

VIETNAM DAILY

[Market Commentary]

Stocks rallied on the third consecutive day of no new COVID-19 cases

[Futures/ETFs]

Futures rose alongside global stock markets while the US dollar sinks to two-year lows

[Market Movers]

HPG

[Macro/Strategy]

August Industrial Production;
September Rebalancings

[Company Updates]

Aviation

September 1, 2020

| | Index | Chg (%, bp) |
|---------------------|----------|----------------|
| Ho Chi Minh | 891.73 | +1.14 |
| VN30 | 832.03 | +0.98 |
| VN30 futures | 837.40 | +1.61 |
| Hanoi | 125.41 | +0.45 |
| HNX30 | 233.13 | +0.45 |
| UPCoM | 58.80 | -0.03 |
| USD/VND | 23,175 | +0.04 |
| 10-yr govt bond (%) | 2.89 | -0 |
| Overnight rate (%) | 0.17 | +6 |
| Oil (WTI, \$) | 43.06 | +1.06 |
| Gold (LME, \$) | 1,988.83 | +1.07 |



Market Commentary

VNIndex 891.73P (+1.14%)
Volume (mn shrs) 285.5 (-12.2%)
Value (U\$mn) 258.9 (-5.2%)

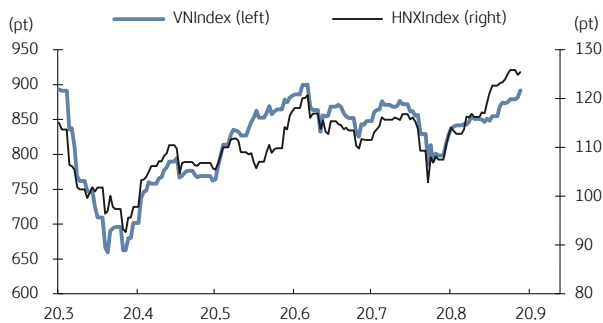
HNXIndex 125.41P (+0.45%)
Volume (mn shrs) 44.2 (-19.0%)
Value (U\$mn) 22.0 (-17.9%)

UPCoM 58.80P (-0.03%)
Volume (mn shrs) 16.4 (-41.3%)
Value (U\$mn) 9.6 (-27.8%)

Net foreign buy (U\$mn) -8.6

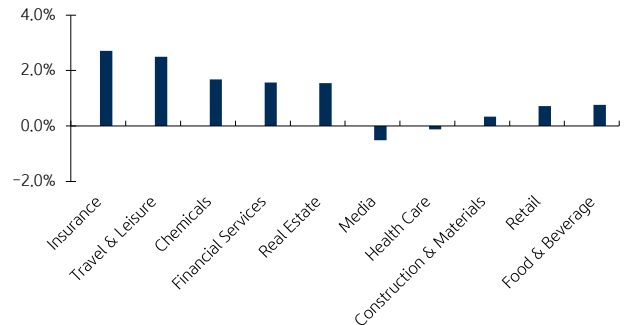
Stocks rallied on the third consecutive day of no new COVID-19 cases. The VN30 basket saw 24 gainers and only four laggards. Large caps in the ETF basket FUEFVND (+0.8%) like VietinBank (CTG, +1.8%) & Gemadep (GMD, +1.3%) rose while waiting for the large disbursement from the CTBC Vietnam Equity Fund. Retailers Mobileworld (MWG, +0.4%) & Phu Nhuan Jewelry (PNJ, +1.7%) traded higher thanks to good control of COVID-19. Vietnam Airlines (HVN, +3.1%) & Vietjet Aviation (VJC, +2.4%) also joined the market rallies on expectations of the reopening of flights to South Korea and Japan. The news about August public disbursement reaching four-year highs helped infrastructure developers like Fecon (FCN, +1.0%), Hoa Binh Construction (HBC, +0.8%) and steel companies like Hoa Phat Group (HPG, +1.0%) & Hoa Sen Group (HSG, +4.4%) post gains today. Foreign investors net-sold in Vietcombank (VCB, Unch), Hoa Phat Group (HPG, +1.0%) & Vinhomes (VHM, +0.3%).

VN Index & HNX Index



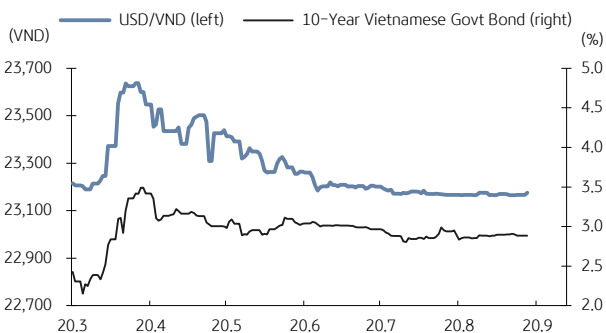
Source: Bloomberg, KB Securities Vietnam

