

Xin Chao Vietnam

Market performance

	2 Jun	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,288.62	(0.8)	(5.7)	(13.3)	(14.0)
Turnover (VND bn)	16,439				
VN30 (pt, % chg.)	1,325.49	(0.7)	(6.5)	(11.6)	(13.7)

Major indicators

	2 Jun	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	1.85	0.0	0.1	1.1	1.3
3-yr gov't bonds (% bp chg.)	2.23	0.0	0.2	1.1	1.6
VND/USD (% chg.)	23,206	(0.0)	(1.0)	(1.6)	(1.6)
VND/JPY (% chg.)	17,878	0.3	(0.9)	10.8	10.8
VND/EUR (% chg.)	24,802	0.3	(2.3)	2.1	4.4
VND/CNY (% chg.)	3,479	(0.2)	(0.1)	3.9	3.2
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	2.92	0.0	(0.1)	1.0	1.4
WTI (USD/bbl, % chg.)	112.82	(2.1)	7.3	2.0	50.0
Gold (USD/oz, % chg.)	113.77	(2.2)	5.8	0.7	46.3

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
IJC	27.0	SHB	(143.1)
PLX	21.9	MWG	(108.6)
DGC	19.6	PNJ	(98.5)
SZC	13.0	FPT	(46.9)
KSB	13.0	CTR	(41.3)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
DGC	86.1	HPG	(160.9)
CTG	65.0	VIC	(98.5)
HDB	38.0	GAS	(91.2)
MSN	19.1	DPM	(49.2)
TPB	17.2	DCM	(37.9)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Consumer Durables	3.8	Energy	(2.4)
Insurance	2.5	Others	(2.3)
Technology	1.9	Transportation	(1.9)
Household Products	1.8	Diversified Financials	(1.8)
Retailing	1.6	Telecommunication	(1.7)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Bearish market?
- **Vietnam:** The number of businesses entering the market in 5M22 recorded the highest level
- **Vietnam:** Manufacturing industry tends to accelerate

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	38.2	13.5	2.2	11.4	16.3
2021F	304,264	177,159	19.0	11.3	1.9	10.2	16.5

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	1.1	5.7	5.7	2.6
China GDP (% yoy)	7.9	4.9	2.9	4.3	8.1	8.1	4.5

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Bearish market?

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The stock market decreased yesterday as the VNIndex retested the 1,300-pts threshold, that made selling pressure up.

At the close, the VNIndex lost 0.84% to close at 1,288 pts. Meanwhile, the trading volume was 538 million shares or VND16,439bn.

Foreign investors reversed to net sell with a net value of VND535bn on HSX. They sold HPG, VIC, and GAS the most, with net values of VND160bn, VND98bn, and VND91bn, respectively.

Energy was worst sector driven by GAS (-1.74%), NT2 (-2.92%), PLX (-2.25%), POW (-2.87%), PVD (-2.95%), and PVS (-3.13%).

Banking and Real Estate underperformed the benchmark index, namely BID (-1.28%), MBB (-1.45%), STB (-3.15%), VCB (-1.86%), VPB (-1.94%), DXG (-4.26%), KDH (-2.38%), NLG (-3.12%), VHM (-1.14%), and CEO (-5.88%).

Some constituents of the VN30Index slid more than 1%, such as HPG (-3.49%), VJC (-1.98%), SSI (-1.86%), and VNM (-1.11%).

In contrast, GVR (+2.58%), BVH (+2.27%), ACB (+1.81%), and MWG (+1.51%) closed in green territory.

Despite the contraction, the VNIndex maintains its uptrend in the short term because of (1) closing above the 20-period moving average, and (2) increasing volume. Therefore, traders may open small long positions, and avoid buying on margin.

Breaking news

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► Vietnam: The number of businesses entering the market in 5M22 recorded the highest level

The number of newly-established enterprises in 5M22 was 62,961, the highest level in the first 5 months of the year so far, up 12.9% yoy. According to the Ministry of Planning and Investment, the number of newly registered enterprises in May 2022 is 13,370 enterprises (+15.2% yoy) with a total registered capital of VND125,753bn. Also in May, the whole country recorded 5,207 enterprises returning to operation, an increase of 6.4% yoy.

Breaking news

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► Vietnam: Manufacturing industry tends to accelerate

In May, Vietnam's PMI increased to 54.7 points which is higher than previous month (51.7 points.) This shows that the health of the private sector improved significantly month by month in the middle of the second quarter. Specifically, according to this unit's survey, business conditions in Vietnam have improved to the best level in more than a year. Manufacturing output in May continued to recover, increasing for the second consecutive month. The growth rate recorded the strongest and fastest since April 2021. The growth of new export orders was also faster, but the increase was seen as weaker than the increase in total new orders due to China's tightening of blockade measures.

Event Calendar

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
03/06/2022	30/06/2022	CTX	HNX	Annual General Meeting		
03/06/2022	24/06/2022	DCH	UPCOM	Annual General Meeting		
03/06/2022	03/06/2022	DGC	HOSE	Stock dividend	117.00%	
03/06/2022		FIR	HOSE	Annual General Meeting		

03/06/2022	30/06/2022	GLC	UPCOM	Annual General Meeting		
03/06/2022	30/06/2022	HDW	UPCOM	Annual General Meeting		
03/06/2022	28/06/2022	MNB	UPCOM	Annual General Meeting		
03/06/2022	05/07/2022	NKG	HOSE	Cash Dividend (VND1,000/share)	10.00%	1,000
03/06/2022	03/06/2022	NKG	HOSE	Stock dividend	20.00%	
03/06/2022	29/06/2022	PXI	UPCOM	Annual General Meeting		
03/06/2022	05/07/2022	TCH	HOSE	Annual General Meeting		
03/06/2022	16/06/2022	VGR	UPCOM	Cash Dividend (VND1,500/share)	15.00%	1,500
03/06/2022	22/06/2022	VLW	UPCOM	Cash Dividend (VND900/share)	9.00%	900

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- 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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