

Key Indices

	Prev Close	1D %	1W %	1M %	YTD %
DJIA	47501.6	(0.9)	(3.0)	(5.3)	(1.2)
S&P 500	6740.0	(1.3)	(2.0)	(3.2)	(1.5)
FTSE 100	10284.8	(1.2)	(5.7)	(1.0)	3.6
AS30	9085.1	(0.9)	(3.7)	(0.5)	0.7
CSI 300	4660.4	0.3	(1.1)	(1.2)	0.7
FSSTI	4848.3	0.0	(2.9)	(2.3)	4.3
HSCEI	8628.1	2.1	(2.6)	(5.9)	(3.2)
HSI	25757.3	1.7	(3.3)	(4.7)	0.5
JCI	7585.7	(1.6)	(7.9)	(5.6)	(12.3)
KLCI	1718.1	0.3	0.1	(1.9)	2.3
KOSPI	5584.9	0.0	(11.5)	5.4	32.5
Nikkei 225	55620.8	0.6	(5.5)	(1.3)	10.5
SET	1410.4	(0.5)	(8.0)	0.7	12.0
TWSE	33599.5	(0.2)	(5.1)	3.7	16.0
BDI	2010	(6.0)	(6.1)	6.1	7.1
CPO (RM/mt)	4124	1.1	2.7	(0.2)	4.8
Brent Crude (US\$/bbl)	109	17.2	39.7	57.3	78.5

Source: Bloomberg

Corporate Events

	Venue	Begin	Close
ASEAN Conference	Taipei	10 Mar	11 Mar
Analyst Marketing of Singapore Strategy by Adrian Loh	Thailand	24 Mar	25 Mar

Corporate and Macro Calendar

Economic Indicator/Event	Country/Region	Date
Feb. Consumer Confidence	Thailand	8-12 Mar
Feb. Customs Trade Balance (Export-Import)	Thailand	31 Mar

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

Top Stories

Company Update | HANA (Thailand) (HANA TB/HOLD/Bt21.40/Target: Bt22.60)

Page 2

Solid-state cooling with Phononic: next AI growth driver from 2027, re-rating requires more visibility in 2H26. Maintain HOLD with a target price of Bt22.60.

Company Update | Siam Cement (SCC TB/SELL/Bt186.00/Target: Bt180.00)

Page 5

SCC has announced a production halt at its ROC plant, reflecting the impact of Iran's closure of the Strait of Hormuz. The company currently holds approximately 30 days of naphtha feedstock inventory. However, if the disruption persists, SCC may be forced to shut down all three crackers as early as mid-April. This development signals a situation approaching a critical point for the petrochemical business. We therefore downgrade our recommendation to SELL and reduce the target price to Bt180.00 (previously Bt250.00).

Company Update | Thai Airways (THAI TB/HOLD/Bt6.25/Target: Bt6.70)

Page 8

The tone during THAI's analyst meeting was neutral. The impact of the Middle East tensions on revenue is minimal as THAI does not operate in the region, but higher jet fuel prices remain a key risk. Europe routes see full bookings, but margins may tighten from Apr 26 as fuel costs rise and fare increases are limited. ASK is guided to grow 5-6% yoy with most of the new aircraft deliveries due in 2H26. Maintain HOLD with a target price of Bt6.70.

HANA (Thailand) (HANA TB)

Solid-State Cooling With Phononic: Next AI Growth Driver From 2027, Re-rating Requires More Visibility In 2H26

Highlights

- HANA reported a 4Q25 net profit of Bt143m (+108% yoy, +865% qoq), beating our and Bloomberg consensus by 113% and 116% respectively.
- We are positive on HANA as it has provided clearer details on AI-related solid-state cooling and also introduced a strategic partnership with Phononic. However, the core business remains weak in 1H26.
- HANA announced a Bt0.75/share dividend (132% payout; XD 16 Mar 26) after revising its dividend policy from 30-100% to ≥30%.
- We maintain HOLD with a higher target price of Bt22.60.

