

Snapshot	HOSE	HNX	UPCOM
Close (pts)	1,277.1	243.3	94.5
1 Day change (%)	0.0%	0.3%	1.0%
1 Month change	8.7%	10.2%	8.4%
1 Year change	19.7%	13.7%	16.5%

Value (US\$m)	942	92	94
Gainers	170	82	162
Losers	160	98	133
Unchanged	64	133	573

MARKET COMMENTARY

Market closes flat as rally takes breather

The VN-Index fluctuated between positive and negative territory in Tuesday trading, dropping as much as 0.5% in the afternoon before rallying in the final 45 minutes to close down just 0.03%, or 0.44 points, to 1277.14 points. Meanwhile, the HNX Index rose 0.3% to close at 243.9.

Retail (+0.8%), Chemicals (+0.6%) and Technology (+0.6%) were in the green through this session, led by PNJ (+0.6%), DCM (+5.3%) and FPT (+2.3%).

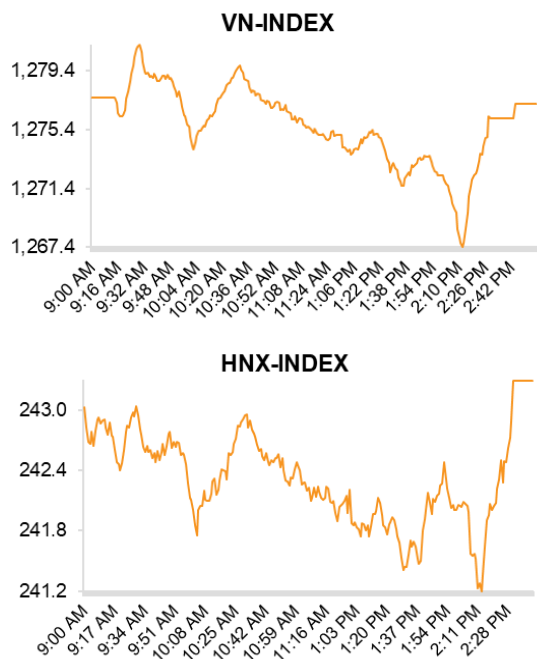
PNJ (+0.6%) gained thanks to positive business results in the first four months of 2024 as gold bar revenue reached VND6.8tn (USD267mn), an increase of 80% YoY and the highest level since this segment announced monthly results.

DCM (+5.3%) also led the market today, contributing 0.3 points to the Index. DCM completed the acquisition of Korea - Vietnam Fertilizer Company (KVF) to penetrate the NPK market in the Southeast, Central Highlands and Central regions, while Ca Mau Fertilizer's current NPK factory serves the needs of the Southwest region and Cambodia. The company aims to increase KVF's sales volume to 150,000 tons and make the company profitable by the end of 2024.

In 4M24, FPT (+2.3%) revenue and pre-tax profit increased 20.6% and 19.7% YoY to VND19tn (USD746mn) and VND3.5tn (USD138mn), respectively. Technology sector revenue grew 25% YoY to VND11.5tn (USD452mn), thanks to strong growth from the foreign IT Services segment (+29.2% YoY). FPT said it enjoyed 20 large projects with a scale of over USD5mn in 4M24.

Livestock tickers also outperformed the overall market today, led by MML (+12.9%), HAG (+1.0%), and DBC (+1.5%). Swine prices rose slightly by VND1,000/kg.

In contrast, Banks (-0.4%), Food & Beverage (-0.3%) and Basic Resources (-0.5%) dragged on the market, led by TCB (-0.9%), VNM (-0.3%), and HPG (-0.5%).



