

Bangkok Chain Hospital BCH

Bangkok Chain Hospital
Public Company Limited

Bloomberg
Reuters

BCH TB
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Preview 3Q24: High season

BCH's share price fell 4% yesterday, likely a reflection of market pessimism from expectations of lower IPD revenue in 3Q24 on fewer Kuwaiti patients. This is not new and we expect BCH to deliver a core profit of Bt474mn in 3Q24, up 4% YoY on growing revenue from OPD and SC services and up 41% QoQ on seasonality. We stay positive on BCH based on a better picture for SC high-cost care payment and strong earnings growth in 2025. BCH is trading at 28x 2024PE, below -1SD of historical average, offering attractive risk/reward.

3Q24 preview: Core profit to grow YoY and QoQ on high season. We expect BCH to deliver a core profit of Bt474mn in 3Q24, up 4% YoY on growing revenue and 41% QoQ on seasonality. Including extra items in 3Q23 (COVID-19 service revenue write-off) and in 2Q24 (SC service revenue write-off), 3Q24 net profit will grow 8% YoY and 72% QoQ.

Strong OPD and SC to offset weak IPD. We estimate revenue at Bt3.3bn, up 4% YoY and 16% QoQ. By service, we expect OPD revenue to grow strongly at 19% YoY and 20% QoQ, reflecting facility improvements and inclusion of additional services as well as seasonal illnesses. We expect social security scheme (SC) revenue to grow 6% YoY and 11% QoQ, lifted by additional revenue from 26 chronic diseases received in 3Q24, earlier than last year's 4Q23. Together, these services are expected to offset the weak IPD service, with revenue expected to drop 14% YoY (but up 15% QoQ) mainly on a drop in patients from Kuwait since 1Q24. We expect EBITDA margin at 26.7% in 3Q24, narrowed from 27.4% in 3Q23 due to weaker international patient service but up from 21.9% in 2Q24.

May record SC high-cost care in 4Q24 at Bt12,000/RW as before vs. the previously announced conservative rate. In a meeting with several parties on October 29, 2024, regarding concerns over a budget shortfall that would curtail SC payments for high-cost care (RW > 2), the Social Security Office announced that it will pay a predetermined rate of Bt12,000/RW in 2025 and this rate will remain constant throughout the year. An official resolution is expected after a meeting on November 13 or December 3, ahead of the deadline for private hospitals to sign contracts for 2025 SC services. We view this as a better picture and believe this may lead BCH to record revenue from high-cost care service in 4Q24 at a rate of Bt12,000/RW as before, rather than the earlier announced conservative rate of Bt7,200/RW, giving a boost to revenue and earnings from 4Q24. Assuming this change, we see upside of 5-6% to our 2024-25 earnings projections. We expect to be provided more details at 3Q24 analyst meeting.

Strong earnings growth in 2025. We forecast an earnings uptrend in 2025 backed by: 1) normalizing operations of Kuwaiti patients, 2) capacity expansion and renovations in 2024-25, 3) upgrade of a hospital in 1Q25, *Karunvej Hospital Pathumthani* to *Kasemrad Hospital Pathumthani*, 4) new services: *Kasemrad Ari Radiation Oncology Center* (3Q24, 51% held by BCH) and a mobile dental service (3Q24, 60% held by BCH) and 5) growing operations at three new hospitals: *Kasemrad International Hospital Aranyaprathet*, *Kasemrad Hospital Prachinburi* and *Kasemrad International Hospital Vientiane*. End-2024 DCF is Bt21/share, based on WACC at 7%, long-term growth at 3%.

Risks. Change in SC reimbursement, slower patient traffic and cost burden at new facilities. We see ESG risk as patient safety (S): BCH has adopted a variety of quality assurance systems to provide continuous patient care.

Forecasts and valuation

Year to 31 Dec	Unit	2022	2023	2024F	2025F	2026F
Revenue	(Btmn)	18,827	11,729	12,185	13,194	13,877
EBITDA	(Btmn)	5,151	2,922	2,960	3,443	3,672
Core profit	(Btmn)	4,033	1,492	1,511	1,794	1,929
Reported profit	(Btmn)	3,039	1,406	1,444	1,794	1,929
Core EPS	(Bt)	1.62	0.60	0.61	0.72	0.77
DPS	(Bt)	0.80	0.35	0.36	0.45	0.48
P/E, core	(x)	10.6	28.7	28.4	23.9	22.2
EPS growth, core	(%)	(41.1)	(63.0)	1.3	18.7	7.5
P/BV, core	(x)	3.4	3.4	3.3	3.1	2.9
ROE	(%)	29.0	11.0	10.8	12.2	12.5
Dividend yield	(%)	4.7	2.0	2.1	2.6	2.8
EV/EBITDA	(x)	8.6	14.5	14.3	12.1	11.1
EBITDA growth	(%)	(50.4)	(43.3)	1.3	16.3	6.6

Source: InnovestX Research

Tactical: OUTPERFORM (3-month)

Stock data

Last close (Oct 30) (Bt)	17.20
Target price (Bt)	21.00
Mkt cap (Btbn)	42.89

12-m high / low (Bt)	23.8 / 14.8
Avg. daily 6m (US\$mn)	7.18
Foreign limit / actual (%)	49 / 7
Free float (%)	43.8
Outstanding Short Position (%)	1.17

Share price performance

(%)	1M	3M	12M
Absolute	(6.0)	0.0	(14.4)
Relative to SET	(4.9)	(8.7)	(18.3)

INVX core earnings vs consensus

Earnings vs consensus	2024F	2025F
Consensus (Bt mn)	1,516	1,765
INVX vs Consensus (%)	(0.3)	1.6

Earnings momentum	YoY	QoQ
INVX 3Q24 core earnings	Up	Up

2023 Sustainability/2022 ESG Score

SET ESG Ratings	AA
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Bloomberg ESG Score and Rank in the sector	
ESG Score and Rank	3.58 2/27
Environmental Score and Rank	4.63 1/27
Social Score and Rank	3.47 3/27
Governance Score and Rank	3.12 5/27

Source: SET, InnovestX Research, Bloomberg Finance L.P.

