

Market commentary: The VN-INDEX fell 0.6% on investors' extra caution

The VN-INDEX closed down 0.6%, its third consecutive fall, as investors sold Financials and Real Estate large caps to protect funds. The U.S. stock market saw strong sell-off the previous night on rising concerns over the second wave of COVID-19 outbreaks, and the Dow Jones index lost 710.16pts (-2.7%). In Vietnam, the VN-INDEX fell 1.2% at the session start to its intraday low of 849.6pts. Later, the index made an effort to return to the reference level after Beijing announced to bring the new COVID-19's wave to under control. But strong selling of market pillars constrained the index recovery. Financials large caps dropped, including VCB (-1.2%), BID (-0.7%), and TCB (-1.5%). Real Estate large caps also lost ground, with VIC and VRE easing 1.4% and 1.3%, respectively. On the other hand, Materials stocks had an impressive session. Notably, HPG skirted the sale-off and landed in green after a company executive announced the 2Q20 net profit jumped 32% yoy to VND2,700bn, a record in its earnings history. Despite the recovery effort in late trading, the VN-INDEX closed below the reference price level at 854.6pts (-0.6%), while the HNX-INDEX edged up 0.3% to 114.1pts thanks to strong support from SHB (+2.9%).

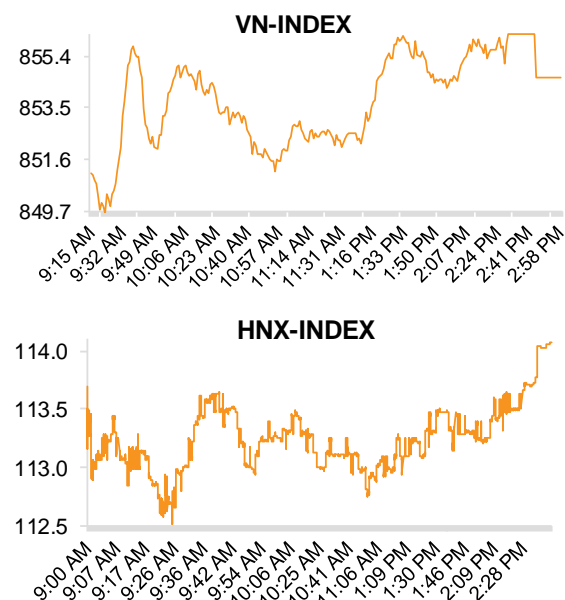
Only Materials (+0.8%) rose today, while Consumer Discretionary (-1.2%), Financials (-0.9%) and Health Care (-0.9%) lost ground. Top index movers included NVL (+2.0%), HPG (+1.1%), STB (+2.2%), ITA (+6.9%) and HSG (+5.1%). Top index laggards consisted of VIC (-1.4%), VCB (-1.2%), VNM (-0.6%), BID (-0.7%) and TCB (-1.5%). Top three major put-through transactions were MSN with 3.1m shares (VND174.8bn), VGC with 4.8m shares (VND86.5bn) and NVL with 0.8m shares (VND44.2bn).

Foreigners net sold on HOSE to the amount of VND69.6bn, and also net sold on HNX to the amount of VND6.3bn. They mainly bought KDC (VND36bn), VHM (VND31.4bn) and FUEVFN (VND26.9bn); and mainly sold HPG (VND72.1bn), VNM (VND38.2bn) and VRE (VND37.6bn).

Snapshot	HOSE	HNX
Close (pts)	854.6	114.1
1 Day change (%)	-0.60	0.33
Volume (mn shs)	312.3	60.9
Value (US\$mn)	199.7	20.5
Gainers	114	78
Losers	189	79
Unchanged	77	196

Commodities & Currencies	Close	%chg
Gold(USD/Oz)	1,766	-0.4
WTI Oil (\$/B) 1Mth	38	-0.4
Brent Oil (\$/B) 1Mth	40	-0.3
USDVND	23,204	0.0
EURVND	26,125	0.1

Source: Bloomberg



Sectors (VNIndex)	Index Wgt (%)	Price 1D chg	P/E x	P/B x
Consumer Discretionary	2.7	-1.2%	12.0	2.4
Consumer Staples	15.6	-0.4%	22.9	4.8
Energy	2.3	-0.2%	46.8	2.6
Financials	29.5	-0.9%	15.1	2.2
Health Care	1.0	-0.9%	16.8	2.6
Industrials	8.0	-0.5%	14.1	2.1
IT	1.4	-0.8%	11.8	2.4
Materials	4.6	0.8%	14.1	1.5
Real Estate	26.0	-0.6%	26.3	3.4
Utilities	7.1	-0.3%	12.5	2.2

