

Strategy Weekly: Limited Conviction on a Sustained Bounce

Matthew Smith, CFA
Head of Research

matthew.smith@yuanta.com.vn

Di Luu
Assistant Analyst

The VNI posted a decent bounce after a rough July. The mainboard appears to have encountered technical support at its 100-day moving average, although ADT is now firmly below US\$1bn after declining for the third week in a row. This suggests that investor confidence is somewhat tepid, which is certainly understandable given the ongoing pandemic and increasingly stringent measures to control it.

VN Index & matched order turnover



Index, Flows, and FX Performance

- **VNINDEX:** 1310 (+3.2% WoW / +18.7% YTD / +64.1% YoY)
- **VHINDEX:** 315 (+4.3 WoW / +55.0% YTD / +192.9% YoY)
- **UPCOM Index:** 86.9 (+3.0% WoW / +16.8% YTD / +58.6% YoY)
- **Average daily turnover:** US\$874 mn (-5.9% WoW)
- **Foreigners net bought** US\$31.5mn of three-index constituents
- **VND:USD rate:** 22,964 (+15bp WoW / +58bp YTD / +88bp YoY)

VN30 Components

Ticker	Closing price (VND K)	WoW chg	Cont to VN30 (WoW)	TTM PE (x)
BID	41.1	2.2%	0%	20
BVH	51.1	1.4%	0%	20
CTG	34.4	5.8%	5%	9
FPT	94.0	3.9%	7%	22
GAS	89.6	1.8%	0%	22
HDB	33.7	4.2%	4%	11
HPG	47.3	3.3%	10%	12
KDH	40.7	6.0%	2%	20
MBB	28.9	4.1%	7%	10
MSN	134.0	12.6%	18%	100
MWG	164.1	1.5%	2%	18
NVL	104.0	1.0%	1%	34
PDR	92.5	4.4%	2%	31
PLX	51.3	2.2%	0%	17
PNJ	95.8	5.3%	2%	16
POW	10.7	1.9%	0%	10
REE	55.0	6.8%	1%	9
SBT	18.6	2.2%	0%	16
SSI	54.6	7.9%	4%	19
STB	29.9	4.2%	5%	20
TCB	51.1	3.2%	10%	11
TCH	19.2	3.5%	0%	7
TPB	35.0	6.1%	3%	8
VCB	98.0	1.0%	1%	17
VHM	108.3	0.7%	1%	11
VIC	107.2	3.1%	5%	48
VJC	113.0	-0.4%	0%	51
VNM	86.1	-1.7%	-4%	19
VPB	61.0	4.3%	11%	11
VRE	27.7	2.4%	1%	23

Source: Bloomberg, Yuanta Vietnam. Pricing date: Jul 30, 2021.

The VNI seems to have found support at its 100-day moving average, although declining turnover suggests that investor confidence remains tepid. Breadth was broadly positive on the VNI (270 gainers / 98 losers) and VN30 (28 gainers / 2 losers). Leading the rear guard charge were banks (TPB +6.1%, CTG +5.8%, VPB +4.3%, MBB +4.1%, and TCB +3.2%) and materials (HPG +3.3%). However, following the July correction, just 64% of HSX-listed stocks are now trading at above their 200-day moving averages, the lowest percentage since August 2020.

Margin leverage leads to increased volatility. Margin lending soared (+39% QoQ / +139% YoY) to reach US\$5.1bn in 2Q21. This was a record in absolute terms and also represents 5.6% of the market's free float as at June 30, which is the highest level in history. On the other hand, ADT was also at record highs in 2Q21, so margin loans represented just 5 days of turnover, down from 10 days in 3Q20. The latter figure should mollify concerns about leverage in the market, but only partially given that ADT has fallen sharply in recent weeks. As such, the margin data supports our expectation for increased day-to-day volatility in 2H21

Macro: The GSO reported bleak numbers in July, which shouldn't be a surprise given the increasingly stringent measures to control the COVID outbreak. July industrial production (+1.8% YoY) and manufacturing (+2.9% YoY) managed to post marginal positive growth, but monthly retail sales plummeted (-19.8% YoY). We do not expect a sharp recovery in August given the widening restrictions, but we are hopeful for a resurgence of growth as early as September. The extending social distancing may further dampen the macro figures in August.

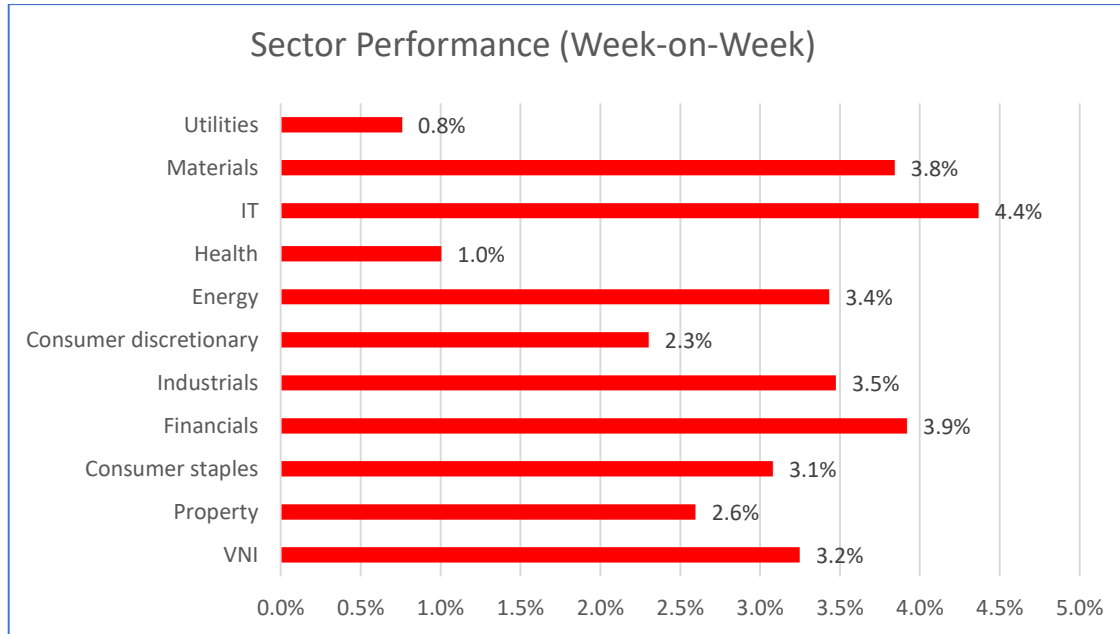
On the bright side... we are still a frontier market. Vietnam stocks outperformed the region last week with foreigners as better buyers. Emerging market funds are likely to remain under pressure in the short term given China's c.45% weighting in their benchmarks. As such, being excluded from E/M indexes could enable Vietnam's uncorrelated outperformance to continue going forward.

Yuanta Vietnam Coverage Universe

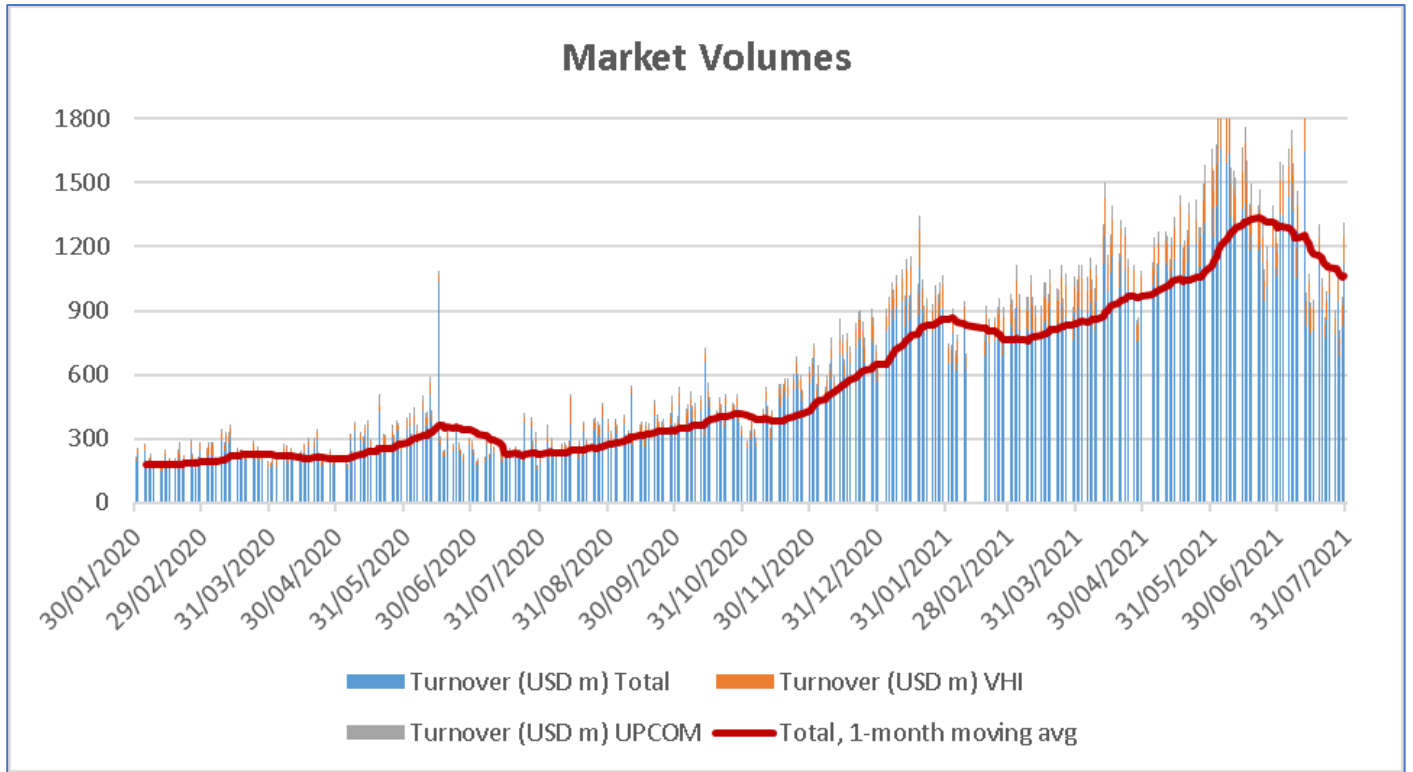
Sector	Company	Stock code	Market cap (USDm)	3-month ADT (USDm)	Yuanta Rating	Current price (VND)	Target price (VND)	Up (down) side	2021E Dividend yield	12-m TSR*
Banks	Asia Commercial Bank	ACB VN	4,253	16.3	BUY	36,150	30,492	-16%	0.0%	-16%
	BIDV	BID VN	7,198	7.6	SELL	41,100	37,300	-9%	3.1%	-9%
	HD Bank	HDB VN	2,339	7.9	BUY	33,700	31,656	-6%	0.0%	-6%
	MB Bank	MBB VN	4,755	36.0	BUY	28,900	34,233	18%	2.0%	18%
	Sacombank	STB VN	2,348	44.5	HOLD-Underperform	29,900	16,790	-44%	0.0%	-44%
	Vietcombank	VCB VN	15,828	9.2	BUY	98,000	114,650	17%	1.2%	18%
	Vietnam Prosperity Bank	VPB VN	6,521	81.5	HOLD-Outperform	61,000	66,485	9%	0.0%	9%
Brokers	HCM City Securities	HCM VN	636	10.9	HOLD-Outperform	47,850	42,317	-12%	2.1%	-9%
	Saigon Securities	SSI VN	1,557	29.1	HOLD-Underperform	54,600	42,706	-22%	1.8%	-20%
	Viet Capital Securities	VCI VN	722	8.3	SELL	49,800	39,653	-20%	2.3%	-15%
	VNDirect Securities	VND VN	861	12.8	SELL	46,100	29,966	-35%	1.4%	-34%
Energy	PV POW	POW VN	1,091	5.6	BUY	10,700	13,137	23%	2.8%	26%
	PV NT2	NT2 VN	232	0.4	SELL	18,500	19,318	4%	10.8%	13%
	PCC1	PC1 VN	224	0.6	BUY	26,850	34,864	30%	0.0%	30%
Consumer	Masan Group	MSN VN	6,889	8.5	BUY	134,000	84,908	-37%	0.0%	-37%
	Phu Nhuan Jewelry	PNJ VN	949	2.4	HOLD-Outperform	95,800	92,197	-4%	2.6%	-2%
	Digiworld	DGW VN	286	2.0	HOLD-Outperform	148,800	31,574	-79%	1.1%	-78%
Oil & GAS	PV Drilling	PVD VN	333	7.2	BUY	18,150	26,598	47%	0.0%	47%
Property	Kinh Bac City	KBC VN	705	12.9	BUY	34,450	55,226	60%	1.5%	62%
	Khang Dien House	KDH VN	1,104	6.4	BUY	40,700	31,081	-24%	1.2%	-22%
	Nam Long	NLG VN	543	5.2	HOLD-Outperform	43,700	30,517	-30%	1.1%	-29%
	Novaland	NVL VN	6,674	13.4	HOLD-Outperform	104,000	95,656	-8%	0.0%	-8%
	Vinhomes	VHM VN	15,514	19.5	BUY	108,300	94,862	-12%	0.9%	-12%
Transport	Airports Corp Vietnam	ACV VN	7,186	0.6	HOLD-Underperform	75,800	76,400	1%	0.7%	1%
Industrials	Dohaco	DHC VN	253	1.0	BUY	83,000	97,871	18%	5.4%	23%

*Notes: 1) TSR = Total shareholder return over the next 12 months inclusive of expected share price change and dividends. 2) 3-month ADT refers to matched orders and does not include put-through blocks. 3) Stock ratings and pricing data is as of close on Jul 30 2021.

