

# Daily Market Update

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## CSX Stocks

### CSX Index

Value	1D % Chg	1D Vol	Mkt Cap (KHR'bn)
339.4	-0.74	1,200	782

### Stock Indicators

Stock	Close (KHR)	1D chg (%)	MTD chg (%)	YTD chg (%)	1M high (KHR)	1M low (KHR)	MTD vol (shr)	Mkt cap (KHR'bn)
PWSA	3,800	-0.78	-1.55	-1.55	3,880	3,700	1,427	330
GTI	4,640	-1.28	-1.3	-1.28	4,900	3,820	18,540	186
PPAP	5,120	0.00	-0.39	-0.39	5,400	4,720	35	106
PPSP	2,760	-0.36	-2.13	-2.13	3,120	2,560	2,293	160
PAS	5,020	-0.79	-1.57	NA	5,100	4,620	3,833	431

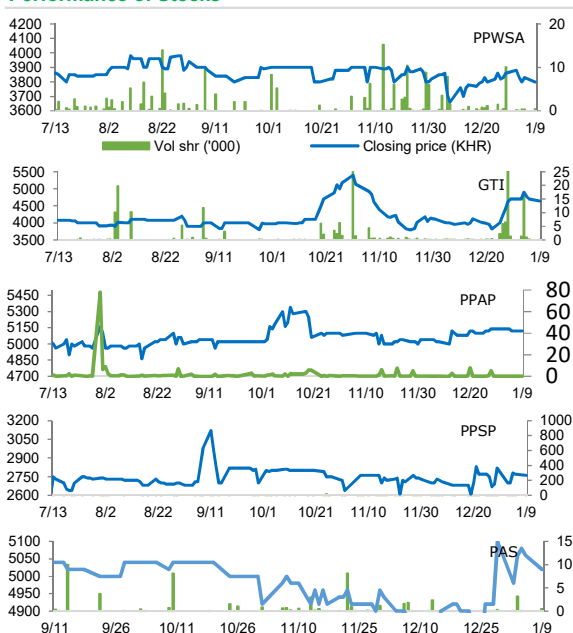
1D = 1 Day; 1M = 1 Month; MTD = Month-To-Date; YTD = Year-To-Date; Chg = Change; Vol = Volume; shr = share; Mkt cap = Market capitalization

### Trading Activity by Major Type of Investors

% of trading vol.	Sell (%)			Buy (%)		
	1D	MTD	3M	1D	MTD	3M
DI	99.2	37.8	40.5	100.0	34.0	24.8
DS	0.0	0.0	0.0	0.0	0.0	5.7
LC	0.0	0.0	0.0	0.0	0.0	0.0
FI	0.8	62.2	59.5	0.0	66.0	69.6

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

### Performance of Stocks



### Key Financials

	PWSA	GTI	PPAP	PPSP	PAS
	1~3Q17	1~3Q17	2016	2016	2016
Revenue (KHR'bn)	168.6	253.2	57.1	38.2	209.0
EBIT (KHR'bn)	52.8	12.8	22.7	9.5	54.6
Net profit (KHR'bn)	22.8	10.3	16.4	5.8	26.7
EBIT margin (%)	31.3	5.1	39.8	24.9	26.1
Net margin (%)	13.5	4.1	28.8	15.3	12.8
Revenue (% YoY)	11.5	-0.7	14.5	-42.4	5.1
EBIT (% YoY)	7.0	-6.2	18.0	-61.8	3.9
Net profit (% YoY)	-24.8	-46.3	23.6	-65.0	-30.2
EPS (KHR) (ttm)	494.6	310.2	963.8	100.8	311.5
P/E (x) (ttm)	7.68	14.96	5.31	27.37	13.48
P/B (x) (mrq)	0.76	0.68	0.20	1.09	0.82

NOTE: ttm = trailing-twelve months; mrq = most recent quarter;

## News Highlights

### Stock Market

**CSX index retreats for third trading day straight** Today, the CSX index retreated for a third trading day straight, closing down 0.74% at 339.4 pts. PWSA shares fell 0.78% to KHR3,800, while GTI shares dropped another 1.28% to KHR4,640. Meanwhile, PPSP and PAS shares edged down 0.36% and 0.79% to KHR2,760 and KHR5,020, respectively. (Source: YSC Research)

