

Nhon Trach 2 (NT2)

Expecting recovery in 2024

December 6, 2023	Analyst Nguyen Dinh Thuan thuannd@kbsec.com.vn
3Q23 revenue and earnings both decreased sharply YoY	In the third quarter of 2023, PV Power Nhon Trach 2 (NT2) recorded a loss of VND123.77 billion in NPAT on revenue of VND816 billion (-62.3% YoY). 3Q23 business results dropped sharply YoY since NT2 carried out a major overhaul from September 7 to October 31, leading to the suspension of operation and thus adversely affecting the electricity output in the period.
NT2 will benefit from the ongoing El Nino event in 2024	The International Research Institute for Climate and Society (IRI) forecasts that El Nino will very likely persist in 2024 before transitioning into the neutral phase, meaning higher temperatures and rising electricity demand. Besides, the ongoing El Nino event will also affect precipitation and hydroelectric reservoirs' water level, so hydropower generation mobilization will decrease, benefiting other sources.
NT2 is expected to recover in 2024 after having overcome the difficult period in 3Q23	We expect NT2 to recover in 2024 after overcoming a tough 3Q23 when: (1) the plant has completed its overhaul and is ready for mobilization from EVN; (2) imported LNG should be available in Vietnam next year through the Thi Vai LNG terminal Phase 1, downplaying the risk of gas shortages in the context that domestic gas reserves have dried up; and (3) the ongoing El Nino will boost electricity consumption, pushing thermal power generation mobilization.
We recommend HOLD for NT2 with a target price of VND27,700/share	Based on valuation results, business prospects, and possible risks, we recommend HOLD for NT2. The target price is VND27,700/share, 11% higher than the closing price as of December 6, 2023.

Hold maintain

Forecast earnings & valuation

FY-end

Revenue (VNDbn)

NPAT-MI (VNDbn)

EBIT (VNDbn)

EPS (VND)

P/E (x)

P/B (x)

ROE (%)

EPS growth (%)

Dividend yield (%)

Target price	VND27,700
Upside	11%
Current price (Dec 6, 2023)	VND 24,900
Consensus target price	VND 28,400
Market cap (VNDbn)	6,880

2021A

6,150

559

534

1,756

-16.2

14.4

1.2

13%

12%

2022A

8,788

957

883

2,992

70.4

9.7

1.8

19%

6%

Trading data	
Free float	30%
3M avg trading value (VNDbn)	15.7
Foreign ownership	15%
Major shareholder	PV Power (POW) (59.4%))

2023F

6,836

413

474

1,648

-44.9

17.1

1.7

10%

4%

2024F

8,580

714

771

2,679

62.6

10.5

1.6

15%

7%

Share price performance					
(%)	1M	3M	6M		
Absolute	2.6	-13.8	-26.9		

Relative	-0.7	-5.1	-28.3	-11.1
	– Relative perf	ormance	(left)	
(%)	- Stock price (right)	V	ND
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12M -9.6

Source: Bloomberg, KB Securities Vietnam

Business performance

Revenue and profit in 3Q2023 decreased sharply over the same period

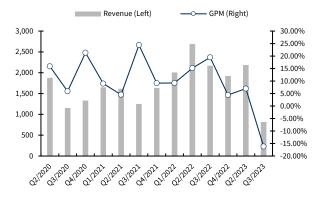
In the third quarter of 2023, PV Power Nhon Trach 2 (NT2) recorded a loss of VND123.77 billion in NPAT on revenue of VND816 billion (-62.3% YoY). 3Q23 business results dropped sharply YoY since NT2 carried out a major overhaul from September 7 to October 31, leading to the suspension of operation and thus adversely affecting the electricity output in the period. For 9M23, NT2's sales volume reached 2,494 million kWh (-19% YoY). Gross profit margin (GPM) only reached 5%, lower than the same period last year (15%).

