

Xin Chao Vietnam

Market performance

	4 May	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,348.68	(1.3)	(11.1)	(8.8)	(10.0)
Turnover (VND bn)	14,439				
VN30 (pt, % chg.)	1,389.59	(2.0)	(9.9)	(9.3)	(9.5)

Major indicators

	4 May	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	1.77	0.0	0.4	1.3	1.3
3-yr gov't bonds (% bp chg.)	2.04	0.0	0.4	1.2	1.4
VND/USD (% chg.)	22,969	(0.0)	(0.5)	(1.3)	(0.6)
VND/JPY (% chg.)	17,675	0.2	5.4	11.1	12.1
VND/EUR (% chg.)	24,174	0.2	4.0	6.1	7.1
VND/CNY (% chg.)	3,476	(0.0)	3.3	2.6	3.3
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	2.95	(0.0)	0.6	1.0	1.4
WTI (USD/bbl, % chg.)	105.99	3.5	2.6	14.8	40.9
Gold (USD/oz, % chg.)	108.53	3.4	0.9	16.4	39.5

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
KDH	43.3	TCB	(137.9)
HSG	20.2	DIG	(112.7)
BCM	8.6	NVL	(81.0)
LPB	7.9	TDP	(53.0)
DGC	7.0	STB	(45.5)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
NLG	45.6	KDH	(47.0)
HPG	32.0	DGC	(29.8)
BCG	20.8	VHC	(22.2)
BID	12.5	DIG	(20.4)
OCB	7.6	DGW	(19.0)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	7.0	Diversified Financials	(3.5)
Commercial Services	2.7	Health Care	(3.0)
Utilities	2.0	Materials	(2.8)
Insurance	1.6	Banks	(2.1)
Transportation	1.4	Technology	(1.7)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** A fear

Macro & Strategy

- **Fundflow:** Inflow remains at high level
- **Covered Warrant:** FPT keeps absorbing most trading activity

Event Calendar

KIS market view

	OP	NP	EPS growth	PE	PB	EV/EBITDA	ROE
	(VND bn)	(VND bn)	(% yoy)	(x)	(x)	(x)	(%)
2018	191,785	119,519	29.7	15.2	2.7	13.6	17.7
2019	238,659	144,922	24.2	13.8	2.4	11.0	17.4
2020	270,014	151,973	35.0	14.5	2.3	11.8	16.2
2021F	304,264	177,159	19.2	12.2	2.0	10.6	16.4

Note: KIS Universe coverage of 35 companies that account for 58% of all listed (VNIndex) firms' earnings based on the past three-year average

KIS macro forecast

	2Q21	3Q21	4Q21	1Q22F	2020	2021	2022F
GDP (% yoy)	6.6	(6.0)	5.2	6.0	2.9	2.6	7.5
Trade balance (USD bn)	(3.8)	(1.0)	5.4	1.5	19.9	4.0	6.0
CPI (% yoy, avg.)	2.7	2.5	1.9	2.5	3.2	1.8	3.5
Discount rate (% EoP)	2.5	2.5	2.5	2.5	2.5	2.5	2.5
VND/USD (avg.)	23,043	22,878	22,787	22,900	23,252	22,936	23,200
US GDP (% qoq)	6.6	2.0	6.9	1.0	5.7	5.7	3.2
China GDP (% yoy)	7.9	4.9	2.9	4.0	8.1	8.1	4.9

Source: KIS, Bloomberg

Market commentary & News

Market commentary

A fear

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The stock market resumed its downtrend due to a fear of investors about the downtrend of global financial market.

At the close, the VNIndex lost 1.33% to close at 1,348 pts. Meanwhile, the trading volume was 508 million shares or VND14,439bn.

Foreign investors reversed to net sell with a net value of VND304bn on HSX. They sold KDH, DGC, and VHC the most, with net values of VND47bn, VND29bn, and VND22bn, respectively.

Finance was the worst sector driven by HCM (-3.20%), SSI (-4.62%), ACB (-2.91%), CTG (-2.70%), MBB (-3.02%), STB (-3.56%), TCB (-4.55%), VIB (-6.05%), and VPB (-2.45%).

