

Xin Chao Vietnam

Market performance

	17 Mar	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,186.09	0.5	2.6	12.8	7.4
Turnover (VND bn)	15,585				
VN30 (pt, % chg.)	1,193.45	0.5	1.6	17.4	11.5

Major indicators

	17 Mar	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.44	(0.0)	(0.1)	(0.1)	0.0
3-yr gov't bonds (% bp chg.)	0.76	0.0	(0.1)	(0.1)	(0.1)
VND/USD (% chg.)	23,068	0.0	(0.2)	0.3	0.1
VND/JPY (% chg.)	21,152	0.1	2.8	6.0	5.7
VND/EUR (% chg.)	27,476	0.3	1.1	2.7	3.6
VND/CNY (% chg.)	3,548	(0.0)	0.4	(0.3)	(0.3)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.64	0.0	0.4	0.7	0.7
WTI (USD/bbl, % chg.)	64.40	(0.6)	5.3	33.2	32.7
Gold (USD/oz, % chg.)	67.80	(0.9)	5.4	31.7	30.9

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
STB	241.3	NVL	(212.8)
SSI	235.1	KBC	(96.8)
PAN	80.1	PLX	(93.0)
CTG	54.3	FLC	(89.0)
GAS	28.8	BID	(85.1)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
PLX	91.0	CTG	(228.1)
FUEVFVND	77.7	VNM	(203.9)
KBC	59.5	POW	(148.3)
MBB	43.8	HPG	(82.6)
OCB	18.1	VHM	(76.1)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	3.2	Technology	(3.4)
Others	2.4	F&B	(0.4)
Utilities	2.3	Consumer Services	(0.4)
Banks	1.5	Real Estate	(0.3)
Materials	0.8	Automobiles	(0.2)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Banking tickers make gains
- **China:** Manufacturing growth slows down to a 9-month low

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	16.7	2.7	11.4	16.1
2021F	304,264	177,159	18.9	14.1	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

Banking tickers make gains

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The Vietnam stock market resumed its uptrend thanks to high demand on Banking, namely CTG (+4.9%), BID (+2.1%), HDB (+2.6%), TCB (+1.1%), MBB (+1.2%), STB (+3.7%), and VPB (+0.6%). Of which, at 2020 AGM, CTG expects PBT of VND7-8tn in 1Q21, which will come from the bank's core business. No change in 2021 guidance with PBT target of VND18-20tn (+6-18% YoY), credit growth target of 6-12%, and funding growth target of 8-12%.

At the close, the VNIndex gained 0.52% to close at 1,186 pts. Meanwhile, trading volume was 679 million shares or VND15,585bn.

Foreign investors continued to sell with a net value of VND1,045bn for the nineteenth consecutive net selling session on HSX. They sold CTG, VNM, and POW the most with a net value of VND228bn, VND203bn, and VND148bn, respectively.

Energy outperformed the benchmark index, such as GAS (+2.8%), PVD (+2.8%), PVS (+3.8%), POW (+2.6%), BSR (+3.1%), OIL (+2.8%), and PVT (+1.1%).

In contrast, some constituents of VN30Index closed in red territory such as SSI (-0.3%), NVL (-0.5%), VIC (-0.7%), SBT (-0.8%), and VJC (-0.8%). Among these, SSI issued 46.8 million shares for compensating convertible bonds for EN Fund L.P with a conversion price of VND 24,541 per share.

FPT fell by 0.2% after it announced revenue of VND4,805bn (+14.9% YoY) and net income of VND848bn (+21.5% YoY) in the first 2 months of the year.

Despite the recovery, the downside risk is still intact because of the selling pressure of foreigners. Moreover, the index reaches the 1,200-pts threshold, which is the strong resistance. Therefore, traders should be careful and wait for the next signal to confirm the current trend.

Breaking news

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- China: Manufacturing growth slows down to a 9-month low

According to the latest update from the IHS Markit, the manufacturing sector of the second-largest economy continued to grow but at the slowest pace in 9 months. The headline manufacturing PMI index slipped to a 9-month low of 50.9 index point in February from 51.5 in January. More details, expansions in output and total new work were slowing down, while export orders declined for the second month. (IHS Markit)

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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