



## Petro Leads, Cement Supports Recovery

- 1Q26E marks a turnaround, driven by petro recovery, stronger spreads, and stock gains, with support from cement and packaging.
- Looking ahead, earnings recovery is underpinned by petro upside, cement margin expansion, and balance sheet strengthening.
- Reiterate our BUY with a SoTP of THB252

## Chemicals Lead Earnings Comeback

We project a turnaround to a 1Q26E net profit (NP) of THB5.1bn, reversing from a net loss of THB3.7bn in 4Q25 and up from THB1.1bn in 1Q25, mainly driven by a THB3.5bn stock gain. Core NP is expected at THB1.5bn, improving from a net loss of THB79m in 4Q25 and THB1.2bn in 1Q25. Key drivers include: 1) recovery in the chemicals business, supported by tighter supply following disruptions from the Middle East conflict; 2) continued y-y growth in the cement business, underpinned by public infrastructure investment; and 3) a recovery in the packaging business, driven by lower paper costs from lag effects, supporting margin improvement.

## Tighter Supply Drives Petro Upside

We see a clear recovery in the petrochemical business, driven by a sharp improvement in spreads following supply disruptions (~20% of global capacity) from the Middle East conflict after a prolonged downcycle. While the temporary shutdown of the Rayong Olefins Complex (ROC) leads to some volume loss, the impact is more than offset by stronger spreads, with HDPE-naphtha and PP-naphtha rising significantly. In addition, SCC has secured alternative naphtha supply from non-Middle East sources, allowing the Map Ta Phut Olefins Complex (MOC) to continue operating without disruption for at least the next two months. We see a net positive impact on earnings, supported by margin expansion and improved industry dynamics.

## Rising Prices Support Cement Margins

We see the cement business improving, with volume growth driven by public infrastructure spending and selective private investment, particularly in industrial estates. Selling prices continue to rise, supported by cost pass-through and a shift toward higher-margin low-carbon cement, with clearer impact since April-25.

## Petro Recovery and Cement Support Drive Growth

Looking into 2026, we expect earnings recovery driven by 1) petrochemicals, with stronger spreads from tighter supply, while ROC shutdown impacts are partly offset by THB150m/month fixed cost savings; and 2) cement, supported by public spending and higher-margin low-carbon products. In addition, SCC's stake reduction in Chandra Asri should strengthen the balance sheet, with net debt-to-EBITDA improving toward 3.0x.

## Reiterate our BUY with a SoTP of THB252

We reiterate our BUY with a SoTP-based TP of THB252, underpinned by improving cyclical fundamentals, disciplined capital management, margins recover and balance sheet strength improves.

### Analyst

Suwat Sinsadok, CFA, FRM, ERP  
suwat.s@globlex.co.th,  
+662 687 7026

ESG Rating : AAA

CG Rating : ▲▲▲▲▲

## BUY

<b>Target Price 12M (THB)</b>	<b>252.00</b>
VS. BB Consensus TP (%)	+17.6%
Share Price (THB)	214.00
Upside/Downside	+17.8%

### Share Data

Market Cap (THB m)	256,800.00
Par (THB)	1.00
Free Float (%)	66.24
Issued shares (m shares)	1,200