Analyst

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Value proposition

BCH is a leading presence in Thailand's healthcare arena and the country's largest social security service provider with over 1mn registered persons, accounting for ~7% of total SC insured persons (under Section 33 and Section 39) in Thailand. BCH operates 15 hospitals in a network offering 2,245 registered beds to serve all types of patients, with four hospital groups: World Medical Hospital, Kasemrad International Hospital, Kasemrad Hospital and Karunvej Hospital.

Business outlook

2024 has been an unexciting year for BCH; 2025 looks better, with forecast core earnings growth of 19%. Backing the growth is: 1) normalizing operations of Kuwaiti patients, 2) capacity expansion and renovations in 2024-25, 3) upgrade of a hospital in 1Q25, *Karunvej Hospital Pathumthani* to *Kasemrad Hospital Pathumthani*, 4) new services: *Kasemrad Ari Radiation Oncology Center* (3Q24, 51% held by BCH) and a mobile dental service (3Q24, 60% held by BCH) and 5) growing operations at three new hospitals: *Kasemrad International Hospital Aranyaprathet*, *Kasemrad Hospital Prachinburi* and *Kasemrad International Hospital Vientiane*. BCH was one of Thailand's private hospitals very actively involved in providing COVID-19 hospitalizations and we believe its large-scale provision of COVID-19-related services with over 2mn new registered patients during 2020-21 built brand recognition, giving it an opportunity to enlarge its patient base. Over 2023-27, BCH targets to increase licensed beds to ~3,100 beds, a 38% increase from 2022, in areas with potential such as the EEC.

Bullish views	Bearish views
1. Large-scale provision of COVID-19-related services built brand recognition, giving it an opportunity to enlarge its patient base.	1. Concern over a reduction in SC reimbursement
2. Strong core earnings growth.	

Key catalysts			
Factor	Event	Impact	Comment
Near-term earnings outlook	3Q24 earnings	+YoY, +QoQ	We expect BCH to deliver a core profit of Bt474mn in 3Q24, up 4% YoY on higher revenue and 41% QoQ on seasonality. Including extra items in 3Q23 (COVID-19 service revenue write-off) and in 2Q24 (SC service revenue write-off), net profit in 3Q24 will grow 8% YoY and 72% QoQ.
Factor to be aware of in 2024-25	SC payments for high-cost care (RW>2)	Positive/ Negative	After a budget shortfall that reduced SC payments for high-cost care (RW>2) in 2022-23, the private hospitals participating in SC services and the Social Security Office are working together to find a solution, perhaps obtaining a guaranteed payment to match higher demand. After a meeting involving several parties on October 29, the situation looks better as the Social Security Office announced that it will pay a predetermined rate of Bt12,000/RW in 2025 and this rate will remain constant throughout the year. A final resolution is expected at meetings on November 13 or December 3, ahead of the deadline for private hospitals to sign contracts for 2025 SC services.

Sensitivity analysis

Factor	Earnings impact	TP impact
1ppt change in hospital revenue	2%	Bt0.2/share (1%)

Our view on ESG

BCH has set up a Sustainability, Governance and Risk Management Committee to impose sustainability policies as well as enforce and manage sustainability-related matters in the company. For the environmental issue (E), BCH has set a short-term goal and we expect to see further development as it works towards setting a long-term goal. We see ESG risk as patient safety (S): BCH has adopted a variety of quality assurance systems to provide continuous patient care.

ESG Ratings and Indices

Bloomberg ESG Financial Materiality Score 3.58 (2022)

Rank in Sector 2/27

Environmental Issue (E)

- BCH has an energy conservation goal to reduce energy consumption by 0.3% within 2024 (baseline year 2022) by cooperating with affiliated hospitals to operate energy-saving projects such as installing more Solar rooftops and replacing inefficient equipment with energy-efficient equipment.
- BCH has a waste reduction goal to reduce waste per patient by 5% within 2024 (baseline year 2022) by cooperating with affiliated hospitals to improve waste management such as encouraging employees to reduce the usage of a single-use package and reduce waste from food.
- BCH has a water conservation goal to reduce water consumption by 0.3% within 2024 (the baseline year 2022) by cooperating with affiliated hospitals to operate water conservation projects such as replacing water taps with automatic water taps in crowded areas.

