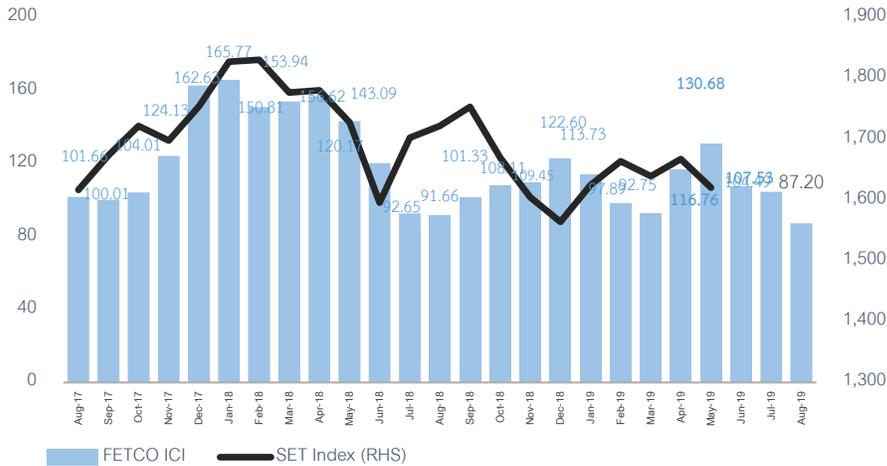


FETCO ICI Compared to SET Index



Note: Investor Confidence Index surveys four groups of investors— retail investors, local institutional investors, proprietary trading group, and foreign investors— using a diffusion index with a range from 0 to 200. The index readings are divided into five levels: very bullish; bullish; neutral; bearish; and very bearish.

Trends in Investor Confidence by Type of Investor



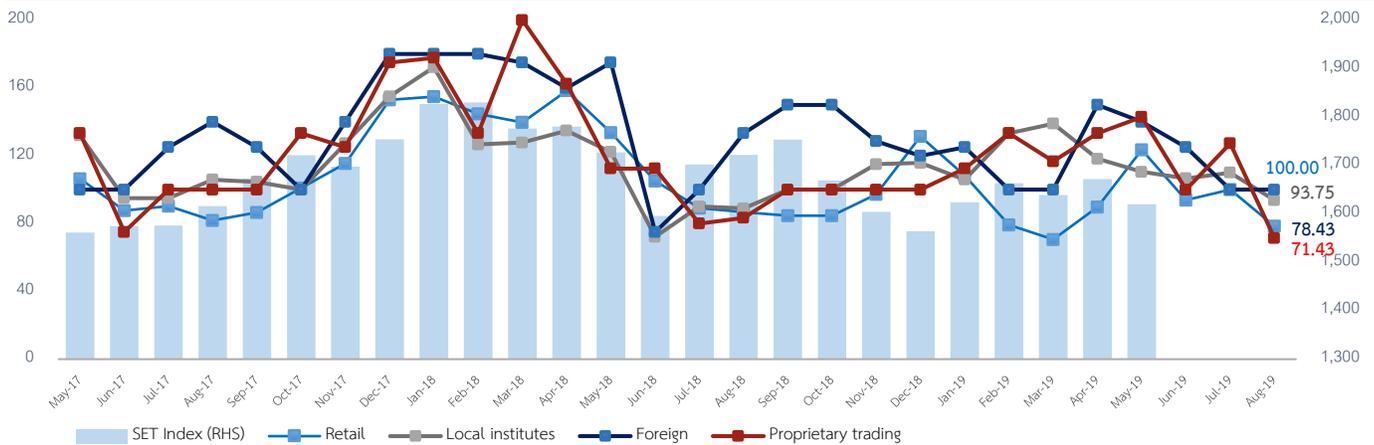
FETCO Investor Confidence Index (ICI) for the next three months **decreased 16.56%** and stayed in neutral territory for the third month. Concerns about international conflicts were the biggest drag on investor confidence followed by the political situation and domestic economy. Meanwhile, the possible resolution of the political situation and establishment of a new government boosted investor confidence. Other factors lifting investor sentiments included government policies and international capital flows.

Investors were most interested in investing in Banking (BANK), Food & Beverage (FOOD), and Energy & Utilities (ENERG), while finding the Media & Publishing (MEDIA), Banking (BANK), and Fashion (FASHION) sectors as unattractive.

FETCO Investor Confidence Index (ICI) for May stood at 87.20, down significantly to 16.56% but staying within the neutral zone. With regard to the ICIs for each investor group, the foreign investor ICI was stable at 100.00 and remained within the neutral zone. Local institutional investor ICI dropped to 93.75 and also remained in neutral territory. However, retail investor ICI fell to 78.43, dropping into the bearish zone from the previous month's neutral. Proprietary traders' confidence index fell to 71.43, and dropped into the bearish zone from bullish in the previous month.

