RONG VIET SECURITIES

MORNING News

EFFORT TO STABILIZE

June 27, 2025

RECOMMENDED STOCK

Ticker: HCM

ANALYST-PINBOARD

Update on POW

BEST INVESTMENT RESEARCH VIETNAM 2025

GLOBAL BANKING & FINANCE AWARDS

MARKET AND TRADING STRATEGY

MARKET COMMENTARY

- The market underwent a correction during the session but found support in the 1,360 point area and recovered. Liquidity decreased to a low level, indicating that temporary supply pressure wasn't strong during the market's decline. However, cash flow remains hesitant and is awaiting market signals.
- With an end-of-session uplift, the market is still receiving support from the upward Gap formed on June 24, 2024, and the prior upward trend continues to have a positive influence. Concurrently, current supply is also showing signs of gradually cooling down.
- These signals could create upward momentum for the market in the next trading session and allow it to retest the 1,372 point resistance area.

TRADING STRATEGY

- Investors should continue to observe supply and demand movements to assess the market's potential for further gains.
- Investors may consider taking short-term profits on stocks that have rapidly increased to resistance areas and realize gains.
- On the buying side, Investors can anticipate and continue to explore short-term opportunities in stocks showing good signals from support areas or those with strong continuation patterns.

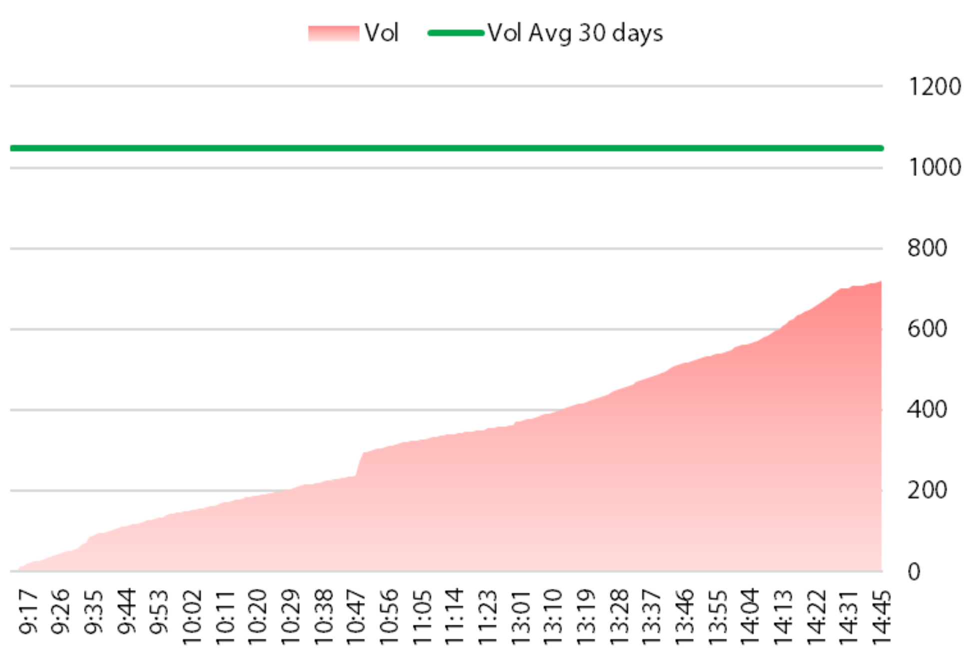
VN-INDEX TECHNICAL SIGNALS

TREND: UPTREND

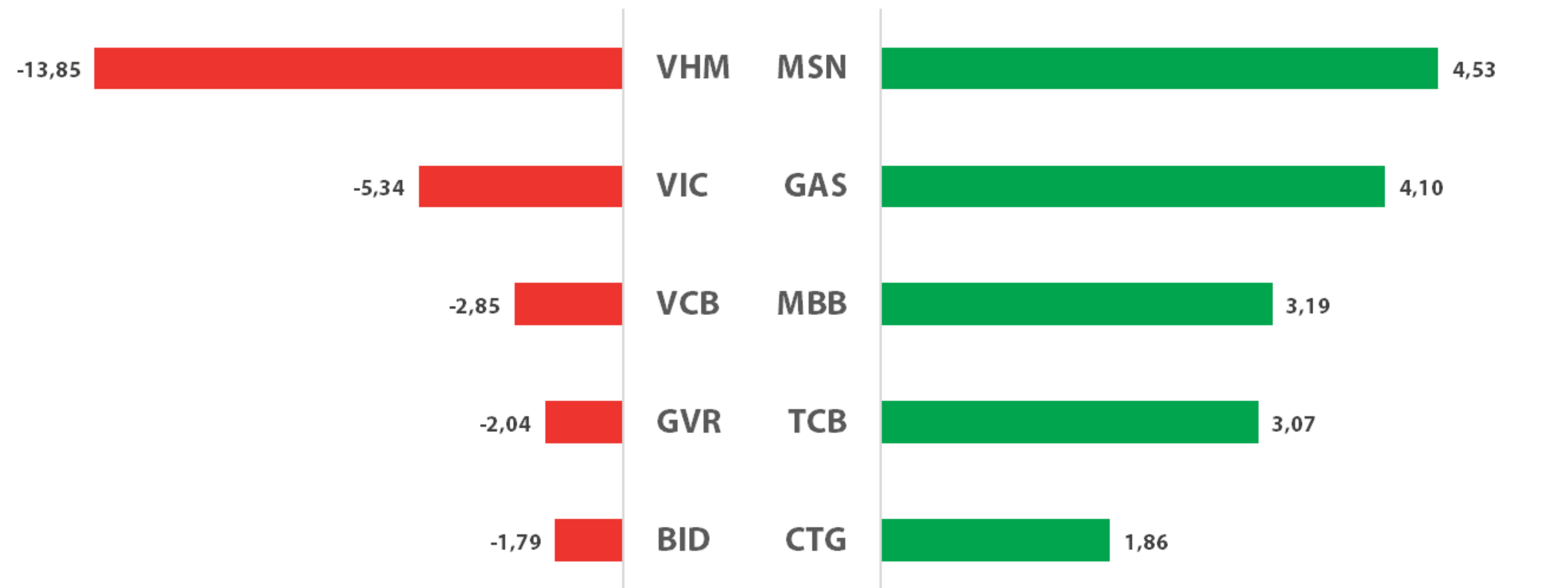
MARKET INFOGRAPHIC

June 26, 2025

TRADING VOLUME (MILLION SHARES)



