

True Move H Universal Communication Co., Ltd.

No. 83/2023
3 August 2023

CORPORATES

Company Rating: A+
Issue Ratings:
Senior unsecured A+
Outlook: Stable

Last Review Date: 01/03/23

Company Rating History:

Date	Rating	Outlook/Alert
01/03/23	A+	Stable
24/05/22	BBB+	Alert Positive
15/06/15	BBB+	Stable

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RATIONALE

TRIS Rating affirms the company rating on True Move H Universal Communication Co., Ltd. (TUC) and the ratings on TUC's senior unsecured debentures at "A+" with a "stable" outlook. At the same time, TRIS Rating assigns "A+" rating to the senior unsecured debentures which were transferred from dtac TriNet Co., Ltd. (DTN) as a result of the merger between the company and DTN, totaling THB32.74 billion.

The ratings on TUC are equal to the company rating on TRUE Corporation PLC (TRUE, rated "A+/stable"). This reflects our assessment of TUC's group status as a core subsidiary of TRUE.

TRUE announced the completion of the merger of its subsidiaries, TUC and DTN on 3 August 2023. TUC as the surviving entity shall retain its status as a juristic person and assume all of the assets, liabilities, rights, duties, and responsibilities of DTN, which has ceased to be a juristic person by operation of law. TRUE expects the merger will combine the strengths of TUC and DTN, improving operational and network efficiencies and enhancing customer experience. At the same time, TRUE aims to introduce various innovations to further accelerate and create more value to all stakeholders. We estimate the combined assets of TUC to be approximately THB505 billion, accounting for about 65% of TRUE's total assets.

TUC is a wholly-owned subsidiary of TRUE and serves as the group's flagship company. TUC operates license-based wireless communication services and holds TRUE's core operating assets. We believe TUC will continue to be a core part in TRUE's integrated telecom services strategy over the long term. We estimate TUC's combined operations to remain a significant source of revenue and profit for TRUE, contributing approximately 65% of earnings before interest, taxes, depreciation, and amortization (EBITDA) of the group.

Our assessment also takes into consideration the expected operational integration, alignment of strategies and financial policy, as well as the company's reputation in the market. Given the important role of TUC and the strong linkages between TUC and TRUE, we believe TRUE will provide extraordinary support to TUC in times of stress.

RATING OUTLOOK

The "stable" outlook follows TRUE's credit rating outlook and our expectation that TUC will maintain its status as a core subsidiary of TRUE. We believe TUC will continue to represent a core component of TRUE's revenue and business profile.

RATING SENSITIVITIES

Based on TRIS Rating's "Group Rating Methodology", the rating on TUC as a core subsidiary of TRUE, is equal to the rating assigned to TRUE. TUC's ratings and/or outlook could be revised in accordance with any changes in the ratings on TRUE. Any change in our view regarding the level of support TUC will likely receive from TRUE, or any changes in TUC's status compared to other subsidiaries or affiliates of TRUE could also trigger a negative rating action.

RELATED CRITERIA

- Group Rating Methodology, 7 September 2022
- Corporate Rating Methodology, 15 July 2022
- Key Financial Ratios and Adjustments for Corporate Issuers, 11 January 2022
- Issue Rating Criteria, 15 June 2021

True Move H Universal Communication Co., Ltd. (TUC)

Company Rating: A+

Issue Ratings:

TUC23NA: THB1,500 million senior unsecured debentures due 2023	A+
TUC23DA: THB4,545.10 million senior unsecured debentures due 2023	A+
TUC241A: THB11,073.90 million senior unsecured debentures due 2024	A+
TUC243A: THB4,181.90 million senior unsecured debentures due 2024	A+
TUC245A: THB2,789.50 million senior unsecured debentures due 2024	A+
TUC245B: THB2,886.80 million senior unsecured debentures due 2024	A+
TUC245C: THB1,460.30 million senior unsecured debentures due 2024	A+
TUC246A: THB200 million senior unsecured debentures due 2024	A+
TUC24NA: THB1,200 million senior unsecured debentures due 2024	A+
TUC252A: THB3,733.70 million senior unsecured debentures due 2025	A+
TUC255A: THB2,306.10 million senior unsecured debentures due 2025	A+
TUC256A: THB18,476.80 million senior unsecured debentures due 2025	A+
TUC25NA: THB3,820.20 million senior unsecured debentures due 2025	A+
TUC262A: THB1,523.60 million senior unsecured debentures due 2026	A+
TUC262B: THB5,363.30 million senior unsecured debentures due 2026	A+
TUC262C: THB1,840 million senior unsecured debentures due 2026	A+
TUC265A: THB2,652.20 million senior unsecured debentures due 2026	A+
TUC26DA: THB7,477.20 million senior unsecured debentures due 2026	A+
TUC275A: THB1,376.40 million senior unsecured debentures due 2027	A+
TUC27NA: THB3,643.50 million senior unsecured debentures due 2027	A+
TUC282A: THB3,456.10 million senior unsecured debentures due 2028	A+
TUC28NA: THB6,419 million senior unsecured debentures due 2028	A+
TUC295A: THB2,575.80 million senior unsecured debentures due 2029	A+
Up to THB9,187.90 million senior unsecured debentures due within 7 years	A+

Debentures transferred from DTN

DTN239A: THB2,761.70 million senior unsecured debentures due 2023	A+
DTN241A: THB3,781.90 million senior unsecured debentures due 2024	A+
DTN244A: THB442 million senior unsecured debentures due 2024	A+
DTN247A: THB644.30 million senior unsecured debentures due 2024	A+
DTN249A: THB184 million senior unsecured debentures due 2024	A+
DTN257A: THB4,755 million senior unsecured debentures due 2025	A+
DTN257B: THB1,979 million senior unsecured debentures due 2025	A+
DTN259A: THB479.90 million senior unsecured debentures due 2025	A+
DTN267A: THB560 million senior unsecured debentures due 2026	A+
DTN267B: THB113 million senior unsecured debentures due 2026	A+
DTN269A: THB96.90 million senior unsecured debentures due 2026	A+
DTN274A: THB3,936 million senior unsecured debentures due 2027	A+
DTN277A: THB1,554.80 million senior unsecured debentures due 2027	A+

DTN279A: THB1,370 million senior unsecured debentures due 2027	A+
DTN279B: THB215 million senior unsecured debentures due 2027	A+
DTN289A: THB265.80 million senior unsecured debentures due 2028	A+
DTN28DA: THB2,110.20 million senior unsecured debentures due 2028	A+
DTN297A: THB908.50 million senior unsecured debentures due 2029	A+
DTN299A: THB1,796 million senior unsecured debentures due 2029	A+
DTN309A: THB2,126.20 million senior unsecured debentures due 2030	A+
DTN317A: THB1,171.30 million senior unsecured debentures due 2031	A+
DTN319A: THB1,485 million senior unsecured debentures due 2031	A+

Rating Outlook:	Stable
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TRIS Rating Co., Ltd.

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