

SYNOPSIS

CPF

Neutral

3Q25 profit to drop from lower meat prices

Flash Points

3Q25 normalized profit is estimated at B4.66bn, falling 58%qoq and 29%yoy. Meat prices fell – especially port prices in Thailand, Vietnam, and China – negating lower (feed mill raw material cost). Gross margin is expected at 15.5%, close to 3Q24 but falling from 19.8% in 2Q25.

Shared profit from associates is projected at B2.97bn, falling 17%qoq from CPALL and CTI in low season (lower pork price in China) and falling 19%yoy mainly from CTI (CPALL and CPAXT still growing).

Impact Insight

Pork price in October is expected to fall further. Pork price in Thailand is B54/kg now, lower than cost of pig-growing, but it is unlikely to fall further and probably rise in November–December thanks to high season (festivals, tourism) and Khon La Khrueang.

Meat prices fell more than expected, especially pork price in Thailand. We revise down normalized profit forecast by 11% to B27.8bn (growing 49%yoy) in 2025 and by 35% to B19.2bn (falling 31%yoy) in 2026. We expect CPF's 2026 profit to return to a normal level (close to 2024), given 2026 average pork price in Thailand at B70/kg (versus B73 in 2025, and B70 in 2024) and 2026 gross margin at 14.6% (down from 17.2% expected in 2025).

Execution

We downgrade to Neutral. 2026 fair value is B24.50, showing 7% upside. We cut PBV from 1x to 0.9x (based on book value excluding subordinated perpetual debentures). 4Q25 profit depends on meat prices.

CPF announced a share repurchase at the amount up to 350 million shares (4.2% of total paid-up capital) and the value up to B8bn, from October 8, 2025 to April 7, 2026. CPF should have more limited downside. If meat prices rise, short-term speculation is advisable.

Technical Chart



Price Trend: Sideways

Support: 21.80

Resist: 24.70 / 26.50

Source: ASPS Research

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Current Price (B)	22.90
Target Price (B)	24.50
Upside (%)	7.0
Dividend Yield (%)	4.3

Consensus Analysis

EPS (B)	ASPS	IAA Cons	% diff
2025F	3.23	3.56	-9%
2026F	2.28	2.64	-14%

Source: ASPS Research

Global Peers

Stock	Market Cap (M USD)	PE		PBV		Div Yield	
		2025F	2026F	2025F	2026F	2025F	2026F
THAI UNION GROUP	49,345.20	12.98	11.75	1.09	1.05	4.8%	5.1%
CHAROEN POK FOOD	189,590.40	6.39	7.99	0.70	0.68	6.7%	5.4%
GFPT PCL	12,475.52	5.60	5.67	0.59	0.54	2.9%	2.8%
BETAGRO PUBLIC C	35,271.82	4.74	7.63	1.05	0.99	8.0%	4.8%
THAIFOODS GROUP	28,835.69	3.90	5.17	1.39	1.22	12.4%	9.3%
ASIAN SEA CORP P	6,091.00	9.62	9.49	0.90	0.86	5.5%	5.5%
WH GROUP LTD	418,099.89	8.36	8.22	1.11	1.03	6.9%	10.7%
NH FOODS LTD	123,663.20	22.55	17.57	1.10	1.07	2.3%	2.7%
LEONG HUP INTERN	17,444.85	6.40	6.40	0.83	0.75	4.1%	4.1%
PILGRIM'S PRIDE	294,871.05	6.98	8.59	2.30	2.04	24.0%	18.4%
TYSON FOODS-A	601,183.54	13.50	13.12	0.99	0.96	3.8%	4.0%

Source: Bloomberg

Key Financial Forecast

Ending Dec 31	2023	2024	2025F	2026F	2027F
Net Profit	(5,207)	19,558	27,178	19,207	20,240
Normalized Profit	(17,749)	18,672	27,820	19,207	20,240
EPS (B)	(0.62)	2.32	3.23	2.28	2.41
Normalized EPS (B)	(2.11)	2.22	3.31	2.28	2.41
PER (x)	NA	9.9	7.1	10.0	9.5
DPS (B)	-	1.00	1.45	1.00	1.05
Dividend Yield (%)	0.0%	4.4%	6.4%	4.3%	4.6%
BVS (B)	28.46	29.24	30.54	30.40	30.22
PBV (x)	0.8	0.8	0.7	0.8	0.8
EV/EBITDA (x)	15.3	8.8	8.6	10.2	10.0
ROE (%)	-2.1%	8.1%	10.8%	7.5%	7.9%