Analysis

- 4Q25 beat driven by other income, not core recovery.** HANA reported a 4Q25 net profit of Bt143m (+108% yoy, +865% qoq), beating our and Bloomberg estimates by 113% and 116%, respectively. The yoy growth reflects a low base in 4Q24 due to the large Power Master Semiconductor Co (PMS) impairment, while the qoq improvement was mainly driven by higher other income rather than a recovery in core operations. Excluding non-recurring income, core profit was Bt95m (+783% yoy, +150% qoq), implying a soft 2% core profit margin, as PMS remains weak amid the ongoing price competition in China.
- Positive on clearer progress in AI-related solid-state cooling; ramp-up expected in 3Q26, more meaningful contribution in 2027.** HANA provided greater clarity on the solid-state cooling project by introducing its strategic partner, Phononic, a US private firm specialising in thermoelectric cooling (TEC) technology designed to reduce heat from AI chips (GPUs and high-bandwidth memory (HBM)). HANA will serve as one of two key manufacturing partners responsible for assembling the cooling devices at the Lamphun plant. Although management has not provided sales or margin guidance, potential volumes are described as significant and feasibility studies suggest positive margins.
- 2026 capex to rebound from 2025.** We are positive on HANA as it has guided for Bt1.85b in capex (vs Bt2.6b/Bt1.7b/Bt0.6b in 2023-25 respectively), marking the highest level in the past two years and higher than market expectations by around 35%. The 2026 capex will be mainly for an automated manufacturing line for solid-state cooling device assembly in Lamphun, expansion of Outsourced Semiconductor Assembly & Test (OSAT) operations, and RFID inlay capacity.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net turnover	24,801.3	20,563.4	21,275.2	23,018.3	24,255.8
EBITDA	2,279.6	1,558.9	1,703.6	1,941.6	2,396.2
Operating profit	503.0	33.0	43.2	196.4	562.7
Net profit (rep./act.)	(633.7)	597.0	820.8	1,015.6	1,385.7
Net profit (adj.)	(643.6)	730.3	820.8	1,015.6	1,385.7
EPS	(0.7)	0.8	0.9	1.2	1.6
PE (x)	(29.4)	25.9	23.1	18.6	13.7
P/B (x)	0.7	0.7	0.7	0.7	0.7
EV/EBITDA (x)	6.9	10.5	9.8	9.3	7.6
Dividend yield (%)	3.5	4.7	4.7	5.8	5.8
Net margin (%)	(2.6)	2.9	3.9	4.4	5.7
Net debt to equity (%)	(20.2)	(18.3)	(17.1)	(12.0)	(11.0)
ROE (%)	(3.0)	2.8	3.9	4.8	6.5
Consensus net profit	n.a	n.a	879.5	1,064.8	1,303.3
UOBKH/Consensus (x)	n.a	n.a	0.9	1.0	1.1

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

HOLD (Maintained)

Share Price	Bt21.40
Target Price	Bt22.60
Upside	+5.6%
Previous TP	Bt15.40

Analyst(s)

Kitpon Praipaisarnkit
kitpon@uobkayhian.co.th
+662 659 8154

Assistant Analyst(s)
Sirithat Prasertwuti

Stock Data

GICS sector	Information Technology
Bloomberg ticker:	HANA TB
Shares issued (m):	885.4
Market cap (Bt\$m):	15,582.4
Market cap (US\$m):	494.4
3-mth avg daily t'over (US\$m):	7.0

Price Performance (%)

52-week high/low	Bt26.2/Bt14.9			
1mth	3mth	6mth	1yr	YTD
1.7	8.0	(28.5)	10.7	8.0

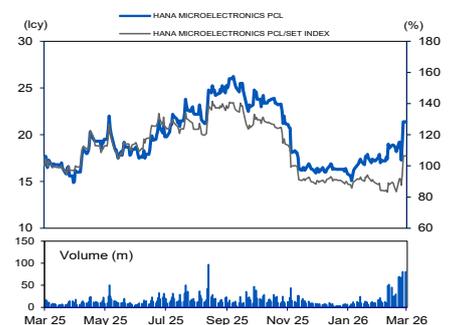
Major Shareholders

OMAC (HK) LIMITED	19.48
Thai NVDR Company Limited	9.32
LGT BANK (SINGAPORE) LTD	8.14

Balance Sheet Metrics

FY26 NAV/Share (XX\$)	29.6
FY26 Net Debt/Share (XX\$)	(5.1)

Price Chart



Source: Bloomberg

Company Description

HANA is an electronics manufacturing service company. Its major product groups are PCBA, IC, LED and LCE assembly.