TOP STOCKS CONTRIBUTING TO THE INDEX (%)



TOP SECTOR CONTRIBUTING TO THE INDEX (%)

Ho Chi Minh City Securities Corporation

HCM HSX

TARGET PRICE

23,900 VND

Recommendation - BUY	
Recommended Price (27/06/2025) (*)	20,600 – 21,000
Short-term Target Price 1	**22,200**
Expected Return 1 (at recommended time):	▲ 5.7% - 7.8%
Short-term Target Price 2	**23,900**
Expected Return 2 (at recommended time):	▲ 13.9% - 16%
Stop-loss	*19,900*

(Recommendation is made before the trading session)*

STOCK INFO

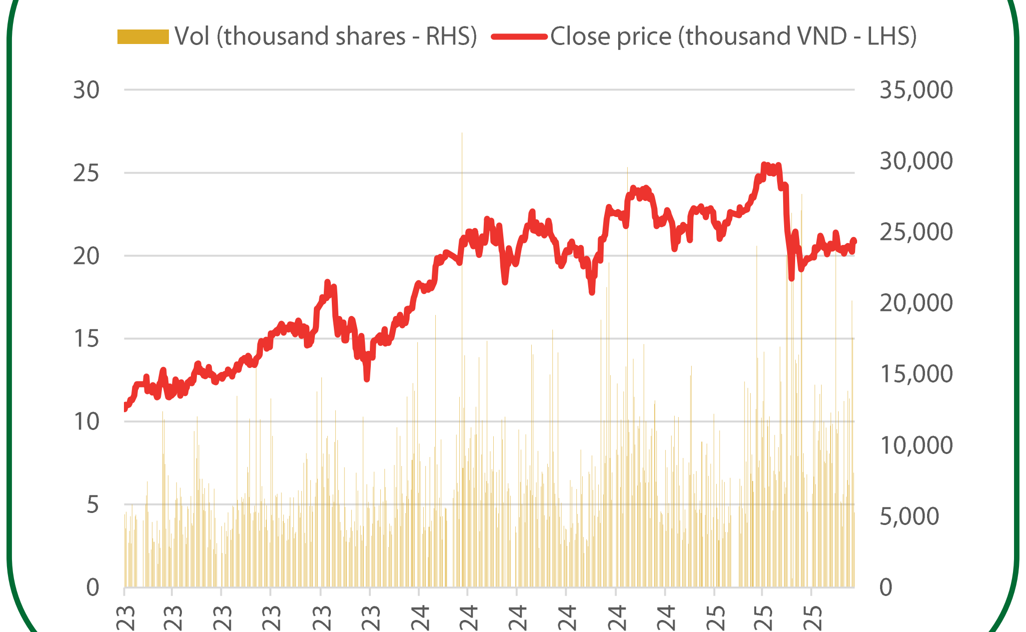
Sector	**Financial Services**
Market Cap ($ mn)	22,625
Current Shares O/S (mn shares)	1,080
3M Avg. Volume (K)	11,940
3M Avg. Trading Value (VND Bn)	311
Remaining foreign room (%)	11.56
52-week range ('000 VND)	17.765 – 25.503

INVESTMENT THESIS

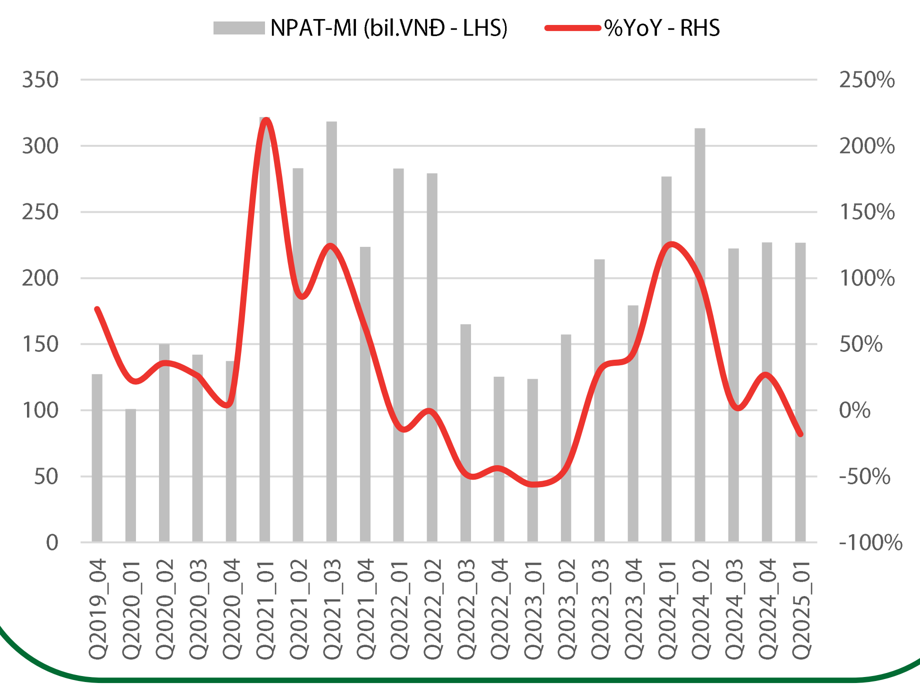
- By the end of Q1/2025, HCM recorded total operating revenue of VND 999 billion, up 15% year-over-year. However, net profit after tax reached only VND 226 billion, down 18% year-over-year. This decline was mainly due to a significant increase in financial asset provisioning expenses, losses from impaired financial assets, handling of bad debts, and borrowing costs for margin lending—amounting to nearly VND 200 billion compared to the same period last year—negatively impacting HCM's total profit. On the other hand, in Q1/2025, the company recorded an improvement in brokerage market share to 6.59%, up 0.67 percentage points year-over-year, which is a positive sign supporting business performance in the margin lending segment in the current context.
- In the short term, the growth in brokerage market share, along with the anticipated capital increases, is expected to drive the expansion of margin lending activities and provide additional funding for proprietary trading—primarily in bond investments. These developments are expected to contribute additional profits from proprietary trading activities.
- Vietnam's stock market is gradually removing regulatory bottlenecks, such as the prefunding requirement, and the newly issued Circular 03 has simplified the process for foreign investors to open indirect investment accounts using VND. These positive changes are expected to attract foreign capital inflows and accelerate the market upgrading process, thereby creating opportunities for securities companies—especially those with strengths in institutional brokerage—to scale up their operations.

