Banking sector may extend its correction and drag the VN-Index toward 1,700

We continue to recommend caution on the VN-Index and advise opening new short positions in the VN30F1M index futures contract in the short term. Live hog prices have recovered, but corporate profits in Q4 2026 are unlikely to improve. BWE's 2027 NPAT-MI is forecast to decline by 3.1%, while its water supply operations continue to grow. POW's core profit is expected to rise by about 14% in 2027, supported by the Nhon Trach 3 and 4 power plants.

Weak market structure, Vingroup provides only temporary support

Pinetree Research sees no near-term recovery in the index, as the market structure continues to favour a correction. Most sectors declined, and market breadth remained deeply negative in recent sessions (96 advancers vs 216 decliners). Banks (-0.86%) have yet to break out of the prolonged downtrend that began in early 2026 and continued to weigh on the index. Declining liquidity, which we highlighted in recent reports, has not improved. Today's trading value reached only about VND11,500 bn (25% below the 20-day average), the lowest level since the October 19, 2026 session. The market was supported only by Vingroup stocks (+8.5 points) and MCH (+1.7 points); excluding these, the VN-Index would have fallen by approximately 8 points. Foreign investors were marginal net buyers at just VND22 bn. We therefore continue to recommend that investors reduce equity exposure in the coming sessions and remain cautious on the cash market.

Derivatives market: Given our short-term market view, we expect the VN30 Index to decline further. Retests of the VN30F1M's 20-day MA resistance may therefore offer opportunities to initiate short positions, with an entry zone of around 1,865-1,870. We set the stop-loss at approximately 1,877-1,880 and the profit target at around 1,795-1,800. Investors may consider initiating positions with small volumes to take advantage of the VN-Index's corrective move.

Figure 1: We favour to open short positions when the VN30F1M retests its 20-day MA

VN30F1M technical chart, points, thousand contracts



Source: Pinetree Research.

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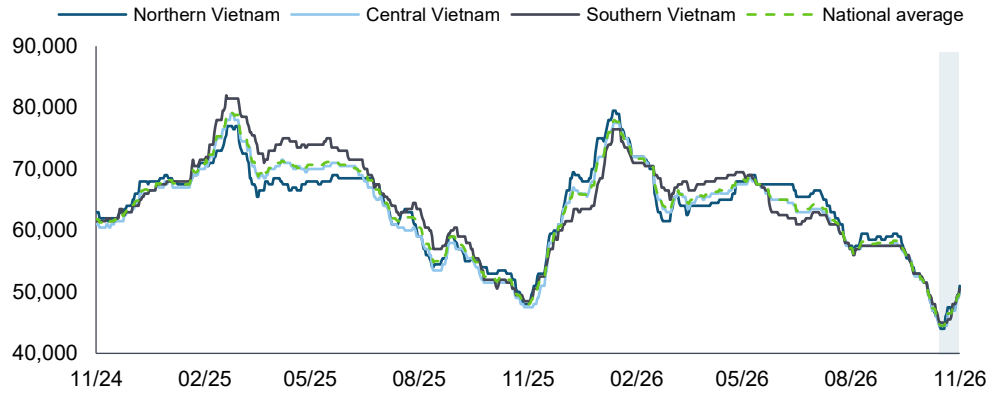
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Hog farming: Live hog prices recover, but Q4/2026 earnings remain under pressure

Vietnam's average live hog price reached VND 50,500/kg on 16 November, up 13.5% from its late-October low. DBC and BAF shares gained 2.2% and 1.3%, respectively, in today's trading session. We attribute the recovery in live hog prices and related equities primarily to improving procurement demand and easing selling pressure after the prolonged decline. Food-safety concerns and tighter slaughterhouse inspections had previously disrupted sales of market-ready hogs, forcing producers to accept lower prices.

