

SET Index has a chance to move on

Investment Ideas:

- Today's investment overview - We expect the SET this week (11-15 Jan) to move within a range of 1,492-1,579 points this week, following foreign factors, following the Fed's Beige Book report (13 Jan) and the release of economic stimulus measures from the President of the U.S. Joe Biden, including the Fed Chairman's statement (14 Jan), what needs to be monitored is signaling trends in interest rates and the economy, including issuing financial measures to support further economic stimulus while domestic factors follow the Cabinet meeting (12 Jan), an interesting issue is that the NESDB proposed the meeting to extend the project period of "We travel together" until the end of April 2021. We estimate that the positive factors that occurred will still support SET in the short to medium term and there is a chance to test the peak at 1,610 points in 2021 (Base case). We also recommend selling and taking profit at full value or exceed the fundamental value while new investment round, recommend investing in positive stocks based on our Core Investment.
- Japanese stock market is closed on public holiday.
- SET index still has a chance to maintain its 2021 target at 1,610 points - we believe the SET remains positive on the blue wave in the U.S., leading to new stimulus measures. Including the COVID-19 vaccine that began to reach people in many countries. From this point, leads us to believe that the SET will move within the range 1,534-1,610 points (Base Case economic recovery is as expected, Vaccines performed and the virus pandemic has slowed since mid of 2021, the earnings per share grew 11.9%YoY to 17.4%YoY). If the economic recovery was better than expected, the vaccine had reached the end of 1Q21 and began to see GDP growth from 2Q21 onwards (Best Case Earnings Per Share Growth 23.0%YoY) There is a chance that the Target SET target in 2021 will reach 1,687 points, the latest Market Consensus trend has started to gradually increase earnings per share forecast in 2021, especially in Asia Pacific Company (Including Thailand) so we also recommend investing according to our Core Investment portfolio.
- Risk assets turned attractive after the U.S. politics unfolded – the past week, we saw a significant drop in gold prices. This includes an increase in the U.S. 10-year Treasury yields (the latest U.S.2Y and U.S.10Y at 0.137% and 1.119%, respectively), including the direction of the dollar to appreciate which part of the response to the Blue Wave phenomenon, the Democrats took full control of both the administration (the White House) and Congress. The House of Representatives (House of Representatives and Senate) made the market expect that Joe Biden's mid-level policy to be implemented without being politically obstructed by Republicans so this makes it easy to move around USD700.0bn in stimulus policies, including the issuance of a Fiscal stimulus and Infrastructure bill during 2021. We have a positive view on banking, energy and petrochemicals, power generation business and retail business, especially in the short to medium term, we also expect Fund Flow to continue to flow into the Thai and regional markets due to the concern over Joe Biden's tax hike policy, but long-term, if the U.S. Treasury yields continue to increase, there is a chance that we will see Fund Flow back from an Earning Yield Gap, which poses a risk to overall investment in the Thai stock market.
- Bloomberg reports that Pfizer vaccine can against COVID-19 mutable - Bloomberg reports from the University of Texas study that the COVID-19 vaccine developed by Pfizer in combination with BioNTech is effective against the COVID-19 virus mutable. This is a positive factor after concerns about the spread of the COVID-19 virus Mutants in England and South Africa due to the spread of the mutated virus which causes the spreading rate faster than the original. But there is not enough evidence to conclude that the mutated virus is more potent than the original species or not.
- Monitored the key economic figures for today – China will report the consumer price index (CPI) in Dec (expected to increase 0.4%MoM and 0.1%YoY) and the producer price index (PPI) in Dec (expected to drop 0.8%YoY)
- Today's research report - PTTGC (Buy, TP Bt71.0)
- Technical view - Today, we expect the SET Index to move between 1,513-1,561 points. The recommended stocks are MEGA, COM7, GULF, PTL and SFLEX.

