

BTS Rail Mass Transit (BTSGIF TB) - BUY, Price Bt2.66, TP Bt3.30**Results Comment**

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Flat y-y earnings for 3QFY26, in line

- BTSGIF reported a normalized profit of Bt1.2bn in 3QFY26 (Oct–Dec 2025), up 1% y-y and 3% q-q. Earnings were in line with our expectations. The near-flat y-y growth reflected lower farebox revenue, which was offset by lower maintenance and selling expenses. Its 9M FY26 normalized earnings accounted for 78% of our full-year forecast.
- Due to a Bt1.3bn non-cash fair value loss on investments under the Net Revenue Purchase and Transfer Agreement (NRTA), BTSGIF reported a net loss of Bt59m in 3Q FY26.
- Despite its amortizing bond feature where the value is amortized over the Core Green Line's concession life and becomes zero at the concession's end in December 2029, we maintain our BUY call as we project the total capital return to unitholders to be Bt3.2/unit in FY27-30F if investors buy BTSGIF and hold it until maturity.

- Income from investment in the NRTA grew by 1% y-y in 3QFY26 as;
 - 1) farebox revenue from the Core Green Line declined by 1% y-y, as a 2% y-y drop in ridership was partially offset by a 1% y-y increase in the average fare.
 - 2) operating and maintenance (O&M) costs fell by 5% y-y, mainly due to 1) a 14% y-y decline in maintenance costs, driven by lower rolling stock refurbishment expenses, and 2) a 35% y-y reduction in selling expenses, reflecting lower data analytics fees.
- As the fund had retained deficits, distributable payout for 3QFY26 of Bt0.2/unit will be paid in form of capital return.
- The shortening of the concession period reduced NAV to Bt21.3bn as of 31 December 2025, equivalent to Bt3.6754 per unit.

Income Statement						Income Statement					
Yr-end Mar (Bt m)	3QFY25	4QFY25	1QFY26	2QFY26	3QFY26	(Bt m)	q-q%	y-y%	% 2026F	FY26F	FY27F
NET SALES	1,235	1,245	1,081	1,213	1,247	Revenue	3	1	78	4,555	4,520
GROSS PROFIT	1,235	1,245	1,081	1,213	1,247	Gross profit	3	1	78	4,555	4,520
SG&A	10	10	11	9	8	SG&A	(16)	(18)	52	55	54
Operating profit	1,225	1,235	1,069	1,203	1,239	Operating profit	3	1	78	4,500	4,466
EBITDA	1,225	1,235	1,069	1,203	1,239	EBITDA	3	1	78	4,500	4,466
Other income	8	6	8	5	5	Other income	(0)	(39)	35	48	32
Other expense	(1)	(4)	(1)	(4)	(2)	Other expense	na	na	62	(11)	(11)
Interest expense						Interest expense					
Profit before tax	1,232	1,237	1,076	1,205	1,241	Profit before tax	3	1	78	4,537	4,486
Income tax						Income tax					
Equity & invest. income						Equity & invest. income					
Minority interests						Minority interests					
Extraordinary items	(740)	(3,600)	(600)	(1,590)	(1,300)	Extraordinary items	na	na	61	(5,680)	(5,425)
Net Investment Income	492	(2,363)	476	(385)	(59)	Net profit	na	na	(3)	(1,143)	(938)
Norm Net Invest. Income	1,232	1,237	1,076	1,205	1,241	Normalized profit	3	1	78	4,537	4,486
EPS (Bt)	0.08	(0.41)	0.08	(0.07)	(0.01)	EPS (Bt)	na	na	(3)	(0.20)	(0.16)
Normalized EPS (Bt)	0.21	0.21	0.19	0.21	0.21	Normalized EPS (Bt)	3	1	78	0.78	0.78

Balance Sheet						Financial Ratios					
Yr-end Mar (Bt m)	3QFY25	4QFY25	1QFY26	2QFY26	3QFY26	(%)	3QFY25	4QFY25	1QFY26	2QFY26	3QFY26
Cash & equivalent	93	81	121	180	108	Sales growth	(1.1)	5.1	11.8	13.5	0.9
S-T investments						EBITDA growth	(0.9)	5.7	12.1	13.7	1.1
A/C receivable	216	186	342	151	201	Net income growth	847.9	na	15.9	na	na
Other						Norm income growth	(0.8)	5.6	12.0	13.5	0.7
Investment & Loans	28,056	24,574	23,623	22,377	20,973	Norm EPS growth	(0.8)	5.6	12.0	13.5	0.7
Fixed assets						Gross margin	100.0	100.0	100.0	100.0	100.0
Other assets						Operating margin	99.2	99.2	99.0	99.2	99.4
Total assets	28,365	24,847	24,091	22,709	21,282	EBITDA margin	99.2	99.2	99.0	99.2	99.4
S-T debt						Norm net margin	99.7	99.4	99.6	99.3	99.6
A/C payable						D/E (x)	-	-	-	-	-
Other current liabilities	2	2	2	2	2	Net D/E (x)	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)
L-T debt						Interest coverage (x)	na	na	na	na	na
Other liabilities						Effective tax rate	-	-	-	-	-
Minority interest						ROA	17.2	18.6	17.6	20.6	22.6
Net Assets	28,356	24,836	24,079	22,536	21,273	ROE	17.2	18.6	17.6	20.7	22.7
Net debt	(93)	(81)	(121)	(180)	(108)						
Avg outstanding units (shrs)	5,788	5,788	5,788	5,788	5,788						

Sources: Company data, Thanachart estimates

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