

Xin Chao Vietnam

Market performance

	14 Dec	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,064.09	1.7	10.1	18.9	10.7
Turnover (VND bn)	12,088				
VN30 (pt, % chg.)	1,024.28	1.5	10.0	23.1	16.5

Major indicators

	14 Dec	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.50	0.0	0.0	(0.1)	(0.9)
3-yr gov't bonds (% bp chg.)	0.90	0.0	0.2	(0.2)	(0.8)
VND/USD (% chg.)	23,159	(0.2)	0.1	0.1	0.1
VND/JPY (% chg.)	22,328	(0.5)	(0.8)	(1.9)	(4.5)
VND/EUR (% chg.)	28,052	0.3	(2.1)	(2.1)	(7.4)
VND/CNY (% chg.)	3,539	(0.2)	(0.6)	(3.9)	(6.0)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	0.91	0.0	0.0	0.2	(1.0)
WTI (USD/bbl, % chg.)	47.07	1.1	17.3	26.3	(22.9)
Gold (USD/oz, % chg.)	50.54	1.1	18.1	27.6	(23.4)

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
TMS	556.0	FUEVFNVD	(210.7)
HPG	60.8	EIB	(28.4)
DBD	27.3	VNG	(19.2)
FPT	23.6	SSI	(16.9)
VPB	21.6	DIG	(13.8)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FUEVFNVD	207.3	TMS	(557.4)
VJC	60.4	GMD	(115.4)
HPG	57.9	VRE	(57.9)
VHM	31.5	FRT	(48.1)
VCB	28.0	VNM	(36.3)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Others	5.9	Household Products	(1.6)
Diversified Financials	5.4		
Media & Entertainment	3.8		
Energy	2.7		
Technology	2.6		

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Break from the 1,050-pts threshold
- **Vietnam:** Petroleum prices continue to surge thanks to recent high oil prices

Macro & strategy

- **Fundflow 04 - 11 Dec:** Vietnam is in the spotlight

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	29.7	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	7.1	15.4	2.5	10.8	16.1
2021F	304,264	177,159	18.9	12.9	2.1	9.7	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	4.5	2.2	(3.5)	3.9
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

Break from the 1,050-pts threshold

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Vietnam stock market maintained its uptrend thanks to optimistic market sentiment. The US Food and Drug Administration (FDA) has formally approved to use for the COVID-19 vaccines of Pfizer and BioNTech, formally paving the way for the vaccine to be widely distributed.

At the close, the VNIndex jumped by 1.73% to close at 1,064 pts, breaking 1,050-pts resistance. Meanwhile, trading volume increased to 537 million shares or VND12,087bn.

Foreign investors reversed to sell with a net value of VND457bn on HSX. They sold TMS, GMD, and VRE the most with a net value of VND557bn, VND115bn, and VND57bn, respectively.

Banking and Real Estate were the market leaders thanks to VIC (+2.0%), VHM (+2.4%), VRE (+4.9%), CTG (+1.9%), VCB (+2.8%), BID (+1.5%), TCB (+2.1%), MBB (+1.6%), and VPB (+1.4%).

Moreover, cash flowed into Brokerage as SSI and VND limited up, and HCM surged by 4.7%.

28 out of 30 constituents of the VN30Index closed in green territory. Notably, PLX (+2.8%), POW (+2.1%), and VJC (+3.9%) outperformed the benchmark index.

VNIndex closes above the 1,050-pts threshold, confirming the short-term uptrend. Thus, traders should hold their long position and focus on leading stocks.

Breaking news

- ▶ Vietnam: Petroleum prices continue to surge thanks to recent high oil prices

Following a recent surge in global oil prices, the Ministry of Industry and Trade announced remarkable upward adjustments for the domestic gasoline prices from 11th December. Accordingly, the E5RON92 and RON95-III prices both jumped up to VND15,129 and VND16,007 per liter, up by 4.38% and 4.27% from the previous adjustment in late-November. As a result, it will put massive upward pressure on the traffic price in December. (Ministry of Industry and Trade)

Macro & strategy

Fundflow 04 - 11 Dec

Vietnam is in the spotlight

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- ▶ Vietnam foreign flow

Last week, buying activities overwhelmed across the market. Net buy value recorded at USD48mn, a three-month high.

Breaking down by sectors, selling pressure kept focusing on Industrials and Consumer Discretionary. Net sell value recorded at USD23mn and USD1.4mn. Particularly, foreign selling activities mainly absorbed by GMD, GEX, VSC, and DRC, fading the sharp buying activities on VJC. On the contrary, Materials, Health Care, and Financials attracted the most foreign demand across the market thanks to large buy orders on HPG, HSG, PME, and VCB. Utilities also ended up to be net bought, mainly driven by high demand on GAS despite the sharp selling pressure on POW.

- ▶ South East Asia ETF flow

The positive flow of money maintained across SEA with net inflow recorded at USD60mn. To be specific, the high level of money inflow mainly contributed by the positive flow of money across Singapore and Vietnam. Others countries such as Malaysia, Indonesia, and Philippines continued to attract money whilst Thailand recorded no money outflow/inflow last week.

Vietnam was in the spotlight with inflow recorded at the highest level among SEA (USD19mn). Of which, VFMVN Diamond ETF continued to be the main contributor which attracted the total of USD11mn last week.

New listing & Public offerings

► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
1/7/2021	HATIFA	Hatifa., JSC	35.0	1,260,000	16,100	Whole lot sale
12/31/2020		Bong Sen Guest House	93.0	5,899,200	10,000	-
12/30/2020		Binh Thuan - Transportation Works JSC	20.7	1,905,177	20,600	Whole lot sale
12/29/2020	BENOVAS	Benovas Oncology JSC	100.0	2,900,000	11,300	Whole lot sale
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
12/24/2020	TEC	Traenco JSC	16.6	321,638	10,000	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	-

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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.

- **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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