

# Xin Chao Vietnam

## Market performance

	26 Nov	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,005.97	0.6	5.8	15.2	4.7
Turnover (VND bn)	10,021				
VN30 (pt, % chg.)	964.16	0.4	4.9	18.7	9.7

## Major indicators

	26 Nov	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.51	0.0	(0.0)	(0.1)	(0.9)
3-yr gov't bonds (% bp chg.)	0.95	(0.0)	(0.0)	(0.3)	(0.7)
VND/USD (% chg.)	23,165	0.0	0.1	0.0	0.0
VND/JPY (% chg.)	22,216	(0.2)	(0.5)	(1.6)	(4.0)
VND/EUR (% chg.)	27,619	(0.2)	(0.6)	(0.6)	(5.9)
VND/CNY (% chg.)	3,523	(0.1)	(2.0)	(4.5)	(5.5)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	0.88	0.0	0.1	0.2	(1.0)
WTI (USD/bbl, % chg.)	45.08	(1.4)	16.9	3.9	(26.2)
Gold (USD/oz, % chg.)	48.00	(1.3)	18.6	5.2	(27.3)

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
DIG	136.6	HSG	(327.9)
HDB	48.3	FUEVFNVD	(53.9)
FPT	44.2	GEG	(50.2)
TCB	41.2	BCM	(16.7)
HPG	39.8	VRE	(8.7)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FUEVFNVD	54.4	HDB	(293.2)
VRE	13.2	HPG	(157.5)
BID	11.9	MBB	(54.6)
TCH	9.8	PLX	(32.5)
HDG	9.4	VHM	(27.2)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Others	2.1	Telecommunication	(1.9)
Health Care	2.0	Insurance	(0.9)
Energy	1.6	Media & Entertainment	(0.5)
Technology	1.4	Materials	(0.3)
Banks	1.3	Pharmaceuticals	(0.1)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Breakout from 1,000 pts threshold
- **Vietnam:** Petroleum prices jump up thanks to a recent high in global oil prices

### 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	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	3.5	14.5	2.2	10.2	15.5
2021F	293,650	165,232	13.9	12.7	2.0	9.0	15.4

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	3Q20	4Q20F	2019	2020F	2021F
GDP (% yoy)	3.8	0.4	2.6	5.0	7.0	4.3	5.9
Trade balance (USD bn)	1.7	0.6	7.4	5.1	10.4	7.9	1.8
CPI (% yoy, avg.)	5.6	2.8	3.2	3.5	2.8	3.8	3.5
Discount rate (% EoP)	3.5	3.0	3.0	3.0	4.0	3.0	3.0
VND/USD (avg.)	23,264	23,206	23,188	23,197	23,231	23,214	23,206
US GDP (% qoq)	(4.8)	(31.7)	33.1	4.0	2.2	(3.6)	3.8
China GDP (% yoy)	(6.8)	3.2	4.9	5.7	6.1	2.0	8.1

Source: KIS, Bloomberg

## Market commentary & News

### Market commentary

#### Breakout from 1,000 pts threshold

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The investors' optimistic sentiment pushed the Vietnam stock market up for the eighth-gaining session in a row amid the Asian bullish market.

At the close, the VNIndex gained 0.60% to close at 1,005 pts, breaking the 1,000-pts threshold. Meanwhile, trading volume increased to 461 million shares or VND10,020bn.

Foreign investors continued to sell with a net value of VND471bn on HSX. They sold HDB, HPG, and MBB the most with net values of VND293bn, VND157bn, and VND54bn, respectively.

Banking was still the market leader thanks to CTG (+3.2%), VCB (+0.5%), BID (+3.1%), STB (+1.0%), and VPB (+1.9%).

Because of the short-term upward trend of global oil prices, cash flowed into Energy tickers, namely POW (+0.2%), PLX (+2.0%), GAS (+0.7%), and PVT (+2.8%).

Besides, some constituents of VN30Index, such as KDH (+1.1%), MSN (+1.7%), REE (+1.0%), SAB (+1.4%), and TCH (+2.4%), soared more than 1%. Among which, ShinhanBank and ValueSystem proposed converting 350,302 out of 598,808 bonds into more than 21 million shares of TCH.

In contrast, VRE (-1.2%), VHM (-0.9%), SBT (-2.9%), and HPG (-1.4%) closed in red territory.

Based on the breakout of VNIndex, the short-term uptrend is confirmed. Thus, traders should hold their long position and focus on leading stocks.

### Breaking news

- ▶ Vietnam: Petroleum prices jump up thanks to a recent high in global oil prices

Following a recent surge in global oil prices, the Ministry of Industry and Trade announced a marked upward adjustment for the domestic gasoline prices from 26th November. Accordingly, the E5RON92 and RON95-III prices both jumped up to VND14,494 and VND15,351 per liter, up by 4.38% and 4.42% from the previous adjustment in mid-November. As a result, it will put upward pressure on the traffic price in December. (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
12/8/2020	FUEMAV30	MAFM VN30 ETF	HSX	115.0	11,500,000	
12/1/2020	GMA	Viet Nam Enteco Corporation	HNX	60.0	6,000,000	11,600

### ▶ Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
12/10/2020	VTK	Viettel Consultant and Design JSC	41.6	630,748	27,500	-
12/9/2020	SGC	Sa Giang Import - Export Corporation	71.5	3,565,759	97,500	Whole lot sale; Local investors only
12/7/2020	CTR	Viettel Construction JSC	704.1	7,746,801	46,600	-
12/4/2020		Thanh Hoa Industrial Zone Infrastructure Investment JSC	25.0	1,143,633	39,900	Local investors only
12/3/2020	AFX	An Giang Agriculture and Foods Import-Export JSC	350.0	17,850,000	18,900	Whole lot sale; Local investors only

12/2/2020		Phat Tai JSC	18.1	50,000	27,210	Whole lot sale
11/30/2020	ITJ	Becamex Infrastructure Development JSC	1,371.0	80,000,000	12,500	-
11/27/2020	IDC	IDICO Corporation	3,000.0	108,000,000	26,930	Local investors only
11/26/2020		Chau Duc Construction and Urban Development JSC	17.4	1,152,000	29,750	Whole lot sale; Local investors only

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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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