Commentator(s):



Barry Weisblatt – Head of Research

Barry.weisblatt@vndirect.com.vn

Country	Index	1D Chg (%)	Ytd Chg (%)	P/E (x)	P/B (x)	ROE (%)	Dividend yield (%)	3M/ADTV (US\$m)	5Y LC Gov Bond Yield	LC/US\$ % dod	LC/US\$ % mom	LC/US\$ % yoy
China	Shanghai Index	-0.4%	6.2%	14.1	1.3	9.6%	2.7%	56,143	2.1%	0.0%	0.1%	-2.8%
India	NSE500 Index	0.1%	9.0%	25.3	4.1	16.1%	1.1%	10,778	7.1%	0.0%	0.1%	-0.6%
Indonesia	JCI Index	-1.1%	-1.2%	18.8	2.1	15.9%	3.4%	651	6.9%	-0.1%	1.5%	-6.9%
Singapore	FSTAS Index	-0.2%	0.9%	12.5	1.1	8.4%	5.1%	845	3.3%	0.0%	1.1%	0.0%
Malaysia	FBME Index	-0.3%	14.2%	18.6	1.4	8.1%	3.6%	500	3.7%	-0.2%	1.8%	-3.1%
Philippines	PCOMP Index	-0.4%	3.2%	10.8	1.1	10.6%	3.1%	90	5.8%	-0.6%	-1.2%	-4.1%
Thailand	SET Index	-0.7%	-3.3%	16.4	1.2	6.9%	3.4%	1,071	2.5%	-0.5%	2.0%	-5.1%
Vietnam	VN-Index	0.0%	13.0%	16.0	1.8	12.1%	1.5%	818	2.0%	0.0%	-0.1%	-7.9%

Macro note**US May PMI due on Thursday: What to expect**

This week, investors will turn to the May FOMC meeting minutes released tomorrow, followed by the flash PMI in May due on Thursday. The May FOMC meeting minutes may help investors with hints about a potential rate cut later in 2024. Meanwhile, the flash PMI data for May will also be a point of focus toward future inflation, along with remarks from various Fed officials throughout the week.

The flash US PMI data for May will be updated on Thursday, providing insights on whether inflationary pressures have further eased in May, following the cooling of both output and selling price growth in April, which will be crucial to interest rate expectations. Currently, manufacturing PMI is forecast to edge up to 50.1 points in May from 50.0 in April, while services PMI is projected to tick up to 51.5 points from 51.3 in April. Overall, current forecasts imply that PMI will experience a marginal increase from last month. That said, if PMI exceeds economists' forecasts, we suspect interest rate bets for 2024 may decline, with increasing output and selling prices prompting possible upside risk to inflation. On the flip side, a lower-than-expected PMI, illustrating weaker manufacturing and services conditions, may result in a higher possibility of a rate cut as investors expect inflation will ease in the coming months. We'll provide a full analysis once the actual data is available.

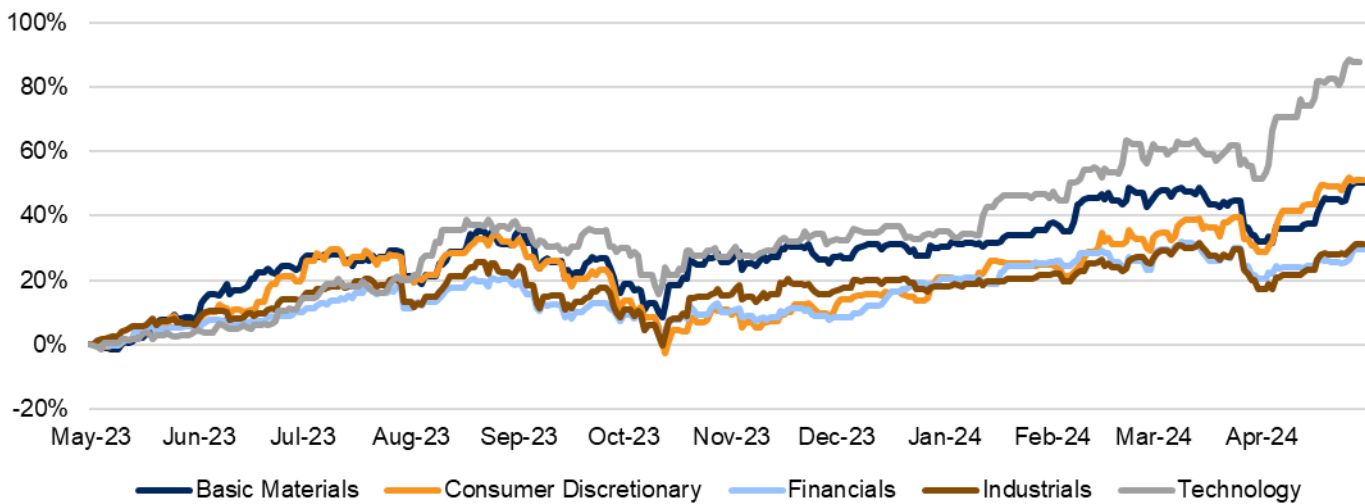
Commentator(s):**Hang Le – Analyst**Hang.lethu3@vndirect.com.vn