Major Indices	Close	Chg	%Chg
SET	1,536.44	+22.66	+1.50
SET50	977.59	+22.20	+2.32
SET P/E (x)	30.68		
SET P/BV (x)	1.74		
SET Div. Yield (%)	3.13		
Market Cap (Btmn)	17,073,611.91		
Trading Value (Btmn)	125,081.17		
US			
Dow Jones	31,097.97	+56.8	+0.2
S&P 500	3,824.68	+20.9	+0.6
NASDAQ	13,201.98	+134.5	+1.0
Europe			
UK	6,873.26	+16.3	+0.2
Germany	14,049.53	+81.3	+0.6
France	5,706.88	+37.0	+0.7
ASIA			
Japan	28,139.03	+648.9	+2.4
China	3,570.11	-6.1	-0.2
Indonesia	6,257.84	+104.2	+1.7
Philippines	7,289.88	+92.4	+1.3
Commodity Futures			
WTI Crude (\$/barrel)	52.24	+1.41	+2.77
Brent Crude (\$/barrel)	55.99	+1.61	+3.0
Gold (\$/ounce)	1,835.40	-78.20	-4.09
FX Rates			
USD/THB	30.125	-0.015	-0.05

Most Active Value

SCGP, EA, BANPU, GPSCand DELTA

Sector: Top Gainer

ETRON, ICT, TRANS, HEALTH and COMM

Sector: Top Loser

HOME, ADRI, FASHION, STEEL and CONS

Trading Summary (Btmn)	Buy	Sell	Net
Institution	10,979	12,344	-1,365
Proprietary	12,113	13,412	-1,300
Foreign	43,556	39,014	+4,542
Individuals	58,433	60,311	-1,878

Source: Bisnews, Bloomberg

CORE INVESTMENT

1. Global Play (Trading within 1 month) - PTT, PTTEP, TOP, PTTGC and SCC
2. Green energy stocks (Trading within 3-6 months) - GPSC, EGCO, GULF, BGRIM, BPP, BCPG, EA and ACE
3. Expectations for the vaccine and increased stimulus measures (Trading for 3-6 months) - BBL, KKP, BEM, CPF, TU, M, OSP, CPALL, HMPRO, CRC and CHG
4. Stocks which expected that the performance in 4Q20 will outstand (1-2 months) - SAWAD, GULF, SPALI, ORI, WHA and STA
5. Dividend Play (Middle-term trading 6-12 months) - SC, LH, QH, KKP, TISCO, RATCH, DIF, INTUCH, EASTW and TTTW
6. Long term accumulative stocks (DCA) (Long-term trading over 1 year) - AOT, BEM, ADVANC, WHA, LH, CPALL, CPF, BDMS, HMPRO, BBL and KTB

Thailand Research Department

Assistant Analyst

Thongchai Pungcharoenkul
Waralee Phichairatanaphong
Jirayut Jintanasarn

Analyst

Benjaphol Suthwanish (No. 018575) Tel: 02 680 5056
Krit Suwanpibul (No.17968) Tel: 02-680-5090
Kamin Jatejarungwong (No.069108) Tel: 02-680-5094

Foreign Markets: (InfoQuest)

- **U.S. stock markets:** The Dow Jones Industrial Average closed 31,097.97 points, up 56.84 points (+0.18%), the S&P500 closed at 3,824.68 points, up 20.89 points (+0.55%) and the Nasdaq closed at 13,201.98 points, up 134.50 points (+1.03%). The Dow Jones Index, New York Stock Market rose, positive response to hopes of issuing additional stimulus packages after the new president of the U.S. Joe Biden revealed that his stimulus packages would be worth trillions of dollars which made the U.S. stock markets increase immediately after the initial decline due to the disclosure of lower non-farm payrolls in the opposite direction of Market Consensus forecast.
- **European stock markets:** The Stoxx Europe 600 Index closed at 411.17 points, up 2.68 points (+0.66%). European stock markets rose for the third consecutive day. Investors responded to Germany's stronger-than-expected economic release and bright earnings forecast.

