

Weekly Market Roundup: No respite

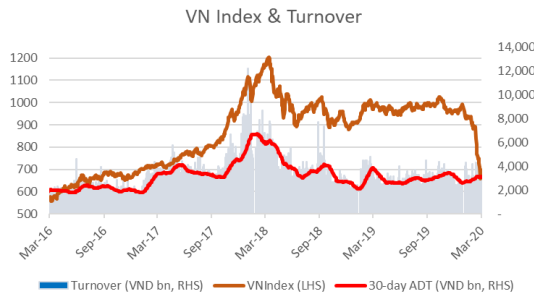
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The VNI fell by -1.9% in VND terms during the week ending March 27, a relatively strong performance vs the blowout declines of the prior two weeks. The main index has now fallen -29% YTD. Breadth on the VNI remained extremely negative, with 276 losers against just 84 gainers during the week. Foreign investors continued to sell down the VNI on a weekly basis, but FINIs turned into net buyers on Friday for the first time since Feb 10. The Vietnamese Dong's official rate fell by 1.1% WoW.



Index, Flows, and FX Performance

- **VNINDEX:** 696 (-1.9% WoW / -27.6% YTD / -28.7% YoY)
- **HNINDEX:** 97 (-4.4% WoW / -5.0% YTD / -9.5% YoY)
- **UPCOM Index:** 49 (-2.1% WoW / -13.7% YTD / -14.6% YoY)
- **Average daily turnover:** US\$149 mn (-6% WoW)
- **Foreigners net sold** US\$59.5 million of VNI constituents.
- **VND:USD rate:** 23,625 (-107bp WoW / -191bp YTD / -181bp YoY)

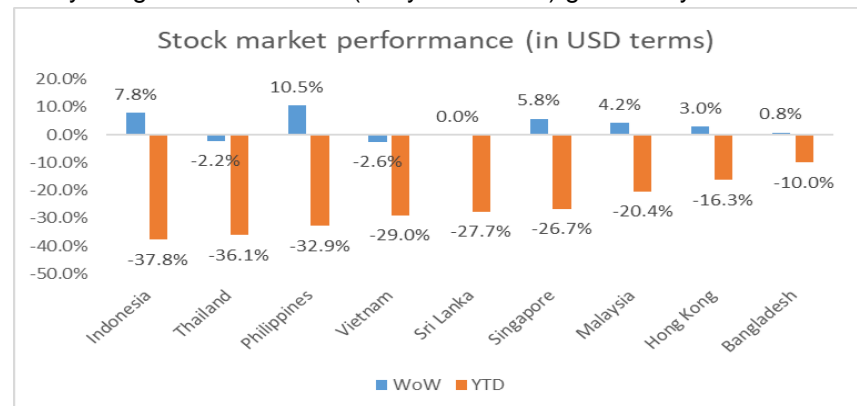
VN30 Components

Ticker	Closing price (VND K)	WoW chg	Cont to VN30 (WoW)	TTM PE (x)
BID	33.0	-0.3%	0%	14
BVH	38.0	9.5%	1%	23
CTD	51.1	-5.0%	0%	6
CTG	19.0	-4.0%	-1%	7
EIB	15.7	-1.6%	-1%	22
FPT	43.1	-9.6%	-12%	9
GAS	58.2	0.5%	0%	10
HDB	18.3	-12.7%	-8%	5
HPG	16.2	-12.9%	-18%	6
MBB	14.6	-8.8%	-9%	4
MSN	49.3	0.2%	0%	11
MWG	63.3	-18.0%	-17%	7
NVL	52.0	2.0%	2%	15
PLX	39.5	-2.7%	-1%	11
PNJ	51.9	-5.6%	-3%	10
POW	7.6	-9.9%	-2%	7
REE	28.0	-6.0%	-1%	5
ROS	3.8	-28.2%	-1%	12
SAB	129.6	2.9%	1%	18
SBT	13.6	-7.8%	-1%	27
SSI	12.4	-10.8%	-2%	7
STB	8.2	-16.2%	-12%	6
TCB	16.0	-7.8%	-14%	6
VCB	64.1	4.2%	4%	13
VHM	60.0	-6.0%	-7%	9
VIC	86.8	5.2%	11%	38
VJC	96.9	-5.9%	-8%	12
VNM	94.1	4.6%	12%	17
VPB	19.6	-7.1%	-12%	6
VRE	20.4	0.0%	0%	16

Source: Bloomberg, Yuanta Vietnam

VN30 outperformers included VNM (+4.6% WoW), which is set to hold conference calls this afternoon and tomorrow, as well as VIC (+5.2% WoW after a wild ride), and VCB (+4.2% WoW). Laggards include HPG (-12.7%), MWG (-18.0%), and FPT (-9.6%). MSN was flat (+0.2%) despite heavy net foreign selling of US\$19m last week.