Sectors (VNIndex)	Index Wgt (%)	Price 1D chg	P/E x	P/B x
Consumer Discretionary	3.7	1.0%	56.6	4.3
Consumer Staples	8.5	0.0%	102.3	3.4
Energy	1.6	-0.1%	17.7	1.6
Financials	43.6	-0.4%	12.0	1.9
Health Care	0.7	0.4%	17.3	2.3
Industrials	8.9	0.0%	42.2	2.8
IT	3.8	2.3%	26.3	6.1
Materials	9.4	0.1%	29.1	2.1
Real Estate	13.7	0.0%	40.1	1.6
Utilities	5.9	0.3%	20.6	2.3

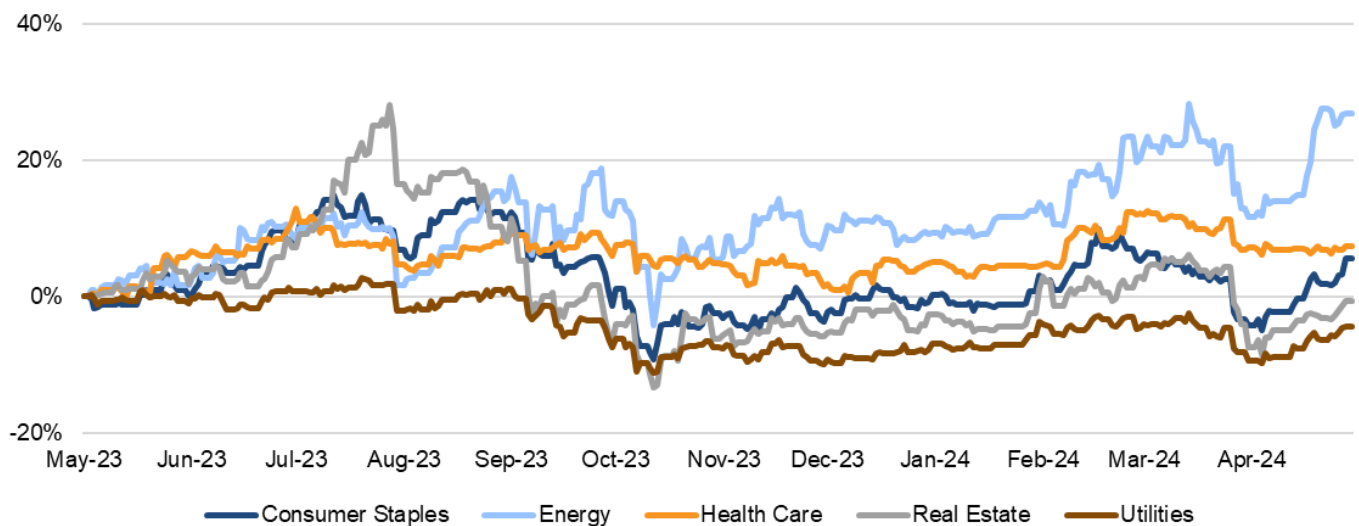
Source: Bloomberg

IT (+2.3%), Consumer Discretionary (+1.0%), and Health Care (+0.4%) rose, while Financials (-0.4%) and Energy (-0.1%) lost ground today. Top index movers included FPT (+2.3%), BID (+0.8%), CTG (+0.9%), GAS (+0.9%), and BCM (+2.2%). Top index laggards consisted of TCB (-5.0%), VCB (-0.9%), VJC (-1.8%), VHM (-0.6%), and GVR (-0.7%).

HSX TOP 5 ONE-YEAR PERFORMANCE



HSX BOTTOM 5 ONE-YEAR PERFORMANCE



SECTOR COVERAGE

Analyst note

TCM (Updated 05/21/2024) goes ceiling-up for two days after good business results in April

➤ Business results:

Total revenue jumped 13% YoY to USD11.9mn and net profit grew four times to USD907,000 in April 2024. The company's exports to the Asian market accounted for 63% of total exports, of which the Korean market accounted for 24%, the Japanese market accounted for 22%, Vietnam accounted for 8.3%, and China accounted for 5.4%.

For 4M24, total revenue and net profit were USD52.7mn (+8% YoY) and USD3.4mn (+36% YoY), which completed 35.5% and 54% of the company's guidance and 34% and 44% of our expectations, respectively - [Beat our expectations]

➤ New order situation:

The company has received about 88% of its order plan for 2Q24 and about 86% for 3Q24.

➤ M&A transaction:

The company just completed M&A procedures to acquire SY Vina Textile for a total value of VND468bn (USD19.5mn). That was included in our financial model.

SY Vina has a dyeing factory with a capacity of more than 19.5 million meters of fabric/year and a garment factory with a capacity of 69.6 million towel products/year. However, we do not include SY Vina's business results into our valuation model yet as TCM has not announced when these factories will be put into operation.

Analyst(s):



Hoa Nguyen Thi Mai
