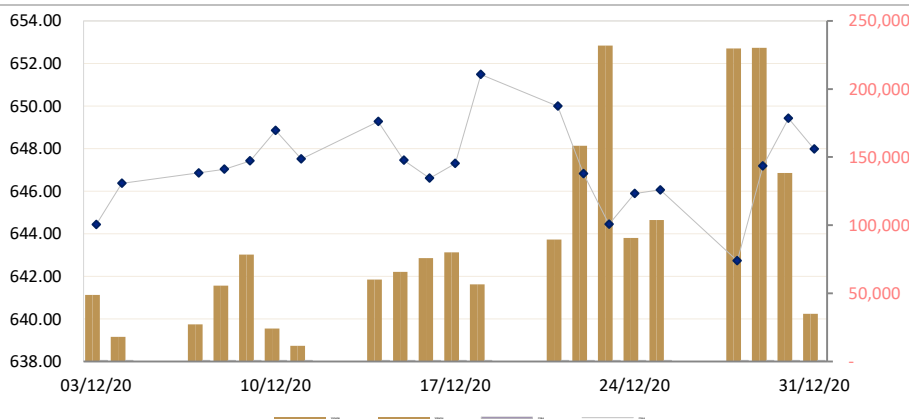




CAMBODIA SECURITIES EXCHANGE: MARKET SUMMARY

Index / Companies	Previous Day	Open	Closing	Change	% Change	From Listed till Today		Volume	Value (KHR)
						High	Low		
Index	649.42	649.32	647.98	-1.44	▼0.22	1,108	305	34,949	132,344,500
PPWSA	6,100	6,100	6,100	0	0.00	10,300	2,700	67	408,700
GTI	3,200	3,200	3,200	0	0.00	9,780	2,110	0	0
PPAP	11,700	11,700	11,700	0	0.00	13,380	4,600	526	6,055,000
PPSP	1,170	1,150	1,180	10	▲0.85	3,650	1,150	28,043	33,017,820
PAS	14,160	14,160	14,200	40	▲0.28	23,800	4,620	313	18,998,800
ABC	17,160	17,160	17,100	-60	▼0.35	23,600	16,180	5,000	85,536,980
PEPC	2,900	2,900	2,900	0	0.00	3,990	2,750	1,000	18,998,800

CSX DAILY STOCK INDEX (Last 30 Days)



LISTED COMPANIES

PPWSA	Phnom Penh Water Supply Authority
Industry	Water Utility
GTI	Grant Twins Int. (Cambodia) Plc.
Industry	Apparel Clothing
PPAP	Phnom Penh Autonomous Port.
Industry	Port Services
PPSP	Phnom Penh SEZ PLC.
Industry	SEZ Developer
PAS	Sihanouk Ville Autonomous Port.
Industry	Port Services
ABC	ACLEDA Bank
Industry	Financial
PEPC	PESTECH Cambodia
Industry	Electricity

SECURITIES NEWS

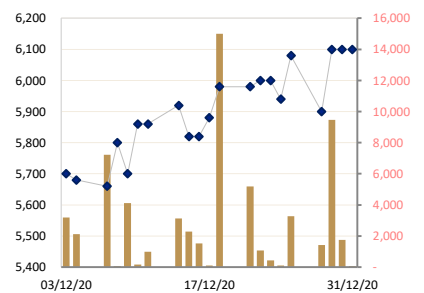
CAMBODIA : Market Watch

The Cambodia Securities Exchange (CSX) Index rose 4.45 points (0.69 percent) yesterday to close at 647.18 points with a large increase in daily trading. Over 505 million riels in value and 230,293 shares were exchanged. The market was kept in the green as ABC increased 40 riels to close at 17,100 per share with over 189 million riels in trade. However, PPSP hit another new low, falling 70 riels to close at 1,210 riels a share with another massive trading day of over 253 million riels and 209,147 shares traded. It was a much better day for the two port listed stocks, PAS and PPA which rose 460 and 100 riels respectively. While PWSA rose 200 riels, PEPC fell 50 riels and GTI recorded no trading after falling 10 percent on Monday. (Khmer Time New)

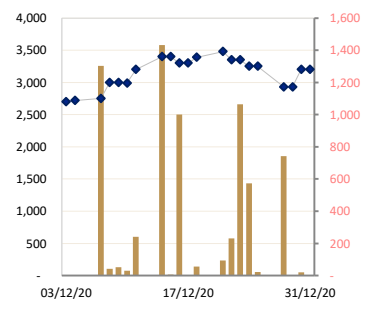
CAMBODIA : PWSA only stock to rise from 2019 to 2020

