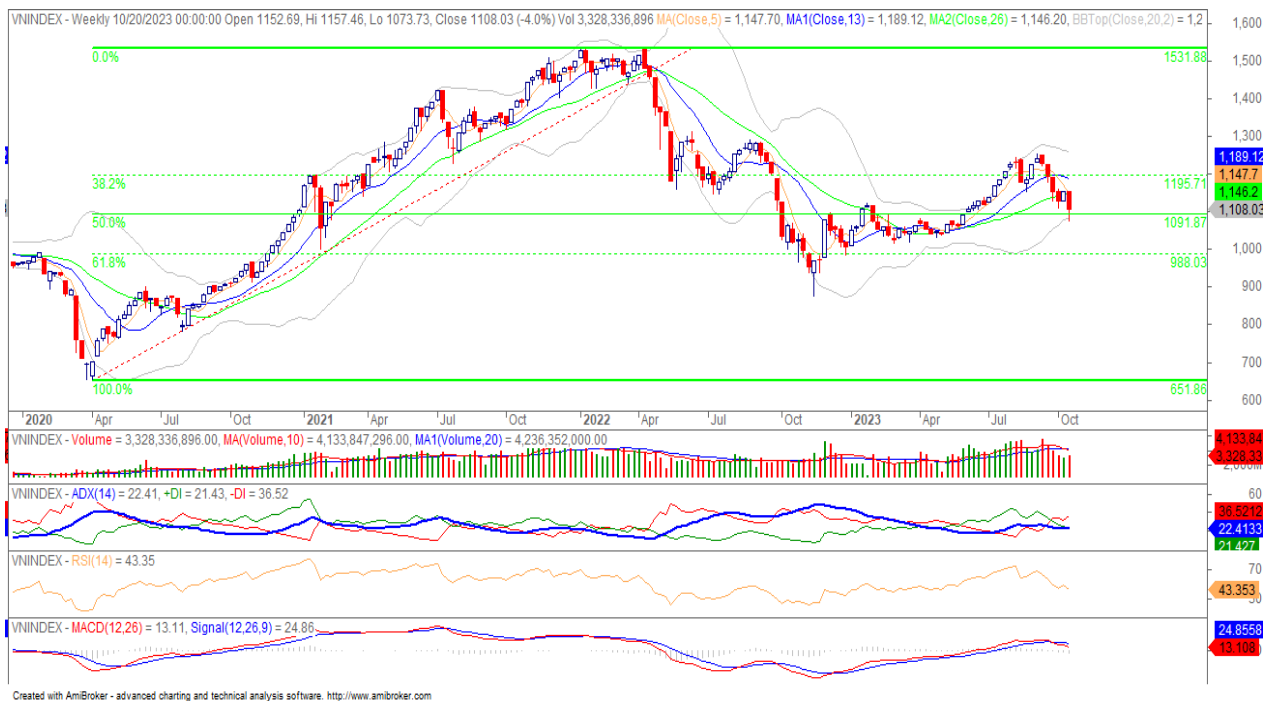


VN-Index's trend

➤ Weekly chart

| | | |
|------------------|---------------|--------|
| Current price: | 1,154 | points |
| Support level: | 1,080 – 1,100 | points |
| Resistant level: | 1,180 – 1,200 | points |



VN-Index is on middle-term correcting trend, as the index still closed below week MA5, and MA5 cut down to below MA13, showing that correcting pressure is still there.

Not just that, MACD dropped to below Signal, maintaining selling sign and RSI dropped to below 43, showing that dropping pressure hasn't been relieved. Moreover, ADX stayed above 22 and -DI widened the gap above +DI, showing that there might still be risk of dropping further to support level of 1,030-1,050 points (balance level of April).

In general, VN-Index still showed weakening sign in middle-term. Therefore, investors should keep a reasonable weight in middle and long-term and wait for reversing sign before deciding on new disbursement.

VN-Index's trend

➤ Daily chart



Vn-Index is on short-term dropping trend, as the index stayed below MA5, and MA5 still differentiated negatively from MA20.

Not just that, other technical indicators also showed negative signs, as MACD stayed below Signal, maintaining selling sign and -DI was above +DI, showing that dropping pressure is still there. However, the index saw a thick gaining candle denying the drop on previous session, and RSI saw sign of recovering from over selling level of 30, showing that the index might see technical recovery of 3-5 sessions, with close resistant around 1,134 points (MA20) before returning to the main dropping trend.