HANA 4Q25 Results

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Net turnover	20,563	21,275	23,018	24,256
EBITDA	1,559	1,704	1,942	2,396
Deprec. & amort.	1,526	1,660	1,745	1,833
EBIT	33	43	196	563
Total other non-operating income	608	681	725	752
Associate contributions	(26)	0	0	0
Pre-tax profit	781	903	1,116	1,523
Tax	(51)	(82)	(100)	(137)
Minorities	0	0	0	0
Net profit	597	821	1,016	1,386
Net profit (adj.)	730	821	1,016	1,386

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Operating	3,987	3,432	3,017	3,191
Pre-tax profit	781	903	1,116	1,523
Tax	(79)	(94)	(119)	(139)
Deprec. & amort.	1,526	1,660	1,745	1,833
Working capital changes	1,830	165	(193)	(485)
Non-cash items	0	0	0	0
Other operating cashflows	(71)	797	468	458
Investing	(3,713)	(2,172)	(3,068)	(1,961)
Capex (growth)	(650)	(1,760)	(2,412)	(1,729)
Investments	0	(47)	0	0
Others	(3,063)	(365)	(656)	(232)
Financing	(1,431)	(889)	(885)	(1,107)
Dividend payments	(664)	(885)	(885)	(1,107)
Issue of shares	0	0	0	0
Proceeds from borrowings	(753)	(3)	0	0
Others/interest paid	(14)	0	0	0
Net cash inflow (outflow)	(1,156)	372	(936)	123
Beginning cash & cash equivalent	6,689	4,936	4,959	3,656
Ending cash & cash equivalent	5,533	5,308	4,022	3,780

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Fixed assets	8,487	8,586	9,253	9,149
Other LT assets	336	403	408	411
Cash/ST investment	5,308	4,959	3,656	3,399
Other current assets	17,028	17,211	18,275	19,137
Total assets	31,159	31,159	31,593	32,096
ST debt	479	475	475	475
Other current liabilities	3,328	3,369	3,646	3,841
LT debt	1	2	2	2
Other LT liabilities	1,032	1,058	1,085	1,113
Shareholders' equity	26,319	26,255	26,385	26,664
Minority interest	0	0	0	0
Total liabilities & equity	31,159	31,159	31,593	32,096

Key Metrics

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	7.6	8.0	8.4	9.9
Pre-tax margin	3.8	4.2	4.8	6.3
Net margin	2.9	3.9	4.4	5.7
ROA	1.8	2.5	3.0	4.1
ROE	2.8	3.9	4.8	6.5
Growth				
Turnover	(11.2)	(8.1)	(0.6)	4.8
EBITDA	(58.4)	(54.5)	(48.1)	(36.0)
Pre-tax profit	(75.9)	(72.2)	(65.6)	(53.0)
Net profit	(77.2)	(68.6)	(61.2)	(47.0)
Net profit (adj.)	0.0	12.4	23.8	36.4
EPS	(4.0)	7.9	33.5	82.2
Leverage				
Debt to total capital	1.8	1.8	1.8	1.8
Debt to equity	1.8	1.8	1.8	1.8
Net debt/(cash) to equity	(18.3)	(17.1)	(12.0)	(11.0)

Siam Cement (SCC TB)

Early Impact From The Middle East Conflict

Highlights

- Feedstock shortages are beginning to emerge, prompting SCC to suspend operations at the ROC plant to manage limited feedstock supply.
- The situation remains highly uncertain; if the Strait of Hormuz remains closed for more than one month, the impact could spread widely across both refining and petrochemical sectors.
- Downgrade to SELL with a target price of Bt180.00 (previously Bt250.00).

