1,282	1,316	1,999	2,114	2,300
Net profit (adj.)	1,217	1,275	1,999	2,114	2,300
EPS (Bt)	0.5	0.5	0.8	0.8	0.9
PE (x)	21.1	20.1	12.9	12.2	11.2
P/B (x)	2.0	1.9	1.8	1.6	1.5
EV/EBITDA (x)	9.1	8.6	6.7	6.3	5.9
Dividend yield (%)	2.7	2.9	4.5	4.8	5.2
Net margin (%)	10.9	11.1	13.8	14.2	14.3
Net debt/(cash) to equity (%)	(3.7)	(6.2)	(14.1)	(20.3)	(24.8)
Interest cover (x)	49.6	58.1	47.6	50.3	54.4
ROE (%)	10.0	10.1	14.4	13.9	13.9
Consensus net profit (Btm)	-	-	1,337	1,407	1,450
UOBKH/Consensus (x)	-	-	1.49	1.50	1.59

Source: BCH, Bloomberg, UOB Kay Hian

Stock Data

GICS sector	Health Care
Bloomberg ticker:	BCH TB
Shares issued (m):	2,493.7
Market cap (Btm):	25,685.6
Market cap (US$m):	767.6
3-mth avg daily t'over (US$m):	3.4

Price Performance (%)

52-week high/low Bt14.70/Bt9.10

1mth	3mth	6mth	1yr	YTD
4.0	8.4	1.0	(23.7)	(1.0)

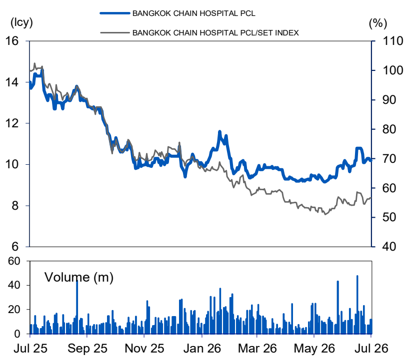
Major Shareholders

	%
Harnphanich family	50.0
Thai NVDR	11.5

Balance Sheet Metrics

FY26 NAV/Share (Bt)	5.83
FY26 Net Debt/ Share (Bt)	0.82

Price Chart



Source: Bloomberg

Company Description

The company operates a group of mid-sized hospitals in Bangkok and suburban areas with middle-income locals and patients registered under the government-sponsored social security scheme as primary customer targets.

- **Growth of Middle East patient revenue expected to continue in 2Q26.** BCH's Middle East patient revenue rose by around 122% yoy in 1Q26, mainly from the new referrals from Qatar and the increase in referrals from the United Arab Emirates (UAE). Similarly, the revenue from Middle East patients is expected to show a robust 40% growth in 2Q26. The main contributors are the long-staying Middle East patients. The key driver for Middle East patients is the specialised doctor for diabetic wound treatment, who now only works at BCH, unlike last year. This has brought BCH's UAE patient revenue up by 200% yoy in 1Q26.
- **Decent 3Q26 outlook.** BCH has recently started to see a sharp rise in cases from the epidemic. The yoy drop in Cambodian patient revenue should ease in 3Q26 as the conflict between Thailand and Cambodian started in mid-2Q25. A strong increase in the number of outbreak cases during the rainy season will provide upside to BCH's earnings. Likewise, a late pick-up in Middle Eastern patient arrivals in 3Q26 will also provide strong upside to earnings
- **Limited concern over cost pressure.** Although the US-Iran conflict has pushed up fuel and operating costs, BCH appears well prepared to manage the impact. Management sees no risk of drug shortages, as the hospital has already secured 80-90% of this year's medical supply requirements since early-26. This has effectively locked in procurement costs and reduced BCH's exposure to fluctuations in medical supply prices. Going forward, management expects only a limited impact from rising costs, reinforcing our confidence in BCH's ability to effectively manage its cost base and preserve margins throughout the year.
- **Positive development in increase of SSO treatment fees.** The Social Security Office (SSO) has raised the wage ceiling effective from 2026. According to management, SSO officials acknowledge that an increase in treatment fees would be reasonable. SSO has now established a committee to consider the increase of treatment fee, with the approval date expected in late-3Q26 or in 4Q26. The most likely increase will be the base capitation rate which should see around a 10% increase to offset rising medical inflation.

Valuation/Recommendation

- **Maintain BUY with a target price of Bt14.00,** based on a 2026 EV/EBITDA of 10.0x, in line with its three-year historical average. We still believe that BCH will be strong in 2H26, due to: a) the upside from the probable increase of SSO treatment fees, b) no concern on cost pressures from medical supply, and c) the increasing number of patients from the epidemic.

Environment, Social, Governance (ESG) Updates

Environmental

- **Operates business with a sense of responsibility** towards the environment, striving to alleviate or minimise the adverse impacts, both direct and indirect.

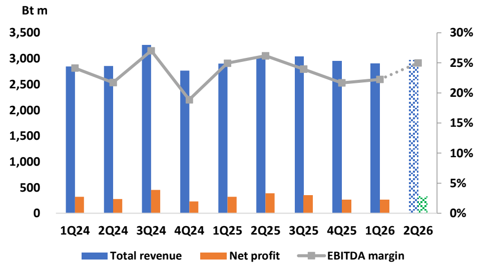
Social

- **Assessed important social issues** for the organisation and stakeholders consisting of personnel development, human resource management, human rights, and access to medical services, community engagement, as well as occupational health and safety.

Governance

- **Places importance on conducting business** with integrity, transparency, and responsibility towards the society and all stakeholders.
- **Prepared a manual on good corporate governance** to create an understanding and use it as a guideline for best practices of employees at all levels.

Quarterly Performance

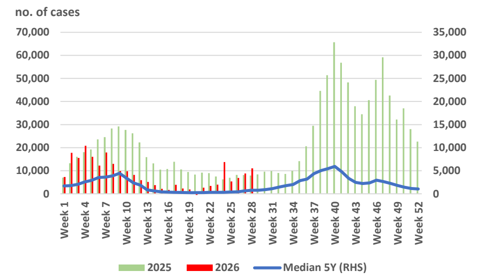


Source: BCH, UOB Kay Hian

No. Of SSO Registered Patients

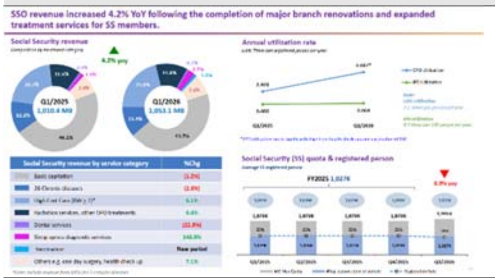
Source: BCH

No. Of Influenza Cases (1 Jan-11 Jul 26)



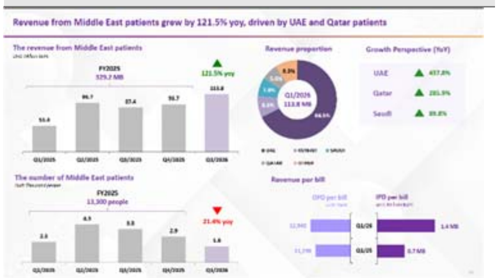
Source: Department of Disease Control, UOB Kay Hian

SSO Revenue Breakdown



Source: BCH

Middle East Patient Breakdown



Source: BCH

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Net turnover	11,913	14,452	14,907	16,046
EBITDA	2,881	3,697	3,907	4,191
Deprec. & amort.	1,067	1,011	1,046	1,084
EBIT	1,815	2,686	2,861	3,107
Total other non-operating income	62	21	21	22
Associate contributions	2	1	1	1
Net interest income/(expense)	(50)	(78)	(78)	(77)
Pre-tax profit	1,829	2,630	2,806	3,054
Tax	(403)	(526)	(533)	(580)
Minorities	(109)	(105)	(159)	(173)
Net profit	1,316	1,999	2,114	2,300
Net profit (adj.)	1,275	1,999	2,114	2,300

