

Krungthai Card Pcl (KTC TB) - BUY, Price Bt24.8, TP Bt36.0

Results Comment

Rawisara Suwanumphai | Email: rawisara.suw@thanachartsec.co.th

Beat 4Q25 results on credit costs

- KTC reported **4Q25 net profit of Bt2.07bn** (+10% y-y, +6% q-q), beating Bloomberg consensus by 10%. We view the results positively, driven by healthy asset quality.
- FY2025 net profit reached Bt7.78bn (+5% y-y), mainly supported by lower credit costs following continued improvement in asset quality.
- Three key highlights in 4Q25:

(+) **Solid asset quality:** NPLs and Stage 2 loans remained stable q-q, allowing KTC to reduce credit costs to 5.0% from 5.4% in 3Q25.

(+) **Continue to gain market share:** Its credit card spending market share rose to 13.6% in 11M25, up from 13.1% in

11M24, in line with its credit card loan share, which increased to 14.9% from 14.3%. Its personal loan market share also edged up to 4.2% from 4.1%.

(0) Cautious loan expansion: Loan volume rose 4.4% q-q on seasonality but increased only 0.4% y-y, as KTC continued to lend selectively, particularly in the credit card segment. Meanwhile, NIM was stable q-q at 13.8%, supported by continued lower funding costs.

- **We maintain our BUY rating.** Despite weak macro for unsecured loans, KTC's strong credit card franchise and balance sheet stand out. Valuation looks attractive after recent share price drop at 1.5x 2026F P/BV with 17.4% ROE.

Income Statement (consolidated)					Income Statement 12M as						
Yr-end Dec (Bt m)	4Q24	1Q25	2Q25	3Q25	4Q25	(Bt m)	q-q%	y-y %	2025F	2025A	2026F
Interest income	4,102	3,992	4,023	4,099	4,140	Interest & dividend income	1	1	100	16,254	16,425
Interest expense	454	439	432	423	399	Interest expense	(6)	(12)	96	1,694	1,600
Net interest income	3,647	3,552	3,591	3,676	3,740	Net interest income	2	3	101	14,560	14,825
Non-interest income	2,920	2,840	2,789	2,807	3,005	Non-interest income	7	3	100	11,441	12,229
Total income	6,567	6,392	6,380	6,483	6,746	Total income	4	3	100	26,001	27,055
Operating expense	2,435	2,400	2,386	2,475	2,378	Operating expense	(4)	(2)	97	9,639	10,391
Pre-provisioning profit	4,133	3,992	3,994	4,008	4,368	Pre-provisioning profit	9	6	102	16,363	16,664
Provision for bad&doubtful debt	1,777	1,594	1,522	1,445	1,346	Provision for bad&doubtful debt	(7)	(24)	92	5,906	6,881
Profit before tax	2,356	2,398	2,472	2,564	3,022	Profit before tax	18	28	109	10,456	9,783
Tax	471	570	616	650	1,061	Tax	63	125	137	2,897	1,957
Profit after tax	1,885	1,828	1,856	1,913	1,961	Profit after tax	3	4	101	7,559	7,826
Equity income	-	-	-	-	-	Equity income				-	-
Minority interests	4	32	39	38	114	Minority interests				197	222
Extra items	-	-	-	-	-	Extra items				-	-
Net profit	1,889	1,861	1,895	1,951	2,075	Net profit	6	10	102	7,782	7,944
Normalized profit	1,889	1,861	1,895	1,951	2,075	Normalized profit	6	10	102	7,782	7,944
PPP/share (Bt)	1.6	1.5	1.5	1.6	1.7	PPP/share (Bt)	9	6	102	6.3	6.5
EPS (Bt)	0.7	0.7	0.7	0.8	0.8	EPS (Bt)	6	10	102	3.0	3.1
Norm EPS (Bt)	0.7	0.7	0.7	0.8	0.8	Norm EPS (Bt)	6	10	102	3.0	3.1
BV/share (Bt)	15.4	16.2	15.6	16.3	17.1	BV/share (Bt)	5	11	17	17.1	18.5

