

Daily Market Update

Friday, July 07, 2017

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Cambodia Securities Exchange

CSX Index

Value	1D Chg %	1D Vol	Mkt cap (KHRbn)
331.9	0.29	4,721	752

Trading activity by major type of investors

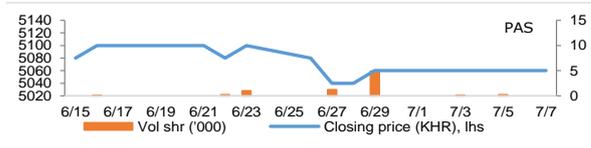
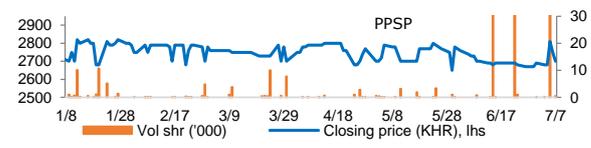
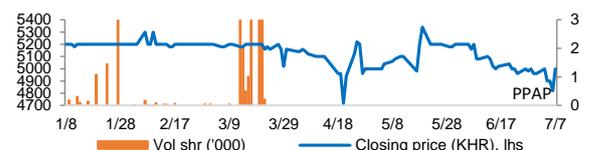
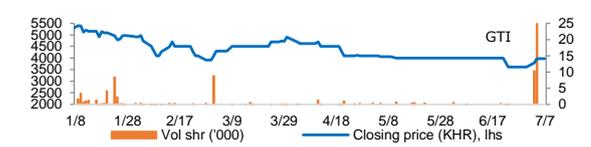
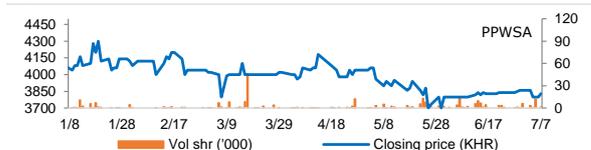
% of trading vol.	Sell (%)			Buy (%)		
	1D	MTD	3M	1D	MTD	3M
DI	71.9	92.4	81.1	70.3	92.8	84.0
DS	0.0	0.0	0.5	0.0	0.0	3.0
LC	0.0	0.0	0.0	0.0	0.0	0.0
FI	28.1	7.6	18.4	29.7	7.2	13.0

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	3,830	0.79	-0.78	-6.59	3,860	3,800	16,310	333
GTI	3,970	0.00	9.97	-8.10	4,000	3,610	60,200	159
PPAP	5,000	3.73	0.81	-3.85	5,400	4,720	7,074	103
PPSP	2,700	-1.82	0.37	-5.59	2,920	2,560	928,083	156
PAS	5,060	0.00	0.00	N/A	N/A	N/A	298	434

Performance of stocks



Key financials	PPWSA	GTI	PPAP	PPSP	PAS
	1Q17	1Q17	1Q17	2016	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)	6.14	9.97	6.28	26.77	8.94**
P/B (x) (mrq)	0.41	0.60	0.20	1.06	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

PPWSA shares end week down slightly Shares in Phnom Penh Water Supply Authority (PPWSA) ended at KHR3,830, down KHR30 from last Friday. This week, 16,310 shares changed hands.

GTI shares post weekly gain of 9.97% Shares in Grand Twins International (GTI) closed unchanged at KHR3,970, posting a weekly gain of 9.97%. The volume trading this week came to 60,200 shares.

PPAP shares rise slightly from last Friday Shares in Phnom Penh Autonomous Port (PPAP) rose slightly, up 0.81% from last Friday to KHR5,000. Only 7,074 shares were traded this week.

PPSP shares finish week up KHR10 Shares in Phnom Penh SEZ Plc (PPSP) finished at KHR2,700, up KHR10 from last week's close. This week saw the largest trading volume so far since the IPO, with 928,083 shares changing hands.