VN Index sector performance



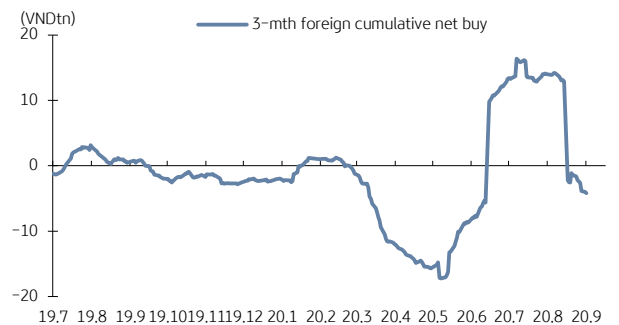
Source: Bloomberg, KB Securities Vietnam

USD/VND & 10-year government bond rates



Source: Bloomberg, KB Securities Vietnam

Vietnam - 3-mth cumulative net foreign buy



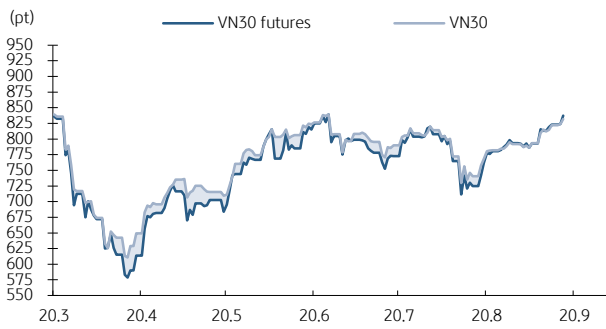
Source: FiinPro, KB Securities Vietnam

Futures/ETFs

| | |
|---------------------|-------------------------|
| VN30 | 832.03P (+0.98%) |
| VN30 futures | 837.4P (+1.61%) |
| Open | 821.7P |
| High | 838.0P |
| Low | 821.0P |
| | |
| Contracts | 144,312 (+2.6%) |

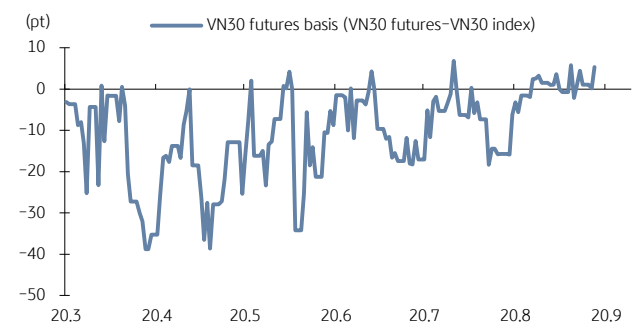
Futures rose alongside global stock markets while the US dollar sinks to two-year lows. The basis opened at minus 2.53 bps, and then gradually increased and closed at a high of 5.37 bps when investors increased long positions in the auction given rising Dow futures. Foreigners continued to be net sellers, and trading volumes were flat and healthy.

VN30 futures & VN30 index



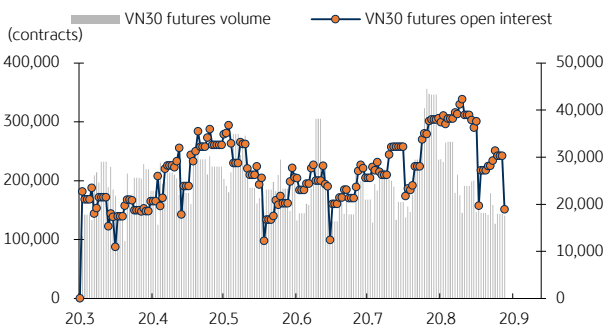
Source: Bloomberg, KB Securities Vietnam

Front month VN30 futures basis



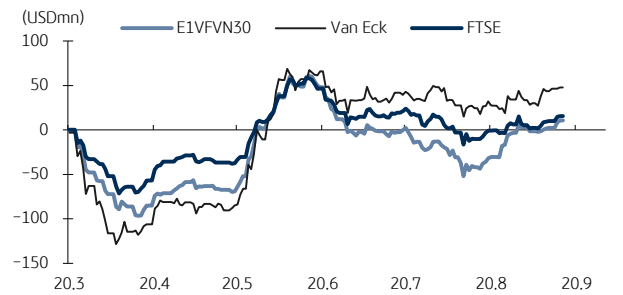
Source: Bloomberg, KB Securities Vietnam

VN30 futures volume & open interest



Source: Bloomberg, KB Securities Vietnam

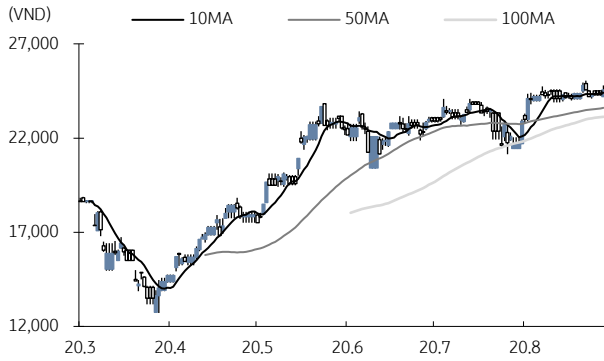
Vietnam ETFs - 3-mth cumulative net buy



Source: FiinPro, KB Securities Vietnam

Market Movers

Hoa Phat Group (HPG)



Source: Bloomberg, KB Securities Vietnam

- HPG closed up 1% to VND24,800
- HPG sold 320,000 tons of finished construction steel (up 65% YoY) in August, of which 54,000 tons were exported to foreign markets (3 times higher than the same period). Domestic steel consumption recorded a surge in the South with 76,000 tons of steel (doubled the figure in August 2019).
- The company also signed contracts to sell 1.5 million tons of steel billets until November 2020, to both domestic and foreign markets.

