

Weekly Market Roundup: Seller capitulation in sight?

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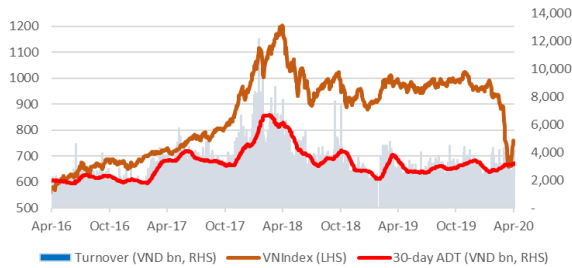
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Vietnam stocks rallied sharply in the week ending April 10, with a strong 55% WoW recovery in turnover and positive market breadth (276 gainers vs 79 losers among the VNI components). However, not all technical indicators were bullish, as foreign investors continued to sell down the market (by another US\$21 million).

VN Index & Turnover



Index, Flows, and FX Performance

- **VNINDEX:** 758 (+8.0% WoW / -21.1% YTD / -22.8% YoY)
- **HNINDEX:** 106 (+8.5% WoW / +3.6% YTD / -1.2% YoY)
- **UPCOM Index:** 50.6 (+3.0% WoW / -10.5% YTD / -10.5% YoY)
- **Average daily turnover:** US\$185mn (+55% WoW)
- **Foreigners net sold** US\$21 million of the 3 indexes' constituents.
- **VND:USD rate:** 23,436 (+7bp WoW / -112bp YTD / -101bp YoY)

VN30 Components

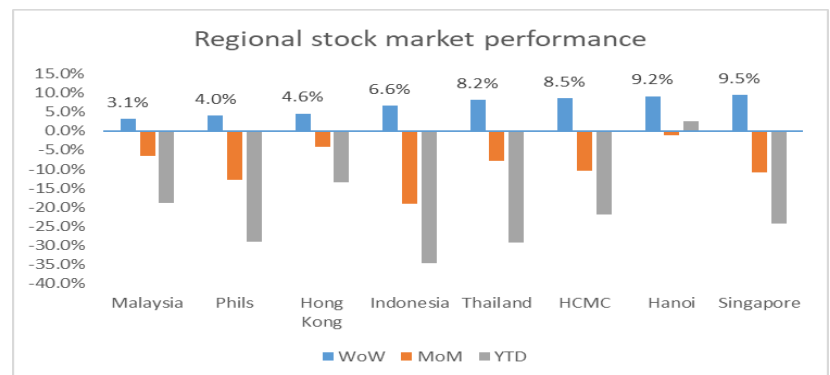
Ticker	Closing price (VND K)	WoW chg	Cont to VN30 (WoW)	TTM PE (x)
BID	36.9	7.6%	1%	16
BVH	46.0	8.7%	1%	28
CTD	53.5	10.9%	1%	6
CTG	19.5	3.5%	1%	8
EIB	15.2	-0.3%	0%	21
FPT	46.4	4.0%	3%	10
GAS	67.1	13.3%	2%	11
HDB	20.0	2.3%	1%	5
HPG	18.8	6.5%	5%	7
MBB	15.6	5.4%	3%	5
MSN	60.2	15.1%	11%	13
MWG	71.7	9.6%	5%	8
NVL	52.0	0.2%	0%	15
PLX	40.8	2.1%	0%	12
PNJ	57.6	11.0%	3%	11
POW	8.5	10.8%	1%	8
REE	30.4	5.2%	1%	6
ROS	4.1	10.2%	0%	13
SAB	141.0	12.8%	3%	19
SBT	13.5	5.5%	1%	27
SSI	13.3	16.4%	2%	9
STB	9.0	7.9%	3%	7
TCB	16.8	5.7%	6%	6
VCB	70.6	7.8%	4%	14
VHM	67.1	16.3%	11%	10
VIC	95.0	4.4%	5%	41
VJC	109.1	9.2%	7%	14
VNM	99.6	4.8%	7%	18
VPB	18.7	6.3%	5%	6
VRE	23.8	22.1%	6%	19

Source: Bloomberg, Yuanta Vietnam. Pricing date: April 10, 2020.

