

Daily Market Update

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Cambodia Securities Exchange

CSX Index

| Value | 1D Chg % | 1D Vol | Mkt cap (KHRbn) |
|-------|----------|--------|-----------------|
| 331.0 | -0.40 | 1,822 | 748 |

Trading activity by major type of investors

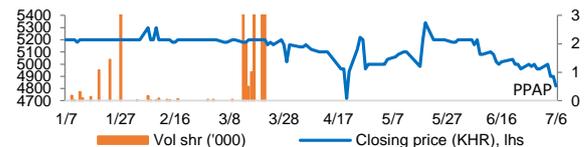
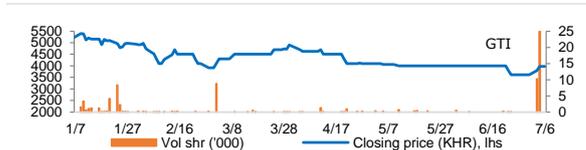
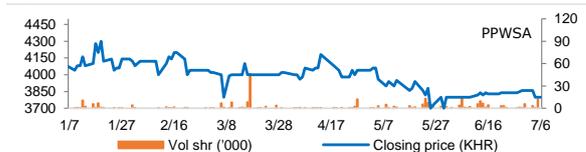
| trading vol. | Sell (%) | | | Buy (%) | | |
|--------------|----------|------|------|---------|------|------|
| | 1D | MTD | 3M | 1D | MTD | 3M |
| DI | 100.0 | 92.5 | 81.1 | 99.2 | 93.0 | 84.0 |
| DS | 0.0 | 0.0 | 0.5 | 0.0 | 0.0 | 3.0 |
| LC | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| FI | 0.0 | 7.5 | 18.4 | 0.8 | 7.0 | 13.0 |

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 | -1.55 | -7.32 | 3,860 | 3,800 | 14,946 | 330 |
| GTI | 3,970 | 0.00 | 9.97 | -8.10 | 4,000 | 3,610 | 60,200 | 159 |
| PPAP | 4,820 | -1.63 | -2.82 | -7.31 | 5,400 | 4,720 | 4,217 | 100 |
| PPSP | 2,750 | -2.14 | 2.23 | -3.85 | 2,920 | 2,560 | 927,583 | 159 |
| PAS | 5,060 | 0.00 | 0.00 | N/A | N/A | N/A | 298 | 434 |

Performance of stocks



| Key financials | PPWSA 1Q17 | GTI 1Q17 | PPAP 1Q17 | PPSP 2016 | PAS 2016F |
|--------------------|------------|----------|-----------|-----------|-----------|
| Revenue (KHRbn) | 56.2 | 70.13 | 16.5 | 38.19 | 205.25 |
| EBIT (KHRbn) | 14.7 | 1.78 | 5.4 | 9.52 | 68.48 |
| Net profit (KHRbn) | 11.3 | 1.24 | 3.3 | 5.84 | 31.41 |
| EBIT margin (%) | 26.1 | 2.54 | 32.5 | 24.93 | 33.37 |
| Net margin (%) | 20.1 | 1.77 | 20.2 | 15.28 | 15.30 |
| Revenue (% YoY) | 14.2 | 3.41 | 5.4 | -42.4 | 4.5 |
| EBIT (% YoY) | 15.5 | -75.62 | -4.6 | -61.8 | 32.0 |
| Net profit (% YoY) | 49.3 | -80.85 | -8.3 | -65.0 | -17.0 |
| EPS (KHR) (ttm) | 624 | 398 | 797 | 101 | 755* |
| P/E (x) (ttm) | 6.09 | 9.97 | 6.05 | 27.27 | 8.94** |
| P/B (x) (mrq) | 0.41 | 0.60 | 0.19 | 1.08 | 0.94** |

NOTE: ttm = trailing twelve months; mrq = most recent quarter; P/E & P/B based on the last closing; *Based on adjusted net income; **Book value at end of 2Q16
Source: YSC Research

Source: National Bank of Cambodia

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News Highlight

Stock Market

CSX index falls as PPAP and PPSP drop Today, the CSX index fell 0.40% from the previous close to 331.0 pts, as PPAP and PPSP shares dropped 1.63% and 2.14%, respectively. Only 1,822 shares changed hands this morning (Source: YSC Research)