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Fixed assets	12,858	12,928	13,288	13,706
Other LT assets	830	895	906	931
Cash/ST investment	1,694	3,601	4,792	5,809
Other current assets	2,103	2,288	2,401	2,541
Total assets	17,486	19,713	21,387	22,987
ST debt	633	132	149	850
Other current liabilities	2,207	2,211	2,281	2,455
LT debt	238	1,421	1,406	690
Other LT liabilities	201	296	306	329
Shareholders' equity	13,186	14,526	15,961	17,204
Minority interest	1,021	1,126	1,285	1,458
Total liabilities & equity	17,486	19,713	21,387	22,987

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Operating	2,740	2,934	3,276	3,592
Pre-tax profit	1,829	2,630	2,806	3,054
Tax	(403)	(526)	(533)	(580)
Deprec. & amort.	1,067	1,011	1,046	1,084
Working capital changes	285	(222)	(72)	(36)
Non-cash items	(37)	41	28	71
Other operating cashflows	2	1	1	1
Investing	(1,155)	(1,051)	(1,408)	(1,504)
Capex (growth)	(1,172)	(1,081)	(1,406)	(1,502)
Investment	596	599	603	607
Others	(579)	(569)	(604)	(609)
Financing	(681)	(729)	(677)	(1,071)
Dividend payments	(641)	(658)	(999)	(1,057)
Proceeds from borrowings	0	682	2	0
Loan repayment	(26)	0	0	(14)
Others/interest paid	(14)	(753)	320	0
Net cash inflow (outflow)	903	1,154	1,191	1,017
Beginning cash & cash equivalent	1,544	2,447	3,601	4,792
Ending cash & cash equivalent	2,447	3,601	4,792	5,809

Key Metrics

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	24.2	25.6	26.2	26.1
Pre-tax margin	15.3	18.2	18.8	19.0
Net margin	11.1	13.8	14.2	14.3
ROA	7.6	10.7	10.3	10.4
ROE	10.1	14.4	13.9	13.9
Growth				
Turnover	1.6	21.3	3.2	7.6
EBITDA	6.4	28.3	5.7	7.3
Pre-tax profit	4.4	43.8	6.7	8.8
Net profit	2.7	51.8	5.7	8.8
Net profit (adj.)	4.8	56.8	5.7	8.8
EPS	4.8	56.8	5.7	8.8
Leverage				
Debt to total capital	5.8	9.0	8.3	7.6
Debt to equity	6.6	10.7	9.7	9.0
Net debt/(cash) to equity	(6.2)	(14.1)	(20.3)	(24.8)
Interest cover (x)	58.1	47.6	50.3	54.4

Star Petroleum Refining (SPRC TB)

2Q26 Results Preview: Record-High GRM Drives Strong 2Q26

Highlights

- Expect strong 2Q26 core earnings, driven by record-high refining margins (~US$20/bbl) and higher refinery utilisation following the 1Q26 turnaround.
- Chevron reinforced a positive refining outlook, expecting margins to normalise but remain above historical levels, supported by limited new refining capacity, supply discipline and rising energy security concerns.
- We raise our 2026 earnings forecast by 43% to Bt13b and increase target price to Bt12.00. Maintain BUY.

Analysis

- **Expect strong 2Q26 earnings,** with net profit of **Bt6.5b,** down 12% qoq due mainly to Bt441m inventory loss vs gains of Bt5.6b in 1Q26. Excluding inventory and extra items, core profit should surge to Bt6.89b (up 2,261% yoy and 325% qoq), marking a record-high quarterly operating performance.
- **Higher refinery throughput with strong market GRM in 2Q26.** Crude runs rose to 146kbd (86% utilisation in 2Q26 vs 63% in 1Q26) following completion of the 1Q26 planned turnaround. Market gross refinery margin (GRM) increased to around US$20/bbl (vs US$12.80/bbl in 1Q26), supported by significantly strong diesel and jet fuel cracks amid Middle East supply disruptions. Inventory losses are expected at US$1/bbl, compared with an exceptionally high gain in 1Q26. Overall, we expect 1H26 core earnings of Bt8.5b, already accounting for a substantial portion of our revised forecast.
- **Limited impact from government-imposed diesel price cut.** We estimate the government's first round of diesel refinery price intervention (Apr-May 26) reduced SPRC's 2Q26 earnings by approximately Bt1.1b. In addition, Thailand's Energy Policy Administration Committee (EPAC) already approved a temporary diesel refinery price discount, comprising Bt1.40/litre during 9-23 Jul 26 and Bt2.40/litre during 24 Jul-15 Aug 26. We estimate the impact from this latest measure at around Bt590m, consisting of Bt168m from Phase I and Bt422m from Phase II. The impact is relatively modest and has already been incorporated into our revised earnings forecast for 2026. Despite the diesel price cuts, we estimate SPRC will maintain a refinery utilisation of around 86% in 3Q26, broadly in line with the 2Q26 run rate, supported by continued strong operating performance.

Key Financials

Year to 31 Dec (Bt m)	2024	2025	2026F	2027F	2028F
Net turnover	270,605.5	241,882.2	265,252.7	303,565.6	316,023.2
EBITDA	5,058.7	5,807.5	20,207.0	10,262.3	10,441.3
Operating profit	1,474.3	2,366.3	16,557.0	6,462.3	6,641.3
Net profit (rep./act.)	2,234.9	2,416.3	13,141.6	5,099.8	5,275.0
Net profit (adj.)	2,170.9	4,130.3	13,141.6	5,099.8	5,275.0
EPS	0.5	1.0	3.0	1.2	1.2
PE (x)	21.0	11.0	3.5	8.9	8.6
P/B (x)	1.2	1.2	0.9	0.9	0.8
EV/EBITDA (x)	10.4	8.2	1.9	3.8	3.6
Dividend yield (%)	3.8	3.8	10.5	5.7	4.8
Net margin (%)	0.8	1.0	5.0	1.7	1.7
Net debt/(cash) to equity(%)	18.0	5.6	(15.6)	(11.6)	(14.4)
Interest cover (x)	11.9	22.5	53.2	25.7	29.0
ROE (%)	5.8	6.3	29.6	11.2	11.2
Consensus net profit	n.a	n.a	5,618.4	4,081.1	4,331.8
UOBKH/Consensus (x)	n.a	n.a	2.3	1.2	1.2

Source: Star Petroleum Refining, Bloomberg, UOB Kay Hian

BUY (Maintained)	
Share Price	Bt10.80
Target Price	Bt12.00
Upside	13.2%
Previous TP	Bt7.50

Analyst(s)
Arsit Pamaranont
arsit@uobkh.co.th
(66 2) 0903354

Stock Data

GICS sector	Energy
Bloomberg ticker:	SPRC TB
Shares issued (m):	4,335.9
Market cap (Bt$m):	30,784.9
Market cap (US$m):	920.8
3-mth avg daily t'over (US$m):	5.2

Price Performance (%)

52-week high/low: Bt8.2/Bt4.3

1mth	3mth	6mth	1yr	YTD
(2.7)	3.6	19.3	32.7	20.3

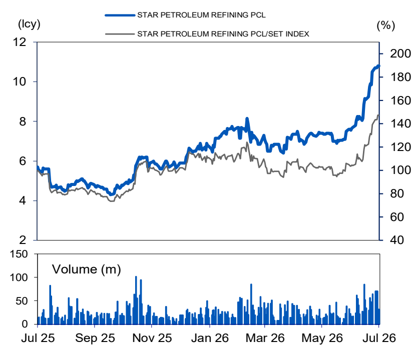
Major Shareholders

	%
CHEVRON SOUTH ASIA HOLDINGS	60.6
NVDR	4.1
VAYUPAK FUND 1	2.3

Balance Sheet Metrics

FY26 NAV/Share (Bt)	11.6
FY26 Net Debt/Share (Bt)	(1.8)

Price Chart



Source: Bloomberg

Company Description

SPRC is one of the leading refineries in Asia Pacific. It operates a complex refinery in Rayong which can produce 175,000 barrels/day (13.2% of Thailand's refining capacity) and has a high Nelson complexity index of 6.3.