Figure 2: Live hog prices recover 12-16% across Vietnam's three regions from their late-October lows

Daily average live hog prices in northern, central and southern Vietnam, VND/kg



Source: Pinetree Research compilation

We expect seasonal demand to lift live hog prices further, with trading likely to remain concentrated in the VND 50,000-55,000/kg range through year-end. Vietnam's pig herd reached approximately 32 million head at end-October, up more than 5% YoY, while large producers continued to expand capacity. Prices below production costs have prompted some smallholders to scale back restocking, although the biological production cycle will delay any meaningful reduction in supply. We therefore see limited scope for a near-term return to VND 60,000/kg. A prolonged period of weak prices could help rebalance the market in 2027 if smallholders continue to reduce their herds.

Average live hog prices stood at just VND 49,596/kg from the start of Q4/2026 to 16 November, 17.2% below Q3/2026. We therefore expect both DBC and BAF to face earnings pressure in Q4 despite the November price recovery. Looking into 2027, we see DBC as better positioned to withstand prices of VND 50,000-55,000/kg, while BAF offers greater earnings recovery potential if prices rise further and its new farms achieve higher operating efficiency. BAF's financing costs, however, leave its profits more exposed if live hog prices remain subdued.

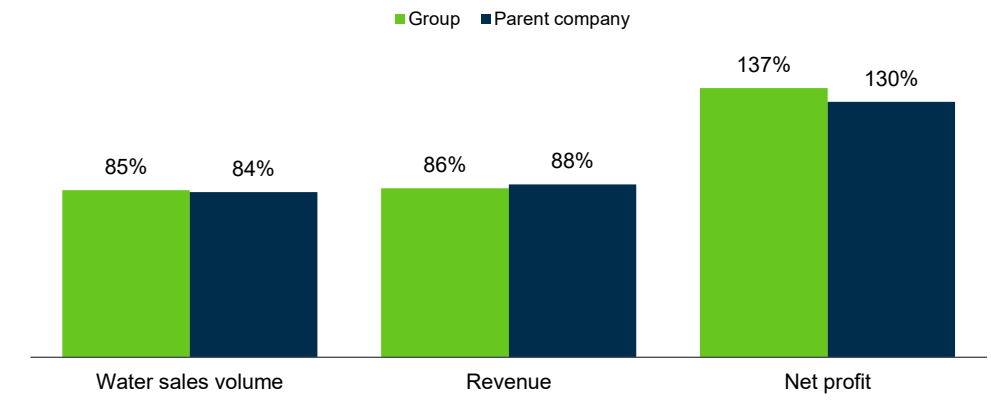
Binh Duong Water - Environment Corporation (HOSE: BWE): Net profit to fall 3.1% in 2027 despite continued growth in water supply

BUY, TP: VND 68,400/share, upside 65.6%, 2027 P/E 8.0x

BWE supplied 219.5 million m³ of commercial water across the group in 10M/2026, meeting 85% of its annual volume target. Net profit reached VND 1,052 bn, or 137% of the full-year plan. October net profit came to VND 143 bn, above the Q3/2026 monthly average of VND 124 bn, even as average daily commercial water sales declined by roughly 4%. We believe these results demonstrate BWE's ability to sustain profitability despite largely unchanged water tariffs in Binh Duong since late 2022.

Figure 3: BWE delivers 137% of its annual profit target in 10M/2026, versus 86% for revenue

Achievement against annual volume, revenue and net profit targets at group and parent-company level in 10M/2026, %