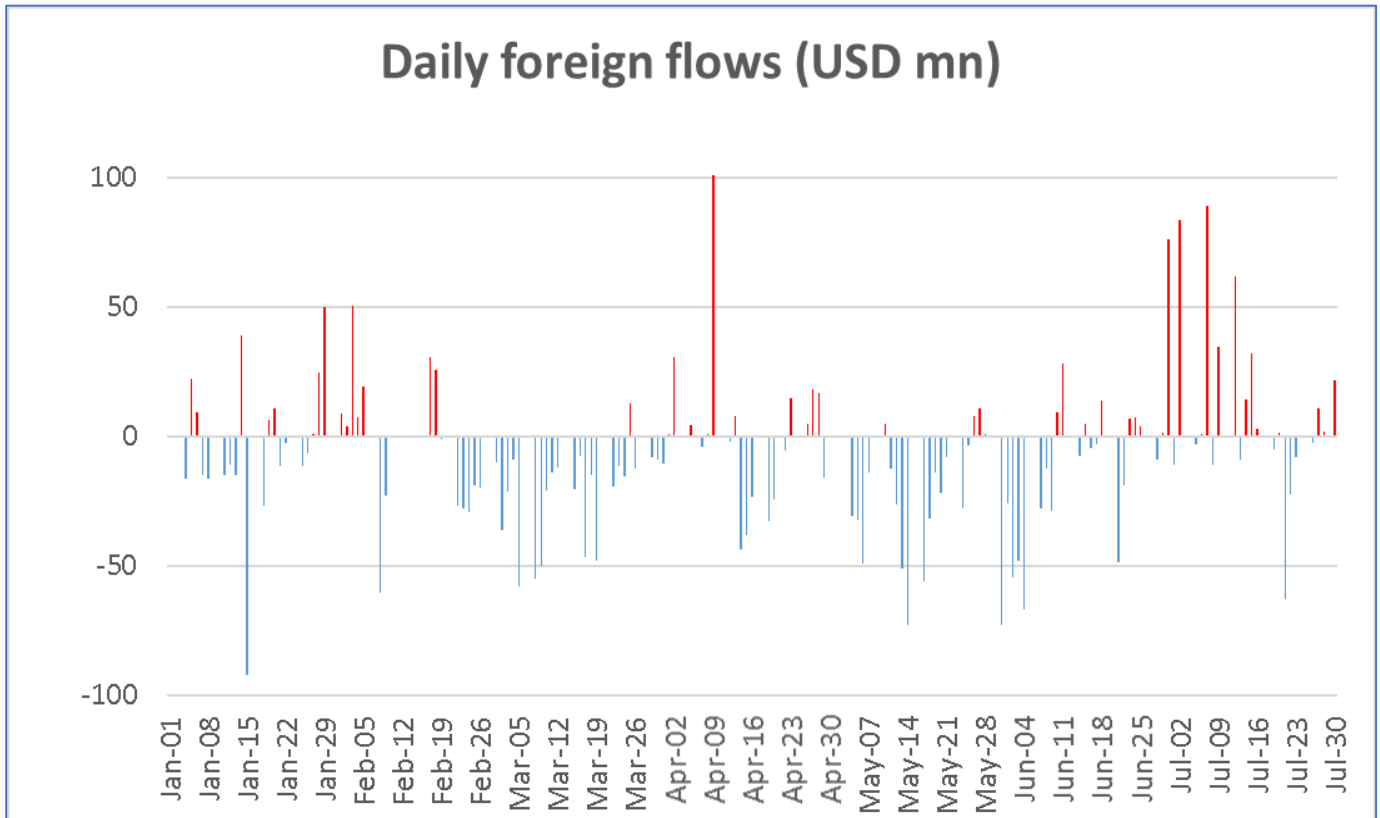
Source: Bloomberg, Yuanta Vietnam



Source: Bloomberg (Jul 30)

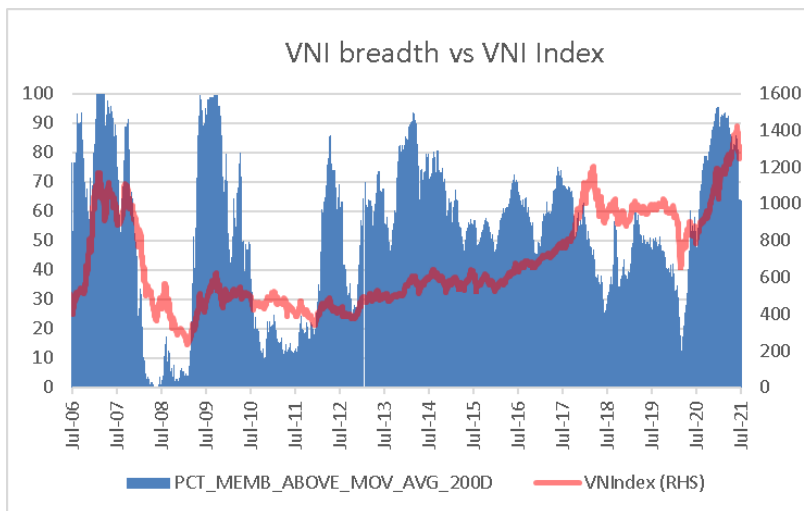


Source: FiinPro, Bloomberg, Yuanta Vietnam (Jul 30)



Source: FiinPro, Yuanta Vietnam (Jul 30)

Weekly breadth indicates a shift back into large caps, whereas breadth was basically neutral on the broader VNI



Source: Bloomberg, Yuanta Vietnam (Jul 30)

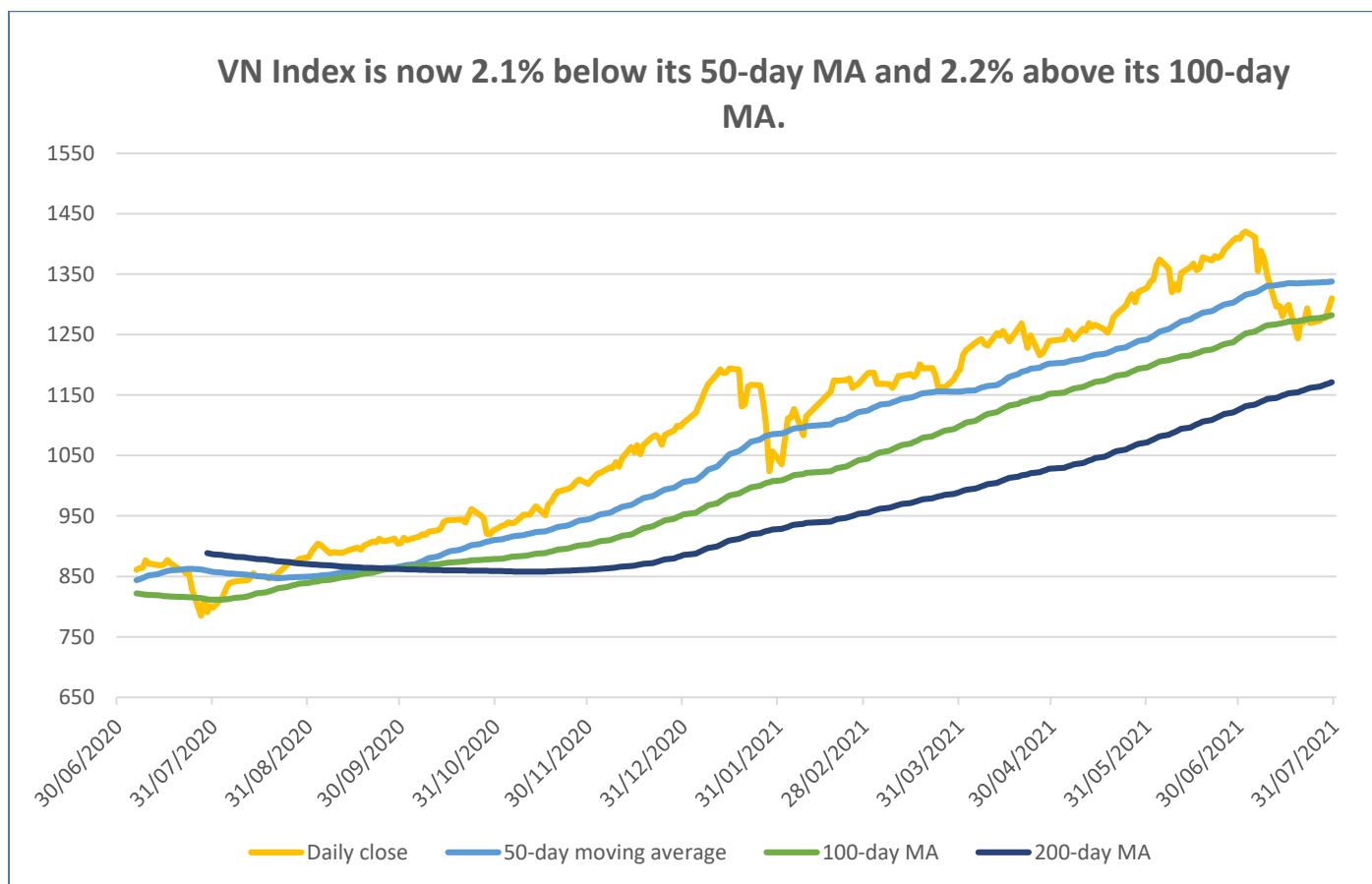
VN 30 breadth			
	WoW	MoM	YTD
Gainers	28	4	20
Losers	2	26	10

Source: Bloomberg (Jul 30)

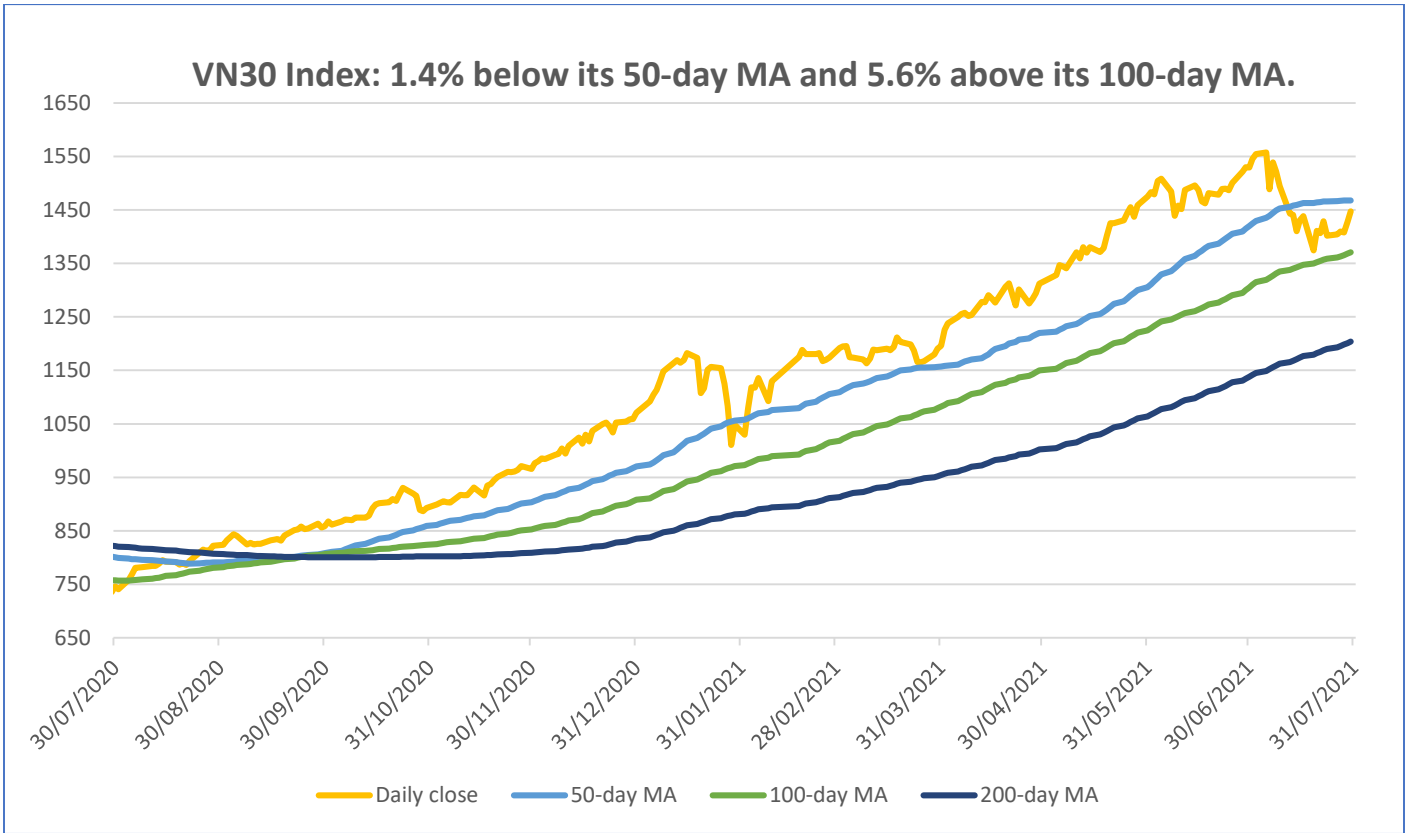
VNI breadth			
	WoW	MoM	YTD
Gainers	270	102	238
Losers	98	278	131

Source: Bloomberg (Jul 30)