PAS share close unchanged Shares in Sihanoukville Autonomous Port (PAS) closed unchanged for a sixth trading day straight at KHR5,060. Only 298 shares have been traded since Monday. (Source: YSC Research)

Economy and Industry

Dry port, warehouse at Kandal SEZ to open by October A \$20mn dry port and bonded warehouse within the Sovannaphum special economic zone (SEZ) in Kandal province is slated to open by October this year ahead of the full completion of the 214-hectare zone by 2020, according to a senior management official of the SEZ developer. Anurut Chaochavanil, logistics and marketing director for the SEZ, said the dry port will cover 18 hectares of land and will include a 40,000-square-meter warehouse and a 40,000-square-meter yard with space to store up to 3,000 containers at a time. The facility will provide a one-stop shop for import and export services and could serve as an agricultural warehousing hub, he added. Anurut said Sovannaphum Investment Co Ltd, the Thai-owned developer of the SEZ, aims to develop a high-standard SEZ that will be environmentally friendly and have 24-hour security, waste collection and disposable services as well as cheap access to electricity and water. The company has earmarked \$56mn for its completion by 2020. (Source: Phnom Penh Post)

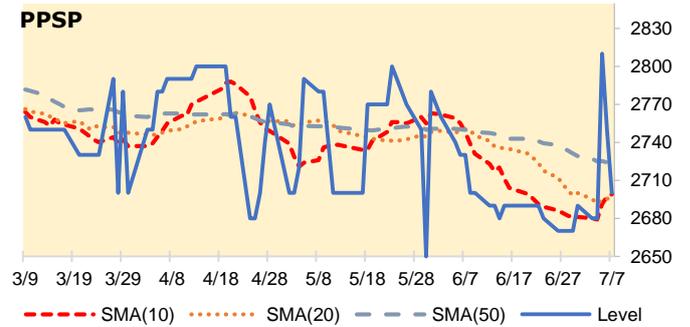
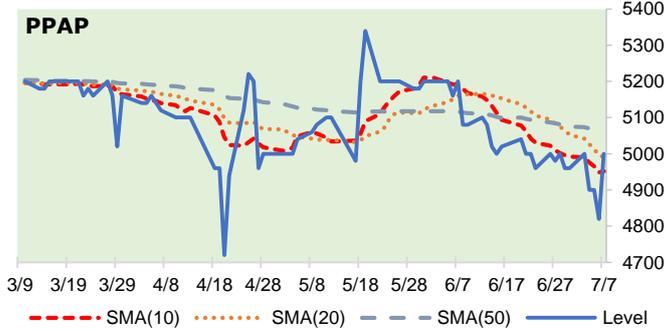
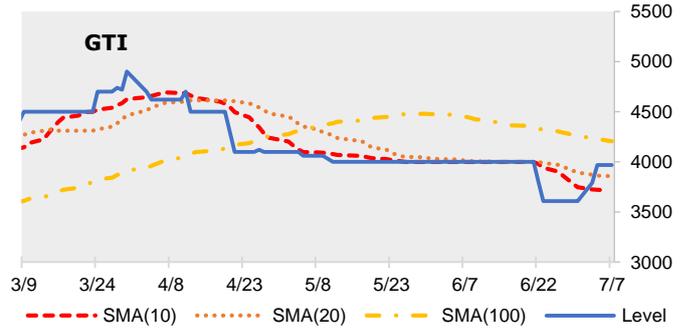
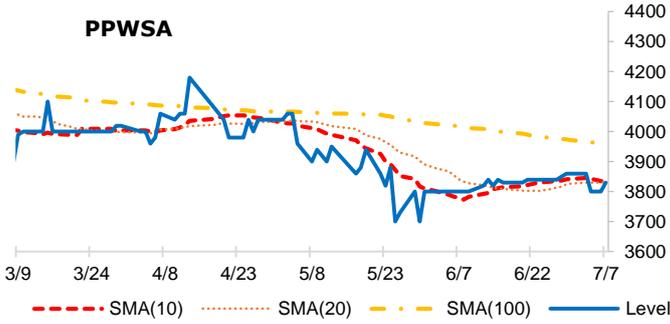
VAT decree frozen after mutiny Just one day after the Kingdom's micro-lenders mutinied and said they would not implement a government directive requiring them to implement a 10% value-added tax (VAT) on fees for financial services, the General Department of Taxation (GDT) announced it would back down and temporarily suspend the controversial decree until it could conduct a study and address private sector concerns. The GDT said in the release yesterday that the implementation of the May 25 prakas (decree) that more clearly defines the government's laws for nontaxable supplies concerning primary financial services would not be implemented "until further notice". Bun Mony, an adviser for the Cambodia Microfinance Association, welcomed the GDT's decision to suspend the implementation, saying microfinance institutions can now take time to properly prepare themselves for any future changes. Stephen Higgins, managing partner of investment and advisory firm Mekong Strategic Partners, said the GDT appeared to be taking a sensible move, adding that the measure was a bad idea to begin with. Higgins explained that implementing the decree would require banks and MFIs to invest a lot in IT necessary to properly process the VAT on fees. It would be better that this investment goes into things like digital financial services, which would help financial inclusion, improve customer service, and deliver a more efficient financial sector, he added. (Source: Phnom Penh Post)