Singapore GRM

- **Chevron conference reinforces positive refining outlook.** Following the Chevron Downstream Conference hosted by SPRC, we came away with positive view on both the industry and SPRC's competitive positioning. Chevron emphasised that although refining margins are likely to normalise from today's exceptionally high levels, supply discipline should keep margins well above the weak levels. Limited green field refinery investments and continued closure of inefficient refineries should support industry profitability over the medium term. Overall, SPRC expects market GRM to remain above US$7.00/bbl in 2H26 and stay at healthy levels throughout 2027.

2Q26 Results Preview

	2Q26F	2Q25	1Q26	yoy %Chg	qoq %Chg	1H26F (Btm)	1H25 (Btm)	yoy %Chg
Turnover	67,583	58,509	51,987	16	30	119,569	122,806	(3)
core EBITDA	8,384	1,542	4,399	444	91	12,783	2,980	329
Inventory gain/(loss)	(441)	(1,683)	5,640	(74)	(108)	5,198	(1,450)	(459)
Net Profit	6,450	(812)	7,367	(894)	(12)	13,817	(99)	(14,082)
EPS	1.5	(.2)	1.7	(894)	(12)	3.2	(.0)	(14,082)
Core profit/(loss)	6,891	292	1,620	2,261	325	8,511	1,010	743

Source: Star Petroleum Refining, UOB Kay Hian

Valuation/Recommendation

- **Maintain BUY with a target price of Bt12.00 (from 9.50),** based on 1.0x 2026F P/B. Although refining margins are unlikely to remain at current peak levels, we think industry fundamentals remain stronger than we previously expected, supported by limited refinery additions, disciplined supply and improving energy security. Note that we expect SPRC will provide a 10.5% dividend yield in 2026 (expect a 5% dividend yield for the 1H26 period).
- **GRM sensitivity.** Every US$1/bbl change in GRM would impact SPRC's annual core earnings by Bt700m-900m, highlighting strong earnings leverage to refining margins.

Earnings Revision/Risk

- Following significantly stronger-than-expected refining margins during 2Q26 and a more constructive industry outlook, we raise our 2026 core earnings forecast by 43% to Bt13.0b.

Share Price Catalyst

- 3Q26: Strong diesel and jet crack spreads.

Environment, Social, Governance (ESG) Updates

CG Report: 5
SET ESG Rating: None

Environmental

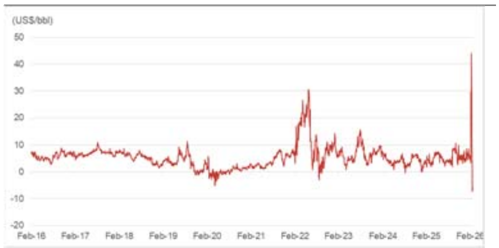
- To preserve the environment, SPRC targets zero recordable oil spills. It is also aiming for zero waste in landfills and focusing on a waste circular economy. In 2023, less than 1% of total waste was managed through landfill disposal.

Social

- SPRC's focus is to ensure the wellbeing of its employees and their families and prevent incidents or injuries while working on site and from home.

Governance

- SPRC maintains its annual "Excellent" CG scoring from Thai Institute of Directors Association.



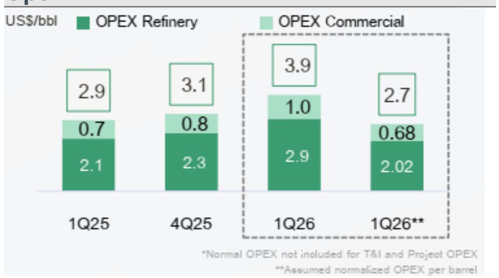
Source: Bloomberg

Key Statistics

	2Q26F US$/bbl	2Q25 US$/bbl	1Q26 US$/bbl
GRM	20.00	5.14	12.81
Inventory	(1.00)	(3.44)	22.30

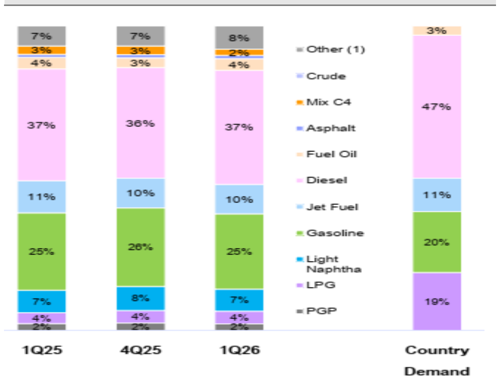
Source: UOB Kay Hian

Opex



Source: UOB Kay Hian

Production Yield



Source: Bloomberg

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Net turnover	241,882	265,253	303,566	316,023
EBITDA	5,807	20,207	10,262	10,441
Deprec. & amort.	3,441	3,650	3,800	3,800
EBIT	2,366	16,557	6,462	6,641
Total other non-operating income	851	250	350	350
Net interest income/(expense)	(258)	(380)	(400)	(360)
Pre-tax profit	2,960	16,427	6,412	6,631
Tax	(544)	(3,285)	(1,312)	(1,356)
Minorities	0	0	0	0
Net profit	2,416	13,142	5,100	5,275
Net profit (adj.)	4,130	13,142	5,100	5,275

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Fixed assets	21,037	19,887	18,587	17,287
Other LT assets	4,688	5,108	5,182	5,431
Cash/ST investment	976	10,938	9,242	11,156
Other current assets	33,179	36,998	43,417	46,944
Total assets	59,880	72,931	76,428	80,818
ST debt	1,356	1,356	1,356	1,356
Other current liabilities	17,095	18,179	18,979	20,112
LT debt	1,750	1,750	1,750	1,750
Other LT liabilities	3,176	2,950	2,999	2,999
Shareholders' equity	37,915	50,113	52,762	56,019
Total liabilities & equity	61,293	74,349	77,846	82,236

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Operating	10,626	13,192	3,416	6,602
Pre-tax profit	3,113	16,427	6,562	6,781
Tax	(544)	(3,285)	(1,312)	(1,356)
Deprec. & amort.	3,441	3,650	3,800	3,800
Working capital changes	3,787	(2,735)	(5,619)	(2,394)
Other operating cashflows	828	(864)	(15)	(229)
Investing	(1,983)	(2,287)	(2,510)	(2,520)
Capex (growth)	(2,179)	(2,500)	(2,500)	(2,500)
Others	195	213	(10)	(20)
Financing	(8,242)	(943)	(2,602)	(2,168)
Dividend payments	(1,301)	(4,769)	(2,602)	(2,168)
Proceeds from borrowings	(4,486)	0	0	0
Others/interest paid	(2,455)	3,826	0	0
Net cash inflow (outflow)	401	9,962	(1,696)	1,914
Beginning cash & cash equivalent	575	976	10,938	9,242
Ending cash & cash equivalent	976	10,938	9,242	11,156