hoa.nguyenmai4@vndirect.com.vn

LPB (Updated 5/21/2024): LPBank share issuance is dilutive in the short-term but supports higher credit growth

The SBV approved a proposal to increase the charter capital of Lien Viet Post Joint Stock Commercial Bank (LPBank) by an additional VND8tn (USD314mn) through the issuance of shares to existing shareholders. According to LPBank's capital increase plan, the bank will offer 800 million shares at a price of VND10,000 per share. If successfully issued, the bank's charter capital is expected to increase to VND 33.6tn (USD1.3bn). The issuance is scheduled for 2024-2025.

With the additional VND8tn in charter capital, we expect LPB's stock to be diluted by 31.8%. We plan to adjust LPB's target price according to the market price on the trading day of the newly issued shares. Although the increase in charter capital will dilute the stock, we believe that this additional capital will benefit LPB in the long term. Specifically, LPB can boost credit growth with a lower cost of funds, especially given that the bank's loan-to-deposit ratio (LDR) at the end of 1Q24 was higher than the threshold of 85%.

Analyst(s):



Phuong Tran Kim
phuong.tran.kim@vndirect.com.vn

PNJ (Updated 05/21/2024): April profit growth beats our forecasts

PNJ announced impressive business results in April. Revenue grew 49.8% YoY to VND3.5tn (USD60.4mn) thanks to the company's efforts in launching new collections that cater to customer preferences and implementing various effective marketing campaigns and sales programs. We estimate that 24K gold sales increased dramatically by 141% YoY to VND1.6tn (USD22.8mn). Therefore, net profit jumped 60.9% YoY to VND177bn (USD6.9mn).

For 4M24, PNJ's net revenue increased 33.1% YoY to VND16tn (USD630.8mn) thanks to a 12.9% YoY increase in retail sales and an 80.9% YoY increase in 24K gold sales. These business results beat our expectation with revenue and net profit completing 44.6%/44.8% of our full-year forecast due to higher-than-expected 24K gold sales. We see upside potential on our target price of VND114,400, which we will update further in our next report.