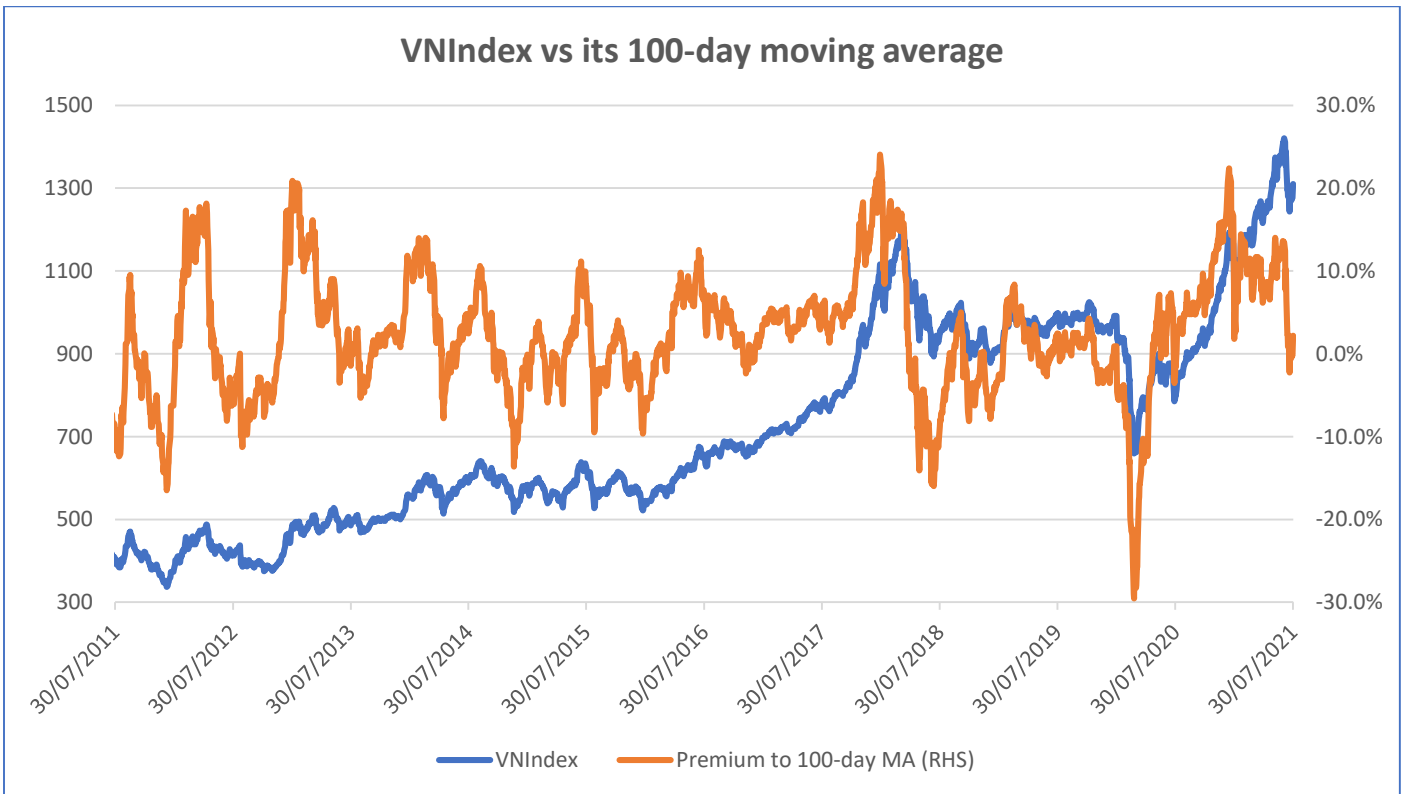
Source: Bloomberg, Yuanta Vietnam



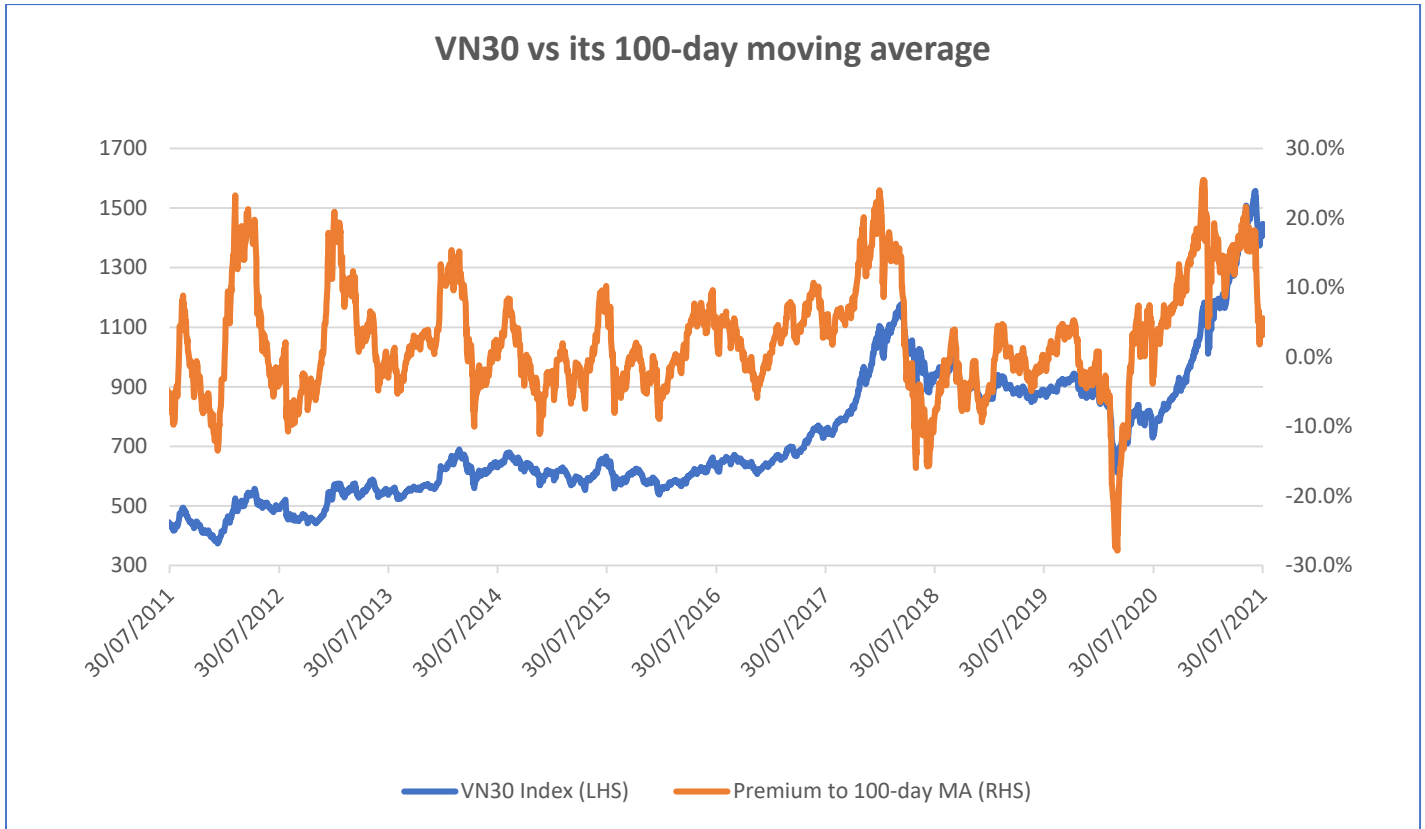
Source: Bloomberg, Yuanta Vietnam



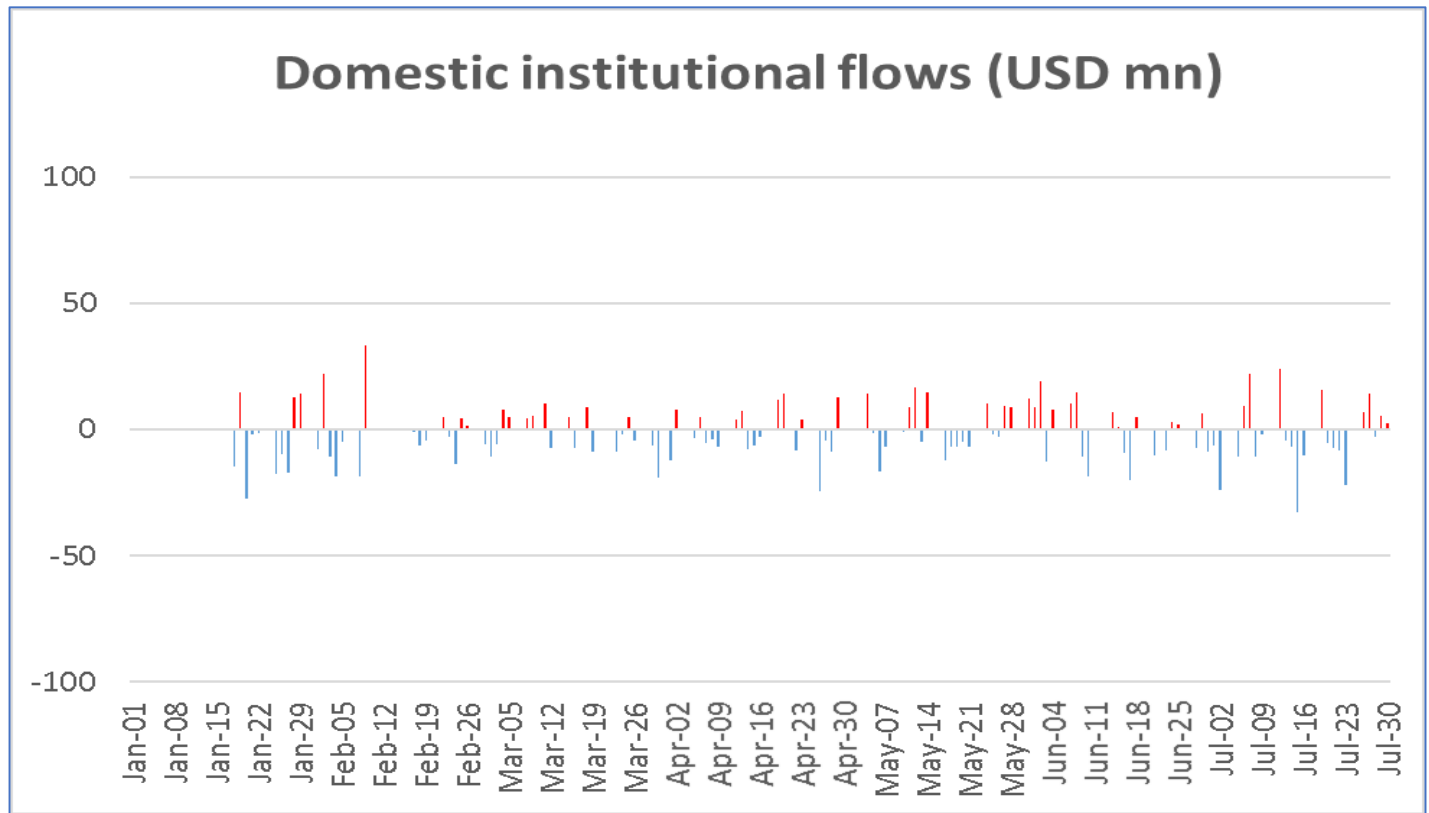
Source: Bloomberg, Yuanta Vietnam



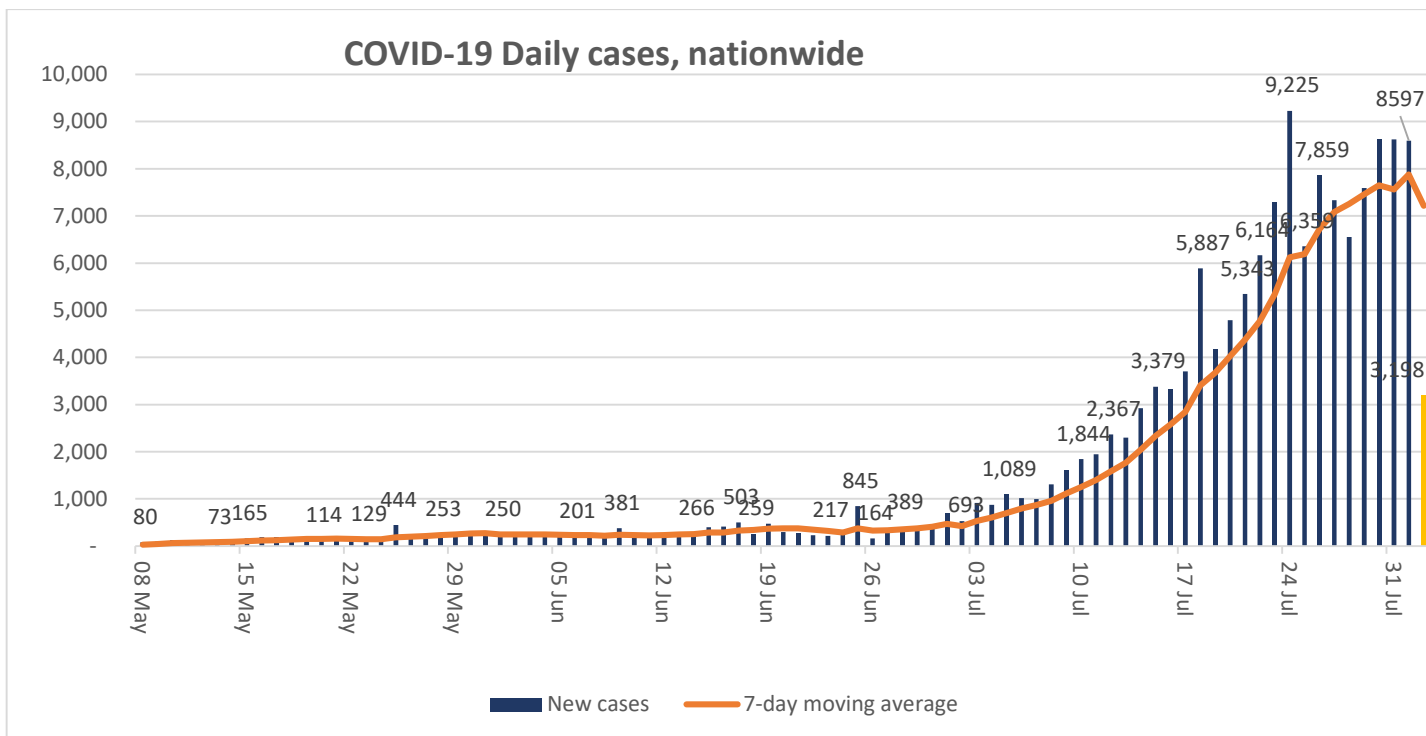
Source: Bloomberg, Yuanta Vietnam



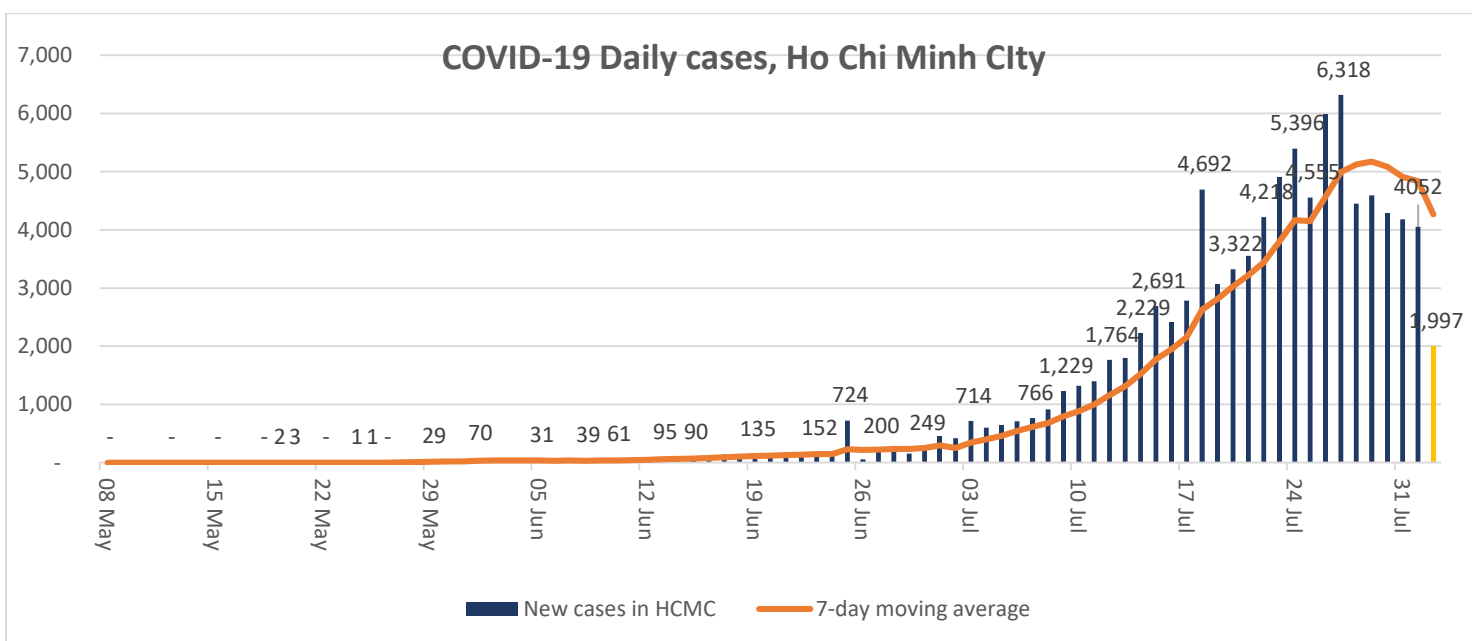
Source: Bloomberg, Yuanta Vietnam



Source: FiinPro, Yuanta Vietnam (data updated to Jul 30)