Table 1. NT2 - 9M22-9M23 business results

(VNDbn)	9M2022	9M2023	+/-%YoY	Comments
Sales volume (million kWh)	3,073	2,494	-19%	9M23 sales volume decreased sharply because (1) NT2 had to use diesel (DO) due to gas shortages in 2Q23 and (2) NT2 carried out a major overhaul from September 7 to October 31, adversely affecting production output.
Contracted volume (Qc)	2,615	2,550	-2%	· · · · · · · · · · · · · · · · · · ·
Gas input price (USD/MMBTU)	9.86	9.03	-8%	Gas input prices fell in line with oil prices but at a slower pace than our expectation. It is because oil prices bounced back in 3Q23, resulting in gas prices up 1% YoY to an average of USD9.2571/mmBTU.
Average selling price (VND/kWh)	2,125	2,109	-1%	The average electricity selling price decreased slightly due to (1) input prices have cooled since the beginning of the year (2) the CGM (competitive electricity generation market) price declined YoY, especially in the third quarter of 2023.
Revenue	6,863	5,182	-24%	Revenue was affected by falling average selling price and commercial electricity output.
Cost of goods sold	-5,846	-4,900	-16%	
Gross profit	1,017	282	-72%	
Gross profit margin (%)	15%	5%		
SG&A	-247	-54	-78%	
% SG&A/revenue	4%	1%	-71%	
EBIT	768	280	-64%	
Financial income	6	75	1219%	Financial income increased thanks to interest from bank deposits.
Financial expenses	-7.55	-22.59	199%	
Net other income	0.32	0.00	-100%	
PBT	768	280	-64%	
NPAT	724	254	-65%	

Source: PV Power Nhon Trach 2, KB Securities Vietnam

Fig 2. NT2 - Revenue & GPM (VNDbn, %)



Source: PV Power Nhon Trach 2, KB Securities Vietnam

NT2 will benefit from the ongoing El Nino event in 2024

NT2 is expected to recover in 2024 after having overcome the difficult period in 3Q23

NT2 will no longer bear high depreciation charges from 2026

Source: PV Power Nhon Trach 2, KB Securities Vietnam

(million kWh)

The International Research Institute for Climate and Society (IRI) forecasts that El Nino will very likely persist in 2024 before transitioning into the neutral phase, meaning higher temperatures and rising electricity demand. Besides, the ongoing El Nino event will also affect precipitation and hydroelectric reservoirs' water level, so hydropower generation mobilization will decrease, benefiting other sources. In 10M23, the mobilization rate of hydropower reached 28.5%, down 8% compared to 36.5% over the same period in 2022. We expect this to continue until the end of 2024. However, we give a conservative forecast for NT2's 2024 sales volume due to possible gas shortages since domestic gas reserves have dried up and NT2 having to compete with renewable energy.

We expect NT2 to recover in 2024 after overcoming a tough 3Q23 when: (1) the plant has completed its overhaul and is ready for mobilization from EVN; (2) imported LNG should be available in Vietnam next year through the Thi Vai LNG terminal Phase 1, downplaying the risk of gas shortages in the context that domestic gas fields are becoming depleted; and (3) the ongoing El Nino will boost electricity consumption, pushing thermal power generation mobilization.

We believe NT2's earnings will improve thanks to the absence of machinery depreciation charges from 2026. In 2022, depreciated costs accounted for about 9% of production costs, with plant and machinery depreciation costs of VND149 billion and VND538 billion, respectively. The depreciation of fixed assets is calculated based on the straight-line model throughout the estimated useful life. In particular, the machinery will be depreciated from 5–14 years since the commercial operation date (in 2011). It is expected that NT2 will no longer bear depreciation charges from 2026, thus substantially improving earnings. As a result, there will be more room for dividend payments.