VN30 stocks almost all increased WoW, with only EIB (-0.3%) posting a small decline. VHM (+16%) made the single largest positive contribution, coinciding with the approval of [deferred tax payments](#) for several industries, including property developers. MSN (+15%) was another noteworthy positive index contributor during the week.

O&G/Energy in the spotlight. GAS (+13.3% WoW but still -28% YTD), POW (+10.8% WoW / -25.5% YTD), and PVD (+24% WoW / -38% YTD) bounced sharply. O&G names could be supported by the weekend oil production cut agreement from OPEC-plus if it holds, although power firms may be pressured by EVN's electricity fee cuts.

Vietnam was among the best performers regionally last week.



Market outlook. It was a welcome reprieve, but whether the rally can be sustained may depend on a return of foreign buyers. FINIs have been [net sellers](#) almost continuously since last August, but a recovery of global risk appetites and Vietnam's attractive macro story (and now-cheap valuations) could catalyze a reversal of this trend – this might help to convince us that the market has bottomed sustainably.

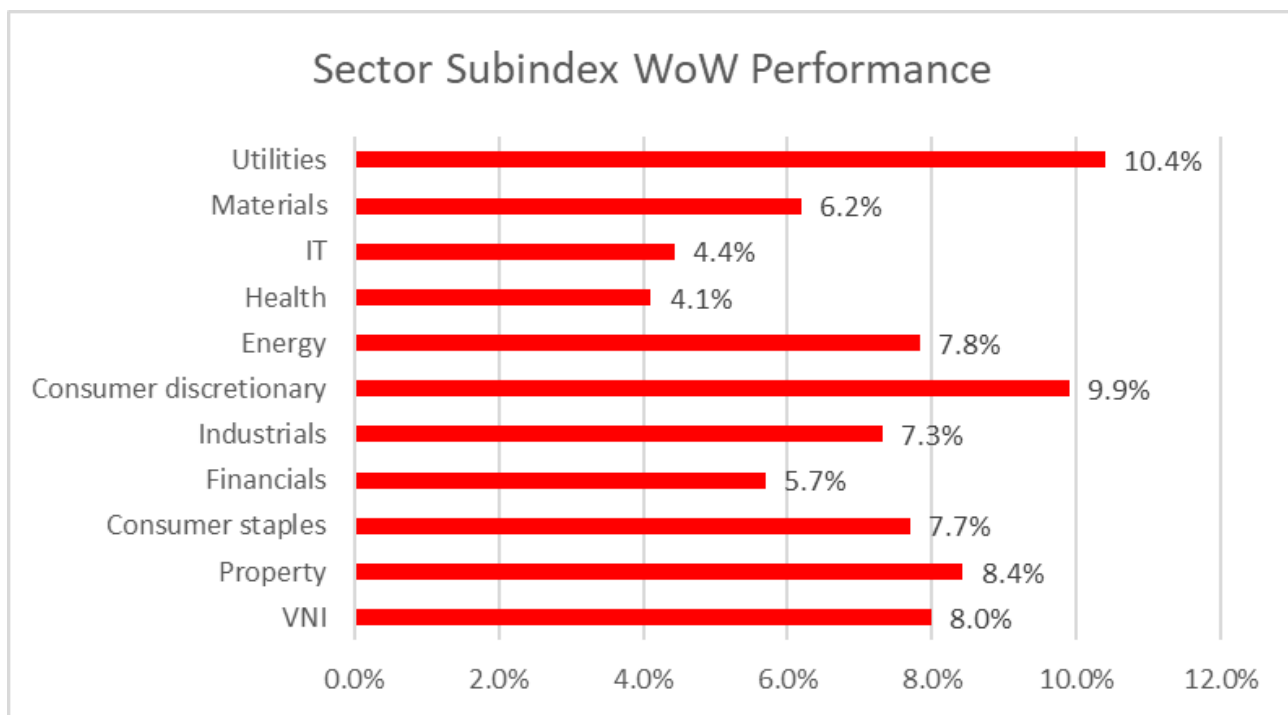
Yuanta Vietnam Coverage Universe

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	BUY	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-Outperform	12,350	23,525	90%	7.7%	98%
	Viet Capital Securities	VCI VN	111	0.0	Hold-Underperform	15,900	32,437	104%	7.8%	112%
	VNDirect Securities	VND VN	101	0.2	Hold-Underperform	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%

