

Xin Chao Vietnam

Market performance

	16 Sep	1D	1M	3M	YTD
VNIndex (pt, % chg.)	897.47	0.1	5.5	4.8	(6.6)
Turnover (VND bn)	4,851				
VN30 (pt, % chg.)	834.50	0.1	5.4	4.5	(5.1)

Major indicators

	16 Sep	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.59	0.0	(0.1)	(0.3)	(0.8)
3-yr gov't bonds (% bp chg.)	1.14	0.0	(0.0)	(0.4)	(0.5)
VND/USD (% chg.)	23,178	(0.0)	(0.1)	0.2	(0.0)
VND/JPY (% chg.)	22,038	(0.3)	(0.8)	(1.9)	(3.2)
VND/EUR (% chg.)	27,450	0.3	0.2	(4.2)	(5.4)
VND/CNY (% chg.)	3,430	(0.4)	(2.6)	(4.5)	(3.0)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	0.68	(0.0)	(0.0)	(0.1)	(1.2)
WTI (USD/bbl, % chg.)	39.27	2.6	(6.5)	2.3	(35.7)
Gold (USD/oz, % chg.)	41.49	2.4	(7.4)	1.3	(37.1)

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FPT	19.2	CTG	(26.1)
VSC	15.5	MWG	(16.1)
NBB	11.1	HSG	(14.2)
BMP	4.8	VPB	(12.4)
HVN	3.8	VIC	(8.9)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VIC	36.1	VHM	(58.5)
VRE	34.8	VNM	(43.2)
HSG	18.2	NBB	(25.7)
VCB	12.9	GEX	(19.5)
HCM	10.2	HDB	(17.5)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	5.9	Software & Services	(1.0)
Energy	2.6	Health Care	(0.8)
Retailing	1.7	Others	(0.5)
Consumer Services	1.6	F&B	(0.4)
Technology	0.8	Media & Entertainment	(0.4)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Market diverges
- **Vietnam:** Domestic petroleum prices are set lower in the mid-September adjustment

New listing & Public offerings

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	29.6	14.8	2.6	13.6	17.8
2019	238,659	144,922	24.3	13.4	2.3	11.0	17.4
2020F	261,642	146,123	0.7	13.0	2.0	9.1	15.3
2021F	293,650	165,232	14.3	11.4	1.7	8.0	15.3

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)	(31.7)	24.8	5.0	2.2	(4.5)	3.7
China GDP (% yoy)	(6.8)	3.2	5.2	6.0	6.1	2.1	8.0

Source: KIS, Bloomberg

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Market commentary & News

Market commentary

Market diverges

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Vietnam stock markets maintained its uptrend yesterday. However, the cautious market sentiment increased as investors waited for the Fed's monetary policy decisions at the September meeting.

At the close, the VNIndex gained 0.14% to close at 897.4 pts. Meanwhile, trading volume decreased to 280 million shares or VND4,850bn.

Foreign investors resumed selling with a net value of VND164bn on HSX. They sold VHM, VNM, and NBB the most with net values of VND58bn, VND43bn, and VND25bn, respectively.

Energy was the market leader, namely PVT (+3.7%), PVD (+2.3%), PVS (+3.2%), PLX (+2.6%), and OIL (+2.6%), after global oil price rebounded above the \$40 per barrel.

Besides, some constituents of the VN30Index, such as FPT (+1.0%), WWG (+1.8%), and PNJ (+1.3%), jumped more than 1%.

In contrast, GAS (-0.4%), BID (-0.5%), STB (-0.4%), CTG (-0.8%), VNM (-0.5%), and MSN (-0.9%) closed in red territory.

The market sentiment has become cautious in the short term; therefore, investors need the confirmation signal, breakout of the 900-pts threshold to increase long position. Until then, traders should be careful and wait for the next signal to define the trend.

Breaking news

- ▶ Vietnam: Domestic petroleum prices are set lower in the mid-September adjustment

Following the global crude prices slumping recently, the Ministry of Industry and Trade announced the latest adjustment for the domestic gasoline prices. Accordingly, the E5RON92 and RON95-III prices was adjusted lower to VND14,266 and VND14,984 per liter, down by nearly 1% and 0.9% compared to their levels in the late-August adjustment. As a result, it will put downward pressure on the traffic price in September. (Ministry of Industry and Trade)

New listing & Public offerings

▶ New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Charter	Listed Shares	Reference price
9/18/2020	TTA	Truong Thanh Deconin., JSC	HSX	1,350.0	135,000,000	18,000

▶ Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
10/9/2020	AGFERRY	An Giang Ferry One Member Company Limited	167.5	5,291,520	16,720	IPO
10/6/2020	BWE	Binh Duong Water Environment JSC	1,500.0	37,500,000	25,500	-
9/28/2020	TBD	Dong Anh Electrical Equipment Corporation - JSC	282.6	13,131,632	153,100	Whole lot sale
9/25/2020		Saigon Machinery Spare Parts JSC	190.2	482,856	16,700	Whole lot sale

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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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