KEY FINANCIAL INDICATORS

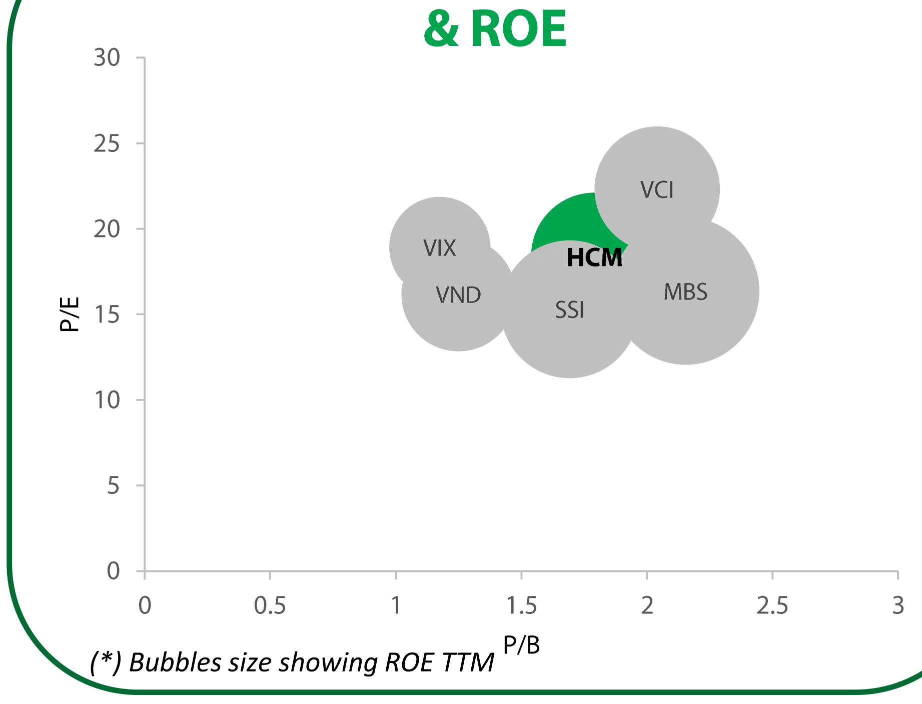
TRANSACTION DATA



NET PROFIT



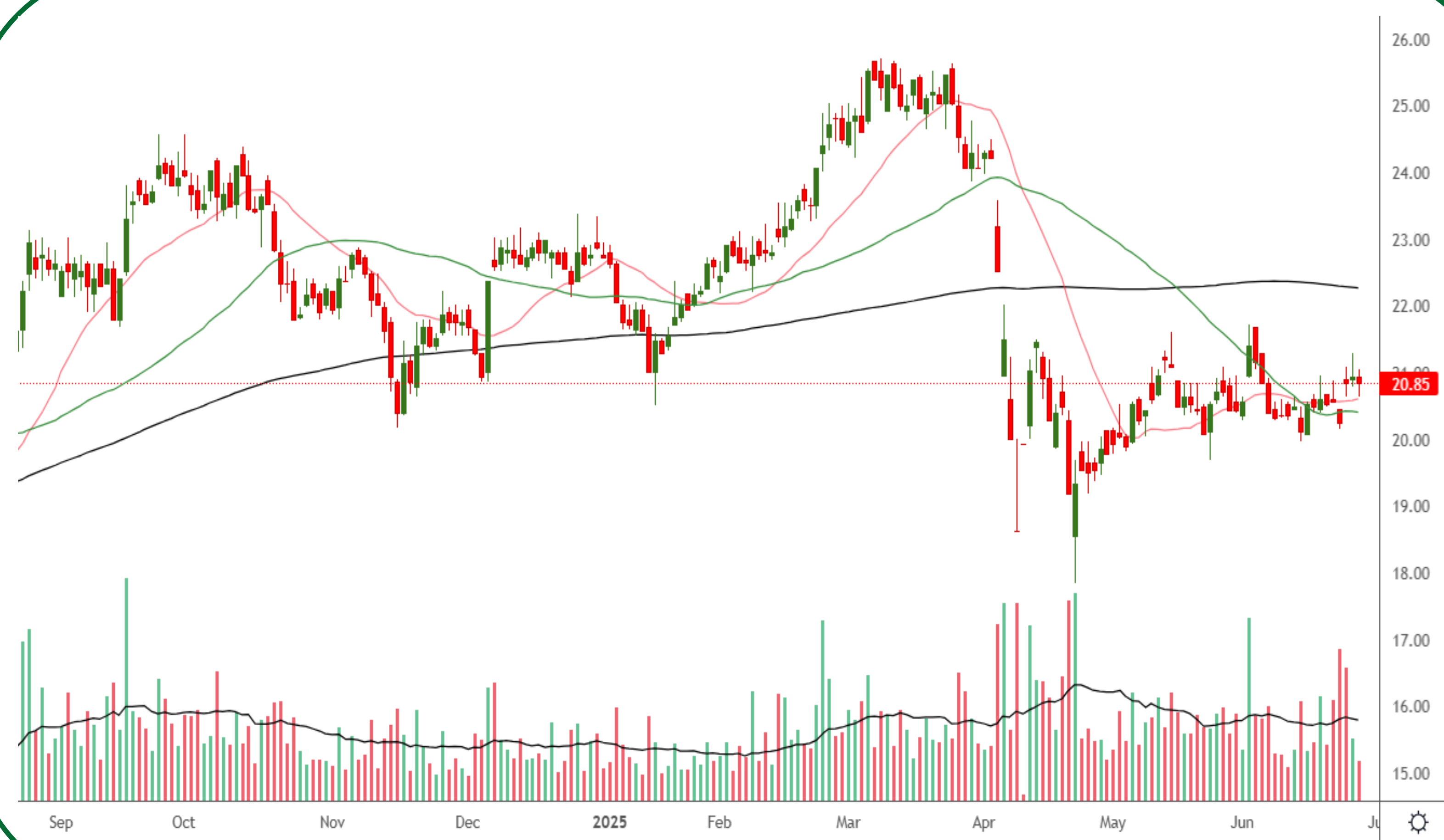
SECTOR TOP PEER VALUATION & ROE



(*) Bubbles size showing ROE TTM

TECHNICAL VIEW

- Although it has shown weak performance recently, HCM is finding support at the MA(20) line and recovering after a period of forming a price base around this line. Its rapid recovery whenever it drops below the MA(20) line indicates that supply is insufficient to exert downward pressure on HCM. It's expected that HCM will continue to receive support from the MA(20) line and gradually show positive signs in the near future.
- Support : 20,000 VND.
- Resistance : 24,000 VND.