Source: Bloomberg

Country Peering	Close Points	1D chg %	P/E x	P/B x	Market cap US\$bn
China	4,139	0.4%	15.8	1.9	4,845
India	10,331	0.3%	22.6	2.4	1,052
Indonesia	4,897	-1.4%	15.7	1.6	406
Singapore	2,590	-1.5%	10.3	0.9	333
Malaysia	1,492	-0.7%	19.2	1.6	228
Philippines	6,118	-1.1%	14.5	1.5	154
Taiwan	11,661	0.4%	19.8	1.8	1,196
Thailand	1,320	-1.0%	18.5	1.5	463
Vietnam	855	-0.6%	14.1	1.9	129

Source: Bloomberg

25-Jun

Market News

Oil heads lower on virus resurgence and U.S. stockpile build

Oil edged lower after its biggest drop in almost two weeks as swelling U.S. crude stockpiles and a surge in coronavirus cases across the nation raised concerns about demand in the world's largest economy. Futures in New York dropped below US\$38 a barrel after losing 5.9% Wednesday as American crude inventories rose for a third straight week. New infections reached daily records in Florida, California and Texas, where the governor said a "massive outbreak" is sweeping the state. U.S. gasoline futures tumbled the most in two months amid fears that lockdowns may need to be re-imposed. Activity at Indian refineries is still well down on year-earlier levels, more evidence that Asian nations aren't managing to replicate China's fast recovery. The pessimism has pushed global benchmark Brent's prompt time spread back into contango. The market structure - where near-dated contracts are cheaper than later-dated ones - suggests there's still concern about oversupply. While the demand picture is still murky, the OPEC+ alliance's production cuts and involuntary supply reductions from the U.S. shale patch have gone a long way to rebalance the oil market. However, that's happened against the backdrop of a global economy that's still struggling to shake off the coronavirus. The International Monetary Fund predicted on Wednesday a significantly deeper recession than it anticipated two months ago. (*Bloomberg*)

Vietnam's National Assembly doubles down on 2020 targets

Despite massive difficulties hitting the economy, the National Assembly has decided not to adjust socio-economic goals for 2020, especially the growth rate, saying efforts would be made to attempt to realise them. The ninth session of the 14th National Assembly (NA) having wrapped up last week decided that all socio-economic targets earlier set by the legislature are not to be adjusted now, including the economic growth rate, and the whole country will make greatest efforts to weather all difficulties to maximise the accomplishment of all the targets. Last November, the NA set a target of 6.8% in economic growth for 2020. According to experts, each percentage of economic growth can create more than 400,000 jobs, which can have a great impact on people's livelihoods and enterprise performance. So the government and the NA have taken great caution when deciding on any adjustment of the economic growth target, especially now the country is showing signs of recovery. VNDirect Security Corporation last week forecast that the economy is expected to suffer from a -0.6% growth in the second quarter of the year due to grave impacts of COVID-19. However, it will likely bounce back to 6% in the third quarter and 7.4% in the fourth quarter. The rate for the whole 2020 is forecast to be 4.5%. The Asian Development Bank (ADB) last week released a forecast that Vietnam's economic growth will slow sharply in 2020, to 4.1%, the highest within the ASEAN, but the rate will likely rebound to 6.8% next year and remain strong over the medium and long term. "The World Bank's assessment showed that Vietnam is still maintaining its good fundamentals, with the highest growth rate in Southeast Asia and the wider Asian region. Among the ASEAN-5 (Malaysia, Indonesia, the Philippines, Singapore, and Thailand), Vietnam has the best growth outlook," Prime Minister Nguyen Xuan Phuc stated. The Vietnamese economy has also been predicted to rebound strongly in 2021 thanks to a surge in domestic production after COVID-19. (*Vietnamnet.vn*)

Notable Corporate Events

Airports Corporation of Vietnam (ACV VN UPCOM) – Business targets for 2020F: ACV has targeted FY20F revenue at VND11,317bn (-45% yoy) and profit before tax at VND2,007bn (-80% yoy), it said in a report to its upcoming AGM. ACV also plans to issue nearly 196m new shares to pay a 9% stock dividend for 2019, the report said. (*Ndh.vn*)