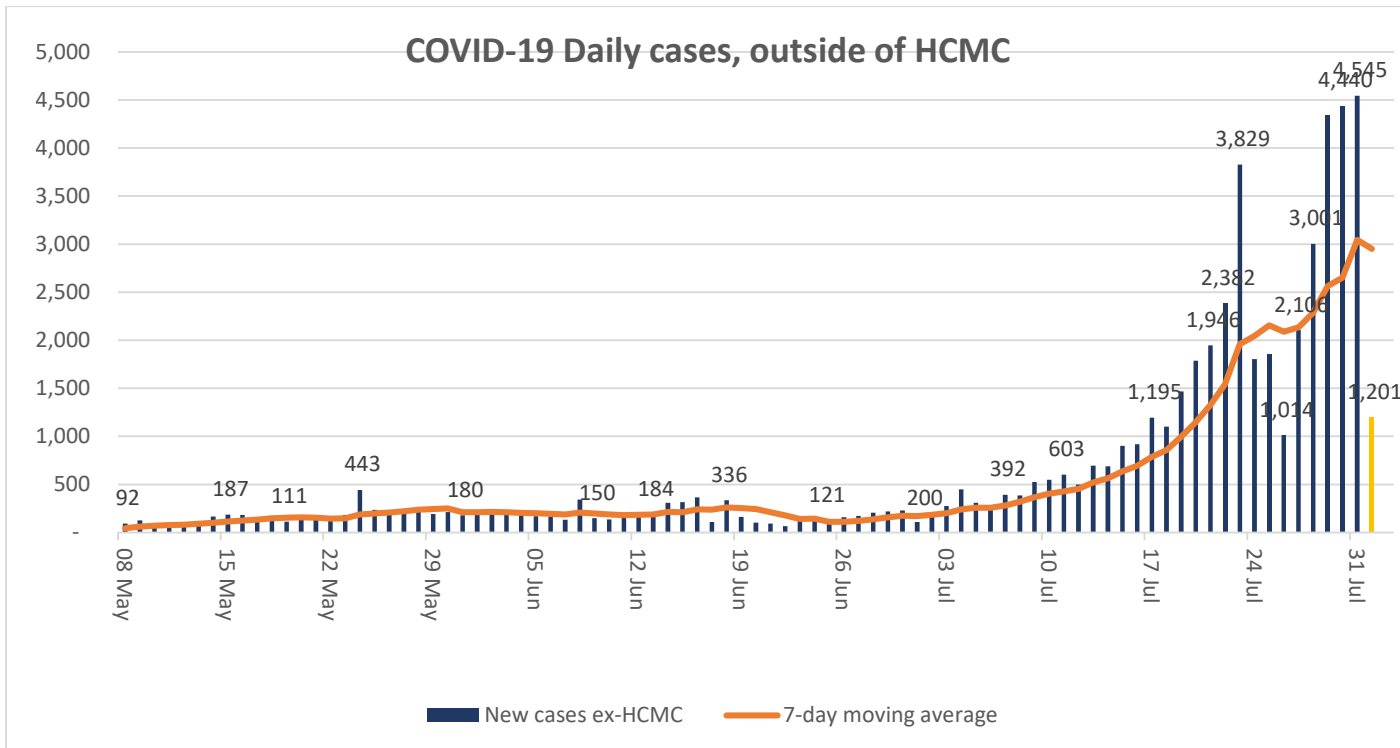
Source: Vnexpress (Note: Aug 2 data point reflects the total new cases as of 8 a.m.).



Source: Vnexpress (Note: Aug 2 data point reflects the total new cases as of 8 a.m.).

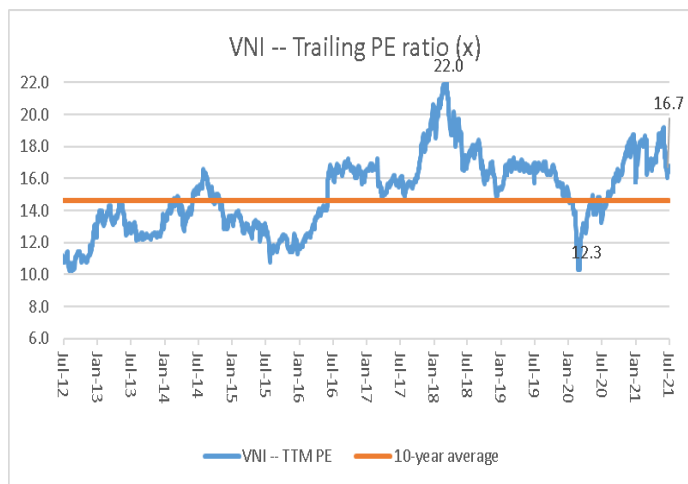
Overall, data suggests that the new cases still remain high last week although it looks like it has reached the peak at the beginning of the week. The bad news is the new cases in other provinces (ex HCMC) is picking up as observable in the chart below.

The good news is that new cases in HCMC, the biggest GDP contributor also the epidemic center, have reached the peak and started to fall. Although the city has to extend its social distancing another fourteen days, constant and quick vaccination rollout plays a more important role in the reopening of the country's growth engine.



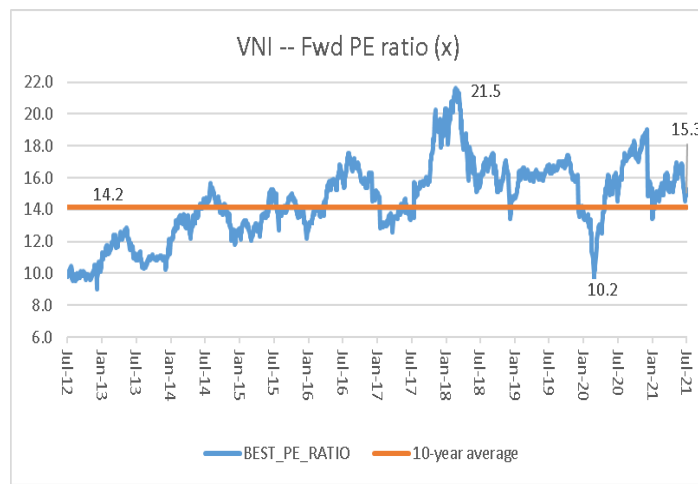
Source: Vnexpress (Note: Aug 2 data point reflects the total new cases as of 8 a.m.).

The VNI's trailing PE ratio as of Friday's close was 16.7x.



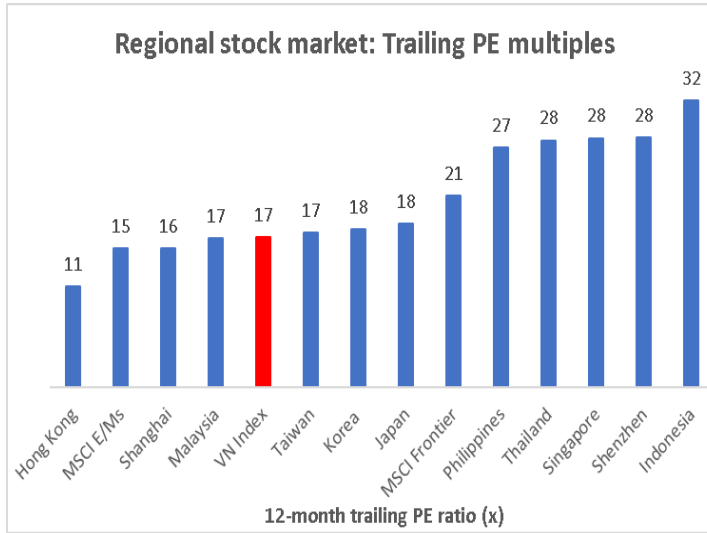
Source: Bloomberg, Yuanta Vietnam

The mainboard's forward (2021E) PE is now 15.3x, based on Bloomberg consensus.



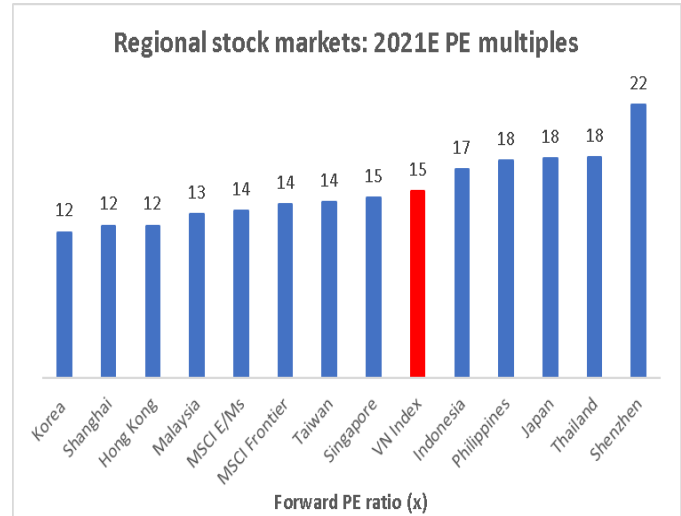
Source: Bloomberg (2021E consensus PE), Yuanta Vietnam

Vietnam stocks are cheap vs. the region on a trailing P/E basis...



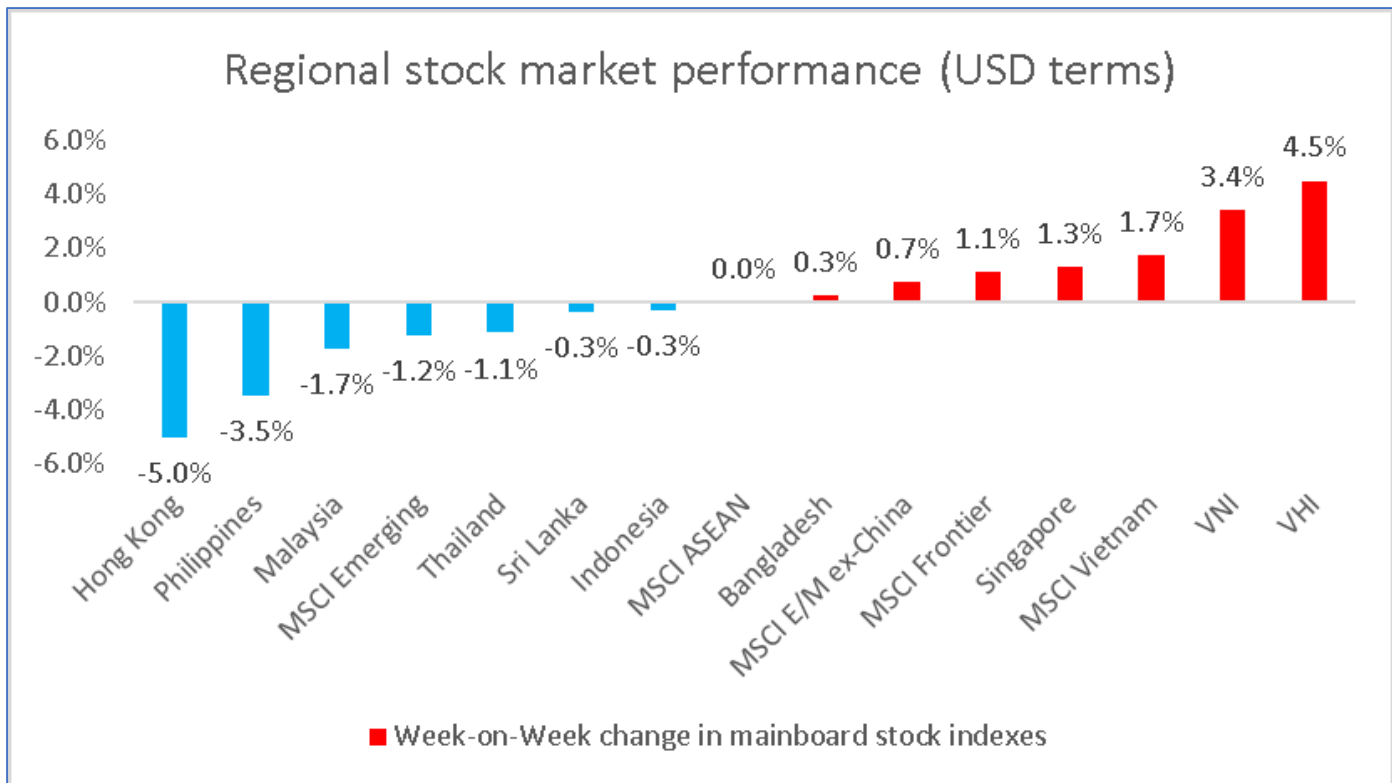
Source: Bloomberg, Yuanta Vietnam (Jul 30)

...but in the middle of the pack on forward earnings multiples.