### Economy and Industry

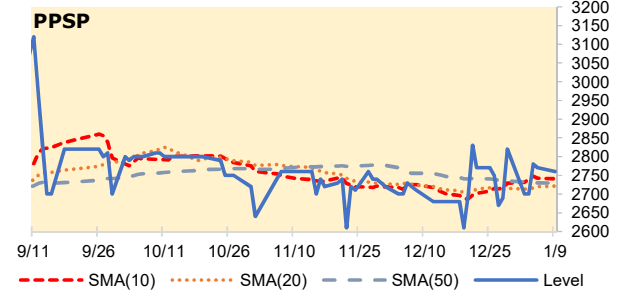
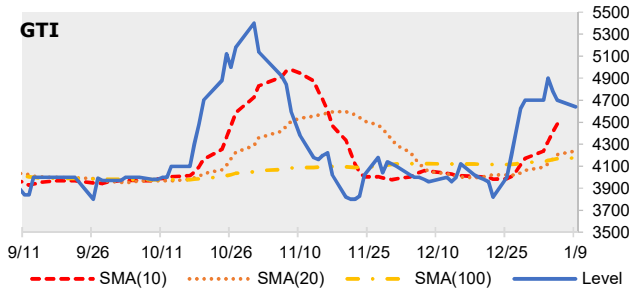
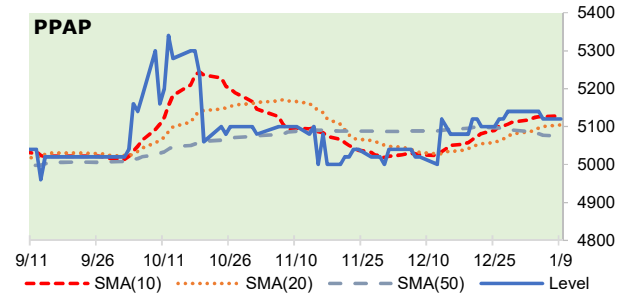
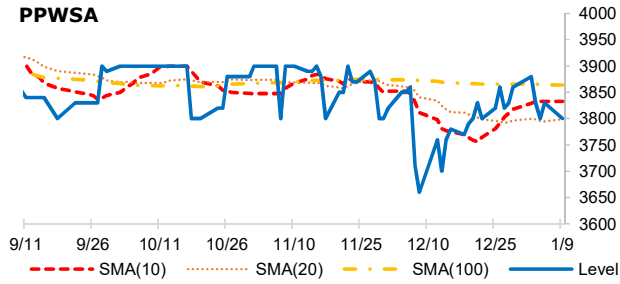
**Microfinance non-performing loan rate rises to 2% at end of 2017** According to the National Bank of Cambodia's 2017 Annual Report, microfinance institutions (MFIs) rate of non-performing loan—loans where payments are more than 30 days overdue—reached 2% at the end of 2017, up from slightly more than 1% at the end of 2016. Stephen Higgins, managing partner of Mekong Strategic Partners, said lower crop prices and high levels of rural indebtedness were likely responsible for the rise, but that the rate of 2% was not unreasonably high. Sok Voeun, CEO of microfinance institution LOLC (Cambodia), agreed the rate was normal, but also noted the continued year-over-year rise in overdue loans was a cause of concern. He said last year's low crop prices were to blame for the rise of overdue loans, adding that MFIs had already begun tightening lending requirements and offering fewer small loans. According to the report, despite total number of borrowers decreasing from 1.9 million at the end of 2016 to 1.75 million at the end of 2017, loan outstanding grew by 25%, reaching \$3.9bn at the end of the year. This was because the average loan size increased and fewer small loans were being offered largely due to the government's decision to cap interest rates at 18% in March, according to Voeun. Meanwhile, deposits at MFIs also rose sharply in 2017, reaching \$2bn at the end of the year, a more than 35% increase over 2016. That 35% growth rate exceeded the 25% growth rate of loans, a fact Higgins praised as a positive sign for the overall health of the economy. (Source: Phnom Penh Post)

