

Xin Chao Vietnam

Market performance

	28 Oct	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,027.36	(0.1)	(9.3)	(14.8)	(31.4)
Turnover (VND bn)	13,335				
VN30 (pt, % chg.)	1,029.49	0.1	(10.6)	(16.4)	(33.0)

Major indicators

	28 Oct	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	4.75	0.0	0.9	2.3	4.2
3-yr gov't bonds (% bp chg.)	4.72	0.0	0.8	2.0	4.1
VND/USD (% chg.)	24,828	0.0	(4.4)	(5.9)	(8.1)
VND/JPY (% chg.)	16,810	1.0	(2.4)	2.5	17.8
VND/EUR (% chg.)	24,719	(0.2)	(5.7)	(3.1)	4.7
VND/CNY (% chg.)	3,423	0.2	(4.1)	1.2	4.9
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	4.05	0.0	0.2	1.4	2.5
WTI (USD/bbl, % chg.)	88.12	0.3	10.9	(10.6)	17.2
Gold (USD/oz, % chg.)	95.92	0.2	9.0	(12.8)	23.3

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
ACB	23.2	HPG	(56.2)
CTG	19.2	DIG	(47.8)
NLG	18.7	VHM	(43.1)
SBT	15.9	MSN	(33.6)
SSB	12.3	NVL	(20.0)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
MSN	76.5	EIB	(3,342.8)
VNM	47.6	HPG	(138.7)
FRT	34.1	STB	(46.7)
VCB	27.3	GEX	(27.3)
DGC	25.5	VIC	(22.9)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	4.3	Media & Entertainment	(4.4)
Consumer Services	2.1	Others	(3.4)
Health Care	1.9	Technology	(3.1)
Commercial Services	1.8	Materials	(1.9)
Household Products	1.4	Software & Services	(1.0)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Selling pressure

Macro & Strategy

- **Chart of the day:** Bullish divergence

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	49.7	10.2	1.7	9.1	16.2
2021	304,264	177,159	18.7	8.6	1.4	8.1	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	1.1	5.9	5.7	1.7
China GDP (% yoy)	7.9	4.9	2.9	4.3	8.1	8.1	3.3

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Selling pressure

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The stock market was divergent last Friday due to selling pressure at high level.

At the close, the VNIndex closed almost unchanged at 1,027 pts.

Brokerage was the market leader driven by HCM (+1.86%), SSI (+0.32%), VCI (+1.63%), and VND (+3.08%).

Energy outperformed the benchmark index thanks to CEO (+7.63%), DXG (+5.06%), HDG (+6.99%), VHM (+2.05%), and VIC (+1.27%).

In contrast, some constituents of the VN30Index slid more than 1% such as HPG (-3.45%), NVL (-1.89%), PDR (-1.76%), VPB (-1.21%), FPT (-1.06%), and VIB (-1.01%).

In the short term, the uptrend is still intact as the VNIndex crosses up the 1,000-pts threshold. That implies a short-term recovery. However, the bullish signal is not enough to confirm the medium-term uptrend. Therefore, traders should stay on the sideline and wait for the next signals.

Macro & strategy

Chart of the day

Bullish divergence

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► Market performance

The VNIndex rebounded last week thanks to high bottom fishing after the index closed the 1,000-pts threshold.

► Chart: Bullish divergence

The medium-term downtrend is confirmed as the VNIndex closed below the significant moving average such as MA50 and MA100. Besides, the Index shows a new low. That implies a bearish market.

In the short term, the index shows a bullish divergence between the index and the RSI indicator. That implies the reversal signal. Besides, the market sentiment has become optimates thanks to high volume. Therefore, the market may form a short-term bottom around the 1,000 pts zone.

However, the index does not cross up the 20-period moving average, and selling pressure is still intact at a high level. Hence, the short-term uptrend may happen for one or two weeks.

The 1,100-pts area is strong resistance. In addition, the 1,000 zone shows significant support.

→ The VNIndex shows the rebound in the short term thanks to high bottom fishing around the 1,000-pts threshold.

► Technical strategy: Stay on the sidelines

In this case, investors should stay on the sidelines and wait for the next signals.

Event Calendar

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value (VND bn)
31/10/2022	01/12/2022	ANV	HOSE	Cash Dividend (VND1,000/share)	10.00%	1,000
31/10/2022	16/11/2022	CAV	HOSE	Cash Dividend (VND2,000/share)	20.00%	2,000
01/11/2022	02/12/2022	CIG	HOSE	Extraordinary General Meeting		
01/11/2022		HTR	UPCOM	Record date for ballot		
01/11/2022		MTG	UPCOM	Extraordinary General Meeting		
01/11/2022	01/11/2022	PC1	HOSE	Share Issue	15.00%	
01/11/2022	25/11/2022	TL4	UPCOM	Extraordinary General Meeting		
01/11/2022		VTK	UPCOM	Record date for ballot		
02/11/2022		HTE	UPCOM	Extraordinary General Meeting		
02/11/2022		PXI	UPCOM	Extraordinary General Meeting		
03/11/2022	24/11/2022	BTD	UPCOM	Cash Dividend (VND3,000/share)	30.00%	3,000
03/11/2022		FLC	HOSE	Annual General Meeting		
03/11/2022		MDA	UPCOM	Extraordinary General Meeting		
03/11/2022	03/11/2022	RCC	UPCOM	Right Issue	64.69%	
03/11/2022	03/11/2022	RCC	UPCOM	Bonus share	107.05%	
03/11/2022		VMD	HOSE	Extraordinary General Meeting		
04/11/2022		ANT	UPCOM	Record date for ballot		
04/11/2022	30/11/2022	HAN	UPCOM	Cash Dividend (VND430/share)	4.30%	430
04/11/2022		HLB	UPCOM	Extraordinary General Meeting		
04/11/2022		KHW	UPCOM	Record date for ballot		
04/11/2022		SEA	UPCOM	Record date for ballot		

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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.
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