

Xin Chao Vietnam

Market performance

	28 Dec	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,091.33	0.6	8.0	19.6	13.6
Turnover (VND bn)	14,399				
VN30 (pt, % chg.)	1,054.23	0.2	8.6	22.1	19.9

Major indicators

	28 Dec	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.54	0.0	0.0	(0.0)	(0.9)
3-yr gov't bonds (% bp chg.)	0.91	(0.0)	0.2	(0.2)	(0.8)
VND/USD (% chg.)	23,127	0.0	0.1	0.3	0.2
VND/JPY (% chg.)	22,336	0.1	(0.7)	(1.6)	(4.5)
VND/EUR (% chg.)	28,233	(0.1)	(1.8)	(4.4)	(8.0)
VND/CNY (% chg.)	3,535	0.0	(0.5)	(3.7)	(5.9)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	0.95	0.0	0.1	0.3	(1.0)
WTI (USD/bbl, % chg.)	48.79	1.2	7.2	20.2	(20.1)
Gold (USD/oz, % chg.)	51.84	1.1	7.6	22.2	(21.5)

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
GEX	115.5	MBB	(121.3)
HPG	108.7	FUEVFNVD	(74.1)
NVL	70.7	HNG	(37.1)
GVR	50.1	SBT	(24.8)
TCB	49.7	TPB	(24.6)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FUEVFNVD	77.5	HPG	(84.8)
VCI	36.9	MBB	(64.5)
SBT	29.4	VRE	(60.0)
BVH	24.1	VNM	(50.9)
HDG	22.3	LCG	(44.3)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	7.0	Media & Entertainment	(2.3)
Diversified Financials	4.0	Retailing	(0.7)
Others	3.9	Household Products	(0.7)
Energy	3.6	Transportation	(0.6)
Insurance	3.0	Consumer Services	(0.2)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Energy in the spotlight
- **Vietnam:** GDP growth beats all expectations

Macro & strategy

- **Fundflow 21 - 25 Dec:** Inflow slows down

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	15.5	2.5	10.8	16.1
2021F	304,264	177,159	18.9	13.1	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	4.6	2.2	(3.5)	3.9
China GDP (% yoy)	(6.8)	3.2	4.9	6.0	6.1	2.0	8.2

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Energy in the spotlight

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Vietnam stock market maintained its uptrend as cash flowed into Energy stocks such as PVT (+6.1%), PVD (+6.9%), PVS (+9.9%), GAS (+3.2%), POW (+6.9%), BSR (+8.5%), PLX (+3.2%), and OIL (+9.4%).

At the close, the VNIndex surged by 0.64% to close at 1,091 pts. Meanwhile, trading volume increased to 694 million shares or VND14,398bn.

Foreign investors continued to sell with a net value of VND349bn on HSX. They sold HPG, MBB, and VRE the most with a net value of VND84bn, VND64bn, and VND59bn, respectively.

Moreover, some constituents of VN30Index such as SSI (+5.6%), HPG (+2.0%), and TCH (+2.0%) jumped more than 2%.

In contrast, EIB (-1.6%), STB (-1.2%), CTG (-1.2%), and MWG (-1.0%) closed in red territory.

In the short term, the market sentiment has become optimistic, implying a bullish market. Therefore, traders should hold their long position and focus on leading stocks.

Breaking news

- ▶ Vietnam: GDP growth beats all expectations

Vietnam's real gross domestic product (GDP) recorded an impressive acceleration in 2020Q4, resulting in a whole-year growth rate higher than all market expectations. According to the latest GSO's estimate, Vietnam's economy extends its upward momentum as real GDP increasing by 4.48% %YoY in the last quarter of 2020, 1.78 percent point-higher than 2020Q3. Consequently, the corresponding GDP growth rate in 2020 post 2.91%, outperforming estimates setting by major international economic institutions such as IMF (1.60%), World Bank (2.80%), ADB (1.80%). (GSO, KIS)

Macro & strategy

Fundflow 21 - 25 Dec

Inflow slows down

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- ▶ Vietnam foreign flow

Last week, selling activities slowed down. Net sell value recorded at USD17mn, six times lower than the previous week.

Breaking down by sectors, selling pressure kept focusing on Consumer Staples, Materials, and Industrials. Net sell value recorded at USD11mn, USD10mn, and USD9mn. Particularly, foreign selling activities mainly absorbed by VNM, VHC, MSN, HPG, LCG, and GEX, fading the sharp buying activities on SBT. Besides, Real Estate continued to be net sold due to the massive selling activities on KBC and VRE. On the contrary, Financials turned around to be net bought thanks to large buy orders on VCI, VCB, and TPB.

- ▶ South East Asia ETF flow

The positive flow of money maintained across SEA with net inflow recorded at USD53mn. To be specific, the high level of money inflow continued to be driven by the positive flow of money across Singapore and Vietnam. Others countries such as Thailand and Philippines continued to attract money for four consecutive weeks whilst Indonesia kept experiencing the outflow.

Inflow across Vietnam has slowed down but stayed at the high level and became the main contributor for the positive flow of money across SEA. Net inflow recorded at USD17mn. Of which, VFMVN Diamond ETF and X FTSE Vietnam led the flow of money which attracted the total of USD15mn last week.

New listing & Public offerings

► New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Charter	Listed Shares	Reference price
12/31/2020	BKG	BKG VietNam Investment JSC	HSX	320.0	32,000,000	11,000

► 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	-
12/30/2020		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

- **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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