Analyst(s):**Hien Ha Thu**

hien.hathu@vndirect.com.vn
www.vndirect.com.vn

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Commodity Prices

Energy	% dod	% mom	% yoy
WTI	0.0%	-4.8%	10.6%
Brent Crude	-0.7%	-4.8%	10.0%
JKM LNG	2.6%	5.3%	32.6%
Henry Hub LNG	-1.3%	6.1%	15.8%
NW Thermal Coal	3.3%	76.2%	6.3%
Singapore Platt FO	0.9%	1.9%	17.3%

Precious Metals	% dod	% mom	% yoy
Gold	-0.7%	1.0%	22.2%
Domestic SJC Gold	-0.7%	6.4%	33.1%
Silver	-2.4%	9.0%	31.4%
Platinum	-1.7%	11.9%	-2.8%

Base Metals	% dod	% mom	% yoy
Tungsten	0.0%	9.1%	10.8%
Copper	0.4%	13.6%	37.2%
Aluminum	0.6%	-2.1%	14.4%
Nickel	2.5%	11.7%	1.1%
Zinc	NA	9.0%	18.9%
Lead	NA	NA	NA
Steel	0.0%	3.0%	0.9%
Iron Ore	NA	-0.8%	11.1%

Agriculture	% dod	% mom	% yoy
Rice	-0.1%	-0.9%	10.3%
Coffee (Arabica)	0.3%	-14.1%	8.0%
Sugar	0.1%	-5.2%	-27.5%
Cocoa	-0.6%	-39.6%	133.8%
Palm Oil	-1.0%	-0.1%	NA
Cotton	-0.8%	-4.2%	-13.1%
Dry Milk Powder	0.0%	20.2%	15.6%
Wheat	-0.5%	24.5%	13.3%
Soybean	-1.0%	7.4%	-5.5%
Cashews	NA	0.0%	-32.5%
Rubber	-1.1%	-3.3%	55.4%
Urea	NA	NA	NA

