

Daily Market Update

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Cambodia Securities Exchange

CSX Index

Value	1D Chg %	1D Vol	Mkt cap (KHRbn)
334.8	0.11	9,605	756

Trading activity by major type of investors

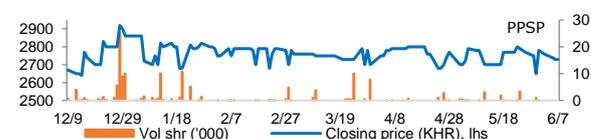
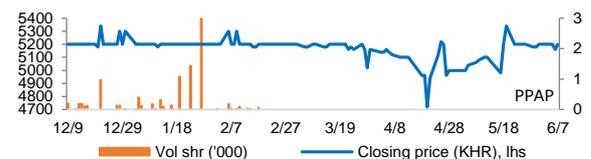
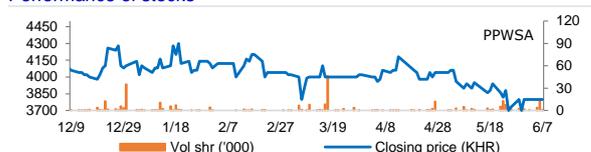
% of trading vol.	Sell (%)			Buy (%)		
	1D	MTD	3M	1D	MTD	3M
DI	24.7	14.7	23.0	47.3	26.8	29.0
DS	0.0	3.8	1.6	42.0	30.7	13.0
LC	0.0	0.0	0.0	0.0	0.0	0.0
FI	75.3	81.6	75.4	10.7	42.5	58.0

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	3,800	0.00	0.00	-7.32	3,950	3,700	19,188	330
GTI	4,000	0.00	0.00	-7.41	4,100	4,000	600	160
PPAP	5,200	0.78	0.00	0.00	5,400	4,720	33,394	108
PPSP	2,730	0.00	-1.80	-4.55	2,920	2,560	0	158

Performance of stocks



Key financials

	PPWSA	GTI	PPAP	PPSP
	1Q17	1Q17	1Q17	2016
Revenue (KHRbn)	56.2	70.13	16.5	38.19
EBIT (KHRbn)	14.7	1.78	5.4	9.52
Net profit (KHRbn)	11.3	1.24	3.3	5.84
EBIT margin (%)	26.1	2.54	32.5	24.93
Net margin (%)	20.1	1.77	20.2	15.28
Revenue (% YoY)	14.2	3.41	5.4	-42.4
EBIT (% YoY)	15.5	-75.62	-4.6	-61.8
Net profit (% YoY)	49.3	-80.85	-8.3	-65.0
EPS (KHR) (ttm)	624	398	797	101
P/E (x) (ttm)	6.09	10.05	6.53	27.07
P/B (x) (mrq)	0.41	0.60	0.21	1.07

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	4,078	0.02	0.87

Source: National Bank of Cambodia

News Highlight

Stock Market

CSX index rallies as PPAP gains 0.78% Today, the CSX index rallied 0.11% to 334.5 pts, as PPAP shares rose 0.78% from the previous close to KHR5,200. GTI shares closed unchanged despite the 1Q17 result released yesterday showing more than 80% YoY decline in net profit. (Source: YSC Research)

Economy and Industry

VAT on banking services described as inefficient The new prakas (regulation) that identifies five financial activities eligible for an exemption from the 10% value-added tax (VAT) potentially exposes other banking services, which were previously understood to be under the blanket definition of nontaxable supplies, to VAT. Under the clarified definition, the only financial services that are exempt are loan interest payments and money exchange services, while fees on money transfers, loan assessments, account maintenance services, and any services that traditionally generate revenue under fees and commissions, will now be subject to the 10% VAT, according to In Channy, president and group managing director of Acleda. He added that the tax would be passed along to customers. Bun Momy, advisor to the Cambodian Microfinance Association (CMA), said the move to impose VAT on such services came unexpectedly, as in the past the government did not identify which banking services were subject to VAT. Stephen Higgins, managing partner at investment firm Mekong Strategic Partners, described the move as impractical and inefficient, explaining that banks will have to make significant IT investments to be able to properly manage VAT on fees, including the provision of tax invoices. (Source: Phnom Penh Post)