Vietnam underperformed the region last week as ASEAN peers finally caught a bid amid the (likely short-term) global rally.



Source: Bloomberg

Market outlook. Last week hardly felt like a reprieve despite Wednesday's strength. We expect greater pressure on share prices in the next few weeks given the grim outlook for global news. We have argued that stock markets are likely to recover far in advance of real economic activity; however, that turning point is not now, in our view.

In this environment, we believe investors should focus on quality and preferably a domestic focus. On that note, Tanh Tran upgraded his recommendation on VCB to **BUY** – this is not a “market bottom” call, but rather emphasizes our strategic call to focus on quality.

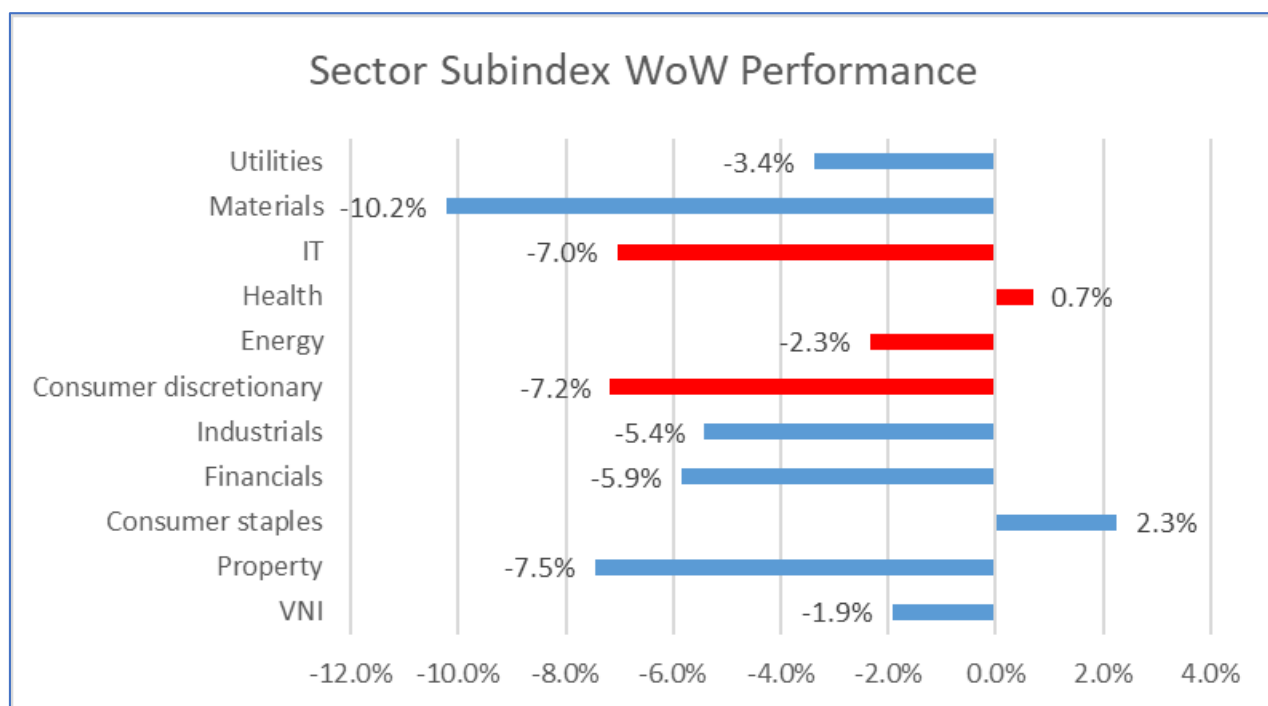
Yuanta Vietnam Coverage Universe

Sector	Company	Stock code	Market cap (USDm)	3-month ADT (USDm)	Yuanta Rating	Current price (VND)	Target price (VND)	Up (down) side	2019E Dividend yield	12-m TSR*
Banks	BIDV	BID VN	5,618	2.0	SELL	33,000	37,300	13%	2.4%	15%
	HD Bank	HDB VN	744	1.9	Hold-Underperform	18,250	30,970	70%	0.0%	70%
	MB Bank	MBB VN	1,490	5.5	BUY	14,600	28,694	97%	4.6%	101%
	Sacombank	STB VN	627	4.2	BUY	8,210	14,049	71%	0.0%	71%
	Vietcombank	VCB VN	10,063	3.7	Hold-Outperform	64,100	92,035	44%	1.3%	45%
	Vietnam Prosperity Ban	VPB VN	2,017	3.8	BUY	19,550	25,530	31%	0.0%	31%
Brokers	HCM City Securities	HCM VN	160	0.9	BUY	12,350	29,931	142%	7.7%	150%
	Saigon Securities	SSI VN	271	1.5	Hold-Underperform	12,350	23,525	90%	7.7%	98%
	Viet Capital Securities	VCI VN	111	0.0	Hold-Outperform	15,900	32,437	104%	7.8%	112%
	VNDirect Securities	VND VN	101	0.2	BUY	11,450	13,231	16%	5.2%	21%
Energy	PV POW	POW VN	755	1.1	BUY	7,620	17,457	129%	3.9%	133%
	PV NT2	NT2 VN	203	0.2	Hold-Outperform	16,700	29,195	75%	12.0%	87%
	PCC1	PC1 VN	74	0.2	BUY	11,000	24,092	119%	0.0%	119%
Consumer	Masan Group	MSN VN	2,439	3.4	BUY	49,300	84,143	71%	0.0%	71%
	Phu Nhuan Jewelry	PNJ VN	495	2.5	Hold-Underperform	51,900	86,300	66%	3.9%	70%
	Digiworld	DGW VN	33	0.5	Hold-Outperform	18,400	31,574	72%	6.4%	78%
Oil & GAS	PV Drilling	PVD VN	138	1.8	Hold-Outperform	7,760	10,429	34%	0.0%	34%
