

## Thailand Politics

Pimpaka Nichgaroon, CFA | Email: [pimpaka.nic@thanachartsec.co.th](mailto:pimpaka.nic@thanachartsec.co.th)

## News Update

### An election rally

- **Thailand's election is on this coming Sunday**
- **The SET already enjoyed 5.2% YTD pre-election rally**
- **More to come if Bhumjaithai wins the most seats**
- **If People's Party wins, a temporary profit taking is expected**

Thailand's general election is on this coming Sunday, Feb 8<sup>th</sup>. We recap our long-term view briefly here. We expect the first stage, broad-based SET recovery with the election being the main catalyst. This is because the election is expected to bring in a more stable government. We expect the Bhumjaithai party (BJT) to lead the new conservative-led coalition government. In a later stage we expect the SET recovery to be driven by the new government's policies, which are expected to be less populist and more investment focus, which in turn should bring back some buy-and-hold long-term investors back to the Thai market. The SET is also starting its recovery phase at a very low base of valuation with PE ratio having been de-rated back to the level seen 15 years ago. Our SET target for 2026F is 1,380. Please refer to *Siam Senses – Just as we were losing hope*, dated 7 January 2026.

In this note update, we highlight potential short-term market reactions to this Sunday's election results based on the scenarios below.

- If BJT wins the largest number of MP seats, we expect the SET to continue to go up next week.
- If its main rival the progressive People's Party (PP) wins the most seats, we expect a profit taking of the SET. This is because the market tends to view progressive-led government as an unstable government than a conservative-led one.
- However, we expect the profit taking to be temporary as we do not expect PP to find enough support from other parties to have a majority of over 250 seats in the 500-seat House. At the end, BJT will be able to form the government and the market will start going up again in our view.
- A recap of our estimation of MP seats to be won by each political party is in the right table. The estimation was done in the previous *Siam Senses* early in the year. Coming to this point, there is a potential upside to the Democrat Party (DEM)'s winning seats from our earlier 30-seat expectation. We also show our prediction of two most likely compositions of the coalition government in Exhibit 1-2 below. These two scenarios do not have much different market implications but the scenario that has DEM in the government mix is a better one. DEM has very strong track record of doing great opposition work, so having DEM in the coalition rather than on the opposition bench can imply a more stable government scenario.
- We maintain our top 10 picks as DELTA, TRUE, CPN, CPALL, GULF, GPSC, MTC, SAWAD, TIDLOR, and MOSHI.

### Top Picks

	-EPS growth-		— PE —		Yield
	26F (%)	27F (%)	26F (x)	27F (x)	26F (%)
CPALL	13.3	15.0	13.0	11.3	3.9
CPN	13.5	10.8	15.0	13.6	3.9
DELTA	51.4	43.0	69.0	48.3	0.5
GPSC	29.2	19.3	16.3	13.7	3.4
GULF	21.2	14.5	23.3	20.3	2.6
MOSHI	24.5	18.9	14.1	11.8	3.6
MTC	15.2	11.5	9.6	8.6	1.6
SAWAD	8.6	11.0	8.1	7.3	5.5
TIDLOR	15.1	13.8	8.7	7.6	4.6
TRUE	58.7	9.9	15.3	13.9	3.3

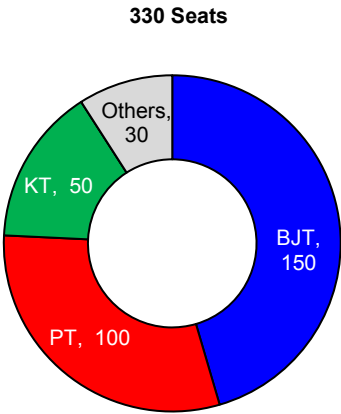
Source: Thanachart estimates  
Based on 5 February 2026 closing prices

### Estimated Number Of Seats

Parties	MP seats 2026F election
Bhumjaithai (BJT)	150
People's Party (PP)	140
Pheu Thai (PT)	100
Klatham Party (KT)	50
Democrat Party (DEM)	30
Others	30
<b>Total</b>	<b>500</b>

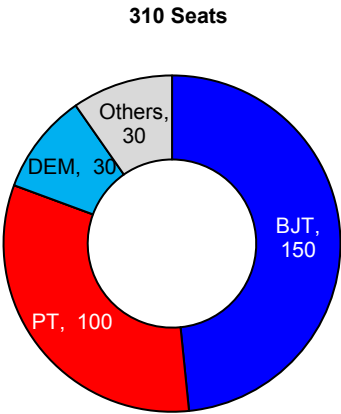
Source: Thanachart estimates

Ex 1: Scenario 1 – Estimated Coalition Seats



Source: Thanachart estimates

Ex 2: Scenario 2 – Estimated Coalition Seats



Source: Thanachart estimates

**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.