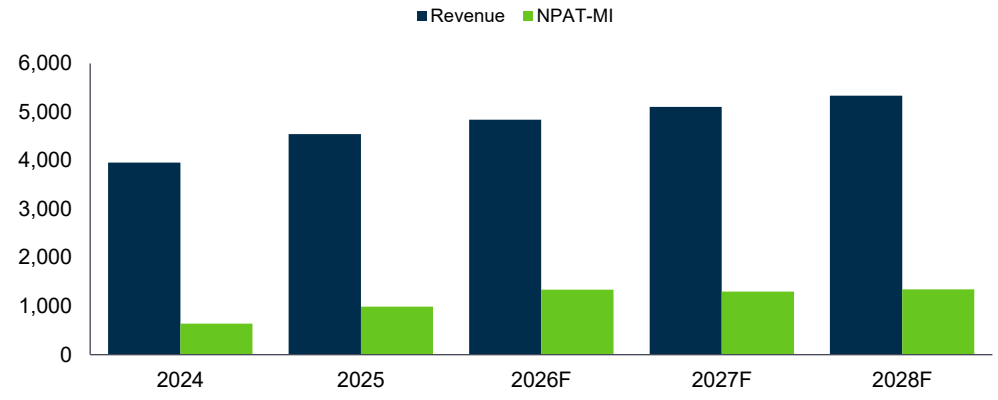


Source: BWE, Pinetree Research

We forecast net profit attributable to shareholders (NPAT-MI) of VND 1,339 bn in 2026 (+35.1% YoY), followed by a 3.1% decline to VND 1,298 bn in 2027. We expect associate earnings to fall to VND 190 bn after their unusually strong contribution in 2026, while financial income declines by approximately VND 39 bn. Conversely, growth in water supply should lift consolidated revenue by 5.4% to VND 5,104 bn, and lower borrowings should reduce interest expense by approximately VND 62 bn. We expect growth in BWE's core operations to offset most of the decline in non-operating contributions.

Figure 4: BWE revenue to grow 5.4% in 2027, while NPAT-MI falls 3.1%

Revenue and NPAT-MI, 2024-2028, VND bn



Source: BWE, Pinetree Research estimates

Figure 5: BWE to deliver 15.5% ROE in 2027 despite a 3.1% decline in NPAT-MI

BWE earnings forecasts and valuation, 2024-2028

Metric	2024	2025	2026F	2027F	2028F
Revenue, VND bn	3,959	4,543	4,841	5,104	5,339
Revenue growth, % YoY	12.3%	14.7%	6.6%	5.4%	4.6%
Gross margin, %	42.8%	43.1%	46.1%	46.8%	46.0%
SG&A/revenue, %	9.7%	9.1%	8.4%	9.2%	9.2%
Pre-tax profit, VND bn	737	1,182	1,497	1,474	1,526
NPAT-MI, VND bn	**639**	**991**	**1,339**	**1,298**	**1,344**
NPAT-MI growth, % YoY	-5.3%	55.1%	35.1%	-3.1%	3.5%
EPS, VND/share	2,542	3,943	5,328	5,163	5,346
ROE, %	12.6%	17.5%	19.2%	15.5%	14.5%

P/E, x	16.2	10.5	7.8	8.0	7.7
P/B, x	1.9	1.7	1.3	1.2	1.1

Source: BWE, Pinetree Research estimates. Valuation multiples use the closing price on 16 November 2026. EPS calculations assume 251.3 million shares outstanding following the capital increase.

BWE also strengthened its balance sheet through a September 2026 placement of 31.4 million shares, which raised approximately VND 1,163 bn. We forecast a decline in net debt/equity from 0.90x in 2025 to 0.51x in 2027, reducing interest expense and improving cash flow.

We recommend **BUY** on BWE with a target price of **VND 68,400/share**, implying 65.6% upside. At 8.0x 2027 P/E and 1.2x P/B, the stock offers an attractive valuation relative to our forecast ROE of 15.5%. We expect water supply earnings and margins to remain resilient as lower debt eases the financing burden. The decline in 2027 earnings largely reflects lower associate contributions and financial income. The principal risk is that rising electricity, chemical and operating costs outpace adjustments to water tariffs.