Property	Nam Long	NLG VN	215	0.6	BUY	20,300	36,400	79%	2.5%	82%
	Novaland	NVL VN	2,134	1.1	Hold-Ourperform	52,000	65,073	25%	0.0%	25%
	Khang Dien	KDH VN	448	0.3	BUY	19,450	31,081	60%	2.6%	62%
	Vinhomes	VHM VN	8,354	2.6	BUY	60,000	94,862	58%	1.7%	60%
Transport	Airports Corp Vietnam	ACV VN	4,055	0.3	Hold-Underperform	44,000	76,400	74%	2.0%	76%

*Note: TSR = Total shareholder return over the next 12 months inclusive of expected share price change and dividends.

Stock ratings and pricing data is as of close on Mar 27, 2020.

Source: Bloomberg, Yuanta Vietnam



Source: Bloomberg

Recent Institutional Research Publications

[VCB \(Upgrade to BUY\): Lower earnings but attractive valuation \(Mar 27\)](#)

[Yuanta Asian Regional Monthly \(Mar 24\)](#)

[Strategy: Combating COVID-19 -- Vietnam \(Mar 23\)](#)

[Strategy: Combating COVID-19 – Thailand \(Mar 23\)](#)

[Strategy: Combating COVID-10 – Indonesia \(Mar 23\)](#)

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[Strategy: SSC approves VN Diamond ETF \(Feb 27\)](#)

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[Banks Sector: SBV Orders Banks to Ease Repayment Terms Amid COVID-19 \(Feb 25\)](#)

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[Yuanta Asia Regional Monthly Strategy View \(Feb 20\)](#)

[VNM \(Not Rated\): Conference call takeaways \(Feb 20\)](#)

[NVL \(HOLD-O/P\): Meeting takeaways – Calamity is Man's True Touchstone \(Feb 19\)](#)

[BIDV \(BID VN, Downgrade to SELL\): Enough is enough \(Feb 14\)](#)

[Oil and Gas Sector: Oil Price Spike To Lift Vietnam O&G stocks \(Feb 14\)](#)

[Strategy: 4Q19 margin lending hit a 4-year high \(Feb 13\)](#)

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[PV Power \(POW VN, BUY\): +30% YoY PAT growth in 2019, despite provisioning loss](#)

[Vinhomes \(VHM VN, BUY\): Analyst call takeaways: 4Q19 PBT +78% YoY; 2020 outlook is solid \(Jan 31\)](#)

[Masan \(MSN VN, HOLD-Outperform\): A top-line miss and bottom-line beat in 2019 \(Jan 31\)](#)

[Petrovietnam Nhon Trach 2 \(NT2 VN, HOLD-Outperform\): Preliminary 2019 earnings -3% YoY \(Jan 20\)](#)

[Strategy: Diamonds back in style in 1Q20 \(Jan 20\)](#)