September Rebalancings

FTSE Vietnam & MVIS estimated changes

GEX likely to be added in the FTSE Vietnam Index

Only PV Drilling & Well Services (PVD) fell slightly short of meeting the free-float adjusted market capitalization requirement and puts the stock at risk of removal. The number of constituents comprising the FTSE Vietnam index may increase in the September rebalancing after Gelex (GEX) met all inclusion requirements. All changes will become effective on Monday, September 21 or after the close of business on Friday, September 18.

MVIS Vietnam Index likely to remain unchanged in the September rebalancing

All constituents met all inclusion requirements during the current review. Changes to the MVIS Vietnam Index take effect on Monday, September 21 or after the close of business on Friday, September 18.

Estimated flow impact for September:

Buys – VJC, VIC, STB, VCB, GEX

Sells – MSN, VRE, PLX, NVL, SSI

We expect VJC to benefit the most from the upcoming rebalancing, with an estimated USD4.96 million in buying or 2.6 trading days' worth of stock. FTSE will announce quarterly changes to the FTSE Vietnam index on September 4 and the MVIS Vietnam index will publish changes on September 11. We estimate the impact to individual stocks from the September balancing based on the AUM of ETFs benchmarked against both indices. Currently, the AUM of the FTSE Vietnam ETF index sits at USD231 million and the VanEck Vectors Vietnam ETF sits at USD379 million. Stocks benefitting from additional buying include: VJC, VIC, STB, VCB, GEX. Stocks coming under selling pressure include: MSN, VRE, PLX, NVL, SSI.

Aviation

August flights down 46% YoY

Total flights operated still down 46% YoY in August

— Total flights operated in August fell by 45.7% YoY to 16,413 flights and were down 33.0% MoM from July. Passenger traffic dropped sharply to 2.8 million passengers or down 57.8% YoY. Covid-19 return is the main reason for the sharp decline in the demand for domestic travel.

Commercial flights with Korea and Japan will soon be resumed

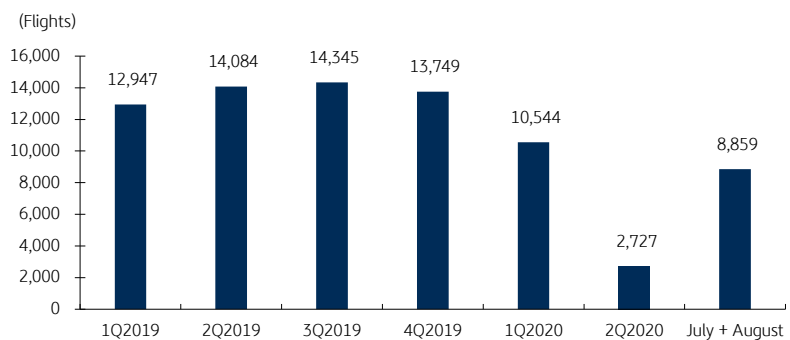
— Recently, the Prime Minister requested the Ministry of Transport to handle the resume of commercial routes between Vietnam and Japan and South Korea, which are high safety places. In 2019, the number of passengers from Japan and Korea accounts for 30% of the total number of international passengers entering Vietnam so that the resume will affect significantly to aviation recovery.

Domestic airlines ask for government loan of USD1.07 – 1.16 billion

— The Vietnam Aviation Business Association has proposed the Government lend domestic Airline a credit package of USD1.07 – 1.16 billion with a preferential interest rate for 3 – 4 years. VABA also recommended for the extension of aviation service charge until end of 2021. If this proposal is approved, the cash flow to maintain the airline’s business is temporarily be resolved.

Strong recovery took place in 3Q2020 thanks to a sharp increase in tourism demand in July. KBSV expects that if the Covid-19 is controlled, total flights in September 2020 will maintain or increase slightly compared to August.

Fig 1. Total Vietnam Flights in 2019–2020



Source: CAA, KBSV

September 1, 2020

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August Industrial Production

Clear impacts of Covid-19 second wave

August PMI continues to fall further below 50

— Vietnam's PMI fell further below the neutral threshold of 50 points in August – only posted at 45.7 points from 47.6 points in July. The second outbreak of the Covid-19 in Vietnam at the end of July led to weakening domestic demand and reflecting in the decline of new orders and output from all three broad sectors. Meanwhile, new export orders contracted for the seventh consecutive month, showing that exporting companies continue to face many difficulties in finding new orders. Comparing PMI figure in the region, countries with good Covid-19 control such as China, Taiwan, and South Korea recorded the highest PMI in recent months with recovery in new export sales, while Southeast Asian countries have not seen any significant improvement.

