

Xin Chao Vietnam

Market performance

	23 Sep	1D	1M	3M	YTD
VNIndex (pt, % chg.)	912.50	0.7	6.8	5.1	(5.0)
Turnover (VND bn)	6,426				
VN30 (pt, % chg.)	858.30	0.7	8.2	6.3	(2.4)

Major indicators

	23 Sep	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.51	(0.1)	(0.2)	(0.3)	(0.9)
3-yr gov't bonds (% bp chg.)	0.82	(0.2)	(0.4)	(0.6)	(0.8)
VND/USD (% chg.)	23,184	0.0	(0.0)	0.1	(0.0)
VND/JPY (% chg.)	22,089	0.0	(1.0)	(1.4)	(3.5)
VND/EUR (% chg.)	27,117	0.7	1.2	(3.6)	(4.2)
VND/CNY (% chg.)	3,415	0.1	(1.9)	(3.7)	(2.5)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	0.67	0.0	0.0	(0.0)	(1.2)
WTI (USD/bbl, % chg.)	40.10	0.8	(5.3)	(0.7)	(34.3)
Gold (USD/oz, % chg.)	42.10	0.9	(5.1)	(1.2)	(36.2)

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	57.5	HNG	(211.2)
PMG	29.4	GEX	(44.1)
MWG	21.8	FUEVFNVD	(29.5)
VCB	18.2	FUESSVFL	(29.3)
TCB	17.4	STB	(16.6)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VRE	53.9	VHM	(22.1)
VCB	33.5	KBC	(20.7)
FUEVFNVD	30.9	VND	(18.2)
FUESSVFL	28.2	DXG	(10.5)
SSI	27.5	VNM	(10.0)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	6.9	Others	(0.9)
Consumer Durables	2.5	Technology	(0.4)
Energy	2.3	Automobiles	(0.4)
Retailing	2.2	Household Products	(0.4)
Health Care	1.4	Pharmaceuticals	(0.0)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Confirm short-term uptrend
- **Japan:** Economic activity continues to slow down

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	13.4	2.0	9.2	15.3
2021F	293,650	165,232	14.3	11.7	1.8	8.1	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)	25.0	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

Confirm short-term uptrend

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Vietnam stock markets rebounded yesterday amid a recovery of the global financial market.

At the close, the VNIndex gained 0.70% to close at 912.5 pts. Meanwhile, trading volume recorded to 376 million shares or VND6,425bn.

Foreign investors continued to buy with a net value of VND125bn on HSX. They purchased VRE, VCB, and FUEVFNND the most with net values of VND53bn, VND33bn, and VND30bn, respectively.

Banking was the market leader due to CTG (+1.7%), VCB (+1.7%), BID (+1.7%), HDB (+0.5%), ACB (+0.9%), STB (+0.8%), and VPB (+1.7%).

Notably, HBC limited up after it won 4 projects in Quang Ninh and Hanoi with a total value of VND1,075bn.

In addition, some constituents of the VN30Index increased more than 2%, such as MSN (+2.0%), MWG (+2.3%), PLX (+2.3%), PNJ (+4.1%), and POW (+4.0%).

In contrast, taking profit pushed some large-cap stocks down, namely TCH (-0.7%), TCB (-0.2%), VNM (-0.3%), REE (-0.8%), FPT (-0.3%), KDH (-0.8%), and NVL (-0.3%).

Market sentiment has become optimistic in the short term thanks to the uptrend. The cash flowed into Banking and Energy tickers. Therefore, investors should increase their long position and focus on leading tickers.

Breaking news

► Japan: Economic activity continues to slow down

According to the latest number from the au Jibun Bank Flash Japan Composite PMI report, the Flash Composite Output PMI signals a further decline in economic output in both manufacturing and services sectors in the near term amid the COVID-19 pandemic. More details, the Flash PMI index recorded 45.5 index point in September, slightly higher than 45.2 in August, although lower than the neutral level of 50.0. However, the survey also reported the strongest improvement in the business sentiment in the year, while the level of optimism in the manufacturing sector reached a 2-year high. (au Jibun Bank, IHS Markit)

New listing & Public offerings

► New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Charter	Listed Shares	Reference price
9/24/2020	ASG	ASG Corporation	HSX	630.4	63,044,964	30,000

► 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

- **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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