

Xin Chao Vietnam

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Remains to encounter difficulty

Event Calendar

	21 Sep	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,212.74	(1.1)	2.7	7.8	20.4
Turnover (VND bn)	22,921				
VN30 (pt, % chg.)	1,219.19	(1.2)	2.2	9.1	21.3

Major indicators

	21 Sep	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	1.89	0.0	(0.0)	(0.4)	(2.7)
3-yr gov't bonds (% bp chg.)	2.04	0.0	(0.0)	(0.4)	(2.6)
VND/USD (% chg.)	24,303	(0.1)	(2.0)	(3.2)	(2.8)
VND/JPY (% chg.)	16,472	(0.2)	(1.1)	0.6	8.6
VND/EUR (% chg.)	25,879	0.1	0.1	(0.4)	(2.5)
VND/CNY (% chg.)	3,326	0.3	(1.7)	(1.5)	3.0
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	4.50	0.0	0.2	0.7	0.6
WTI (USD/bbl, % chg.)	89.87	0.3	11.8	29.3	12.0
Gold (USD/oz, % chg.)	93.49	0.2	11.3	26.1	8.8

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
KDH	68.7	SGN	(74.9)
STB	52.3	VCG	(57.8)
DGC	33.2	VND	(55.6)
DCM	19.5	PDR	(29.6)
HPG	17.1	MWG	(23.0)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
SGN	80.1	HPG	(206.1)
VCG	55.9	KDH	(76.9)
FPT	37.2	VIC	(48.9)
VRE	32.0	GEX	(47.0)
PDR	23.1	PVT	(36.8)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Household Products	0.3	F&B	(4.1)
Real Estate	0.1	Telecommunication	(3.9)
Consumer Services	(0.1)	Technology	(2.6)
Media & Entertainment	(0.1)	Consumer Durables	(2.4)
Pharmaceuticals	(0.4)	Others	(1.9)

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	60.4	12.0	2.0	10.4	16.4
2021	304,264	177,159	18.4	10.2	1.7	9.3	16.6

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

	3Q22	4Q22	1Q23	2Q23	2020	2021	2022
Real GDP Growth (% yoy)	13.7	5.9	3.2	4.1	2.9	2.6	8.0
Trade balance (USD bn)	5.8	4.4	4.1	7.4	19.9	4.0	11.2
CPI (% yoy, avg.)	3.3	4.4	4.2	2.4	3.2	1.8	3.2
Credit growth (%)	10.5	12.9	1.6	3.4	12.2	13.0	12.9
VND/USD (avg.)	23,712	23,633	23,471	23,583	23,126	22,790	23,650
US GDP (% qoq)	3.2	2.9	2.0	2.4	(3.4)	5.6	2.1
China GDP (% yoy)	3.9	2.9	4.5	6.3	2.2	8.0	3.0

Source: KIS, Bloomberg

Analysts who prepared this report are registered as research analysts in Vietnam but not in any other jurisdiction, including the U.S. PLEASE SEE ANALYST CERTIFICATIONS AND GLOBAL DISCLAIMER AT THE END OF THIS REPORT.

Market commentary & News

Market commentary

Remains to encounter difficulty

Investors' fear sentiment dominated the market after the FED's Sep FOMC meeting, leading to a drop in most global stock markets, including Vietnam. Specifically, although the U.S. interest rate was almost unchanged as expected, the economic projection provided by the Fed signaled a 'hawkish' stance at the end of the year. Accordingly, in the face of concerns over another interest rate hike later this year, the domestic market experienced a deep loss day again with improved liquidity.

Besides, the Ministry of Industry and Trade adjusted domestic retail gasoline prices during the adjustment period. Notably, the RON95 gasoline price increased strongly by VND1,163/liter while the E5RON92 gasoline price also rose by VND1,004/liter. Moreover, other oil products were also more expensive from VND116/liter to VND839/liter than in the previous period.

At the close, the VNIndex lost 1.09% to 1,212 pts while the VN30Index also decreased by 1.25% to close at 1,219 pts. Meanwhile, trading volume reached 902 million shares/ VND22,902bn, up 3%/ 2% respectively, from the average of the last five sessions.

