

Xin Chao Vietnam

Market performance

	18 Jun	1D	1M	3M	YTD
VNIndex (pt, % chg.)	855.27	0.1	2.2	14.4	(11.0)
Turnover (VND bn)	4,149				
VN30 (pt, % chg.)	797.08	0.1	1.2	13.8	(9.3)

Major indicators

	18 Jun	1D	1W	1M	YTD
1-yr govt bonds (% bp chg.)	0.87	(0.1)	(0.7)	(0.7)	(0.6)
3-yr govt bonds (% bp chg.)	1.50	(0.1)	(0.4)	(0.2)	(0.2)
VND/USD (% chg.)	23,202	0.0	0.6	0.2	(0.1)
VND/JPY (% chg.)	21,691	(0.0)	0.3	(0.7)	(1.7)
VND/EUR (% chg.)	26,090	0.2	(3.1)	(1.7)	(0.4)
VND/CNY (% chg.)	3,278	(0.1)	0.2	0.7	1.5
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	0.72	(0.0)	(0.0)	(0.5)	(1.2)
WTI (USD/bbl, % chg.)	38.24	0.7	20.2	87.7	(37.4)
Gold (USD/oz, % chg.)	41.12	1.0	18.1	65.3	(37.7)

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HDG	49.4	FUESSVFL	(108.3)
VCF	11.5	PLX	(30.5)
FLC	11.3	DBD	(28.0)
FPT	8.2	VCB	(9.0)
MWG	6.2	VNM	(8.4)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FUESSVFL	108.4	VIC	(199.1)
VHM	87.2	HDG	(50.0)
PLX	30.1	MSN	(18.1)
HPG	28.8	VCB	(15.8)
VRE	22.4	VNM	(12.4)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Household Products	4.6	Telecommunication	(6.9)
Software & Services	3.0	Health Care	(3.1)
Energy	1.7	Utilities	(0.7)
Automobiles	1.4	Others	(0.7)
Commercial Services	1.3	Diversified Financials	(0.5)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Cautious sentiment still dominates
- **Vietnam:** Early results from support measures to households and businesses
- **MWG:** Share transferring

New listing & Public offerings

KIS market view

	OP (VND bn)	NP (VND bn)	EPS growth (% yoy)	PE (x)	PB (x)	EV/EBITDA (x)	ROE (%)
2018	186,396	115,391	35.2	14.7	2.7	14.0	18.2
2019	231,781	139,038	23.9	13.3	2.3	11.0	17.7
2020F	238,766	129,763	(9.0)	13.7	2.0	10.0	14.3
2021F	275,785	142,326	11.0	12.4	1.7	8.6	14.1

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)	(4.8)	(35.0)	19.9	8.5	2.3	(5.7)	4.0
China GDP (% yoy)	(6.8)	1.2	5.0	5.7	6.1	1.8	8.0

Note: * Data compiled by Bloomberg

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Market commentary & News

Market commentary

Cautious sentiment still dominates

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Vietnam stock markets reversed to go up thanks to high demand on some large-cap stocks such as BID (+0.5%), HPG (+2.1%), VCB (+0.9%), NVL (+2.1%), PLX (+2.0%), VHM (+0.6%), and VJC (+1.0%).

At the close, the VNIndex gained 0.1% to close at 855.2 pts. Meanwhile, trading volume decreased still to 273 million shares or VND4,148bn.

Foreign investors reversed to sell with a net value of VND15bn on HSX. They sold VIC the most with a net value of VND199bn.

Tires and Inner Tubes industry outperformed the benchmark index driven by CSM (+3.1%) and DRC (+2.1%).

In contrast, Energy stocks closed in red territory namely GAS (-1.0%), PVT (-0.9%), PVD (-0.9%), PVS (-0.8%), and POW (-1.4%) because investor expected that the demand would reduce in the future.

Some constituents of the VN30Index fell more than 1% such as HDB (-1.1%), ROS (-2.2%), and STB (-1.7%).

Despite the rebound, the downside risk is intact as the VNIndex closes below the 20-period moving average and moves in a tight range. Therefore, investors should consider reducing the long positions and wait for the next signals..

Breaking news

► Vietnam: Early results from support measures to households and businesses

In a press conference for banking activities in the first half of 2020, the state bank's deputy governor Nguyen Thi Hong disclosed overall results of the implementation of monetary policy and monitoring banking activities during the COVID-19 pandemic in the first 6 months. Accordingly, by June 8th, 2020, the whole banking system restructured the repayment schedule for nearly 250,000 customers with a total loan balance of VND172tn, reduced or exempted or lowered interest for more than 400,000 customers with a total of VND1,227tn, made nearly VND1,000tn for 225,500 customers with new preferential interest rates, and reduced or exempted payment fees over VND1,000bn. Furthermore, the SBV also promptly issued Circular 05/2020/TT-NHNN in guiding refinancing loans for employers who are struggled to pay salaries for employees during the health crisis, with a total of VND16tn available at 0% interest rate. (State Bank of Vietnam)

► MWG: Share transferring

MWG: KIM Vietnam Growth Equity Fund announced the transfer of 1.3mn shares of MWG on June 16 through VSD. The beneficiary is Keyrock Capital Master Fund, Ltd. (VSD)

New listing & Public offerings

► New listing

Date of listing	Ticker	Company	Exchange	Charter	Listed Shares	Reference price
6/24/2020	PSH	Nam Song Hau Trading Investing Petroleum JSC	HSX	1,262.0	126,196,780	16,000
6/18/2020	DTP	Ha Noi CPC1 Pharmaceutical JSC	UPCoM	121.7	12,171,782	23,000
6/17/2020	PVX	Petro Vietnam Construction JS Corp.	UPCoM	4,000.0	400,000,000	1,000

► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
7/6/2020	DSINVEST	Dong Son Infrastructure Investment JSC	100.0	1,500,000	15,713	Whole lot sale; Local investors only
6/26/2020	GCB	Petec Binh Dinh JSC	40.4	1,274,064	30,810	Whole lot sale; Local investors only
6/22/2020	APH	An Phat Holdings JSC	1,423.8	4,300,000	25,000	-

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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.

- **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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