

Business Overview

The Company generates revenue from holding shares in other companies (Holding Company), operating core business as an integrated packaging solutions provider (The key subsidiary engaging the core business is Siam Kraft Industry Co., Ltd.), which is organized into three main businesses: Integrated Packaging Business, Fibrous Business, and Recycling Business.

Financial Statement

	2024	2023	2022	2021
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Income Statement (MB)

Revenues	133,778.42	130,441.11	147,389.57	126,436.89
Expenses	126,699.18	121,957.62	137,829.99	113,919.04
Net Profit (Loss)	3,699.08	5,248.13	5,800.61	8,294.37

Balance Sheet (MB)

Assets	188,579.58	198,560.67	197,279.65	206,823.74
Liabilities	93,292.99	96,111.33	74,312.91	84,523.80
Shareholders' Equity	76,678.46	77,322.25	97,200.24	96,837.20

Cash Flow (MB)

Operating	13,753.94	21,481.91	17,233.80	7,500.98
Investing	-510.48	-13,059.68	-3,119.23	-30,995.31
Financing	-13,181.24	-8,366.15	-11,601.54	-1,042.31

Financial Ratio

EPS (Baht)	0.86	1.22	1.35	1.93
GP Margin (%)	16.87	17.87	16.62	18.42
NP Margin (%)	2.79	4.16	4.57	7.63
D/E Ratio (x)	0.98	0.94	0.60	0.69
ROE (%)	4.80	6.01	5.98	8.94
ROA (%)	3.61	4.35	4.83	6.80

Business Plan

SCGP's vision is to be a leading multinational consumer packaging solutions provider through innovative and sustainable offerings. The company's business strategies are as follows:

- Pursuing quality growth through merger & partnership and organic expansion.
- Aiming to become a top-of-mind packaging solutions provider through various innovations and sustainable products & services in response to the megatrend.
- Achieving operational excellence
- Operating sustainable businesses in line with ESG principles

Sustainable Development Plan

ESG (Environmental, Social and Governance) continues to be a crucial core of SCGP's business operations. The company aims to reduce greenhouse gas (GHG) emissions by 25% within 2030 compared with the base year 2020, while SCGP also set Net Zero target by 2050. Additionally, SCGP continuously engages with all stakeholders through its sustainability initiatives, which include:

- Increasing proportion of renewable energy usage to reduce reliance on fossil fuels
- Leveraging artificial intelligence (AI) to optimize resource utilization and reduce energy consumption
- Promoting tree plantation to absorb carbon dioxide in line with Natural Climate Solutions (NCS)
- Continuously enhancing the Carbon Footprint of Products (CFP) certification with relevant parties

Business Highlight

- Expanded production capacity of corrugated cartons operation in Thailand**, with an additional capacity of 75,000 tons per year, starting commercialization in March 2024.
- Acquired a 90% stake in VEM (Thailand) Co., Ltd.**, with a total investment of approximately 146 MB to strengthen healthcare packaging and supplies business. Its financial performance was consolidated from July 2024 onwards.
- Completed the additional 44.48% share acquisition in PT Fajar Surya Wisesa Tbk. ("Fajar")** on August 30, 2024, for a total of 652.42 MUSD, equivalent to 22,802 MB. Additionally, the Board of Director approved Fajar's proposal to increase its capital by granting Pre-emptive Rights to the Company's shareholders up to 1,000,000,000 new ordinary shares, to be used for debt reduction and working capital. The extraordinary general meeting of Fajar's shareholders was held on January 22, 2025.
- Signed a memorandum of understanding with Once Medical** on October 1, 2024, to develop solutions for syringes and other medical equipment.

Performance and Analysis

Business Performance Summary

Total revenue from sales was 132,784 MB (+3% YoY), primarily driven by growth in domestic demand, which led to an increase in sales volumes of packaging paper, fiber packaging, consumer and performance packaging, and foodservice packaging. Additionally, the export market improved, especially in consumer-related segments. Furthermore, lower inflation played a significant role in enhancing demand for durable goods.

EBITDA reported at 16,127 MB (-9% YoY) with an EBITDA margin of 12%. Profit for the year amounted to 3,699 MB (-30% YoY) with net profit margin was 3%. The decline in EBITDA and profit was mainly due to the lower performance of packaging paper operations, which were affected by decreasing selling prices amidst rising recovered paper costs, along with significant foreign currency fluctuations in ASEAN, particularly in the third quarter of 2024. Furthermore, the profit for the year included the impact from additional stake in Indonesia operation since September 2024.

Key Milestones

- Growing total sales volume (+2% YoY), utilization rate of packaging paper and local RCP consumption (+4% YoY)
- Increasing the adoption of alternative fuels (AF), resulting in the proportion of AF rose to 38.3% of total energy sources

Risk Management Policy

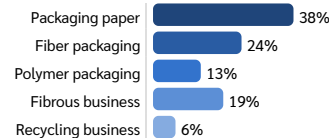
SCGP has established risk management processes that correspond to international standards and integrated these processes into our business operations. The risk management framework includes:

- Strategy and objective setting** with explicit objectives and risk appetite
- Risk management governance and structure** at corporate, business and operational levels
- Risk management process** involving a 3-step process: risk identification, risk assessment, and risk response
- Cultivation of organizational culture in risk management**
- Risk factors and risk management** by identifying and assessing material risks according to risk management frameworks

Recent Awards and Recognitions

- Listed in "SET ESG Rating 2024" rated AAA
- Ranked in the **Top 1% in the Containers & Packaging Industry category from Sustainable 1**
- Evaluated at **Platinum level assessment by EcoVadis**
- Received the "**Best Innovative Company Awards**" in the **category of SET Awards of Honor** in SET Awards 2024

Revenue Structure



Stock Information

SET / INDUS / PKG



as of 30/12/24	SCGP	PKG	SET
P/E (X)	16.92	14.32	19.33
P/BV (X)	1.10	0.97	1.40
Dividend yield (%)	2.81	3.18	3.23

	30/12/24	28/12/23	30/12/22
Market Cap (MB)	84,141.24	154,545.13	244,696.45
Price (B/Share)	19.60	36.00	57.00
P/E (X)	16.92	34.50	32.77
P/BV (X)	1.10	1.99	2.40

CG Report:



Company Rating: Fitch rating - A(tha)/ Stable (as of Jan 2025)

Major Shareholders

as of 31/12/2024

- THE SIAM CEMENT PUBLIC COMPANY LIMITED (72.12%)
- Thai NVDR Company Limited (2.44%)
- สำนักงานประกันสังคม (1.75%)
- บริษัท ทุนคาวลีย์ จำกัด (1.50%)
- กองทุนรวมวายุภักดิ์หนึ่ง (1.46%)
- Others (20.73%)

Company Information and Contact

- <http://www.scgpackaging.com>
- SCGP_invest@scg.com
- 0-2586-2939
- 1 Siam Cement Road, Bangsue, Bangkok 10800
- Other Trading Info. : https://www.settrade.com/C04_01_stock_quote_p1.jsp?txtSymbol=SCGP