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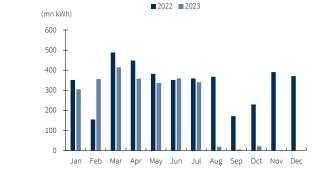
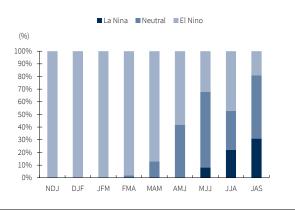


Fig 3. NT2 - Commercial electricity output in 2022-2023

Fig 4. Vietnam – Average full market price in 2022–2023 (VND/kWh)

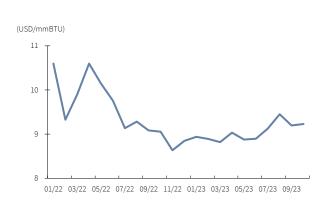


Fig 6. Global - Possibility of weather patterns in 2024 (%)



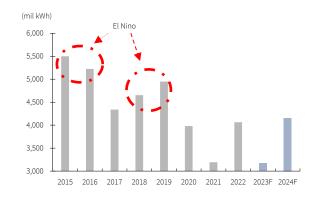
Source: International Research Institute for Climate and Society, KB Securities Vietnam

Fig 5. NT2 - Gas input price in 2022-2023 (USD/mmBTU)



Source: PV Power Nhon Trach 2, KB Securities Vietnam

Fig 7. NT2 – Commercial electricity output in 2015–2024F (million kWh)



Source: PV Power Nhon Trach 2, KB Securities Vietnam

Forecast & Valuation

Table 8. NT2 - 2022A-2023F business results

(VNDbn)	2022A	2023F	+/-%YoY	2024F	+/- %YoY	Comments
Sales volume (million kWh)	4,065	3,168	-22%	4,154	31%	- Commercial electricity output for the whole year 2023
Contracted volume (Qc)	3,473	3,010	-13%	3,530	17%	should reach 2,168 million kWh (-22% YoY) since NT2 carried out a scheduled overhaul after 100,000 equivalen operating hours (EOH).
CGM sales volume (Qm)	592	158	-73%	623		 Sales volume in 2024 is expected to recover because: (1) NT2 has completed its major overhaul and (2) the ongoing El Nino phenomenon will benefit thermal power plants.
Gas input price (USD/mmBTU)	9.18	8.72	-5%	8.72	0%	- We forecast the average gas input price to reach USD8.72/MMBTU (-7% YoY), assuming that Brent crude oil prices will decrease YoY and gas prices will move sideways in 2024.
Average electricity selling price (VND/kWh)	2,081	2,158	4%	2,066	-4%	 The average electricity price in 2023 should increase slightly due to contracted volume (Qc) making up a larger proportion.
Revenue	8,788	6,836	-22%	8,580	26%	
Cost of goods sold	7,706	6,332	-18%	7,618	20%	
Gross profit	1,082	505	-53%	963	91%	
Gross profit margin (%)	12.3%	7.4%		11.2%		
SG&A	-131	-92	-30%	-116	26%	
% SG&A/revenue	1.50%	1.35%		1.35%		
EBIT	957	413	-57%	714	73%	
Financial income	24	109	348%	158	45%	- Financial income should increase on the assumption of rising interest from bank deposits.
Financial expenses	-18	-33	86%	-11	-67%	
Net other income	-14	0		0		
РВТ	943	505	-46%	877	74%	 2023F PBT is forecast to decline due to (1) upward revision for operating expenses as NT2 had to use DO for electricity generation due gas shortages in some months and (2) major overhaul.
NPAT	883	474	-46%	771	63%	

Source: PV Power Nhon Trach 2, KB Securities Vietnam

We recommend HOLD for NT2 with a target price of VND27,700/share

We use two valuation methods free cash flow to the firm (FCFF) and EV/EBITDA (50:50 weighting) to assess NT2's value. Accordingly, we maintain our HOLD recommendation for NT2 with a target price of VND27,700/share, equivalent to an upside of 11% compared to the closing price of VND24,900/share on December 6, 2023.