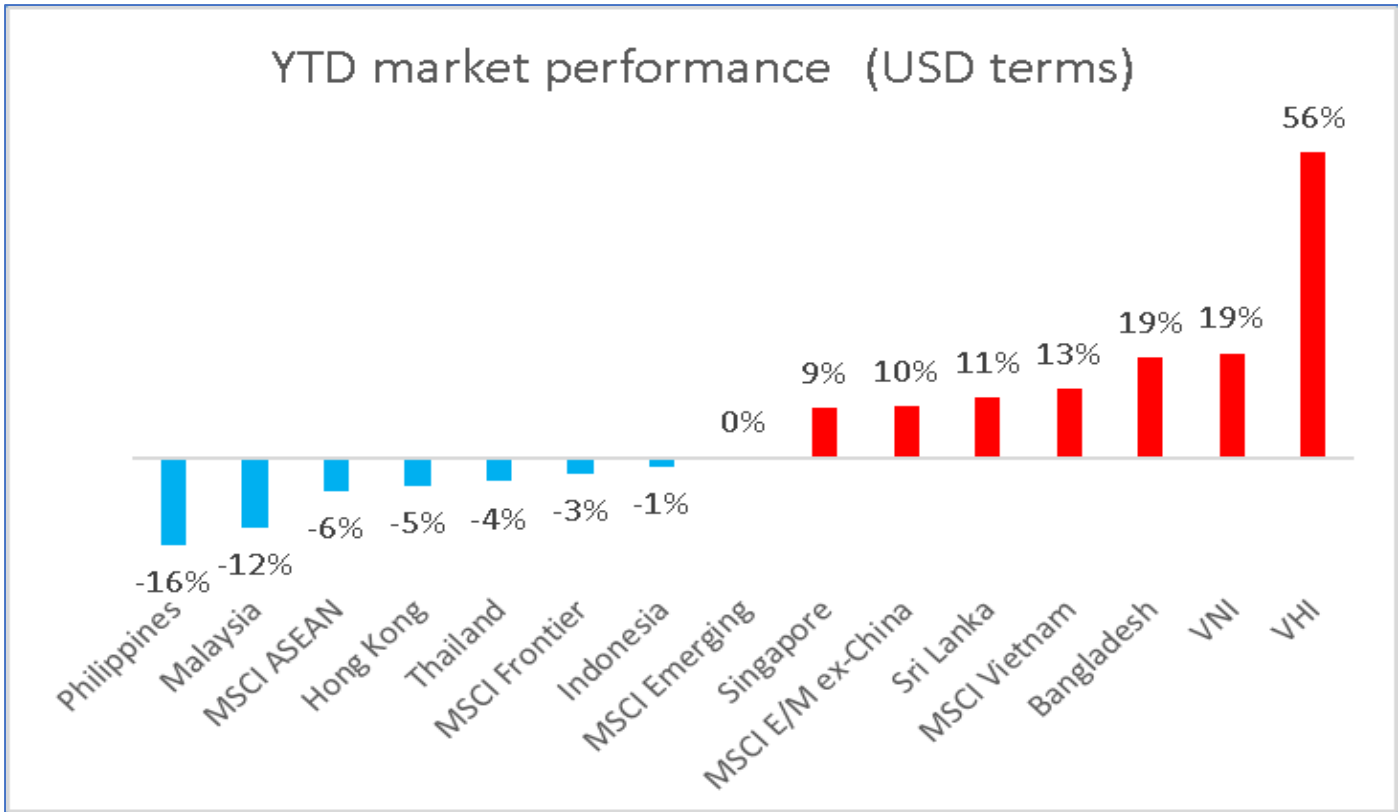


Source: Bloomberg (2021E consensus PE), Yuanta Vietnam (Jul 30)

Vietnam stocks outperformed a softening region

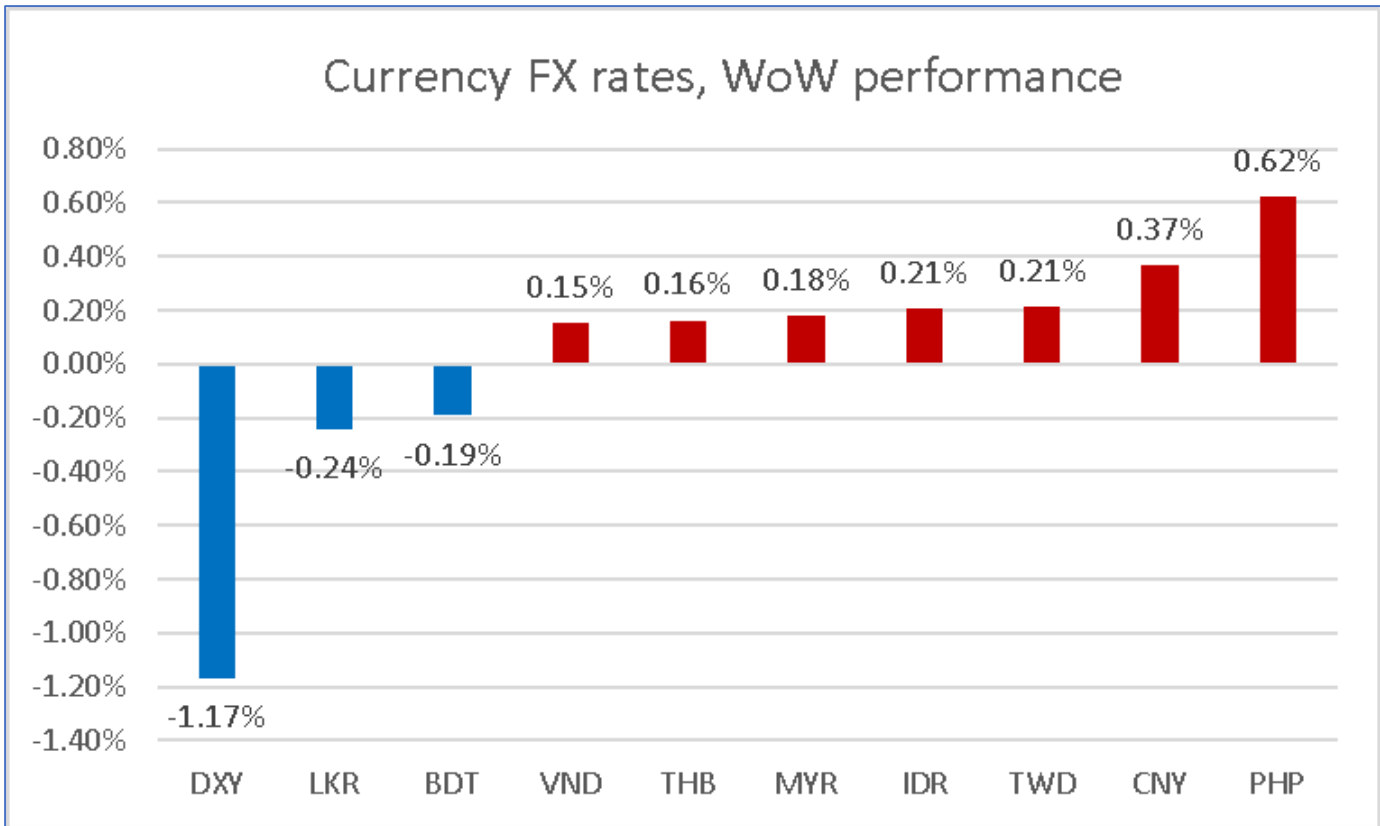


Source: Bloomberg, Yuanta Vietnam (Jul 30)

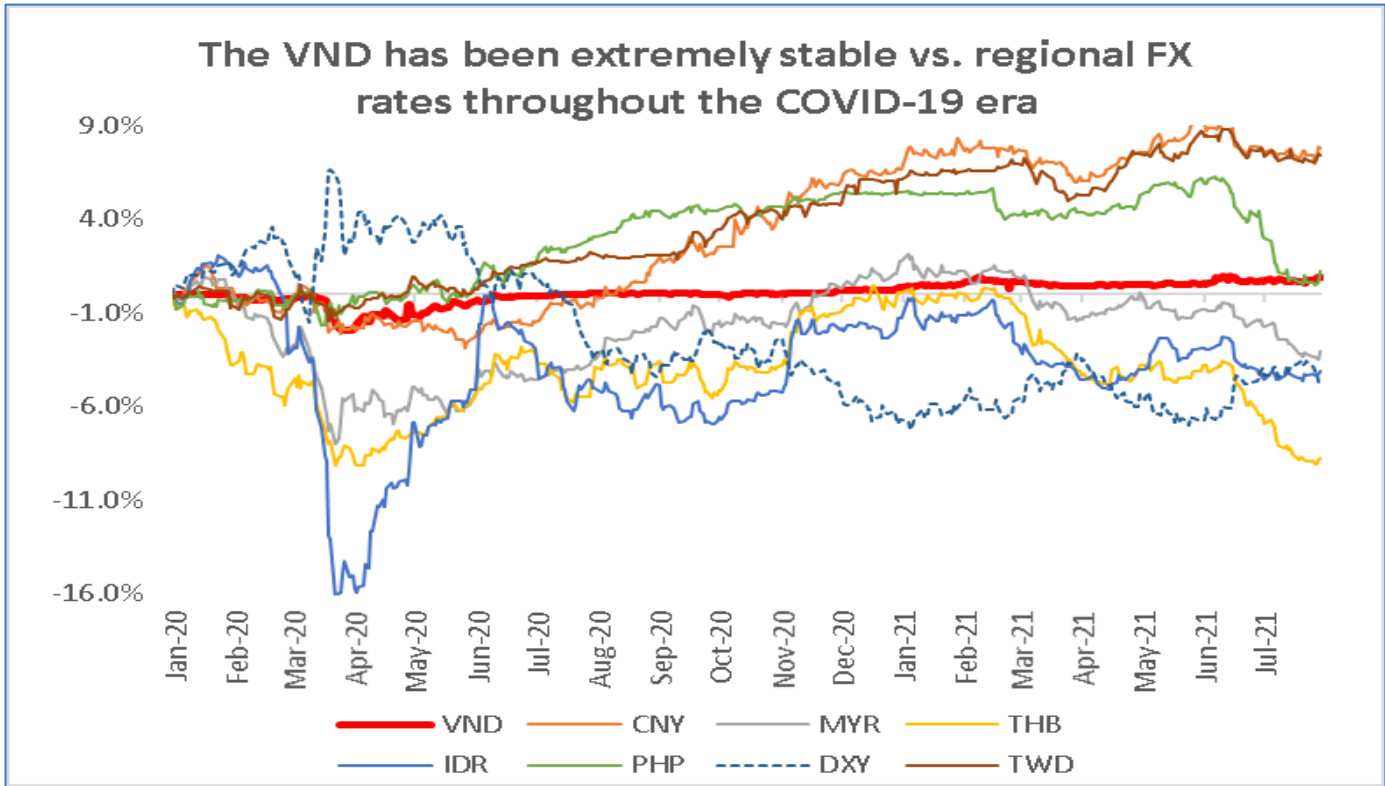


Source: Bloomberg, Yuanta Vietnam (Jul 30)

Regional currencies: VND retains its low-vol characteristics against a stronger USD

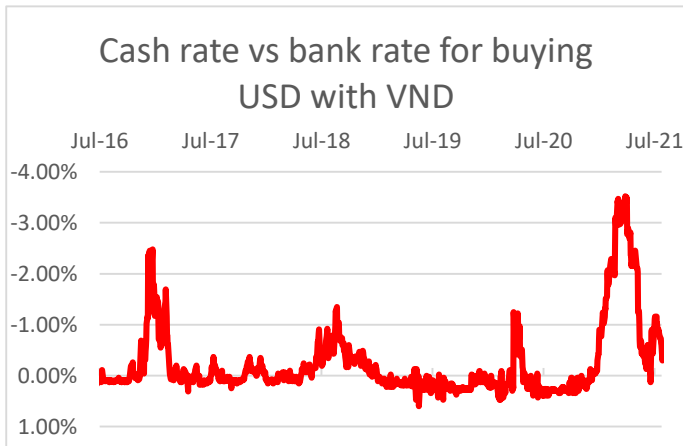


Source: Bloomberg (Jul 30)



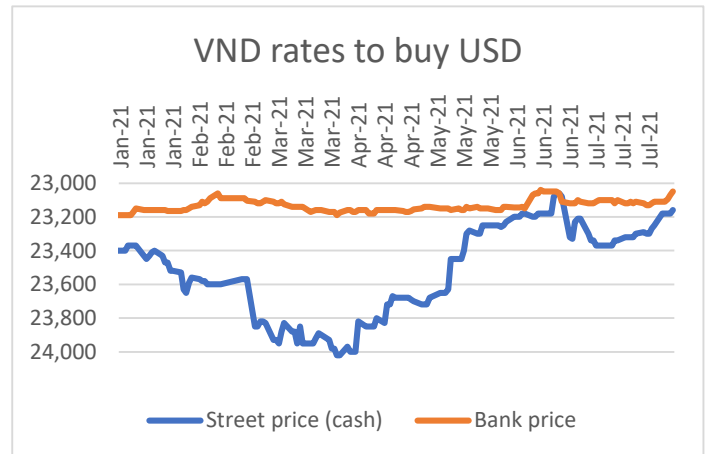
Source: Bloomberg (Jul 30)

US dollar cash premium has bounced.



Source: FiinPro, Yuanta Vietnam. Bank data refers to VCB's published electronic selling price vs. the "free market" price for USD notes.

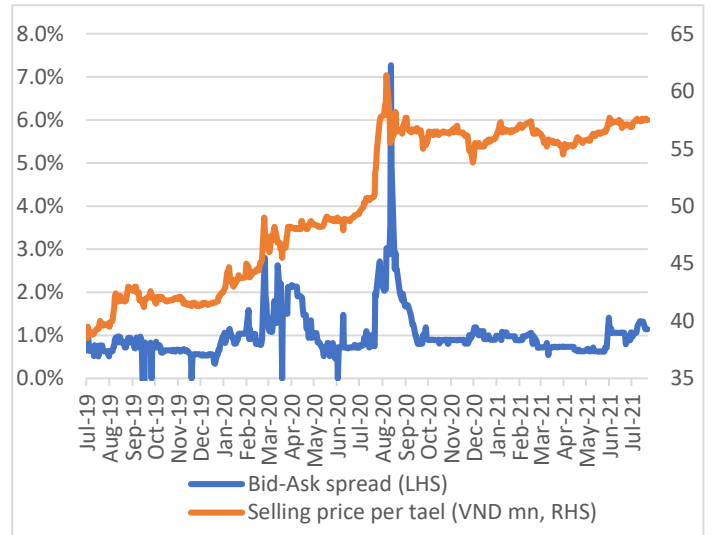
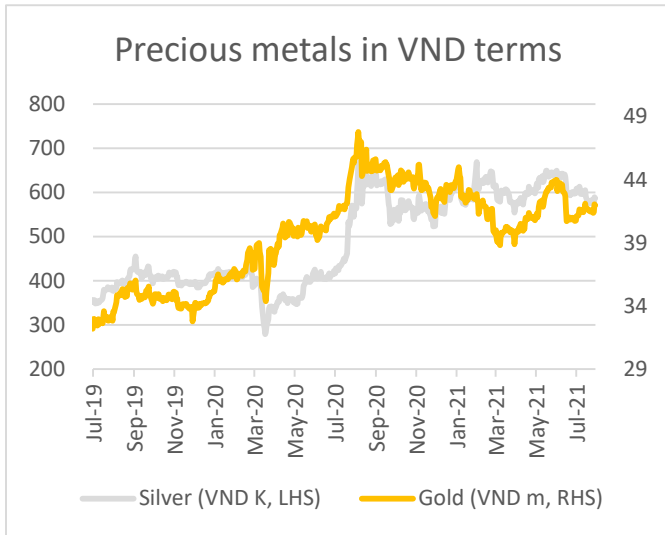
The cash premium remains well below the peak.