In general, VN-Index hasn't escaped short-term dropping pressure. Therefore, investors should be cautious on new purchase to limit risks from the market.

VN-Index's Scenarios

We update the scenarios that might take place on VN-Index in Q4/2023 as follow:

➤ **Basic Scenario:** VN-Index moves around 1,200 points.



With basic scenario, VN-Index corrected to support middle-term bottom around 1,080-1,100 points before recovering again to sentimental level of 1,200 points at the end 2023.

Controlling elements:

- Vietnam maintains loosening monetary policies to support the economic recovery, as well as maintaining macro stability.
- State Bank pushes on supportive solutions to bring credit growth to 14% in 2023. At the same time, the Government tries to deal with company bond problem to support real estate to be stable again.
- However, the company bond problems might not be resolved soon and it needs time, since investors' worries will not be eased soon, and the companies still see problems on this mobilizing channel.
- The high interest rate in the world might lead to a risk of global economic starting a new recession. While domestic low interest policy might see bad influence on USD/VND rate which pushes SBV into a tough position while carrying out loosening policies.

Participating strategy:

- We **forecast** the chance on this scenario at **60%**. With hope that monetary policy is still loosening
- With this scenario, investors might continue on short-term surfing positions at reasonable weight.

VN-Index's scenario

➤ Positive Scenario: VN-Index stays above 1,250 points.



At positive scenario, VN-Index starts recovering again and moves to close around 1,250 points at the end of 2023

Controlling elements:

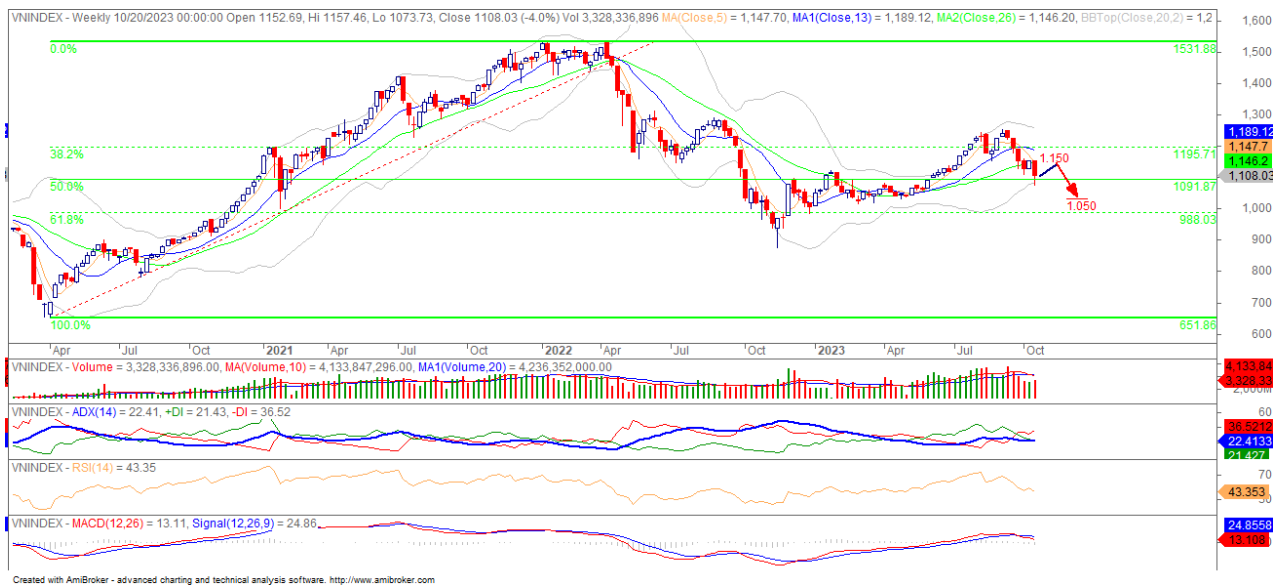
- Vietnam might move toward loosening monetary policies to support the economic recovery, as well as maintaining macro stability.
- State Bank pushes on supportive solutions to bring credit growth to 14% in 2023. At the same time, the Government tries to deal with company bond problem to support real estate to be stable again.
- However, the company bond problems might not be resolved soon and it needs time, since investors' worries will not be eased soon, and the companies still see problems on this mobilizing channel.
- Foreign investors realize the attraction on Vietnam market and return to net buying.
- Interest rate raising cycle in the world might come to an end, easing the worries on global economic starting a new recession.