August industrial production also posted a negative growth rate

— Vietnam's industrial production index (IIP) declined by 0.6% YoY, of which manufacturing sector posted at -0.1% YoY. Among the secondary industries, notably the electronics IIP fell sharply in August (-2.4% YoY) after two consecutive increase in June and July as Samsung completed the launch of their new flagship phone lines. Other key industries such as clothes and auto production did not see much improve while pharmaceuticals maintained a strong rise (+44.2%).

Industrial production expects to slightly recover in September

— The recent suppression of second wave of Covid-19 in Vietnam and the recovery in new export orders in large partner countries such as China, Taiwan and Korea are positive signals for Vietnam's manufacturing sector, especially consumer goods and intermediaries. We expect both September PMI and IIP will recover slightly, though it will still much depend on how Covid-19 spread will progress in the month

KBSV Model Portfolio

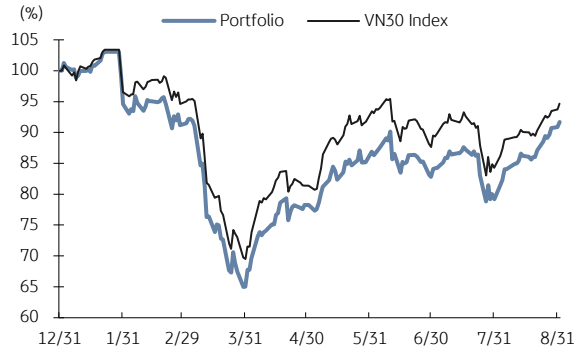
KBSV Research Team

Investment approach:

- Seeks to outperform the VN30 Index by identifying the most attractive stocks within our coverage universe over the next 3 months
- Employs a risk-managed exit strategy that sets a profit target of +30% and stop loss of -15%
- Uses an equal-active-weight (with monthly rebalancing method) approach that allocates 100% of the portfolio to stocks that, at times, can include a VN30 index ETF

| | VN30 Index | Master Portfolio |
|--------------|------------|------------------|
| Daily return | 0.98% | 0.90% |
| Cum. return | -5.35% | -8.32% |

Performance vs VN30 Index



KBSV domestic model portfolio

| Ticker | Inclusion date | Close 20/09/01 | Daily return (%) | Cumulative return (%) | Main investment catalysts |
|--------------------------------|----------------|----------------|------------------|-----------------------|---|
| Mobile World (MWG) | 19/08/09 | 93,800 | 0.4% | -19.1% | - Optimizing revenue from DMG & TGDD chains - BHX expects to reach break-even point soon at stores and distribution centers - In the long term, BHX aims to capture 10-15% of the food retail market |
| Nam Long Invest (NLG) | 19/06/03 | 27,650 | 0.2% | 3.2% | - Leader in mid- to high-end housing & Japanese partners for large urban area (UA) projects - Largest urban area developer (Mizuki Park UA, Akari City UA & Waterpoint US) |
| Phu Nhuan Jewelry (PNJ) | 19/03/22 | 61,000 | 1.7% | -20.4% | - Strong topline supported by transaction volumes (2018 +34% & ASPs (2018 +5%) - Strongest customer base to capture lucrative watch segment (5% of sales by 2022E) - Core business activities growing again after the "ERP" incident |
| Military Bank (MBB) | 18/12/18 | 18,100 | 0.8% | -8.2% | - Military Insurance Corporation (MIC) non-life premiums to boost 2019 non-bank income - Retail loan mix (M credit) supports 4% NIM against pricing competition (ACB/MBB) - M credit work-in-progress but low-cost funding from Shinsei triples key cash loan mkt |
| Refrig Elec Eng (REE) | 18/10/11 | 37,000 | 0.3% | 8.8% | - Office lease management & E-town Central occupancy generates stable cash flow - Strategic investments in utility industry provides stable/long-term dividend stream |
| FPT Corp (FPT) | 18/09/06 | 49,900 | 0.8% | 49.1% | - Software outsourcing foothold in Japan/US/Asia-Pacific/EU drives 25% overseas CAGR - Telecoms stable 15% growth/solid subscriber growth & profitable Pay-TV from 2020E - 20%+ earnings momentum by 2020E |
| Vietin Bank (CTG) | 20/01/31 | 26,150 | 1.8% | 7.2% | - Building on strong earnings recovery in 2019 & optimistic outlook for 2020 - Growing expectations for capital increase in 2020 to offset loan-growth concerns - Already improved asset quality and benign credit risks for 2020 |
| Vietjet (VJC) | 19/02/05 | 105,500 | 2.4% | -18.3% | - nCoV outbreak impact meaningful but short-lived & fully-reflected in stock price - Lower fuel costs silver lining to offset lower passenger volumes - Growth prospects intact as Long Thanh airport project schedule pulled forward |
| Hoa Pha Group (HPG) | 19/12/04 | 24,800 | 1.0% | 26.9% | - Steel consumption starts to rebound - Construction steel prices show signs of rising again - Increased capacity from Dung Quat project helps HPG expand market share |
| Kinhbac City Development (KBC) | 20/03/09 | 13,650 | -0.4% | -0.4% | - Strong pricing for upcoming land sales after Trang Due urban land sales in 4Q19 - Beneficiary of more production facilities from EU companies after EU-Vietnam FTA - Re-location of supply chains from China after COVID-19 scare |