Research Contributors

Investor Confidence Compared to SET INDEX

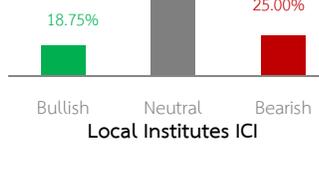
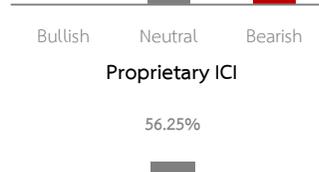
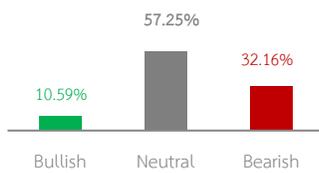


FETCO INVESTOR CONFIDENCE INDICES

RETAIL ICI	78.43	↓
PROPRIETARY ICI	71.43	↓
LOCAL INSTITUTES ICI	93.75	↔
FOREIGN ICI	100.00	↔

FETCO ICI Criterion

(160-200)	Very Bullish	↗↗
(120-159)	Bullish	↗
(80-119)	Neutral	↔
(40-79)	Bearish	↘
(0-39)	Very Bearish	↘↘



Survey results the ICI for May dropped while staying within the neutral zone for the third month.

Proprietary traders' confidence index dropped into the bearish zone from bullish in the previous month. Retail investor ICI fell into the bearish zone from the previous month's neutral, while local institutional investors and foreign investors decreased slightly but remained neutral.

"During May, the Stock Exchange of Thailand (SET) Index gradually decreased from its highest level of 1682 points at the beginning of the month to its lowest level of 1604 in the middle of the month. The index then recovered and moved within the range of 1620–1630. Investment trends for the next three months show foreign factors continue to be the primary drag on investor confidence due to concerns over the protracted trade war between the United States and China and its likely expansion into the technology sector. In addition, investors have domestic concerns about the establishment of a new government which may delay consideration of the 2020 government budget. However, some investors see the political situation and the continuation of government policies after the election as the primary factors bolstering investor confidence, followed by international capital transfers. Global economic factors that warrant continued monitoring include: Progress in US-China trade disputes and China's economic policies to deal with the trade and technology wars; the direction of US interest rates; risks associated with and direction of BREXIT after the resignation of British Prime Minister Theresa May; changes to EU policy after the European Parliament elections; and policies of the new Thai government in stimulating the domestic economy and exports amid the global economic slowdown.

Note: The domestic institutional group includes asset management companies, government pension fund, insurance companies and life insurance

Research Contributors



Most Influential Factor Driving the Stock

Retail Investors

Most view the political situation as the factor boosting investor confidence the most, followed by government policies and capital inflows/outflows.

Proprietary Traders

Consider capital flows to be the most positive factor, followed by the political situation, government policies, and the domestic economy.

Local Institutional Investors

See the political situation and capital flows as the factors driving investor confidence the most, followed by government policies.

Foreign Investors

Are confident that the political situation, government policies, tourism, and the domestic economy are all important factors boosting investor confidence.

Most Important Factors Impeding the Market

Retail Investors

Worry about international conflicts and the political situation as the biggest factors dragging down investor confidence, followed by capital flows and the Chinese economy.