Livestock	% dod	% mom	% yoy
Live Hogs	0.4%	0.7%	16.7%
Cattle	0.2%	0.0%	9.5%

Source: Bloomberg

Market Value Drivers

VN-INDEX TTM P/E



VN-INDEX CURRENT P/B



DXY and 5Y Vietnam G'Bond Yield



VNDS RESEARCH COVERAGE SUMMARY

Ticker	Market cap (US\$m)	3M ADTV (US\$m)	Foreign Room (US\$m)	Closing price (VND)	Adjusted target price (VND)	Total shareholder return (%)	Dividend yield (%)	TTM P/E	Current P/B	ROE	Recommendation
AVIATION											
ACV	8,337	1.4	3,927	97,500	108,300	11.1%	0.0%	29.4	4.2	18%	ADD
VJC	2,393	3.9	313	112,500	120,100	6.8%	0.0%	NA	3.8	4%	HOLD
Simple Avg	5,365	2.6	2,120			8.9%	0.0%	29.4			
CONSTRUCTION											
CTD	286	4.9	11	72,900	79,300	8.8%	0.0%	25.6	0.9	3%	ADD
HHV	214	4.3	88	13,250	16,000	20.8%	0.0%	13.9	0.6	4%	HOLD
Simple Avg	250	4.6	50			14.8%	0.0%	19.8			
CONSUMER											
BAF	208	4.9	101	22,450	20,200	-10.0%	0.0%	33.8	2.4	7%	HOLD
DGW	425	6.2	105	64,800	57,600	-10.3%	0.8%	29.1	4.0	14%	ADD
MWG	3,475	12.8	112	60,500	48,500	-19.0%	0.8%	84.5	3.5	4%	HOLD
PNJ	1,288	7.6	0	98,000	114,400	18.5%	1.8%	16.8	3.1	20%	ADD
QNS	690	1.3	231	49,200	62,400	32.8%	6.0%	6.9	1.7	27%	ADD
VHC	683	3.2	461	77,500	68,000	-9.9%	2.4%	19.0	1.8	11%	ADD
VNM	5,434	11.5	2,663	66,200	81,000	28.2%	5.8%	16.8	4.3	26%	ADD
Simple Avg	1,743	6.8	525			4.3%	2.5%	29.5			
FINANCIALS											
ACB	4,302	19.4	0	28,200	27,000	0.4%	0.0%	6.9	1.5	23%	ADD
CTG	7,097	13.3	210	33,650	34,200	1.6%	0.0%	9.0	1.4	17%	ADD
HDB	2,826	9.2	42	24,700	22,100	-10.5%	0.0%	6.4	1.5	26%	ADD
LPB	2,290	10.2	94	22,800	15,700	-31.1%	0.0%	8.5	1.6	21%	HOLD
MBB	4,901	24.4	2	23,600	31,700	36.2%	1.9%	6.1	1.3	23%	ADD
SSI	2,181	NA	NA	36,800	36,500	1.7%	2.5%	21.6	2.3	11%	HOLD
TCB	6,530	22.5	13	47,200	50,600	7.2%	0.0%	8.4	1.2	16%	ADD
TPB	1,587	9.0	19	18,350	26,800	46.0%	0.0%	9.0	1.2	13%	HOLD
VCB	19,999	5.7	1,315	91,100	92,100	30.3%	0.0%	15.6	2.9	21%	ADD
VIB	2,252	7.7	0	22,600	29,700	36.5%	5.1%	6.8	1.5	24%	ADD
VPB	6,170	15.6	157	19,800	25,700	29.8%	0.0%	13.0	1.1	9%	ADD
Simple Avg	5,467	13.7	185			13.5%	0.9%	10.1			
GARMENT & TEXTILE											
MSH	155	0.4	66	52,700	46,200	-8.0%	4.4%	15.1	2.3	16%	HOLD
TCM	185	0.3	55	51,000	42,300	-17.1%	0.0%	38.0	2.3	6%	HOLD
Simple Avg	170	0	61			-12.5%	2.2%	26.6			
INDUSTRIALS											
BCM	2,614	0.0	0	64,300	99,000	55.2%	1.3%	28.9	3.6	14%	ADD