**Employers pay more to NSSF for workers** According to a prakas and a sub-decree released by the Ministry of Labor, which went into effect at the start of this year, all businesses hiring one or more employees are now required to pay 3.4% of each employee's average salary each month—up to a maximum of about \$8.50—into the National Social Security Fund (NSSF). The money is intended to provide employees with injury insurance and health care. In the past, employers were required to pay only 1.3% of workers' average monthly salary into the NSSF, with employees paying another 1.3% out of pocket. With the new change, a factory owner paying his employees minimum wage would have to pay about \$70 per employee each year into the NSSF, compared to \$26 per employee under the previous rule. Labor Ministry spokesman Heng Sour said the new health care scheme would not impose too great a financial burden on employers as the government has also exempted them from export management and prepayment taxes, adding that the estimated total tax break is about \$40mn. Despite these tax breaks, businesses could drop their private health care schemes after being required to contribute more to the NSSF, according to Stephen Higgins. There is a risk that some of these employers will cease their existing private coverage and go just with the NSSF, which likely result in their staff being worse off, he explained. If those firms were to drop private health insurance plans, the Kingdom's private health insurance industry, as well as workers themselves, could suffer, according to Anthony Galliano, CEO of Cambodian Investment Management. (Source: Phnom Penh Post)

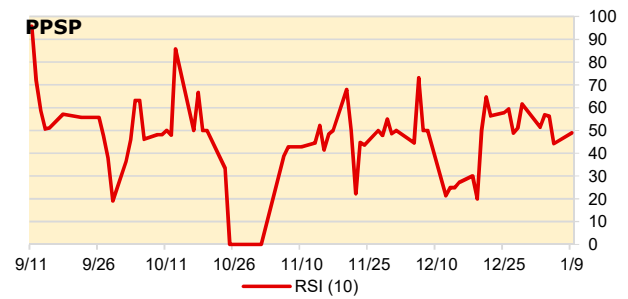
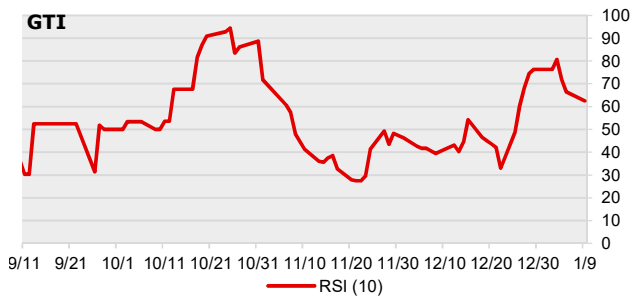
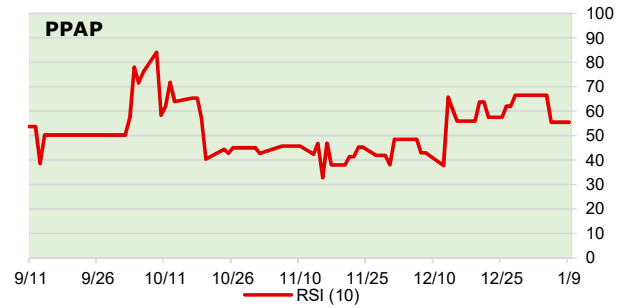
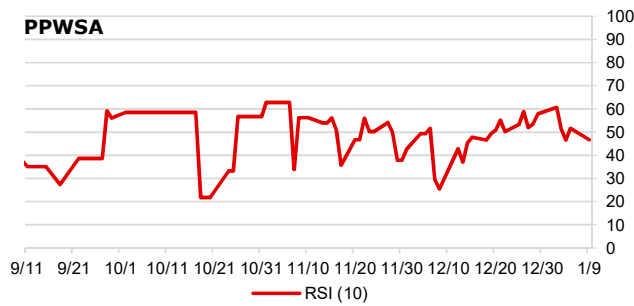
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Technical Indicators

Moving Average



Relative Strength Index



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

Source: YSC Research