<to be continued>

COVERAGE SUMMARY

Ticker	Close price	Adjusted target price	Dividend yield	Upside	Recommendation	Latest report
PC1	17,350	17,200	0.0%	-2.8%	HOLD	Link
LPB	8,800	10,000	0.0%	11.1%	HOLD	Link
NLG	24,800	39,600	2.9%	59.1%	ADD	Link
ACV	62,300	82,900	1.3%	32.0%	ADD	Link
DPM	15,250	15,800	8.8%	11.7%	HOLD	Link
QNS	29,800	44,300	2.4%	62.5%	ADD	Link
LTG	21,400	27,300	8.9%	41.8%	ADD	Link
VCB	83,700	86,200	1.2%	2.0%	HOLD	Link
MBB	17,350	26,200	5.7%	55.3%	ADD	Link
VPB	22,000	21,200	0.0%	-6.6%	HOLD	Link
TCM	20,100	28,200	2.8%	40.0%	ADD	Link
HPG	27,300	32,800	2.3%	22.4%	ADD	Link
PVT	10,850	14,400	12.1%	40.9%	ADD	Link
STK	16,700	22,400	9.1%	41.6%	ADD	Link
PNJ	59,600	78,800	3.0%	36.4%	ADD	Link
KDH	23,850	28,300	2.5%	19.1%	ADD	Link
DCM	9,500	8,900	10.4%	5.0%	HOLD	Link
VTP	136,000	111,000	1.8%	-15.7%	REDUCE	Link
ACB	23,700	28,500	2.9%	21.1%	ADD	Link
GAS	72,400	61,800	4.4%	-11.1%	REDUCE	Link
PVS	12,400	16,500	7.9%	37.6%	ADD	Link
PVD	10,450	16,500	0.0%	54.2%	ADD	Link
MSH	34,300	51,600	12.3%	59.5%	ADD	Link
MWG	83,600	139,900	3.4%	66.2%	ADD	Link
POW	10,250	16,700	0.0%	59.0%	ADD	Link
TCB	20,200	27,400	0.0%	32.0%	ADD	Link

Ticker	Close price	Adjusted target price	Dividend yield	Upside	Recommendation	Latest report
PPC	24,600	27,400	9.1%	20.0%	ADD	Link
VIB	17,800	23,800	0.0%	36.0%	ADD	Link
KBC	14,550	17,500	0.0%	16.3%	ADD	Link
VNM	116,400	131,000	5.4%	19.0%	ADD	Link
VHM	75,500	104,300	1.5%	34.7%	ADD	Link
VJC	108,500	142,200	2.9%	33.3%	ADD	Link
VHC	37,500	39,700	3.3%	7.1%	HOLD	Link
VRE	26,500	42,600	0.0%	54.3%	ADD	Link
GMD	19,750	29,500	0.0%	49.0%	ADD	Link
DBC	49,000	35,500	1.3%	-32.1%	REDUCE	Link
FPT	46,800	64,348	4.9%	41.8%	ADD	Link
MML	49,500	73,700	0.0%	50.4%	ADD	Link

MARKET MOVEMENTS

HOSE					
Top gainers					VND
Ticker	Last Price	Chg	%chg	Vol.	Index impact
SJS	23,000	1,500	6.98	153,800	0.049
MHC	5,530	360	6.96	2.01MLN	0.004
DAT	9,540	620	6.95	10	0.008
ITA	5,260	340	6.91	15.60MLN	0.091
VID	9,000	580	6.89	188,110	0.005

Top losers					
Ticker	Last Price	Chg	%chg	Vol.	Index impact
VPG	17,300	-1,300	-6.99	7,200	-0.010
PLP	11,400	-850	-6.94	1.25MLN	-0.006
SC5	19,450	-1,450	-6.94	1,160	-0.006
HTL	12,100	-900	-6.92	160	-0.003
VAF	7,970	-590	-6.89	20	-0.006

Top index movers					
Ticker	Last Price	Chg	%chg	Vol.	Index impact
NVL	59,500	1,200	2.06	1.12MLN	0.332
HPG	27,300	300	1.11	24.41MLN	0.236
STB	11,450	250	2.23	10.66MLN	0.134
ITA	5,260	340	6.91	15.60MLN	0.091
HSG	12,300	600	5.13	18.73MLN	0.076

