

Xin Chao Vietnam

Market performance

	6 May	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,250.57	(0.5)	0.9	11.0	13.3
Turnover (VND bn)	19,737				
VN30 (pt, % chg.)	1,344.64	(0.2)	7.1	18.4	25.6

Major indicators

	6 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.)	23,064	(0.0)	0.1	(0.4)	0.1
VND/JPY (% chg.)	21,136	(0.1)	(0.5)	3.3	5.8
VND/EUR (% chg.)	27,675	(0.1)	(1.4)	(0.1)	2.9
VND/CNY (% chg.)	3,563	(0.1)	(0.9)	(0.0)	(0.7)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.57	0.0	(0.1)	0.4	0.7
WTI (USD/bbl, % chg.)	65.32	(0.5)	10.1	14.9	34.6
Gold (USD/oz, % chg.)	68.70	(0.4)	9.5	15.8	32.6

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
ACB	386.6	MBB	(86.4)
CTG	98.0	AMD	(59.7)
PNJ	80.7	GMD	(37.9)
STB	74.5	VNM	(36.6)
VIC	52.4	FUEVFVND	(17.0)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
STB	118.5	VPB	(311.7)
HSG	65.2	VNM	(287.3)
MBB	57.6	HPG	(229.2)
NVL	50.7	KBC	(102.1)
DHC	31.5	MSB	(97.4)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Retailing	0.6	Telecommunication	(6.9)
Capital Goods	0.5	Others	(1.9)
Automobiles	0.2	Media & Entertainment	(1.9)
Technology	0.2	F&B	(1.6)
Materials	0.1	Transportation	(1.3)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Profit-taking in the short term
- **Vietnam:** Oil & Gas industry recovery push industrial growth

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	17.6	2.8	11.5	16.1
2021F	304,264	177,159	18.9	14.8	2.4	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

	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

Profit-taking in the short term

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The Vietnam stock market reversed to go down after several provinces and cities in Vietnam recorded some COVID-19 infections in the community, especially Ha Noi city.

At the close, the VNIndex lost 0.47% to close at 1,250 pts. Meanwhile, trading volume was 696 million shares or VND19,736bn.

Foreigners continued to net sell VND1,103bn on HSX. They sold VPB, VNM, and HPG the most with net values of VND311bn, VND287bn, and VND229bn, respectively.

Banking was the worst sector due to CTG (-1.0%), VCB (-1.9%), BID (-1.6%), HDB (-0.9%), ACB (-1.4%), MBB (-0.3%), STB (-1.2%), and EIB (-1.5%).

Some constituents of VN30Index slid more than 2% such as POW (-3.1%), VNM (-2.6%), SSI (-2.2%), and VJC (-2.0%).

In the first nine months of the fiscal year 2021, SBT (-0.5%) posted net revenue of VND10,749bn (+18% YoY) and profit after tax of VND479bn (+225% YoY) thanks to 877,000 tonnes of sugar sales increase (+26% YoY).

In 1Q21, MSR (-1.0%) announced that revenue reached VND2,963bn (+2.8 times YoY), but the firm recorded a loss of VND293bn due to the consolidation of H.C. Starck.

In contrast, cash flowed into some Real Estate stocks, namely NVL (+2.0%), DXG (+1.1%), ROS (+2.3%), FLC (+1.3%), and TCH (+0.9%). Among these, TCH reported its FY204Q net profit at VND171.7bn (-2% YoY). FY21(2020.4-2021.3) posted revenue growth of 98% YoY to VND4.4tn and net profit growth of 43% YoY to VND905bn.

Moreover, material, namely HSG (+4.2%), HPG (+0.2%), and MKG (+1.8%), outperformed the benchmark index as their business results were better than expected in 1Q21.

Despite the contraction, the uptrend is still confirmed by the optimistic market sentiment. Therefore, traders should hold the long position and focus on leading stocks.

Breaking news

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► Vietnam: Oil & Gas industry recovery to push industrial growth

The industrial growth continued at a modest pace in April with nearly 75% of sub-industries (53 over 72 level-3 industries) recording expansion. More specifically, IIP increased by just 1.05% MoM, but a low base in April 2020 (due to the national lockdown last year) pushed the year-over-year growth to 24.11%. A surprise was from the mining sector as this sector recovered significantly from a series of fresh lows previously. Driven by a strong recovery in oil & gas industries, the mining sector reached the highest level since 2020 with an increase of 3.78% MoM and 1.77% YoY. A marked slowdown in the key electronics industry continued to drag down the manufacturing sector, which recorded the lowest growth compared to other sectors. The manufacturing growth posted just 0.45% MoM but up to 29.12% YoY. (GSO, 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

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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.

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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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