Ticker	Market cap (US\$m)	3M ADTV (US\$m)	Foreign Room (US\$m)	Closing price (VND)	Adjusted target price (VND)	Total shareholder return (%)	Dividend yield (%)	TTM P/E	Current P/B	ROE	Recommendation
BMP	374	1.1	57	115,500	126,000	19.8%	10.4%	11.1	3.3	34%	ADD
GMD	1,040	6.1	12	85,300	90,200	9.1%	3.4%	10.2	2.9	31%	ADD
HAH	183	4.9	47	44,150	46,400	7.4%	2.3%	15.9	1.7	11%	ADD
IDC	808	5.5	211	62,300	63,900	6.6%	4.0%	10.6	4.0	38%	ADD
KBC	947	12.4	250	31,400	40,000	27.4%	0.0%	24.0	1.3	6%	ADD
PHR	324	1.5	98	60,800	53,700	-6.7%	5.0%	17.7	2.2	13%	ADD
PTB	184	1.4	0	70,000	62,900	-8.7%	1.4%	14.8	1.7	12%	HOLD
SCS	331	0.5	14	88,900	95,000	12.5%	5.6%	15.8	5.9	37%	ADD
SZC	308	3.1	52	43,500	40,500	-3.2%	3.7%	25.6	2.6	12%	HOLD
VTP	395	5.2	167	82,600	93,300	14.8%	1.9%	32.7	6.2	20%	HOLD
Simple Avg	682	3.8	82		126,000	12.2%	3.5%	18.8			
MATERIALS											
DGC	1,880	14.9	551	126,000	110,400	-8.7%	3.6%	17.1	3.9	25%	ADD
HPG	7,274	31.4	1,731	31,850	41,000	28.7%	0.0%	NA	1.8	9%	ADD
HSG	527	9.7	154	21,800	34,000	56.0%	0.0%	NA	1.2	8%	ADD
NKG	259	8.5	93	25,000	35,000	40.0%	0.0%	NA	1.2	6%	ADD
Simple Avg	2,485	16.1	632			29.0%	0.9%	17.1			
OIL & GAS											
BSR	2,436	5.1	1,171	20,000	24,600	26.7%	3.7%	7.2	1.1	16%	ADD
GAS	6,919	3.6	3,207	76,700	83,500	12.8%	3.9%	15.8	2.6	17%	HOLD
PLX	1,871	2.0	45	37,500	44,300	21.3%	3.2%	14.6	1.8	13%	ADD
PVD	718	8.5	217	32,900	36,800	11.9%	0.0%	31.4	1.2	5%	HOLD
PVS	852	12.5	237	45,400	46,500	4.6%	2.2%	19.5	1.6	9%	ADD
PVT	417	4.7	142	29,800	30,100	4.3%	3.3%	10.8	1.5	15%	ADD
Simple Avg	2,202	6.1	836			13.6%	2.7%	16.5			
POWER											
NT2	251	0.9	92	22,200	27,100	28.8%	6.7%	104.0	1.6	1%	HOLD
POW	1,039	3.0	474	11,300	15,600	38.1%	0.0%	33.8	0.8	3%	ADD
Simple Avg	645	2.0	283			33.4%	3.4%	68.9			
POWER & PROPERTY											
HDG	387	3.3	122	32,250	33,700	7.8%	3.3%	16.9	1.6	10%	ADD
PC1	346	6.2	149	28,350	33,000	16.9%	0.5%	47.6	1.7	4%	ADD
REE	1,093	3.2	0	59,200	77,100	31.9%	1.7%	14.5	1.6	12%	ADD
Simple Avg	609	4.2	90			18.9%	1.8%	26.3			
PROPERTY											
DXG	488	10.7	148	17,250	22,100	28.1%	0.0%	38.2	1.2	3%	HOLD
KDH	1,146	5.6	117	36,500	39,400	7.9%	0.0%	53.8	2.2	4%	ADD

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NLG	666	6.6	8	44,100	40,400	-6.7%	1.7%	44.5	1.8	4%	HOLD
VHM	6,875	18.1	2,214	40,200	90,000	126.2%	2.3%	7.8	1.0	14%	ADD
VRE	2,066	10.1	431	23,150	33,200	43.4%	0.0%	11.8	1.4	12%	ADD
Simple Avg	2,248	10.2	583			39.8%	0.8%	31.2			
TECHNOLOGY											
FPT	6,784	18.8	0	136,000	117,300	-12.2%	1.5%	25.5	6.4	27%	ADD

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ADDRESS

Headquarter

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

HCMC Office

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

Da Nang Office

57 Duy Tan Str,
Hai Chau, Da Nang City
T: +84 511 382 1111

Vinh - Nghe An Office

122 Hermann Gmeiner str,
Vinh City, Nghe An
T: +84 23 8730 2886
F: NA

Can Tho Office

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

Quang Ninh Office

Viet Han Apartment, Hong Gai
Ha Long City, Quang Ninh
T: +84 98 8619 695
F: NA

Thanh Hoa Office

2nd floor 11 Hac Thanh str
Thanh Hoa City, Thanh Hoa
T: +84 90 3255 202
F: NA

Binh Duong Office

18th floor Becamex Tower
Thu Dau Mot City, Binh Duong
T: +84 27 4222 2659
F: +84 27 4222 2660

Nam Dinh Office

5 Nguyen Du str,
Nam Dinh City, Nam Dinh
T: +84 22 8352 8819
F: NA