

# Daily Market Update

Monday, March 13, 2017

Research Team research@yuantacambodia.com, +855-23-860-800



## Cambodia Securities Exchange

### CSX Index

| Value | 1D Chg % | 1D Vol | Mkt cap (KHRbn) |
|-------|----------|--------|-----------------|
| 351.7 | -0.05    | 15,956 | 794             |

### Trading activity by major type of investors

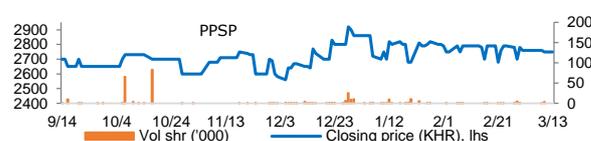
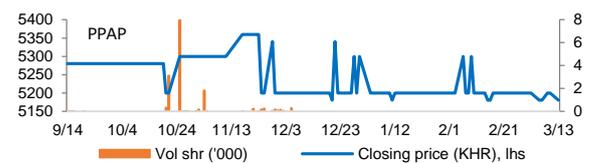
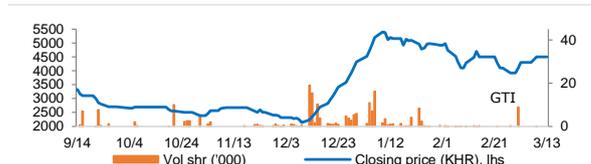
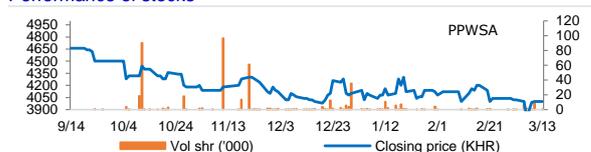
| trading vol. | Sell (%) |      |      | Buy (%) |      |      |
|--------------|----------|------|------|---------|------|------|
|              | 1D       | MTD  | 3M   | 1D      | MTD  | 3M   |
| DI           | 4.5      | 13.9 | 46.4 | 3.2     | 11.8 | 24.4 |
| DS           | 0.0      | 2.1  | 1.1  | 0.0     | 0.0  | 1.0  |
| LC           | 0.0      | 0.0  | 0.0  | 0.0     | 0.0  | 0.0  |
| FI           | 95.5     | 84.0 | 52.5 | 96.8    | 88.2 | 74.6 |

DI: domestic individual investors; DS: domestic securities firms; LC: local general corporation; FI: foreign investors

### Stock indicators

| Stock symbol | Closing (KHR) | 1D chg (%) | MTD chg (%) | YTD chg (%) | 1M high (KHR) | 1M low (KHR) | MTD trading vol (shr) | Market cap (KHRbn) |
|--------------|---------------|------------|-------------|-------------|---------------|--------------|-----------------------|--------------------|
| PWSA         | 4,000         | 0.00       | -0.99       | -2.44       | 4,200         | 3,800        | 17,756                | 348                |
| GTI          | 4,500         | 0.00       | 14.80       | 4.17        | 4,700         | 3,920        | 8,848                 | 180                |
| PPAP         | 5,180         | -0.38      | -0.38       | -0.38       | 5,400         | 5,180        | 15,826                | 107                |
| PPSP         | 2,750         | 0.00       | 1.85        | -3.85       | 2,920         | 2,560        | 4,939                 | 159                |

### Performance of stocks



### Key financials

| 2016 Unaudited!    | PPWSA | GTI    | PPAP | PPSP  |
|--------------------|-------|--------|------|-------|
| Revenue (KHRbn)    | 198.2 | 331.41 | 66.1 | 38.19 |
| EBIT (KHRbn)       | 57.7  | 15.56  | 24.4 | 9.52  |
| Net profit (KHRbn) | 50.5  | 21.16  | 16.6 | 5.84  |
| EBIT margin (%)    | 29.1  | 4.69   | 37.0 | 24.93 |
| Net margin (%)     | 25.5  | 6.39   | 25.1 | 15.28 |
| Revenue (% YoY)    | 3.6   | 44.13  | 7.5  | -42.4 |
| EBIT (% YoY)       | 5.6   | 331.70 | 8.9  | -61.8 |
| Net profit (% YoY) | -6.4  | 389.76 | 28.0 | -65.0 |
| EPS (KHR) (ttm)    | 580   | 529    | 801  | 101   |
| P/E (x) (ttm)      | 6.89  | 8.51   | 6.47 | 27.27 |
| P/B (x) (mrq)      | 0.42  | 0.66   | 0.20 | 1.08  |

NOTE: ttm = trailing twelve months; mrq = most recent quarter; P/E & P/B based on the last closing price; \*PPAP's EPS is based on weighted outstanding shares  
Source: YSC Research

### Forex

| Forex   | Value* | 1D Chg (%) | 1M Chg (%) |
|---------|--------|------------|------------|
| USD/KHR | 3,990  | -0.13      | -0.70      |

Source: National Bank of Cambodia

## News Highlight

### Stock Market

**CSX index falls slightly** Today, the CSX index fell slightly, down 0.05% to 351.7 pts, as PPAP shares dropped KHR20 to KHR5,180. The other three listed stocks closed unchanged. This morning, 15,756 PPAP shares and 200 PPWSA shares changed hands. (Source: YSC Research)