Governance Issue (G)

- BCH's operation guideline considers stakeholders across the value chain, from upstream to downstream. This will help increase opportunities, reduce risks and improve competitive capabilities. Its goal is 100% of business partners acknowledge supplier code of conduct through BCH website within 2024.
- BCH has established anti-corruption policy, anti-corruption handbook and whistleblowing and complaint policy to the Board of Directors, Executive Directors and employees for their acknowledgement and strict adherence.
- As of 31 December 2023, BCH has 12 members of the Board of Director, including 7 Executive Directors and, 5 Non-Executive Director. 4 of Non-Executive Directors are Independent Directors (33.33% of all directors).
- The chairman is not an independent director.
- Major shareholders control ~50% of total issued and paid-up shares.

Disclaimer

Bloomberg ESG Scores rate companies on their level of management of financially material industry-specific ESG issues. Bloomberg offers four financially material scores, for overall ESG, as well as Environmental, Social, and Governance. Values range from 0 to 10; 10 is best. To review the fully transparent methodology, see ESG Financial Materiality Score Model in Bloomberg.

	CG Rating	DJSI	SETESG	SET ESG Ratings
BCH	5	No	Yes	AA

Source: Thai Institute of Directors and SET

Social Issue (S)

- BCH puts patient safety first. It has established a policy to control the quality of services that is consistent with both national and international standards, such as Hospital Accreditation (HA) and Joint commission International (JCI). There are also guidelines for continuous and regular improvement.
- In 2023, average employee training hours was 9.5 hours per person, higher than 7.6 hours per person in 2022 and above its goal of at least 6 hours per person.
- The data regarding employee engagement is only from the World Medical Hospital. In 2023, employee engagement score was 70%, reaching its target and better than 68.3% in 2022.
- We see ESG risk as patient safety (S): BCH has adopted a variety of quality assurance systems to provide continuous

ESG Financial Materiality Score and Disclosure

	2022	2023
ESG Financial Materiality Score	3.58	—
Environment Financial Materiality Score	4.63	—
GHG Scope 1 ('000 metric tonnes)	1.77	0.00
GHG Scope 2 Location-Based ('000 metric tonnes)	5.82	29.67
Total Energy Consumption ('000 MWh)	11.74	59.31
Hazardous Waste ('000 metric tonnes)	0.12	0.00
Waste Recycled ('000 metric tonnes)	No	No
Total Water Withdrawal ('000 cubic meters)	68.28	75.95
Social Financial Materiality Score	3.47	—
Human Rights Policy	Yes	Yes
Consumer Data Protection Policy	No	Yes
Quality Assurance Policy	Yes	Yes
Employee Training (hours)	54,702	65,479
Lost Time Incident Rate (per 100 employees)	0.36	0.00
Women in Workforce (%)	76.30	74.14
Employee Turnover rate (%)	42.98	39.71
Governance Financial Materiality Score	3.12	—
Size of the Board (persons)	11	12
Number of Independent Directors (persons)	4	4
Number of Non Executive Directors (persons)	5	5
Number of Women on Board (persons)	3	3

Source: Bloomberg Finance L.P.

Financial statement

Profit and Loss Statement

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Total revenue	(Btmn)	8,880	8,928	21,405	18,827	11,729	12,185	13,194	13,877
Cost of goods sold	(Btmn)	6,052	5,975	10,561	12,772	8,116	8,512	9,004	9,416
Gross profit	(Btmn)	2,828	2,953	10,844	6,055	3,613	3,673	4,190	4,461
SG&A	(Btmn)	1,232	1,213	1,469	1,946	1,755	1,774	1,833	1,890
Other income	(Btmn)	116	93	129	92	119	120	100	100
Interest expense	(Btmn)	131	132	151	156	95	41	10	0
Pre-tax profit	(Btmn)	1,582	1,702	9,352	4,045	1,882	1,978	2,448	2,671
Corporate tax	(Btmn)	286	313	1,846	888	405	420	514	561
Equity a/c profits	(Btmn)	2	3	2	0	1	1	1	1
Minority interests	(Btmn)	(163)	(163)	(661)	(118)	(73)	(115)	(141)	(182)
Core profit	(Btmn)	1,240	1,262	6,846	4,033	1,492	1,511	1,794	1,929
Extra-ordinary items	(Btmn)	(105)	(33)	0	(994)	(86)	(67)	0	0
Net Profit	(Btmn)	1,135	1,229	6,846	3,039	1,406	1,444	1,794	1,929
EBITDA	(Btmn)	2,387	2,616	10,377	5,151	2,922	2,960	3,443	3,672
Core EPS (Bt)	(Bt)	0.50	0.51	2.75	1.62	0.60	0.61	0.72	0.77
Net EPS (Bt)	(Bt)	0.46	0.49	2.75	1.22	0.56	0.58	0.72	0.77
DPS (Bt)	(Bt)	0.23	0.23	1.20	0.80	0.35	0.36	0.45	0.48

Balance Sheet

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Total current assets	(Btmn)	2,967	3,538	13,541	6,835	4,843	4,321	4,560	5,542
Total fixed assets	(Btmn)	10,584	12,404	11,790	11,829	11,728	11,681	11,716	11,535
Total assets	(Btmn)	14,116	16,527	26,384	19,796	17,731	17,162	17,435	18,237
Total loans	(Btmn)	5,468	7,232	6,956	3,870	1,564	483	0	0
Total current liabilities	(Btmn)	2,186	5,667	7,848	3,510	3,505	2,679	2,237	2,272
Total long-term liabilities	(Btmn)	4,759	2,946	3,979	2,599	324	0	0	0
Total liabilities	(Btmn)	7,137	8,901	12,078	6,287	4,026	2,877	2,435	2,469
Paid-up capital	(Btmn)	2,494	2,494	2,494	2,494	2,494	2,494	2,494	2,494
Total equity	(Btmn)	6,978	7,626	14,306	13,510	13,704	14,286	15,000	15,768
BVPS (Bt)	(Bt)	2.51	2.76	5.20	4.99	5.05	5.27	5.54	5.84

