

Daily Market Update

Monday, July 24, 2017

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Cambodia Securities Exchange

CSX Index

Value	1D Chg %	1D Vol	Mkt cap (KHRbn)
332.5	0.31	3,470	757

Trading activity by major type of investors

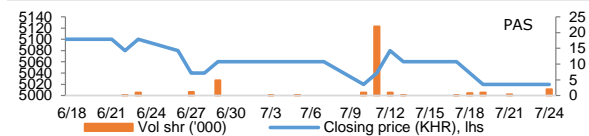
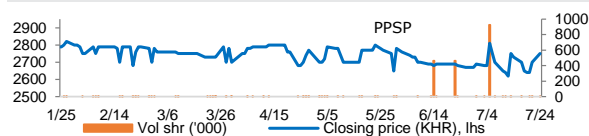
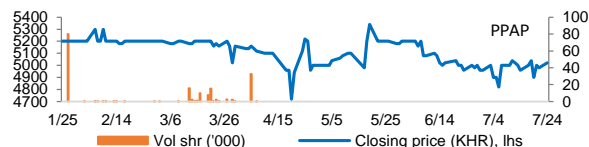
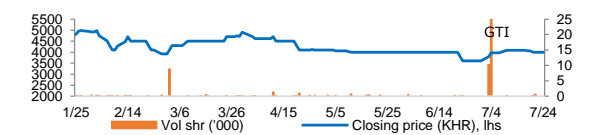
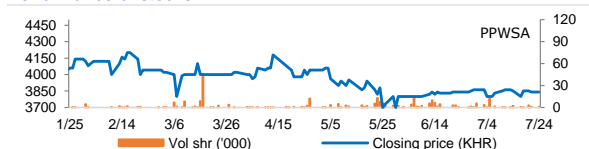
trading vol.	Sell (%)			Buy (%)		
	1D	MTD	3M	1D	MTD	3M
DI	100.0	92.3	82.4	0.3	90.0	84.1
DS	0.0	0.0	0.2	0.0	0.2	2.6
LC	0.0	0.0	0.0	0.0	0.0	0.0
FI	0.0	7.7	17.3	99.7	9.8	13.3

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	3,840	0.00	-0.52	-6.34	3,860	3,800	25,039	334
GTI	4,000	0.00	10.80	-7.41	4,080	3,610	61,039	160
PPAP	5,020	0.80	1.21	-3.46	5,400	4,720	15,215	104
PPSP	2,750	1.85	2.23	-3.85	2,920	2,560	940,351	159
PAS	5,020	0.00	-0.79	N/A	N/A	N/A	28,772	431

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)	6.16	10.05	6.30	27.27	8.87**
P/B (x) (mrq)	0.41	0.60	0.20	1.08	0.93**

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

News Highlight

Stock Market

CSX index rallies 0.31% Today, the CSX index rose 0.31% from the previous close to 332.5 pts. PPAP shares climbed 0.80% to KHR5,020 and PPSP 1.85% to KHR2,750. This morning saw 3,470 shares change hands. (Source: YSC Research)

Economy and Industry

Banking sector growth remains robust in 1H17 Cambodia's banking sector continued to expand robustly in the first half of the year, with credit surging 20.4% YoY to \$18.8bn up to the end of June and deposits soaring 23.4% YoY to \$17.4bn, according to the latest report released by the National Bank of Cambodia. Banks' loans outstanding reached \$15.1bn at the end of 1H17, an increase of 18.5% YoY, while deposits jumped 22% YoY to \$15.7bn, the report said. For the microfinance industry, loans outstanding amounted to \$3.6bn, while deposits reached \$1.7bn. Chea Chanto, governor of the NBC, said during the release last Saturday that the growth of the sector was healthy and the enlargement contributed to economic stability. However, the quality of loans showed signs of deterioration, with the non-performing loan (NPL) rate for microfinance institutions (MFIs) increasing to 2%, compared to 1.46% for the same time last year. Bun Mony, adviser to Cambodia Microfinance Association, said that the healthy growth rate for MFIs during 1H17 showed that the sector was meeting rural demands. However, he also predicted that lending would slow down for the rest of the year given more careful vetting by MFIs of loans into the risky agricultural sector and the interest rate cap of 18% on new MFI loans applied from April. (Source: Phnom Penh Post)