Analysis

- **The tone during Siam Cement's (SCC) special analyst meeting was negative.**
- **SCC has declared Force Majeure at the Rayong Olefins (ROC) facility operated by SCGC.** The decision was made to manage limited feedstock availability amid restrictions on importing raw materials from the Middle East following Iran's closure of the Strait of Hormuz. During the special analyst meeting, management indicated that SCC currently has around 30 days of naphtha feedstock available for production. As a result, SCG Chemical (SCGC) must optimise feedstock usage by maintaining the Map Ta Phut Olefins (MOC) plant operating rate above 80% to maximise efficiency.
- **In the worst-case scenario**, if the closure of the Strait of Hormuz extends beyond one month, SCGC estimates that its naphtha inventory would only last until mid-Apr 26, indicating a near-crisis situation for the petrochemical sector.
- **Significant uncertainty remains.** We estimate that the shutdown of the ROC facility could reduce SCC's 2026 net profit by approximately Bt160m per month, or around 2.0% of our full-year forecast. In a worst-case scenario involving broader operational disruptions, the impact could rise to Bt500m-Bt550m per month, equivalent to 6.4-7.0% of our 2026 net profit forecast.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net turnover	511,172	496,925	671,649	706,504	605,398
EBITDA	41,721	36,386	43,552	43,348	43,659
Operating profit	-1,475	-9,785	965	2,172	4,734
Net profit (rep./act.)	6,342	14,075	7,848	8,390	9,003
Net profit (adj.)	3,798	4,962	7,848	8,390	9,003
EPS	5.28	11.73	6.54	6.99	7.50
PE	40.87	18.42	33.03	30.89	28.79
P/B	0.73	0.77	0.76	0.76	0.75
EV/EBITDA	23.27	29.25	19.47	19.28	17.89
Dividend yield	2.31	2.31	2.31	2.31	2.31
Net margin	0.74	1.00	1.17	1.19	1.49
Net debt/(cash) to equity	58.21	55.32	41.72	36.27	27.48
Interest cover	3.63	3.39	4.31	4.80	4.52
Consensus net profit	n.a.	n.a.	11,156	13,727	24,657
UOBKH/Consensus (x)	n.a.	n.a.	0.70	0.61	0.37

Source: SCC, Bloomberg, UOB Kay Hian

SELL (Downgraded)

Share Price	Bt186.00
Target Price	Bt180.00
Upside	-0.32%
Previous TP	Bt250.00

Analyst(s)

Benjaphol Suthwanish
Benjaphol@uobkayhian.co.th
+662 0903361

Stock Data

GICS Sector	Property & Construction / Construction Materials
Bloomberg ticker	SCC TB
Shares issued (m)	1,200.0
Market cap (Btm)	273,600.0
Market cap (US\$m)	8,606.8
3-mth avg daily t'over (US\$m)	24.1

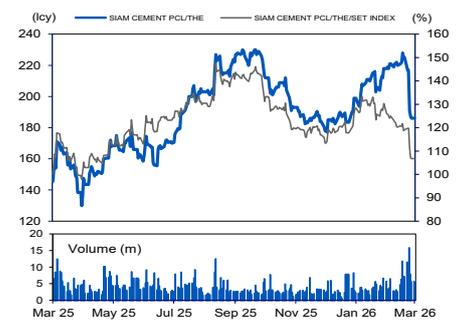
Price Performance (%)

52-week high/low	Bt231.00/Bt124.50			
1mth	3mth	6mth	1yr	YTD
11.2	36.1	37.8	(4.6)	35.7

Major Shareholders

Maha Vajiralongkorn	33.64
Thai NVDR Company Limited	7.85
SOCIAL SECURITY OFFICE	5.54

Price Chart



Source: Bloomberg

Company Description

SCC operates as a holding company which is engaged in the industrial supplies and construction industries. The company operates six core businesses - chemical, paper, cement, building materials, distribution and investment.