Key Metrics

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	2.4	7.6	3.4	3.3
Pre-tax margin	1.2	6.2	2.1	2.1
Net margin	1.0	5.0	1.7	1.7
ROA	4.2	20.5	7.8	7.8
ROE	6.3	29.6	11.2	11.2
Growth				
Turnover	15.6	26.8	45.1	51.1
EBITDA	23.2	328.8	117.8	121.6
Pre-tax profit	5.6	485.9	128.7	136.5
Net profit	6.8	480.6	125.3	133.1
Net profit (adj.)	90.3	218.2	(61.2)	3.4
EPS	27.1	304.5	57.0	62.4
Leverage				
Debt to total capital	8.2	6.2	5.9	5.6
Debt to equity	8.2	6.2	5.9	5.6
Net debt/(cash) to equity	5.6	(15.6)	(11.6)	(14.4)
Interest cover	22.5	53.2	25.7	29.0

Bangchak Corporation (BCP TB)

2Q26 Preview: Earnings Enter A New Base

BUY (Maintained)

Share Price	Bt44.50
Target Price	Bt52.00
Upside	16.9%
Previous TP	Bt40.00

Highlights

- We expect robust 2Q26 core earnings, driven by strong refining margins (~US$17/bbl) and COD of SAF.
- We lift our 2026 earnings forecast to Bt34b to factor in a stronger refining cycle, higher refinery utilisation and better-than-expected synergy realisation following the BSRC integration.
- Maintain BUY with a target price of Bt52.00.

Analysis

- **Business update reinforces our positive view.** Despite lower refinery utilisation of 93%, Bangchak Corporation (BCP) maintained a strong operational performance while the SAF plant successfully operated at full 7kbd capacity following COD. The company also further reduced Middle East crude exposure to below 10%, limiting geopolitical risks and improving feedstock flexibility.
- **Refinery fundamentals remain robust despite lower run rates.** We estimate BCP's 2Q26 core profit at Bt11.0b (+782% yoy, +13% qoq). Crude run was 272.6kbd (93%) from 279.8kbd (95%) in 1Q26 due to temporary government export restrictions. Market gross refinery margin (GRM) is expected to remain strong at US$17/bbl (vs US$18.6/bbl in 1Q26) due to strong diesel and jet fuel spreads. We do not expect significant inventory gains/losses in 2Q26. Note that our 2Q26 earnings preview has already factored in a temporary diesel refinery price discount of Bt3.33/litre in 2Q26 (impact of around Bt2.2b).
- **Limited impact from government-imposed diesel price cut.** Like its peers, Thailand's Energy Policy Administration Committee has approved a temporary diesel refinery price discount, comprising Bt1.40/litre during 9-23 Jul 26 and Bt2.40/litre during 24 Jul-15 Aug 26. Based on our estimates, BCP will bear approximately Bt1.1b, consisting of Bt336m from Phase 1 and Bt845m from Phase 2. The impact is relatively modest and has already been incorporated into our revised earnings forecast for 2026, implying no additional downside to our estimates. However, we expect BCP to maintain a refinery utilisation rate of above 90% in 3Q26.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net turnover	589,877.4	507,569.9	601,980.6	628,008.5	745,010.4
EBITDA	46,554.0	26,408.8	90,144.8	54,657.3	52,465.3
Operating profit	26,498.0	8,300.7	73,644.8	38,157.3	34,965.3
Net profit (rep./act.)	2,184.1	2,879.7	34,125.7	11,899.2	13,250.3
Net profit (adj.)	6,120.1	10,239.7	34,125.7	11,899.2	13,250.3
EPS	4.4	7.4	23.2	8.1	9.0
PE (x)	10.1	6.0	1.9	5.5	5.0
P/B (x)	1.0	0.9	0.6	0.6	0.5
EV/EBITDA (x)	4.0	6.6	1.8	3.0	2.9
Dividend yield (%)	2.4	2.8	8.9	5.4	5.4
Net margin (%)	0.4	0.6	5.7	1.9	1.8
Net debt/(cash) to equity(%)	165.5	140.6	71.8	64.7	47.0
Interest cover (x)	6.6	4.2	10.6	6.6	6.5
ROE (%)	4.3	5.2	46.0	15.0	15.6
Consensus net profit	n.a	n.a	9,308.1	9,103.2	9,803.7
UOBKH/Consensus (x)	n.a	n.a	3.7	1.3	1.4

Source: Bangchak Corporation, Bloomberg, UOB Kay Hian

Analyst(s)
Arsit Pamaranont
arsit@uobkayhian.co.th
(66 2) 659-8317

Stock Data

GICS sector	Energy
Bloomberg ticker:	BCP TB
Shares issued (m):	1,470.0
Market cap (Bt$m):	54,759.0
Market cap (US$m):	1,672.4
3-mth avg daily t'over (US$m):	9.6

Price Performance (%)

52-week high/low: Bt40.0/Bt25.0

1mth	3mth	6mth	1yr	YTD
2.0	19.2	29.6	4.2	43.3

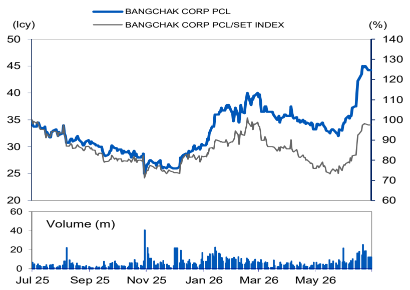
Major Shareholders

	%
Vayapak fund 1	19.8
Social Security Office (SSO)	15.1
Thai NVDR	13.9

Balance Sheet Metrics

	%
FY26 NAV/Share (Bt)	71.6
FY26 Net Debt/Share (Bt)	51.4

Price Chart



Source: Bloomberg

Company Description

BCP is one of the refiners in Thailand. It operates a small complex refinery located in Bangkok with a capacity of 120,000 bbl/day, representing 10% of Thailand's refining capacity. BCP distributes products to clients through its service stations nationwide.

- **New growth drivers continue to emerge.** The 7kbd sustainable aviation fuel (SAF) plant achieved COD in May and operated at full capacity for 42 days during 2Q26, with the first commercial deliveries already completed. Together with the recently completed Chevron Hong Kong acquisition, BCP is transforming into a regional downstream platform with growing exposure to the SAF, marine fuel and international retail businesses. This would support earnings diversification beyond the refining cycle.

2Q26 Results Preview

	2Q26F	2Q25	1Q26	yoy %Chg	qoq %Chg	1H26F (Btm)	1H25 (Btm)	yoy %Chg
Turnover	171,033	125,581	142,528	36	20	313,561	259,811	20.7
core EBITDA	18,628	8,525	20,133	119	-7	38,761	20,187	92
Inventory gain/(loss)	0	(3,969)	8,299	N/A	N/A	8,299	(3,750)	N/A
Net Profit	11,000	(2,560)	6,144	-530	79	17,144	(445)	N/A
EPS	7.5	(1.9)	4.5	-501	65	12.0	(0.32)	N/A
Core profit	11,000	1,247	9,755	782	13	20,755	2,998	592

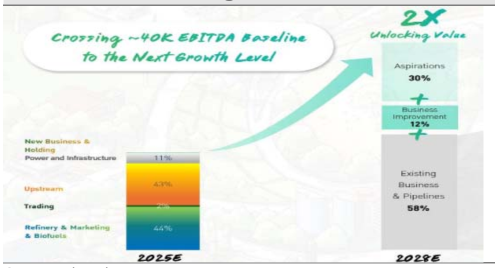
Source: BCP, UOB Kay Hian

2Q26 Operating Statistics

US$/bbl	2Q26F	2Q25	1Q26
GRM	17.0	4.45	18.6
Hedging	-	(1.22)	(13.8)
Inventory gain/(loss)	-	(4.75)	9.4
Total GRM	17.0	(1.52)	14.2

Source: BCP, UOB Kay Hian

Double EBITDA Target



Source: Bloomberg

Earnings Revision/Risk

- We raise our 2026 core profit forecast by over 3x to Bt34b (from Bt10b), reflecting a much stronger-than-expected refining environment, impressive contribution from SAF and limited impact from diesel price intervention

Valuation/Recommendation

- **Maintain BUY with a higher target price of Bt52.00,** following a substantial upward revision to our earnings forecast. Our target price is based on SOTP valuation, implying 1.0x 2026F P/B. BCP is currently trading at just 0.6x 2026F P/B and 1.9x 2026F PE. The company offers an attractive 8.9% dividend yield. We believe the market continues to value BCP largely as a cyclical refiner, while it has not priced in its transformation into a diversified downstream energy platform. We think stronger BSRC synergies, SAF commercialisation and the Chevron Hong Kong acquisition should enhance earnings quality and reduce reliance on refinery cycles, supporting further valuation re-rating.