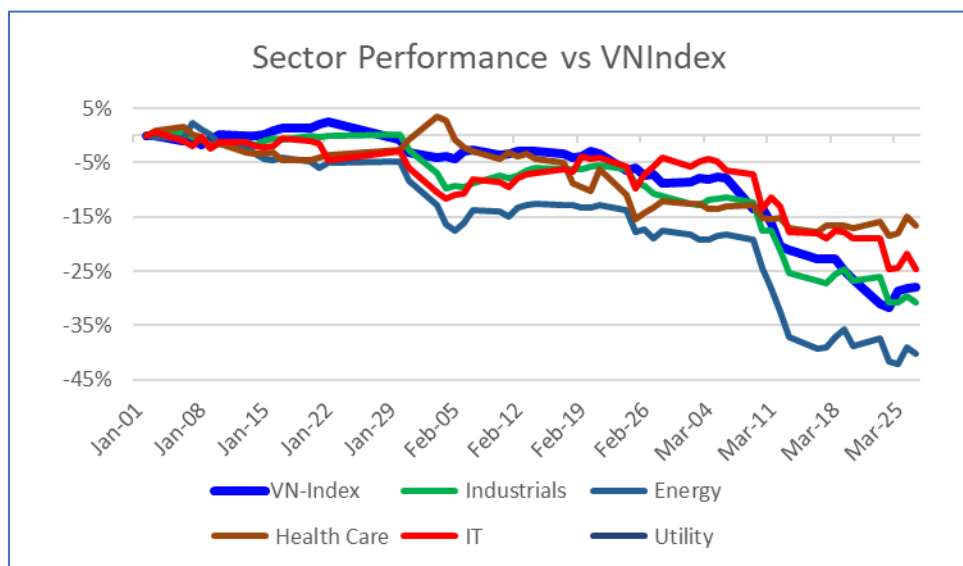
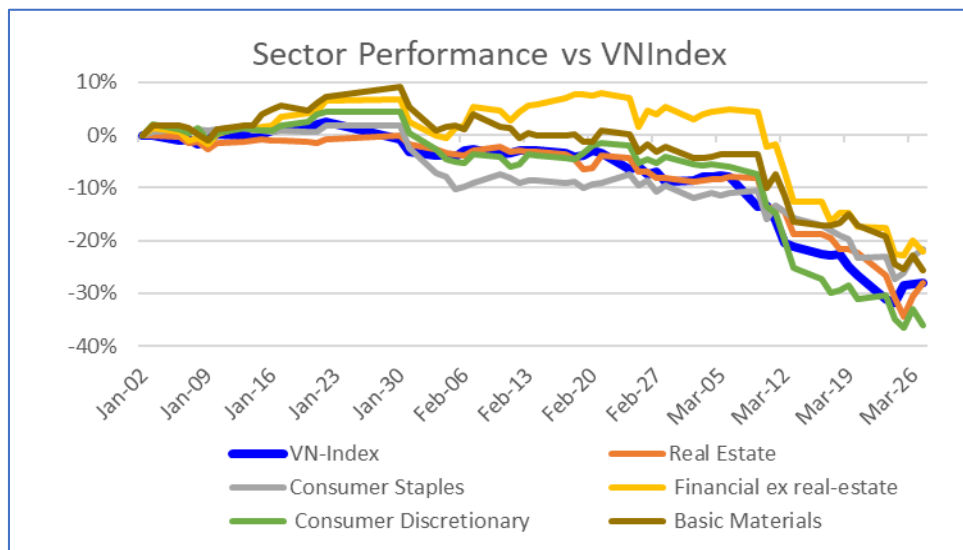
[Asia Commercial Bank \(ACB VN, Not rated\): Analyst meeting takeaways \(Jan 16\)](#)

[Vietnam Prosperity Bank \(VBP, BUY\) Initiation: Regulatory fears are overdone \(Jan 15\)](#)

[Masan \(MSN, HOLD-O/P\): Vincommerce deal conference call takeaways \(Jan 10\)](#)

[Vietnam Macro: Takeaways from the Banking University of HCMC forum \(Jan 7\)](#)

[Phu Nhuan Jewelry \(PNJ VN, HOLD-O/P\): Surging gold price --What is the impact? \(Jan 6\)](#)