Economy and Industry

EDC announces price cut for large enterprises Electricite Du Cambodge (EDC) has announced a price cut for large enterprises with capacities exceeding one megawatt. The cost will go from \$0.165 per kWh to \$0.14. Song Saran, CEO of Amru Rice (Cambodia), said small and medium enterprises (SMEs) will not benefit from the price reduction, as their electricity usage is not big enough. He urged the government to lower the electricity price for SMEs in order to allow them to be able to compete with the neighboring countries. Hun Lak, vice-president of the Cambodia Rice Federation (CRF), said electricity costs were 1.5 times higher than in neighboring countries, where production costs are lower. (Source: Khmer Times)

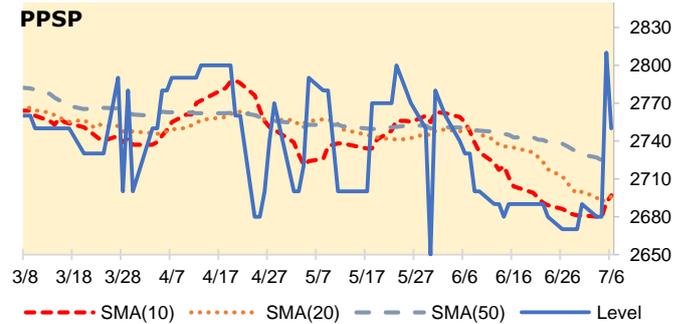
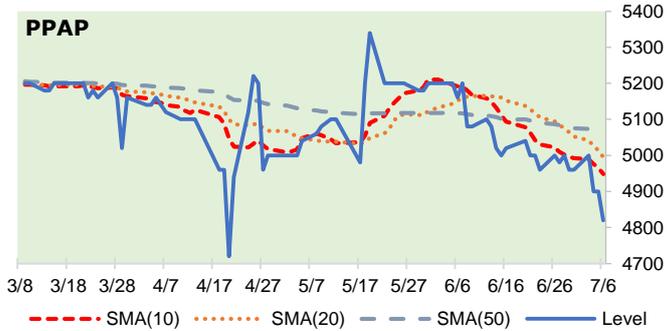
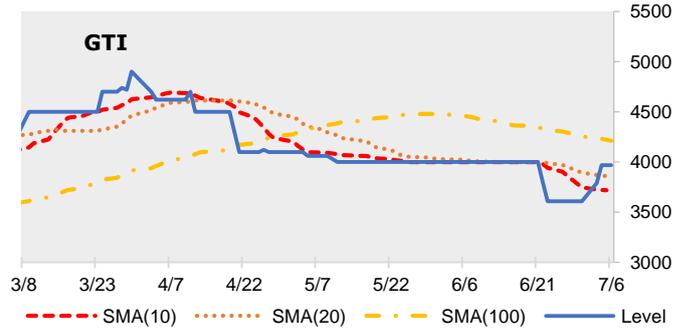
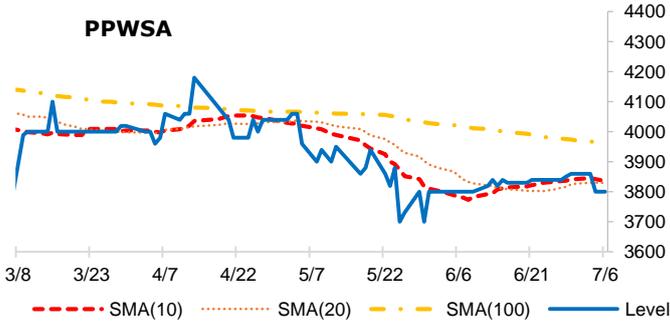
Micro-lenders to lobby GDT for removal of VAT on banking services Cambodia Microfinance Association (CMA), the industry body representing the Kingdom's myriad microfinance institutions (MFIs), will lobby the General Department of Taxation (GDT) to remove the controversial 10% value-added tax (VAT) on banking services fees, which analysts have described as "impractical and inefficient." Hout leng Tong, chairman of CMA, said the prakas (decree) issued in May by the Ministry of Economy and Finance (MEF) that makes banking services, except for loan interest repayments and money exchange services, subject to VAT has put undue pressure on MFIs. He added that CMA members have agreed with each other to not activate the 10% VAT on fees for financial services, fearing a backlash from their clients. Bun Momy, an adviser to the CMA, said that if the group's members followed the decree their clients would face higher costs to access financial services, and that they would not apply the VAT as the association intends to meet the tax authority later this month to resolve the issue. He added that the Association of Banks in Cambodia, which represents commercial banks, would also lobby the government to drop the tax. (Source: Phnom Penh Post)