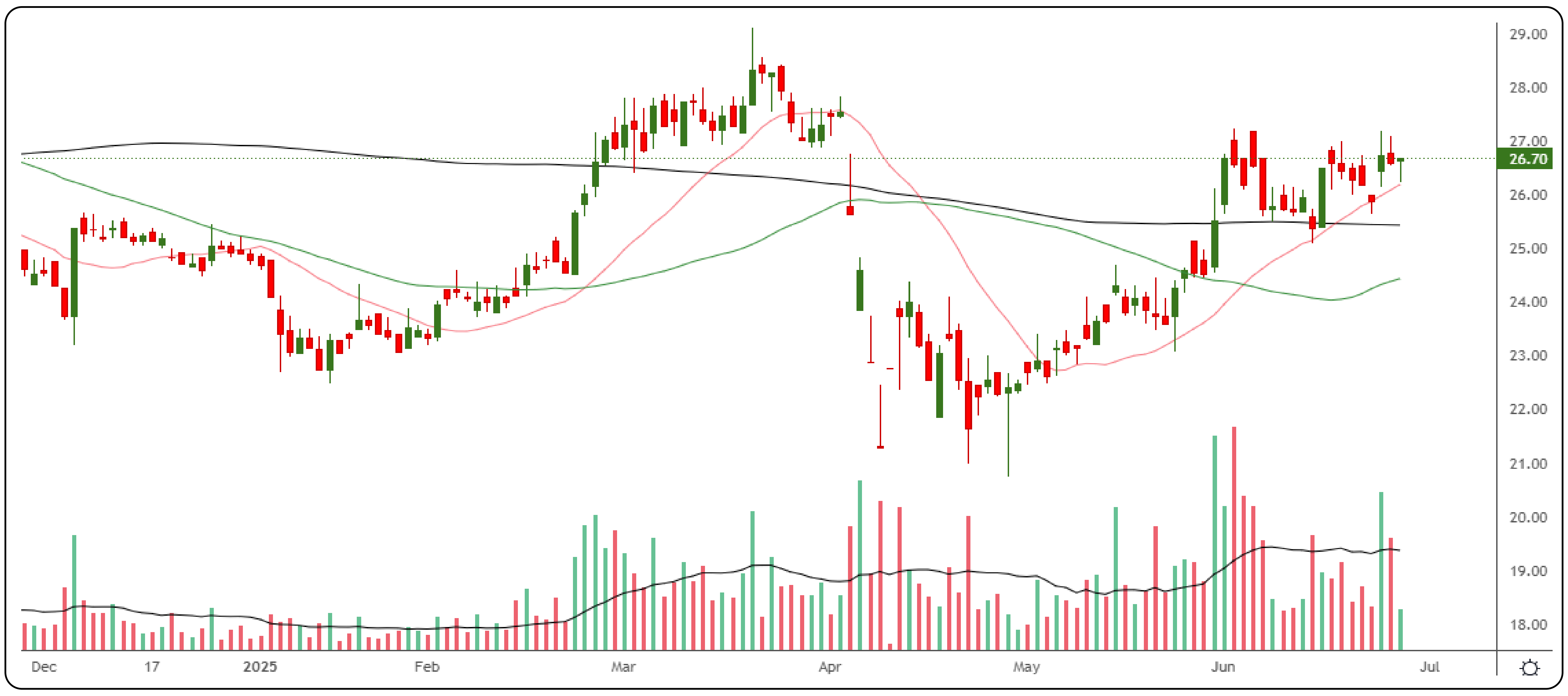


Ticker	Technical Analysis

CTS
Uptrend

Support	Current Price	Resistance
25.5	26.7	31.0

Although the upward momentum of CTS is still being capped around the nearby peak at 27, the selling pressure at this level has not shown dominance strong enough to push the stock away from the nearby support at the MA20. On the contrary, the narrowing trading range and sharply declining volume indicate that the selling force is weakening. Therefore, CTS is expected to soon break through the 27 level and extend its uptrend toward the March 2025 peak.



SSI
Uptrend

Support	Current Price	Resistance
22.8	24.5	26.8

Although the recovery momentum of SSI is still facing difficulty around the 24.5 level where a recent peak and the MA100 converge, the selling pressure at this zone is no longer strong enough to push the stock back into the consolidation phase seen in early June 2025. The narrowing candle range along with gradually decreasing volume over three consecutive sessions of resistance testing indicates that buyers are gaining control over the selling force. Therefore, SSI is expected to soon generate a breakout signal, paving the way toward the March 2025 peak.

HIGHLIGHT POINTS

POW – Business Results Q1/2025 led by Southeast gas-fired Cluster

(Chinh Nguyen – chinh1.nd@vdsc.com.vn)