Naphtha And Crude Oil Prices

- **High dependence on Middle Eastern feedstock.** Currently, SCGC imports about 70% of its feedstock from overseas, with 70% of those imports sourced from the Middle East via the Strait of Hormuz, representing roughly 50% of total feedstock requirements. Under current conditions, approximately 30% of naphtha shipments already purchased cannot be delivered, which prompted the decision to suspend ROC operations.
- **CAP stake sale remains unaffected.** SCC's management emphasised that the Force Majeure declaration is consistent with broader industry developments, as several regional petrochemical producers have recently issued similar declarations, including Chandra Asri (CAP) in Indonesia. SCC is currently in the process of selling a 10.57% stake in CAP, with the transaction expected to be finalised by mid-26. Management remains confident that the current situation will not affect the transaction.
- **LSP plant in Vietnam continues full operations.** The Long Son Petrochemicals (LSP) complex has greater feedstock flexibility, as it can utilise up to 70% propane and 30% naphtha as inputs. Naphtha can also be sourced from alternative regions such as the US, although shipping times are longer. However, if the disruption persists and naphtha shortages intensify, operating solely on propane would not be economically viable.
- **Limited impact on packaging and cement segments.** The packaging and cement businesses are expected to face only limited short-term impacts, primarily from higher fuel costs. However, SCC's ongoing cost-saving initiatives have increased the use of alternative fuels to about 50% of total fuel consumption, which helps mitigate cost pressures. Meanwhile, the cement business continues to benefit from strong domestic demand supported by ongoing government infrastructure projects.
- **Dividend.** SCC announced a 2H25 dividend of Bt2.50/share, with an XD date on 1 April and payment date on 21 April. For 2026, we forecast a dividend of Bt5.00/share.

Valuation/Recommendation

- **Downgrade to SELL with a lower SOTP-based 2026 target price of Bt180.00 (previously Bt250.00)**, with the chemical business valued at 0.32x P/B of -2.0SD (previously 0.45x P/B), the cement business at 12x forward PE, and SCGP at 23.1x forward PE.

Earnings Revision/Risk

- None.

Environment, Social, Governance (ESG) Updates

Environmental

- Carbon reduction: Committed to reducing greenhouse gas emissions through energy efficiency, renewable energy and carbon capture technologies.

Social

- Community engagement: Investing in education, health, and infrastructure programmes for local communities.

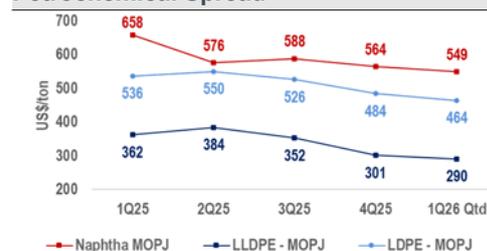
Governance

- Corporate governance: Maintaining transparent reporting and adhering to ethical business practices.



Source: SCC, Bloomberg, UOB Kay Hian

Petrochemical Spread



Source: SCC, Bloomberg, UOB Kay Hian

LSPE Summary

Ethane Gas Agreement U.S. Feedstock Contract signed Jan'25	<ul style="list-style-type: none"> • 15-yr with Enterprise Products Partners L.P. • Up to 1 MTA by FOB basis • Market price basis (Mont Belvieu) 	
Shipping Agreement 5 VLECs Contract signed in Jan/Mar'25	<ul style="list-style-type: none"> • 15-yr time charter agreement • 5 VLECs with Mitsui O.S.K. Lines (MOL) • Fixed rental fee plus operating cost • Require transportation at -90 degree Celsius 	
Ethane Storage Tanks EPC Contract signed Feb'25	<ul style="list-style-type: none"> • Consortium EPC contract signed with China Tianchen Engineering Corporation (TCC) and Petro/Vietnam Technical Services Corporation (PTSC) • 2 cryogenic tanks (55,000 tons each) • Require storage at -90 degree Celsius 	

Source: SCC, UOB Kay Hian

SOTP Valuation

	Equity Value	Bt/share	Methodology
Chemical	54,128	45	0.32x PBV
Cement	199,375	166	12.0x PE
SCGP	157,639	131	23.1x PE
SCGD	11,833	10	11.0x PE
Others	18,150	15	12.0x PE
Net Debt	-225,125	-188	
Total	216,000	180	

Source: UOB Kay Hian

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Net turnover	496,925	671,649	706,504	605,398
EBITDA	27,273	43,552	43,348	43,659
Deprec. & amort.	33,170	32,511	32,698	32,871
EBIT	(5,897)	11,040	10,650	10,788
Associate contributions	17,866	4,500	4,500	4,500
Net interest income/(expense)	(10,738)	(10,105)	(9,038)	(9,659)
Pre-tax profit	19,457	5,435	6,112	5,629
Tax	(8,900)	(1,087)	(1,222)	(1,126)
Minorities	3,518	3,500	3,500	4,500
Net profit	14,075	7,848	8,390	9,003
Net profit (adj.)	4,962	7,848	8,390	9,003

