

Xin Chao Vietnam

Market performance

	20 May	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,278.22	1.2	0.8	8.9	15.8
Turnover (VND bn)	22,292				
VN30 (pt, % chg.)	1,424.92	1.7	8.6	20.7	33.1

Major indicators

	20 May	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.56	0.0	0.0	0.0	0.1
3-yr gov't bonds (% bp chg.)	0.98	0.1	0.2	0.1	0.1
VND/USD (% chg.)	23,048	(0.0)	0.1	(0.1)	0.2
VND/JPY (% chg.)	21,176	0.0	0.8	3.4	5.6
VND/EUR (% chg.)	28,118	(0.0)	(1.1)	(0.7)	1.2
VND/CNY (% chg.)	3,582	(0.0)	(0.9)	(0.6)	(1.2)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.64	0.0	0.1	0.3	0.7
WTI (USD/bbl, % chg.)	62.23	0.5	1.4	5.0	28.3
Gold (USD/oz, % chg.)	65.32	0.3	0.0	3.8	26.1

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FMC	179.8	STB	(168.4)
VHM	80.9	HPG	(81.2)
FPT	72.9	TCB	(25.0)
VPB	38.8	MBB	(24.6)
NVL	35.6	FLC	(23.9)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	115.3	KDH	(277.6)
VHM	36.7	VPB	(119.0)
MSN	31.4	NVL	(91.0)
SSI	30.4	VIC	(65.5)
GMD	30.0	STB	(48.6)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Retailing	5.5	Telecommunication	(5.6)
Software & Services	5.0	Media & Entertainment	(1.7)
Diversified Financials	4.9	Utilities	(1.1)
Consumer Durables	3.1	Insurance	(0.5)
Technology	2.2	Transportation	(0.4)

WHAT'S NEW TODAY

Market commentary & News

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- **Vietnam:** Trade balance records USD1.93 deficit in the first half of May

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	18.5	3.0	11.9	16.1
2021F	304,264	177,159	18.9	15.6	2.5	10.7	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)	6.5
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

Retest the highest peak

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The Vietnam stock market resumed its uptrend thanks to the high demand on large-cap stocks.

At the close, the VNIndex gained 1.25% to close at 1,278 pts. Meanwhile, trading volume was 719 million shares or VND22,292bn.

Foreigners continued to net sell VND558bn on HSX. They sold KDH, VPB, and NVL the most with net values of VND227bn, VND119bn, and VND91bn, respectively.

Banking was the market leader driven by CTG (+1.9%), VCB (+5.2%), BID (+2.3%), HDB (+1.7%), ACB (+2.2%), and STB (+3.2%).

Notably, cash flowed still into Brokeragers, namely SSI (+6.9%), HCM (+4.4%), and VND (+4.0%).

Some constituents of VN30Index jumped more than 4%, such as REE (+6.2%), MWG (+5.9%), FPT (+5.2%), MSN (+5.2%), and PDR (+4.0%).

PNJ (+6.2%) announced revenue of VND1,851bn (increasing 3.7 times YoY) and net income of VND85bn. Accumulating four months, the firm recorded revenue of VND9,033bn (+64% YoY) and PAT of VND598bn (increasing 2 times YoY).

In contrast, POW (+2.1%), SBT (+1.8%), VPB (+1.0%), GAS (+1.0%), BVH (+0.8%), and NVL (+0.7%) closed in red territory.

In the short term, the VNIndex retests the highest peak of 1,280 pts, which is the strong resistance. Hence, traders should be careful and wait for the next signal. If the index closes above the threshold, traders can increase their long position and force on leading stocks.

Breaking news

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► Vietnam: Trade balance records USD1.93 deficit in the first half of May

According to the latest update from Vietnam Customs, the net export-import balance recorded a large deficit of up to USD1.93bn just in the first half of May. In this period, export value posted about USD11.89bn, in which export from FDI companies reached up to USD8.70bn (73.1% of total export). Additionally, only four product groups exported for more than USD1bn, including textiles & garments, computer-related products, mobile phone-related products, and machinery & equipment products. For import activity, the import value reported USD13.82bn in this period with FDI companies contributed to about USD8.87bn and about 64.2% of total. (VN Customs)

New listing & Public offerings

► New listing

(VND bn, share, VND)

Date of Listing	Ticker	Company	Exchange	Listed Value	Listed Shares	Reference Price
5/21/2021	TV6	ThinH Vuong Electric Construction Investment and Trading	UPCoM	30.0	3,000,000	11,000

- **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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