Source: Bloomberg, KB Securities Vietnam

Market Monitors

Ho Chi Minh – Net foreign buys/sells

| Ticker | Chg (%) | For. own (%,-1d) | Net buy (VND bn) |
|--------|---------|------------------|------------------|
| PLX | 0.8% | 15.0% | 63.0 |
| BVH | 3.2% | 28.2% | 13.2 |
| GEX | 6.3% | 15.8% | 12.2 |
| GAS | 1.8% | 3.3% | 11.2 |
| VNM | 1.8% | 58.5% | 9.5 |

| Ticker | Chg (%) | For. own (%,-1d) | Net sell (VND bn) |
|--------|---------|------------------|-------------------|
| VCB | 0.0% | 23.7% | -88.2 |
| HPG | 1.0% | 35.3% | -62.9 |
| VHM | 0.3% | 20.6% | -62.6 |
| MSN | -0.7% | 38.4% | -46.1 |
| BID | 1.1% | 17.7% | -14.3 |

Source: FinPro, KB Securities Vietnam

Hanoi – Net foreign buys/sells

| Ticker | Chg (%) | For. own (%,-1d) | Net buy (VND bn) |
|--------|---------|------------------|------------------|
| LHC | -0.9% | 23.4% | 0.5 |
| VCG | -0.9% | 0.4% | 0.4 |
| PVI | -0.6% | 54.4% | 0.2 |
| SD5 | 3.8% | 3.2% | 0.2 |
| SRA | -0.7% | 2.2% | 0.1 |

| Ticker | Chg (%) | For. own (%,-1d) | Net sell (VND bn) |
|--------|---------|------------------|-------------------|
| SHS | 0.9% | 6.0% | -1.3 |
| VCS | 0.8% | 3.1% | -0.6 |
| PVS | 1.6% | 10.6% | -0.3 |
| BIJ | 12.5% | 6.1% | -0.3 |
| LAS | 1.8% | 1.5% | -0.2 |

Source: FinPro, KB Securities Vietnam

Sectors – Top 5 best/worst weekly performance

| Top 5 best performers | Chg (%) | Key stocks |
|-----------------------|---------|------------|
| Insurance | 7.5% | BVH, BIC |
| Retail | 5.9% | MWG, PET |
| Travel & Leisure | 5.9% | VJC, HVN |
| Oil & Gas | 5.1% | PLX, PVD |
| Media | 3.6% | YEG, PNC |

| Top 5 worst performers | Chg (%) | Key stocks |
|--------------------------|---------|------------|
| Health Care | -0.7% | DHG, PME |
| Automobiles & Parts | -0.1% | TCH, CSM |
| Real Estate | 0.6% | VHM, DXG |
| Construction & Materials | 0.7% | CTD, VGC |
| Basic Resources | 1.3% | DHC, DLG |

Source: Bloomberg, KB Securities Vietnam

Sectors – Top 5 best/worst monthly performance

| Top 5 best performers | Chg (%) | Key stocks |
|-----------------------------|---------|------------|
| Retail | 19.2% | MWG, DGW |
| Oil & Gas | 19.0% | PLX, PVD |
| Chemicals | 16.1% | GVR, DPM |
| Insurance | 13.5% | BVH, BMI |
| Industrial Goods & Services | 11.9% | APH, GEX |

| Top 5 worst performers | Chg (%) | Key stocks |
|------------------------|---------|------------|
| Real Estate | 4.0% | NVL, VHM |
| Health Care | 6.3% | TRA, DBD |
| Automobiles & Parts | 6.4% | CTF, HTL |
| Media | 7.6% | PNC, YEG |
| Banks | 7.8% | VCB, STB |