Share Price Catalyst

- 11 Aug 26: Results announcement.
- 3Q26: Stronger diesel and jet fuel margins.
- Share buyback possibility.
- Potential rerating after Anti-Money Laundering Office overhang eases.

Environment, Social, Governance (ESG) Updates

CG Report: 5

Environmental

- BCP aims to achieve carbon neutrality by 2030 and net zero emission by 2050. To achieve this, BCP will improve overall production efficiency and utilise products that reduce emissions by 20% by 2024, and 30% by 2030.

Social

- Social development is part of BCP's business management. The corporate and employee culture is to engage in social development for sustainability.

Governance

BCP maintains an annual "Excellent" CG score from the Thai Institute of Directors Association.

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Net turnover	507,570	601,981	628,008	745,010
EBITDA	26,409	90,145	54,657	52,465
Deprec. & amort.	18,108	16,500	16,500	17,500
EBIT	8,301	73,645	38,157	34,965
Associate contributions	2,607	420	420	450
Net interest income/(expense)	(6,296)	(8,522)	(8,301)	(8,100)
Pre-tax profit	4,612	65,543	30,276	27,315
Tax	(2,167)	(26,217)	(15,138)	(12,565)
Minorities	435	(5,200)	(3,239)	(1,500)
Net profit	2,880	34,126	11,899	13,250
Net profit (adj.)	10,240	34,126	11,899	13,250

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Fixed assets	114,934	113,434	111,934	109,434
Other LT assets	88,960	117,352	118,945	122,276
Cash/ST investment	28,555	54,649	36,898	47,121
Other current assets	66,356	97,488	101,550	102,564
Total assets	298,805	382,922	369,327	381,395
ST debt	36,114	43,829	51,559	36,829
Other current liabilities	36,901	73,124	65,970	69,970
LT debt	86,584	86,584	60,354	70,354
Other LT liabilities	55,065	44,820	46,476	47,520
Shareholders' equity	66,936	105,566	115,968	127,722
Minority interest	17,205	29,000	29,000	29,000
Total liabilities & equity	298,805	382,922	369,327	381,395

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Operating	14,892	39,323	18,046	33,424
Pre-tax profit	4,612	65,543	30,276	27,315
Tax	(2,167)	(26,217)	(15,138)	(12,565)
Deprec. & amort.	18,108	16,500	16,500	17,500
Associates	435	(5,200)	(3,239)	(1,500)
Working capital changes	231	(3,159)	(11,211)	2,769
Other operating cashflows	(6,326)	(8,144)	858	(95)
Investing	(14,463)	(25,447)	(15,800)	(16,975)
Capex (growth)	(17,293)	(15,000)	(15,000)	(15,000)
Others	2,830	(10,447)	(800)	(1,975)
Financing	135	12,218	(19,997)	(6,227)
Dividend payments	(639)	(1,997)	(1,997)	(1,997)
Issue of shares	0.0	1	0	0
Proceeds from borrowings	(4,812)	7,715	(18,500)	(4,730)
Others/interest paid	5,586	6,499	500	500
Net cash inflow (outflow)	564	26,093	(17,750)	10,223
Beginning cash & cash equivalent	28,626	28,555	54,649	36,898
Ending cash & cash equivalent	29,191	54,649	36,898	47,121

Key Metrics

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	5.2	15.0	8.7	7.0
Pre-tax margin	0.9	10.9	4.8	3.7
Net margin	0.6	5.7	1.9	1.8
ROA	1.4	13.6	4.9	5.3
ROE	5.2	46.0	15.0	15.6
Growth				
Turnover	164.3	213.5	227.0	288.0
EBITDA	166.2	808.6	450.9	428.8
Pre-tax profit	23.7	1,658.1	712.1	632.7
Net profit	16.9	1,285.6	383.1	438.0
Net profit (adj.)	67.3	233.3	(65.1)	11.4
EPS	134.2	629.2	154.2	183.1
Leverage				
Debt to total capital	145.8	96.9	77.2	68.4
Debt to equity	183.3	123.5	96.5	83.9
Net debt/(cash) to equity	140.6	71.8	64.7	47.0
Interest cover	4.2	10.6	6.6	6.5

IRPC (IRPC TB)

Strong 2Q26, But Peak Nears

Highlights

- We revised up our 2026 earnings forecast by 154% to Bt9.8b on a stronger-than-expected 2Q26 preview with a core profit to Bt4.7b, driven by market GIM of US$16.7/bbl despite higher crude premiums.
- Government refinery margin cap remains a headwind, with a further impact of around Bt500m expected from the latest extension
- Maintain HOLD with target price of Bt2.30, as we expect 1H26 to represent peak earnings, with risks from GRM normalisation, inventory reversal and weak petrochemical spreads likely to weigh on 2H26 earnings.

Analysis

- **Expect 2Q26 core earnings to surge on higher GIM.** We forecast 2Q26 core profit at Bt4.7b (vs a core loss of Bt453m in 2Q25 and a core profit of Bt1.7b in 1Q26), supported by record high market gross integrated margin (GIM) of US$16.7/bbl. Refinery utilisation is expected to remain healthy at 95% (205kbd), while stronger diesel and jet fuel spreads continue to offset weakness in petrochemicals.

2Q26 Results Preview

	2Q26F	2Q25	1Q26	yoy %Chg	qoq %Chg	1H26F (Btm)	1H25 (Btm)	yoy %Chg
Revenue	92,210	68,617	76,842	34	20.0	169,052	141,475	19
Core EBITDA	3,960	2,242	4,835	77	(18)	8,795	3,206	174
Inventory gain/(loss)	(1,537)	(2,503)	9,843	(39)	(116)	8,306	(1,877)	(543)
Net income	3,250	(2,132)	7,889	(252)	(59)	11,139	(3,338)	(434)
EPS	0.16	(0.10)	0.39	(252)	(59)	1	(0.16)	(434)
Core profit	4,687	(453)	1,669	(1,135)	181	6,356	(1,852)	(443)

