

Xin Chao Vietnam

Market performance

	28 Jan	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,023.94	(6.7)	(6.2)	11.2	(7.2)
Turnover (VND bn)	18,241				
VN30 (pt, % chg.)	1,010.75	(6.7)	(4.1)	13.7	(5.6)

Major indicators

	28 Jan	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.57	0.0	0.0	0.1	0.1
3-yr gov't bonds (% bp chg.)	0.73	(0.2)	(0.2)	(0.2)	(0.1)
VND/USD (% chg.)	23,063	0.0	0.3	0.5	0.2
VND/JPY (% chg.)	22,107	0.2	0.8	0.5	1.1
VND/EUR (% chg.)	27,989	0.6	0.9	(2.4)	1.7
VND/CNY (% chg.)	3,563	(0.2)	(0.7)	(3.4)	(0.7)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.01	(0.0)	0.1	0.2	0.1
WTI (USD/bbl, % chg.)	52.64	(0.4)	10.5	40.8	8.5
Gold (USD/oz, % chg.)	55.69	(0.2)	9.5	42.4	7.5

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	204.3	NVL	(119.1)
MSN	82.7	CTG	(41.6)
TCB	71.8	OCB	(28.9)
FPT	52.1	VCB	(26.3)
VGC	39.7	TCM	(23.7)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	69.8	PAC	(38.8)
VHM	50.6	VNM	(17.4)
STB	33.9	VCB	(16.9)
CTG	27.8	MBB	(15.9)
VIC	27.2	FCN	(9.2)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	7.0	Technology	(7.0)
		Software & Services	(7.0)
		Household Products	(7.0)
		Commercial Services	(6.9)
		F&B	(6.9)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Stock market crashes
- **Vietnam:** Vietnam found 82 new COVID-19 community-transmission cases

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	14.5	2.3	10.4	16.1
2021F	304,264	177,159	18.9	12.2	2.0	9.3	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	8.4

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Stock market crashes

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The Vietnam stock market recorded the worst session since 2002 as Investors were concerned about the possibility of COVID-19 infection after 82 cases of infection in the community were identified. Deputy Prime Minister Vu Duc Dam said that the outbreak of this disease in Hai Duong and Quang Ninh provinces was more serious than the previous ones.

At the close, the VNIndex tumbled by 6.67% to close at 1,023 pts. Meanwhile, trading volume recorded to 738 million shares or VND18,240bn.

Foreign investors continued to buy with a net value of VND494bn on HSX. They purchased HPG, VHM, and STB the most with a net value of VND69bn, VND50bn, and VND33bn, respectively.

29 out of 30 stocks of the VN30Index limited down, while only EIB (+2.3%) closed in green territory.

In contrast, cash flowed into few tickers thanks to TEG (+2.2%), TDP (+0.8%), RIC (+6.6%), and VPS (+6.8%), but their trading volumes were at a low level.

The market sentiment has become pessimistic in the short term because the VNIndex confirmed the selling signal. Thus, traders should reduce long positions and wait for the next signals.

Breaking news

- ▶ Vietnam: Vietnam found 82 new COVID-19 community-transmission cases

According to the announcement of the Ministry of Health, 82 new cases were being tested positive for COVID-19 disease in early Thursday from the new outbreak in Hai Duong and Quang Ninh. To control the new outbreak, Vietnam's government decided to implement the strictest social-distancing measures for Chi Linh city, Hai Duong province for 21 days and close Van Dong airport from yesterday. (The Ministry of Health)

New listing & Public offerings

▶ New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Charter	Listed Shares	Reference price
2/2/2021	SVD	Vu Dang Investment & Trading JSC	HSX	129.0	12,900,000	12,300

▶ 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

- **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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