Source: ASPS Research

ESG Assessment

SET ESG Ratings	AAA
CG Score	Excellent
Anti-corruption Certification	yes

Source: SET

Warning

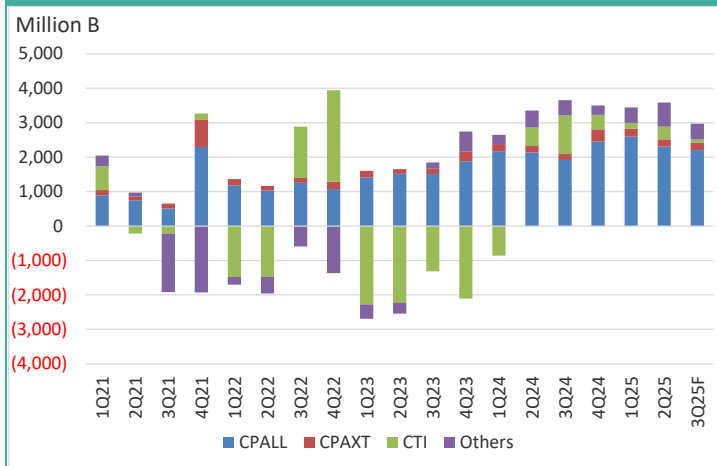
Investments involve risks. Please carefully review the product details, conditions of returns, and risks before making any investment decisions.

Earnings Results by Quarter

Million B	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25	3Q25F	% QoQ	% YoY	9M25F	9M24	% YoY
Sales	140,037	149,498	142,703	148,509	144,175	147,595	138,520	-6.1%	-2.9%	430,290	432,238	-0.5%
Cost of Sales	(123,228)	(126,484)	(120,756)	(125,236)	(117,508)	(118,385)	(117,049)	-1.1%	-3.1%	(352,943)	(370,469)	-4.7%
Gross Profit	16,809	23,013	21,947	23,274	26,667	29,210	21,471	-26.5%	-2.2%	77,347	61,769	25.2%
SG&A	(12,178)	(12,760)	(12,624)	(12,873)	(12,241)	(13,042)	(12,467)	-4.4%	-1.2%	(37,749)	(37,562)	0.5%
Shared Profit from Associates	1,792	3,352	3,655	3,500	3,443	3,587	2,973	-17.1%	-18.7%	10,003	8,799	13.7%
Normalized Profit	358	5,595	6,547	6,172	8,573	10,994	4,662	-57.6%	-28.8%	24,230	12,499	93.8%
Net Profit	1,152	6,925	7,309	4,173	8,549	10,377	4,662	-55.1%	-36.2%	23,588	15,386	53.3%
EPS (B)	0.14	0.82	0.87	0.50	1.02	1.23	0.55	-55.1%	-36.2%	2.80	1.83	53.4%
Gross Margin (%)	12.0%	15.4%	15.4%	15.7%	18.5%	19.8%	15.5%			18.0%	14.3%	
SG&A/Sales (%)	8.7%	8.5%	8.8%	8.7%	8.5%	8.8%	9.0%			8.8%	8.7%	
Net Profit Margin (%)	0.8%	4.6%	5.1%	2.8%	5.9%	7.0%	3.4%			5.5%	3.6%	
Normalized Profit Margin (%)	0.3%	3.7%	4.6%	4.2%	5.9%	7.4%	3.4%			5.6%	2.9%	

