

Xin Chao Vietnam

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Narrow the upward trend

Macro & Strategy

- **ETF review:** VN DIAMOND adds HDB

Event Calendar

	12 Oct	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,151.61	0.1	(7.5)	(0.2)	14.4
Turnover (VND bn)	14,396				
VN30 (pt, % chg.)	1,165.49	(0.2)	(7.2)	1.7	15.9

Major indicators

	12 Oct	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	1.81	0.0	0.0	(0.3)	(2.8)
3-yr gov't bonds (% bp chg.)	2.06	0.2	0.1	(0.1)	(2.6)
VND/USD (% chg.)	24,445	(0.1)	(1.4)	(3.2)	(3.3)
VND/JPY (% chg.)	16,398	0.2	0.2	3.5	9.1
VND/EUR (% chg.)	25,954	(0.3)	(0.5)	0.5	(2.8)
VND/CNY (% chg.)	3,349	(0.1)	(1.2)	(1.7)	2.3
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	4.56	0.0	0.3	0.7	0.7
WTI (USD/bbl, % chg.)	84.19	0.8	(5.2)	11.1	4.9
Gold (USD/oz, % chg.)	86.77	1.1	(5.7)	8.3	1.0

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FUEVFNVD	45.6	MWG	(89.2)
ACB	25.5	HPG	(68.6)
EIB	23.9	STB	(26.4)
CTG	22.7	KBC	(19.5)
VCI	20.3	GEX	(16.8)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VCI	34.6	MWG	(237.7)
DGW	30.7	HPG	(112.8)
HHV	29.4	FUEVFNVD	(50.8)
KDH	10.5	VPB	(49.3)
VRE	10.1	MSN	(39.7)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Technology	2.0	Others	(5.1)
Diversified Financials	1.5	Telecommunication	(2.8)
Retailing	1.1	Household Products	(2.3)
Automobiles	0.8	Consumer Durables	(1.5)
Pharmaceuticals	0.6	Consumer Services	(0.5)

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	60.8	11.5	1.9	9.8	16.3
2021	304,264	177,159	18.4	9.7	1.6	8.7	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

Vietnam indicators

	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

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Market commentary & News

Market commentary

Narrow the upward trend

The stock market narrowed the upward trend during the session and moved in the narrow range around the reference point. Besides, the liquidity was improved but still at a low level, showing investors' cautious sentiment toward the market.

At the close, the VNIndex was almost unchanged to close at 1,151 pts while the VN30Index lost by 0.15% to 1,165 pts. Meanwhile, trading volume reached 601 million shares/VND14,396bn, up 5%/ 7% respectively, from the average of the last five sessions.

Foreign investors reversed to net selling, with more than VND656bn, focusing on MWG, HPG, and FUEVFNVD with net values of VND237bn, VND112bn, and VND50bn, respectively. In contrast, net buying concentrated on VCI, DGW, and HHV with VND34bn, VND30bn, and VND29bn, respectively.

Real Estate was the leading market driven by IDC (+4.51%), PDR (+3.84%), NVL (+2.77%), KDH (+2.57%), VIC (+2.31%), DIG (+1.71%), NLG (+1.50%), KBC (+1.25%), VPI (+1.11%), DXG (+0.85%), VRE (+0.74%), and VHM (+0.32%).

Cash flowed into Consumer Staples thanks to DBC (+1.79%), VNM (+1.48%), SAB (+1.32%), QNS (+0.60%), and MCH (+0.13%). In addition, the market also recorded DGW (+2.02%), HCM (+1.12%), VCI (+1.19%), DGC (+0.93%), PVD (+0.72%), GVR (+0.72%), BVH (+0.12%), and VJC (+0.10%) close in the green territory.

Banking tickers moved in opposite movements with TPB (+2.69%), BID (+0.36%), MSB (+0.36%), CTG (+0.34%), VIB (+0.26%), and VPB (+0.23%) gain while MBB (-0.81%), VCB (-0.58%), HDB (-0.57%), STB (-0.47%), SHB (-0.46%), and TCB (-0.31%) lost at the end.

On the other side, selling pressure pushed Oil & Gas tickers down, such as PVB (-1.97%), BSR (-1.42%), PVC (-1.10%), PVS (-1.02%), OIL (-0.93%), PLX (-0.54%), and POW (-0.43%). Besides, Brokerage was down across the board, typically BSI (-1.42%), MBS (-1.28%), SSI (-1.18%), VIX (-0.93%), VND (-0.68%), VDS (-0.62%), and SHS (-0.55%).

Additionally, MWG (-1.83%), HPG (-1.53%), VHC (-1.21%), BCM (-1.02%), NKG (-0.98%), MSN (-0.95%), DHG (-0.49%), PNJ (-0.37%), and SSH (-0.31%) also decreased in the session.

The stock market closes around the reference points with improved liquidity, indicating investors' sentiment is still quite cautious. Moreover, the downside risk is still present as the VNIndex maintains to end below the 50-period moving average. Therefore, investors should stand aside and carefully observe the next movements of the market.

Macro & strategy

ETF Review

VN DIAMOND adds HDB

In this quarterly review, the VN DIAMOND Index is expected to remove DHC and add HDB. We expect local ETF to buy ACB and MSB the most with 58 million shares and 49 million shares respectively. On the sell side, PNJ will be sold heavily with 15 million shares.

The results will be announced on 16 Oct 2023, the new weight will be effective on 06 Nov 2023.

Expected weight of VFMVN DIAMOND ETF

(VND, VND bn, %, shares)

No	Ticker	Price	Current weighting	New weighting	change	Volume change
1	ACB	22,700	4.98	11.91	6.92	58,944,119
2	TCB	32,600	7.92	11.50	3.58	21,223,358
3	MWG	49,300	15.00	11.48	(3.52)	(13,803,650)
4	MBB	18,500	7.25	10.83	3.58	37,438,907
5	FPT	97,000	16.78	9.04	(7.74)	(15,426,399)
6	VPB	21,800	6.98	10.28	3.30	29,232,900
7	MSB	14,000	1.70	5.26	3.56	49,108,417
8	VIB	19,600	3.35	5.27	1.92	18,935,969
9	TPB	16,750	3.22	5.16	1.94	22,343,144
10	GMD	66,300	7.94	3.22	(4.72)	(13,758,325)
11	PNJ	80,300	10.38	3.79	(6.59)	(15,855,014)
12	CTG	29,500	2.22	3.51	1.29	8,475,350
13	HDB	17,600	0.00	2.56	2.56	28,093,192
14	OCB	13,200	1.04	2.21	1.17	17,173,525
15	REE	62,600	5.81	2.35	(3.46)	(10,691,408)
16	NLG	33,300	2.44	0.87	(1.57)	(9,095,294)
17	KDH	29,200	2.10	0.77	(1.33)	(8,826,076)
18	DHC	45,000	0.16	0.00	(0.16)	(675,933)

Source: Bloomberg, Fiiipro, KIS

Note: Data as of 11 Dec 2023

Event Calendar

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value (VND bn)
13/10/2023	13/11/2023	SMA	HOSE	Extraordinary General Meeting		
13/10/2023	10/11/2023	MTV	UPCOM	Cash Dividend (VND700/share)	7.00%	700
13/10/2023	31/10/2023	VNL	HOSE	Cash Dividend (VND500/share)	5.00%	500
13/10/2023	20/10/2023	CC4	UPCOM	Record date for ballot		
13/10/2023	20/10/2023	YEG	HOSE	Record date for ballot		
13/10/2023		TIE	UPCOM	Record date for ballot		
13/10/2023		PSH	HOSE	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.
- 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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