Source: IRPC, UOB Kay Hian

- **Higher crude premium offset by stronger product cracks.** Although crude premium increased to around US$18/bbl in 2Q26 (from US$0.50/bbl in 1Q26), we believe the impact is more than offset by exceptionally strong middle distillate spreads. Diesel and jet fuel margins remain well above historical averages at US$63/bbl (vs US$36/bbl in 1Q26), allowing IRPC to deliver a significantly higher refining margin despite higher feedstock costs.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net turnover	314,833.2	279,572.4	331,764.0	335,340.3	343,952.0
EBITDA	3,964.7	7,555.4	23,736.9	15,793.7	16,074.3
Operating profit	(5,175.0)	(1,869.9)	14,686.9	6,743.7	7,124.3
Net profit (rep./act.)	(5,193.0)	(3,571.4)	9,814.5	3,421.0	3,645.5
Net profit (adj.)	(3,915.0)	(1,388.4)	9,814.5	3,421.0	3,645.5
EPS	(0.2)	(0.1)	0.5	0.2	0.2
PE (x)	(11.4)	(32.1)	4.5	13.0	12.2
P/B (x)	0.6	0.7	0.6	0.6	0.6
EV/EBITDA (x)	26.9	11.3	3.8	5.7	5.4
Dividend yield (%)	0.5	0.5	6.9	0.9	0.9
Net margin (%)	(1.6)	(1.3)	3.0	1.0	1.1
Net debt/(cash) to equity(%)	88.4	62.0	64.3	63.8	58.3
Interest cover (x)	1.6	3.0	9.0	5.8	5.6
ROE (%)	(6.6)	(4.7)	12.3	4.3	4.6
Consensus net profit	n.a	n.a	5,209.6	1,110.4	2,297.1
UOBKH/Consensus (x)	n.a	n.a	1.9	3.1	1.6

HOLD (Maintained)

Share Price	Bt2.08
Target Price	Bt2.30
Upside	10.6%
Previous TP	Bt1.65

Analyst(s)
Arsit Pamaranont
arsit@uobkayhian.co.th
(66 2) 090-3354

Stock Data

GICS sector	Energy
Bloomberg ticker:	IRPC TB
Shares issued (m):	20,434.4
Market cap (Bt$m):	46,590.5
Market cap (US$m):	1,422.9
3-mth avg daily t'over (US$m):	9.2

Price Performance (%)

52-week high/low: Bt2.3/Bt0.7

1mth	3mth	6mth	1yr	YTD
32.6	91.6	123.5	156.2	130.3

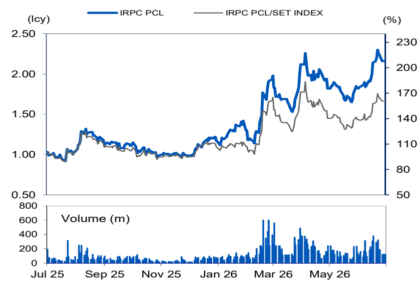
Major Shareholders

	%
PTT	45.05
Siam management holding	3.00
Thai NVDR	2.68

Balance Sheet Metrics

	%
FY26 NAV/Share (Bt)	3.5
FY26 Net Debt/Share (Bt)	2.3

Price Chart



Source: Bloomberg

Company Description

IRPC is one of Southeast Asia's integrated petrochemical companies. The company operates a refinery and petrochemical complex in Rayong with capacity of 215kbd

Key Statistics

2Q26F	2Q25	1Q26
US$/bbl	US$/bbl	US$/bbl

Source: IRPC, Bloomberg, UOB Kay Hian

- **Temporary policy headwind.** According to IRPC, the government's temporary refinery margin cap reduced 2Q26 earnings by approximately Bt1.3b, equivalent to around US$3/bbl of GIM. Following the latest Energy Policy Administration Committee resolution, the measure was extended in two phases: a Bt1.40/litre reduction during 9-23 Jul 26 and a Bt2.40/litre reduction during 24 Jul-15 Aug 26. Based on our estimates, the extension will lower IRPC's 3Q26 earnings by around Bt500m, comprising approximately Bt168m from Phase I and Bt422m from Phase II, assuming average diesel sales of around 10m litres per day.

Valuation/Recommendation

- **Maintain HOLD with a target price of Bt2.30,** based on 0.6x 2026F P/BV, which is 1SD below the five-year mean of regional peers. Although we like IRPC for its turnaround story and positive guidance for 3Q26, we believe short-term positives are priced in.

Earnings Revision/Risk

- We raise our 2026 earnings forecast by 154% to Bt9.8b reflect a much stronger-than-expected 2Q26 preview and sustained strength in refining margins in July. We now expect 1H26 core profit of Bt6.4b, accounting for a significant portion of our full-year forecast, driven by higher GIM and a stronger operating performance.

Share Price Catalyst

- 11 Aug 26: 2Q26 results announcement.
- 3Q26: Strong demand for diesel and fuel oil products.

Environment, Social, Governance (ESG) Updates

- **CG Report: 5**
- **SET ESG Rating: AA**

Environmental

- Aims to reduce GHG emissions. IRPC aims to reduce GHG emissions by 20% by 2030.

Social

- IRPC has implemented CSR strategies, requiring investments in CSR projects to amount to 3% of the average net profit over the past three years. The company remains committed to driving sustainable development and improving the wellbeing of communities surrounding the IRPC Industrial Zone.
- To this end, IRPC has undertaken CSR initiatives across three focus areas: community development, education, and social development.

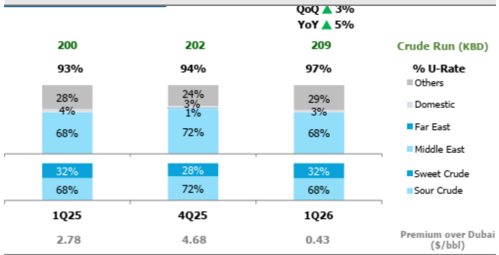
Governance

- Good governance. The Board of Directors aims to foster a high-performance organisation, underpinned by strong corporate governance and operational excellence, with the goal of maximising value for shareholders and all stakeholders.

GIM	16.70	8.41	12.50
Inventory	(2.50)	(3.25)	16.58
Acc GIM	14.20	5.16	29.79

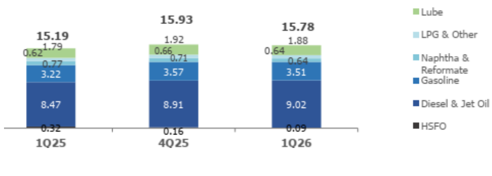
Source: UOB Kay Hian

Crude Intake



Source: IRPC

Production



Source: IRPC

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Net turnover	279,572	331,764	335,340	343,952
EBITDA	7,555	23,737	15,794	16,074
Deprec. & amort.	9,425	9,050	9,050	8,950
EBIT	(1,870)	14,687	6,744	7,124
Total other non-operating income	0	0	1	2
Associate contributions	(37)	250	250	300
Net interest income/(expense)	(2,510)	(2,650)	(2,700)	(2,850)
Pre-tax profit	(4,417)	12,287	4,295	4,576
Tax	817	(2,457)	(859)	(915)
Minorities	29	(15)	(15)	(16)
Net profit	(3,571)	9,814	3,421	3,645
Net profit (adj.)	(1,388)	9,814	3,421	3,645

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Fixed assets	101,534	97,484	93,434	89,484
Other LT assets	18,762	18,350	19,002	19,002
Cash/ST investment	27,198	20,421	22,226	27,142
Other current assets	39,888	49,804	53,456	53,456
Total assets	187,382	186,060	188,119	189,084
ST debt	10,786	8,500	8,750	8,750
Other current liabilities	48,194	42,240	43,121	43,121
LT debt	57,229	58,229	59,229	60,229
Other LT liabilities	5,183	4,950	5,120	5,120
Shareholders' equity	65,882	72,018	71,760	71,725
Minority interest	107	122	138	138
Total liabilities & equity	187,382	186,060	188,119	189,084