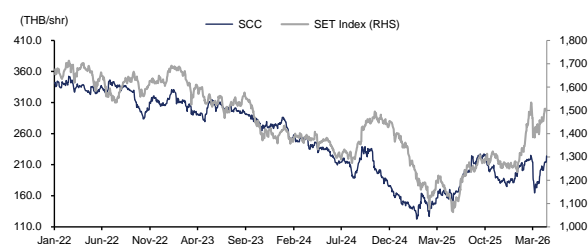
### Financial forecast

YE Dec (THB m)	2025	2026E	2027E	2028E
Revenue	496,925	535,600	588,948	600,428
Net profit	14,075	14,852	16,499	24,320
Core net profit	4,962	14,852	16,499	24,320
vs Consensus (%)		45.4	21.2	33.2
Net profit growth (%)	121.9	5.5	11.1	47.4
Core net profit growth (%)	(5.9)	199.3	11.1	47.4
EPS (THB)	11.73	12.38	13.75	20.27
Core EPS (THB)	4.13	12.38	13.75	20.27
Chg from previous (%)		0.00	0.00	0.00
DPS (THB)	6.00	4.95	5.50	8.11
P/E (x)	15.64	17.29	15.56	10.56
P/BV (x)	0.65	0.74	0.72	0.69
ROE (%)	1.44	4.35	4.71	6.69
Dividend yield (%)	3.27	2.31	2.57	3.79

Source: Financial Statement and Globlex securities

### Share Price Performance (%)

	1M	3M	6M	YTD
Stock	25.51	7.54	0.94	16.62
Market	17.09	(10.50)	(13.79)	(2.51)
12M High/Low (THB)				231.00 / 143.00



### Major Shareholders (%) as of 02 Apr 2026

Maha Vajiralongkorn	33.64
---------------------	-------

### Company Profile

The Company operates as holding company engaging in the industrial supplies and construction industries. The Company operates 3 core businesses consists of investments in the Cement-Building Materials business, Chemicals business and Packaging business.

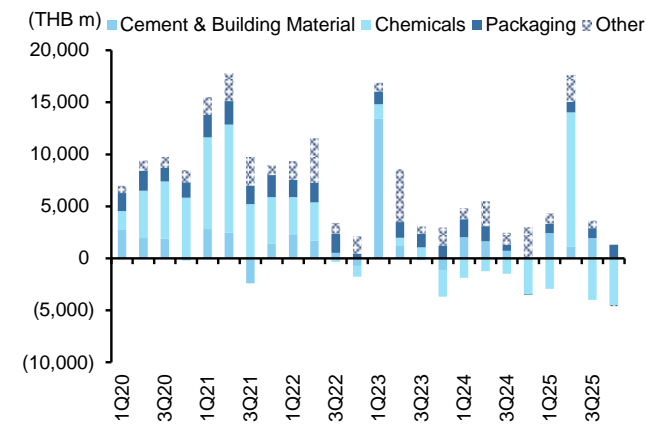
Source: SETSMART, SET

**Exhibit 1: Summary of 1Q26E operations**

	1Q25	4Q25	1Q26E		2025	2026E	chg.	
	(THB m)	(THB m)	(THB m)	(q-q%)	(y-y%)	(THB m)		(THB m)
<b>Revenue</b>	<b>124,392</b>	<b>126,056</b>	<b>144,964</b>	<b>15.0</b>	<b>16.5</b>	<b>496,925</b>	<b>535,600</b>	<b>7.8</b>
Operating costs	(112,930)	(119,544)	(135,977)	(13.7)	(20.4)	(480,569)	(495,726)	(3.2)
<b>EBITDA</b>	<b>11,462</b>	<b>6,512</b>	<b>8,988</b>	<b>38.0</b>	<b>(21.6)</b>	<b>16,357</b>	<b>39,875</b>	<b>143.8</b>
EBITDA margin (%)	9.2	5.2	6.2	na	na	3.3	7.4	na
Depn & amort.	(8,291)	(8,275)	(8,300)	(0.3)	(0.1)	(33,170)	(36,058)	(8.7)
EBIT	1,147	(6,886)	688	110.0	(40.1)	(16,814)	3,817	122.7
Interest expense	(2,829)	(2,614)	(2,650)	(1.4)	6.3	(10,738)	(10,483)	2.4
Interest & invt inc	2,312	5,234	2,500	(52.2)	8.1	20,029	22,032	10.0
Associates' contrib	1,427	226	3,500	1,450.9	145.2	17,866	11,989	(32.9)
Exceptionals	0	0	0	na	na	0	0	na
<b>Pretax profit</b>	<b>2,058</b>	<b>(4,041)</b>	<b>4,038</b>	<b>199.9</b>	<b>96.2</b>	<b>19,457</b>	<b>27,355</b>	<b>40.6</b>
Tax	(1,196)	(1,025)	1,009	198.5	184.4	(8,900)	(2,305)	74.1
Tax rate (%)	58.1	(25.4)	(25.0)	na	na	45.7	8.4	na
Minority interests	237	1,374	0	nm	nm	3,518	(10,198)	(389.9)
<b>Net profit</b>	<b>1,099</b>	<b>(3,692)</b>	<b>5,047</b>	<b>236.7</b>	<b>359.3</b>	<b>14,075</b>	<b>14,852</b>	<b>5.5</b>
Non-recurring	(88)	(3,613)	3,500	196.9	4,070.4	9,113	0	na
<b>Core net profit</b>	<b>1,187</b>	<b>(79)</b>	<b>1,547</b>	<b>2,058.5</b>	<b>30.3</b>	<b>4,962</b>	<b>14,852</b>	<b>199.3</b>
EPS (THB)	0.92	(3.08)	4.21	236.7	359.3	11.73	12.38	5.5
Core EPS (THB)	0.99	(0.07)	1.29	2,058.5	30.3	4.13	12.38	199.3