Source: Bloomberg, KB Securities Vietnam

Vietnam – Focus stocks

| Sector | Code | Company name | Price | Mkt cap (VNDbn, USDmn) | Trading value (VNDmn, USDmn) | For avail (%-1d) | P/E(X) | | EPS CAGR (%) | ROE(%) | | P/B(X) | | Performance(%) | | | |
|-----------------------------------|------|------------------|---------|------------------------------|---------------------------------------|------------------------|--------|------|--------------------|--------|------|--------|-----|----------------|------|------|-------|
| | | | | | | | 20E | 21E | | 20E | 21E | 20E | 21E | 1D | 1W | 1M | YTD |
| Real estate | VIC | VINGROUP JSC | 92,700 | 313,551 (13,530) | 44,644 (1.9) | 22.9 | 48.4 | 36.7 | 21.9 | 7.9 | 8.8 | 3.6 | 3.3 | 3.0 | 1.9 | 5.9 | -19.4 |
| | VHM | VINHOMES JSC | 78,700 | 258,885 (11.171) | 122,273 (5.3) | 28.4 | 9.6 | 8.4 | 34.8 | 38.3 | 30.6 | 3.0 | 2.3 | 0.3 | -1.1 | 1.3 | -7.2 |
| | VRE | VINCOM RETAIL JS | 27,250 | 61,921 (2.672) | 60,273 (2.6) | 18.5 | 24.4 | 18.0 | 2.7 | 9.1 | 11.7 | 2.2 | 2.0 | 0.9 | 1.1 | 8.6 | -19.9 |
| | NVL | NOVA LAND INVES | 63,000 | 61,162 (2.639) | 96,187 (4.2) | 32.5 | 16.7 | 17.4 | 1.8 | 14.3 | 11.9 | 2.4 | - | -1.3 | 0.2 | -3.2 | 5.9 |
| | KDH | KHANGDIEN HOUSE | 24,450 | 13,663 (590) | 11,096 (0.5) | 5.5 | 12.7 | 10.6 | 14.3 | 14.2 | 15.7 | 1.7 | 1.5 | 0.4 | -0.6 | 12.4 | -4.6 |
| | DXG | DATXANH GROUP | 9,880 | 5,121 (221) | 45,607 (2.0) | 13.1 | 7.3 | 4.8 | -29.0 | 8.4 | 14.0 | 0.6 | 0.5 | 2.1 | -2.7 | 12.5 | -31.9 |
| Banks | VCB | BANK FOR FOREIGN | 83,000 | 307,837 (13,283) | 72,965 (3.1) | 6.3 | 18.3 | 15.3 | 11.8 | 19.9 | 19.6 | 3.1 | 2.6 | 0.0 | -1.1 | 8.6 | -8.0 |
| | BID | BANK FOR INVESTM | 41,400 | 166,512 (7.185) | 38,758 (1.7) | 12.3 | 34.3 | 20.5 | -8.6 | 9.1 | 12.3 | 2.2 | 2.0 | 1.1 | 4.8 | 13.0 | -10.3 |
| | TCB | VIETNAM TECHNOLO | 21,700 | 75,953 (3,277) | 44,728 (1.9) | 0.0 | 7.5 | 6.3 | 3.6 | 15.6 | 15.5 | 1.1 | 0.9 | 1.9 | 1.9 | 19.6 | -7.9 |
| | CTG | VIETNAM JS COMM | 26,150 | 97,367 (4,201) | 112,217 (4.8) | 0.0 | 14.1 | 11.5 | 18.7 | 10.2 | 11.4 | 1.2 | 1.1 | 1.8 | 5.9 | 23.3 | 25.1 |
| | VPB | VIETNAM PROSPERI | 23,400 | 57,043 (2,461) | 84,367 (3.6) | 0.0 | 7.3 | 6.3 | 1.6 | 16.7 | 16.2 | 1.1 | 1.0 | 0.2 | 1.7 | 15.8 | 17.0 |
| | MBB | MILITARYCOMMERC | 18,100 | 43,647 (1,883) | 78,651 (3.4) | 0.0 | 6.1 | 5.1 | 8.0 | 18.0 | 17.8 | 0.9 | 0.8 | 0.8 | 0.3 | 14.9 | -13.0 |
| | HDB | HDBANK | 28,500 | 27,529 (1,188) | 24,843 (1.1) | 9.3 | 6.9 | 6.0 | 19.5 | 20.2 | 20.1 | 1.2 | 1.0 | 0.5 | 1.1 | 19.0 | 3.4 |
| | STB | SACOMBANK | 11,300 | 20,381 (879) | 88,497 (3.8) | 14.3 | 12.5 | 7.9 | 1.6 | 6.5 | 9.3 | - | - | 0.9 | 0.4 | 11.9 | 12.4 |
| | TPB | TIEN PHONG COMME | 23,400 | 19,108 (825) | 2,967 (0.1) | 0.0 | 6.7 | 5.3 | 26.3 | 22.5 | 20.2 | 1.2 | 1.0 | 4.0 | 4.2 | 13.6 | 11.2 |