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Operating	42,664	68,147	20,986	24,009
Pre-tax profit	19,457	5,435	6,112	5,629
Tax	(8,900)	(1,087)	(1,222)	(1,126)
Deprec. & amort.	33,170	32,511	32,698	32,871
Working capital changes	4,399	31,287	(16,602)	(13,365)
Other operating cashflows	(5,462)	0	0	0
Investing	(8,852)	10,139	(35,000)	(35,000)
Investments	(37,913)	(35,000)	(35,000)	(35,000)
Others	29,061	45,139	0	0
Financing	(35,233)	(79,757)	6,750	16,750
Dividend payments	(8,637)	(6,000)	(6,000)	(6,000)
Issue of shares				
Proceeds from borrowings	(26,595)	(73,757)	12,750	22,750
Net cash inflow (outflow)	(1,420)	(1,471)	(7,264)	5,759
Beginning cash & cash equivalent	36,492	33,679	32,208	24,944
Changes due to forex impact	(1,393)	0	0	0
Ending cash & cash equivalent	33,679	32,208	24,944	30,703

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Fixed assets	398,486	400,975	403,277	405,406
Other LT assets	76,009	6,716	7,065	6,054
Cash/ST investment	99,798	88,178	75,408	68,540
Other current assets	36,441	42,086	43,306	39,768
Total assets	821,591	787,886	807,310	806,113
ST debt	52,462	27,250	27,250	27,250
Other current liabilities	11,625	6,716	7,065	6,054
LT debt	191,842	164,592	137,342	110,092
Other LT liabilities	222,713	171,309	144,407	116,146
Shareholders' equity	380,760	382,608	384,998	388,002
Total liabilities & equity	821,591	787,886	807,310	806,113

Key Metrics

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	8.16	7.32	6.48	6.14
Pre-tax margin	1.51	3.92	0.81	0.87
Net margin	1.24	2.83	1.17	1.19
ROA	1.71	1.00	1.04	1.12
ROE	3.70	2.05	2.18	2.32
Growth				
Turnover	(2.79)	35.16	5.19	(14.31)
EBITDA	(30.39)	59.69	(0.47)	0.72
Pre-tax profit	152.56	(72.07)	12.47	(7.91)
Net profit	121.95	(44.24)	6.91	7.31
Net profit (adj.)	30.66	58.16	6.91	7.31
EPS	121.95	(44.24)	6.91	7.31
Leverage				
Debt to total capital	61.56	48.54	41.77	34.98
Debt to equity	64.16	50.14	42.75	35.40
Net debt/(cash) to equity	55.32	41.72	36.27	27.48
Interest cover (x)	3.39	4.31	4.80	4.52

Thai Airways (THAI TB)

Remain Attentive And Cautious

Highlights

- We attended THAI's analyst meeting to review its 4Q25 earnings, and the tone during the meeting was neutral.
- The Middle East conflict should continue to be closely monitored as it will dictate the fuel cost for THAI.
- We remain cautious on THAI given the highly volatile fuel prices and the possible margin squeeze expected in the near term. We maintain HOLD with a target price of Bt6.70.