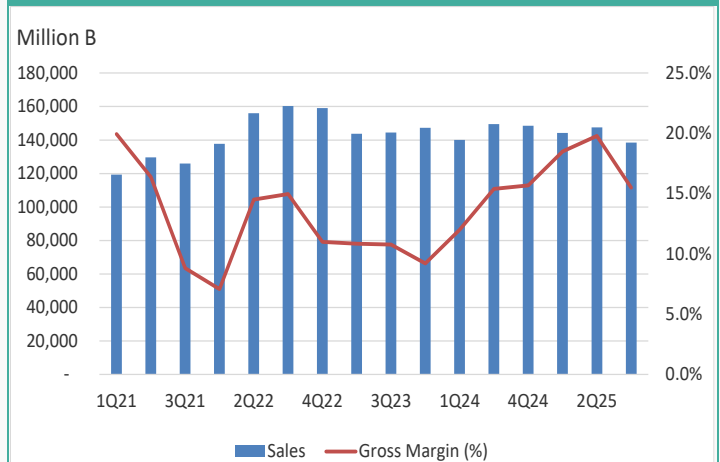
Source: ASPS Research

Quarterly Shared Profit from Associates



Source: CPF, ASPS Research

Sales & Gross Margin



Source: CPF, ASPS Research

Forecast Revision

Million B	New		Old		% Change	
	2025F	2026F	2025F	2026F	2025F	2026F
Forecast						
Net Profit	27,178	19,207	31,400	29,567	-13.4%	-35.0%
Normalized Profit	27,820	19,207	31,400	29,567	-11.4%	-35.0%
Normalized EPS (B)	3.31	2.28	3.73	3.51	-11.4%	-35.0%
BVS (B)	30.54	30.40	31.00	31.68	-1.5%	-4.0%
BVS excl. Perp Bond (B)	27.34	27.20	27.80	28.48		
PBV (x)		0.90				
Fair Value (B)		24.50				
Assumption						
Sales	568,020	579,690	590,756	602,188	-3.8%	-3.7%
Shared Profit from Associates	13,396	14,245	12,621	13,910	6.1%	2.4%
Interest Expense	(24,730)	(25,195)	(25,597)	(26,245)	-3.4%	-4.0%
Gross Margin (%)	17.2%	14.6%	18.0%	16.8%	-0.8%	-2.2%
SG&A/Sales (%)	8.9%	8.8%	8.7%	8.7%	0.1%	0.2%
Effective Tax Rate (%)	22.5%	20.0%	25.0%	20.0%	-2.5%	0.0%

Source: ASPS Research

Key Risk

- 1) A drop in chicken and pork prices will pressure CPF's sales revenue and net profit.
- 2) If CPF cannot raise selling prices in line with rising feed mill raw material cost (corn and soybean meal), profit margin will drop.
- 3) THB appreciation against USD will pressure CPF's net profit.

