

BTW

บริษัท บีที เวิลธ์ อินดัสตรีส์ จำกัด (มหาชน)

BT WEALTH INDUSTRIES PUBLIC COMPANY LIMITED



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CG Report Score :

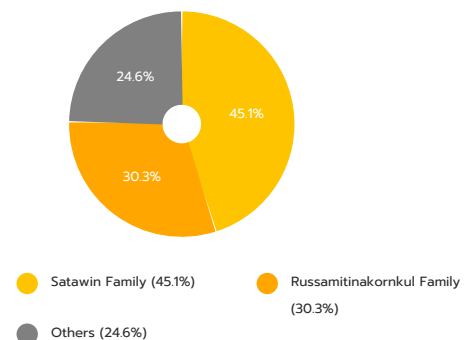
THSI List : -

Stock Data (14/08/2018)

	YTD	2017	2016
Paid-up (MB)	378.00	378.00	378.00
Listed share (M)	756.00	756.00	756.00
Par (B)	0.50	0.50	0.50
Market Cap (MB)	1,391.04	1,769.04	2,434.32
Price (B./share)	1.84	2.34	3.22
EPS (B)	0.01	-0.01	0.16

Statistics (14/08/2018)

	P/E	P/BV	Div.Yield
BTW (x)	24.85	1.01	3.80
PROPCON - mai (x)	37.91	1.59	2.17
PROPCON - SET (x)	17.01	1.73	3.38
mai (x)	69.46	2.18	1.82
SET (x)	17.07	1.94	2.97

Shareholder Structure (07/03/2018)**Financial Ratios**

	6M/2018	6M/2017	2017	2016
ROE (%)	4.16	1.62	-0.71	8.52
ROA (%)	3.49	2.79	0.17	8.18
D/E (x)	0.23	0.26	0.39	0.41
GP Margin (%)	5.10	0.47	7.21	11.56
EBIT Margin (%)	0.89	-7.73	0.24	7.36
NP Margin (%)	0.93	-9.37	-0.69	5.63

Company Background

BT Wealth Industries Public Co., Ltd. ("BTW") is a holding company having Best Tech & Engineering Ltd. ("BTE") as its core operating company. BTE provides the following services.

- 1) Modularization is the production method used for large-scale project or production process of heavy industries such as the mining industry and the oil and gas industry.
- 2) Parts Fabrication is the process of fabricating raw materials, such as steel plate, structural steel and steel pipes, into steel fabricated parts according to engineering design such as Piping System, Pressure Vessel and Storage Tank and Structural Steel.
- 3) Power Plant EPC Contractor is the main contractor providing engineering design, machinery and equipment procurement, construction and commissioning for power projects.

Key Development of Company

1987	BTW's core operating company, BTE, has been established.
1995	Chachoengsao Factory was set up to produce piping for power plants.
2002	BTE provided parts fabrications for the Changi water reclamation plant project in Singapore with the combined contract value of SGD 23.1 MM.
2008	Sattahip Workshops and Yards were established to support the expansion of its modularization business for Golar Winter Renovation of FSRU and Peregrino FPSO projects with the combined value of EUR 4.8 MM.
2011-2015	BTE was awarded for modularization works of Solomon Iron Ore project and Roy Hills project, both in Australia, with a contract value of approximately USD 218.1 MM and USD 105.6 MM, respectively.
2016	Since 11 July 2016, BTW shares have been listed on the mai stock market.

Revenue Structure

Period : 31 Dec

(Unit : MB)

	6M/2018	%	6M/2017	%	2017	%	2016	%
Fabrication Revenues	639.97	95.20	616.00	96.67	1,414.31	97.36	1,781.17	93.89
Interest Income	0.47	0.07	0.31	0.05	0.49	0.03	0.67	0.03
Gain on Exchange	8.32	1.24	4.81	0.75	2.93	0.20	46.63	2.46
Others including Reversal of Short-term Provision	23.50	3.49	16.11	2.53	34.95	2.41	68.60	3.62
Total Revenues	672.27	100.00	637.23	100.00	1,452.68	100.00	1,897.07	100.00

Business Plan

BTW Group has targeted for the next 3-year growth in fabrication revenue of not less than 10% p.a. average. The group has planned to expand new customer base and to improve its production and fabrication processes' efficiency aiming for production cost reduction and customers' satisfaction.