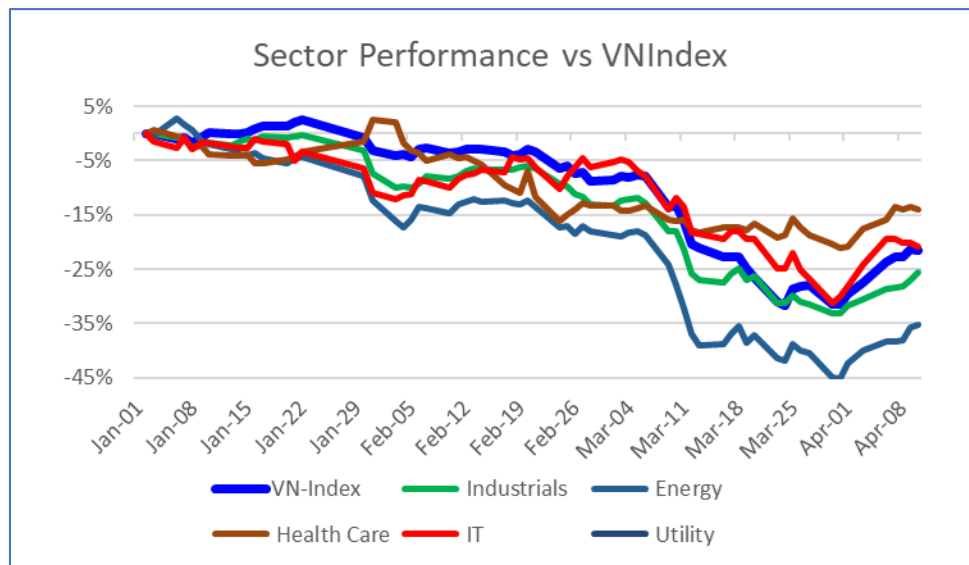
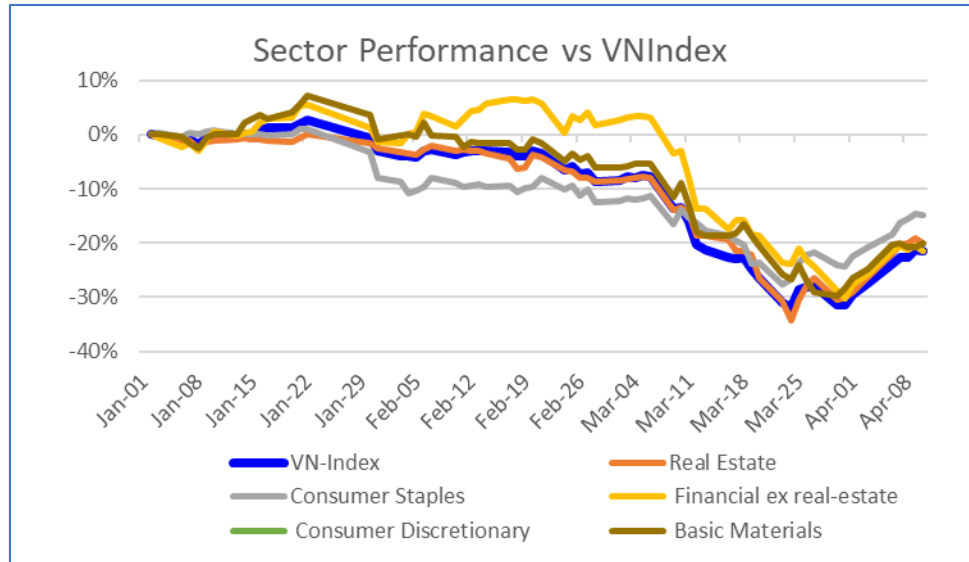
*Note: TSR = Total shareholder return over the next 12 months inclusive of expected share price change and dividends.

Stock ratings and pricing data is as of close on April 10, 2020.

Source: Bloomberg, Yuanta Vietnam



Source: Bloomberg



Source: Bloomberg

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Yuanta Universe: Valuations and ratings

Stock		PER (x)			EPS Growth (%)			PEG (x)			PBV (x)			ROE (%)			ROA (%)		
Sector	Code	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 April 10, 2020.

Source: Bloomberg, Yuanta Vietnam



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