



>> 1455 – 1470 <<

Sideways pattern: The SET Index is likely to move sideways in today's trading session, as positive factors – rising oil prices, hopes for China's stimulus policies and Thailand's property stimulus measures – are likely to be tempered by a stall in investment and a reduction in risk positions ahead of the US presidential election.

Trading ideas

- 1) **Tourism and related sectors:** AAV, AOT, AU, AWC, CPALL, CPAXT, ERW, MBK and MINT
- 2) **Relocation of production base to Thailand:** AMATA, PIN, ROJNA and WHA
- 3) **Defensive plays:** BH, CHG and TTW
- 4) **Hopes for property stimulus measures:** GLOBAL, SC and SIRI
- 5) **Anticipations of additional economic stimulus measures from China:** IVL, PTTGC, PTTEP, SAPPE, SISB and TOP

Picks of the day

<p>AMATA</p>	<p>Target</p> <p>29.50 / 30.00</p>
	<p>Support</p> <p>28.50</p>
	<p>BUY</p>

- Anticipated strong growth in land sales in 3QFY24
- Significant profit growth expected in 3Q

<p>TOP</p>	<p>Target</p> <p>44.00 / 45.00</p>
	<p>Support</p> <p>42.50</p>
	<p>BUY</p>

- Rising oil prices
- Tourism boost

- **Rebound in energy prices:** hopes for China's demand: The SET Index is likely to be supported by energy stocks following a 2.85% increase in WTI crude price, settling at US\$71.47 per barrel on Mon. This increase followed OPEC+'s decision to delay a planned Dec oil output increase by one month, given weak demand, particularly from China. Oil prices could rise further if China rolls out additional stimulus measures, which could also provide regional stock markets and the SET Index with a boost. Therefore, focus will be on the meeting of the standing committee of the National People's Congress, which started yesterday and runs until Nov 8, where additional stimulus measures could be unveiled. This morning, attention turns to China's Caixin service PMI for Oct, which is expected to increase to 50.5, up from 50.3 in Sep. This represents the 22nd consecutive month of growth in China's service sector.
- **Another property stimulus measure:** The Thai stock market could receive support from domestic factors, particularly the cabinet meeting today, where the Finance Ministry is expected to propose a plan to offer Bt55bn in soft loans for purchasing, renovating, repairing and constructing houses and condo units. This plan is likely to benefit property and related sectors.
- **Reduction in risk position ahead of US presidential election:** We anticipate limited upside for the SET Index as investors await the results of the US presidential election, which is held today. This coincided with a decline in SET Index turnover to Bt28bn yesterday, marking two consecutive days of lower trading volume. The Thai market could also face selling pressure from investors reducing their risk positions amid uncertainty over the election outcome. Several polls indicate a tight race between Vice President Kamala Harris and former President Donald Trump. Meanwhile, focus will be on the release of the US services PMI for Oct tonight.

+ Additional Factors

- (+) The Federation of Thai Capital Market Organization (FETCO) survey in October 2024 revealed that the Investor Confidence Index for the next three months remained in the "extremely bullish" zone for the second consecutive month, standing at 160.66. Investors identified government economic stimulus measures as the most significant factor driving confidence.
- (+) One of the representatives of the Thai Bankers' Association revealed that the association is preparing to introduce financial measures to address household debt in the near future. The target groups will include car and housing loans, as well as SMEs facing difficulties in debt repayment, provided that their outstanding debt has not exceeded one year.
- (-) The Deputy Prime Minister and Minister of Finance remarked on the U.S. presidential election, stating that regardless of whether the winner is Trump or Harris, there will undoubtedly be repercussions. Both candidates' policies are expected to prioritize their own national interests more significantly.

Strategy team

Teerada Charnyingyong - Securities Investment Analyst and Technical Analyst #9501
 Chutikan Santimetvirul - Capital Market Investment Analyst and Technical Analyst #37928
 Pasut Ngowiwachai, CISA - Capital Market Investment Analyst #127632
 Pattharadanai Jaturaporn - Capital Market Investment Analyst #094041

Thanapong Saelo - Assistant Analyst
 Pattharadanai Jaturaporn - Assistant Analyst

Ref.No.: C02567_0210