NBC to check MFIs' compliance with interest rate cap The National Bank of Cambodia (NBC) will carry out on-site audits of microfinance institutions (MFIs) to check that they are complying with the interest cap two months since the regulation came into force, industry insiders said. The central bank set the interest cap of 18% per annum for microfinance institutions, deposit-taking MFIs, and licensed rural credit institutions in mid-March. The cap was intended to back government policy that helps the poor, curbs indebtedness and alleviates poverty, as well as protects customers from being charged high interest rates. It also encourages MFIs to exercise caution when lending to clients. Hout leng Tong, president of Cambodia Microfinance Association and general manager of Hattha Kaksekar, said all his members have already complied with the cap and are operating as normal. (Source: Khmer Times)

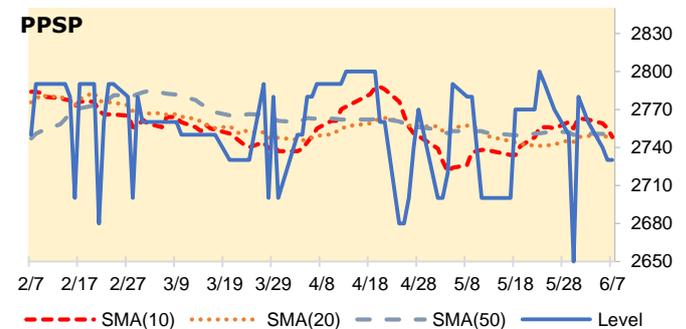
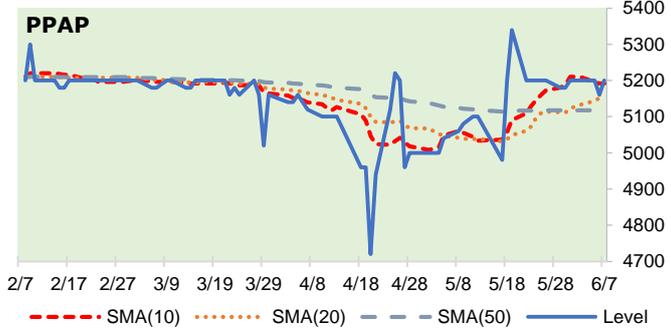
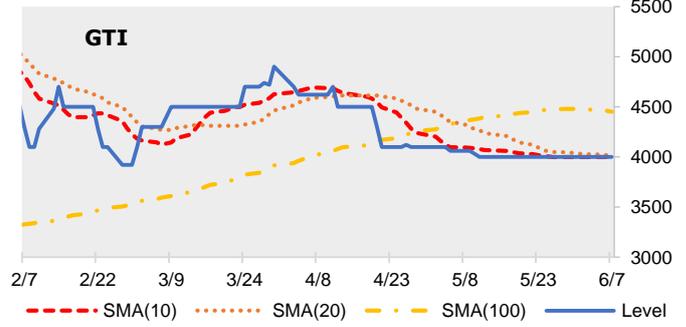
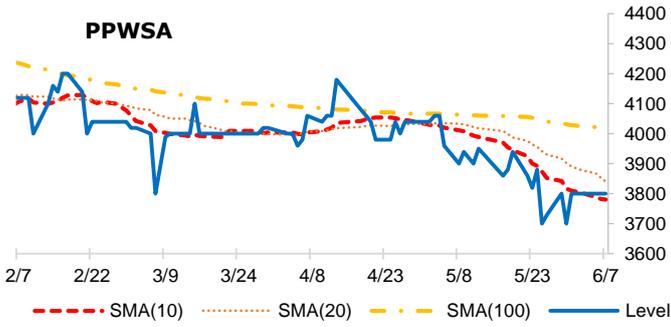
Rice storage to offer price security Rice millers and farmers can expect a certain degree of price stability once the construction of a 200,000-tonne capacity rice warehouse and a 3,000-tonne silo facility in Battambang province is complete. According to the CEO of Cambodia Rice Bank, which won the \$15mn contract to build the facility from the state-run Rural Development Bank in April, the silo is expected to be finished by the end of the year and the warehouse will be fully operational for the 2018 harvest season. Farmers will no longer have concerns about rice production and price fluctuations after harvest, as rice could be stored when prices were low and released to be sold when prices recover, he said. (Source: Khmer Times)