Top index laggards					
Ticker	Last Price	Chg	%chg	Vol.	Index impact
VIC	93,400	-1,300	-1.37	169,470	-1.254
VCB	83,700	-1,000	-1.18	506,650	-1.058
VNM	116,400	-700	-0.60	572,770	-0.348
BID	40,000	-300	-0.74	791,820	-0.344
TCB	20,200	-300	-1.46	1.16MLN	-0.299

Top liquidity					
Ticker	Last Price	Chg	%chg	Val. (VNDbn)	Index impact
HPG	27,300	300	1.11	667	0.236
HSG	12,300	600	5.13	227	0.076
STB	11,450	250	2.23	120	0.134
VHM	75,500	-200	-0.26	93	-0.191
DBC	49,000	1,500	3.16	89	0.045

HNX					
Top gainers					VND
Ticker	Last Price	Chg	%chg	Vol.	Index impact
APP	4,400	-400	10.00	6,100	0.001
CVN	12,100	-700	10.00	84,400	0.004
LCS	2,200	-100	10.00	14,400	0.001
LO5	2,200	200	10.00	4,500	0.001
SCI	15,400	-600	10.00	60,900	0.007

Top losers					
Ticker	Last Price	Chg	%chg	Vol.	Index impact
D11	31,700	-1,900	-9.94	11,200	-0.010
KSD	5,600	0	-9.68	3,300	-0.001
SJ1	16,000	0	-9.60	400	-0.013
TMC	10,600	1,000	-9.40	4,400	-0.004
DST	6,900	-600	-9.21	1.29MLN	-0.023

Top index movers					
Ticker	Last Price	Chg	%chg	Vol.	Index impact
SHB	14,300	400	2.88	1.22MLN	0.524
VIX	8,200	700	9.33	1.15MLN	0.065
HUT	2,900	200	7.41	19.59MLN	0.046
DNP	17,000	600	3.66	4,000	0.030
IDJ	12,900	700	5.74	264,600	0.022

Top index laggards					
Ticker	Last Price	Chg	%chg	Vol.	Index impact
ACB	23,700	-100	-0.42	2.50MLN	-0.158
VCG	28,100	-800	-2.77	206,300	-0.053
VNR	20,600	-1,600	-7.21	5,800	-0.031
IDC	18,000	-200	-1.10	20,200	-0.030
PTI	19,000	-1,300	-6.40	4,000	-0.026

Top liquidity					
Ticker	Last Price	Chg	%chg	Val. (VNDbn)	Index impact
ACB	23,700	-100	-0.42	59	-0.158
HUT	2,900	200	7.41	56	0.046
PVS	12,400	-100	-0.80	36	-0.024
SHS	13,200	100	0.76	31	0.015
NVB	8,800	0	0.00	20	0.000