Table 9. NT2 - FCFF valuation

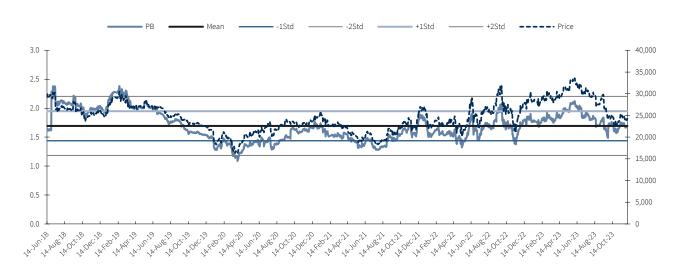
Cost of equity	13.2%	Total present value	7,278
Risk-free rate	5.0%	Owner's equity	7,981
Market risk premium	8.2%	Outstanding shares (million)	287.9
Beta	1.00	Value per share (VND)	27,720

Source: KB Securities Vietnam

able 10, ITE Valdation res	4.05		
Valuation method	Forecast price	Weighting	Weighted price
FCFF	27,737	50%	13,868
ev/ebitda (6x)	27,726	50%	13,863
Farget price (rounded)			27,700
urrent price (Dec 6, 2023)			24,900
Jpside			11%
ource: KB Securities Vietnam			

Table 10. NT2 – Valuation results

Fig 11. NT2 - Historical P/B and share price performance in 2018-2023 (x, VND/share)