Source: ASPS Research

2025-2027 Earnings Forecast

Income Statement (Million B)					Statement of Cash flows (Million B)				
Ending Dec 31	2024	2025F	2026F	2027F	Ending Dec 31	2024	2025F	2026F	2027F
Sales	580,747	568,020	579,690	591,420	Cash flows from operating activities				
Cost of sales	(495,704)	(470,468)	(495,309)	(505,332)	Net profit	22,299	27,178	19,207	20,240
Gross profit	85,043	97,552	84,382	86,088	Depreciation & Amortization	25,746	16,581	17,247	17,914
SG&A	(50,434)	(50,270)	(51,013)	(52,045)	Unrealized Fx gain/loss	-	64	-	-
Interest expense	(24,575)	(24,730)	(25,195)	(25,915)	Increase / Decrease in operating activities	(7,956)	(10,075)	(424)	2,198
Shared profit from associates	12,299	13,396	14,245	15,713	Net cash flows from operating activities	65,140	37,172	38,405	42,854
Other income	4,721	4,450	4,558	4,586	Cash flows from investing activities				
Earnings before tax	27,053	40,398	26,977	28,427	Increase / Decrease in related investment	(5,397)	(8,448)	(14,503)	(15,228)
Income tax	(5,640)	(9,091)	(5,395)	(5,685)	Increase / Decrease in fixed assets	(15,569)	(20,000)	(20,000)	(20,000)
Minority interest	(2,741)	(3,488)	(2,374)	(2,502)	Others	5,230	-	-	-
Normalized profit	18,672	27,820	19,207	20,240	Net cash flows from investing activities	(14,493)	(32,466)	(46,503)	(48,228)
Fx gain / loss	547	(64)	-	-	Cash flows from financing activities				
Sales of investment	162	39	-	-	Increase / Decrease in loans	(21,732)	15,000	15,000	15,000
Other extra items	178	(617)	-	-	Increase / Decrease in capital & share premium	-	-	-	-
Net profit	19,558	27,178	19,207	20,240	Dividend paid	-	(12,241)	(8,374)	(8,805)
EPS	2.32	3.23	2.28	2.41	Net cash flows from financing activities	(50,289)	2,759	6,626	6,195
Normalized EPS	2.22	3.31	2.28	2.41	Fx impact	(730)	-	-	-
Sales growth (%)	-0.9%	-2.2%	2.1%	2.0%	Increase / Decrease in net cash	(372)	7,465	(1,472)	821
Net profit growth (%)	-475.6%	39.0%	-29.3%	5.4%					
Gross profit margin (%)	14.6%	17.2%	14.6%	14.6%					
Net profit margin (%)	3.4%	4.8%	3.3%	3.4%					
Quarterly Income Statement (Million B)					Balance Sheet (Million B)				
	3Q24	4Q24	1Q25	2Q25	Ending Dec 31	2024	2025F	2026F	2027F
Sales	142,703	148,509	144,175	147,595	Cash & Deposits	24,944	32,409	30,937	31,758
Cost of sales	(120,756)	(125,236)	(117,508)	(118,385)	Trade accounts receivable	40,674	40,573	41,406	42,244
Gross profit	21,947	23,274	26,667	29,210	Inventories	64,771	65,343	68,793	70,185
SG&A	(12,624)	(12,873)	(12,241)	(13,042)	Net PP&E	255,585	259,004	261,757	263,843
Interest expense	(6,031)	(6,086)	(6,092)	(6,015)	Total assets	876,724	904,980	923,047	939,788
Shared profit from associates	3,655	3,500	3,443	3,587	Trade account payable	34,840	33,605	35,379	36,095
Other income	1,639	824	1,132	1,111	Current liabilities	263,334	257,187	259,047	259,851
Earnings before tax	8,585	8,638	12,909	14,851	Total liabilities	583,500	597,348	614,208	630,013
Income tax	(1,059)	(1,985)	(3,255)	(2,854)	Minority shareholders' equity	47,183	50,671	53,045	55,546
Minority interest	(979)	(480)	(1,081)	(1,002)	Shareholders' equity	246,041	256,960	255,793	254,229
Normalized profit	6,547	6,172	8,573	10,994	Paid-up capital	8,414	8,414	8,414	8,414
Fx gain / loss	34	74	159	(223)	Share premium	59,626	59,626	59,626	59,626
Sales of investment	36	217	1	38	Retained earning	141,124	156,061	166,894	178,330
Other extra items	-	277	-	-	Legal reserves	4,596	4,596	4,596	4,596
Net profit	7,309	4,173	8,549	10,377	Shareholders' reserves	136,528	151,465	162,298	173,734
Sales growth (%yoy)	-1.2%	0.8%	3.0%	-1.3%	Total liabilities & shareholders' equity	876,724	904,980	923,047	939,788
Net profit growth (%yoy)	-503.6%	3346.4%	642.1%	49.9%					
Gross profit margin (%)	15.4%	15.7%	18.5%	19.8%					
Net profit margin (%)	5.1%	2.8%	5.9%	7.0%					
Key Financial Ratio					Key Assumptions				
Ending Dec 31	2024	2025F	2026F	2027F	Ending Dec 31	2024	2025F	2026F	2027F
Current Ratio (x)	0.76	0.84	0.84	0.83	Revenue Structure				
Quick Ratio (x)	0.25	0.28	0.28	0.29	- Domestic	37.4%	37.5%	37.2%	37.0%
Account Receivables Turnover (x)	13.99	14.00	14.00	14.00	- Overseas	62.6%	62.5%	62.8%	63.0%
Inventory Turnover (x)	7.38	7.20	7.20	7.20	Gross Margin (%)				
Account Payable Turnover (x)	13.89	14.00	14.00	14.00	- Domestic	14.3%	17.7%	14.6%	14.6%
Debt / Equity (x)	1.60	1.55	1.60	1.64	- Overseas	14.7%	16.8%	14.6%	14.6%
ROAA (%)	2.2	3.1	2.1	2.2	SG&A/Sales (%)	8.68%	8.85%	8.80%	8.80%
ROAE (%)	8.1	10.8	7.5	7.9	Normalized profit margin (%)	3.22%	4.90%	3.31%	3.42%

Source: ASPS Research