Real Estate underperformed the benchmark index, namely CEO (-7.77%), DXG (-5.19%), KDH (-2.92%), VRE (-3.07%), NVL (-1.83%), KBC (-1.83%), and HDG (-5.38%).

Some constituents of the VN30Index slid more than 2%, such as HPG (-3.00%), GVR (-2.77%), and MSN (-2.50%).

In contrast, cash flowed into Energy thanks to BSR (+1.39%), GAS (+1.89%), NT2 (+2.90%), PLX (+1.35%), POW (+6.84%), PVD (+0.99%), and PVS (+4.07%).

The VNIndex fell when retesting the 10-period moving average, implying the bullish market is not confirmed. Therefore, the downside risk is still intact in the short term. Traders should wait for the next signals and stay on the sidelines.

Macro & strategy

Fundflow

Inflow remains at high level

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▶ Vietnam foreign flow

Foreign demand kept outweighing supply but buying activity has slowed down. Net buy value was USD35mn, down 68% WoW.

Buying activity was mainly absorbed by Consumer Staples and Financials thanks to large buy orders on DGC, VNM, SBT, VCB, and HDB. Besides, Industrials continued to be net bought thanks to the solid demand on GMD. On the contrary, Real Estate has turned around to be divested the most, driven by large sell order on VHM, NVL, and DXG.

▶ SEA ETF flow

Last week, SEA kept experiencing the outflow. Net outflow was USD13mn. The outflow of money was mainly driven by the strong divestment across Thailand and Indonesia. However, inflow has come back to Singapore, fading the previous outflow. Besides, the outflow across SEA was partially recovered by the strong inflow of money across Vietnam.

Money inflow across Vietnam remained at high level. Net inflow was USD21mn. Particularly, the inflow continued to be driven by the solid demand on VFMVN30 and Fubon FTSE for 2 consecutive weeks. Besides, buying activity was still stable on VFMVN Diamond. Accumulated 6M, Vietnam recorded the net inflow of USD112mn, mainly contributed by VFMVN Diamond and Fubon FTSE.

Covered Warrant

FPT keeps absorbing most trading activity

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▶ Market overview

Last week, trading activity dropped across the covered warrant market. Particularly, trading volume decreased, recorded at 144mn shares, approximately VND126bn, down 20% WoW. With trading value by underlying asset, covered warrants which have FPT as the underlying asset kept attracting the most trading activity, followed by MWG and HPG. By tickers, CFPT2203 (-11.9%) continued to have the highest trading value, followed by CMWG2202 (-36.4%) and CVHM2204 (-53.1%).

► Foreign trading activity

Relating to foreign trading activity, supply and demand remained at normal level, but the market kept ending up to be net sold, net sell value was VND1bn, down 80% WoW. By underlying asset, covered warrants which have HPG as the underlying asset absorbed the highest trading value from foreigners, followed by KDH and MSN.

By tickers, CVRE2203 (-11.8%), CNVL2201, and CKDH2201 (-13.8%) attracted most of foreign demand whilst large sell orders were placed on CMSN2201 (-24.2%), CHDB2203 (-11.3%), and CVJC2201 (-23.9%).

Event Calendar

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
6/5/2022	7/6/2022	TLD	HSX	Annual General Meeting		
6/5/2022	5/5/2022	HVA	Upcom	Annual General Meeting		
6/5/2022	5/5/2022	PSC	HNX	Cash Dividend	8%	800
6/5/2022	20/05/2022	TMC	HNX	Cash Dividend	9%	900
6/5/2022	5/5/2022	VLC	Upcom	Annual General Meeting		
6/5/2022	5/5/2022	CMI	Upcom	Annual General Meeting		

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- BUY: Expected total return will be 15% or more
- Hold: Expected total return will be between -5% and 15%
- Sell: Expected total return will be -5% or less
- KIS Vietnam Securities Corp. does not offer target prices for stocks with Hold or Sell ratings.

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- Overweight: Recommend increasing the sector's weighting in the portfolio compared to its respective weighting in the VNIndex based on market capitalization.
- Neutral: Recommend maintaining the sector's weighting in the portfolio in line with its respective weighting in the VNIndex based on market capitalization.
- Underweight: Recommend reducing the sector's weighting in the portfolio compared to its respective weighting in the VNIndex based on market capitalization.

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