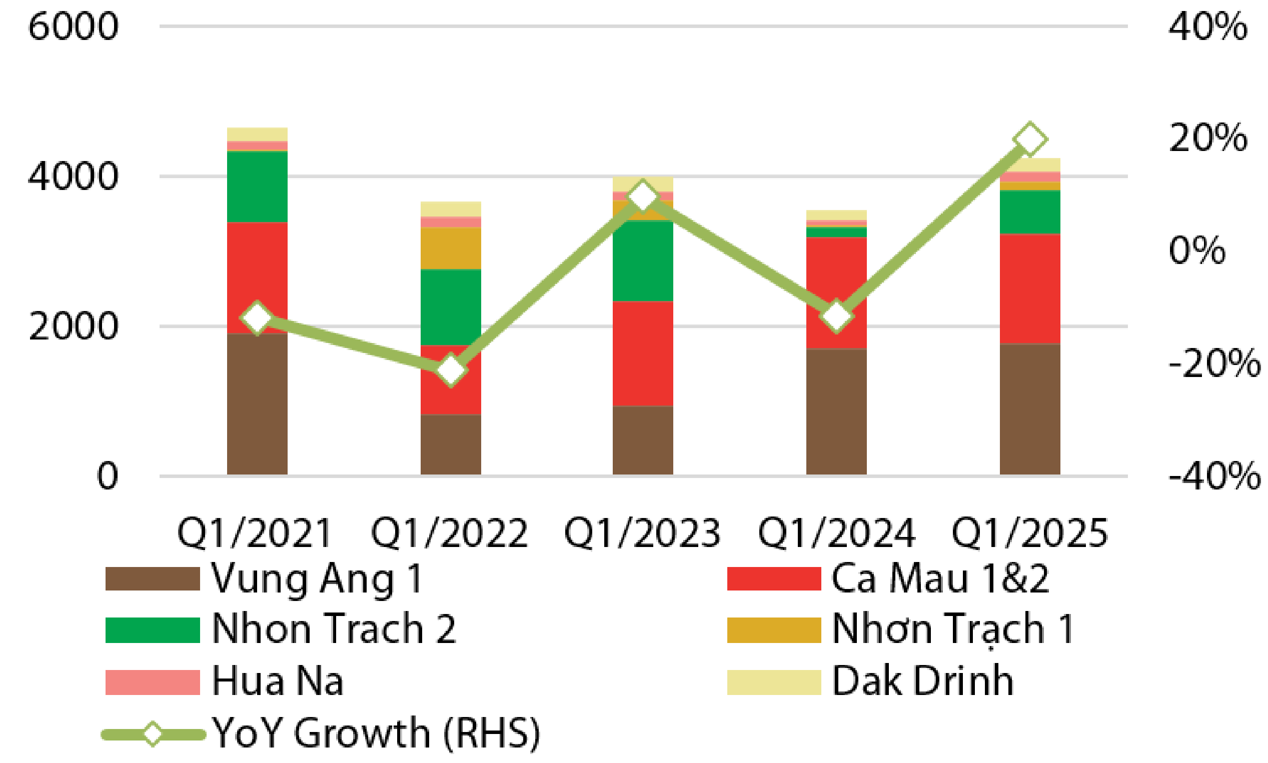
- In Q1/2025, POW revenue and net profit after tax – minority interest (NPATMI) increased by 31% and 60% YoY, respectively.
- The Company's dispatched output increased by 20% YoY, led by the recovery of Nhon Trach 1 (+3,446% YoY) and Nhon Trach 2 (+291% YoY).
- The Company's average selling price increased by 8% YoY despite the total electricity market price decreasing by 17% YoY, coming from the Company's contracted output increasing by 55% YoY.
- Stable gas and coal fuel prices helped POW's gross profit improve by 117% YoY, equivalent to a 4 pps YoY increase in gross profit margin.

1Q2025 Business update

In Q1/2025, POW's dispatched volume (Qm) reached 4.2 billion kWh (+20% YoY) and revenue at VND 8.1 trillion (+31% YoY).

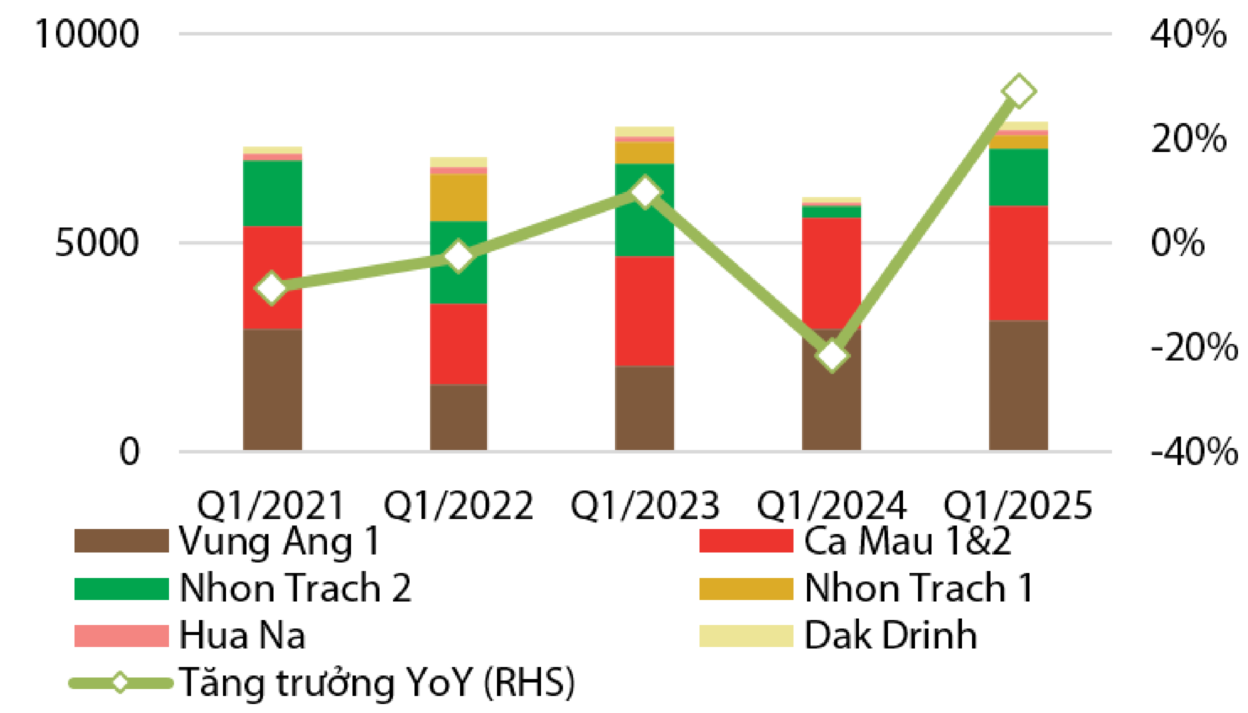
The company's output increased by 20% YoY (4.2 billion kWh), the main growth drivers were Nhon Trach 1 (NT1) and Nhon Trach 2 (NT2) plants, output growth of +3,445% and +291% YoY, respectively. The increase came from a direct competitor, Phu My 1 plant, which underwent an overhaul in the quarter, leading to an increase in dispatch rate of POW's Southeast gas-fired cluster to ensure load demand. The output of Ca Mau 1–2 power plant (CM1-2) and Vung Ang 1 plant (VA1) was flat, -0% and +3% YoY, respectively, equivalent to the load growth of the whole system in the quarter (+1% YoY). Hydropower production of POW (Hua Na and Dak Drink) increased by 48% YoY, thanks to the positive influence of the prolonged La-Nina cycle.