Corporate News

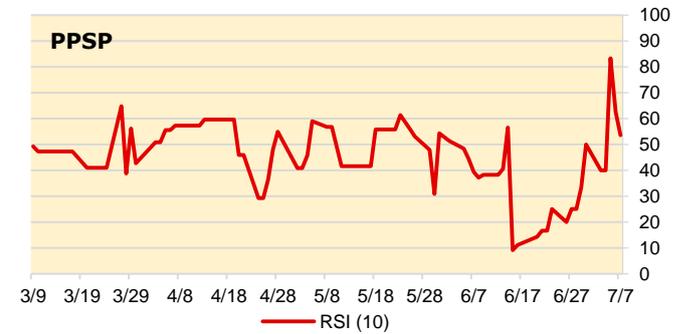
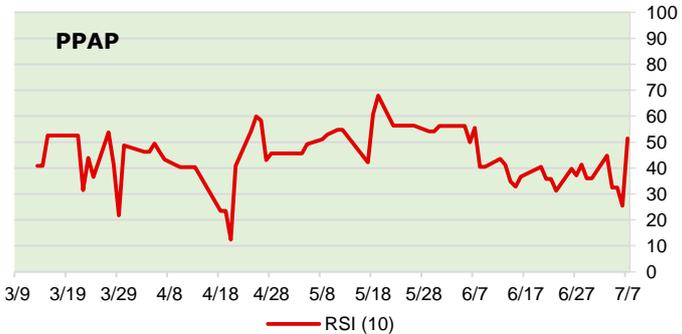
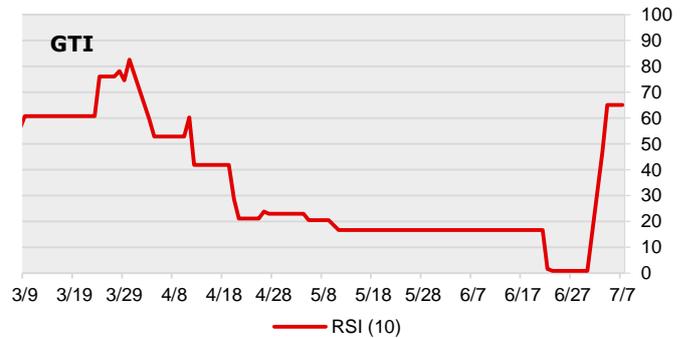
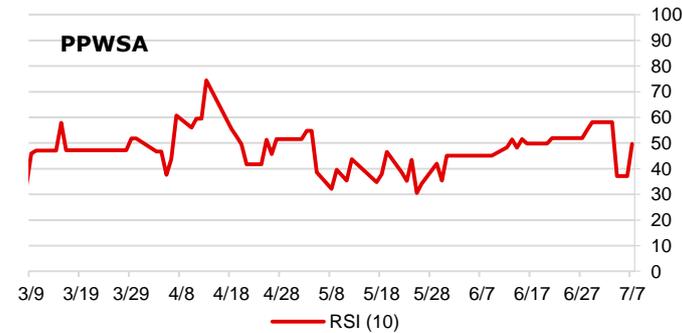
Chip Mong to open cement factory in Kampot by year end Chip Mong Insee Cement Cooperation, a joint venture between Cambodia's Chip Mong Group and Thailand's Siam City Cement Plc, will open a cement factory in Kampot by the end of the year, as construction, which began last year, is near completion. The \$262mn factory in Touk Meas district will produce Camel brand cement, and has the capacity to produce 5,000 tonnes per day. (Source: Khmer Times)

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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