

Xin Chao Vietnam

Market performance

	7 Dec	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,029.98	0.8	9.8	16.0	7.2
Turnover (VND bn)	9,635				
VN30 (pt, % chg.)	992.01	0.8	9.9	20.3	12.8

Major indicators

	7 Dec	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.47	0.0	(0.0)	(0.1)	(1.0)
3-yr gov't bonds (% bp chg.)	0.87	0.0	(0.1)	(0.3)	(0.8)
VND/USD (% chg.)	23,128	(0.0)	0.2	0.2	0.2
VND/JPY (% chg.)	22,194	(0.0)	(0.9)	(1.7)	(3.9)
VND/EUR (% chg.)	28,064	0.2	(1.8)	(2.1)	(7.4)
VND/CNY (% chg.)	3,537	0.1	(1.2)	(4.1)	(5.9)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	0.94	(0.0)	0.1	0.2	(1.0)
WTI (USD/bbl, % chg.)	45.84	(0.9)	23.4	15.3	(24.9)
Gold (USD/oz, % chg.)	48.89	(0.7)	23.9	16.4	(25.9)

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
TCB	39.0	VJC	(69.9)
MWG	27.3	FUEVFNVD	(41.5)
FPT	25.8	HSG	(41.0)
VPB	25.6	HPG	(15.7)
PNJ	24.7	EIB	(11.1)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VJC	70.1	GMD	(51.1)
HPG	61.7	GEX	(23.4)
VNM	41.9	VCB	(21.0)
FUEVFNVD	37.1	PAN	(17.5)
GAS	31.3	CTG	(17.1)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	3.0	Media & Entertainment	(3.0)
Materials	2.5	Commercial Services	(1.1)
Diversified Financials	1.9	Automobiles	(0.5)
Technology	1.9	Transportation	(0.1)
Banks	1.5	Capital Goods	(0.0)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** A new peak
- **Vietnam:** Local infection to concern trade momentum

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	29.7	15.2	2.7	13.6	17.7
2019	238,659	144,922	24.2	13.8	2.4	11.0	17.4
2020F	270,014	151,973	7.0	14.9	2.4	10.6	16.1
2021F	304,264	177,159	18.9	12.5	2.0	9.5	16.4

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	8.2

Source: KIS, Bloomberg

Market commentary & News

Market commentary

A new peak

Hieu Tran
hieu.ttm@kisvn.vn

Vietnam stock market maintained its uptrend for the fifth-gaining session in a row. The risk of COVID-19 infection in the community had reduced when the test results of those in close contact with the 1342 patient (BN 1342) were all negative.

At the close, the VNIndex gained 0.83% to close at 1,029.9 pts, recorded a new high in 2020. Meanwhile, trading volume decreased to 480 million shares or VND9,634bn.

Foreign investors reversed to buy with a net value of VND237bn on HSX. They purchased VJC, HPG, and VNM the most with a net value of VND70bn, VND61bn, and VND41bn, respectively.

Financial stocks were the market leaders, namely SSI (+2.5%), HCM (+1.0%), VND (+2.7%), BVH (+1.1%), VPB (+1.1%), TCB (+1.0%), BID (+3.2%), and VCB (+2.2%).

Cash flowed into Material thanks to HSG (+6.8%), HPG (+3.4%), and NKG (+6.9%) as investors expected that their business results would improve in 2020.

Besides, some constituents of VN30Index, such as SAB (+2.4%), VRE (+1.0%), VNM (+0.9%), GAS (+0.9%), KDH (+0.9%), and PLX (+0.9%), outperformed the benchmark index.

The market sentiment has become optimistic in the short term, implying the uptrend of VNIndex. Thus, traders should hold their long position and focus on leading stocks.

Breaking news

► Vietnam: Local infection to concern trade momentum

Although export was slowing down, trade activities in November witnessed a slight acceleration due to a higher growth rate in import value compared to last month. Specifically, export and import rose by 8.81% YoY and 13.38% YoY, posting USD24.80bn and USD24.20bn, respectively. COVID resurgence and the postpone of stimulus packages slow down export growth, while the country's well-controlled pandemic boost domestic demand and accelerated import growth. We predict trade to slow down due to global anti-virus restrictions enhancement and domestic consumers' looming confidence related to new local affected cases. (MPI, KIS)

New listing & Public offerings

► New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Charter	Listed Shares	Reference price
12/10/2020	MTB	Thai Binh Environment And Urban Projects JSC	UPCoM	62.8	6,278,259	10,000
12/10/2020	MXC	Mua Xuan Agriculture Center	UPCoM	7.0	700,938	20,300
12/8/2020	FUEMAV30	MAFM VN30 ETF	HSX	115.0	11,500,000	11,655

► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
12/31/2020		Bong Sen Guest House	93.0	5,899,200	10,000	-
12/25/2020	SHG	Song Hong Corporation	270.0	13,241,200	10,000	-
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
12/22/2020	VOC	Vietnam Vegetable Oils Industry Corporation	1,218.0	44,211,900	18,540	-
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	

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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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