Participating strategy:

- We **forecast** the chance on this scenario at **20%**. Macro data might gradually turn positive with positive influence from monetary loosening policy.
- With this scenario, investors might hold on to the positions with priority on the codes with positive business prospect.

VN-Index's scenarios

➤ Negative scenario: VN-Index drops to support level of 1,050 points



In this scenario, VN-Index sees technical recovery but quickly corrects again and move toward support level of 1,050 points at the end of 2023.

Controlling elements:

- Vietnam might move toward loosening monetary policies to support the economic recovery, as well as maintaining macro stability.
- State Bank pushes on supportive solutions to bring credit growth to 14% in 2023. At the same time, the Government tries to deal with company bond problem to support real estate to be stable again.
- However, the company bond problems might not be resolved soon and it needs time, since investors' worries will not be eased soon, and the companies still see problems on this mobilizing channel.
- The high interest rate in the world might lead to a risk of global economic starting a new recession, and foreign cash flow tends to seek shelter instead of expanding the investment, and foreign investors will lower the net buying.
- In Q4, the market will alter the attention from loosening monetary policies to evaluating actual situation on the economic after a while seeing influence from loosening policies.

Participating strategy:

- We **forecast** the chance on this scenario at **20%**. Because of the worries that SBV will lower loosening policy to deal with strongly increasing exchange rate.
- With this scenario, investors should keep a low weight and observe the market cautiously.

Analyst Certification

The report is conducted by analyst of Phu Hung Securities. Each research analyst(s), strategist(s) or research associate(s) responsible for the preparation and content of all or any identified portion of this research report hereby certifies that, all of the views expressed by that research analyst, strategist or research associate in this research report accurately reflect their personal views about the issues stated in the report. Each research analyst(s), strategist(s) or research associate(s) also certify that no part of their compensation was, is, or will be, directly or indirectly, related to the specific recommendation(s) or view(s) expressed by that research analyst, strategist or research associate in this research report.

Disclaimer

This information 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. Phu Hung Securities and its affiliates and their officers and employees may or may not have a position in or with respect to the securities mentioned herein. Phu Hung Securities (or one of its affiliates) may from time to time perform investment banking or other services or solicit investment banking or other business for any company mentioned in this report. All opinions and estimates included in this report constitute our judgment as of this date and are subject to change without notice.

© Phu Hung Securities Corporation

F21, Phu My Hung Tower, 08 Hoang Van Thai, Tan Phu Ward, District 7, HCMC

Phone: (84-28) 5 413 5479

Fax: (84-28) 5 413 5472

Customer Service: (84-28) 5 411 8855

Call Center: (84-28) 5 413 5488

E-mail: info@phs.vn / support@phs.vn

Web: www.phs.vn

Phu My Hung Trading office

CR2-08 building

107 Ton Dat Tien, Tan Phu Ward,
District 7, HCMC

Tel: (84-28) 5 413 5478

Fax: (84-28) 5 413 5473

District 3 Branch

F4-5. D&D Tower, 458 Nguyen
Thi Minh Khai, Ward 2, District
3, HCMC

Tel: (84-28) 3 820 8068

Fax: (84-28) 3 820 8206

Thanh Xuan Branch

F5, UDIC Complex, N04 Hoang Dao
Thuy, Trung Hoa Ward, Cau Giay
District, Hanoi

Tel: (84-24) 6 250 9999

Fax: (84-24) 6 250 6666

Tan Binh Branch

Park Legend Building,
251 Hoang Van Thu, Ward 2, Tan
Binh District, HCMC

Tel: (84-28) 3 813 2401

Fax: (84-28) 3 813 2415

Hanoi Branch

F5, Vinafor Tower, 127 Lo Duc,
Hai Ba Trung District, Hanoi

Tel: (84-24) 3 933 4566

Fax: (84-24) 3 933 4820

Hai Phong Branch

F2, Eliteco Building, Tran Hung Dao,
Hong Bang District, Hai Phong

Tel: (84-225) 384 1810

Fax: (84-225) 384 1801

District 1 Branch

No 1003A, F10, Ruby Tower, 81-83-
83B-85 Ham Nghi, Nguyen Thai Binh
Ward, District 1, HCMC

Tel: (84-28) 3 535 6060

Fax: (84-28) 3 535 2912