

SET Performance		
	5/07/12	Chg
SET	1,201.80	+7.65
SET50	836.15	+5.67
Daily turnover (Bt mn)	27,873	
Market cap (Bt bn)	9,891	
Market P/E (x)	15.23	
Market P/BV (x)	2.09	
Market yield (%)	3.56	

Turnover by Investor Type			
(Bt mn) SET	Buy	Sell	Net
Local Ins	2,340.18	3,232.93	-892.75
ProprietaryTradi	4,412.05	3,202.67	+1,209.38
Foreign Investor	6,743.00	7,339.84	-596.84
Local Investor	14,377.42	14,097.21	+280.21

Foreign Market			
5/07/12	Closed	Chg	(%)
Dow Jones (USA)	12,896.67	-47.15	-0.37
Nasdaq (USA)	2,976.12	+0.04	+0.00
Financial Times(UK)	5,692.63	+8.16	+0.14
Nikkei (JP)	9,079.80	-24.37	-0.27
Hang Seng (HK)	19,809.13	+99.38	+0.50
StraitsTimes(SG)	2,971.47	+22.70	+0.76
KLSE(Malaysia)	1,614.43	+0.68	+0.04

Exchange Rate		
	5/07/12	4/07/12
THB/USD	31.56	31.48
JPY/USD	79.91	79.85
USD/EUR	1.24	1.25
JPY/EUR	99.00	99.96

Money Market	
	5/07/12
RP 1 day (%)	3.00
US bond yield 10 year (%)	1.65

Commodity Price		
	5/07/12	Chg
Gold (US\$/ounce)	1,609.40	-12.40
Crude Oil (US\$/barrel)	87.22	-0.44
Coal (S. Africa) (US\$)	90.30	-1.10
Baltic Dry Index	1138.00	+35

NVDR			
	Net Buy		Net Sell
	(shares)		(shares)
TMB	15,124,100	CPF	(22,705,400)
LH	7,043,600	TTCL	(2,997,100)
BTS	6,820,900	KBANK	(2,283,200)

Retail Equity Research Department

Daily Report

► Deknaew: CITY

► **Technical Wiz:** If breaking out 1,204 .. Test previous high

► **Favorite Technical Stocks:** DTAC, SUSCO

Market Buzz SET Surges .. Awaiting ECB & BOE Meeting Results

The SET hit 1,200 points on hopes for the positive news from the European Central Bank (ECB) that it would cut interest rates and the Bank of England (BOE)'s QE push to stimulate economy. The SET Index closed at 1,201.80 points, up 7.65 points in trade worth THB27bn.

Factors Affecting Today's Market

(+) The China Central Bank cut its benchmark interest rate for the second time in two months to stimulate economic growth, better than the market expected that it had reduced only a reserve ratio.

(+) The US private employers added 176,000 jobs in June, topping economists' expectations, while jobless claim decreased.

(-) The ECB Chairman warned that Europe's possible economic downtrend has become more apparent, while the Euro zone's economy remained vulnerable.

(-) Crude oil prices fell slightly to US\$87.22 a barrel on economic concerns, despite a higher-than-expected drop in US crude oil inventories.

(-) Foreign investors were net sellers for two consecutive days worth THB2.8bn. Proprietary traders were net buyers of THB1.20bn.

(-) Spanish and Italian bond yields again increased.

(+/-) The ECB decided to cut its main rate by 0.25% to a record low of 0.75% as expected, while the BOE began its QE measure just two months, valued at 50bn pounds as markets' expectations.

(+/-) The Constitutional Court has started to inquire charter change on July 5-6, 2012 that we expect no a verdict on June 6.

Relevant Factors

(+/-) June's non-farm payrolls and unemployment rates in the US released today.

(+/-) Domestic politics – the issue of inquiry of charter change by the Constitutional Court.

Investment Strategy Little Impact from China's Surprise

The SET Index is expected to fall due to selling to take profit (sell on fact) after the result of ECB and BOE's meeting in line with expected, despite the positive news from China's rate cuts and the impressive US economic data. However, growing concern over the European debt crisis after the ECB's warning is expected to spur selling pressure.

Stock Picks – Hot Themes

• INTUCH Closing price THB63 per share

- Expect 1H12 dividend of THB2.2 per share and 2012 dividend of THB4.6 per share (with annual yield of 3.4%).
- Share price (THB75 per share) discount to NAV of 16%

• SCB Closing price THB152.50 per share

- Expect record high 2Q12 net profit of THB10.6bn (+3% QoQ, 31%YoY)
- Expect 1H12 dividend of THB1 – 1.20 per share

Stock in Trend

Focusing on dividend stocks for 1H12 (BECL, RATCH, KK, INTUCH), awaiting a deal of purchase shares in COVE Energy on July 6 (PTTEP), concern over harvesting agricultural crops (TVO), signing agreement for expressway extension (BECL).