| | EIB | VIETNAM EXPORT-I | 17,200 | 21,146 (912) | 3,639 (0.2) | 0.1 | 37.0 | 35.5 | -6.9 | 3.6 | 3.6 | 1.3 | 1.3 | -0.3 | 1.5 | 3.9 | -3.4 |
| Insurance | BVH | BAOVIET HOLDING | 51,500 | 38,230 (1,650) | 34,588 (1.5) | 20.8 | 33.4 | 26.5 | -0.7 | 6.3 | 7.7 | 2.0 | 1.9 | 3.2 | 8.6 | 27.5 | -24.9 |
| | BMI | BAOMINH INSURANC | 24,200 | 2,211 (095) | 7,103 (0.3) | 14.1 | - | - | - | 8.2 | 9.1 | 1.0 | 0.9 | -0.4 | 0.0 | 21.0 | -2.4 |
| Securities | SSI | SSI SECURITIES C | 15,100 | 9,074 (392) | 59,771 (2.6) | 51.4 | 10.4 | 8.4 | -16.8 | 9.0 | 10.6 | 0.9 | 0.8 | 1.3 | 0.7 | 11.4 | -3.0 |
| | VCI | VIETCAPITAL SEC | 25,950 | 4,263 (184) | 15,919 (0.7) | 71.1 | 9.3 | 7.2 | -24.9 | 11.1 | 13.0 | 1.0 | 0.9 | 3.0 | 11.4 | 29.4 | -12.0 |
| | HCM | HOCHI MINH CITY | 18,800 | 5,736 (248) | 43,075 (1.9) | 49.2 | 12.9 | 8.0 | -22.5 | 11.0 | 17.1 | 1.3 | 1.2 | 1.3 | 2.5 | 13.9 | -11.9 |
| | VND | VNDIRECT SECURIT | 12,150 | 2,534 (109) | 6,816 (0.3) | 13.8 | 10.9 | 6.9 | -19.1 | 7.4 | 11.2 | 0.8 | 0.7 | 0.8 | 2.5 | 8.5 | -15.6 |
| Consumer staples | VNM | VIETNAM DAIRYP | 123,200 | 214,538 (9,257) | 140,666 (6.1) | 41.5 | 20.8 | 19.5 | 6.2 | 37.6 | 38.2 | 7.2 | 6.4 | 1.8 | 5.0 | 15.1 | 5.8 |
| | SAB | SAIGON BEER ALCO | 190,000 | 121,843 (5,258) | 26,314 (1.1) | 36.8 | 30.0 | 26.0 | -1.0 | 20.9 | 23.2 | 6.0 | 5.4 | -0.8 | 1.9 | 13.1 | -16.7 |
| | MSN | MASANGROUP CORP | 54,600 | 64,138 (2,768) | 68,204 (2.9) | 10.6 | 71.2 | 26.8 | -56.9 | 2.4 | 6.2 | 1.4 | 1.5 | -0.7 | 1.9 | 8.1 | -3.4 |
| | HNG | HOANGANH GIA LA | 12,250 | 13,580 (586) | 12,115 (0.5) | 48.7 | - | - | - | - | - | - | - | 0.4 | -0.4 | 2.5 | -11.9 |
| Industrials (transport) | VJC | VIETJET AVIATION | 105,500 | 55,265 (2,385) | 38,012 (1.6) | 12.2 | - | 16.0 | - | 8.9 | 21.4 | 3.4 | 3.2 | 2.4 | 6.0 | 11.6 | -27.8 |
| | GMD | GEMADEPT CORP | 23,000 | 6,829 (295) | 14,807 (0.6) | 0.0 | 17.8 | 15.9 | -54.7 | 6.9 | 7.5 | 1.1 | 1.1 | 1.3 | 0.0 | 25.7 | -1.3 |
| | CII | HOCHI MINH CITY | 18,700 | 4,466 (193) | 20,398 (0.9) | 34.1 | 13.0 | 11.7 | 108.8 | 7.7 | 7.9 | 0.9 | 0.9 | 1.1 | 3.0 | 7.5 | -16.9 |
| Industrials (capital goods) | ROS | FLC FAROS CONSTR | 2,250 | 1,277 (055) | 16,171 (0.7) | 46.4 | - | - | - | - | - | - | - | 1.4 | 0.0 | 7.7 | -87.0 |
| | GEX | VIETNAM ELECTRIC | 23,600 | 11,091 (479) | 116,443 (5.0) | 33.2 | 28.9 | 12.4 | -20.9 | 10.5 | 13.6 | - | - | 6.3 | 6.3 | 27.6 | 22.0 |
| | CTD | COTECCONS CONSTR | 75,000 | 5,722 (247) | 53,610 (2.3) | 2.1 | 9.9 | 9.9 | -37.9 | 6.7 | 7.0 | 0.7 | 0.7 | -1.6 | -8.2 | 12.3 | 46.2 |
| | REE | REE | 37,000 | 11,472 (495) | 16,346 (0.7) | 0.0 | 7.5 | 6.7 | -9.9 | 13.4 | 14.0 | 1.0 | 0.9 | 0.3 | 0.4 | 14.0 | 1.9 |