Source: Bloomberg, KB Securities Vietnam

NT2 - 2021A-2024F financials

Income Statement (VND billion)	2021	2022	2023F	2024F
Net sales	6,150	8,788	6,836	8,580
Cost of sales	5,474	7,706	6,332	7,618
Gross Profit	676	1,082	505	963
Financial income	18	24	85	110
Financial expenses	-52	-18	-33	-11
of which: interest expenses	-20	-15	-33	-11
Gain/(loss) from joint ventures (from 2015)	0	0	0	0
Selling expenses	0	0	0	0
General and admin expenses	-83	-131	-92	-116
Operating profit/(loss)	559	957	413	714
Other incomes	8	1	1	1
Other expenses	1	15	0	0
Net other income/(expenses)	7	-14	0	0
Income from investments in other entities	0 566	0 943	0 466	0 814
Net accounting profit/(loss) before tax	-32	-60	-28	-98
Corporate income tax expenses	534	-00	438	716
Net profit/(loss) after tax	0	0	438	011
Minority interests Attributable to parent company	534	883	438	716
Margin ratio	2021	2022	2023F	2024F
Gross profit margin	11.0%	12.3%	7.4%	11.2%
EBITDA margin	20.3%	18.7%	17.4%	16.8%
EBIT margin	9.1%	10.9%	6.0%	8.3%
Pre-tax profit margin	9.2%	10.7%	6.8%	9.5%
Operating profit margin	9.1%	10.9%	6.0%	8.3%
Net profit margin	8.7%	10.1%	6.4%	8.3%
Cash Flow Statement (VND billion)	2021	2022	2023F	2024F
Net profit/(loss) before tax	566	943	466	814
Depreciation and amortisation	690	689	775	728
Profit/loss from investing activities	-11	21	21	21
Interest expense	20	15	15	15
Operating profit/(loss) before changes in Working Capital	1,266	1,668	1,277	1,578
(Increase)/decrease in receivables	-775	-672	102	-482
(Increase)/decrease in inventories	4	3	-4	-82
Increase/(decrease) in payables				
()	871	22	-24	99
(Increase)/decrease in prepaid expenses	871 -209	22 452	-24 97	99 83
Net cash inflows/(outflows) from operating activities				
Net cash inflows/(outflows) from operating activities Purchases of fixed assets and other long-term	-209	452	97	83
Net cash inflows/(outflows) from operating activities	-209 1,074	452 1,383	97 1,388	83 1,086
Net cash inflows/(outflows) from operating activities Purchases of fixed assets and other long-term assets Proceeds from disposal of fixed assets Loans granted, purchases of debt instruments	-209 1,074 -3	452 1,383 -1	97 1,388 -2	83 1,086 -3
Net cash inflows/(outflows) from operating activities Purchases of fixed assets and other long-term assets Proceeds from disposal of fixed assets Loans granted, purchases of debt instruments Collection of loans, proceeds from sales of debts instruments	-209 1,074 -3 0 0 0	452 1,383 -1 0 -949 0	97 1,388 -2 0 0 0	83 1,086 -3 0 0
Net cash inflows/(outflows) from operating activities Purchases of fixed assets and other long-term assets Proceeds from disposal of fixed assets Loans granted, purchases of debt instruments Collection of loans, proceeds from sales of debts instruments Investments in other entities	-209 1,074 -3 0 0 0 0	452 1,383 -1 0 -949 0 0	97 1,388 -2 0 0 0 0	83 1,086 -3 0 0 0 0
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Net cash inflows/(outflows) from operating activities Purchases of fixed assets and other long-term assets Proceeds from disposal of fixed assets Loans granted, purchases of debt instruments Collection of loans, proceeds from sales of debts instruments Investments in other entities Proceeds from divestment in other entities Dividends and interest received Net cash inflows/(outflows) from investing	-209 1,074 -3 0 0 0 0	452 1,383 -1 0 -949 0 0	97 1,388 -2 0 0 0 0	83 1,086 -3 0 0 0 0