Garment export growth slows in 1H17 Cambodia's garment exports grew 4% YoY in 1H17, down from 9% in 1H16, while foreign investment in the sector declined by 30%, according to a report released by the National Bank of Cambodia (NBC) last Saturday. The report attributed the slow growth to falling exports to the US amid rising competition from Vietnam and Myanmar, and high production costs due to the increasing minimum wage. The report added that the decline in foreign investment in the sector was due to investors realizing that in the next three years Cambodia will no longer enjoy preferential tax treatment from the EU as it transitions from a lower-income country to a lower-middle-income nation. Cambodia will face tough competition in the global market in the medium and long term as Vietnam will receive preferential tax treatment in 2018 on its exports to the EU under a free trade agreement, said Chea Serey, NBC's director-general. (Source: Khmer Times)

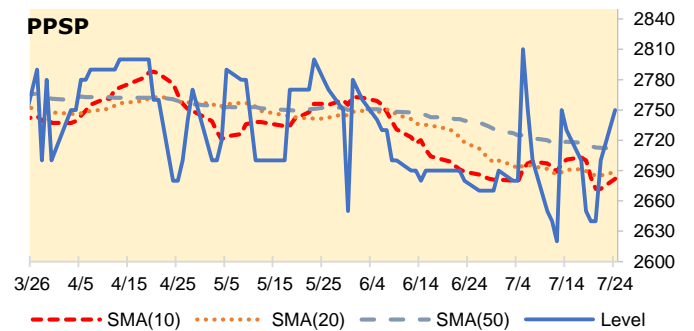
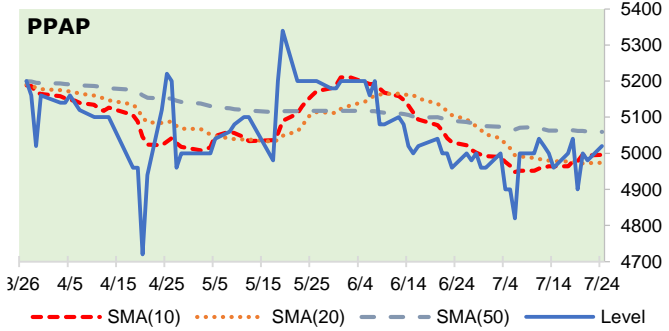
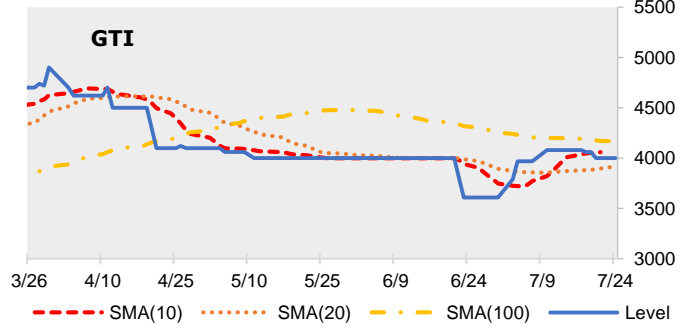
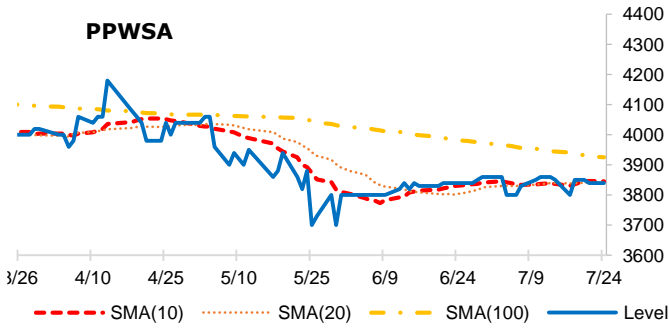
Tourism Ministry aims to create heritage tourism package Cambodia aims to create a heritage tourism package after Kampong Thom's archaeological site of Sambor Prei Kuk, the capital of the Chenla Empire that flourished in the late 6th and early 7th centuries CE, was listed by UNESCO as a World Heritage Site. Tourism Minister Thong Khon said that since about 45% of tourists like visiting cultural sites, creating a big tourism package for the historical sites in Siem Reap, Preah Vihear and Prei Kuk in Kampong Thom would be ideal. Ho Vandy, secretary-general of the Cambodia National Tourism Alliance, said the Cambodia Association of Travel Agents, which has 300 members, would boost and promote the World Heritage Site to tourists. (Source: Khmer Times)

