

Xin Chao Vietnam

Market performance

	21 Jan	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,164.21	2.6	7.7	24.0	5.5
Turnover (VND bn)	15,759				
VN30 (pt, % chg.)	1,151.30	3.1	9.7	27.1	7.5

Major indicators

	21 Jan	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.52	(0.0)	0.0	(0.0)	0.1
3-yr gov't bonds (% bp chg.)	0.68	0.0	(0.2)	(0.3)	(0.2)
VND/USD (% chg.)	23,073	0.0	0.2	0.5	0.1
VND/JPY (% chg.)	22,314	(0.1)	0.3	(0.7)	0.2
VND/EUR (% chg.)	28,064	0.1	0.8	(2.2)	1.4
VND/CNY (% chg.)	3,570	(0.0)	(1.1)	(2.4)	(0.9)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.09	0.0	0.2	0.3	0.2
WTI (USD/bbl, % chg.)	52.80	(1.0)	10.6	31.9	8.8
Gold (USD/oz, % chg.)	55.55	(0.9)	9.1	33.1	7.2

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
KBC	66.5	FUEVFN30	(75.2)
E1VFN30	54.2	DIG	(50.0)
FLC	30.8	STB	(43.7)
GAS	27.0	PAN	(20.9)
MBB	17.3	MSB	(19.0)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FUEVFN30	72.1	HPG	(108.3)
NVL	67.1	VRE	(100.9)
KBC	30.2	E1VFN30	(64.5)
SBT	25.3	VHM	(59.0)
LPB	21.3	GAS	(31.9)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	7.0	Health Care	(4.2)
Consumer Services	2.4	Media & Entertainment	(2.1)
Retailing	2.0	Diversified Financials	(1.4)
Software & Services	1.9	Insurance	(1.0)
Consumer Durables	1.7	Technology	(1.0)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Sharp rebound
- **Vietnam:** Economy under Biden era

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	7.3	16.6	2.7	11.5	16.1
2021F	304,264	177,159	18.9	14.0	2.3	10.3	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	4.2	2.2	(3.5)	4.1
China GDP (% yoy)	(6.8)	3.2	4.9	6.1	6.1	2.1	8.2

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Sharp rebound

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The Vietnam stock market maintained its uptrend as the market sentiment has become optimistic yesterday.

At the close, the VNIndex gained 2.60% to close at 1,164 pts. Meanwhile, trading volume decreased to 721 million shares or VND15,758bn.

Foreign investors reversed to sell with a net value of VND234bn on HSX. They sold HPG, VRE, and E1VFN30 the most with a net value of VND108bn, VND100bn, and VND64bn, respectively.

Banking was the market leader thanks to CTG (+3.8%), VCB (+3.9%), BID (+2.2%), TCB (+4.9%), MBB (+5.7%), STB (+5.3%), and VPB (+5.8%).

Besides, some constituents of the VN30Index surged more than 3% such as HPG (+6.0%), NVL (+5.4%), SSI (+3.8%), FPT (+3.6%), and PLX (+3.0%). Notably, ROS and TCH limited up.

In contrast, SAB (-0.4%), VRE (-0.5%), and EIB (-1.0%) closed in red territory. Of which, SAB and EIB will be removed from the list of shares of the VN30Index in 1H21.

Despite the bullish market, the downside risk is still intact in the short term as the selling pressure at the 1,200-pts threshold of the VNIndex. Thus, traders should reduce long positions and wait for the next signals.

Breaking news

► Vietnam: Economy under Biden era

Biden officially became the 46th president of the United States on January 20, 2021. Biden's ambitious plan may boost long-term economic growth, followed by an expansion in trade activities. As an essential trading partner, we expect U.S. stimulus policy to benefit the Vietnam economy in the long-run. However, Vietnam also faces uncertainties when the president-elect heavily focuses on strengthening domestic production and potentially change trade policy toward China. The introduction of new carbon adjustment fee provision and trade abuser enforcement also challenges our exporters and producers in maintaining their competitiveness. (KIS)

New listing & Public offerings

► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
2/8/2021	EVNGENCO2	Power Generation Corporation 2	11,866.4	580,120,840	24,520	IPO
1/27/2021	BCE	Binh Duong Construction & Civil Engineering JSC	300.0	5,000,000	10,000	-

- **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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