Cash Flow Statement

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Core Profit	(Btmn)	1,240	1,262	6,846	4,033	1,492	1,511	1,794	1,929
Depreciation and amortization	(Btmn)	675	782	874	950	944	941	985	1,000
Operating cash flow	(Btmn)	1,902	1,863	6,226	5,715	4,183	1,820	2,632	2,810
Investing cash flow	(Btmn)	(1,729)	(2,597)	(1,495)	(759)	(919)	(875)	(1,000)	(800)
Financing cash flow	(Btmn)	(27)	886	(1,185)	(6,878)	(3,680)	(1,944)	(1,562)	(1,162)
Net cash flow	(Btmn)	147	151	3,545	(1,922)	(415)	(998)	70	848

Key Financial Ratios

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Gross margin	(%)	31.8	33.1	50.7	32.2	30.8	30.1	31.8	32.1
Operating margin	(%)	18.0	19.5	43.8	21.8	15.8	15.6	17.9	18.5
EBITDA margin	(%)	26.9	29.3	48.5	27.4	24.9	24.3	26.1	26.5
EBIT margin	(%)	19.0	20.3	44.1	22.2	16.7	16.4	18.5	19.1
Net profit margin	(%)	12.8	13.8	32.0	16.1	12.0	11.9	13.6	13.9
ROE	(%)	18.5	17.3	62.4	29.0	11.0	10.8	12.2	12.5
ROA	(%)	9.3	8.2	31.9	17.5	8.0	8.7	10.4	10.8
Net D/E	(x)	0.7	0.8	0.2	0.1	(0.0)	(0.0)	(0.1)	(0.1)
Interest coverage	(x)	18.3	19.8	68.6	33.1	30.6	72.3	356.7	N.M.
Debt service coverage	(x)	1.5	0.3	1.7	1.9	1.1	2.9	356.7	N.M.
Payout Ratio	(x)	50.5	46.7	43.7	65.6	62.1	62.1	62.1	62.1

Main Assumptions

FY December 31	Unit	2019	2020	2021	2022	2023	2024F	2025F	2026F
Revenue breakdown									
Cash service	(%)	65.2	63.7	34.9	49.8	68.0	68.8	70.3	70.9
Social security service (SC)	(%)	34.8	36.3	13.6	17.9	32.8	31.2	29.7	29.1
Universal coverage (UC)	(%)	0.0	0.0	51.5	32.3	(0.8)	0.0	0.0	0.0

Financial statement

Profit and Loss Statement

FY December 31	Unit	3Q22	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24
Total revenue	(Btmn)	3,429	2,788	2,674	2,849	3,175	3,032	2,844	2,857
Cost of goods sold	(Btmn)	3,519	1,876	1,936	1,989	2,098	2,094	2,044	2,112
Gross profit	(Btmn)	(90)	912	738	860	1,077	938	801	744
SG&A	(Btmn)	420	511	398	495	470	392	376	388
Other income	(Btmn)	27	13	25	28	26	40	23	28
Interest expense	(Btmn)	35	34	28	24	30	13	11	13
Pre-tax profit	(Btmn)	(519)	380	337	369	602	574	437	372
Corporate tax	(Btmn)	(74)	101	70	86	135	114	87	70
Equity a/c profits	(Btmn)	0	(1)	(1)	2	0	(0)	0	(0)
Minority interests	(Btmn)	41	(8)	(12)	(1)	(27)	(32)	(31)	(25)
Core profit	(Btmn)	499	362	254	297	456	485	326	337
Extra-ordinary items	(Btmn)	(902)	(92)	0	(13)	(15)	(58)	(7)	(60)
Net Profit	(Btmn)	(403)	270	254	284	441	427	319	277
EBITDA	(Btmn)	(244)	654	603	627	869	823	688	626
Core EPS (Bt)	(Btmn)	0.20	0.15	0.10	0.12	0.18	0.19	0.13	0.14
Net EPS (Bt)	(Bt)	(0.16)	0.11	0.10	0.11	0.18	0.17	0.13	0.11

Balance Sheet (Btmn)

FY December 31	Unit	3Q22	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24
Total current assets	(Btmn)	9,593	6,835	5,875	5,099	4,389	4,843	4,055	4,090
Total fixed assets	(Btmn)	11,539	11,829	11,778	11,715	11,764	11,728	11,779	12,171
Total assets	(Btmn)	22,500	19,796	18,803	17,925	17,268	17,731	17,041	17,484
Total loans	(Btmn)	5,979	3,870	2,817	2,750	1,549	1,564	569	1,406
Total current liabilities	(Btmn)	6,368	3,510	3,279	3,315	3,421	3,505	2,472	3,296
Total long-term liabilities	(Btmn)	2,702	2,599	1,540	1,467	390	324	296	280
Total liabilities	(Btmn)	9,246	6,287	4,996	4,957	4,001	4,026	2,963	3,779
Paid-up capital	(Btmn)	2,494	2,494	2,494	2,494	2,494	2,494	2,494	2,494
Total equity	(Btmn)	13,253	13,510	13,807	12,968	13,267	13,704	14,078	13,705
BVPS (Bt)	(Bt)	4.89	4.99	5.09	4.80	4.88	5.05	5.19	5.04