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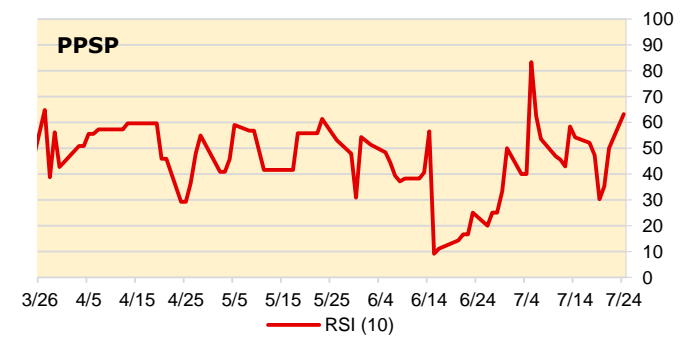
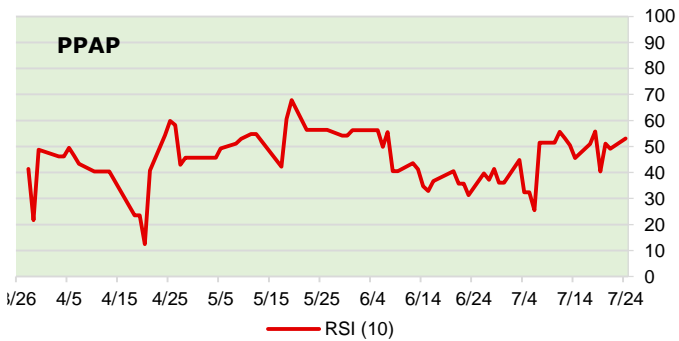
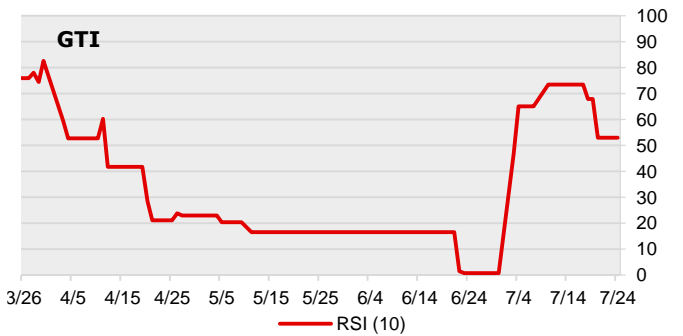
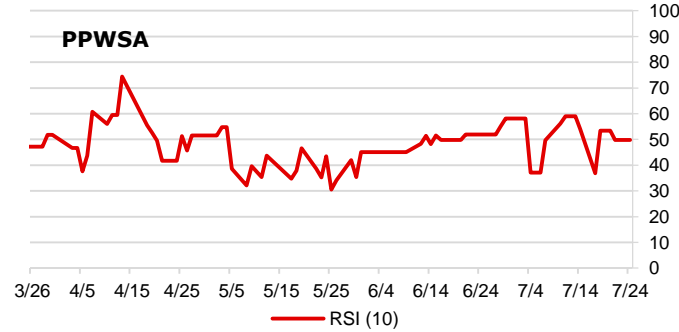
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Technical Indicators

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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