

# Xin Chao Vietnam

## Market performance

	27 Nov	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,010.22	0.4	6.7	15.5	5.1
Turnover (VND bn)	9,721				
VN30 (pt, % chg.)	971.11	0.7	6.1	19.2	10.5

## Major indicators

	27 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.)	0.72	(0.2)	(0.3)	(0.5)	(0.9)
VND/USD (% chg.)	23,161	0.0	0.1	0.1	0.1
VND/JPY (% chg.)	22,265	(0.2)	(0.3)	(2.4)	(4.2)
VND/EUR (% chg.)	27,591	0.1	(0.7)	(0.4)	(5.8)
VND/CNY (% chg.)	3,522	0.0	(1.9)	(4.6)	(5.5)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	0.86	(0.0)	0.1	0.1	(1.1)
WTI (USD/bbl, % chg.)	45.30	(0.9)	14.5	5.3	(25.8)
Gold (USD/oz, % chg.)	48.10	0.6	16.7	6.7	(27.1)

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VJC	129.0	FUEVFNVD	(227.4)
MBB	53.2	PET	(10.9)
MWG	44.9	BCM	(9.8)
FPT	36.9	POW	(7.5)
VPB	36.6	HT1	(5.4)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FUEVFNVD	227.8	VNM	(86.6)
VJC	27.8	VRE	(38.6)
VCB	26.9	MBB	(35.5)
HPG	21.6	LPB	(26.3)
HDB	18.1	VIC	(26.3)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Materials	2.4	Others	(1.5)
Retailing	2.2	Technology	(0.5)
Consumer Durables	2.1	Energy	(0.2)
Insurance	1.9	Pharmaceuticals	(0.1)
Diversified Financials	1.6	Transportation	(0.1)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** The optimistic sentiment
- **Vietnam:** Export slows down in the first half of November

### Macro & strategy

- **Chart of the day:** The optimistic sentiment

### 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	12.8	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	5.9	6.1	2.0	8.1

Source: KIS, Bloomberg

## Market commentary & News

### Market commentary

#### The optimistic sentiment

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The Vietnam stock market recorded the ninth-gaining session in a row.

At the close, the VNIndex gained 0.42% to close at 1,010 pts. Meanwhile, trading volume decreased to 420 million shares or VND9,720bn.

Foreign investors reversed to buy with a net value of VND76bn on HSX. They purchased FUEVFVND, VJC, and VCB the most with net values of VND227bn, VND27bn, and VND26bn, respectively.

Brokerages and Material, namely SSI (+1.0%), HCM (+1.7%), VND (+4.3%), HPG (+3.3%), and NKG (+0.8%), outperformed the benchmark index.

Besides, some constituents of VN30Index such as MBB (+2.5%), MWG (+2.3%), PNJ (+3.4%), POW (+3.7%), REE (+2.5%), and SBT (+2.8%) soared more than 1%.

In contrast, EIB (-0.8%), SAB (-0.7%), TCH (-2.1%), VIC (-0.8%), VJC (-0.9%), and VPB (-0.7%) closed in red territory.

The uptrend is still intact in the short term as the VNIndex closes above the 1,000-pts threshold. Thus, traders should hold their long position and focus on leading stocks.

### Breaking news

- ▶ Vietnam: Export slows down in the first half of November

According to the latest data from Vietnam Customs, export activity was slowing down moderately in the first half of November, which raised concerns about the health of the export activities in the near term. Specifically, in the period, export just recorded at USD11.54bn, which was USD1.18bn lower than in the first half of October. Telephones and textile & garments items were significantly losing the upward momentum as the export for those items just posted USD2.31bn and USD0.95bn compared to USD2.63bn and USD1.28bn in the previous month, respectively. (VN Customs)

## Macro & strategy

### Chart of the day

#### The optimistic sentiment

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- ▶ Market performance

The VNIndex continued to go up for the fourth-gaining week as cash flowed into the large-cap stocks.

- ▶ Chart: Confirm the short-term uptrend

In the medium and long term, the bullish market is still intact as the MA100 and MA200 go up. Moreover, the VNIndex closes above their lines.

In the short term, Momentum indicators confirm the uptrend as the Stochastics and RSI are in the overbought zone. Moreover, the index closes the MA20 and MA50.

With the congestion zone, the broken 960-970 pts area turns around to act as the short-term support. On the upside, 1,020 pts is the intraday resistance for VNIndex, followed by 1,030-1,050 pts (short-term resistance).

→ The upward trend is formed in the short term.

- Technical strategy: Hold long positions

As mentioned above, market sentiment has become optimistic in the short term. Thus, the bullish market is still intact. Investors should hold their long positions and force on leading stocks at this zone.

## 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
12/24/2020		HUD.VN - Social Housing Development JSC	221.2	16,139,124	10,800	Whole lot sale
12/23/2020	MSB	Maritime Bank	11,750.0	4,031,812	13,000	Whole lot sale
12/21/2020	HUDKG	HUD Kien Giang Investment Construction JSC	355.0	34,845,100	34,000	Whole lot sale; Foreigners can buy 18,105,000 shares
12/18/2020	ITJ	Becamex Infrastructure Development JSC	1,371.0	80,000,000	12,500	-
12/16/2020	HAN	Hanoi Construction Corp	1,410.5	139,399,608	19,930	Foreigners can buy 69,113,520 shares
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

- **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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