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Operating	22,746	4,988	9,717	12,593
Pre-tax profit	(4,417)	12,287	4,294	4,574
Tax	817	(2,457)	(859)	(915)
Deprec. & amort.	9,425	9,050	9,050	8,950
Associates	29	(15)	(15)	(16)
Working capital changes	17,528	(15,870)	(2,771)	0
Other operating cashflows	(636)	1,993	18	0
Investing	(1,197)	(6,814)	(5,500)	(5,000)
Capex (growth)	(1,170)	(5,000)	(5,000)	(5,000)
Investments	(27)	(1,814)	(500)	0
Others	0	0	0	0
Financing	(4,275)	(4,949)	(2,412)	(2,678)
Dividend payments	(502)	(3,678)	(3,678)	(3,678)
Proceeds from borrowings	(3,727)	(1,286)	1,250	1,000
Others/interest paid	(45)	15	16	0
Net cash inflow (outflow)	17,274	(6,776)	1,805	4,915
Beginning cash & cash equivalent	9,924	27,198	20,421	22,226
Ending cash & cash equivalent	27,198	20,421	22,226	27,142

Key Metrics

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	2.7	7.2	4.7	4.7
Pre-tax margin	(1.6)	3.7	1.3	1.3
Net margin	(1.3)	3.0	1.0	1.1
ROA	(1.9)	5.3	1.8	2.0
ROE	(4.7)	12.3	4.3	4.6
Growth				
Turnover	(0.4)	18.2	19.5	22.6
EBITDA	(59.0)	28.8	(14.3)	(12.8)
Pre-tax profit	(149.5)	37.8	(51.8)	(48.7)
Net profit	(146.2)	26.9	(55.8)	(52.9)
EPS	(115.6)	9.9	(61.7)	(59.2)
Leverage				
Debt to total capital	103.1	92.5	94.6	96.0
Debt to equity	103.2	92.7	94.7	96.2
Net debt/(cash) to equity	62.0	64.3	63.8	58.3
Interest cover	3.0	9.0	5.8	5.6

Plan B Media (PLANB TB)

Earnings To Improve In 2Q26, Upside Risk From Investment In COM7

Highlights

- PLANB is expected to report a 2Q26 net profit of Bt280m (+3.5% yoy, +35%% qoq). Its 3Q26 earnings could increase both yoy and qoq, driven by the seasonal strength of its OOH advertising business and continued growth in engagement revenue.
- In addition, we see upside risk from potential synergies with its investment in COM7. Maintain BUY with a higher target price of Bt6.80.

Analysis

2Q26 Results Preview

Year to 31 Dec (Btm)	2Q26F	2Q25	1Q26	yoy(%)	qoq(%)
Net turnover	2,518	2,252	2,484	11.8	1.4
Gross profit	821	731	777	12.3	5.6
EBIT	478	448	438	6.8	9.2
Net profit	280	270	207	3.5	35.0
EPS	0.06	0.06	0.05	(3.4)	35.0
Gross Margin (%)	32.6	32.5	31.3	0.1	1.3
%SG&A/revenue	14.0	12.9	14.0	1.1	(0.0)
Net Margin (%)	11.1	12.0	8.3	(0.9)	2.8

Source: PLANB, UOB Kay Hian

- **2Q26 results expected to grow yoy and qoq.** Plan B Media (PLANB) is expected to report a 2Q26 net profit of Bt280m (+3.5% yoy, +35%% qoq). The qoq increase is due to seasonality in out-of-home (OOH) sales, while the yoy improvement is a result of a jump in engagement revenue, mainly from the combat businesses.
- **Steady increase in OOH revenue.** PLANB's 2Q26 revenue is expected to come in at Bt2,518m (+11.8% yoy, flat qoq). OOH revenue is forecast at Bt1,898m (flat yoy, +3.7% qoq). VGI management revenue in 2Q26 is expected at Bt20m (+82% yoy, flat qoq). The main customers in 2Q26 are in the consumer products, F&B, automotive, electronic, and banking businesses. We forecast a 2Q26 utilisation rate of 73.1% (2Q25: 72.9%, 1Q26: 69.9%).
- **Revenue driver in 2Q26 is engagement marketing revenue.** Engagement marketing revenue is projected at Bt600m (+64.8% yoy, but -8.3% qoq), supported by an improvement in the boxing business yoy, which is expected at Bt280m (+72.8% yoy, but -7.6% qoq). The current utilisation rate of the boxing stadium is 60-70%.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net turnover	9,138	9,528	10,023	10,307	10,572
EBITDA	4,163	4,470	4,899	5,279	5,656
Operating profit	1,629	1,891	1,964	2,039	2,100
Net profit (rep./act.)	1,050	1,105	1,195	1,381	1,436
Net profit (adj.)	1,062	1,105	1,195	1,381	1,436
EPS (Bt)	0.2	0.2	0.3	0.3	0.3
PE (x)	24.6	25.4	23.5	20.3	19.5
P/B (x)	2.7	2.4	2.4	2.3	2.2
EV/EBITDA (x)	7.3	6.8	6.2	5.7	5.4
Dividend yield (%)	1.9	3.5	2.6	3.0	3.1
Net margin (%)	11.5	11.6	11.9	13.4	13.6
Net debt to equity (%)	35.8	14.5	10.1	5.1	2.1
Interest cover (x)	18.3	19.5	17.0	12.1	13.0
ROE (%)	11.4	10.3	10.1	11.4	11.3
Consensus net profit (Btm)	-	-	1,192	1,351	1,503
UOBKH/Consensus (x)	-	-	1.00	1.02	1.00

Source: PLANB, Bloomberg, UOB Kay Hian

BUY(Maintained)

Share Price	Bt6.10
Target Price	Bt6.80
Upside	11.48%
Previous TP	Bt6.00

Analyst(s)
Nichapa Ratchabandit
Nichapa@uobkh.co.th
+662 090 3366

Stock Data

GICS Sector	**Communication Services**
Bloomberg ticker	PLANB TB
Shares issued (m)	4,600.3
Market cap (Btm)	28,061.7
Market cap (US$m)	838.6
3-mth avg daily t'over (US$m)	5.6

Price Performance (%)

52-week high/low: Bt6.25/Bt3.00

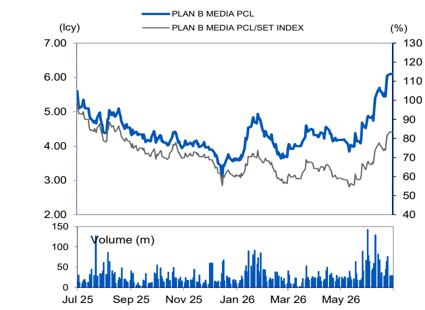
1mth	3mth	6mth	1yr	YTD
32.0	36.2	71.3	8.0	56.4

Major Shareholders	**%**
Palin Lojanagosin	22.43
VGI Public Company Limited	19.51
Mr. Suchart Luechaikajohnpan	4.71

Balance Sheet Metrics	**%**
FY26 NAV/Share (Bt)	2.59
FY26 Net Debt/Share (Bt)	0.32

Price Chart

Source: Bloomberg



Company Description

PLANB is a leading provider in out-of-home advertising media covering a range of media formats and operates engagement marketing businesses to leverage its platform and enhance advertising reach.

- **Stable profitability in 2Q26.** We estimate PLANB's 2Q26 gross profit margin at 32.6% (2Q25: 32.5%, 1Q26: 31.3%). The qoq improvement is expected to be driven by higher utilisation rates of the OOH advertising business, resulting in stronger operating leverage and margin expansion, while the yoy growth reflects higher revenue from the boxing business, which has higher margins than the overall business. SG&A-to-sales is projected at 14% (up yoy, but flat qoq).
- **Better 3Q26 earnings, up yoy and qoq, with upside risk from synergies with COM7's investment.** We expect PLANB's 3Q26 earnings to increase both yoy and qoq, supported by the seasonal strength of the OOH advertising business and continued growth in engagement revenue. In addition, we see upside risk from potential synergies with its investment in COM7, which are not yet factored into our valuation. These synergies could stem from: a) expanding PLANB's media network across COM7's retail stores and EV7 cars, and b) cross-selling advertising packages through bundled media packages. PLANB is currently seeking approval to appoint two representatives to COM7's board of directors. However, the appointment process is still pending.