Phnom Penh Water Supply Authority (CSX: PWSA) was the only stock to increase its share price throughout this year as the overall CSX index fell from 761.73 points at the end of 2019 to around 647 points this week, a drop of approximately 15 percent year-on-year. As of close of business yesterday, PWSA was trading at 6,100 riels a share compared with 6,000 riels this time last year. Its stock liquidity was also relatively good, averaging a daily trading value of 51 million riels (\$12,655) and volume of around 9,800 shares. PWSA provides sustainable development of potable water supply services. It also acts as a consultant and facilitator in ensuring people in cities and provinces outside the capital region have access to potable water. PWSA also assists other developing countries supply potable water to their people. PWSA Investor Relations Manager Kakada Chhim said, "In this tough situation, PWSA has continued to provide potable water to customers efficiently with the proper mechanism under the instruction of PWSA management and guardianship ministries that include the Ministry of Industry, Science, Technology and Innovation and the Ministry of Economy and Finance." "Because potable water is a non-substitutable product, we have also contributed to awareness through the stock exchange among local investors. From an investor perspective, water utilities are a very stable business," she added. In the third quarter of 2020, PWSA generated revenues amounting to \$21.5 million, an increase of \$5.64 million – 35.43 percent – quarter-on-quarter. Profit for the

PPWSA DAILY STOCK PRICE



GTI DAILY STOCK PRICE



financial period was \$6.76 million, an increase of \$1.36 million – 25.26 percent – quarter-on-quarter. *(Khmer Times New)*

**CAMBODIA : GTI trading halted after price falls 10% in one day**

Taiwanese garment manufacturer Grand Twins International Cambodia (CSX:GTI) hit its daily basement price after trading to the 10 percent daily trading limit on Monday. The stock fell 320 riels a share to 2,930 riels from its base price of 3,250 riels with 2.2 million riels and 742 shares in daily trade. According to Article 17 of the Cambodia Securities Exchange (CSX) Market Operation Rules, the daily price limits for equity securities trading through the Auction Trading Method (ATM) shall be equal to the amount calculated by adding or subtracting 10 percent of the base price. Daily price limit rules are widely used by stock markets across the globe with these rules particularly popular in emerging markets (such as Cambodia) as they give a time-out period during large price fluctuations and thus serve as a market stabilisation mechanism. GTI’s share price is currently the worst performing one listed on the exchange, when compared to its initial public offering of 9,640 riels a share in June 2014. It has decreased 69.6 percent date since then. *(Khmer Time New)*

**BUSINESS & ECONOMIC NEWS**

**CAMBODIA : Cambodia extracts ‘first drop of oil’, marking start of production**

Singapore-based oil and gas exploration company KrisEnergy Ltd on December 28 extracted the first drop of crude oil from Cambodian waters. The highly-anticipated milestone extraction from the offshore Cambodia Block A concession in the Khmer Basin’s Apsara oilfield makes the Kingdom the eighth oil producer in the 10-member ASEAN, with only Singapore and land-locked Laos not producing crude. KrisEnergy on December 29 said oil started to flow from a “single development well” in the oilfield and the flow rate will take at least 24 hours to stabilise. “Production will increase to plateau as four additional wells are progressively completed and commissioned,” it said. Kelvin Tang, the CEO and president of KrisEnergy’s Cambodian operations, said Apsara’s first drop of oil marks a 10-year journey from when KrisEnergy initially became a partner in Block A. “It has been three years since we signed with the government the petroleum agreement to launch this project, and there has been a steep learning curve for all involved in what is a momentous event for the Cambodian people and an important strategic and operational milestone for KrisEnergy,” he said. With Covid-19 hanging over the world, Tang said: “Progressing Apsara to first oil has been a tremendous achievement and a testament to the determination of the KrisEnergy team and the strong cooperation of our contractors and suppliers. “I convey my heartfelt appreciation to all relevant ministries and authorities for their assistance, cooperation and their dedication to get the Apsara oil development over the line. KrisEnergy is honoured to be a part of this historic occasion. *(Phnom Penh Post)*

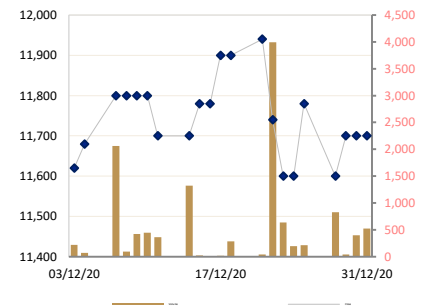
**CAMBODIA : Cambodia-China FTA, RCEP key driver for economic growth in post-COVID-19 era**