PetroVietnam Power Corporation (HOSE: POW): Core earnings to rise c.14% in 2027 on Nhon Trach 3&4 contribution

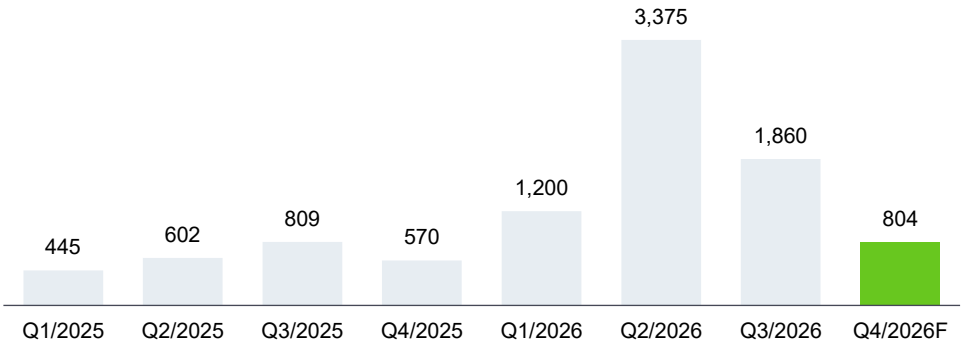
BUY, TP: VND 17,200/share, upside 36.5%, 2027 P/E 7.4x

POW reported Q3/2026 revenue of VND 16,772 bn (+113.5% YoY) and NPAT-MI of VND 1,860 bn (+129.8% YoY), driven primarily by Nhon Trach 3&4 and stronger dispatch at its thermal power plants. NPAT-MI rose 246.5% YoY to VND 6,434 bn in 9M/2026. Q3 results also included a VND 325 bn reversal of receivables provisions and foreign-exchange gains. Excluding these items, we estimate that pre-tax profit reached approximately VND 2,000 bn, nearly twice the year-earlier level. The quarter therefore points to a meaningful improvement in power generation earnings, although one-off gains have also contributed materially to 2026 profit growth.

We forecast 2026 NPAT-MI of VND 7,238 bn (+198.3% YoY), including approximately VND 2,600 bn from investment-related settlements, provision reversals and foreign-exchange gains. We estimate underlying earnings of around VND 4,600 bn after excluding these non-recurring items. Our 2027 NPAT-MI forecast of VND 5,251 bn implies a 27.5% reported decline but approximately 14% growth in core earnings. We expect higher contracted output at Nhon Trach 3&4 to lead this growth, despite major maintenance programmes at several existing plants.

Figure 6: POW NPAT-MI to fall 56.8% QoQ to VND 804 bn in Q4/2026

Quarterly NPAT-MI, Q1/2025-Q4/2026F, VND bn



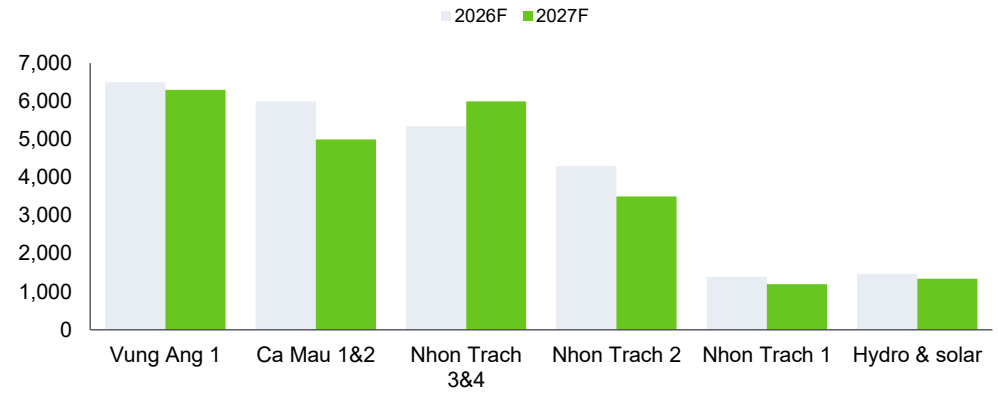
Source: POW, Pinetree Research estimates

Nhon Trach 3&4 generated 3,884 million kWh in 9M/2026, equivalent to approximately 53% of design output. At the 12 November analyst meeting, management said the plants generated almost exclusively to their contracted quantity (Qc) during Q3, as variable costs exceeded VND 4,000/kWh against an average 2026 market electricity price of roughly VND 1,725/kWh. In July, EVN settled 486.1 million kWh of contracted volume although the plants generated just 401.3 million kWh. This payment mechanism preserves contracted revenue even when dispatch falls short of Qc. Nevertheless, the absence of a formal LNG pricing framework for power plants leaves POW exposed if EVN does not accept the full fuel cost in its electricity payments.