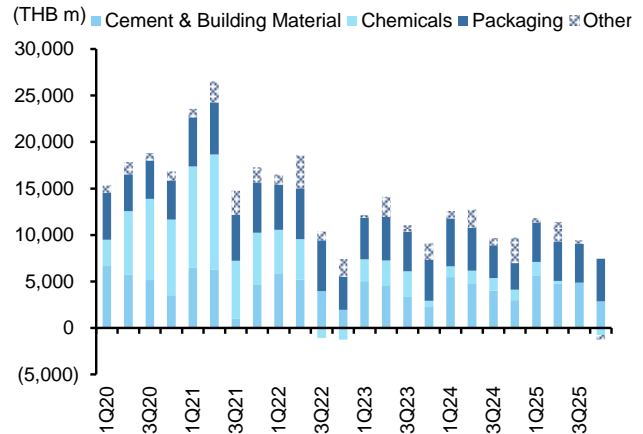
Sources: SCC; Globlex Research

**Exhibit 2: Net profit breakdown by business**



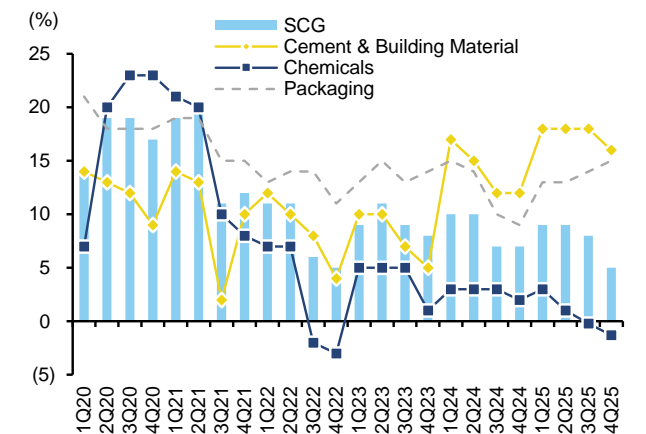
Sources: SCC; Globlex Research

**Exhibit 3: EBITDA breakdown by business**



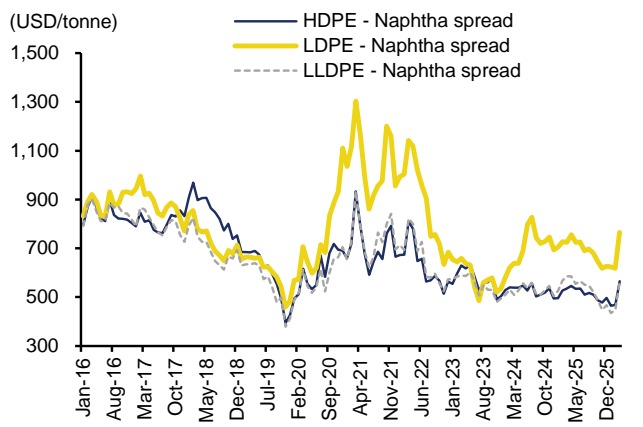
Sources: SCC; Globlex Research

**Exhibit 4: EBITDA Margins (%)**



Sources: SCC; Globlex Research

**Exhibit 5: Naphtha spreads – HDPE LDPE LLDPE**



Sources: Bloomberg; Globlex Research

Balance sheet (THB m)					
Year ending Dec	2024	2025	2026E	2027E	2028E
<b>Current assets</b>					
Cash & ST investment	36,492	33,679	72,931	97,862	141,742
Account receivable	71,539	66,119	71,475	77,365	83,369
Inventories	73,302	67,111	63,887	70,201	69,562
Others	17,835	36,441	7,836	8,611	8,774
<b>Non-current assets</b>					
Net fixed assets	422,613	398,486	407,820	403,606	398,065
Others	239,722	219,755	219,755	219,755	219,755
<b>Total Assets</b>	<b>861,502</b>	<b>821,591</b>	<b>843,704</b>	<b>877,401</b>	<b>921,268</b>
<b>Current liabilities</b>					
Account payable	58,094	56,654	54,601	59,997	59,452
ST borrowing	149,571	140,618	140,618	140,618	140,618
Others	9,656	4,764	6,051	6,653	6,783
<b>Long-term liabilities</b>					
Long-term debts	183,786	179,321	184,321	189,321	194,321
Others	40,616	43,392	43,392	43,392	43,392
<b>Total liabilities</b>	<b>441,722</b>	<b>424,749</b>	<b>428,982</b>	<b>439,981</b>	<b>444,565</b>
Pai-up capital	1,200	1,200	1,200	1,200	1,200