Source: FiinPro, Yuanta Vietnam

Global precious metals prices suffered in June.

The SJC's official gold price did not follow global gold.



Source: FiinPro, Yuanta Vietnam. Bank data refers to VCB's published electronic selling price vs. the "free market" price for USD notes.

Source: FiinPro, Yuanta Vietnam

Macro Update – Recovery Interrupted in July

- **Binh Truong, Deputy Head of Research**

binh.truong@yuanta.com.vn

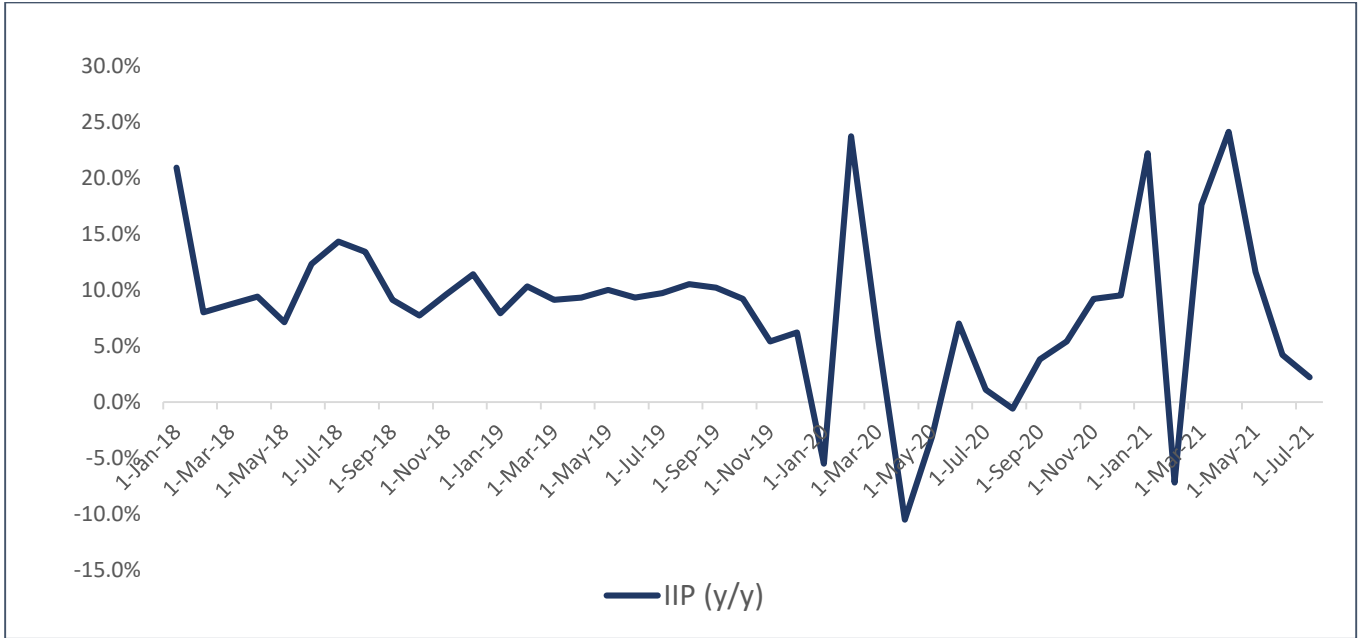
Expanding social distancing dampens industrial production

According to the GSO, the Index of Industrial Production (IIP) increased by 1.8% YoY in July, a dramatic decline from the low-base peak of 24.1% YoY in April, 11.6% in May, and 6.8% in June. Clearly this is well below trend and while not good news, should not come as a surprise given the widening and increasingly strict COVID-19 related restrictions. Manufacturing, which has been the key driver of overall GDP, expanded by 2.9% YoY in July (vs May's growth of 8.1% YoY). This is a result of the fact that the secondary outbreak has been especially impactful in industrial centers: specifically, Ho Chi Minh City, as well as Bac Giang and Bac Ninh Provinces. On a YTD basis, 7M21 IIP rose by 7.9% YoY (vs 8.9% YoY in 6M21).

The key manufacturing sector increased by 9.9% YoY in July. In addition, electricity production and distribution rose by 6.7% YoY; waste and wastewater management/treatment rose by 4.4% YoY; and mining decreased by -8 YoY. Noticeably, HCMC, the largest contributor to the nation's GDP, recorded a -19.4% decline in its municipal IIP; the city has enforced increasingly strict restrictions in accordance with Directive 16 following since July 9.

A total of 19 southern provinces and others across the country have adopted Directive 16 social distancing including the second and the third largest regional GDP contributors, Hanoi and Dong Nai provinces. This is extremely likely to further dampen industrial activity as the measures are likely to be extended well into August at least. We would expect a decent recovery in industrial production once the government's vaccination efforts are rolled out more broadly, possibly as early as September.

Industrial production slowed sharply in July



Source: GSO

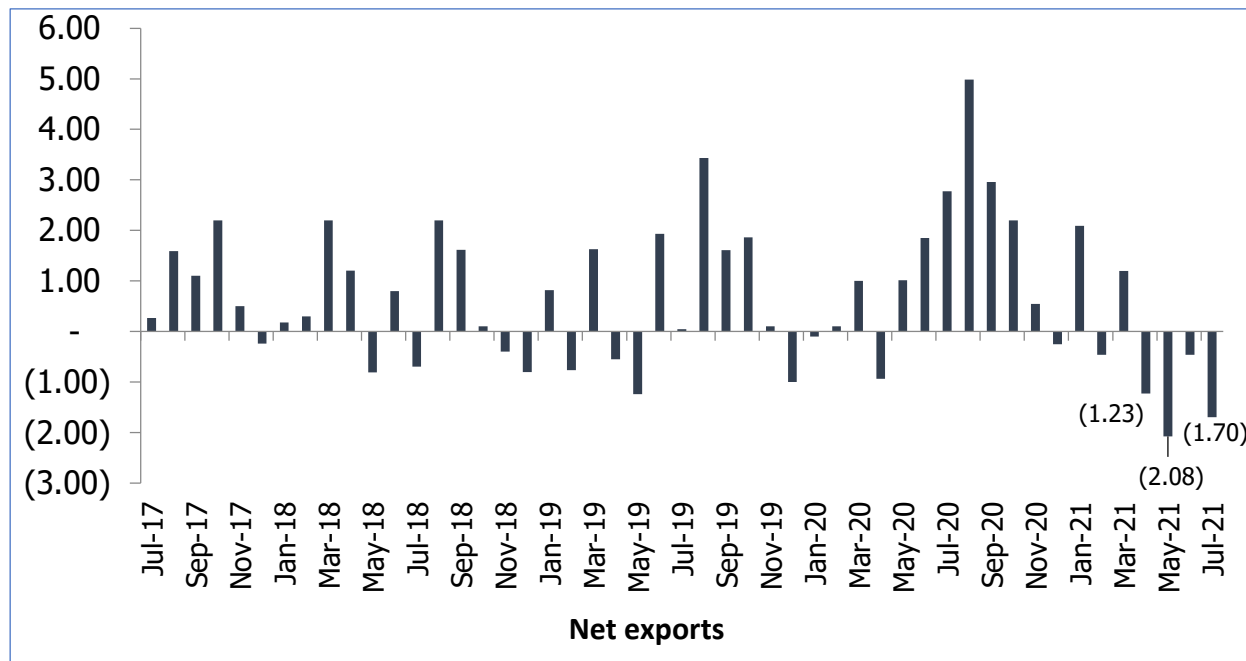
Trade deficit expanded as industrial parks hit by Covid outbreak

The GSO states that international trade activities have also experienced interruptions since industrial centers adopted strict social distancing in accordance with Directive 16. Specifically, Vietnam posted a goods trade deficit of US\$1.7bn, expanding from June’s deficit of US\$0.46bn. July’s export turnover reached US\$27bn (+8.6% YoY, -0.8% MoM) and import turnover reached US\$ 28.7bn (+29.9% YoY, but +3.8% MoM). Looking closer to the data breakdown, we can observe that the increase in import turnover is mainly attributable to a +33.7 % YoY jump in machinery imports (to US\$4.2bn) and a +35.2% YoY surge in mobile phones and parts imports (US\$ 1.6bn), which we believe is mostly comprised of manufacturing inputs in response to strong export orders. Thus, the surging imports are likely to materialize in very strong export growth later this year, and we remain positive that the full year will see another trade surplus.

However, the 7M21 goods trade deficit reached US\$2.7bn as imports outgrew exports. 7M21 export turnover reached US\$185.33bn (+25.5% YoY) and 7M2021 import turnover reached US\$188.03bn (+35.3%YoY). Again, Vietnam is likely to remain a structural net importer of services for the foreseeable future; in addition, inbound international tourism is the nation’s only major service export, and a recovery in tourism arrivals is clearly nowhere in sight.

Given that social distancing measures have been extended two weeks into August, we do not expect a quick recovery this month. However, we should emphasize that the surge in component and material imports in 2Q21 will eventually reverse the trade deficit toward yearend, driving another current account surplus for 2021.

July's trade deficit was mainly attributable to electronics imports



Source: GSO

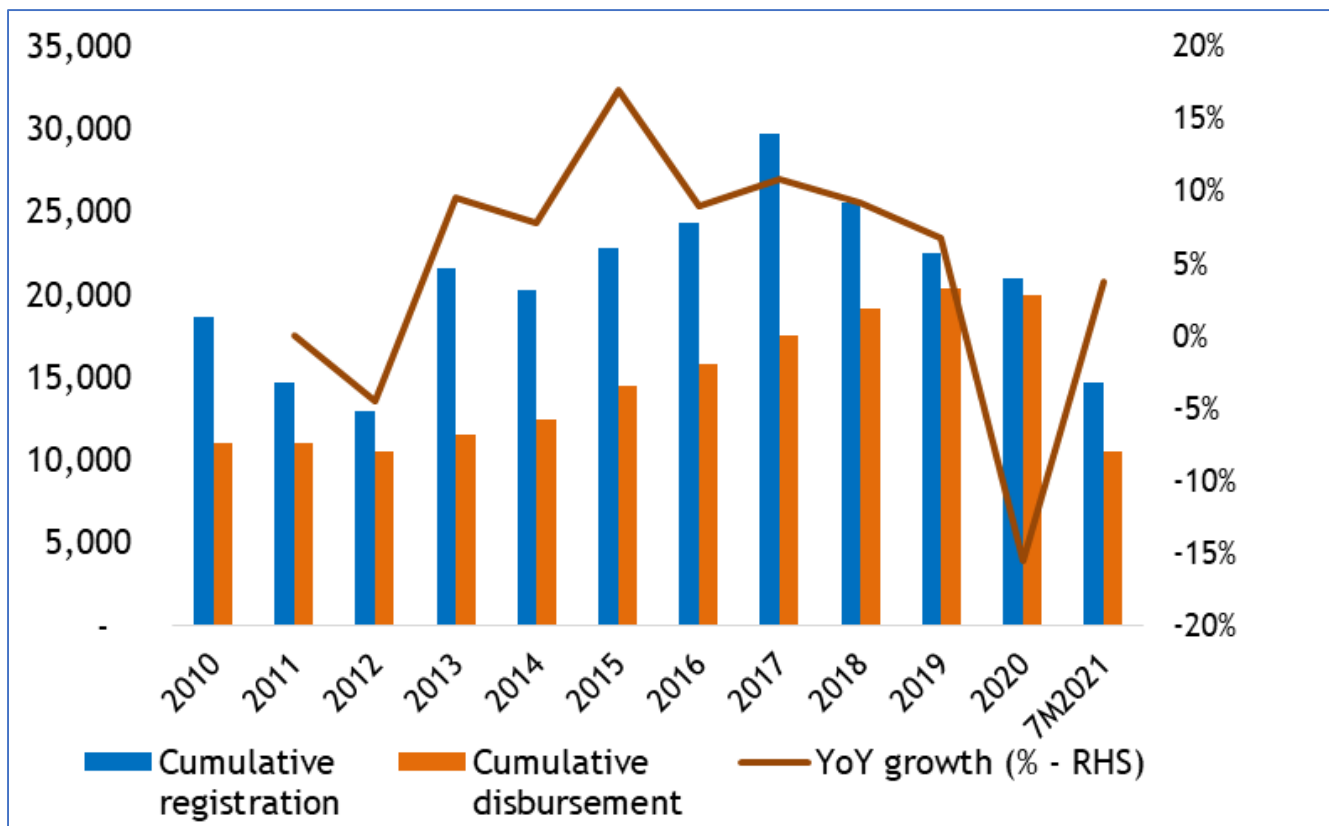
Investment should remain the main growth engine toward yearend

Social distancing has also impacted state investment in the short term. Specifically, total state investment declined by 12.4% YoY to VND38.3tn in July. As already discussed last month, public investment should escalate in 2H21 given that the prime minister announced that the government would achieve 95% to 100% of its investment target by the end of the year, which should fuel economic growth toward yearend and should also address transportation bottlenecks going forward.

The GSO estimates that government investment in 7M21 reached VND 175.6tn, up +4.3% YoY. This is equivalent to 44.8% of the annual budget, (vs 36.8% of the annual budget in 6M21). This implies that public investment should gain momentum in 2H21 if the target is to be achieved. For 7M21, central government budget investment reached VND 35.2tn, up +12.7% YoY.

The GSO estimates that disbursed FDI in 7M21 grew by 3.8% YoY to US\$10.5 bn despite the tight travel restrictions. Manufacturing attracted c.US\$7.54bn, accounting for 71.8% of total disbursed FDI. Real estate disbursed FDI reached US\$1.3 bn, accounting for 12.3% of the total. Production/distribution of electricity, gas, hot water, steam, and air-conditioning reached US\$984.2mn, accounting for 9.4% of total disbursed FDI. Vietnam provides a manufacturing gateway to global markets due to its 15 FTAs and another 2 FTAs under negotiation, which should attract further FDI investment in the years ahead.