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Net cash inflows/(outflows) from operating activities Purchases of fixed assets and other long-term assets Proceeds from disposal of fixed assets Loans granted, purchases of debt instruments Collection of loans, proceeds from sales of debts instruments Investments in other entities Proceeds from divestment in other entities Dividends and interest received Net cash inflows/(outflows) from investing activities Proceeds from issue of shares Payments for share returns and repurchases	-209 1,074 -3 0 0 0 0 0 0 11 9 0 0 0	452 1,383 -1 0 -949 0 0 0 0 4 -946 0 0 0	97 1,388 -2 0 0 0 0 0 0 0 0 0 0 4 2 0 0	83 1,086 -3 0 0 0 0 0 4 1 1
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Balance Sheet (VND billion)	2021	2022	2023F	2024F
. ,	6,624	7,445	7,240	7,228
CURRENT ASSETS Cash and cash equivalents	2,581	4,557	4,724	5,303
Short-term investments	2,001	.,384	1,130	1,365
Accounts receivable	0	949	949	949
Inventories	2,230	2,911	2,809	3,291
LONG-TERM ASSETS	311	307	311	393
Long-term trade receivables	4,043	2,888	2,516	1,925
Fixed assets	0	0	0	(
Investment properties	3,496	2,809	2,437	1,846
Long-term incomplete assets	1	0	0	, C
Long-term investments	0	0	0	C
TOTAL ASSETS	0.0	0.0	0.0	0.0
LIABILITIES	2,390	2,831	2,491	2,275
Current liabilities	2,390	2,831	2,491	2,275
Trade accounts payable	1,034	770	745	844
Advances from customers	0	0	0	C
Short-term unrealized revenue	210	631	315	(
Short-term borrowings	0	0	0	(
Long-term liabilities	0	0	0	C
Long-term trade payables	0	0	0	C
Long-term advances from	0	0	0	C
customers				
Unrealized revenue	0	0	0	(
Long-term borrowings	4,234	4,614	4,749	4,953
OWNER'S EQUITY	2,879	2,879	2,879	2,879
Paid-in capital	0	0	0	(
Share premium	1,196	1,554	1,688	1,893
Undistributed earnings Minority interests	160 0	182 0	182 0	182 0
Key ratios				
Multiple				
P/E	14.4	9.7	18.2	
P/E diluted				11.1
the second s	14.4	9.7	18.2	
P/B	14.4 1.2		18.2 1.7	11.1
P/B		9.7		11.1 1.6
P/B P/S	1.2	9.7 1.8	1.7	11.1 1.6 0.9
P/B P/S P/Tangible Book	1.2 0.8	9.7 1.8 0.9	1.7 1.2	11.1 1.6 0.9
P/B P/S P/Tangible Book P/Cash Flow	1.2 0.8 1.2	9.7 1.8 0.9 1.8	1.7 1.2 1.7	11.1 1.6 0.9 1.6 7.3
P/B P/S P/Tangible Book P/Cash Flow EV/EBITDA	1.2 0.8 1.2 6.8	9.7 1.8 0.9 1.8 6.0	1.7 1.2 1.7 5.7	11.1 1.6 0.9 1.6 7.3 4.6
P/B P/S P/Tangible Book P/Cash Flow EV/EBITDA EV/EBIT	1.2 0.8 1.2 6.8 6.0	9.7 1.8 0.9 1.8 6.0 5.2	1.7 1.2 1.7 5.7 6.0	11.1 1.6 0.9 1.6 7.3 4.6
P/B P/S P/Tangible Book P/Cash Flow EV/EBITDA EV/EBIT Operating performance	1.2 0.8 1.2 6.8 6.0	9.7 1.8 0.9 1.8 6.0 5.2	1.7 1.2 1.7 5.7 6.0	11.1 1.6 0.9 1.6 7.3 4.6 9.3
P/B P/S P/Tangible Book P/Cash Flow EV/EBITDA EV/EBIT Operating performance	1.2 0.8 1.2 6.8 6.0 13.4 12.6%	9.7 1.8 0.9 1.8 6.0 5.2 9.0 19.1%	1.7 1.2 1.7 5.7 6.0 17.4 9.2%	11.1 1.6 0.5 1.6 7.3 4.6 9.3 14.5%
P/B P/S P/Tangible Book P/Cash Flow EV/EBITDA EV/EBIT Operating performance ROE ROA	1.2 0.8 1.2 6.8 6.0 13.4 12.6% 8.1%	9.7 1.8 0.9 1.8 6.0 5.2 9.0 19.1% 11.9%	1.7 1.2 1.7 5.7 6.0 17.4 9.2% 6.0%	11.1 1.6 0.9 1.6 7.3 4.6 9.3 14.5% 9.9%
P/B P/S P/Tangible Book P/Cash Flow EV/EBITDA EV/EBIT Operating performance	1.2 0.8 1.2 6.8 6.0 13.4 12.6%	9.7 1.8 0.9 1.8 6.0 5.2 9.0 19.1%	1.7 1.2 1.7 5.7 6.0 17.4 9.2%	11.1 1.6 0.9 1.6 7.3 4.6 9.3 14.5% 9.9%