- New customer base. In 2017 the group has got a JIS-H Grade certificate which is a standard for steel structure construction of large-scale building in Japan.
- Market expansion to new customers both in Thailand and abroad especially in European countries. For local customers, the group will broaden its customer base by focusing on power plant customers where the group has expertise in providing services for long term.
- Investment in renewable power business. The group has been seeking for various investment opportunities including participation in biddings for renewable power projects.

Investment Highlight

The group has been continually awarded with new steel fabrication works. As of June 30, 2018, the Group had total backlog value of Baht 460 million comprised major works in process such as piping system design and supply to Phase 1 of South Bangkok Power Plant Replacement Project, main cooling water piping system of Taketoyo Coal-fired Power Plant Project, fabrication of tanks of Bang Pakong Combined Cycle Power Plant Project, fabrication of non-pressure parts of power plant projects in Argentina and fabrication of piping system of NorthConex Tunnel Project in Australia.

Additionally, in July 2018 the Group was awarded for 2 new major projects with combined value of approximately Baht 270 million (at foreign exchange rate of THB 33.00/USD) which were 1) GSRC Field Erection Tank Project with work scope of fabrication and erection of fuel oil tanks and water tanks for 2,500 MW IPP power plant in Chonburi Province, Thailand and 2) Montgomery Project with work scope of fabrication of steel structure and ducts for HRSGs (Heat Recovery Steam Generator) for a power plant in Texas, U.S.A.

Risk Factor

Major business risk factors and risk management of the group are as follows.

- Risk of Revenue Fluctuation from Project-Based Operation. The group's revenue has depended on projects awarded to Best Tech. If the number of projects available for bidding significantly drops, Best Tech's revenue stream will be interrupted. However, Best Tech attaches importance to proactive strategy to seek new business opportunities for project bidding. In order to sustain and enhance its competitiveness, Best Tech is highly committed to improving product quality and delivering works on time. These efforts have led to Best Tech's success in continuously expanding its customer base in order to maintain its revenue growth momentum and appropriate profit margins in the long term.
- Risk of Customer Concentration. Best Tech's revenue generated from domestic power generation industry has increased significantly in the past few years. This may put Best Tech at risk if there are events impacting domestic power plant industry resulting in the decreased number of power plant construction projects. In such circumstances, Best Tech's performance may be dampened. However, given Best Tech's boundless production flexibility supporting its custom-made business nature, Best Tech can provide works and services to diverse projects and industries which are not limited to only mining or power plant projects. Best Tech can diversify its customer base into other industries in the future.

Awards and Recognition

The group has been awarded with management system standard certification ISO 9001 and environmental management standard certification ISO 14001. For its products' manufacture and assembly processes, the group has met various international standards and the demands of its domestic and foreign customers by garnering a number of international quality assurance certificates from renowned accreditation organizations, including ASME and NBIC of U.S.A., TUV NORD of Europe, and MHI and JIS-H Grade of Japan.

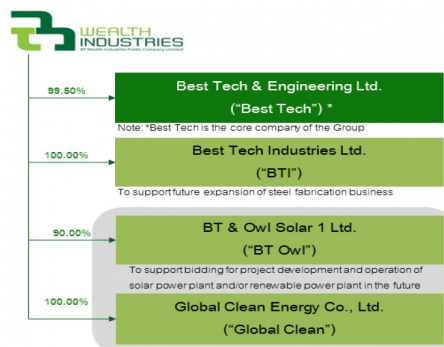
In addition, in October 2017 the company was assessed by Thai Institute of Directors (IOD) for its corporate governance status for the year 2017 with the CG Report Score of 4 stars (Very Good).

Capital Structure

(Unit : MB)

	6M/2018	6M/2017	2017	2016
Current Liabilities	294.82	310.26	502.64	549.91
Non-Current Liabilities	25.39	35.35	29.01	40.61
Shareholders' Equity	1,373.54	1,317.57	1,367.31	1,430.22

Company Structure



Company Image