Proprietary Traders

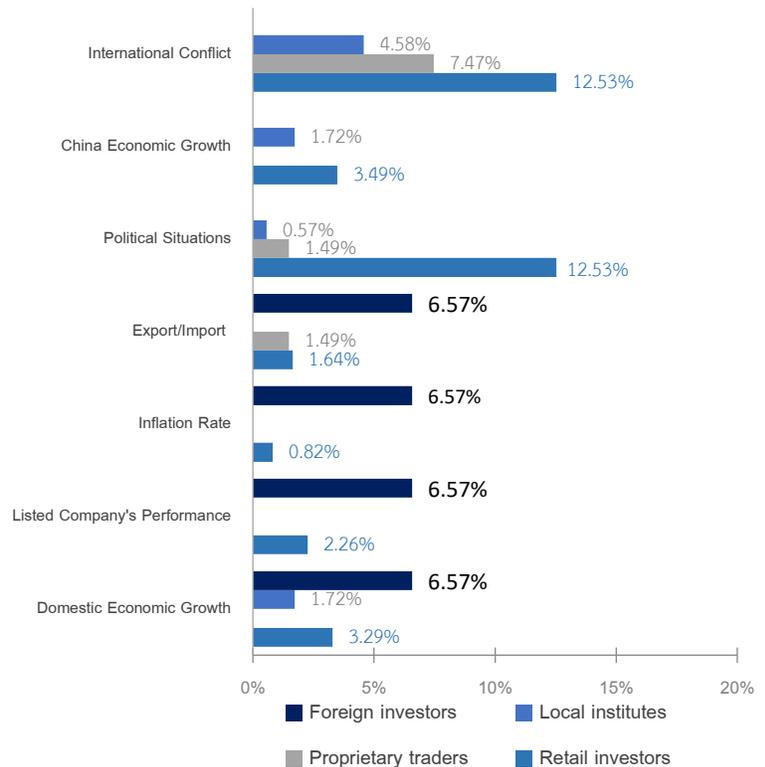
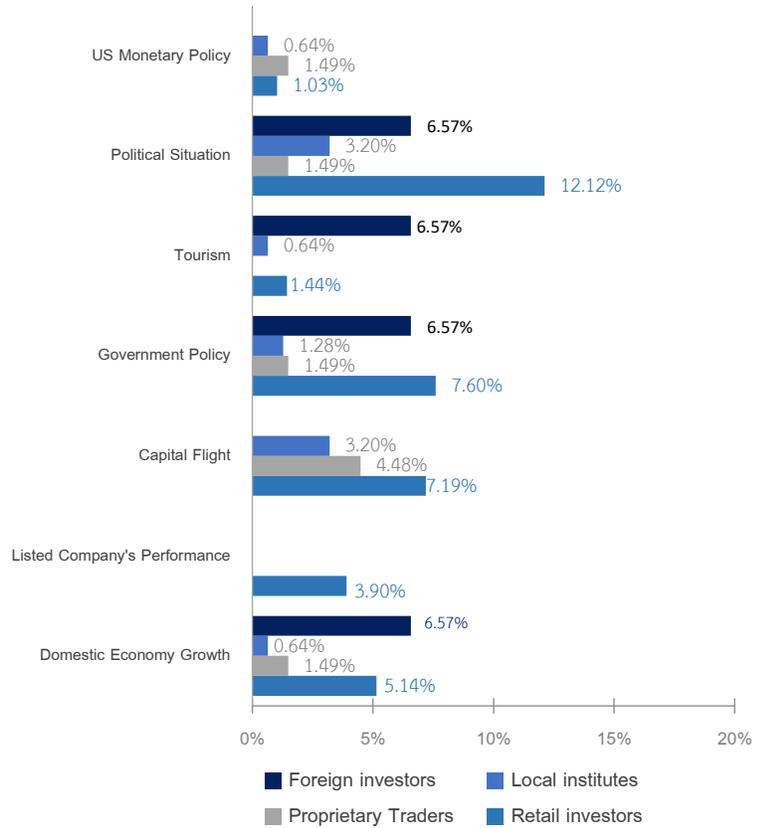
View international conflicts as the biggest drag on investor confidence, followed by the political situation and imports-exports.

Local Institutional Investors

Believe that international conflicts have the greatest negative impact on investor sentiment, followed by the domestic economy and the Chinese economy.

Foreign Investors

Consider imports-exports, the domestic economy, and listed company performance as all drags on investor confidence.



Industrial Sectors Most Attractive to Investors



Retail Investors

See the Energy & Utilities sector as offering the most interesting investment opportunities, followed by Tourism & Leisure and Construction Services.

Proprietary Traders

Believe the Energy & Utilities, Commerce, and Construction Services sectors are most attractive for investors, followed by mutual funds.

Local Institutional Investors

Consider the Banking and Commerce sectors as having the most attractive investments, followed Construction Services.

Foreign Investors

View Banking as the most interesting sector for investments, followed by Food & Beverage and Health Care Services.

Industrial Sectors Least Attractive to Investors



Retail Investors

Consider the Media & Publishing sector as unattractive for investing, followed by Mining and Steel.

Proprietary Traders

Find the Electronic Components sector the least interesting for investing, followed by Banking.

Local Institutional Investors

Believe that the Media & Publishing sector provides unattractive investment options, followed by Electronic Components.

Foreign Investors

See the Banking sector as offering few investment opportunities, followed by Media & Publishing and Fashion.

Federation of Thai Capital Market Organizations (FETCO)



Disclaimer

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The FETCO Investor Confidence Survey is prepared by the Federation of Thai Capital Market Organizations (FETCO) whose objective is to develop and promote statistics related to the Thai capital market as a tool to analyze the directional trends of the stock market for the next three months in order to allow investors and other interested parties to be able to use such information as a guide reflecting overall economic conditions. Thus, this index is prepared as a forecast of capital market movement by a diverse group of investors with varying opinions. The parties preparing the index do not guarantee the correctness of the information provided and are not responsible for any losses incurred from use of the information. The parties preparing this information retain lawful rights to its content, and if the information provided in this document or any component thereof is referred to or published in any manner whatsoever, whether it be text, images, content, or presentations, or if any party copies, forges, reproduces, modifies, publishes, or takes any other action for commercial exploitation or unlawful use of the information without prior permission, whether in part or in whole, the parties preparing this information reserve the right to take any action as allowed by law.

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