

Xin Chao Vietnam

Market performance

	26 Jun	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,132.03	0.2	6.4	8.1	12.4
Turnover (VND bn)	20,329				
VN30 (pt, % chg.)	1,131.23	0.4	6.6	7.6	12.5

Major indicators

	26 Jun	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	2.21	(0.0)	(0.3)	(1.4)	(2.4)
3-yr gov't bonds (% bp chg.)	2.28	(0.0)	(0.4)	(1.4)	(2.4)
VND/USD (% chg.)	23,539	(0.1)	(0.2)	(0.1)	0.4
VND/JPY (% chg.)	16,445	0.1	1.6	9.4	8.8
VND/EUR (% chg.)	25,648	(0.1)	(1.8)	(1.5)	(1.6)
VND/CNY (% chg.)	3,253	0.7	2.2	5.1	5.3
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	3.69	(0.0)	(0.1)	0.3	(0.2)
WTI (USD/bbl, % chg.)	69.49	0.5	(4.4)	0.3	(13.4)
Gold (USD/oz, % chg.)	74.26	0.6	(3.5)	(1.0)	(13.6)

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
STB	165.5	NVL	(219.3)
PET	98.1	DIG	(73.6)
HDB	74.4	VIX	(35.3)
GEX	62.1	GAS	(21.4)
FUESSVFL	23.7	HCM	(19.6)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VHM	35.3	VNM	(108.2)
GEX	28.1	VRE	(75.0)
FRT	26.3	VPB	(55.6)
PNJ	24.7	SSI	(49.0)
HPG	21.8	VND	(49.0)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	4.5	F&B	(1.3)
Technology	4.4	Household Products	(0.9)
Consumer Durables	3.0	Commercial Services	(0.7)
Real Estate	2.8	Capital Goods	(0.5)
Insurance	2.1	Retailing	(0.1)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Intraday bottom-fishing

Macro & Strategy

- **Fundflow:** VFMVN DIAMOND drives inflow surge
- **Covered warrant:** Foreign trading interest surges

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	53.7	12.1	2.0	10.0	16.3
2021	304,264	177,159	18.6	10.2	1.7	8.9	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

	1Q22	2Q22	3Q22	4Q22	2020	2021	2022
GDP (% yoy)	5.0	7.7	13.7	5.9	2.9	2.6	8.0
Trade balance (USD bn)	1.4	0.8	(5.8)	(4.4)	(19.7)	(4.6)	(11.2)
CPI (% yoy, avg.)	1.9	3.0	3.3	4.4	3.2	1.8	3.2
Credit growth (%)	4.1	8.5	10.5	12.9	12.2	13.0	12.9
VND/USD (avg.)	22,837	23,139	23,712	23,658	23,126	22,790	23,650
US GDP (% qoq)	1.1	(0.9)	2.6	1.1	2.1	5.7	2.1
China GDP (% yoy)	4.3	0.3	3.9	4.3	3.0	8.1	3.0

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Intraday bottom-fishing

High demand in the afternoon pulled the market up slightly along with high liquidity. Moreover, the Parliament's agreement to reduce Value Added Tax (VAT) by 2% from July to the end of this year had created positive impacts on the Retail and Consumer Staples sector.

At the close, the VNIndex rose by 0.23% to close at 1,132 pts while the VN30Index also gained 0.40% to 1,131 pts. Meanwhile, trading volume was 1,011 million shares/ VND20,329bn, up 23%/ 24% respectively, from the average of the last five sessions.

Foreign investors were still net sellers with more than VND447bn, focusing on VNM, VRE, and VPB with net values of VND108bn, VND75bn, and VND55bn, respectively. In contrast, net buying concentrated on VHM, GEX, and FRT with VND35bn, VND28bn, and VND26bn, respectively.

Retail and Consumer Staples tickers outperformed the benchmark index, such as DGW (+4.39%), MWG (+3.38%), VNM (+2.17%), FRT (+1.77%), PNJ (+0.79%), and MSN (0.52%).

Oil & Gas had a good situation among PVS (+2.52%), PVD (+1.45%), OIL (+0.97%), GAS (+0.84%), PAT (+0.37%), and PLX (+0.13%). Besides, several Banking shares increased, including ACB (+1.60%), TCB (+1.22%), HDB (+0.80%), VPB (+0.25%), and VCB (+0.10%).

Real Estate tickers moved in opposite movements with gains from KBC (+3.45%), NVL (+2.76%), IDC (2.08%), DIG (1.32%), BCM (+0.87%), PDR (+0.58%), SSH (+0.46%), and VIC (+0.38%) but losses from VHM (-0.89%), KDH (-0.63%), VRE (-0.56%), and NLG (-0.15%).

On the other side, Brokerage recorded most of the shares close at a price lower than the reference price like VIX (-5.74%), FTS (-2.40%), VND (-1.78%), MBS (-1.03%), BSI (-0.87%), SSI (-0.77%), SHS (-0.72%), HCM (-0.70%), and TVS (-0.42%). In addition, STB (-2.31%), HPG (-0.79%), POW (-0.36%), SHB (-0.39%), SAB (-0.32%), and TPB (-0.27%) closed in the red territory.

The market maintains an uptrend along with high liquidity, showing this is a good signal. Further, the VNIndex also closed above the 10-period moving average. Therefore, investors should open long positions and focus on leading stocks.