The recently-signed Cambodia-China Free Trade Agreement (FTA) and the Regional Comprehensive Economic Partnership (RCEP) free trade pact will be a key driver to reboot Cambodia’s economic growth in the post-COVID-19 era, Cambodian officials and experts have said. Cambodia signed the bilateral FTA with China on Oct. 12 and the RCEP trade pact with 14 other Asia-Pacific countries on Nov. 15. Cambodian government chief spokesman Phay Sihan said the two pacts will greatly contribute to boosting Cambodia’s economy and improving the people’s livelihoods when they enter into force. “The two agreements show our unity towards a community of common destiny,” he told Xinhua in an exclusive interview recently. “They will provide us greater market access with no tariff barriers.” Sihan said the two pacts truly demonstrated China’s unwavering commitment to enhancing free trade and multilateralism despite the ongoing global COVID-19 pandemic. “China has become a role model for the world in promoting free trade and multilateralism,” he said. Ministry of Commerce secretary of state and spokesman Seang Thay said through the two trade deals, the ties in economics, trade and investment between Cambodia and China as well as other RCEP countries would be further broadened. *(Khmer Time New)*

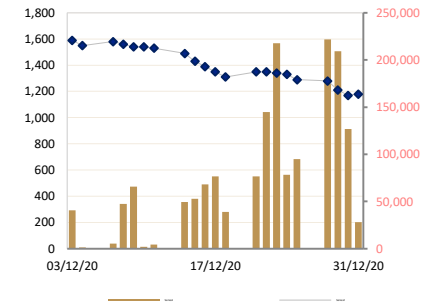
**CAMBODIA : Tax cuts and exemptions extended**

Tax cuts and exemptions will be extended to help companies and unemployed workers better weather the ongoing effects of the COVID-19 pandemic, according to a statement issued last week by the government. This includes the reduction of the withholding tax on foreign and domestic borrowing by banks and financial institutions. The loan interest withholding tax for banks and financial institutions from foreign and domestic borrowings will be reduced from 15 percent to 5 percent in 2021. In 2022 it will increase to 10 percent and be restored to its original level of

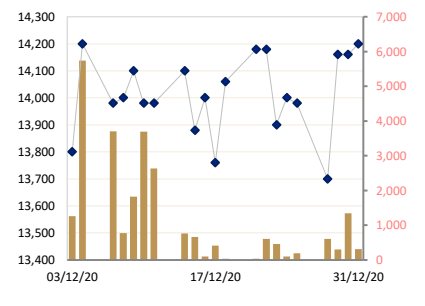
**PPAP DAILY STOCK PRICE**



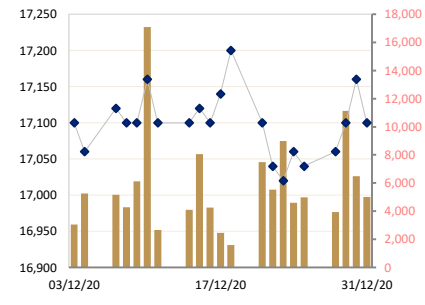
**PPSP DAILY STOCK PRICE**



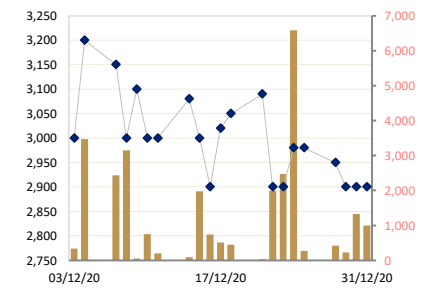
**PAS DAILY STOCK PRICE**



**ABC DAILY STOCK PRICE**



**PEPC DAILY STOCK PRICE**



15 percent in 2023. The interest withholding tax on existing loans will also be reduced to 10 percent for 2021. It will return to its originally mandated level in 2022. Foreign creditors that currently take advantage of interest withholding tax incentives include those from countries that have signed the Double Taxation Exemption Agreement (DTA) with Cambodia and other countries. The government has also decided to extend the tax exemption period for the tourism and civil aviation industries and related companies to provide relief to these heavily pandemic-struck sectors. Tourism operators, including hotels, guesthouses and travel agencies will continue to qualify for tax exemptions until the end of March 2021. (*Khmer Time New*)