FDI is solid, will likely surge after travel restrictions are eased



Source: GSO

Domestic demand: Not much to cheer about

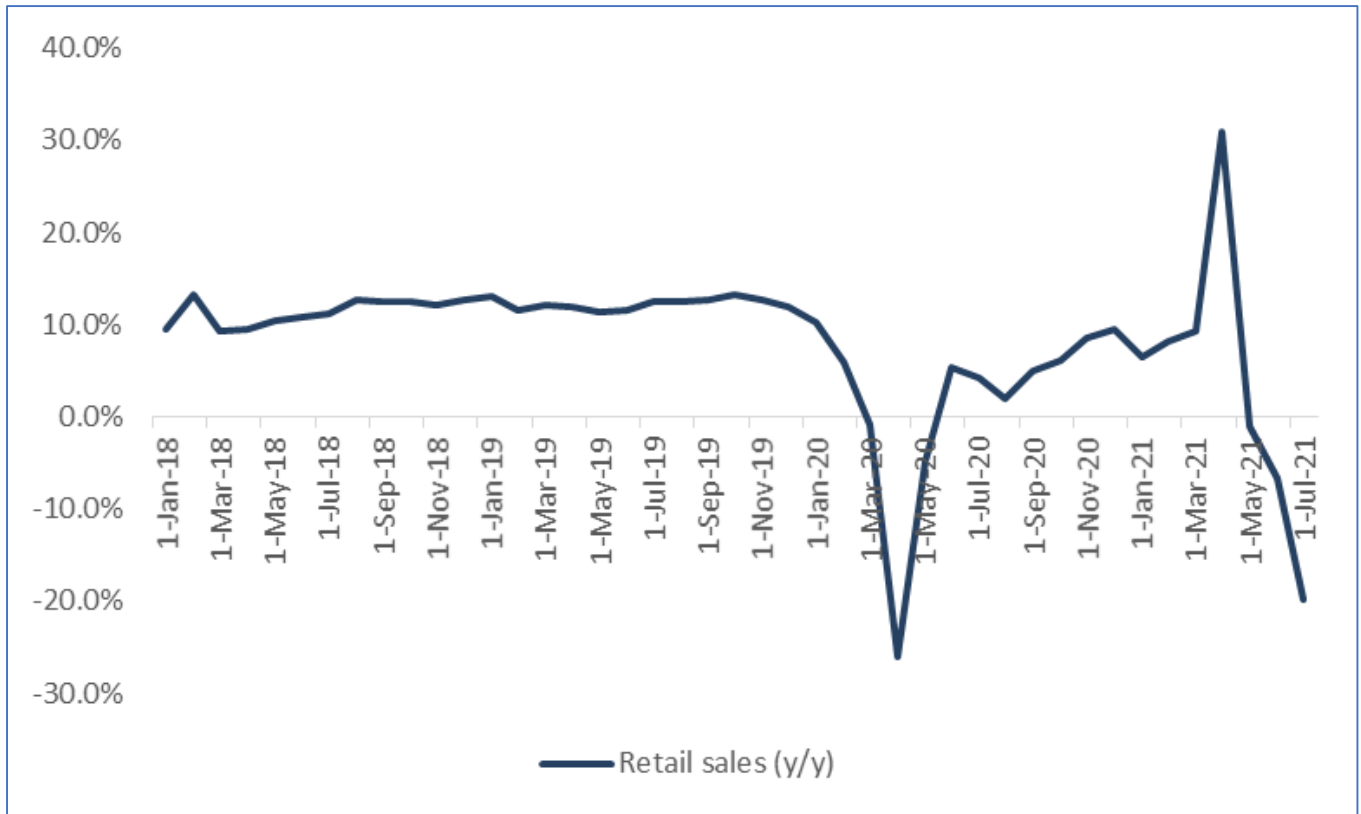
Temporary store closures as part of the social distancing policies certainly hit retail sales. The GSO reported that total estimated retail sales of consumer goods and services in July reached VND 339 trillion, down by -8.3% MoM and -19.8% YoY. As with manufacturing, this comes as a disappointment relative to the extreme strength of recent months (+30.9% YoY in April).

7M21 retail sales of goods and services reached VND 2,791 trillion, up 0.7% YoY (vs. +4.9% YoY for 6M2021). By comparison, 7M20 retail sales declined by -5.0%, indicating that YTD retail consumption has yet to get back on trend with 2019 (i.e., normalized) levels of growth.

In terms of the mix, 7M21 retail sales of goods reached VND 2.269 trillion (up by 3.2% YoY). This segment accounts for about 81.3% of total sales. By contrast, hospitality and catering sales declined by -11.8% YoY to VND 244 trillion; this segment accounts for 8.7% of overall retail sales

In July, 16 southern provinces and Hanoi have adopted Directive 16 social distancing measures, which are very likely to remain in place until at least the middle of August, suggesting a further slowdown in domestic demand this month. In our view, the pace of the rollout of vaccines will play the crucial role in reopening the economy. Some experts forecast that 50% of the population of big cities will be vaccinated by the end of August, which would enable a strong recovery of retail sales in September if it happens. Our understanding is that roughly 10% of HCMC's population has been vaccinated (largely one jab) so far.

Domestic demand was clearly hit by the COVID outbreak



Source: GSO

CPI still remains low, in contrast to on-the-ground experience

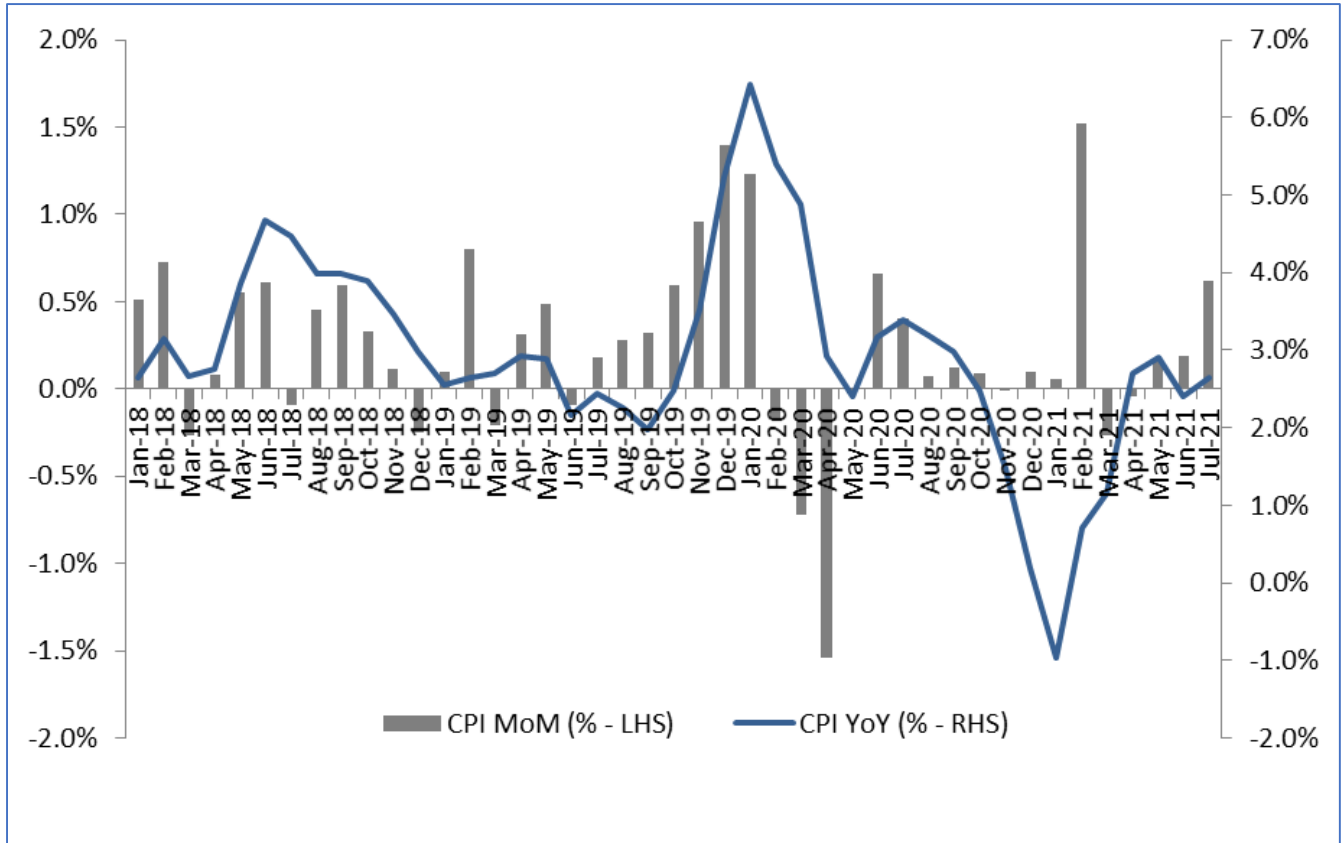
We have witnessed food prices surge sharply in our local community as HCMC adopted Directive 16 social distancing, but our limited observation may not represent the price situation across the whole country. Despite recent advances in commodity prices and other wholesale prices, we were still surprised to see that CPI remains quite low. This implies ample room for continued expansionary monetary policy.

We still believe that CPI faces upside risk going forward as producers must either take the pain of higher input costs or attempt to share this unpleasantness with consumers by increasing their selling prices. Low inflation figures will create ample room for accommodative expansionary policies to trigger economic growth (and credit stresses mean that rates will be kept low for the foreseeable future, in our opinion).

Specifically, the consumer price index (CPI) in July 2021 increased by 0.62% MoM and 2.64% YoY. The CPI has thus risen by 2.25% YTD, indicating considerable headroom under the annual target of sub-4%. Prices of seven of the 11 items in the CPI basket increased in July on a MoM basis, whereas three items saw decreased prices.

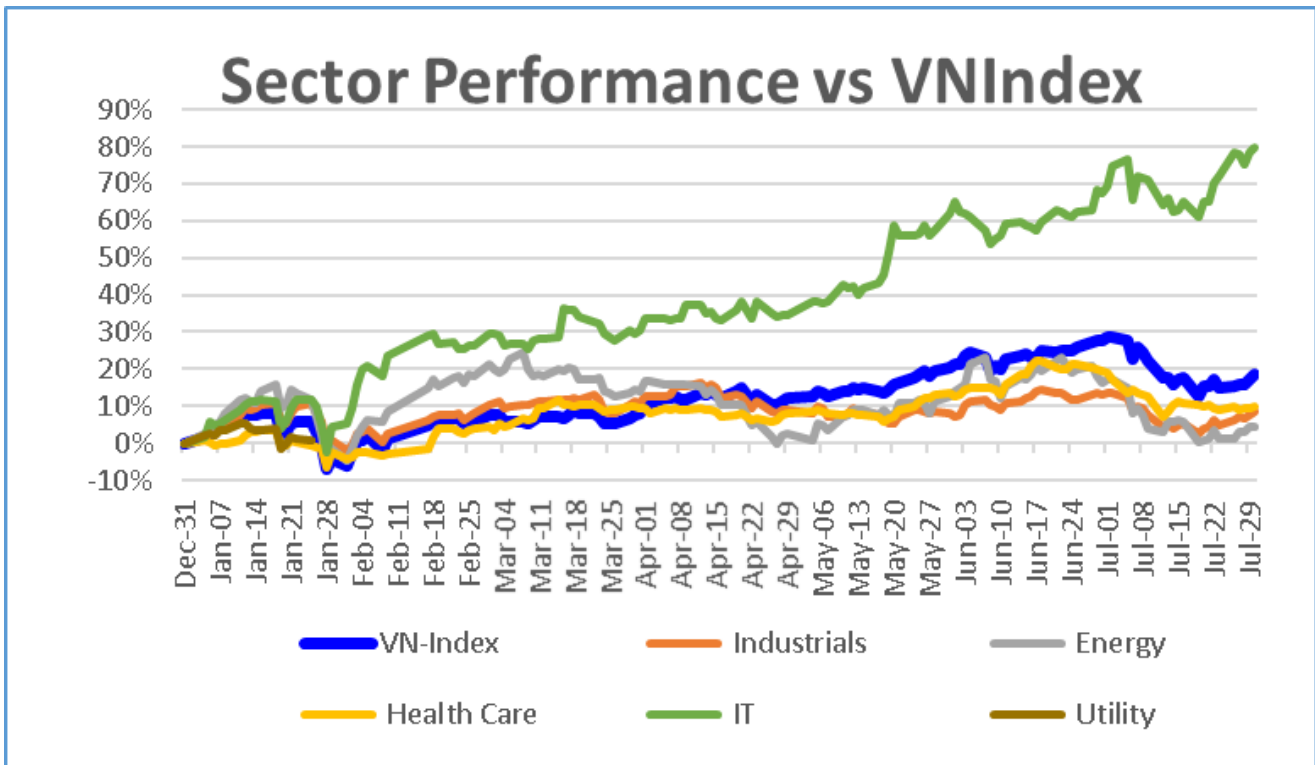
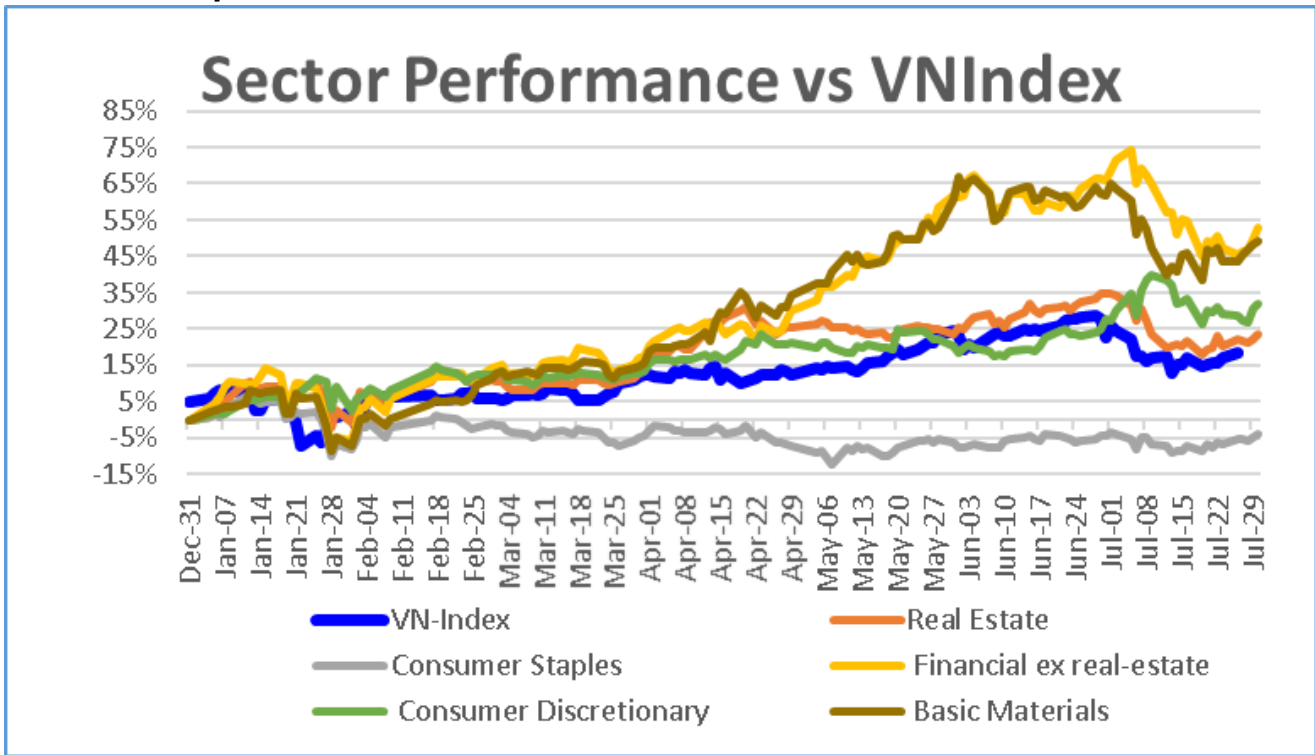
Breaking down the CPI basket, housing and building materials, which account for 15.7% of the CPI basket, posted an increase of 0.88% MoM; transportation, which accounts for 9.37% of the basket, rose by 2.4% MoM due to a 7.1% increase in the petroleum price. Surprisingly to us (and our empty wallets), food and foodstuff, which accounts for 36% of the CPI basket, rose by 0.67% MoM; specifically, the GSO reported pork prices declined by 1.5% MoM.