Cash Flow Statement (Btmn)

FY December 31	Unit	3Q22	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24
Core Profit	(Btmn)	499	362	254	297	456	485	326	337
Depreciation and amortization	(Btmn)	240	240	238	234	236	236	240	242
Operating cash flow	(Btmn)	1,463	2,985	1,264	784	1,145	990	676	529
Investing cash flow	(Btmn)	(101)	(705)	(275)	(176)	(124)	(344)	(312)	(517)
Financing cash flow	(Btmn)	(593)	(2,070)	(1,095)	(1,202)	(1,432)	50	(1,028)	50
Net cash flow	(Btmn)	769	211	(106)	(595)	(411)	696	(664)	62

Key Financial Ratios

FY December 31	Unit	3Q22	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24
Gross margin	(%)	(2.6)	32.7	27.6	30.2	33.9	30.9	28.1	26.1
Operating margin	(%)	(14.9)	14.4	12.7	12.8	19.1	18.0	14.9	12.5
EBITDA margin	(%)	(7.1)	23.4	22.5	22.0	27.4	27.1	24.2	21.9
EBIT margin	(%)	(14.0)	14.8	13.5	13.7	19.8	19.1	15.6	13.3
Net profit margin	(%)	(11.8)	9.7	9.5	10.0	13.9	14.1	11.2	9.7
ROE	(%)	39.4	29.0	6.7	8.0	10.1	11.0	9.4	9.9
ROA	(%)	20.7	17.5	4.3	5.2	6.8	8.0	7.3	7.5
Net D/E	(x)	0.3	0.1	0.0	0.1	0.0	(0.0)	(0.1)	(0.0)
Interest coverage	(x)	(7.0)	19.1	21.8	25.7	28.6	63.7	61.4	49.1
Debt service coverage	(x)	(0.3)	1.9	1.7	1.8	2.7	2.5	8.7	2.1

Key statistics

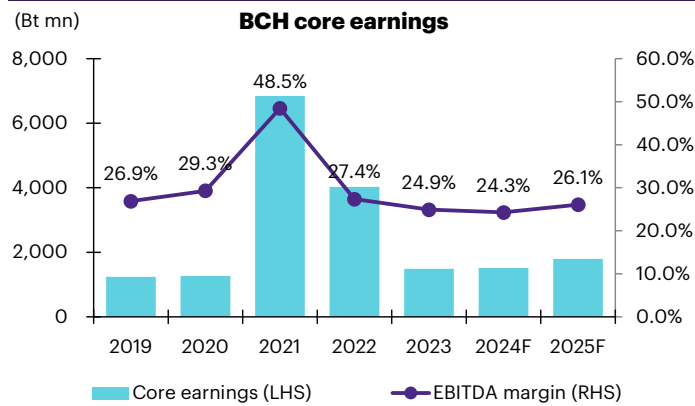
FY December 31	Unit	3Q22	4Q22	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24
Revenue breakdown									
Cash service	(%)	71.6	68.9	66.1	67.5	69.4	68.8	66.1	67.1
Social security service (SC)	(%)	25.1	32.6	33.5	33.1	31.3	33.6	34.3	33.1
Universal coverage (UC)	(%)	3.3	(1.5)	0.4	(0.6)	(0.6)	(2.4)	(0.3)	(0.2)

Figure 1: BCH's earnings preview

(Bt mn)	3Q23	4Q23	1Q24	2Q24	3Q24F	YoY%	QoQ%	9M23	9M24F	YoY%
Revenue	3,175	3,032	2,844	2,857	3,310	4.3	15.9	8,697	9,011	3.6
Gross profit	1,077	938	801	744	1,052	(2.3)	41.4	2,675	2,597	(2.9)
EBITDA	869	823	688	626	884	1.7	41.2	2,099	2,198	4.7
Core profit	456	485	326	337	474	4.0	40.9	1,007	1,137	12.9
Net profit	441	427	319	277	474	7.7	71.2	979	1,070	9.4
EPS (Bt/share)	0.18	0.17	0.13	0.11	0.19	7.7	71.2	0.39	0.43	9.4
Financial Ratio										
Gross Margin (%)	33.9	30.9	28.1	26.1	31.8	(2.1)	5.7	30.8	28.8	(1.9)
EBITDA margin (%)	27.4	27.1	24.2	21.9	26.7	(0.7)	4.8	24.1	24.4	0.3
Net Profit Margin (%)	13.9	14.1	11.2	9.7	14.3	0.5	4.6	11.3	11.9	0.6
Revenue breakdown										
OPD service	1,092	1,073	1,020	1,083	1,300	19.0	20.0	2,955	3,403	15.2
IPD service	1,110	1,013	859	834	960	(13.5)	15.1	2,936	2,652	(9.7)
SC service	992	1,018	975	945	1,050	5.8	11.1	2,832	2,970	4.9
COVID-19 revenue write-off	(19)	(72)	(9)	(6)	-	N.M.	N.M.	(25)	(15)	N.M.