Retained earnings	382,495	389,836	397,518	407,747	423,904
Others	-30,808	-53,334	-53,334	-53,334	-53,334
Minority interest	66,893	59,140	69,338	81,807	104,933
<b>Shareholders' equity</b>	<b>419,780</b>	<b>396,842</b>	<b>414,722</b>	<b>437,420</b>	<b>476,703</b>

Key ratios					
Year ending Dec	2024	2025	2026E	2027E	2028E
<b>Growth (%YoY)</b>					
Sales	2.3	(2.8)	7.8	10.0	1.9
Operating profit	(17.6)	(11.5)	56.6	10.8	31.9
EBITDA	(20.6)	(40.9)	143.8	10.8	31.9
Net profit	(75.5)	121.9	5.5	11.1	47.4
Core net profit	(79.6)	(5.9)	199.3	11.1	47.4
EPS	(75.5)	121.9	5.5	11.1	47.4
Core EPS	(79.6)	(5.9)	199.3	11.1	47.4
<b>Profitability (%)</b>					
Gross margin	19.3	19.8	21.4	21.5	23.7
Operation margin	5.6	5.1	7.4	7.5	9.7
EBITDA margin	5.4	3.3	7.4	7.5	9.7
Net margin	1.2	2.8	2.8	2.8	4.1
ROE	1.5	1.4	4.3	4.7	6.7
ROA	1.4	2.4	2.9	3.0	3.8
<b>Stability</b>					
Interest bearing debt/equity (x)	0.8	0.8	0.8	0.8	0.7
Net debt/equity (x)	0.7	0.7	0.6	0.5	0.4
Interest coverage (x)	(0.3)	(1.6)	0.4	0.6	1.8
Interest & ST debt coverage (x)	(0.0)	(0.1)	0.0	0.0	0.1
Cash flow interest coverage (x)	0.1	0.2	0.1	0.1	0.2
Current ratio (x)	0.9	1.0	1.1	1.2	1.5
Quick ratio (x)	0.5	0.5	0.7	0.8	1.1
Net debt (THB m)	296,864	286,260	252,008	232,076	193,197
<b>Activity</b>					
Asset turnover (X)	0.6	0.6	0.6	0.7	0.7
Days receivables	50.7	50.6	46.9	46.1	48.9
Days inventory	68.1	64.3	56.8	52.9	55.7
Days payable	52.1	52.5	48.3	45.2	47.6
Cash cycle days	66.7	62.3	55.4	53.8	56.9