Analysis

- **Neutral tone from analyst meeting.** We attended Thai Airways' (THAI) analyst meeting to review its 4Q25 earnings, and the tone during the meeting was neutral.
- **Update on the Middle East conflict.** Following the conflict in the Middle East which sparked up last week, the impact on THAI's operations remains minimal as THAI has no destinations in the Middle East. For the flight routes to Europe, THAI has avoided flying over Iran for some time and only required a slight change in route to resume normal operations. However, the impact from the closure of the Strait of Hormuz on jet fuel costs is a concern. We estimate that for every US\$5 increase to the jet fuel cost, THAI's 2026 earnings will be impacted by 7.5%. If the conflict resolves quickly, the impact on earnings will be limited as THAI has hedged 50% of the fuel to be used in 1H26, which should dampen the impact of fuel price volatility.
- **Close monitoring required going forward.** According to management, they are confident that they still can handle the operating performance in Mar 26 as Europe routes are all fully booked, showing a 6% yoy growth, with ticket prices being doubled prior to the conflict. However, the operating performance in Apr 26 remains to be seen as management is still cautious about how the Middle East situation will develop. THAI aims to increase its ticket prices in all routes from Apr 26 onwards to partially pass through its fuel cost increase. We expect to see a margin squeeze from Apr 26 onwards as management is cautious about the price increase and being mindful that the increase could hamper travel demand. If the conflict persists, we could see pressure from rising jet fuel costs and a slowdown in European and Middle Eastern arrivals from the risk of war.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net turnover	189,786	184,869	206,175	223,179	234,643
EBITDA	54,866	49,422	58,236	62,529	65,898
Operating profit	41,839	35,430	45,586	48,561	48,521
Net profit (rep./act.)	(26,934)	30,910	33,522	33,634	27,376
Net profit (adj.)	15,064	29,518	33,459	33,571	27,313
EPS (Bt)	0.5	1.0	1.2	1.2	1.0
PE (x)	12.1	6.2	5.5	5.4	6.7
P/B (x)	4.0	2.4	1.8	1.4	1.2
EV/EBITDA (x)	4.1	4.5	3.8	3.6	3.4
Dividend yield (%)	0.0	3.3	4.6	4.6	3.7
Net margin (%)	(14.2)	16.7	16.3	15.1	11.7
Net debt/(cash) to equity (%)	97.8	51.6	38.8	35.5	28.4
Interest cover (x)	3.5	5.7	5.1	4.4	4.6
ROE (%)	n.a.	50.9	37.4	29.0	19.8
Consensus net profit (Btm)	-	-	29,592	28,754	-
UOBKH/Consensus (x)	-	-	1.13	1.17	N.A

Source: THAI, Bloomberg, UOB Kay Hian

HOLD (Maintained)

Share Price	Bt6.25
Target Price	Bt6.70
Upside	+7.2%

Analyst(s)

Benjaphol Suthwanish

+662 659 8301

Benjaphol@uobkayhian.co.th

Assistant Analyst(s)

Nonpawit Vathanadachakul

Stock Data

GICS sector	Industrials
Bloomberg ticker:	THAI TB
Shares issued (m):	28,303.3
Market cap (Btm):	182,556.2
Market cap (US\$m):	5,778.2
3-mth avg daily t'over (US\$m):	12.7

Price Performance (%)

52-week high/low	Bt19.40/Bt13.32			
1mth	3mth	6mth	1yr	YTD
(13.4)	(26.3)	(48.0)	94.3	(7.2)

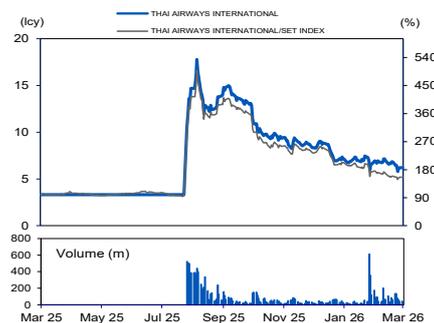
Major Shareholders

Ministry of Finance	38.90
Bangkok Bank	8.50

Balance Sheet Metrics

FY26 NAV/Share (Bt)	3.65
FY26 Net Debt/ Share (Bt)	1.42

Price Chart



Source: Bloomberg

Company Description

Thai Airways is the national flag carrier and largest airline of Thailand. The company operates both domestic and international flights, serving destinations across Asia, Europe, and Oceania, with its main hub at Suvarnabhumi Airport in Bangkok. Its business segments include passenger transport, cargo, mail, catering, and ground services.

Operational Expenses

EBITDA	49,422	58,236	62,529	65,898	Other LT assets	48,823	53,101	57,216	59,944
Deprec. & amort.	13,991	12,650	13,968	17,378	Cash/ST investment	78,579	89,262	112,501	119,428
EBIT	35,430	45,586	48,561	48,521	Other current assets	64,920	70,840	76,534	80,309
Total other non-operating income	1,697	0	0	0	Total assets	304,059	353,491	417,270	445,796
Associate contributions	34	63	63	63	ST debt	9,871	9,370	11,541	12,505
Net interest income/(expense)	(8,695)	(11,417)	(14,102)	(14,346)	Other current liabilities	67,716	73,891	79,830	83,768
Pre-tax profit	28,467	34,233	34,523	34,238	LT debt	107,802	120,024	146,662	148,807
Tax	2,473	(683)	(861)	(6,835)	Other LT liabilities	42,758	46,657	50,407	52,894
Minorities	(30)	(27)	(27)	(27)	Shareholders' equity	75,834	103,412	128,666	147,634
Net profit	30,910	33,522	33,634	27,376	Minority interest	78	135	162	189
Net profit (adj.)	29,518	33,459	33,571	27,313	Total liabilities & equity	304,059	353,491	417,270	445,796