Figure 1: Q1 power generation from plants (million kWh) and YoY growth (%)



Source: POW, RongViet Securities

Figure 2: Q1 revenue from POW's power plants (billion VND) and YoY growth (%)



Source: POW, RongViet Securities

*If you are interested in this content, please click on the **link** to view more details.*

RECOMMENDATIONS STATISTICS

Date	Ticker	Current Price	Entry Price	Short-term Target Price 1	Short-term Target Price 2	Stop-loss	Exit Price	Gain/ Loss	Status	Change of VN-Index (*)
26/06	MIG	16.95	16.90	18.50	20.00	16.10		0.3%		-0.1%
25/06	DBC	31.90	31.60	34.00	37.00	29.70		0.9%		-0.1%
24/06	GEG	16.25	16.50	17.50	19.50	15.80		-1.5%		0.6%
20/06	SSI	24.50	23.90	25.30	27.30	22.70		2.5%		1.0%
19/06	MSB	12.00	12.00	13.00	14.20	11.30		0.0%		1.4%
18/06	VLB	46.40	47.50	52.00	55.00	45.40		-2.3%		1.3%
17/06	ACB	21.20	21.20	23.00	24.80	20.40		0.0%		2.1%
13/06	MBB	25.90	24.50	26.00	28.00	23.40		5.7%		3.2%
13/06	CMG	36.50	34.80	38.00	42.00	33.80		4.9%		3.2%
11/06	MSN	72.00	64.30	69.50	78.00	61.30		12.0%		3.8%
10/06	HPG	22.80	21.92	23.33	25.00	20.75		4.0%		4.2%
05/06	HCM	20.85	20.73	22.00	23.67	19.93		0.6%		1.5%
Average performance (QTD)								5.9%		4.4%

(*) Change of VN-Index (calculated from Recommendation date to position closing date) is the basis for comparing recommendation effectiveness.

Vietnam events

Date	Events
*MSCI assesses Vietnam stock market classification in Jun 2025	
01/07/2025	Publication of PMI (Purchasing Managers Index)
06/07/2025	Announcement of Vietnam's economic data May 2025
16/07/2025	Announcement of constituent stocks in the new VN30 basket
17/07/2025	Expiry date of VN30F2507 futures contract

Global events

Date	Countries	Events
26/06/2025	US	Final GDP q/q
27/06/2025	US	Core PCE Price Index m/m
01/07/2025	UK	Final Manufacturing PMI
01/07/2025	EU	Final Manufacturing PMI
01/07/2025	US	Final Manufacturing PMI
01/07/2025	China	Caixin Manufacturing PMI
01/07/2025	US	JOLTS Job Openings
03/07/2025	EU	ECB Monetary Policy Statement
03/07/2025	US	Nonfarm Payroll
09/07/2025	UK	BOE Financial Stability Report
09/07/2025	China	CPI y/y
10/07/2025	US	FOMC Meeting Minutes
11/07/2025	UK	GDP m/m
15/07/2025	US	CPI m/m
15/07/2025	China	House Price Index y/y
16/07/2025	UK	CPI y/y
16/07/2025	US	PPI m/m
17/07/2025	UK	Claimant Count Change
16/07/2025	EU	CPI y/y
17/07/2025	US	Retail Sales m/m
18/07/2025	US	Prelim UoM Consumer Sentiment
18/07/2025	US	Prelim UoM Inflation Expectations
21/07/2025	China	Loan Prime Rate
25/07/2025	UK	Retail Sales m/m
31/07/2025	US	Advance GDP q/q
31/07/2025	US	Core PCE Price Index m/m

RONGVIET RECENT REPORT

COMPANY REPORTS	Issued Date	Recommend	Target Price
QNS – Efforts to ramp up sugar production as planned by year-end	June 26th 2025	Accumulate – 1 year	52,600
VNM – Looking to the "new GT shirt" to help regain market share	June 26th 2025	Accumulate – 1 year	65,100
KBC – Revenue to recover, with land leasing to major clients	June 20th 2025	Buy – 1 year	34,600
DGW – Many little makes a mickle	June 19th 2025	Neutral – 1 year	39,000
MSN – A silver lining is emerging from policies optimizing the business model	June 19th 2025	Accumulate – 1 year	74,500
Please find more information at https://www.vdsc.com.vn/en/research/company			

