

# Xin Chao Vietnam

## Market performance

	12 Aug	1D	1M	3M	YTD
VNIndex (pt, % chg.)	846.92	0.5	(2.8)	1.4	(11.9)
Turnover (VND bn)	4,364				
VN30 (pt, % chg.)	788.42	0.5	(2.5)	0.8	(10.3)

## Major indicators

	12 Aug	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.80	(0.0)	0.1	(0.8)	(0.6)
3-yr gov't bonds (% bp chg.)	1.33	(0.0)	(0.0)	(0.6)	(0.3)
VND/USD (% chg.)	23,176	(0.0)	0.0	0.9	(0.0)
VND/JPY (% chg.)	21,710	0.2	(0.5)	0.3	(1.8)
VND/EUR (% chg.)	27,246	(0.1)	(3.5)	(7.6)	(4.7)
VND/CNY (% chg.)	3,337	(0.1)	(0.8)	(1.3)	(0.3)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	0.66	0.0	0.0	(0.0)	(1.3)
WTI (USD/bbl, % chg.)	42.20	1.4	4.1	63.7	(30.9)
Gold (USD/oz, % chg.)	45.09	1.3	4.3	50.4	(31.7)

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	21.3	AAA	(25.3)
DBC	13.8	LDG	(22.8)
EIB	13.4	DBD	(13.3)
TCB	11.2	HDG	(5.0)
FPT	8.9	E1FVN30	(4.7)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VNM	79.4	VHM	(73.1)
GAS	9.7	DXG	(17.4)
MSN	7.3	NVL	(17.1)
HDB	6.6	VRE	(15.7)
PVT	6.6	PLP	(8.4)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Commercial Services	4.5	Household Products	(1.6)
Media & Entertainment	3.8	Health Care	(1.1)
Energy	2.0	Consumer Durables	(0.6)
Utilities	1.3	Retailing	(0.1)
Transportation	1.1	Software & Services	(0.1)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Intraday Rebound
- **Vietnam:** July's trade activity accelerates in July

### 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	(7.9)	13.6	2.0	10.2	14.3
2021F	275,785	142,326	11.2	12.3	1.7	8.9	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

## KIS macro forecast

	1Q20	2Q20	3Q20F	4Q20F	2019	2020F	2021F
GDP (% yoy)	3.8	0.4	4.1	5.0	7.0	4.3	5.9
Trade balance (USD bn)	1.7	0.6	5.7	5.1	10.4	7.9	1.8
CPI (% yoy, avg.)	5.6	2.8	1.3	0.7	2.8	2.5	2.6
Discount rate (% EoP)	3.5	3.0	3.0	3.0	4.0	3.0	3.0
VND/USD (avg.)	23,264	23,335	23,300	23,317	23,231	23,304	23,296
US GDP (% qoq)	(4.8)	(32.9)	18.0	6.5	2.2	(5.5)	3.8
China GDP (% yoy)	(6.8)	3.2	5.2	6.1	6.1	2.0	8.0

Source: KIS, Bloomberg

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## Market commentary & News

### Market commentary

#### Intraday Rebound

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Vietnam stock markets resumed its uptrend amid bottom fishing on large-cap stocks. Besides, the positive information about vaccines from the US and Russia also pushed investors optimistic.

At the close, the VNIndex gained 0.46% to closed at 846.9 pts. Meanwhile, trading volume increased to 262 million shares or VND4,363bn.

Foreign investors continued to sell with a net value of VND95bn on HSX. They sold VHM, DXG, and NVL the most with net values of VND73bn, VND17bn, and VND17bn, respectively.

The uptrend of oil prices made Energy tickers to be market leaders, namely GAS (+1.7%), PVT (+5.3%), PVD (+3.9%), PVS (+1.6%), PLX (+1.8%), and BSR (+1.6%).

Moreover, cash flowed into Banking sectors, such as CTG (+0.9%), BID (+1.8%), HDB (+0.6%), TCB (+1.0%), MBB (+2.1%), and VPB (+1.2%).

In contrast, Construction and Real Estates underperformed the benchmark index due to HBC (-0.5%), CTD (-1.4%), KDH (-1.0%), ROS (-2.6%), VIC (-0.1%), and NVL (-0.5%).

Market sentiment has become bullish thanks to the short-term uptrend. Therefore, traders should increase their long position and focus on leading stocks.

### Breaking news

#### ► Vietnam: July's trade activity accelerates in July

According to the latest revision of export-import data in July, the export-import activities turned out to accelerate instead of dropping modestly in the early estimate. In detail, the revised export value reached USD24.87bn compared to its estimate of just USD23.00bn, while the figure for import saw no marked change from the previous estimate, at USD22.09bn. However, raising concerns about virus containment, economic prospect, and upcoming expiration in fiscal stimulus package hinder U.S. customers from increasing purchases and hence made Vietnam's goods and services harder to consume in the U.S. market. (KIS, GSO, Vietnam Customs)

## New listing & Public offerings

#### ► New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Charter	Listed Shares	Reference price
8/13/2020	HVG	Hung Vuong Corporation	UPCoM	2,270.4	227,038,291	5,400

#### ► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
9/4/2020	TEL	Telecommunication Project Construction Development JSC	50.0	2,450,000	21,801	-
9/1/2020	CC4	Investment and Construction JSC nO.4	160.0	4,137,500	16,100	Local investors only
8/31/2020	HDLB	Hai Duong livestock genetics one member Co., Ltd	37.8	2,414,700	13,800	IPO
8/21/2020	TSCC	Truong Son Advisory JSC	27.3	1,389,750	12,300	-
8/20/2020	BMF	Dong Nai Building Material and Fuel JSC	41.6	443,500	28,600	-

- **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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