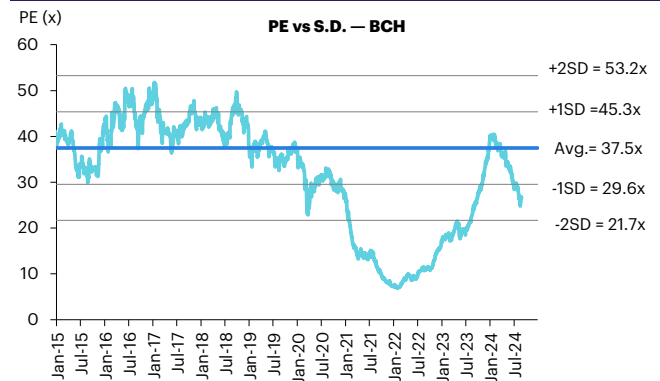
Source: InnovestX Research

Figure 2: BCH earnings forecast



Source: InnovestX Research

Figure 3: BCH PE band



Source: SET and InnovestX Research

*Data for PE band since 2015, excluding exceptional years from COVID-19 services in 2020-22

Figure 4: Valuation summary (price as of Oct 30, 2024)

	Rating	Price		ETR	P/E (x)			EPS growth (%)			P/BV (x)			ROE (%)			Div. Yield (%)			EV/EBITDA (x)		
		(Bt/Sh)	Target (Bt/Sh)		23A	24F	25F	23A	24F	25F	23A	24F	25F	23A	24F	25F	23A	24F	25F	23A	24F	25F
BCH	Outperform	17.20	21.0	24.2	28.7	28.4	23.9	(63.0)	1.3	18.7	3.4	3.3	3.1	11	11	12	2.0	2.1	2.6	14.5	14.3	12.1
BDMS	Outperform	27.75	36.0	32.6	30.7	27.3	25.2	14.0	12.6	8.0	4.6	4.5	4.3	15	16	17	2.5	2.8	3.1	18.1	16.4	15.3
BH	Neutral	270.00	300.0	13.0	31.0	27.6	26.3	40.0	12.2	5.0	9.0	7.7	6.7	31	30	27	1.7	1.8	1.9	21.8	18.4	17.2
CHG	Neutral	2.78	2.9	6.8	28.0	27.3	24.0	(60.7)	2.6	13.9	4.1	3.9	3.7	14	14	15	2.5	2.5	2.9	16.3	15.5	13.6
RJH	Neutral	23.30	28.0	25.8	16.7	14.7	15.2	(59.3)	13.0	(2.9)	3.4	3.2	3.2	18	20	18	5.2	5.6	5.6	11.3	10.4	10.2
Average					27.0	25.1	22.9	(25.8)	8.3	8.5	5.3	4.8	4.4	18	18	18	2.2	2.3	2.6	17.7	16.1	14.5

Source: InnovestX Research

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**CG Rating 2024 Companies with CG Rating
Companies with Excellent CG Scoring**

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Companies with Very Good CG Scoring

2S, AAI, ADB, AEONTS, AHC, AIRA, APCO, APURE, ARIP, ARROW, ASIAN, ATP30, AUCT, AYUD, BA, BBIK, BC, BE8, BH, BIZ, BOL, BSBM, BTC, CH, CI, CIG, CM, COCOCO, COMAN, CPI, CSS, DTCENT, EVER, FE, FORTH, FSMART, FSX, FTI, GEL, GIFT, GPI, HUMAN, IFS, INSURE, JCK, JDF, JMART, KGI, KJL, KTIS, KUN, L&E, LHK, MATCH, MBAX, MEGA, METCO, MICRO, NC, NCAP, NCL, NDR, ONEE, PATO, PDG, PJW, POLY, PQS, PREB, PROUD, PSG, PSP, PSTC, PT, PTECH, PYLON, QLT, RABBIT, RCL, SAPPE, SECURE, SFLEX, SFT, SINO, SMT, SPCG, SPVI, STANLY, STPI, SUPER, SUSCO, SVOA, SVT, TACC, TAE, TCC, TEKA, TFM, TITLE, TKN, TMD, TNR, TPA, TPCH, TPCS, TPLAS, TPOLY, TRT, TURTLE, TVH, UBA, UP, UREKA, VCOM, VIBHA, VRANDA, WARRIX, WIN, WP

Companies with Good CG Scoring

A5, ADD, AIE, ALUCON, AMC, AMR, ARIN, ASEFA, ASIA, ASN, BIG, BIOTEC, BIS, BJCHI, BLC, BVG, CEN, CGH, CHARAN, CHAYO, CHIC, CHOTI, CITY, CMC, CPANEL, CSP, DEXON, DOD, DPAINT, DV8, EASON, EE, EFORL, EKH, ESTAR, ETL, FNS, GBX, GENCO, GTB, GYT, ICN, IIG, IMH, IRCP, J, JCKH, JMT, JPARK, JR, JSP, JUBILE, KBS, KCAR, KIAT, KISS, KK, KWC, LDC, LEO, MCA, META, MGC, MITSIB, MK, NAM, NOVA, NTV, NV, OGC, PACO, PANEL, PHG, PIN, PRAPAT, PRI, PRIN, PROEN, PROS, PTC, READY, ROCTEC, SABUY, SALEE, SAMCO, SANKO, SCI, SE, SE-ED, SINGER, SISB, SKN, SKY, SMD, SMIT, SORKON, SPG, SST, STC, STOWER, STP, SVR, SWC, TAKUNI, TC, TFI, TMC, TMI, TNP, TOPP, TRU, UEC, UOBKH, VL, WAVE, WFX, WIUK, XO, XPG, YUASA, ZAA

Corporate Governance Report

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To recognize well performers, the list of companies attaining "Good", "Very Good" and "Excellent" levels of recognition (Not including listed companies qualified in the "no announcement of the results" clause from 1 January 2023 to 28 October 2024) is publicized.