RONG VIET SECURITIES

CONTACT US

RESEARCH CENTER

Nguyen Thi Phuong Lam – Director

Research Center

+84 28 6299 2006 Ext : 1313

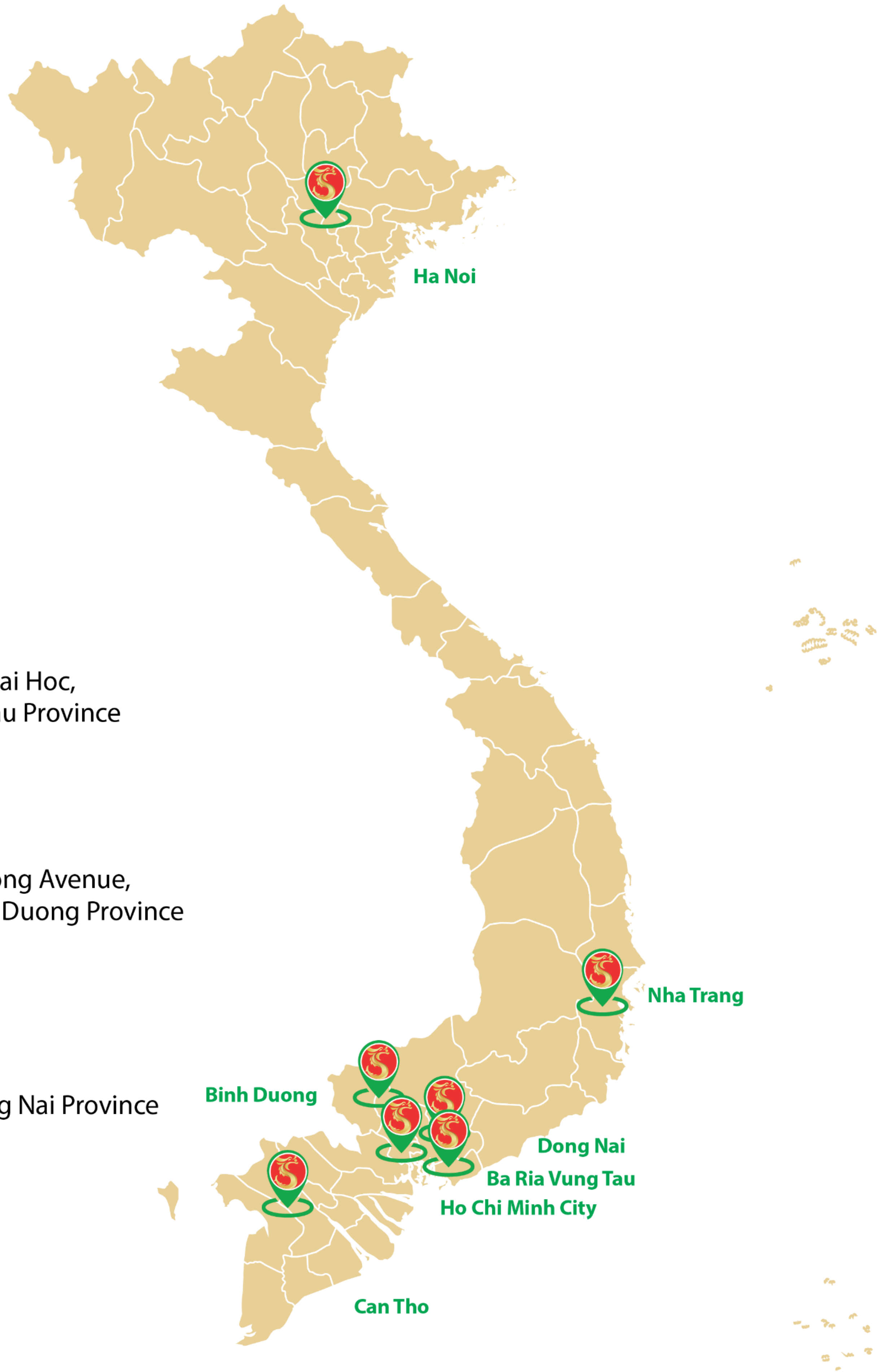
lam.ntp@vdsc.com.vn

Nguyen Dai Hiep – Director

Retail Research

+84 28 6299 2006 Ext : 1291

hiep.nd@vdsc.com.vn



HEADQUARTER IN HO CHI MINH CITY

Floors 1-8, Viet Dragon Tower, 141 Nguyen Du, Ben Thanh Ward, District 1, Ho Chi Minh City

T (+84) 28 6299 2006 E info@vdsc.com.vn

W www.vdsc.com.vn Tax code 0304734965

HANOI BRANCH

10^{th} floor, Eurowindow Tower, 2 Ton That Tung,
Kim Lien Ward, Dong Da District, Hanoi

T (+84) 24 6288 2006

F (+84) 24 6288 2008

NHA TRANG BRANCH

7^{th} floor, 76 Quang Trung, Loc Tho Ward,
Nha Trang City, Khanh Hoa

T (+84) 25 8382 0006

F (+84) 25 8382 0008

CAN THO BRANCH

8^{th} floor, Sacombank Tower, 95-97-99, Vo Van Tan,
Tan An Ward, Ninh Kieu District, Can Tho City

T (+84) 29 2381 7578

F (+84) 29 2381 8387

VUNG TAU BRANCH

2^{nd} floor, VCCI Building, 155 Nguyen Thai Hoc,
Ward 7, Vung Tau City, Ba Ria – Vung Tau Province

T (+84) 25 4777 2006

BINH DUONG BRANCH

3^{rd} floor, Becamex Tower, 230 Binh Duong Avenue,
Phu Hoa Ward, Thu Dau Mot City, Binh Duong Province

T (+84) 27 4777 2006

DONG NAI BRANCH

8^{th} floor, TTC Plaza, 53-55 Vo Thi Sau,
Quyet Thang Ward, Bien Hoa City, Dong Nai Province

T (+84) 25 1777 2006

DISCLAIMERS

This report is prepared in order to provide information and analysis to clients of Rong Viet Securities only. It is and should not be construed as an offer to sell or a solicitation of an offer to purchase any securities. No consideration has been given to the investment objectives, financial situation or particular needs of any specific. The readers should be aware that Rong Viet Securities may have a conflict of interest that can compromise the objectivity this research. This research is to be viewed by investors only as a source of reference when making investments. Investors are to take full responsibility of their own decisions. VDSC shall not be liable for any loss, damages, cost or expense incurring or arising from the use or reliance, either full or partial, of the information in this publication.

The opinions expressed in this research report reflect only the analyst's personal views of the subject securities or matters; and no part of the research analyst's compensation was, is, or will be, directly or indirectly, related to the specific recommendations or opinions expressed in the report.

The information herein is compiled by or arrived at Rong Viet Securities from sources believed to be reliable. We, however, do not guarantee its accuracy or completeness. Opinions, estimations and projections expressed in this report are deemed valid up to the date of publication of this report and can be subject to change without notice.

IMPORTANT DISCLOSURES FOR U.S. PERSONS

This research report was prepared by Viet Dragon Securities Corp. ("VDSC"), a company authorized to engage in securities activities in Vietnam. VDSC is not a registered broker-dealer in the United States and, therefore, is not subject to U.S. rules regarding the preparation of research reports and the independence of research analysts. This research report is provided for distribution to "major U.S. institutional investors" in reliance on the exemption from registration provided by Rule 15a-6 of the U.S. Securities Exchange Act of 1934, as amended (the "Exchange Act").

Additional Disclosures

This research report is for distribution only under such circumstances as may be permitted by applicable law. This research report has no regard to the specific investment objectives, financial situation or particular needs of any specific recipient, even if sent only to a single recipient. This research report is not guaranteed to be a complete statement or summary of any securities, markets, reports or developments referred to in this research report. Neither VDSC nor any of its directors, officers, employees or agents shall have any liability, however arising, for any error, inaccuracy or incompleteness of fact or opinion in this research report or lack of care in this research report's preparation or publication, or any losses or damages which may arise from the use of this research report.

