

# Xin Chao Vietnam

## Market performance

	5 May	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,256.43	1.1	1.6	11.5	13.8
Turnover (VND bn)	20,726				
VN30 (pt, % chg.)	1,346.89	1.4	7.8	18.6	25.8

## Major indicators

	5 May	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.53	0.0	0.1	(0.0)	0.1
3-yr gov't bonds (% bp chg.)	0.95	0.2	0.3	(0.0)	0.1
VND/USD (% chg.)	23,062	0.0	0.1	(0.3)	0.2
VND/JPY (% chg.)	21,089	0.0	(0.7)	3.5	6.0
VND/EUR (% chg.)	27,648	0.2	(1.7)	0.2	3.0
VND/CNY (% chg.)	3,562	(0.0)	(1.3)	(0.1)	(0.6)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.60	0.0	(0.1)	0.4	0.7
WTI (USD/bbl, % chg.)	66.50	1.2	13.4	17.0	37.1
Gold (USD/oz, % chg.)	69.76	1.3	12.2	17.6	34.7

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
PNJ	80.7	MBB	(86.4)
CTG	77.7	GMD	(37.9)
STB	74.5	VNM	(36.6)
ACB	57.7	FPT	(25.0)
VIC	52.4	DIG	(21.5)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VPB	114.2	HPG	(190.5)
STB	48.9	VRE	(188.0)
VCB	43.7	CTG	(173.0)
NKG	21.2	MSB	(110.1)
FUEVFVND	19.2	VCI	(89.1)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Energy	3.2	Technology	(1.5)
Utilities	2.5	Media & Entertainment	(0.6)
Diversified Financials	2.3	Commercial Services	(0.2)
Banks	2.2	Materials	(0.1)
Capital Goods	1.5	Consumer Durables	(0.0)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Oil and Gas in the spotlight
- **Vietnam:** Trade inherits the recent upturn

### 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	17.7	2.9	11.6	16.1
2021F	304,264	177,159	18.9	14.9	2.4	10.4	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

	3Q20	4Q20	1Q21	2Q21F	2019	2020	2021F
GDP (% yoy)	2.6	4.5	4.5	4.5	7.0	2.9	6.4
Trade balance (USD bn)	10.7	3.3	2.8	3.7	10.4	19.8	1.8
CPI (% yoy, avg.)	3.2	1.4	0.3	2.8	5.2	3.2	2.4
Discount rate (% EoP)	3.0	3.0	3.0	3.0	4.0	3.0	3.0
VND/USD (avg.)	23,179	23,159	23,054	23,252	23,231	23,252	23,174
US GDP (% qoq)	(4.8)	(31.7)	33.1	4.0	(3.5)	(3.5)	6.2
China GDP (% yoy)	(6.8)	3.2	4.9	5.8	2.3	2.3	8.5

Source: KIS, Bloomberg

## Market commentary & News

### Market commentary

#### Oil and Gas in the spotlight

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The Vietnam stock market maintained its uptrend as the COVID-19 infection in the community has been controlled.

At the close, the VNIndex jumped 1.15% to close at 1,256 pts. Meanwhile, trading volume was 711 million shares or VND20,725bn.

Foreigners continued to net sell VND783bn on HSX. They sold HPG, VRE, and CTG the most with net values of VND190bn, VND188bn, and VND172bn, respectively.

Oil and Gas were the market leaders thanks to GAS (+2.6%), BSR (+11.9%), PLX (+2.5%), and OIL (+8.3%). Notably, PVD and PVS limited up.

Moreover, cash flowed into Banking, namely CTG (+0.8%), VCB (+2.1%), BID (+1.5%), HDB (+6.8%), TCB (+5.9%), ACB (+2.5%), MBB (+1.4%), STB (+2.5%), and VPB (+1.8%). Of which, 1Q21 PBT of BID reached VND3.4tn (+89% YoY) driven by 18.6% growth in NII, 27.3% growth in non-NII and a double other income.

GEX (+1.1%) reported 1Q21 net profit of VND254bn (+366% YoY) driven by a 26% YoY revenue growth to VND4.4tn and a VND207bn financial income vs a VND43bn recorded in 1Q20.

SIP (+1.3%) released a 1Q21 net profit of VND186bn (+11.1 times YoY) thanks to a combination of (1) revenue increase to VND2tn (22.4% YoY), (2) a VND122bn financial income reversion from security trading vs a loss of VND3bn recorded in 1Q20.

VJC (+0.4%) posted consolidated revenue of VND 4,048bn and profit after tax of VND123bn. Besides, a firm recorded two SALB or ROFR (two A321NEO) transactions in February and received one aircraft (A321NEO) in April.

In AM to update detail 1Q21 business result, MSN (+0.1%) announced the net revenue reached VND19,977bn (+13.3% YoY), NPAT Post-MI reached VND459bn (+237.8% YoY) in 1Q21. Meanwhile, EBITDA reached VND3,142bn (+62.2% YoY) with EBITDA margin of 15.7% (+4.7 ppt YoY).

In contrast, selling pressure pushed KDH (-1.1%), PDR (-1.0%), HPG (-0.8%), and TCH (-0.2%) down.

The market sentiment has become optimistic because of the high demand for large-cap stocks. That implies the bullish market is still confirmed. Therefore, traders should hold the long position and focus on leading stocks.

### Breaking news

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#### ► Vietnam: Trade inherits the recent upturn

Trade activities in April generally experienced contraction from the one-year high set in the previous month. However, its year-over-year growth rate recorded an exceptional level mainly due to the low base in April 2020. According to GSO's estimate, export and import values posted USD25.50bn and USD27.00bn, growing by 45.03% YoY and 45.77% YoY in this period, respectively. These rates provide more evidence for the significant improvement in trade activities compared to 2020, which mainly resulted from a strong global recovery in consumption and production, including the economies of our vital trading partners. (GSO, VN Customs, KIS)

## New listing & Public offerings

### ► New listing

(VND bn, share, VND)

Date of Listing	Ticker	Company	Exchange	Listed Value	Listed Shares	Reference Price
5/7/2021	GE2	Power Generation Corporation 2	UPCoM	2.6	262,500	24,600

- **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.

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- 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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