Profit & loss (THB m)					
Year ending Dec	2024	2025	2026E	2027E	2028E
<b>Revenue</b>	<b>511,172</b>	<b>496,925</b>	<b>535,600</b>	<b>588,948</b>	<b>600,428</b>
Cost of goods sold	-412,765	-398,518	-420,742	-462,327	-458,121
<b>Gross profit</b>	<b>98,407</b>	<b>98,407</b>	<b>114,859</b>	<b>126,621</b>	<b>142,307</b>
Operating expenses	-69,644	-72,938	-74,984	-82,453	-84,060
<b>Operating profit</b>	<b>28,764</b>	<b>25,470</b>	<b>39,875</b>	<b>44,169</b>	<b>58,247</b>
EBIT	-3,893	-16,814	3,817	6,784	19,536
Depreciation	-31,591	-33,170	-36,058	-37,385	-38,711
<b>EBITDA</b>	<b>27,697</b>	<b>16,357</b>	<b>39,875</b>	<b>44,169</b>	<b>58,247</b>
<b>Non-operating income</b>	<b>15,502</b>	<b>20,029</b>	<b>22,032</b>	<b>23,134</b>	<b>24,291</b>
Other incomes	15,502	20,029	22,032	23,134	24,291
Other non-op income	0	0	0	0	0
<b>Non-operating expense</b>	<b>-10,434</b>	<b>-1,625</b>	<b>-10,483</b>	<b>-10,654</b>	<b>-10,852</b>
Interest expense	-11,500	-10,738	-10,483	-10,654	-10,852
Other non-op expense	1,067	9,113	0	0	0
<b>Equity income/(loss)</b>	<b>6,530</b>	<b>17,866</b>	<b>11,989</b>	<b>12,594</b>	<b>19,418</b>
<b>Pre-tax Profit</b>	<b>7,704</b>	<b>19,457</b>	<b>27,355</b>	<b>31,858</b>	<b>52,393</b>
Extraordinary items					
Current taxation	-3,882	-8,900	-2,305	-2,890	-4,946
Minorities	2,520	3,518	-10,198	-12,469	-23,126
<b>Net Profit</b>	<b>6,342</b>	<b>14,075</b>	<b>14,852</b>	<b>16,499</b>	<b>24,320</b>
<b>Core net profit</b>	<b>5,275</b>	<b>4,962</b>	<b>14,852</b>	<b>16,499</b>	<b>24,320</b>
<b>EPS (THB)</b>	<b>5.28</b>	<b>11.73</b>	<b>12.38</b>	<b>13.75</b>	<b>20.27</b>
<b>Core EPS (THB)</b>	<b>4.40</b>	<b>4.13</b>	<b>12.38</b>	<b>13.75</b>	<b>20.27</b>