Foreign investors were still net sellers, with more than VND362bn, focusing on HPG, KDH, and VIC with net values of VND206bn, VND76bn, and VND48bn, respectively. In contrast, net buying concentrated on SGN, VCG, and FPT with VND80bn, VND55bn, and VND37bn, respectively.

Banking was the worst sector due to STB (-2.71%), TPB (-2.31%), HDB (-1.68%), VIB (-1.67%), MBB (-1.30%), SHB (-1.23%), VCB (-1.14%), VPB (-1.14%), CTG (-1.09%), BID (-1.09%), ACB (-0.22%), and TCB (-0.15%).

Real Estate had a bad situation among DXG (-3.46%), DIG (-2.83%), PDR (-2.78%), VIC (-2.43%), KDH (-1.97%), NVL (-1.62%), KBC (-1.24%), VHM (-0.99%), HDG (-0.79%), NLG (-0.52%), and SSH (-0.47%).

Selling pressure pushed Consumer Staples and Retail tickers down, such as MWG (-2.87%), DGW (-2.56%), QNS (-2.49%), SBT (-1.81%), MSN (-1.13%), FRT (-0.78%), SAB (-0.62%), VNM (-0.38%), VHC (-0.24%), KDC (-0.15%), and PNJ (-0.12%).

Brokerage shares underperformed the benchmark index more than 3%, including BSI (-7.00%), VCI (-5.62%), CTS (-5.18%), FTS (-5.05%), SHS (-4.95%), SSI (-4.66%), MBS (-4.49%), VND (-4.16%), HCM (-3.12%), and VDS (-2.67%).

The consecutive decline sessions of world oil prices caused negative impacts on Oil & Gas shares, with GAS (-2.29%), PVS (-2.04%), PAT (-1.90%), PVD (-1.85%), BSR (-1.38%), and POW (-0.78%).

In addition, the market also recorded DGC (-1.98%), NKG (-1.97%), FPT (-1.73%), BVH (-0.56%), and VJC (-0.10%) close in the red territory

On the other side, cash flowed into IDC (+1.82%), OIL (+0.89%), BCM (+0.86%), GVR (+0.43%), PLX (+0.25%), VRE (+0.18%), and DHG (+0.10%).

Selling pressure comes back and intensifies during the session, causing the stock market to decrease strongly by more than 1% with improved liquidity. The downside risk is still present as the VNIndex closed above the 20-period moving average. Therefore, investors should stand aside and carefully observe the next movements of the market.

Event Calendar

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value (VND bn)
22/09/2023	27/10/2023	SGP	UPCOM	Cash Dividend (VND600/share)	6.00%	600
22/09/2023	10/10/2023	DC1	UPCOM	Cash Dividend (VND500/share)	5.00%	500
22/09/2023	22/09/2023	EIB	HOSE	Share Issue	18.00%	
22/09/2023	22/09/2023	DC1	UPCOM		10.00%	

- **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.

- **Analyst Certification**

I/We, as the research analyst/analysts who prepared this report, do hereby certify that the views expressed in this research report accurately reflect my/our personal views about the subject securities and issuers discussed in this report. I/We do hereby also certify that no part of my/our compensation was, is, or will be directly or indirectly related to the specific recommendations or views contained in this research report.

Global Disclaimer

- **General**

This research report and marketing materials for Vietnamese securities are originally prepared and issued by the Research Center of KIS Vietnam Securities Corp., an organization licensed with the State Securities Commission of Vietnam. The analyst(s) who participated in preparing and issuing this research report and marketing materials is/are licensed and regulated by the State Securities Commission of Vietnam in Vietnam only. This report and marketing materials are copyrighted and may not be copied, redistributed, forwarded or altered in any way without the consent of KIS Vietnam Securities Corp..