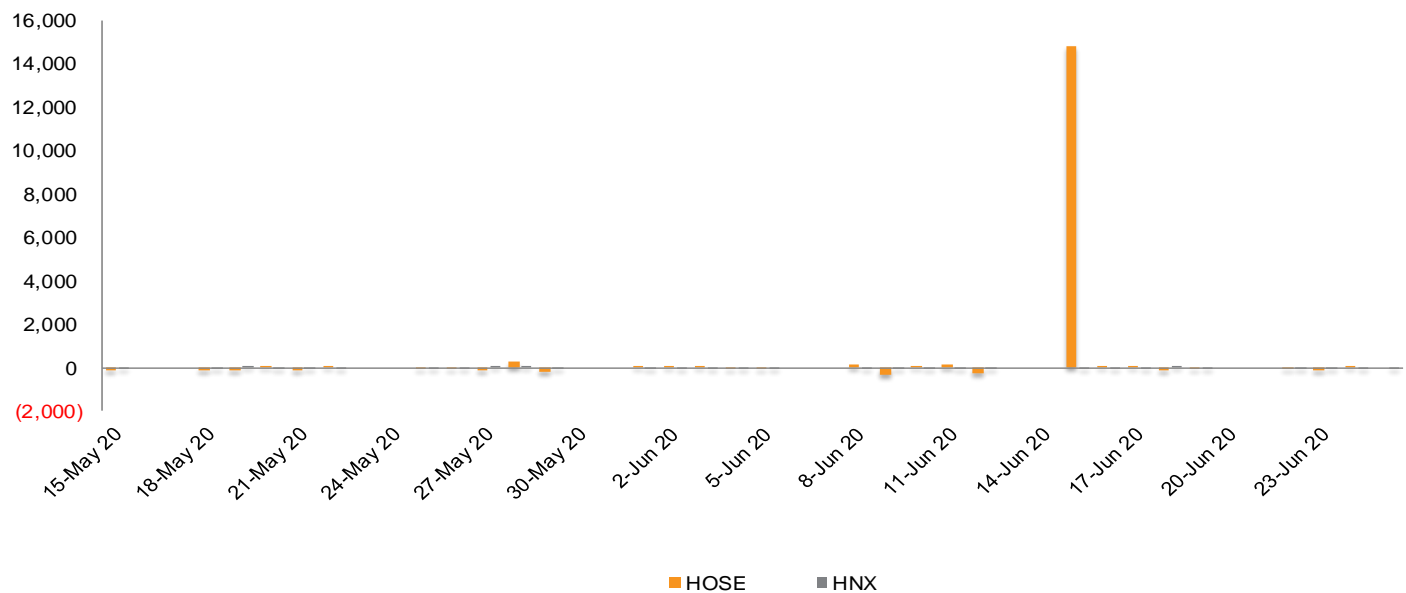
Source: Bloomberg

FOREIGN ACTIVITIES

Volume (Mn'shs)	HOSE	HNX	Value (VND'bn)	HOSE	HNX
BUY	14.1	0.9	BUY	314.2	1.4
% of market	4.7%	1.4%	% of market	7.1%	0.3%
SELL	13.8	0.9	SELL	383.8	7.7
% of market	4.6%	1.5%	% of market	8.6%	1.6%
NET BUY (SELL)	0.3	(0.1)	NET BUY (SELL)	(69.6)	(6.3)

Source: HSX, HNX

Foreign net buy/sell (30 days) in VND'bn



YTD ACCUMULATION

Volume (Mln'shs)	HOSE	HNX	Value (VND'bn)	HOSE	HNX
BUY	2,261.2	61.2	BUY	88,430.0	683.2
% of market	6.9%	0.9%	% of market	15.6%	0.4%
SELL	2,964.7	274.3	SELL	90,028.5	2,699.9
% of market	9.0%	4.2%	% of market	15.9%	1.6%
NET BUY (SELL)	(703.5)	(213.0)	NET BUY (SELL)	(1,599)	(2,016.7)

Source: HSX, HNX

FOREIGN ACTIVITIES

HOSE					
Top buy by foreigners (value)					VND'bn
Ticker	Last Price	Chg	%chg	Value	Index impact
KDC	29,500	-300	-1.01	36.0	-0.022
VHM	75,500	-200	-0.26	31.4	-0.191
FUEFVNC	12,100	120	1.00	26.9	0.000
DXG	12,150	50	0.41	26.1	0.007
VNM	116,400	-700	-0.60	20.3	-0.348

HNX					
Top buy by foreigners (value)					VND'bn
Ticker	Last Price	Chg	%chg	Value	Index impact
ACM	700	0	0.00	0.6	0.000
BVS	10,200	100	0.99	0.2	0.000
AMV	17,700	0	0.00	0.1	0.000
TIG	7,300	0	0.00	0.1	0.000
SEB	31,000	200	0.65	0.0	0.000

Top sell by foreigners (value)						VND'bn
Ticker	Last Price	Chg	%chg	Value	Index impact	
HPG	27,300	300	1.11	72.1	0.236	
VNM	116,400	-700	-0.60	38.2	-0.348	
VRE	26,500	-350	-1.30	37.6	-0.232	
MSN	56,700	-500	-0.87	29.4	-0.167	
E1FVN30	13,340	-60	-0.45	23.1	0.000	

Top sell by foreigners (value)						VND'bn
Ticker	Last Price	Chg	%chg	Value	Index impact	
TIG	7,300	0	0.00	3.8	0.000	
PVS	12,400	-100	-0.80	2.8	0.000	
IVS	7,500	500	7.14	0.3	0.000	
BCC	7,200	-200	-2.70	0.3	0.000	
THT	6,700	200	3.08	0.2	0.000	

Top net buy by foreigners (value)						VND'bn
Ticker	Last Price	Chg	%chg	Value	Index impact	
KDC	29,500	-300	-1.01	35.7	-0.022	
FUEFVNC	12,100	120	1.00	26.3	0.000	
VHM	75,500	-200	-0.26	23.2	-0.191	
DXG	12,150	50	0.41	19.6	0.007	
NVL	59,500	1,200	2.06	14.1	0.332	