We forecast Nhon Trach 3&4 output to rise 12.4%, from 5,340 million kWh in 2026 to 6,000 million kWh in 2027, consistent with the 65% minimum Qc allocation. NSMO's operating scenarios indicate that peak system demand could rise from 57,000 MW to 63,000 MW in 2027, while hydropower generation ranges from 81 bn to 89 bn kWh. Higher demand for gas-fired generation could support a larger Qc allocation, although expensive LNG continues to limit the plants' competitiveness in the electricity market. If Qc reaches 6,800 million kWh, we estimate 2027 NPAT-MI at VND 5,845 bn, 11.3% above our base case.

Figure 7: Nhon Trach 3&4 output to rise 12.4% in 2027, against a 6.6% decline for POW overall

Electricity generation by plant group, 2026F-2027F, million kWh



Source: POW, Pinetree Research estimates

We forecast POW's total electricity generation to decline 6.6% to 23.34 bn kWh in 2027, mainly because Ca Mau 1&2 and Vung Ang 1 will undergo major maintenance. Ca Mau 1&2 plans a roughly 60-day overhaul between February and April 2027, while Vung Ang 1 will take one unit offline for approximately 30 days in July-August. Declining supply from the PM3-CAA gas field also poses a risk to Ca Mau 1&2 beyond 2027, ahead of first gas from Nam Du-U Minh in late 2028. We forecast 2027 revenue of VND 62,847 bn (-3.1% YoY) and EBITDA of VND 11,006 bn (-17.9% YoY). For 2028, we expect revenue to rise 3.0% to VND 64,716 bn, but NPAT-MI to edge up just 1.6% to VND 5,336 bn. EBITDA should decline a further 1.2%, with a VND 173 bn reduction in financial expenses offsetting part of the operating earnings weakness.

Figure 8: POW NPAT-MI to fall 27.5% in 2027 and recover just 1.6% in 2028

POW earnings forecasts and valuation, 2024-2028

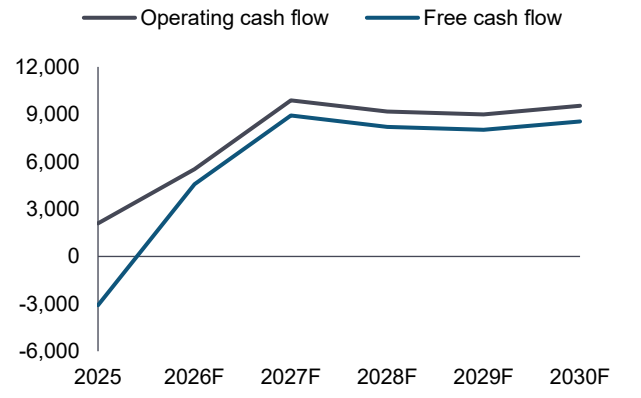
Metric	2024	2025	2026F	2027F	2028F
Revenue, VND bn	30,306	34,306	64,856	62,847	64,716
Revenue growth, % YoY	7.0%	13.2%	89.0%	-3.1%	3.0%
Gross margin, %	6.6%	13.1%	16.5%	13.9%	13.3%
SG&A/revenue, %	2.9%	3.6%	1.6%	2.1%	2.1%
Pre-tax profit, VND bn	1,383	3,234	8,862	6,757	6,789
NPAT-MI, VND bn	**1,112**	**2,427**	**7,238**	**5,251**	**5,336**
NPAT-MI growth, % YoY	7.1%	118.3%	198.3%	-27.5%	1.6%
EPS, VND/share	362	791	2,359	1,711	1,739
ROE, %	3.2%	7.1%	16.4%	10.6%	9.7%
P/E, x	34.8	15.9	5.3	7.4	7.2
P/B, x	1.2	1.1	0.9	0.8	0.7

Source: POW, Pinetree Research estimates. Valuation multiples use the closing price on 16 November 2026.