**CAMBODIA : Agro sector adopting digital tech**

At least 92 per cent of the Kingdom's agricultural input suppliers use digital payments in their businesses while 45 per cent use e-commerce, a new study found. The research, entitled "Digital Challenges and Opportunities of Agricultural Input Suppliers in Cambodia", was compiled by the Centre for Policy Studies (CPS). CPS director Chan Sophal presented the study on December 29 at the 7th Annual NBC Macroeconomic Conference, organised by the National Bank of Cambodia (NBC) under the theme "Discussion of Cambodia's Economic Development Models". The report defined agricultural input suppliers as "importers of agricultural products such as fertilisers, pesticides and agricultural machinery". Sophal said the study interviewed 225 representatives from 40 of the 107 agricultural input suppliers registered at the Ministry of Agriculture, Forestry and Fisheries and an undisclosed number of unregistered depots. The businesses were all based in Battambang, Tbong Khmum, Siem Reap, Prey Veng, Kandal and Takeo provinces, which have untapped potential for agriculture, he said. The study found that 90 per cent of respondents use smart phones and 90 per cent have internet access, of which 41 per cent have Wi-Fi connections. Additionally, 55 per cent of the respondents have bank accounts and 23 per cent of those pay with mobile apps. Sophal said: "We observed that the use of cash payments is still widespread. We wish to reduce direct cash payments. We would like to see more of them trained in digital literacy. (*Phnom Penh Post*)

**CAMBODIA : Crab banks buoy marine fisheries yields**

Provincial fisheries officials have said the development of crab banks in community fisheries has gradually boosted marine crab output. Crab banks are where pregnant crabs are stored until their attached eggs hatch. Members of fisheries communities who catch pregnant crabs are obliged to sell them to the crab banks. Once hatched, the zoea larvae are released back into the sea. Kampot provincial Fisheries Administration director Sar Sorin said there are currently four active crab banks in his province, which have substantially contributed to meeting daily demand for the marine crabs. Prior to their establishment, he said some 100 fishing boats would converge on the four sites and fishermen would catch around a tonne of crabs with bamboo traps. But now 200 fishing boats congregate at the crab banks and net up to three tonnes daily, he added. "Since we installed the [first] crab bank in 2008, crab yields have doubled and we can fish in all seasons throughout the year. We collect horse crabs with eggs and release them into the egg-laying site. On average, we collect about [500 crabs weighing] 40kg per month," Sorin said. Preah Sihanouk provincial Fisheries Administration director Em Phea told The Post that an average of 50kg of pregnant crabs are released into the province's eight active crab banks. The crab bank system has catalysed a steady surge in crab yields in Preah Sihanouk, he said without providing specific data but noting that a survey was in the pipeline. While aquaculture yields in Preah Sihanouk increased significantly this year, marine fisheries output will be slightly lower than last year's level, he lamented. (*Phnom Penh Post*)

**LAO : Laos' capital plans 30 large development projects to 2025**

Vientiane authorities have pledged to carry out 30 large-scale development projects from now until 2025 in a bid to accelerate the Lao capital's economic growth. Most of these projects will be carried out through public-private partnerships under the Build-Operate-Transfer (BOT) model as the government is encouraging the private sector to build infrastructure and support the construction of other facilities. Due to limited funding, the government is partnering with the private sector to finance development projects by offering incentives and improving the investment climate. Vientiane mayor Dr Sinlavong Khoutphaythoune presented a list of the planned 30 mega projects at the 10th session of the Vientiane People's Council, which took place from December 28-30. Among the proposed projects are the creation of an agricultural park irrigated by water sourced from the Nam Houm reservoir, Ngum River and Mang River over an area of 200sq km; a railway and railway station; road links to the railway and expressways; and construction of a 15.3km expressway linking the Thatluang Marsh Specific Economic Zone to the Dongmakkhai area. Other planned projects are the construction of a bridge across the Ngum River; the Vientiane-Thakhaek expressway; new roads connecting to the 450-Year Road and the airport; and construction of a river embankment to prevent flooding. Also planned is the construction of a new international airport in Xaythany district. Other projects on the drawing board are a smart city; real estate development; Vientiane green

and clean city project; an agricultural area in Pakngum district to grow crops for export; commercial parks; and tourism-related projects. (*Phnom Penh Post*)

**INDIA : Indian PM Modi makes fresh appeal to protesting farmers**

**AFP** – Indian Prime Minister Narendra Modi offered to hold fresh talks to end a stalemate over new agricultural reforms, in his latest push to win over farmers protesting for almost a month against the move. Tens of thousands of farmers have been camping out near several entry points to New Delhi since Nov 26 against three new laws they say will lead to dismantling of regulated markets. They also fear the government would stop buying wheat and rice at guaranteed prices, leaving them at the mercy of big corporates. In a speech beamed live to millions of farmers across the country on Friday, Modi sought to allay their misgivings, insisting the laws, passed in September, would give them the freedom to sell their produce “anywhere and to anyone they like”. “Lies are being spread that the local mandis [markets] will shut down, the minimum support price will be stopped... don’t be misguided by those having political motives,” Modi, 70 said. “I am saying this with humility that we are ready to discuss every issue of the farmers, even with those [political parties– who are against us, for the sake of our farmers.” Modi also released \$2.5 billion to 90 million farmers under a financial scheme that his party launched last year. Under the direct cash transfer scheme, small farmers get about \$82 in four instalments in a year. (*Khmer Time New*)