Source: Bloomberg

Yuanta Universe: Valuations and ratings

Sector	Stock Code	PER (x)			EPS Growth (%)			PEG (x)			PBV (x)			ROE (%)			ROA (%)		
		2018A	2019P	2020F	2018A	2019P	2020F	2018A	2019F	2020F	2018A	2019F	2020F	2018A	2019F	2020F	2018A	2019F	2020F
Banks	BID VN	20.2	18.5	15.9	8.9	9.1	16.5	2.3	2.0	1.0	2.1	1.7	1.6	11.4	10.5	10.9	0.44	0.47	0.52
	HDB VN	6.0	5.4	4.5	48.1	10.5	20.1	0.1	0.5	0.2	1.1	1.0	1.0	18.0	19.4	22.5	1.40	1.49	1.64
	MBB VN	5.2	4.1	3.5	72.1	25.1	18.1	0.1	0.2	0.2	0.9	0.8	0.7	19.2	20.8	20.8	1.81	2.05	2.19
	STB VN	10.5	7.1	6.2	40.8	47.1	15.5	0.3	0.2	0.4	0.6	0.6	0.5	5.9	8.1	8.6	0.36	0.49	0.52
	VCB VN	17.9	15.5	9.9	79.7	15.7	56.0	0.2	1.0	0.2	3.7	3.0	2.4	22.5	21.2	26.7	1.22	1.31	1.82
	VPB VN	6.5	6.3	4.9	7.2	2.5	27.8	0.9	2.5	0.2	1.4	1.2	1.0	22.8	20.3	21.5	2.45	2.17	2.40
Brokers	HCM VN	2.6	10.5	7.3	26.1	(75.4)	44.5	0.1	(0.1)	0.2	1.2	0.9	0.8	23.1	10.6	12.5	10.39	5.89	7.03
	SSI VN	5.4	7.3	6.0	3.1	(25.3)	21.6	1.7	(0.3)	0.3	0.7	0.7	0.6	14.8	9.3	10.7	5.69	3.41	3.62
	VCI VN	2.8	4.2	4.4	(1.2)	(33.9)	(3.8)	(2.3)	(0.1)	(1.2)	0.7	0.6	0.6	24.7	16.3	14.1	12.51	8.46	6.87
	VND VN	6.3	7.4	7.3	(22.4)	(14.9)	0.2	(0.3)	(0.5)	39.4	0.8	0.8	0.7	13.7	11.3	10.4	3.83	2.95	2.56
Energy	PVD VN	16.6	17.3	65.1	334.6	(4.0)	(73.4)	0.0	(4.4)	(0.9)	0.2	0.2	0.2	1.4	1.4	0.4	0.92	0.90	0.25
	NT2 VN	6.3	6.7	6.4	(2.9)	(5.2)	3.9	(2.2)	(1.3)	1.7	1.3	1.3	1.2	18.0	19.6	19.9	8.31	8.79	10.29
	PC1 VN	3.3	4.9	3.2	120.5	(32.1)	52.4	0.0	(0.2)	0.1	0.5	0.5	0.4	14.3	10.2	14.4	6.82	4.78	6.65
Consumer	MSN VN	10.8	11.9	11.3	67.2	(9.2)	5.6	0.2	(1.3)	2.0	1.9	1.7	1.5	20.7	15.2	14.0	8.78	7.31	7.19
	PNJ VN	9.7	11.3	9.1	(17.2)	(13.6)	24.4	(0.6)	(0.8)	0.4	2.3	1.9	1.5	28.7	27.5	27.9	17.79	17.79	16.93
	DGW VN	6.8	5.4	4.4	37.4	24.5	23.3	0.2	0.2	0.2	1.0	0.9	0.8	15.2	17.1	18.9	5.80	6.12	7.13
Oil & GAS	POW VN	9.3	7.2	5.6	(14.0)	29.6	29.0	(0.7)	0.2	0.2	0.7	0.7	0.7	7.0	9.1	11.1	3.24	4.44	5.97
Property	NLG VN	5.8	8.2	5.3	17.7	(29.6)	54.4	0.3	(0.3)	0.1	0.9	0.9	0.8	16.8	12.9	16.9	9.28	6.66	10.00
	NVL VN	15.1	19.7	15.9	10.0	(23.3)	23.8	1.5	(0.8)	0.7	2.4	2.4	2.4	10.2	11.2	11.1	3.12	3.42	3.33
	KDH VN	11.1	13.1	9.6	40.0	(15.8)	37.0	0.3	(0.8)	0.3	1.2	1.4	1.2	11.7	11.9	14.5	7.92	7.45	8.88
	VHM VN	13.2	11.0	8.6	93.7	20.4	27.1	0.1	0.5	0.3	4.2	3.1	2.4	30.7	30.0	28.7	12.35	11.56	11.88
Transportation	ACV VN	16.3	15.5	14.3	55.1	5.0	8.3	0.3	3.1	1.7	3.0	2.7	2.3	21.2	20.7	18.8	11.97	12.13	11.39

Stock ratings and pricing data is as of close on Mar 27, 2020.

Source: Bloomberg, Yuanta Vietnam



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