Cash flow (THB m)					
Year ending Dec	2024	2025	2026E	2026E	2027E
<b>Operating cash flow</b>	<b>49,176</b>	<b>75,331</b>	<b>58,584</b>	<b>59,492</b>	<b>76,500</b>
Net profit	6,342	14,075	14,852	16,499	24,320
Depre. & amortization	31,591	33,170	36,058	37,385	38,711
Change in working capital	4,714	10,219	-4,315	-6,986	-5,950
Others	6,530	17,866	11,989	12,594	19,418
<b>Investment cash flow</b>	<b>-14,985</b>	<b>15,172</b>	<b>-43,097</b>	<b>-30,848</b>	<b>-30,848</b>
Net CAPEX	-27,750	-6,837	-43,097	-30,848	-30,848
Change in LT investment	7,371	8,438	0	0	0
Change in other assets	5,394	13,571	0	0	0
<b>Free cash flow</b>	<b>34,190</b>	<b>90,503</b>	<b>15,487</b>	<b>28,644</b>	<b>45,652</b>
<b>Financing cash flow</b>	<b>-41,300</b>	<b>-93,315</b>	<b>23,765</b>	<b>-3,712</b>	<b>-1,773</b>
Change in share capital	0	0	0	0	0
Net change in debt	10,060	-13,418	5,000	5,000	5,000
Dividend paid	-7,200	-6,000	-7,170	-6,270	-8,164
Others	-44,160	-73,898	25,936	-2,442	1,391
<b>Net cash flow</b>	<b>-7,110</b>	<b>-2,813</b>	<b>39,252</b>	<b>24,932</b>	<b>43,879</b>

Per share (THB)					
EPS	5.28	11.73	12.38	13.75	20.27
Core EPS	4.40	4.13	12.38	13.75	20.27
CFPS	29.51	36.44	50.92	55.29	71.80
BVPS	294.07	281.42	287.82	296.34	309.81
Sales/share	425.98	414.10	446.33	490.79	500.36
EBITDA/share	23.08	13.63	33.23	36.81	48.54
DPS	5.00	6.00	4.95	5.50	8.11
<b>Valuation</b>					
P/E (x)	31.79	15.64	17.29	15.56	10.56
P/BV (x)	0.57	0.65	0.74	0.72	0.69
Dividend yield (%)	2.98	3.27	2.31	2.57	3.79
Dividend payout ratio (%)	94.61	51.15	40.00	40.00	40.00

## GENERAL DISCLAIMER

### Analyst Certification

Suwat Sinsadok, Register No. 020799, Globlex Securities Public Company Limited

The opinions and information presented in this report are those of the Globlex Securities Co. Ltd. Research Department. No representation or warranty in any form regarding the accuracy, completeness, correctness or fairness of opinions and information of this report is offered by Globlex Securities Co. Ltd. Globlex Securities Co. Ltd. Accepts no liability whatsoever for any loss arising from the use of this report or its contents. This report (in whole or in part) may not be reproduced or published without the express permission of Globlex Securities Co. Ltd.

## RECOMMENDATION STRUCTURE

### Stock Recommendations

Stock ratings are based on absolute upside or downside, which we define as  $(\text{target price}^* - \text{current price}) / \text{current price}$ .

- BUY:** Expected return of 10% or more over the next 12 months.  
**HOLD:** Expected return between -10% and 10% over the next 12 months.  
**REDUCE:** Expected return of -10% or worse over the next 12 months.

Unless otherwise specified, these recommendations are set with a 12-month horizon. Thus, it is possible that future price volatility may cause temporary mismatch between upside/downside for a stock based on market price and the formal recommendation.

\* In most cases, the target price will equal the analyst's assessment of the current fair value of the stock. However, if the analyst doesn't think the market will reassess the stock over the specified time horizon due to a lack of events or catalysts, then the target price may differ from fair value. In most cases, therefore, our recommendation is an assessment of the mismatch between current market price and our assessment of current fair value.

### Sector Recommendations

- Overweight:** The industry is expected to outperform the relevant primary market index over the next 12 months.  
**Neutral:** The industry is expected to perform in line with the relevant primary market index over the next 12 months.  
**Underweight:** The industry is expected to underperform the relevant primary market index over the next 12 months.

### Country (Strategy) Recommendations

**Overweight:** Over the next 12 months, the analyst expects the market to score positively on two or more of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.

**Neutral:** Over the next 12 months, the analyst expects the market to score positively on one of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.

**Underweight:** Over the next 12 months, the analyst does not expect the market to score positively on any of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.