Valuation/Recommendation

- **Maintain BUY with a higher target price of Bt6.80. (previously: Bt6.00)** We rolled over the target price to 2027. Our target price is based on the DCF methodology and corresponds to 22x 2027F PE (equivalent to PLANB's five-year average PE at -1SD).
- We remain positive on PLANB's outlook, as we believe it will continue to be the most resilient player in the media sector, supported by: a) its leading position in the OOH media market, particularly in prime locations; b) strong revenue growth from its engagement marketing segment, driven by its boxing business, which carries higher profitability than the overall business; and c) potential media capacity expansion following the investment in COM7, which could provide upside risk to earnings.

Earnings Revision/Risk

- We revised down our 2026 earnings forecast by 4.0% to reflect higher interest expenses following the increase in long-term debt used to finance the investment in COM7. However, we revised up our 2027 and 2028 earnings forecasts by 6.2% and 6.5%, respectively, due to a refinement of our dividend income assumptions from the COM7 investment, which more than offsets the impact of higher interest expenses.
- Our 1H26 earnings forecast accounts for around 40% of our 2026 earnings projection. We see limited downside risk to our forecast, as 2H is typically the high season and historically accounts for around 60% of full-year earnings.

Share Price Catalyst

- Improvement in utilisation rate, expansion in media capacity, economic growth, the synergy deal with COM7.

ENVIRONMENTAL, SOCIAL, GOVERNANCE (ESG)

CG Report: 5
SET ESG Rating: AAA

Environmental

• The company has established a standard framework for the company's environmental management, complying with relevant laws, rules, regulations, and environmental agreements.

Social

• PLANB has established an Occupational Health and Safety (OHS) policy for all employees, contractors, suppliers, and relevant stakeholders. Occupational health and safety at the company are overseen by the Safety Committee and appointed Safety Officers.

Governance

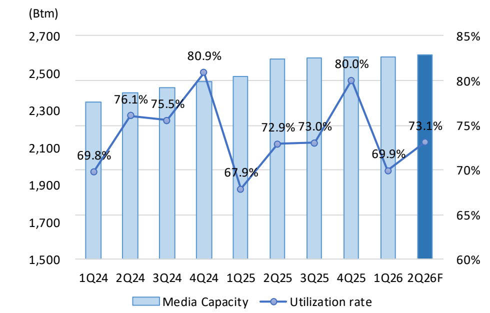
• PLANB has established a business structure, management system, and governance framework that align with the good governance principles of the Stock Exchange of Thailand.

DCF Valuation

Business(es)	Value (Btm)	Note
OOH and Engagement Marketing	32,275	DCF; WACC 8.4%, growth 1.0%
- Net Debt	(933)	
Total Value	31,342	
number of shares - basic (m)	4,600	
Fair Value (Bt)	6.80	

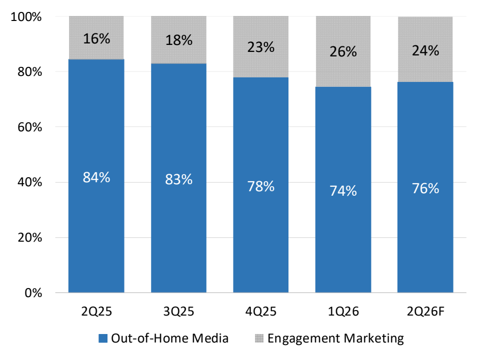
Source: PLANB, UOB Kay Hian

Media Utilisation Rate



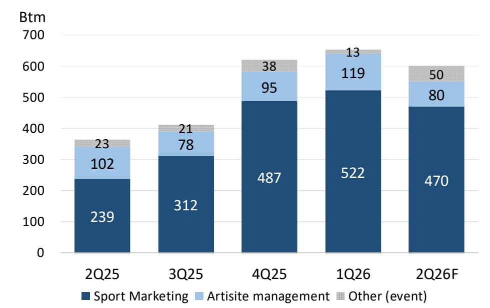
Source: PLANB, UOB Kay Hian

Engagement Marketing Revenues



Source: PLANB, UOB Kay Hian

Engagement Marketing Revenues



Source: PLANB, UOB Kay Hian

Profit & Loss

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Net turnover	9,528	10,023	10,307	10,572
EBITDA	4,470	4,899	5,279	5,656
Deprec. & amort.	2,579	2,934	3,240	3,556
EBIT	1,891	1,964	2,039	2,100
Total other non-operating income	23	0	310	320
Associate contributions	13	0	0	0
Net interest income/(expense)	(230)	(288)	(436)	(436)
Pre-tax profit	1,697	1,676	1,913	1,984
Tax	(363)	(361)	(412)	(427)
Minorities	(229)	(120)	(120)	(120)
Net profit	1,105	1,195	1,381	1,436
Net profit (adj.)	1,105	1,195	1,381	1,436

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Fixed assets	12,344	12,398	12,450	12,729
Other LT assets	1,623	1,637	1,679	1,718
Cash/ST investment	1,792	8,083	8,652	9,019
Other current assets	3,712	3,627	3,739	3,842
Total assets	19,471	25,746	26,520	27,308
ST debt	1,037	1,037	1,037	1,037
Other current liabilities	3,020	3,177	3,267	3,351
LT debt	2,449	8,249	8,249	8,249
Other LT liabilities	373	392	404	414
Shareholders' equity	11,706	11,885	12,437	13,012
Minority interest	886	1,006	1,126	1,246
Total liabilities & equity	19,471	25,746	26,520	27,308

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Operating	6,556	4,192	4,719	5,092
Pre-tax profit	1,697	1,676	1,913	1,984
Tax	(363)	(361)	(412)	(427)
Deprec. & amort.	2,579	2,934	3,240	3,556
Associates	(13)	0	0	0
Working capital changes	530	(66)	(26)	(24)
Non-cash items	176	8	5	4
Other operating cashflows	1,950	0	0	0
Investing	(4,128)	(2,983)	(3,322)	(3,864)
Capex (growth)	(4,730)	(2,989)	(3,291)	(3,835)
Investment	223	164	164	164
Others	379	(158)	(194)	(192)
Financing	(590)	10,883	(828)	(862)
Dividend payments	(748)	(717)	(828)	(862)
Proceeds from borrowings	0	5,800	0	0
Loan repayment	(746)	0	0	0
Others/interest paid	905	5,800	0	0
Net cash inflow (outflow)	1,838	12,091	569	367
Beginning cash & cash equivalent	754	1,792	8,083	8,652

Key Metrics

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	46.9	48.9	51.2	53.5
Pre-tax margin	17.8	16.7	18.6	18.8
Net margin	11.6	11.9	13.4	13.6
ROA	6.1	5.3	5.3	5.3
ROE	10.3	10.1	11.4	11.3
Growth				
Turnover	4.3	5.2	2.8	2.6
EBITDA	7.4	9.6	7.8	7.2
Pre-tax profit	20.2	(1.2)	14.1	3.7
Net profit	5.2	8.1	15.5	4.0
Net profit (adj.)	4.0	8.1	15.5	4.0
EPS	(3.0)	8.1	15.5	4.0
Leverage				
Debt to total capital	21.7	41.9	40.6	39.4
Debt to equity	29.8	78.1	74.7	71.4
Net debt/(cash) to equity	14.5	10.1	5.1	2.1
Interest cover	19.5	17.0	12.1	13.0