Commodities: (InfoQuest)

- **Crude oil prices:** WTI crude for February delivery closed at USD52.24 per barrel, up USD1.41 (+2.8%) and Brent crude for March delivery closed at USD55.99 per barrel, up USD1.61 (+3%). West Texas (WTI) New York crude futures rallied for the fourth consecutive day, boosted by Saudi Arabia's willingness to cut oil production and reports suggesting U.S. crude stocks fell more than expected which has helped support the oil market as well. Last week, WTI crude and Brent crude futures rose 7.7%WoW and 8.1%WoW.
- **Gold price:** The COMEX (Commodity Exchange) gold contract for February delivery closed at USD1,835.40 per ounce, down USD78.20 (-4.09%). The New York gold contracts closed down due to an increase in the U.S. government bond yields and the U.S. dollar appreciates.
- **Coal price:** Newcastle coal futures for February delivery closed at USD84.70 per ton, up USD4.10 (+5.09%).
- **Freight:** Baltic Dry Index (BDI) latest closed at 1,606.0 points, up 158.0 points (+10.91%).

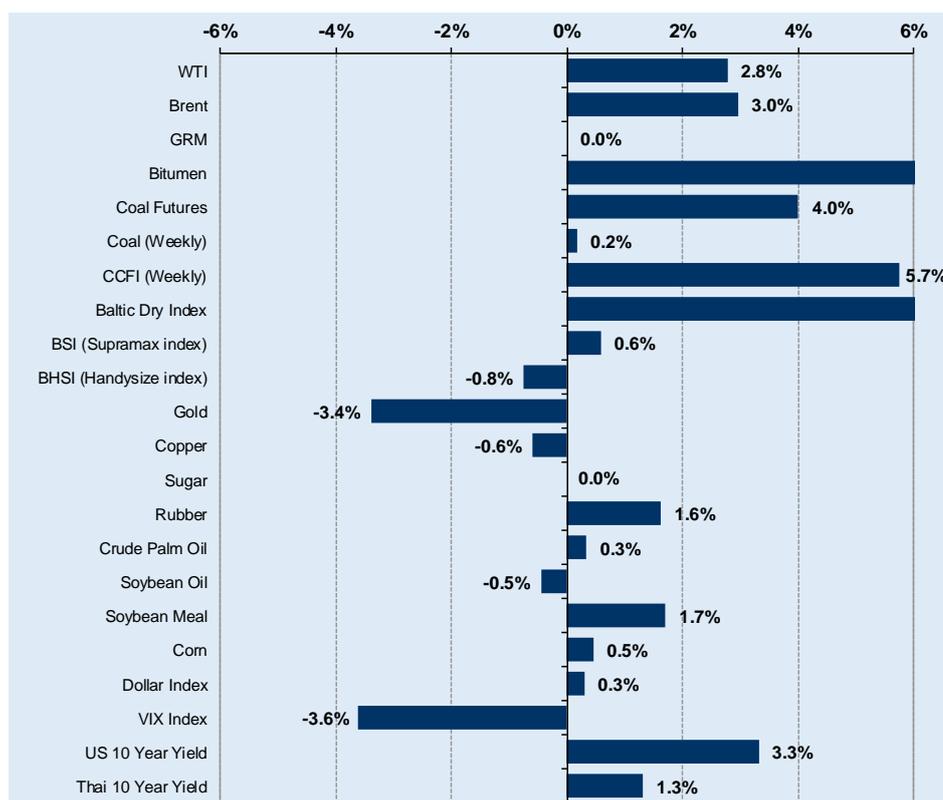
Other News:

- **BPP** revealed the plan for 2021 which will COD for six new power projects in China, Japan and Vietnam with a total production capacity of about 456 MW, aiming to bookmark Japanese power plant revenues for full-year from 2 projects, as well as continuously acquires foreign energy businesses, while revealed that the firm in the process of doing several due diligences in may projects, which can be concluded this year. (Thunhoon)
- **CPW** accepted that the flow of "Work From Home" back to pushing mobile phone sales – iPads, while "Pramet Coin Charoensuk" revealed that in 2021, continued growth from 2020, accepting customer portfolios and new products to support, as well as aiming to create 4-6 new branches for penetrating the channel to increase revenue. (Thunhoon)
- **DOHOME** released good purchasing power which the firm points out the contractors to submit orders for building materials until the end of the year. While looks at the temporary closure of 3 stores without pressure on total sales, also supporting back of house sales to help support the average SSSG growth of 9%, maintain the target of opening 1 size L store at the end of Jan. (Thunhoon)