*บริษัทหรือกรรมการหรือผู้บริหารของบริษัทที่มีส่วนดำเนินการกำกับดูแลกิจการ เช่น การระดมทุนเกี่ยวกับหลักทรัพย์ การทุจริต คอร์รัปชัน เป็นต้น ซึ่งการใช้ข้อมูล CGR ควรระมัดระวังถึงข้อจำกัดว่าประกอบด้วย

Anti-corruption Progress Indicator**Certified (ได้รับรับรอง)**

2S, AAI, ADB, ADVANC, AE, AF, AH, AI, AIE, AIRA, AJ, AKP, AMA, AMANAH, AMATA, AMATAV, AP, APCO, AS, ASIAN, ASK, ASP, ASW, AWC, AYUD, B, BAFS, BAM, BANPU, BAY, BBGI, BBL, BCH, BCP, BCPG, BE8, BEC, BEYOND, BGC, BGRIM, BLA, BPP, BRI, BRR, BSBM, BTC, BTG, BTS, BWG, CBG, CEN, CENTEL, CFRESH, CGH, CHEWA, CHOTI, CHOW, CI, CIG, CIMBT, CM, CMC, COM7, CPALL, CPF, CPI, CPL, CPN, CPW, CRC, CREDIT, CSC, DCC, DELTA, DEMCO, DIMET, DMT, DOHOME, DRT, DUSIT, EA, EASTW, ECF, EGCO, EP, EPG, ERW, ETC, ETE, FNS, FPI, FPT, FSMART, FSX, FTE, GBX, GC, GCAP, GEL, GFPT, GGC, GJS, GLOBAL, GPI, GPSC, GSTEEL, GULF, GUNKUL, HANA, HARN, HEALTH, HENG, HMPRO, HTC, ICC, ICHI, IFS, III, ILINK, ILM, INET, INOX, INSURE, INTUCH, IRPC, ITCL, IVL, JAS, JR, JTS, KASET, KBANK, KCAR, KCC, KCE, KGEN, KGI, KKP, KSL, KTB, KTC, L&E, LANNA, LHFG, LHK, LPN, LRH, M, MAJOR, MALEE, MATCH, MBAX, MBK, MC, MCOT, MEGA, MENA, META, MFC, MFE, MILL, MINT, MODERN, MONO, MOONG, MSC, MTC, MTI, NATION, NCAP, NEP, NKI, NOBLE, NRF, NWR, OCC, OGC, OR, ORI, OSP, PAP, PATO, PB, PCSGH, PDG, PDJ, PG, PHOL, PIMO, PK, PL, PLANB, PLANET, PLAT, PM, PPP, PPM, PPS, PR9, PREB, PRG, PRINC, PRM, PROS, PSH, PSL, PSTC, PT, PTECH, PTG, PTT, PTTEP, PTTGC, PYLON, Q-CON, QH, QLT, QTC, RABBIT, RATCH, RBF, RML, RS, RWI, S&J, SA, SAAM, SABINA, SAK, SAPPE, SAT, SC, SCB, SCC, SCCC, SCG, SCGP, SCM, SCN, SEAOL, SE-ED, SELIC, SENA, SENX, SFLEX, SGC, SGP, SIRI, SITHAI, SKR, SM, SMIT, SMP, SNC, SNP, SORKON, SPACK, SPALI, SPC, SPI, SPRC, SRICHA, SSF, SSP, SSSC, SST, STA, STGT, STOWER, SUSCO, SVI, SVOA, SVT, SYMC, SYNTec, TAE, TAKUNI, TASCO, TCAP, TCMC, TEGH, TFG, TFI, TFMAMA, TGE, TGH, THANI, THCOM, THIP, THRE, THREL, TIDOR, TIPCO, TIPH, TISCO, TKN, TKS, TKT, TMD, TMILL, TMT, TNITY, TNL, TNP, TNR, TOG, TOP, TOPP, TPA, TPCS, TPLAS, TRT, TRU, TRUE, TSC, TSI, TSTE, TSTH, TTA, TTB, TTCL, TU, TURTLE, TVDH, TVO, TWPC, UBE, UBIS, UEC, UKEM, UPF, UV, VCOM, VGI, VIBHA, VIH, WACOAL, WHA, WHAUP, WICE, WIUK, XO, YUASA, ZEN, ZIGA

Declared (ประกาศเจตนารมณ์)

ACE, ADVICE, ALT, AMARIN, AMC, ANI, APCO, B52, BLAND, BPS, BYD, CAZ, CHASE, CHG, CV, DEXON, DITTO, ECL, EKH, EVER, FLOYD, GREEN, HL, HUMAN, ICN, IHL, IP, ITC, JDF, JMART, K, KJL, LDC, LH, LIT, MITSIB, MJD, MOSHI, NER, NEX, PLE, PLUS, POLY, PQS, PRI, PRIME, PROEN, PROUD, PRTR, PTC, RT, S, SANKO, SAWAD, SCAP, SCGD, SFT, SHR, SINGER, SINO, SIS, SJWD, SKE, SNNP, SOLAR, SONIC, SUPER, TBN, TMI, TPAC, TPP, TQM, UREKA, VNG, WELL, WIN, WPH, XPG