## DISCLAIMER

ALL RESEARCH is based on material compiled from data considered to be reliable at the time of writing. However, information and opinions expressed will be subject to change at short notice, and no part of this report is to be construed as an offer or solicitation of an offer to transact any securities or financial instruments whether referred to herein or otherwise. We do not accept any liability directly or indirectly that may arise from investment decision-making based on this report. The company, its directors, officers, employees and/or connected persons may periodically hold an interest in the securities mentioned.

All Rights Reserved. No part of this publication may be used or re-produced without expressed permission from **ACLEDA SECURITIES PLC.**

## ACLEDA IN GROUP

### ACLEDA BANK PLC.

#### HEADQUARTERS

# 61, Preah Monivong Blvd., Sangkat Srah Chork,  
Khan Daun Penh, Phnom Penh, Kingdom of Cambodia.  
P.O. Box: 1149  
Tel: (855) 23 998 777 / 430 999  
Fax: (855) 23 998 666 / 430 555  
E-mail: [acledabank@acledabank.com.kh](mailto:acledabank@acledabank.com.kh)  
Website: [www.acledabank.com.kh](http://www.acledabank.com.kh)  
SWIFT: ACLBKHPP

### ACLEDA BANK PLC.

CASH SETTLEMENT, SECURITIES REGISTRAR, SECURITIES TRANSFER, AND  
PAYING AGENT

#### HEADQUARTERS

# 61, Preah Monivong Blvd., Sangkat Srah Chork,  
Khan Daun Penh, Phnom Penh, Kingdom of Cambodia.  
P.O. Box: 1149  
Tel: (855) 23 998 777 / 430 999  
Fax: (855) 23 998 666 / 430 555  
E-mail: [acledabank@acledabank.com.kh](mailto:acledabank@acledabank.com.kh)  
Website: [www.acledabank.com.kh](http://www.acledabank.com.kh)  
SWIFT: ACLBKHPP

### ACLEDA BANK LAO LTD.

#### HEADQUARTERS

#398, Corner of Dongpalane and Dongpaina Road, Unit 20,  
Phonesavanh  
Neua Village, Sisattanak District, Vientiane Capital, Lao PDR.  
P.O. Box: 1555  
Hotline :1800  
Tel: +856 (0)21 264 994 / 264 998  
Fax: +856 (0)21 264 995/ 219 228  
E-mail: [acledabank@acledabank.com.la](mailto:acledabank@acledabank.com.la)  
Website: [www.acledabank.com.la](http://www.acledabank.com.la)  
SWIFT: ACLBLALA

### ACLEDA SECURITIES PLC.

#### HEADQUARTERS

5<sup>th</sup> Floor, ACLEDA Building  
# 61, Preah Monivong Blvd., Sangkat Srah Chork,  
Khan Daun Penh, Phnom Penh, Kingdom of Cambodia.  
Tel: (855) 23 723 388 / 999 966 / 999 977  
Email: [acs.rep@acledasecurities.com.kh](mailto:acs.rep@acledasecurities.com.kh)  
Website: [www.acledasecurities.com.kh](http://www.acledasecurities.com.kh)

### ACLEDA INSTITUTE OF BUSINESS

#### HEADQUARTERS

Address: #1397, Phnom Penh-Hanoi  
Friendship Blvd., Phum Anlong Kngan, Sangkat Khmuonh, Khan  
Saensokh, Phnom Penh, Kingdom of Cambodia  
P. O. Box: 1149  
Tel: + 855 (0)23 881 790 / 999 944  
E-mail: [info@acleda-aib.edu.kh](mailto:info@acleda-aib.edu.kh)  
Website: [www.acleda-aib.edu.kh](http://www.acleda-aib.edu.kh)

### ACLEDA MFI MYANMAR CO., LTD.

#### HEADQUARTERS

#186(B), ShweGonTaing Road, Yae Tar Shae Block,  
Bahan Township, Yangon Region,  
The Republic of the Union of Myanmar.  
Tel: (+95-1) 559 475 / 552 956  
Website: [www.acledamfi.com.mm](http://www.acledamfi.com.mm)