

Xin Chao Vietnam

Market performance

	16 Mar	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,179.90	(0.4)	5.8	10.6	6.9
Turnover (VND bn)	15,314				
VN30 (pt, % chg.)	1,187.84	(0.3)	5.2	15.4	10.9

Major indicators

	16 Mar	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.48	0.0	(0.0)	0.0	0.1
3-yr gov't bonds (% bp chg.)	0.75	0.0	(0.2)	(0.1)	(0.1)
VND/USD (% chg.)	23,079	(0.0)	(0.4)	0.2	0.1
VND/JPY (% chg.)	21,145	(0.1)	2.5	5.7	5.7
VND/EUR (% chg.)	27,564	(0.1)	1.5	2.0	3.3
VND/CNY (% chg.)	3,551	(0.1)	0.3	(0.3)	(0.4)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.60	(0.0)	0.3	0.7	0.7
WTI (USD/bbl, % chg.)	64.35	(1.6)	7.2	34.6	32.6
Gold (USD/oz, % chg.)	67.79	(1.6)	7.0	32.7	30.9

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
ACB	35.0	FUEVFNVD	(196.7)
PAN	20.0	PLX	(141.4)
E1VFVN30	19.3	POW	(123.2)
GAS	17.6	STB	(92.8)
MWG	13.3	VPI	(90.0)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FUEVFNVD	195.0	VNM	(223.4)
PLX	124.4	MBB	(59.8)
KBC	25.2	HPG	(39.8)
FCN	14.4	VRE	(31.1)
SAB	8.5	SSI	(22.2)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Software & Services	5.8	Health Care	(1.9)
Technology	5.6	Diversified Financials	(1.4)
Energy	0.7	Materials	(1.2)
Retailing	0.3	Household Products	(1.0)
Transportation	0.1	Commercial Services	(0.9)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Contraction
- **Vietnam:** Export being revised up slightly in February

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	7.2	16.6	2.7	11.4	16.1
2021F	304,264	177,159	18.9	14.0	2.3	10.2	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	2020	2021F
GDP (% yoy)	3.8	0.4	2.6	4.5	7.0	2.9	5.9
Trade balance (USD bn)	3.8	1.9	10.7	2.5	10.4	19.0	1.8
CPI (% yoy, avg.)	4.9	3.2	3.0	0.2	5.2	3.2	2.4
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	23,252	23,231	23,252	23,219
US GDP (% qoq)	(4.8)	(31.7)	33.1	4.0	(3.5)	(3.5)	5.6
China GDP (% yoy)	(6.8)	3.2	4.9	5.8	2.3	2.3	8.4

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Contraction

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The Vietnam stock market reversed to go down due to the selling pressure on Energy, namely GAS (-0.9%), PVT (-1.6%), PVD (-1.7%), PVS (-1.7%), POW (-0.7%), BSR (-2.4%), and OIL (-3.4%).

At the close, the VNIndex lost 0.39% to close at 1,179 pts. Meanwhile, trading volume was 683 million shares or VND15,313bn.

Foreign investors continued to sell with a net value of VND252bn for the eighteenth consecutive net selling session on HSX. They sold VNM, MBB, and HPG the most with a net value of VND223bn, VND59bn, and VND39bn, respectively.

Finance was the worst sector because of SSI (-1.5%), HCM (-1.9%), VND (-2.1%), VPB (-1.0%), MBB (-0.9%), BID (-1.4%), VCB (-0.6%), and CTG (-0.8%).

In contrast, cash flowed into some Real Estate tickers, namely VRE (+1.0%), DXG (+2.5%), ROS (+5.7%), FLC (+4.3%), TCH (+4.0%), and PDR (+0.1%).

Moreover, some constituents of VN30Index closed in red territory such as FPT (+5.0%), PLX (+1.2%), HDB (+0.6%), and MWG (+0.4%).

The VNIndex still moves in a tight range, imply the cautious market sentiment. Besides, the downside risk is still intact because the index reaches the 1,200-pts threshold. Therefore, traders should be careful and wait for the next signal to confirm the current trend.

Breaking news

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- ▶ Vietnam: Export being revised up slightly in February

Trade activities in February 2021 recorded a significant slowdown due to a long holiday Tet. According to the latest update from Vietnam's Customs, total export was revised up to USD20.20bn from USD20.00bn in the previous estimate, down by 3.77% YoY. Meanwhile, total import was reported slightly lower than GSO's estimates, recording USD20.65bn and increasing by 9.75% YoY. As a result, the trade balance in February posted a USD0.46bn in deficit. (VN Customs, KIS)

New listing & Public offerings

▶ New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Charter	Listed Shares	Reference price
3/24/2021	AAT	Tien Son Thanh Hoa JSC	HSX	348.0	34,800,000	10,600
3/24/2021	SSB	Southeast Asia Commercial JSB	HSX	12,087.4	1,208,744,208	16,800

▶ Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
4/12/2021		VietNam National Salt Company Limited	43.7	1,279,392	21,300	
4/12/2021		Luong Yen Food Company Limited	35.4	1,671,308	16,800	IPO; Local investors only
4/5/2021		Newspaper Nghe An Printing Co., Ltd	34.5	3,355,370	12,000	

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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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