This research report and marketing materials are for information purposes only. They are not and should not be construed as an offer or solicitation of an offer to purchase or sell any securities or other financial instruments or to participate in any trading strategy. This research report and marketing materials do not provide individually tailored investment advice. This research report and marketing materials do not take into account individual investor circumstances, objectives or needs, and are not intended as recommendations of particular securities, financial instruments or strategies to any particular investor. The securities and other financial instruments discussed in this research report and marketing materials may not be suitable for all investors. The recipient of this research report and marketing materials must make their own independent decisions regarding any securities or financial instruments mentioned herein and investors should seek the advice of a financial adviser. KIS Vietnam Securities Corp. does not undertake that investors will obtain any profits, nor will it share with investors any investment profits. KIS Vietnam Securities Corp., its affiliates, or their affiliates and directors, officers, employees or agents of each of them disclaim any and all responsibility or liability whatsoever for any loss (director consequential) or damage arising out of the use of all or any part of this report or its contents or otherwise arising in connection therewith. Information and opinions contained herein are subject to change without notice and may differ or be contrary to opinions expressed by other business areas or KIS Vietnam Securities Corp. The final investment decision is based on the client's judgment, and this research report and marketing materials cannot be used as evidence in any legal dispute related to investment decisions.

- **Country-specific disclaimer**

United States: This report is distributed in the U.S. by Korea Investment & Securities America, Inc., a member of FINRA/SIPC, and is only intended for major U.S. institutional investors as defined in Rule 15a-6(a)(2) under the U.S. Securities Exchange Act of 1934. All U.S. persons that receive this document by their acceptance thereof represent and warrant that they are a major U.S. institutional investor and have not received this report under any express or implied understanding that they will direct commission income to Korea Investment & Securities, Co., Ltd. or its affiliates. Pursuant to Rule 15a-6(a)(3), any U.S. recipient of this document wishing to effect a transaction in any securities discussed herein should contact and place orders with Korea Investment & Securities America, Inc., which accepts responsibility for the contents of this report in the U.S. The securities described in this report may not have been registered under the U.S. Securities Act of 1933, as amended, and, in such case, may not be offered or sold in the U.S. or to U.S. person absent registration or an applicable exemption from the registration requirement.

United Kingdom: This report is not an invitation nor is it intended to be an inducement to engage in investment activity for the purpose of section 21 of the Financial Services and Markets Act 2000 of the United Kingdom ("FSMA"). To the extent that this report does constitute such an invitation or inducement, it is directed only at (i) persons who are investment professionals within the meaning of Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended) of the United Kingdom (the "Financial Promotion Order"); (ii) persons who fall within Articles 49(2)(a) to (d) ("high net worth companies, unincorporated associations etc.") of the Financial Promotion Order; and (iii) any other persons to whom this report can, for the purposes of section 21 of FSMA, otherwise lawfully be made (all such persons together being referred to as "relevant persons"). Any investment or investment activity to which this report relates is available only to relevant persons and will be engaged in only with relevant persons. Persons who are not relevant persons must not act or rely on this report.

Hong Kong: This research report and marketing materials may be distributed in Hong Kong to institutional clients by Korea Investment & Securities Asia Limited (KISA), a Hong Kong representative subsidiary of Korea Investment & Securities Co., Ltd., and may not otherwise be distributed to any other party. KISA provides equity sales service to institutional clients in Hong Kong for Korean securities under its sole discretion, and is thus solely responsible for provision of the aforementioned equity selling activities in Hong Kong. All requests by and correspondence with Hong Kong investors involving securities discussed in this report and marketing materials must be effected through KISA, which is registered with The Securities & Futures Commission (SFC) of Hong Kong. Korea Investment & Securities Co., Ltd. is not a registered financial institution under Hong Kong's SFC.

Singapore: This report is provided pursuant to the financial advisory licensing exemption under Regulation 27(1)(e) of the Financial Advisers Regulation of Singapore and accordingly may only be provided to persons in Singapore who are "institutional investors" as defined in Section 4A of the Securities and Futures Act, Chapter 289 of Singapore. This report is intended only for the person to whom Korea Investment & Securities Co., Ltd. has provided this report and such person may not send, forward or transmit in any way this report or any copy of this report to any other person. Please contact Korea Investment & Securities Singapore Pte Ltd in respect of any matters arising from, or in connection with, the analysis or report (Contact Number: 65 6501 5600).

Copyright © 2023 KIS Vietnam Securities Corp.. All rights reserved. No part of this report may be reproduced or distributed in any manner without permission of KIS Vietnam Securities Corp..