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Operating	31,295	46,485	47,874	44,944
Pre-tax profit	28,467	34,233	34,523	34,238
Tax	2,473	(683)	(861)	(6,835)
Deprec. & amort.	13,991	12,650	13,968	17,378
Working capital changes	1,700	1,098	1,056	700
Non-cash items	(15,184)	(843)	(811)	(537)
Other operating cashflows	(118)	94	63	63
Investing	(25,396)	(41,579)	(45,065)	(32,716)
Capex (growth)	(13,236)	(41,200)	(44,700)	(32,474)
Investment	1,908	1,908	1,908	1,908
Others	(14,068)	(2,288)	(2,273)	(2,150)
Financing	(11,532)	5,777	20,429	(5,301)
Dividend payments	0	(5,944)	(8,381)	(8,409)
Proceeds from borrowings	(11,068)	11,721	28,809	3,108
Loan repayment	0	0	0	0
Others/interest paid	(465)	0	0	0
Net cash inflow (outflow)	(5,633)	10,683	23,239	6,927
Beginning cash & cash equivalent	84,212	78,579	89,262	112,501
Changes due to forex impact	0	0	0	0
Ending cash & cash equivalent	78,579	89,262	112,501	119,428

Key Metrics

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	26.7	28.2	28.0	28.1
Pre-tax margin	15.4	16.6	15.5	14.6
Net margin	16.7	16.3	15.1	11.7
ROA	10.4	10.2	8.7	6.3
ROE	50.9	37.4	29.0	19.8
Growth				
Turnover	(2.6)	11.5	8.2	5.1
EBITDA	(9.9)	17.8	7.4	5.4
Pre-tax profit	n.a.	20.3	0.8	(0.8)
Net profit	n.a.	8.5	0.3	(18.6)
Net profit (adj.)	95.9	13.4	0.3	(18.6)
EPS	95.9	13.4	0.3	(18.6)
Leverage				
Debt to total capital	60.8	55.5	55.1	52.2
Debt to equity	155.2	125.1	123.0	109.3
Net debt/(cash) to equity	51.6	38.8	35.5	28.4
Interest cover (x)	5.7	5.1	4.4	4.6

IMPORTANT NOTICE - DISCLOSURES AND DISCLAIMERS

This report is provided subject to various disclosures and disclaimers (the "Disclosures / Disclaimers") which form an integral part of this report and are available at the following link:

<https://research-api.uobkayhian.com/assets/disclaimer/83c315d1-ca75-4d8c-9aa5-f27a8d9acd8d> or by scanning the QR code below:



The Disclosures / Disclaimers contain important information, including without limitation, (a) exclusions of liability, (b) confidentiality obligations, (c) restrictions on publication, circulation, reproduction, distribution and use of the report, (d) potential conflicts of interest, and (e) disclosures and requirements specific to recipients in the United States and other applicable jurisdictions.

Specifically, this report is intended for general circulation and informational purposes only and does not take into account the specific investment objectives, financial situation, or particular needs of any individual person. It is not intended to constitute personal investment advice or a recommendation to buy or sell any investment product or security. You should independently evaluate the information and, where necessary, seek advice from a qualified financial adviser regarding the suitability of any investment, taking into account your specific objectives, financial situation and needs, before making any investment decision. Analyst certifications required under applicable regulations, including SEC Regulation AC (where relevant), are included in this report.

Recipients of this report must carefully read, review and understand the full Disclosures / Disclaimers before using or relying on any information in this report. By accessing, receiving or using this report, you acknowledge and confirm that you have read, understood, accepted and agreed to be bound by the Disclosures / Disclaimers (as may be amended or updated from time to time) in full."