Balance Sheet (consolidated)					Financial Ratios (%)					
Yr-end Dec (Bt m)	4Q24	1Q25	2Q25	3Q25	4Q25	4Q24	1Q25	2Q25	3Q25	4Q25
Cash and cash equivalent	3,063	3,833	2,625	2,580	3,471	Loan growth (YTD)	(1.1)	(3.7)	(3.7)	(3.8)
Gross loans	110,435	106,372	106,388	106,206	895	Loan growth (q-q)	4.7	(3.7)	0.0	(0.2)
Accrued interest	727	721	716	707	4,367	Borrowing growth (YTD)	(6.8)	(9.4)	(6.7)	(10.6)
Provisions	7,966	8,071	8,194	8,354	111,584	Borrowing growth (q-q)	3.1	(9.4)	3.0	(4.1)
Net loans	103,195	99,022	98,910	98,559	8,423	Non-interest income (y-y)	(13.1)	3.1	0.4	(0.3)
Property foreclosed	14	4	8	7	7	Non-interest income (q-q)	3.7	(2.7)	(1.8)	0.7
Premises & equipment	390	398	377	357	367	Cost-to-income	37.1	37.5	37.4	35.8
Other assets	4,404	4,237	4,123	3,944	105,198	Net interest margin	13.5	13.1	13.5	13.8
Total assets	111,066	107,495	106,043	105,447	110,524	Credit cost	6.6	5.9	5.7	5.4
Total borrowings	61,909	56,086	57,764	55,374	33,630	ROE	19.4	18.3	18.5	19.0
Short term borrowing	23,102	17,779	23,457	16,480	27,130	ROA	7.0	6.8	7.1	7.4
Long term borrowing	38,807	38,307	34,307	38,894	6,500	Loan-to-borrowing	178.4	189.7	184.2	191.8
Lease liability	203	147	106	88	23,282	Loan-to- total equity	277.4	255.3	264.9	252.2
Other liabilities	9,054	9,533	7,992	7,890	56,912	NPLs (Btm)	2,157	2,099	1,952	1,960
Total liabilities	71,166	65,767	65,862	63,352	9,429	NPL increase	118	(58)	(147)	8
Minority interest	90	57	19	(19)	(133)	NPL ratio (%)	2.0	2.0	1.8	1.8
Shareholders' equity	39,810	41,671	40,162	42,114	44,151	Loan loss coverage ratio (%)	369.3	384.5	419.8	426.2
Total Liabilities & Equity	111,066	107,495	106,043	105,447	110,524					425.0

Sources: Company data, Thanachart estimates

DISCLAIMER

General Disclaimers And Disclosures:

This report is prepared and issued by Thanachart Securities Public Company Limited (TNS) which is owned 99.97% by TMBThanachart Bank Public Company Limited (TTB) as a resource only for clients of TNS, TMBThanachart Bank Public Company Limited (TTB) and its group companies. Copyright © Thanachart Securities Public Company Limited. All rights reserved. The report may not be reproduced in whole or in part or delivered to other persons without our written consent.

This report is prepared by analysts who are employed by the research department of TNS. While the information is from sources believed to be reliable, neither the information nor the forecasts shall be taken as a representation or warranty for which TNS or TTB or its group companies or any of their employees incur any responsibility. This report is provided to you for informational purposes only and it is not, and is not to be construed as, an offer or an invitation to make an offer to sell or buy any securities. Neither TNS, TTB nor its group companies accept any liability whatsoever for any direct or consequential loss arising from any use of this report or its contents.

The information and opinions contained herein have been compiled or arrived at from sources believed reliable. However, TNS, TTB and its group companies make no representation or warranty, express or implied, as to their accuracy or completeness. Expressions of opinion herein are subject to change without notice. The use of any information, forecasts and opinions contained in this report shall be at the sole discretion and risk of the user.

TNS, TTB and its group companies perform and seek to perform business with companies covered in this report. TNS, TTB, its group companies, their employees and directors may have positions and financial interest in securities mentioned in this report. TNS, TTB or its group companies may from time to time perform investment banking or other services for, or solicit investment banking or other business from, any entity mentioned in this report. Therefore, investors should be aware of conflict of interest that may affect the objectivity of this report.

Disclosure of Interest of Thanachart Securities

Investment Banking Relationship

Within the preceding 12 months, Thanachart Securities has lead-managed public offerings and/or secondary offerings (excluding straight bonds) of the securities of the following companies:

Note: Thanachart Securities Public Company Limited (TNS) acts as an underwriter of "Debentures of Charoen Pokphand Food Public Co. Ltd.(CPF) No. 1/2026 (B.E. 2569) tranche 1-3", therefore investors need to be aware that there could be conflicts of interest in this research.