

# Xin Chao Vietnam

## Market performance

	1 Dec	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,008.87	0.6	9.0	13.1	5.0
Turnover (VND bn)	11,396				
VN30 (pt, % chg.)	976.35	1.1	9.4	17.3	11.1

## Major indicators

	1 Dec	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.49	(0.0)	(0.1)	(0.2)	(0.9)
3-yr gov't bonds (% bp chg.)	0.68	(0.3)	(0.3)	(0.6)	(1.0)
VND/USD (% chg.)	23,131	0.0	0.2	0.2	0.2
VND/JPY (% chg.)	22,160	0.1	(0.2)	(1.3)	(3.8)
VND/EUR (% chg.)	27,642	0.3	(2.3)	0.2	(6.0)
VND/CNY (% chg.)	3,519	(0.1)	(1.6)	(3.6)	(5.4)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	0.86	0.0	(0.0)	0.2	(1.1)
WTI (USD/bbl, % chg.)	45.42	0.2	26.9	6.2	(25.6)
Gold (USD/oz, % chg.)	48.01	0.3	28.2	5.3	(27.3)

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FPT	41.3	FUEVFNVD	(203.6)
TCB	34.4	HSG	(178.1)
HPG	27.5	DIG	(61.7)
FUESSVFL	25.1	VNG	(33.0)
VPB	18.3	HDB	(21.5)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FUEVFNVD	201.8	CVT	(80.4)
VNM	98.1	GMD	(66.2)
VPB	83.2	HPG	(39.5)
VRE	51.1	FRT	(25.5)
CTG	46.5	FUESSVFL	(24.0)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Media & Entertainment	6.9	Health Care	(1.4)
Diversified Financials	1.4	Software & Services	(0.4)
Commercial Services	1.4	Energy	(0.2)
F&B	1.1	Retailing	(0.0)
Banks	0.8		

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** High demand for strong support
- **Vietnam:** The manufacturing sector faces pressure from natural disasters in November

### 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	4.0	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	5.9	6.1	2.0	8.1

Source: KIS, Bloomberg

## Market commentary & News

### Market commentary

#### High demand for strong support

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The Vietnam stock market resumed its uptrend yesterday thanks to high demand for strong support, 1,000-pts threshold.

At the close, the VNIndex gained 0.58% to close at 1,008 pts. Meanwhile, trading volume increased to 547 million shares or VND11,396bn.

Foreign investors continued to buy with a net value of VND396bn on HSX. They purchased FUEVFN, VNM, and VPB the most with net values of VND201bn, VND98bn, and VND83bn, respectively.

Consumers Staples and Real Estate were the market leaders thanks to SAB (+1.0%), VNM (+1.4%), MSN (+1.2%), SBT (+2.4%), VIC (+1.1%), VHM (+0.8%), NLG (+1.4%), DXG (+1.8%), and TCH (+5.4%).

Some constituents of VN30Index, such as CTG (+1.1%), HDB (+1.3%), MBB (+2.4%), STB (+5.4%), TCB (+1.6%), and VPB (+4.1%), jumped more than 1%.

In contrast, VCB (-1.0%), ROS (-0.9%), KDH (-0.7%), and OIL (-1.2%) closed in green territory.

Based on the recovery, the market sentiment has become optimistic in the short term as the VNIndex is supported at the 1,000-pts threshold. Thus, traders should hold their long position and focus on leading stocks.

### Breaking news

- ▶ Vietnam: The manufacturing sector faces pressure from natural disasters in November

According to the latest report from IHS Markit, the manufacturing sector saw a slight drop in November after increasing in the previous 2 months as the Vietnam Manufacturing PMI index recorded 49.9, down from 51.8 in October, signaling a pause in the expansion. Massive storms and floods in the Vietnam central area were disrupting the recovery in this sector, but the survey showed the disruption is just temporary and insignificant. Most notably, the business sentiment climbed to a 16-month high with the confidence that the COVID-19 pandemic would remain well-controlled. (IHS Markit)

## 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	

### ► 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

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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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