Corporate News

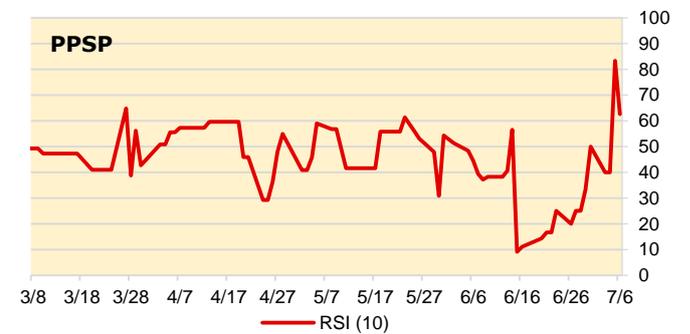
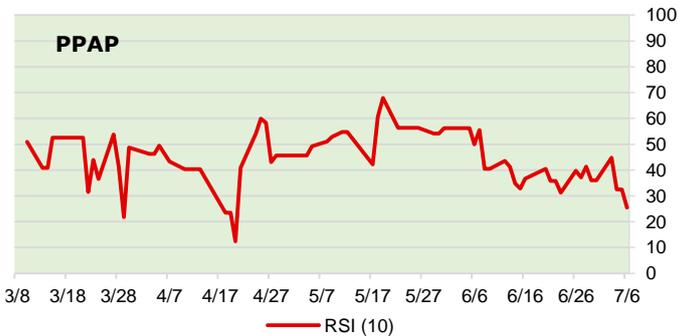
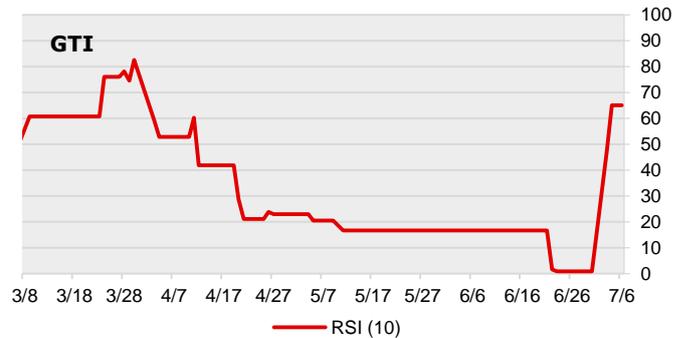
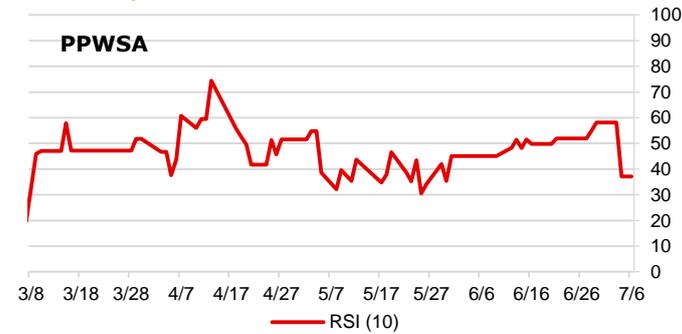
Amru Group building pepper-processing factory Amret Rungroeng Group (Amru Group), one of the Kingdom's top rice exporters, has diversified its agricultural business interests with the construction of a factory for cleaning and processing locally grown pepper, the company CEO Song Saran said yesterday. The \$400,000 factory is being built on 3,000 square meters of land in Memot district of Tbong Khmum province, which accounts for over 70% of Cambodia's pepper harvest. Its pepper cleaning and processing line is scheduled to open next month and reach its full capacity of 15 tonnes per day by January next year. Saran said the company would initially focus on processing black pepper, but it could eventually add separate production lines for other spices, such as ginger and turmeric. Buyers in the EU and Dubai have already agreed to purchase shipments of 2,000 to 3,000 tonnes per year, he added. (Source: Phnom Penh Post)

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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