Source: Bloomberg, KB Securities Vietnam

Vietnam – Focus stocks

| Sector | Code | Company name | Price | Mkt cap (VNDbn, USDmn) | Trading value (VNDbn, USDmn) | For avail (%, -1d) | P/E (X) | | EPS CAGR (%) | ROE (%) | | P/B (X) | | Performance (%) | | | |
|---------------------------|------|------------------|---------|------------------------------|---------------------------------------|--------------------------|---------|------|--------------------|---------|------|---------|-----|-----------------|------|------|-------|
| | | | | | | | 20E | 21E | | 20E | 21E | 20E | 21E | 1D | 1W | 1M | YTD |
| Utilities | GAS | PETROVIETNAM GAS | 75,400 | 144,312 (6,227) | 42,892 (1.9) | 45.7 | 19.3 | 15.1 | -18.6 | 15.5 | 19.2 | 2.9 | 2.7 | 1.8 | 2.2 | 15.1 | -19.5 |
| | NT2 | PETROVIETNAM NHO | 22,800 | 6,564 (283) | 6,369 (0.3) | 30.4 | 9.4 | 9.2 | -2.8 | 16.8 | 17.4 | 1.5 | 1.5 | 0.7 | 0.9 | 12.0 | 5.3 |
| | PPC | PHA LAI THERMAL | 23,650 | 7,582 (327) | 4,040 (0.2) | 32.8 | 8.1 | 8.6 | -8.9 | 15.5 | 14.5 | 1.2 | 1.2 | 0.6 | -1.7 | 2.8 | -12.1 |
| Materials | HPG | HOA PHAT GRP JSC | 24,800 | 82,169 (3,546) | 294,437 (12.7) | 13.7 | 8.6 | 7.3 | 4.2 | 18.1 | 19.4 | 1.5 | 1.3 | 1.0 | 1.0 | 14.3 | 26.6 |
| | DPM | PETROVIETNAM FER | 16,550 | 6,477 (279) | 55,462 (2.4) | 37.8 | 10.8 | 11.5 | -0.7 | 8.8 | 7.9 | 0.8 | 0.8 | 0.3 | 6.1 | 21.2 | 27.8 |
| | DCM | PETROCA MAU FER | 9,300 | 4,923 (212) | 17,088 (0.7) | 47.2 | - | - | - | - | - | - | - | 0.1 | 2.4 | 17.7 | 43.1 |
| | HSG | HOA SEN GROUP | 11,800 | 5,243 (226) | 104,343 (4.5) | 39.0 | 6.3 | 6.4 | 45.8 | 14.4 | 12.5 | 0.8 | 0.7 | 4.4 | 0.9 | 24.2 | 58.6 |
| | AAA | ANPHAT BIOPLAST | 12,500 | 2,640 (114) | 37,313 (1.6) | 97.6 | 5.9 | 6.7 | 45.6 | 13.3 | 10.5 | 0.7 | 0.6 | -0.4 | 2.0 | 14.7 | -1.6 |
| Energy | PLX | VIETNAM NATIONAL | 52,900 | 63,788 (2,752) | 51,262 (2.2) | 5.0 | 51.4 | 18.9 | -40.0 | 5.8 | 15.1 | 2.6 | 2.3 | 0.8 | 5.0 | 25.4 | -5.5 |
| | PVD | PETROVIETNAM DRI | 11,450 | 4,822 (208) | 62,337 (2.7) | 36.9 | 44.9 | 23.0 | -15.6 | 0.9 | 0.8 | 0.4 | 0.3 | 1.8 | 7.0 | 27.4 | -23.9 |
| | PVT | PETROVIET TRANSP | 11,900 | 3,349 (145) | 18,597 (0.8) | 27.8 | 7.8 | 6.8 | -18.0 | 9.2 | 9.9 | 0.6 | 0.6 | 2.6 | 9.2 | 27.3 | -29.2 |
| Consumer discretionary | MWG | MOBILEWORLD INV | 93,800 | 42,461 (1,832) | 74,358 (3.2) | 0.0 | 12.0 | 9.4 | 9.5 | 26.4 | 27.0 | 2.7 | 2.3 | 0.4 | 7.1 | 25.9 | -17.7 |
| | PNJ | PHU NHUAN JEWELR | 61,000 | 13,733 (593) | 35,899 (1.5) | 0.0 | 15.6 | 13.1 | -1.8 | 21.3 | 23.2 | 2.7 | 2.5 | 1.7 | 2.2 | 18.2 | -29.1 |
| | YEG | YEAH1 GROUP CORP | 51,500 | 1,520 (066) | 636 (0.0) | 69.3 | 21.6 | 15.8 | -28.1 | 6.7 | 8.5 | 1.4 | 1.3 | -1.0 | 3.4 | 12.2 | 39.2 |
| | FRT | FPT DIGITAL RETA | 23,950 | 1,892 (082) | 13,154 (0.6) | 13.4 | 16.0 | 10.8 | -41.1 | 9.1 | 12.6 | 1.3 | 1.2 | 0.6 | -2.2 | 17.4 | 13.8 |
| | PHR | PHUOC HOA RUBBER | 57,600 | 7,805 (337) | 85,667 (3.7) | 36.2 | 7.4 | 7.1 | 29.4 | 36.8 | 29.8 | 2.6 | 2.3 | 1.9 | -0.9 | 15.2 | 50.8 |
| Healthcare | DHG | DHG PHARMACEUTIC | 104,800 | 13,702 (591) | 1,518 (0.1) | 45.3 | 20.6 | 19.0 | 8.0 | 20.3 | 19.8 | 3.8 | 3.6 | -0.7 | -1.1 | 15.0 | 14.5 |
| | PME | PYMEPHARCO JSC | 69,000 | 5,176 (223) | 3,575 (0.2) | 37.9 | - | - | - | - | - | - | - | 0.9 | -1.1 | 7.8 | 27.1 |
| IT | FPT | FPT CORP | 49,900 | 39,117 (1,688) | 84,135 (3.6) | 0.0 | 11.5 | 9.8 | 18.3 | 23.9 | 25.0 | 2.4 | 2.2 | 0.8 | 2.1 | 12.1 | -1.6 |

Source: Bloomberg, KB Securities Vietnam

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Investment ratings & definitions

Investment Ratings for Stocks

(based on expectations for absolute price gains over the next 6 months)

| Buy: | Hold: | Sell: |
|--------------|--------------|--------------|
| +15% or more | +15% to -15% | -15% or more |

Investment Ratings for Sectors

(based on expectations for absolute price gains over the next 6 months)

| Positive: | Neutral: | Negative: |
|-----------------------|---------------------------------|-------------------------|
| Outperform the market | Perform in line with the market | Underperform the market |

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