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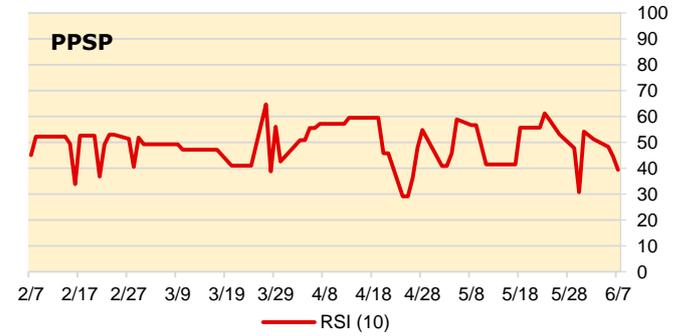
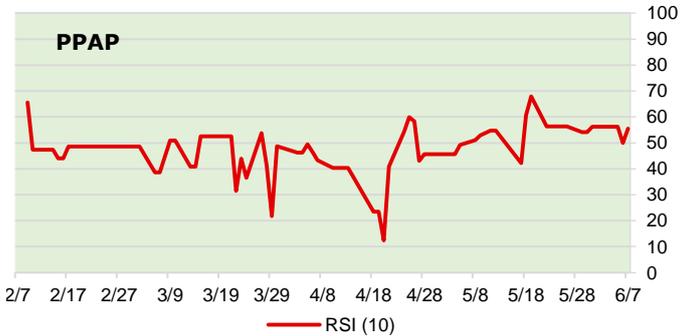
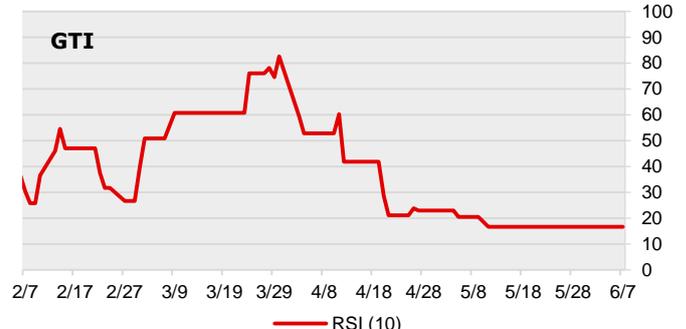
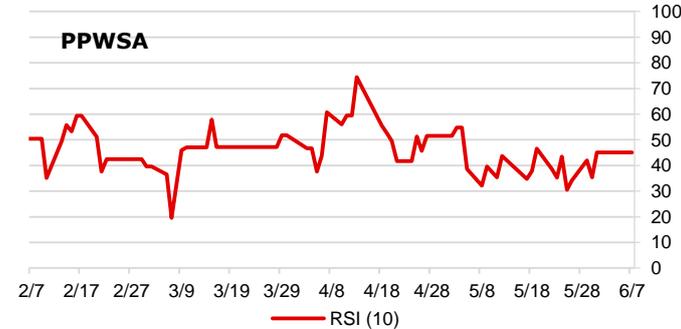
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Technical Indicators

Moving Average



Relative Strength Index



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

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