

**CASH – EQUITY ALLOCATION RECOMMENDATION**

**ALLOCATION RECOMMENDATION**

**GRADUALLY INCREASE EQUITY**

Leverage the Vingroup catalyst and Circular 25 supporting state-owned banks to deploy capital gradually; treat 1,857 as the dynamic support, add more when turnover and breadth improve clearly, trim if 1,758 breaks.

**60–70%**  
EQUITY

**30–40%**  
CASH

VN-Index	<b>1,871.91</b>
Past week	<b>2.60%</b>
RSI (14)	<b>59.0</b>

**Why 60–70% Equity / 30–40% Cash?**

**VN-Index closed Friday Jun 26 at 1,871.91**, up 2.6% from last week and **clearing the 50-session average (1,857)** after four correction weeks – MACD flipped positive and RSI lifted to 59 confirming the uptrend. The lead story this week is the **Vingroup cluster** with multiple supportive news items, drawing foreigners back to net-buying large-cap stocks. The external backdrop is two-sided: Brent crashed to 72.9 USD after the US - Iran 60-day ceasefire MOU, easing imported inflation; offsetting that, **persistent high US inflation may force the Fed to raise rates**, pushing the dollar index to 101.3 and the US 10-year yield to 4.45% – pressuring foreign flows and FX. **We thus raise allocation to 60–70% equity / 30–40% cash**, favoring Vingroup (VIC, VHM) and state-owned banks benefiting from Circular 25 (BID, CTG, VCB); add more when turnover and breadth improve clearly.

**+ FACTORS SUPPORTING EQUITY**

- **Vingroup catalyst and credit-room policy lead the market.** VHM set its 60% cash dividend for Jun 30 (Vingroup receives ~18,000 billion), VinFast was restructured with up to 32,200 billion in capital, and the SBV excluded the outstanding debt of 18 national priority projects from credit-room calculation – foreigners reversed to accumulate ~5.2 million VIC shares this week, signaling foreign capital returning around a clearer narrative.
- **Cleared the 50-session average with clear momentum.** VN-Index crossed the 50-session average (1,857) after four correction weeks – MACD flipped positive (+8.0), RSI rose to 59 and foreigners reversed to net buying of 330 billion on Jun 26.
- **Valuation reasonable after the breakout.** Market P/E around 14x, ex-Vingroup only ~11x, and ~12x on 2026 forecasts – the safety margin remains wide enough for long-term capital to keep deploying.
- **Q2 banking earnings outlook positive.** State-owned banks are projected to deliver double-digit profit growth in Q2 on Circular 25 raising the medium-long-term lending cap – an anchor for the cheap pillar group.

**- FACTORS FAVORING CASH**

- **Narrow breadth, concentration in Vingroup.** This week's gains relied heavily on VIC and VHM – the large-cap basket surged while the share of names above the 20-session average narrowed to 41% (from 50% last week). Turnover also remains below average (vol ratio 0.85), suggesting selective money flow; broader participation is needed for a more durable uptrend.
- **Inflation still high and FX under pressure.** May CPI at 5.6% YoY – exceeding the 4.5% target and accelerating for a fifth straight month; USD/VND around 26,315 stays under pressure as the dollar index remains elevated, narrowing room for domestic monetary easing.
- **The Fed may need to raise rates on hot US inflation.** Persistently high US inflation alongside a still-strong US economy could force the Federal Reserve to raise rates – pushing the dollar index to 101.3 and the US 10-year yield to 4.45%, pressuring foreign flows into emerging markets and the USD/VND rate.

**— THREE MARKET SCENARIOS – NEXT 1–3 WEEKS**

**OPPORTUNITY**  
**BULL CASE**

**40%**

**VN-Index toward 1,900 → 1,933**

Turnover and breadth improve clearly, foreigners keep net buying; the Vingroup catalyst extends into Q2 bank earnings, the index returns toward the 1,933 high.

**ACTION**

Raise equity to 70-80%; focus on Vingroup (VIC, VHM) and state-owned banks (BID, CTG, VCB).

**MOST LIKELY**  
**BASE CASE**

**40%**

**VN-Index ranges 1,857 → 1,900**

Accumulation around the 50-session average (1,857) as the market digests the risk that the Fed may raise rates; Vingroup and banks hold the leadership.

**ACTION**

Hold 60-65% equity; accumulate leaders near support, no chasing.

**RISK**

**BEAR CASE**

**20%**

**VN-Index to 1,800 → 1,857**

Hotter US inflation forces the Fed to signal earlier rate hikes or oil rebounds above 80 USD; the index loses 1,857 and slides toward 1,800.

**ACTION**

Cut to 45-50%, raise cash; avoid leveraged borrowers and oil & gas.

**— SECTORS TO HOLD / TO AVOID**

**▲ HOLD – UPWARD MOMENTUM**

**Vingroup – dividend, restructuring and credit-room policy** **VIC, VHM, VRE**  
VHM set its 60% cash dividend for Jun 30 (Vingroup receives ~18,000 billion); VinFast was restructured with up to 32,200 billion in capital; the SBV excluded the outstanding debt of 18 national priority projects (~752,138 billion) from credit-room calculation. VIC cleared MA50 (RSI 65.6) and foreigners bought ~5.2 million shares this week – the lead catalyst of the rally.

**State-owned banks – Circular 25 and Q2 results** **BID, CTG, VCB**  
Three pillars benefit from Circular 25/2026 raising the cap on short-term funding used for medium-long-term lending, opening additional deployment room; a strong Q2 outlook and cheap valuation provide a fundamental anchor.

**Securities – expecting index-fund inflows** **FTS, BSI, MBS**  
A direct beneficiary as passive index funds are expected to deploy into Vietnam in the period ahead (estimated 1.5-1.7 billion USD). FTS, BSI and MBS hold above the 50-session average at RSI 59-61, ready to lead when turnover recovers.

**▼ AVOID – SELLING PRESSURE**

**Oil & gas – Brent crashes to 73 USD after the ceasefire** **PVS, BSR, PLX**  
Brent crashed to 72.93 USD (RSI 26.5 oversold) after the US - Iran 60-day ceasefire MOU and Persian Gulf exports normalized; PLX RSI 36, BSR and PVS all below MA50 – wait for crude to find a base.

**High-leverage real estate – Fed rate-hike risk** **NVL, PDR, DXG**  
Hot US inflation and a still-strong US economy could push the Fed to raise rates – lifting funding costs for heavy borrowers. Core earnings remain weak (PDR Q1 revenue -76%; NVL heavy debt; DXG thin margins) and prices still sit below moving averages.

**Note:** This report is for reference only and is not a specific buy/sell recommendation. Investors should consider carefully before trading.