P/B P/S P/Tangible Book P/Cash Flow EV/EBITDA EV/EBIT Operating performance ROE ROA	1.2 0.8 1.2 6.8 6.0 13.4 12.6% 8.1%	9.7 1.8 0.9 1.8 6.0 5.2 9.0 19.1% 11.9%	1.7 1.2 1.7 5.7 6.0 17.4 9.2% 6.0%	11.1 1.6 0.9 1.6 7.3 4.6 9.3 14.5% 9.9%
P/B P/S P/Tangible Book P/Cash Flow EV/EBITDA EV/EBIT Operating performance ROE ROA ROIC	1.2 0.8 1.2 6.8 6.0 13.4 12.6% 8.1%	9.7 1.8 0.9 1.8 6.0 5.2 9.0 19.1% 11.9%	1.7 1.2 1.7 5.7 6.0 17.4 9.2% 6.0%	11.1 1.6 0.5 1.6 7.3 4.6 9.3 14.5% 9.9% 19.9%
P/B P/S P/Tangible Book P/Cash Flow EV/EBITDA EV/EBIT Operating performance ROE ROA ROA ROIC Financial structure	1.2 0.8 1.2 6.8 6.0 13.4 12.6% 8.1% 12.6%	9.7 1.8 0.9 1.8 6.0 5.2 9.0 19.1% 11.9% 19.7%	1.7 1.2 1.7 5.7 6.0 17.4 9.2% 6.0% 10.5%	11.1 1.6 0.9 1.6 7.3 4.6 9.3 14.5% 9.93 19.9%
P/B P/S P/Tangible Book P/Cash Flow EV/EBITDA EV/EBIT Operating performance ROE ROA ROIC Financial structure Cash Ratio	1.2 0.8 1.2 6.8 6.0 13.4 12.6% 8.1% 12.6%	9.7 1.8 0.9 1.8 6.0 5.2 9.0 19.1% 11.9% 19.7%	1.7 1.2 1.7 5.7 6.0 17.4 9.2% 6.0% 10.5%	11.1 1.6 0.9 1.6 7.5 4.6 9.3 14.5% 9.93 19.9%
P/B P/S P/Tangible Book P/Cash Flow EV/EBIT DA EV/EBIT Operating performance ROE ROA ROIC Financial structure Cash Ratio Quick Ratio Current Ratio	1.2 0.8 1.2 6.8 6.0 13.4 12.6% 8.1% 12.6% 0.0 0.7	9.7 1.8 0.9 1.8 6.0 5.2 9.0 19.1% 11.9% 19.7% 19.7%	1.7 1.2 1.7 5.7 6.0 17.4 9.2% 6.0% 10.5% 0.5 1.4	11.1 1.6 0.5 1.6 7.3 4.6 9.3 14.5% 9.9% 19.9% 0.5 1.8 1.1
P/B P/S P/Tangible Book P/Cash Flow EV/EBIT DA EV/EBIT Operating performance ROE ROA ROC Financial structure Cash Ratio Quick Ratio Quick Ratio LT Debt/Equity	1.2 0.8 1.2 6.8 6.0 13.4 12.6% 8.1% 12.6% 0.0 0.7 0.9 0%	9.7 1.8 0.9 1.8 6.0 5.2 9.0 19.1% 11.9% 19.7% 19.7% 0.5 0.9 1.1 0%	1.7 1.2 1.7 5.7 6.0 1.7.4 9.2% 6.0% 10.5% 10.5% 1.4 1.5 0%	11.1 1.6 0.9 1.6 7.3 4.6 9.3 14.5% 9.9% 19.9% 0.9 1.8 1.1 0%
P/B P/S P/Tangible Book P/Cash Flow EV/EBITDA EV/EBITDA EV/EBIT Operating performance ROE ROA ROC Financial structure Cash Ratio Quick Ratio Current Ratio Li Debt/Equity Li Debt/Total Assets	1.2 0.8 1.2 6.8 6.0 13.4 12.6% 8.1% 12.6% 0.0 0.7 0.7 0.9 0% 0%	9,7 1.8 0.9 1.8 6.0 5.2 9.0 19.1% 11.9% 19.7% 20.5 0.9 1.1 0% 0%	1.7 1.2 1.7 5.7 6.0 1.7.4 9.2% 6.0% 10.5% 10.5% 1.4 1.5 0% 0%	11.1 1.6 0.9 1.6 7.3 4.6 9.3 14.5% 9.9% 19.9% 0.9 1.8 1.1 0% 0%
P/B P/S P/Tangible Book P/Cash Flow EV/EBITDA EV/EBIT Operating performance ROE ROA ROC Financial structure Cash Ratio Quick Ratio Current Ratio LT Debt/Equity LT Debt/Total Assets Debt/Equity	1.2 0.8 1.2 6.8 6.0 13.4 12.6% 8.1% 12.6% 0.0 0.7 0.9 0.9 0.9 0.9 0.9 0.9 0.9 0.9 0.9 0.9	9,7 1.8 0.9 1.8 6.0 5.2 9.0 19.1% 11.9% 11.9% 19.7% 0.5 0.9 1.1 0% 0% 14%	1.7 1.2 1.7 5.7 6.0 17.4 9.29% 6.0% 10.5% 10.5% 1.4 1.5 0% 0% 7%	11.1 1.6 0.9 1.6 7.3 4.6 9.3 14.5% 9.9% 19.9% 0.9 1.8 1.1 0% 0% 0%
P/B P/S P/Tangible Book P/Cash Flow EV/EBITDA EV/EBITDA EV/EBIT Operating performance ROE ROA ROC Financial structure Cash Ratio Quick Ratio Current Ratio Li Debt/Equity Li Debt/Total Assets	1.2 0.8 1.2 6.8 6.0 13.4 12.6% 8.1% 12.6% 0.0 0.7 0.7 0.9 0% 0%	9,7 1.8 0.9 1.8 6.0 5.2 9.0 19.1% 11.9% 19.7% 20.5 0.9 1.1 0% 0%	1.7 1.2 1.7 5.7 6.0 1.7.4 9.2% 6.0% 10.5% 10.5% 1.4 1.5 0% 0%	11.1 11.1 1.1.1 1.6 0.9 1.6 7.3 4.6 9.3 14.5% 9.9% 19.9% 19.9% 0.9 1.8 1.1 10% 0% 0%