Macro & Strategy

Covered warrant

Foreign trading interest surges

► Market overview

Last week, trading volume remained at high level, staying above 4-week average, recording at 99mn shares. With trading value by underlying asset, covered warrants which have STB and HPG attracted the most of trading interest, recording nearly 60% of total trading volume. Trading interest also spread to other CWs with different underlying assets, signaling the active market environment.

► Foreign trading activity

With foreign trading activity, selling pressure surged with net sell value was VND1.8bn. By underlying asset, covered warrants which have NVL, VNM, TPB, and VRE as the underlying asset absorbed the highest trading value from foreigners, accounting for more than 50% of foreign trading volume.

The trading interest has started to spread to all cover warrants which have different underlying assets. This is the first signal for the active trading environment.

Fundflow

VFMVN DIAMOND drives inflow surge

► Vietnam foreign flow

Selling pressure from foreign investors came back to Vietnam. The net selling value was USD43mn.

Particularly, foreign selling activity kept spreading to Real Estate and Financials sector due to large sell orders on VHM, NVL, NLG, VCB, TPB, VPB, BIC, and BID. Besides, selling pressure also focused on Cons Staples, VNM was divested the most. On the other side, foreign demand was focused on Materials and Cons Discretionary the most, thanks to the solid buying activity on HPG and FRT.

► South East Asia ETF flow

Outflow was active at SEA though net inflow has slowed down, recorded at USD23mn. Accordingly, inflow rose across Vietnam's major ETFs while outflow in Thailand recorded a significant go down. On the other side, demand was reduced for ETFs in Indonesia, Malaysia, and Singapore in the previous week.

Inflow across ETFs in Vietnam strongly increased, recorded at USD17mn. Specifically, demand focused mainly on VFMVN DIAMOND ETF (USD14.1mn), SSIAM VNFIN LEAD ETF (USD1.6mn), and VANECK VIETNAM ETF (USD1.3mn). Accordingly, inflow across VFMVN DIAMOND ETF increased by USD 8.3mn in the previous week. Moreover, selling pressure in FUBON FTSE VIETNAM ETF also wasn't present. In contrast, demand decreased in ETFs like X FTSE VIETNAM SWAP, VFMVN30 ETF FUND, and VANECK VIETNAM ETF but not significantly. In general, inflows into Vietnam still increased and remained on major ETFs. In this case, the demand for funds in Vietnam is still very optimistic and the expectation of positive inflows will be maintained in the context that the stock market is showing positive movements.

Event Calendar

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value (VND bn)
27/06/2023	11/08/2023	MIG	HOSE	Cash Dividend (VND500/share)	5.00%	500
27/06/2023	28/07/2023	SSC	HOSE	Cash Dividend (VND1500/share)	15.00%	1,500
27/06/2023	24/07/2023	MCG	HOSE	Annual General Meeting		
27/06/2023	20/07/2023	TOS	UPCOM	Cash Dividend (VND2500/share)	25.00%	2,500
27/06/2023	11/07/2023	HC3	UPCOM	Cash Dividend (VND1000/share)	10.00%	1,000
27/06/2023	27/06/2023	AAS	UPCOM	Share Issue	50.00%	
27/06/2023	27/06/2023	AAS	UPCOM	Share Issue	100.00%	
28/06/2023	28/07/2023	DVP	HOSE	Cash Dividend (VND5000/share)	50.00%	5,000
28/06/2023		SD1	UPCOM	Annual General Meeting		
29/06/2023	06/10/2023	IJC	HOSE	Cash Dividend (VND1400/share)	14.00%	1,400
29/06/2023	31/07/2023	HPP	UPCOM	Cash Dividend (VND2000/share)	20.00%	2,000
29/06/2023	31/07/2023	CCR	HNX	Cash Dividend (VND550/share)	5.50%	550
29/06/2023	28/07/2023	CLX	UPCOM	Cash Dividend (VND300/share)	3.00%	300
29/06/2023	26/07/2023	VSM	HNX	Cash Dividend (VND1200/share)	12.00%	1,200
29/06/2023	25/07/2023	PLO	UPCOM	Annual General Meeting		
29/06/2023	25/07/2023	GVT	UPCOM	Cash Dividend (VND3600/share)	36.00%	3,600
29/06/2023	21/07/2023	CCA	UPCOM	Cash Dividend (VND500/share)	5.00%	500
29/06/2023	17/07/2023	VPR	UPCOM	Cash Dividend (VND1000/share)	10.00%	1,000

29/06/2023	17/07/2023	CDG	UPCOM	Cash Dividend (VND800/share)	8.00%	800
29/06/2023	17/07/2023	NUE	UPCOM	Cash Dividend (VND745/share)	7.45%	745
29/06/2023		VHC	HOSE	Record date for ballot		
30/06/2023	31/07/2023	POB	UPCOM	Cash Dividend (VND151/share)	1.51%	151
30/06/2023	31/07/2023	PHS	UPCOM	Cash Dividend (VND200/share)	2.00%	200
30/06/2023	30/06/2023	HHS	HOSE	Share Issue	8.00%	
30/06/2023		PTV	UPCOM	Record date for ballot		
30/06/2023		POB	UPCOM	Record date for ballot		

- **Guide to KIS Vietnam Securities Corp. stock ratings based on 12-month forward performance**

- 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.

- **Guide to KIS Vietnam Securities Corp. sector ratings for the next 12 months**

- 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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