Inflation (as measured by CPI) has bucked the global trend



Source: GSO

Sector performance YTD – Banks and materials bounced last week.



Source: Bloomberg (Jul 30)

Yuanta Universe: Valuations and ratings

Sector	Stock Code	PER (x)			EPS Growth (%)			PEG (x)			PBV (x)			ROE (%)			ROA (%)		
		2019A	2020E	2021E	2019A	2020E	2021E	2019A	2020E	2021E	2019A	2020E	2021E	2019A	2020E	2021E	2019A	2020E	2021E
Banks	ACB VN	10.0	10.3	9.6	18.1	(3.3)	6.9	0.6	n/a	1.4	2.2	2.2	2.2	24.2	24.0	22.8	1.7	1.8	1.9
	BID VN	23.1	19.8	16.3	9.1	16.5	21.4	2.5	1.2	0.8	2.1	2.0	1.9	10.5	10.9	12.4	0.5	0.5	0.6
	HDB VN	15.1	12.6	10.1	(26.4)	19.4	24.7	n/a	0.7	0.4	1.7	2.3	1.9	19.3	18.8	19.2	1.6	1.5	1.5
	MBB VN	10.5	9.7	7.4	14.1	8.5	31.2	0.7	1.1	0.2	1.8	1.7	1.4	19.8	18.4	20.1	1.9	1.8	2.1
	STB VN	26.7	24.2	18.0	43.3	10.5	34.3	0.6	2.3	0.5	2.0	1.9	1.7	7.9	8.0	9.8	0.5	0.5	0.6
	VCB VN	21.9	22.0	16.8	34.8	(0.6)	31.4	0.6	n/a	0.5	4.5	3.9	3.3	23.2	18.8	21.0	1.4	1.3	1.5
	VPB VN	18.1	14.3	12.7	11.6	26.1	13.0	1.6	0.5	1.0	3.5	2.8	1.8	21.5	21.9	17.5	2.4	2.6	3.1
Brokers	HCM VN	32.7	27.5	16.5	(49.0)	18.7	66.9	n/a	1.5	0.2	3.4	3.3	3.2	11.7	12.1	23.8	6.2	5.3	8.2
	SSI VN	29.2	24.1	34.8	(22.9)	21.0	(30.7)	n/a	1.1	n/a	3.0	3.3	4.0	10.3	13.1	13.9	3.7	4.0	4.2
	VCI VN	12.0	10.9	15.2	(16.3)	9.5	(28.2)	n/a	1.1	n/a	2.0	1.8	3.3	18.0	17.0	23.2	9.9	9.0	11.5
	VND VN	25.6	14.5	17.5	(0.7)	75.7	(17.0)	n/a	0.2	n/a	3.0	2.5	2.9	12.7	19.7	22.4	3.4	5.1	6.7
Energy	PVD VN	40.5	43.2	69.1	(4.0)	(1.3)	(40.6)	n/a	n/a	n/a	0.5	0.5	0.5	17.1	1.3	0.8	0.9	0.9	0.5
	NT2 VN	7.2	8.7	11.6	(2.7)	(17.1)	(25.3)	n/a	n/a	n/a	1.3	1.2	1.4	14.8	7.4	15.9	9.2	9.0	7.4
	PC1 VN	12.0	8.9	10.1	(32.1)	34.7	(11.3)	n/a	0.3	n/a	1.2	0.9	0.8	10.2	11.9	9.0	4.8	5.3	3.6
Consumer	MSN VN	28.0	31.0	25.2	4.8	(9.6)	22.9	5.9	n/a	1.1	4.5	3.9	3.4	17.3	13.5	14.5	8.4	7.0	8.0
	PNJ VN	22.5	24.6	18.0	(20.2)	(8.2)	36.8	n/a	n/a	0.5	3.6	3.1	2.7	28.7	25.9	20.3	17.8	16.0	13.2
	DGW VN	43.9	35.6	32.8	24.5	23.3	8.5	1.8	1.5	3.9	7.2	6.4	5.7	17.1	18.9	18.4	6.1	7.1	7.1
Oil & GAS	POW VN	12.7	11.1	10.3	(18.0)	14.1	7.5	n/a	0.8	1.4	0.7	0.8	0.7	6.8	7.4	7.6	3.9	4.5	4.5
Property	KBC VN	12.1	11.2	8.7	23.0	(54.0)	400.0	2.4	n/a	0.3	2.1	1.8	1.5	10.0	3.0	20.0	6.0	1.0	9.0
	KDH VN	27.5	20.1	18.2	(15.8)	37.0	10.6	n/a	0.5	1.7	2.9	2.6	2.3	11.9	14.5	14.2	7.5	8.9	9.4
	NLG VN	9.8	15.1	18.6	27.0	(35.0)	(19.0)	0.4	n/a	n/a	2.2	2.2	2.2	18.0	13.0	12.0	10.0	7.0	6.0
	NVL VN	29.4	26.4	44.4	1.0	12.0	(42.0)	29.4	2.2	n/a	4.7	4.0	3.0	15.0	14.0	10.0	4.0	3.0	2.0
	VHM VN	19.8	15.5	11.6	20.4	27.1	33.5	1.0	0.6	0.3	1.7	1.3	0.9	30.0	28.7	28.5	11.6	11.9	12.7
Transportatio	ACV VN	26.7	24.6	19.1	5.0	8.3	28.8	5.3	3.0	0.7	4.6	4.0	3.3	20.7	18.8	20.2	12.1	11.4	11.3

Stock ratings and pricing data is as of close on Jul 30 2021.

Source: Bloomberg, Yuanta Vietnam



Appendix A: Important Disclosures

Analyst Certification

Each research analyst primarily responsible for the content of this research report, in whole or in part, certifies that with respect to each security or issuer that the analyst covered in this report: (1) all of the views expressed accurately reflect his or her personal views about those securities or issuers; and (2) no part of his or her compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed by that research analyst in the research report.

Ratings Definitions

BUY: We have a positive outlook on the stock based on our expected absolute or relative return over the investment period. Our thesis is based on our analysis of the company's outlook, financial performance, catalysts, valuation and risk profile. We recommend investors add to their position.

HOLD–Outperform: In our view, the stock's fundamentals are relatively more attractive than peers at the current price. Our thesis is based on our analysis of the company's outlook, financial performance, catalysts, valuation and risk profile.

HOLD–Underperform: In our view, the stock's fundamentals are relatively less attractive than peers at the current price. Our thesis is based on our analysis of the company's outlook, financial performance, catalysts, valuation and risk profile.

SELL: We have a negative outlook on the stock based on our expected absolute or relative return over the investment period. Our thesis is based on our analysis of the company's outlook, financial performance, catalysts, valuation and risk profile. We recommend investors reduce their position.

Under Review: We actively follow the company, although our estimates, rating and target price are under review.

Restricted: The rating and target price have been suspended temporarily to comply with applicable regulations and/or Yuanta policies.

Note: Yuanta research coverage with a Target Price is based on an investment period of 12 months. Greater China Discovery Series coverage does not have a formal 12 month Target Price and the recommendation is based on an investment period specified by the analyst in the report.

Global Disclaimer

© 2019 Yuanta. All rights reserved. The information in this report has been compiled from sources we believe to be reliable, but we do not hold ourselves responsible for its completeness or accuracy. It is not an offer to sell or solicitation of an offer to buy any securities. All opinions and estimates included in this report constitute our judgment as of this date and are subject to change without notice.

This report provides general information only. Neither the information nor any opinion expressed herein constitutes an offer or invitation to make an offer to buy or sell securities or other investments. This material is prepared for general circulation to clients and is not intended to provide tailored investment advice and does not take into account the individual financial situation and objectives of any specific person who may receive this report. Investors should seek financial advice regarding the appropriateness of investing in any securities, investments or investment strategies discussed or recommended in this report. The information contained in this report has been compiled from sources believed to be reliable but no representation or warranty, express or implied, is made as to its accuracy, completeness or correctness. This report is not (and should not be construed as) a solicitation to act as securities broker or dealer in any jurisdiction by any person or company that is not legally permitted to carry on such business in that jurisdiction.

Yuanta research is distributed in the United States only to Major U.S. Institutional Investors (as defined in Rule 15a-6 under the Securities Exchange Act of 1934, as amended and SEC staff interpretations thereof). All transactions by a US person in the securities mentioned in this report must be effected through a registered broker-dealer under Section 15 of the Securities Exchange Act of 1934, as amended. Yuanta research is distributed in Taiwan by Yuanta Securities Investment Consulting. Yuanta research is distributed in Hong Kong by Yuanta Securities (Hong Kong) Co. Limited, which is licensed in Hong Kong by the Securities and Futures Commission for regulated activities, including Type 4 regulated activity (advising on securities). In Hong Kong, this research report may not be redistributed, retransmitted or disclosed, in whole or in part or and any form or manner, without the express written consent of Yuanta Securities (Hong Kong) Co. Limited.

Taiwan persons wishing to obtain further information on any of the securities mentioned in this publication should contact:

Attn: Research
Yuanta Securities Investment Consulting
4F, 225,
Section 3 Nanking East Road, Taipei 104
Taiwan

Hong Kong persons wishing to obtain further information on any of the securities mentioned in this publication should contact:

Attn: Research
Yuanta Securities (Hong Kong) Co. Ltd
23/F, Tower 1, Admiralty Centre
18 Harcourt Road,
Hong Kong

Korean persons wishing to obtain further information on any of the securities mentioned in this publication should contact:

Head Office
Yuanta Securities Building
Euljiro 76 Jung-gu
Seoul, Korea 100-845
Tel: +822 3770 3454

Indonesia persons wishing to obtain further information on any of the securities mentioned in this publication should contact:

Attn: Research
PT YUANTA SECURITIES INDONESIA
(A member of the Yuanta Group)
Equity Tower, 10th Floor Unit EFGH
SCBD Lot 9
Jl. Jend. Sudirman Kav. 52-53
Tel: (6221) - 5153608 (General)

Thailand persons wishing to obtain further information on any of the securities mentioned in this publication should contact:

Research department
Yuanta Securities (Thailand)
127 Gaysorn Tower, 16th floor
Ratchadamri Road, Pathumwan
Bangkok 10330

Vietnam persons wishing to obtain further information on any of the securities mentioned in this publication should contact:

Research department
Yuanta Securities (Vietnam)
4th Floor, Saigon Centre
Tower 1, 65 Le Loi Boulevard,
Ben Nghe Ward, District 1,
HCMC, Vietnam

YUANTA SECURITIES NETWORK

China
 Beijing Rep. Office
 Shanghai Rep. Office
 Shenzhen Rep. Office

Hong Kong
 Yuanta Securities Hong Kong
 Polaris Securities
 Hong Kong Rep. Office

Vietnam
 Yuanta Securities Vietnam

Myanmar
 Myanmar Rep. Office

Cambodia
 Yuanta Securities Cambodia



South Korea
 Yuanta Securities Korea
 Hanshin Mutual Savings

Taiwan
 Yuanta Securities
 Yuanta Bank
 Yuanta Life

Philippines
 Yuanta Saving Bank

Indonesia
 Yuanta Securities Indonesia

Thailand
 Yuanta Securities Thailand

YUANTA SECURITIES VIETNAM OFFICE

Head office: 4th Floor, Saigon Centre, Tower 1, 65 Le Loi Boulevard, Ben Nghe Ward, District 1, HCMC, Vietnam

Institutional Research

Matthew Smith, CFA
 Head of Research
 Tel: +84 28 3622 6868 (ext. 3815)
matthew.smith@yuanta.com.vn

Binh Truong
 Deputy Head of Research (O&G, Energy)
 Tel: +84 28 3622 6868 (3845)
binh.truong@yuanta.com.vn

Tanh Tran
 Analyst (Banks)
 Tel: +84 28 3622 6868 (3874)
tanh.tran@yuanta.com.vn

Tam Nguyen
 Analyst (Property)
 Tel: +84 28 3622 6868 (3874)
tam.nguyen@yuanta.com.vn

Di Luu
 Assistant Analyst
 Tel: +84 28 3622 6868 (ext. 3845)
di.luu@yuanta.com.vn

Institutional Sales

Huy Nguyen
 Head of Institutional sales
 Tel: +84 28 3622 6868 (3808)
huy.nguyen@yuanta.com.vn

Tu Nguyen
 Sales Trader
 Tel: +84 28 3622 6868 (3890)
tu.nguyen1@yuanta.com.vn

Trung Nguyen
 Sales Trader
 Tel: +84 28 3622 6868 (3890)
trung.nguyen2@yuanta.com.vn