0.4

0.6

0.4

3.3

17.6

8.6

ST Liabilities/Total Assets

Total Liabilities/Total Assets

Account Receivable Turnover

Account Payable Turnover

Inventory Turnover

Total Liabilities/Equity

Activity ratios

0.4

0.6

0.4

3.4

25.1

9.7

0.3

0.5

0.3

2.4

20.4

9.0

0.3

0.5

0.3

2.8

19.4

10.8

Source: PV Power Nhon Trach 2, KB Securities Vietnam

KB SECURITIES VIETNAM RESEARCH

Nguyen Xuan Binh – Head of Research binhnx@kbsec.com.vn

Equity

Banks, Insurance & Securities

Nguyen Anh Tung – Manager tungna@kbsec.com.vn

Pham Phuong Linh – Analyst linhpp@kbsec.com.vn

Real Estate, Construction & Materials

Pham Hoang Bao Nga – Senior Analyst ngaphb@kbsec.com.vn

Nguyen Duong Nguyen – Analyst nguyennd1@kbsec.com.vn

Retails & Consumers

Nguyen Truong Giang – Analyst giangnt1@kbsec.com.vn

Industrial Real Estate, Logistics

Nguyen Thi Ngoc Anh – Analyst anhntn@kbsec.com.vn

Information Technology, Utilities

Nguyen Dinh Thuan – Analyst thuannd@kbsec.com.vn

Oil & Gas, Chemicals

Pham Minh Hieu – Analyst hieupm@kbsec.com.vn Research Division research@kbsec.com.vn

Macro/Strategy

Tran Duc Anh – Head of Macro & Strategy anhtd@kbsec.com.vn

Macroeconomics & Banks

Ho Duc Thanh – Analyst thanhhd@kbsec.com.vn

Vu Thu Uyen – Analyst uyenvt@kbsec.com.vn

Strategy, Investment Themes

Thai Huu Cong – Analyst congth@kbsec.com.vn

Nghiem Sy Tien – Analyst tienns@kbsec.com.vn

Support team

Nguyen Cam Tho - Assistant thonc@kbsec.com.vn

Nguyen Thi Huong – Assistant huongnt3@kbsec.com.vn

KB SECURITIES VIETNAM (KBSV)

Head Office:

Levels 16&17, Tower 2, Capital Place, 29 Lieu Giai Street, Ba Dinh District, Hanoi, Vietnam Tel: (+84) 24 7303 5333 - Fax: (+84) 24 3776 5928

Hanoi Branch:

Level 1, VP Building, 5 Dien Bien Phu, Ba Dinh District, Hanoi, Vietnam Tel: (+84) 24 7305 3335 – Fax: (+84) 24 3822 3131

Ho Chi Minh Branch:

Level 2, TNR Tower Nguyen Cong Tru, 180–192 Nguyen Cong Tru Street, District 1, HCMC, Vietnam Tel: (+84) 28 7303 5333 – Fax: (+84) 28 3914 1969

Saigon Branch:

Level 1, Saigon Trade Center, 37 Ton Duc Thang, Ben Nghe Ward, District 1, HCMC, Vietnam Tel: (+84) 28 7306 3338 - Fax: (+84) 28 3910 1611

CONTACT INFORMATION

Institutional Client Center: (+84) 28 7303 5333 - Ext: 2656 Private Customer Care Center: (+84) 24 7303 5333 - Ext: 2276 Email: ccc@kbsec.com.vn Website: www.kbsec.com.vn

Investment ratings & definitions

Investment Ratings for Stocks

(based on expectations for absolute price gains over the next 6 months)				
Buy:	Hold:	Sell:		
+15% or more	+15% to -15%	-15% or more		

Investment Ratings for Sectors

(based on expectations for absolute price gains over the next 6 months)		
Positive:	Neutral:	Negative:
Outperform the market	Perform in line with the market	Underperform the market

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