Daily Update as of 11 Jan 21

Commodity	Unit	Close	Chg	%Chg	Impact
WTI	\$/bbl	52.24	1.41	2.8%	+ PTTEP, TOP, BCP
Brent	\$/bbl	55.99	1.61	3.0%	+ PTTEP, TOP, BCP
GRM	\$/bbl	0.56	0.00	0.0%	- TOP, BCP, PTTGC, IRPC
Bitumen	\$/bbl	30.94	1.93	6.7%	+ TASCO
Coal Futures	\$/ton	84.30	3.25	4.0%	+ BANPU
Coal (Weekly)	\$/ton	103.08	0.18	0.2%	+ BANPU
CCFI (Weekly)	Point	1,753.85	95.27	5.7%	+ RCL
Baltic Dry Index	Point	1,606	158.00	10.9%	+ PSL, TTA
BSI (Supramax index)	Point	1,029	6.00	0.6%	+ PSL, TTA
BHSI (Handysize index)	Point	656	-5.00	-0.8%	- PSL, TTA
Gold	\$/ounce	1,849.01	-64.94	-3.4%	
Copper	\$/ton	8,118.00	-49.00	-0.6%	+ KCE, HANA, SVI, DELTA
Sugar	Cent/lb	15.60	0.00	0.0%	- KSL, KTIS, KBS, BRR
Rubber	JPY/kg	287.10	4.60	1.6%	+ STA, TRUBB
Crude Palm Oil	MYR/ton	3,830.00	13.00	0.3%	+ UVAN, CPI, VPO, LST
Soybean Oil	Cent/lb	43.59	-0.20	-0.5%	- TVO
Soybean Meal	\$/ton	439.60	7.40	1.7%	- CPF, GFPT/ +TVO
Corn	\$/ton	496.25	2.25	0.5%	- CPF, GFPT
Dollar Index	Point	90.10	0.27	0.3%	- SET
VIX Index	%	21.56	-0.81	-3.6%	+ SET
US 10 Year Yield	%	1.12	0.04	3.3%	+ SET
Thai 10 Year Yield	%	1.31	0.02	1.3%	+ SET

Source: Bloomberg, Reuters, AWS



Source: Bloomberg, Reuters, AWS

Date	Regions	Economic Indicators
11 Jan 21	CH	Consumer Price Index (Dec)
12 Jan 21	US	JOLTS Job Openings (Nov)
13 Jan 21	US	Consumer Price Index excl. Food & Energy (Dec)
14 Jan 21	US	Retail Sales (Dec)
15 Jan 21	CH	Gross Domestic Product (4Q)
15 Jan 21	CH	Retail Sales (Dec)
15 Jan 21	US	Michigan Consumer Sentiment Index (Jan)
15 Jan 21	US	Producer Price Index (Dec)

Jan-21

Mon	Tue	Wed	Thu	Fri
				1
				HOLIDAY
4	5	6	7	8
		XD TTT @ 0.50 (22/1/21)	XD NER @ 0.06 (20/1/21)	XD ORI @ 0.10 (22/1/21)
11	12	13	14	15
18	19	20	21	22
XD ADB @ 0.00556 (5/2/21) ADB @ 10:1 (5/2/21)				
25	26	27	28	29
XD SEG @ 0.60 (5/2/21)			XD TSC @ 0.50	

*Remark: Stock @ Dividend Baht per Share (Payment Date)

**Remark: Stock @ Existing Share:Stock Dividend (Payment Date)



Corporate Governance Report (CGR)

Corporate Governance Report disclaimer

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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, Asia wealth Securities Company Limited does not conform nor certify the accuracy of such survey result.

Score	Range Number of Logo	Description
90 – 100		Excellent
80 – 89		Very Good
70 – 79		Good
60 – 69		Satisfactory
50 – 59		Pass
Below 50	No logo given	N/A

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