Operating cash flow reached VND 5,683 bn in Q3/2026, while POW cut net debt by VND 4,279 bn to VND 7,368 bn. Cash and term deposits totalled VND 30,158 bn, exceeding trade receivables by VND 6,194 bn. We forecast operating cash flow of VND 9,881 bn in 2027 and VND 9,169 bn in 2028, taking POW into a net cash position from 2027. Our estimates, however, assume annual capital expenditure of only around VND 960 bn, while the Quynh Lap and Vung Ang 3 LNG projects require approximately VND 20,000 bn of equity funding over the next five years. Faster investment spending could leave POW with materially less cash than our forecasts imply and necessitate further equity issuance.

Figure 9: POW operating cash flow to exceed VND 8,000 bn annually in 2027-2030

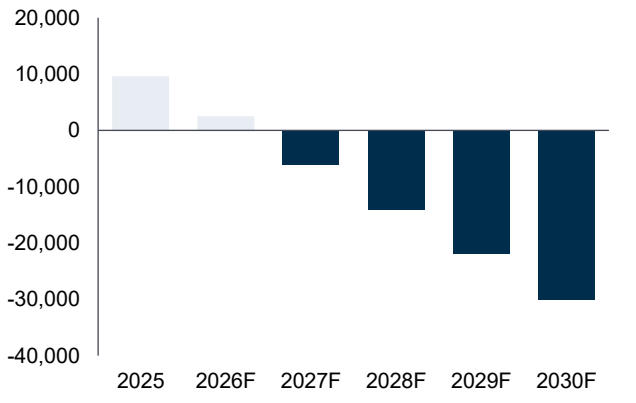
Operating cash flow and free cash flow, 2025-2030F, VND bn



Source: POW, Pinetree Research estimates

Figure 10: POW to reach VND 14,094 bn of net cash by end-2028

Year-end net debt, 2025-2030F, VND bn; negative values indicate net cash



Source: POW, Pinetree Research estimates

We recommend **BUY** on POW with a target price of **VND 17,200/share**, implying **33.9% upside**. We see an attractive entry point as Nhon Trach 3&4 materially expands POW's power generation earnings, the 65% minimum Qc allocation limits contracted-revenue risk, and improved collections from EVN strengthen the balance sheet. Although reported earnings will decline in 2027 and grow only modestly in 2028, we expect better operating performance at the LNG plants and lower net debt to strengthen the investment case. Key risks include a Qc allocation below our assumption, incomplete LNG cost pass-through and future equity funding needs.

Appendix: Event calendar and notable figures

Figure 11: Vietnam stock market and money market

Data updated at the end of 16 Nov 2026

Indices	Last	1D	1W	YTD
VN-Index	1,737	0.1%	1.3%	-7.9%
VN30	1,844	0.0%	0.8%	-11.4%
VN100	1,766	-0.3%	0.9%	-9.6%
HNX-Index	255	0.0%	-0.1%	0.9%
Trading value, VND bn	11,899	-21.6%	-14.2%	-68.1%
Trading value	15,472	-0.5%	2.2%	-53.2%
Foreign investors	321	-876	393	-
Money market				
O/N, % (12/11)	4.8%	0.4%	0.3%	0.7%
USD/VND	26,868	0%	0%	2.1%