N/A

24CS, 3K-BAT, A, A5, AAV, ABM, ACAP, ACC, ACG, ADD, AEONTS, AFC, AGE, AHC, AIT, AJA, AKR, AKS, ALLA, ALPHAX, ALUCON, AMARC, AMR, ANAN, AOT, APO, APP, APURE, AQUA, ARIN, ARIP, ARROW, ASAP, ASEFA, ASIA, ASIMAR, ASN, ATP30, AU, AUCT, AURA, BA, BBIK, BC, BCT, BDMS, BEAUTY, BEM, BGT, BH, BIG, BIOTEC, BIS, BIZ, BJC, BJCHI, BKD, BKGI, BKIH, BLC, BLESS, BLISS, BM, BOL, BR, BROCK, BSM, BSRC, BTNC, BTW, BUI, BVG, CCET, CCP, CEYE, CFARM, CGD, CH, CHAO, CHARAN, CHAYO, CHIC, CHO, CITY, CIVIL, CK, CKP, CMAN, CMO, CMR, CNT, COCOCO, COLOR, COMAN, CPANEL, CPAXT, CPH, CPR, CPT, CRANE, CRD, CSP, CSR, CSS, CTW, CWT, D, DCON, DDD, DHOUSE, DOD, DPAINT, DTCENT, DTIC, DV8, EASON, EE, EFORL, EMC, ESTAR, ETL, EURO, F&D, FANCY, FE, FM, FMT, FN, FORTH, FTI, FVC, GABLE, GENCO, GFC, GIFT, GL, GLAND, GLOCON, GLORY, GRAMMY, GRAND, GSC, GTB, GTV, GYT, HFT, HPT, HTECH, HYDRO, I2, IIG, IMH, IND, INGRS, INSET, IRC, IRCP, IT, ITD, ITNS, ITTHI, J, JAK, JCK, JCKH, JCT, JKN, JMT, JPARK, JSP, JUBILE, KAMART, KBS, KC, KCG, KCM, KDH, KEX, KIAT, KISS, KK, KKC, KLINI, KOOL, KTIS, KTMS, KUMWEL, KUN, KWC, KWI, KWM, KYE, LALIN, LEE, LEO, LOXLEY, LPH, LST, LTS, MAGURO, MANRIN, MASTER, MATI, MCA, M-CHAI, MCS, MDX, MEB, MEDEZE, METCO, MGC, MGI, MGT, MICRO, MIDA, MK, ML, MORE, MST, MTW, MUD, MVP, NAM, NAT, NC, NCH, NCL, NCP, NDR, NEO, NETBAY, NEW, NEWS, NFC, NL, NNCL, NOK, NOVA, NPK, NSL, NTSC, NTV, NUSA, NV, NVD, NYT, OHTL, OKJ, ONEE, ORN, PACO, PAF, PANEL, PCC, PCE, PEACE, PEER, PERM, PF, PHG, PICO, PIN, PJW, PLT, PMC, PMTA, POLAR, PORT, PPM, PRAKIT, PRAPAT, PRECHA, PRIN, PRO, PSG, PSP, PTL, QTCG, RAM, RCL, READY, RICHY, RJH, ROCK, ROCTEC, ROH, ROJNA, RP, RPC, RPH, RSP, S11, SABUY, SAF, SAFARI, SAFE, SALEE, SAM, SAMART, SAMCO, SAMTEL, SAUCE, SAV, SAWANG, SBNEXT, SCI, SCL, SCP, SDC, SE, SEAFCO, SECURE, SEI, SGF, SHANG, SIAM, SICT, SIMAT, SISB, SK, SKN, SKY, SLP, SMART, SMD, SMK, SMT, SO, SPA, SPCG, SPG, SPREME, SPVI, SQ, SR, SRS, SSC, STANLY, STC, STECH, STECON, STHAI, STI, STP, STPI, STX, SUC, SUN, SUTHA, SVR, SWC, SYNEX, TACC, TAN, TAPAC, TATG, TC, TCC, TCJ, TCOAT, TEAM, TEAMG, TEKA, TERA, TFM, TGPRO, TH, THAI, THANA, THE, THG, THMUI, TIGER, TITLE, TK, TKC, TLI, TM, TMAN, TMC, TMW, TNDT, TNH, TNPC, TOA, TPBI, TPCH, TPIPL, TPIPP, TPL, TPOLY, TPS, TQR, TR, TRC, TRITN, TRP, TRUBB, TRV, TSE, TTI, TTT, TTW, TVH, TVT, TWP, TWZ, TYCN, UAC, UBA, UMI, UMS, UNIQ, UOBKH, UP, UPOIC, UTP, UVAN, VARO, VL, VPO, VRANDA, W, WARRIX, WAVE, WFX, WGE, WINDOW, WINMED, WINNER, WORK, WP, YGG, YONG, ZAA

Explanations

Companies participating in Thailand's Private Sector Collective Action Coalition Against Corruption programme (Thai CAC) under Thai Institute of Directors (as of June 30, 2024) are categorised into: companies that have declared their intention to join CAC, and companies certified by CAC.