### Economy and Industry

**Number of factories increases 74% over last five years** According to the yet-unpublished 2016 annual report of the Ministry of Industry and Handicraft, total number of factories jumped 74% during the last five years, from 907 in 2012 to 1578 in 2016, marking significant progress of Cambodia's industrialization. While the Kingdom's \$6bn garment industry continues to dominate its industrial profile, accounting for over 10% of GDP and providing 600,000 jobs, recent years have seen strong growth in other industrial sectors. The number of factories producing food, beverages or cigarettes increased by 82% to 135, while metal processing factories surged by 141% to 11 during the same period. Factories in other sectors—including furniture, plastics, paper and electronics—also grew at high rates, though from a low base. The growth of factories has been accompanied by a surge in revenue from industrial products, according to ministry report. Exports of industrial products rose by 77% over the past five years to \$9.5bn, and revenue from domestic production nearly tripled to \$2.1bn. (Source: Phnom Penh Post)

**Small-scale investment fund suggested for Cambodia** Industrial insiders and experts in Cambodia's nascent stock market have suggested the government set up a fund as an investment vehicle designed to broaden the local public investor base, based on The Thai Fund (TTF). Han Kyung Tae, managing director of Yuanta Securities (Cambodia), said the TTF collects a certain portion of income from the general public and invests it in the local stock market for the long term, aiming to benefit from both development of local market and the general public for long-term financial gain. He added that such investment program could be started for the general public in Cambodia on smaller scale now. Lamun Soleil, director of market operations at the Cambodia Securities Exchange (CSX), said it would be a good move for the stock market once there is a fund that complements trading activities. (Source: Khmer Times)

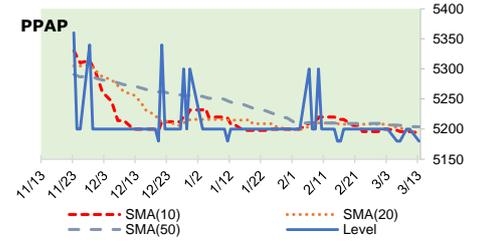
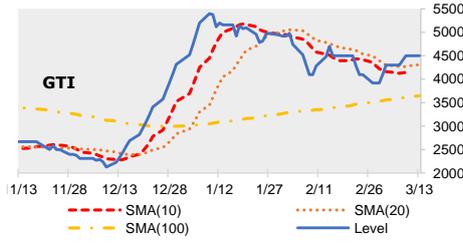
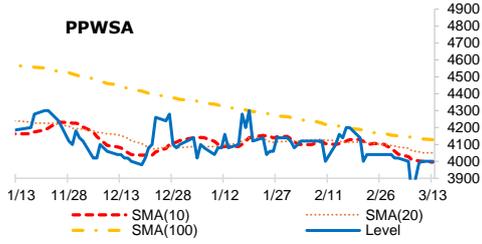
**More rice millers apply for quality checks** More than 40 rice millers have applied for quality checks in order to be able to export to China, but most have not yet reached a high enough standard, the Agricultural Ministry said. Applications were received in a second call for expressions of interest after 28 millers gained certification in the first round. Hean Vanhan, director general of the ministry's general directorate of agriculture, said he was not sure how the quality check by local officials and Chinese experts would take, but said millers who passed the second round will join the other 28 in shipping 200,000 metric tons a year to China. (Source: Khmer Times)

## DISCLAIMER

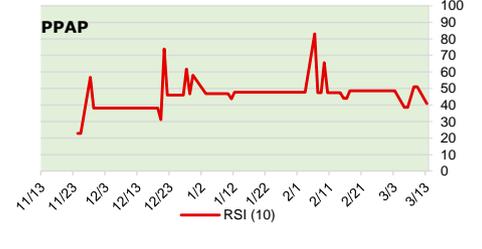
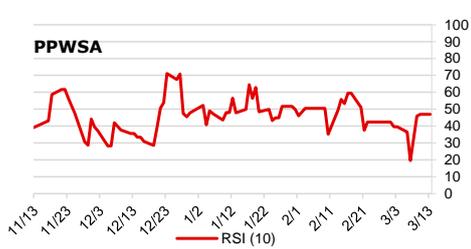
This report is prepared for information purposes only to whom it may concern. The information contained in this report was obtained from available sources we consider reliable, and it may be subject to change without notice. The report is not a solicitation of any offer to buy or sell any security. Neither Yuanta Securities (Cambodia) Plc nor its employees accept liability whatsoever for any loss arising from the use of the contents in this report. It is copyrighted material and may not be reproduced, transmitted, quoted, or distributed in any manner without the prior written consent of Yuanta Securities (Cambodia) Plc

Technical Indicators

Moving Average



Relative Strength Index



NOTE: SMA(n) = n-day simple moving average, RSI (10) = 10-day relative strength index  
Source: YSC Research

DISCLAIMER

This report is prepared for information purposes only to whom it may concern. The information contained in this report was obtained from available sources we consider reliable, and it may be subject to change without notice. The report is not a solicitation of any offer to buy or sell any security. Neither Yuanta Securities (Cambodia) Plc nor its employees accept liability whatsoever for any loss arising from the use of the contents in this report. It is copyrighted material and may not be reproduced, transmitted, quoted, or distributed in any manner without the prior written consent of Yuanta Securities (Cambodia) Plc.