

Xin Chao Vietnam

Market performance

	14 May	1D	1M	3M	YTD
VNIndex (pt, % chg.)	832.40	(0.2)	8.5	(11.2)	(13.4)
Turnover (VND bn)	7,543				
VN30 (pt, % chg.)	780.73	(0.4)	9.4	(9.8)	(11.2)

Major indicators

	14 May	1D	1W	1M	YTD
1-yr govt bonds (% bp chg.)	1.56	0.0	(0.6)	(0.1)	0.1
3-yr govt bonds (% bp chg.)	1.89	0.0	(0.4)	0.0	0.2
VND/USD (% chg.)	23,369	(0.2)	0.3	(0.5)	(0.8)
VND/JPY (% chg.)	21,870	(0.2)	0.1	(3.2)	(2.5)
VND/EUR (% chg.)	25,266	0.4	1.3	(0.2)	2.8
VND/CNY (% chg.)	3,294	(0.0)	1.1	1.0	1.0
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	0.62	(0.0)	(0.1)	(1.0)	(1.3)
WTI (USD/bbl, % chg.)	26.35	4.2	31.0	(49.4)	(56.8)
Gold (USD/oz, % chg.)	30.23	3.6	2.1	(47.3)	(54.2)

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VCB	50.1	FUEVFNVD	(133.3)
BID	41.7	SVC	(86.0)
MBB	16.6	VNM	(24.4)
VPB	9.0	HPG	(19.5)
KDH	9.0	VIC	(17.9)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
MSN	2,335.3	VIC	(42.0)
FUEVFNVD	133.3	VRE	(41.7)
VNM	80.9	VHM	(17.5)
VCB	51.7	HCM	(10.3)
VPB	31.6	VCI	(10.2)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	4.3	Others	(2.3)
Health Care	3.3	Insurance	(1.8)
Diversified Financials	2.5	Automobiles	(1.8)
Capital Goods	0.9	Software & Services	(1.7)
F&B	0.2	Technology	(1.4)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Foreigners buy MSN heavily
- **Vietnam petroleum prices:** Domestic petroleum prices rebound for the first time since 2020
- **MSN:** An additional VND3,000bn of bonds

Market view

	OP (VND bn)	NP (VND bn)	EPS growth (% yoy)	PE (x)	PB (x)	EV/EBITDA (x)	ROE (%)
2018	186,396	115,391	35.3	14.7	2.7	14.0	18.2
2019	231,781	139,009	23.3	13.3	2.4	11.1	17.7
2020F	239,645	133,501	(6.3)	12.8	1.9	9.5	14.7
2021F	294,159	164,644	24.9	10.2	1.6	6.9	15.8

Note: KIS Universe coverage of 35 companies that account for 58% of all listed (VNIndex) firms' earnings based on the past three-year average

Macro forecast

	2Q19	3Q19	4Q19	1Q20	2019	2020F	2021F
GDP (% yoy)	6.7	7.3	7.0	3.8	7.0	5.9	7.4
Current account (USD bn)	n.a	n.a	n.a	n.a	4.0	1.8	2.1
CPI (% yoy)	2.1	2.0	5.2	4.9	5.2	4.0	3.5
Refinancing rate (% EoP)	6.3	6.0	6.0	5.0	6.0	5.9	5.8
VND/USD (avg.)	23,306	23,213	23,195	23,240	23,236	24,000	23,200
US GDP (% qoq)	(3.2)	(27.3)	9.0	6.4	2.3	(4.5)	3.6
China GDP (% yoy)	(6.8)	1.2	5.1	6.0	6.1	1.8	8.0

Note: * Data compiled by Bloomberg

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Market commentary & News

Market commentary

Foreigners buy MSN heavily

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Vietnam stock market continued to move in a tight range as the global financial market went down.

At the close, the VNIndex lost 0.22% to close at 832.4 pts. Meanwhile, trading volume decreased to 341 million shares or VND7,543bn.

Foreign investors continued to buy with a net value of VND2,452bn on HSX. They bought MSN the most with a net value of VND2,335bn by put through method.

Energy tickers underperformed benchmark index driven by GAS (-1.2%), POW (-1.5%), PVD (-2.8%), PVS (-1.5%), and PVT (-0.9%) thanks to the profit taking.

Moreover, BVH (-1.5%), CTD (-2.2%), CTG (-1.2%), FPT (-1.3%), HDB (-2.9%), MBB (-1.1%), MWG (-1.0%), PNJ (-2.0%), SBT (-1.3%), VHM (-1.1%), VPB (-1.0%), and VRE (-1.8%) closed in red territory.

In contrast, cash flowed into Brokerage stocks namely SSI (+1.4%), HCM (+3.1%), and VND (+1.7%). Besides, some constituent of the VN30Index surged more than 1% such as MSN (+3.2%), ROS (+2.3%), SSI (+1.4%), and VIC (+1.0%).

Despite the cautious sentiment, the uptrend has been still intact in the short term. Therefore, traders can increase long positions and focus on leading stocks.

Breaking news

- ▶ Vietnam petroleum prices: Domestic petroleum prices rebound for the first time since 2020

Following a recent surge in global crude oil prices, on Wednesday, the Ministry of Industry and Trade announced the latest adjustment for the domestic gasoline prices. Accordingly, the two most widely-used E5RON92 and RON95-III gasoline were adjusted upward than in the previous level, after eight consecutive downward adjustments, due to a sharp rebound in global crude oil prices recently. In particular, the E5RON92 price rose by 5.3% compared to its level by the end of April, selling at VND11,520, while the RON95-III jumped up by 5.2%, selling at VND12,230. As a result, it will put upward pressure on the CPI in May. (Ministry of Industry and Trade)

- ▶ MSN: An additional VND3,000bn of bonds

Masan group (HOSE: MSN) announced that it has finished selling 30 million bonds of the third round of 2020 and earned a total of VND3,000bn. Particularly, the bondholders were 4 domestic organizations, recorded at 99.15% of the total volume and 1 domestic individual buying the remaining amount. (ndh.vn)

■ 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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