Figure 12: Global stock and commodity market

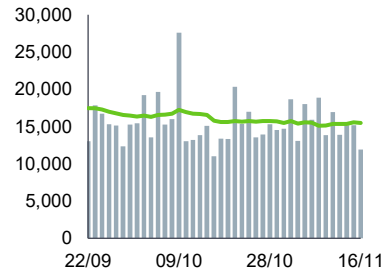
Data updated at the end of 16 Nov 2026

Indices	Last	1D	1W	YTD
S&P 500 (13/11)	7,562	-0.4%	2.5%	8.9%
Nasdaq (13/11)	25,136	-0.9%	2.3%	6.8%
Shanghai	3,603	-0.9%	-1.6%	-12.2%
KOSPI	5,101	-3.6%	1.6%	5.4%
Bond yield, %				
US 10Y	5.1	0.00	0.25	0.01
Japan 10Y	2.8	0.12	0.16	0.80
Commodity				
Brent, USD/bbl	95	-0.7%	2.9%	48.5%
Gold, USD/ounce	3,862	-0.6%	-6.7%	-16.0%
Silver, USD/ounce	47	-2.6%	-11.1%	-47.3%

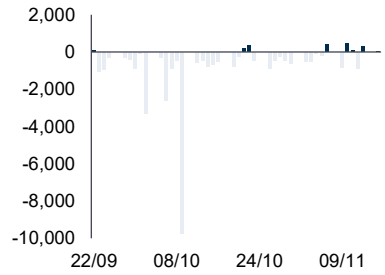
Figure 13: VN-Index's technical indicators

Data updated at the end of 16 Nov 2026

VN-Index trading volume and 20-day MA, VND bn



Foreign investors net trading value, VND bn



HOSE top buy/sell, VND bn

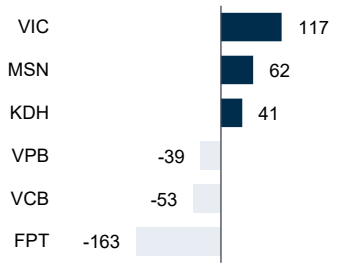
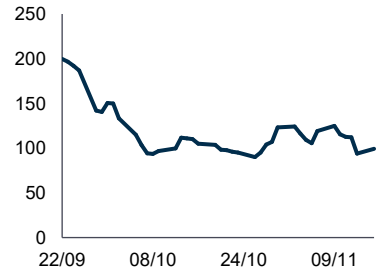


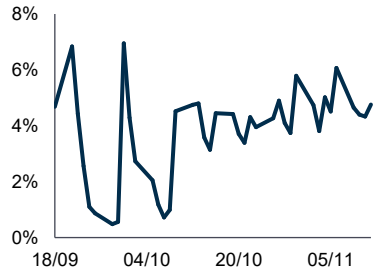
Figure 14: Vietnam money market numbers

Data updated at the end of 16 Nov 2026

Interbank ON, %, upto 12/11



OMO outstanding, VND tn, up to 16/11



USD/VND change, %Ytd

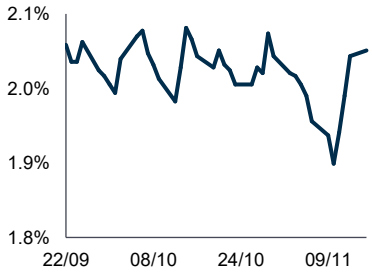


Figure 15: Macro events in the next 2 weeks

Data updated at the end of 16 Nov 2026

Date	Event	What we watch
15/11	**MSCI Annual Review**	Negligible market impact, as only a small number of stocks are affected
19/11	**VN30 index futures expiryLimited impact on the VN-Index**	VN30 index futures expiryLimited impact on the VN-Index
03/12	**Vietnam's Nov macroeconomic data release**	Positive public investment and trade data could support investor sentiment
10/12	**FOMC meeting**	A 25-basis-point rate hike could weigh on global equities

Figure 16: Corporate events in the next 2 weeks

Data updated at the end of 16 Nov 2026

Date	Ticker	Event	Weight
16/11	TVS	Additional shares trading	0.03%
16/11	SJD	Cash dividend, 1,600VND/share	0.02%

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HOLD	Expected 12-month total return between -10% and +15%
SELL	Expected 12-month total return below -10%
UNDER REVIEW	A new event has made the forecasts no longer appropriate, so the previous rating and target price are withdrawn. This status is updated within 30 days or changed to NOT RATED.
NO RATING	The stock is mentioned for information purposes only. It carries no investment rating and may have no target price.

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