VDSC may rely on information barriers, such as "Chinese Walls" to control the flow of information within the areas, units, divisions, groups, or affiliates of VDSC.

Investing in any non-U.S. securities or related financial instruments (including ADRs) discussed in this research report may present certain risks. The securities of non-U.S. issuers may not be registered with, or be subject to the regulations of, the U.S. Securities and Exchange Commission. Information on such non-U.S. securities or related financial instruments may be limited. Foreign companies may not be subject to audit and reporting standards and regulatory requirements comparable to those in effect within the United States.

The value of any investment or income from any securities or related financial instruments discussed in this research report denominated in a currency other than U.S. dollars is subject to exchange rate fluctuations that may have a positive or adverse effect on the value of or income from such securities or related financial instruments.

Past performance is not necessarily a guide to future performance and no representation or warranty, express or implied, is made by VDSC with respect to future performance. Income from investments may fluctuate. The price or value of the investments to which this research report relates, either directly or indirectly, may fall or rise against the interest of investors. Any recommendation or opinion contained in this research report may become outdated as a consequence of changes in the environment in which the issuer of the securities under analysis operates, in addition to changes in the estimates and forecasts, assumptions and valuation methodology used herein.

No part of the content of this research report may be copied, forwarded or duplicated in any form or by any means without the prior.

VIET DRAGON SECURITIES CORPORATION

Floor 1-8, Viet Dragon Tower, 141 Nguyen Du, Ben Thanh Ward, Dist 1, HCMC

T + 84 28 6299 2006 W www.vdsc.com.vn

DISCLAIMERS

RESEARCH DISCLOSURES

Third Party Research

This is third party research. It was prepared by Rong Viet Securities Corporation (Rong Viet), with headquarters in Ho Chi Minh City, Vietnam. Rong Viet is authorized to engage in securities activities according to its domestic legislation. This research is not a product of Tellimer Markets, Inc., a U.S. registered broker-dealer. Rong Viet has sole control over the contents of this research report. Tellimer Markets, Inc. does not exercise any control over the contents of, or the views expressed in, research reports prepared by Rong Viet.

Rong Viet is not registered as a broker-dealer in the United States and, therefore, is not subject to U.S. rules regarding the preparation of research reports and the independence of research analysts. This research report is provided for distribution to "major U.S. institutional investors" and other "U.S. institutional investors" in reliance on the exemption from registration provided by Rule 15a-6 of the U.S. Securities Exchange Act of 1934, as amended (the "Exchange Act").

Any U.S. recipient of this research report wishing to effect any transaction to buy or sell securities or related financial instruments based on the information provided in this research report should do so only through Tellimer Markets, Inc., located at 575 Fifth Avenue, 27th Floor, New York, NY 10017. A representative of Tellimer Markets, Inc. is contactable on +1 (212) 551 3480. Under no circumstances should any U.S. recipient of this research report effect any transaction to buy or sell securities or related financial instruments through Rong Viet. Tellimer Markets, Inc. accepts responsibility for the contents of this research report, subject to the terms set out below, to the extent that it is delivered to a U.S. person other than a major U.S. institutional investor.

None of the materials provided in this report may be used, reproduced, or transmitted, in any form or by any means, electronic or mechanical, including recording or the use of any information storage and retrieval system, without written permission from.

Rong Viet is the employer of the research analyst(s) responsible for the content of this report and research analysts preparing this report are resident outside the U.S. and are not associated persons of any U.S. regulated broker-dealer. The analyst whose name appears in this research report is not registered or qualified as a research analyst with the Financial Industry Regulatory Authority ("FINRA") and may not be an associated person of Tellimer Markets, Inc. and, therefore, may not be subject to applicable restrictions under FINRA Rules on communications with a subject company, public appearances and trading securities held by a research analyst account.

Tellimer Markets, Inc. or its affiliates has not managed or co-managed a public offering of securities for the subject company in the past 12 months, has not received compensation for investment banking services from the subject company in the past 12 months, and does not expect to receive or intend to seek compensation for investment banking services from the subject company in the next three months. Tellimer Markets, Inc. has never owned any class of equity securities of the subject company. There are no other actual, or potential, material conflicts of interest of Tellimer Markets, Inc. at the time of the publication of this report. As of the publication of this report, Tellimer Markets, Inc. does not make a market in the subject securities.

About Tellimer

Tellimer is a registered trade mark of Exotix Partners LLP. Exotix Partners LLP and its subsidiaries ("Tellimer") provide specialist investment banking services to trading professionals in the wholesale markets. Tellimer draws together liquidity and matches buyers and sellers so that deals can be executed by its customers. Tellimer may at any time, hold a trading position in the securities and financial instruments discussed in this report. Tellimer has procedures in place to identify and manage any potential conflicts of interests that arise in connection with its research. A copy of Tellimer's conflict of interest policy is available at www.tellimer.com/regulatory-information.

Distribution

This report is not intended for distribution to the public and may not be reproduced, redistributed or published, in whole or in part, for any purpose without the written permission of Tellimer. Tellimer shall accept no liability whatsoever for the actions of third parties in this respect. This report is for distribution only under such circumstances as may be permitted by applicable law.

This report may not be used to create any financial instruments or products or any indices. Neither Tellimer, nor its members, directors, representatives, or employees accept any liability for any direct or consequential loss or damage arising out of the use of all or any part of the information herein.

United Kingdom: Distributed by Exotix Partners LLP only to Eligible Counterparties or Professional Clients (as defined in the FCA Handbook). The information herein does not apply to, and should not be relied upon by, Retail Clients (as defined in the FCA Handbook); neither the FCA's protection rules nor compensation scheme may be applied.

UAE: Distributed in the Dubai International Financial Centre by Exotix Partners LLP (Dubai) which is regulated by the Dubai Financial Services Authority ("DFSA"). Material is intended only for persons who meet the criteria for Professional Clients under the Rules of the DFSA and no other person should act upon it.

Other distribution: The distribution of this report in other jurisdictions may be restricted by law and persons into whose possession this document comes should inform themselves about, and observe, any such restriction.