Top net buy by foreigners (value)						VND'bn
Ticker	Last Price	Chg	%chg	Value	Index impact	
ACM	700	0	0.00	0.5	0.000	
BVS	10,200	100	0.99	0.2	0.000	
AMV	17,700	0	0.00	0.1	0.000	
SEB	31,000	200	0.65	0.0	0.000	
IDV	37,900	-100	-0.26	0.0	0.000	

Top net sell by foreigners (value)						VND'bn
Ticker	Last Price	Chg	%chg	Value	Index impact	
HPG	27,300	300	1.11	-58.5	0.236	
VRE	26,500	-350	-1.30	-20.4	-0.232	
MSN	56,700	-500	-0.87	-18.4	-0.167	
VNM	116,400	-700	-0.60	-17.9	-0.348	
BID	40,000	-300	-0.74	-12.1	-0.344	

Top net sell by foreigners (value)						VND'bn
Ticker	Last Price	Chg	%chg	Value	Index impact	
TIG	7,300	0	0.00	-3.71	0.000	
PVS	12,400	-100	-0.80	-2.77	0.000	
BCC	7,200	-200	-2.70	-0.29	0.000	
IVS	7,500	500	7.14	-0.28	0.000	
THT	6,700	200	3.08	-0.19	0.000	

25-Jun-20

Source: Bloomberg, HOSE, HNX

DISCLAIMER

This report has been prepared by VNDIRECT or one of its affiliates for distribution in Vietnam and overseas. The information herein is believed by VNDIRECT to be reliable and is based on public sources believed to be reliable. With exception of information about VNDIRECT, VNDIRECT makes no representation about the accuracy of such information.

Options, estimates and projection expressed in this report represent the current views of the author at the date of publication only. They do not necessarily reflect the opinions of VNDIRECT and are subject to change without notice. VNDIRECT has no obligation to update, amend or in any way modify this report or otherwise notify a reader thereof in the event that any of the subject matter or opinion, projection or estimate contained within it changes or becomes inaccurate.

The information herein was obtained from various sources and we do not guarantee its accuracy or completeness. Prices and availability of financial instruments are also subject to change without notice.

This published research may be considered by VNDIRECT when buying or selling proprietary positions or positions held by funds under its management. VNDIRECT may trade for its own account as a result of short-term trading suggestions from analysts and may also engage in securities transactions in a manner inconsistent with this report and opinions expressed therein.

Neither the information nor any opinion expressed in this report constitutes an offer, nor an invitation to make an offer, to buy or sell any securities or any option, futures or other derivative instruments in any jurisdiction. Nor should it be construed as an advertisement for any financial instruments.

Officers of VNDIRECT may have a financial interest in securities mentioned in this report or in related instruments. This research report is prepared for general circulation for general information only. It does not have regard to the specific investment objectives, financial situation or particular needs of any person who may receive or read this report.

Investors should note that the prices of securities fluctuate and may rise and fall. Past performance, if any, is no guide to the future. The financial instruments discussed in this report may not be suitable for all investors. Investors must make their own financial decisions based on their independent financial advisors as they believe necessary and based on their particular financial situation and investment objectives.

This report may not be copied, reproduced, published or redistributed by any person for any purpose without the express permission of VNDIRECT in writing. Please cite sources when quoting.

ADDRESS

Headquarter

1 Nguyen Thuong Hien Str
Hai Ba Trung Dist, Hanoi
T: +84 24 3972 4568
F: +84 24 3972 4600

Vinh - Nghe An Office

1 Lenin Str
Vinh City, Nghe An Province
T: +84 388 688 466
F: +84 388 688 466

HCMC Office

The 90th Pasteur Building
90 Pasteur Str, Dist 1, HCMC
T: +84 28 7300 0688
F: +84 28 3914 6924

Can Tho Office

3rd floor STS Building, 11B Hoa Binh
Ninh Kieu, Can Tho
T: +84 710 3766 959
F: +84 710 3826 331

Da Nang Office

Room 7-8-9, 3rd floor, Buu Dien Building
155 Nguyen Van Linh Str, Da Nang City
T: +84 511 382 1111

Quang Ninh Office

1st & 2nd floor, 29-31, 25/4 Str
Ha Long City, Quang Ninh Province
T: +84 33 3820 818
F: +84 33 3820 333