

Xin Chao Vietnam

Market performance

	30 Jun	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,408.55	(0.1)	6.1	18.2	27.6
Turnover (VND bn)	20,876				
VN30 (pt, % chg.)	1,529.00	(0.1)	3.7	27.8	42.8

Major indicators

	30 Jun	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.54	0.0	(0.0)	0.0	0.1
3-yr gov't bonds (% bp chg.)	0.76	(0.1)	(0.2)	0.0	(0.1)
VND/USD (% chg.)	23,020	0.0	0.1	0.2	0.3
VND/JPY (% chg.)	20,830	(0.0)	1.0	0.0	7.3
VND/EUR (% chg.)	27,367	0.1	2.7	(1.0)	4.0
VND/CNY (% chg.)	3,565	(0.0)	1.5	(1.3)	(0.7)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.45	(0.0)	(0.1)	(0.2)	0.5
WTI (USD/bbl, % chg.)	73.75	1.1	11.2	24.7	52.0
Gold (USD/oz, % chg.)	75.24	0.6	8.5	18.4	45.3

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
SSB	31.8	VGC	(208.9)
KDH	24.5	FUEVFNVD	(75.0)
VPB	23.6	HPG	(45.6)
VCB	14.0	SGT	(42.6)
E1VFN30	11.3	NKG	(36.2)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
NVL	1,506.0	VPB	(273.8)
VHM	216.4	MBB	(57.4)
VCB	133.4	VRE	(29.1)
FUEVFNVD	86.0	MSB	(28.5)
BID	58.5	CTG	(25.2)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Technology	5.0	Health Care	(3.2)
Retailing	3.0	Others	(2.1)
Commercial Services	2.1	Energy	(2.1)
Telecommunication	1.2	Insurance	(1.1)
Automobiles	0.7	Materials	(0.8)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Intraday profit-taking
- **Vietnam:** IIP growth maintains under the COVID attack

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	12.4	19.5	3.1	12.8	16.2
2021F	304,264	177,159	18.9	16.4	2.7	11.5	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)	6.6
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

Intraday profit-taking

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The Vietnam stock market reversed to go down due to profit-taking. Meanwhile, the COVID-19 epidemic has spread rapidly in Ho Chi Minh City and southern provinces in Vietnam.

At the close, the VNIndex lost 0.11% to close at 1,408 pts. Meanwhile, the trading volume was 584 million shares or VND20,875bn.

Foreigners continued to net buy VND1,754bn on HSX. They purchased NVL, VHM, and VCB the most with net values of VND1,505bn, VND216bn, and VND133bn, respectively.

Moreover, selling pressure pushed Energy down, such as PVT (-0.5%), PVD (-0.7%), PVS (-3.4%), BSR (-0.9%), PLX (-2.5%), OIL (-1.9%), and NT2 (-0.2%).

In addition, some constituents of the VN30Index slid more than 1% such as PDR (-2.6%), SBT (-2.3%), CTG (-2.2%), TPB (-1.5%), TCB (-1.5%), STB (-1.3%), BVH (-1.2%), and HDB (-1.1%).

On AGM minutes, in FY21F LHG (-0.3%) planned a VND922bn revenue (+34% YoY) and a VND160bn NPATMI (-19% YoY). About the expansion plan, the company is going to (1) acquire a 200-hectares An Dinh industrial park in Vinh Long province with the total cost of VND2.5tn and (2) prepare feasibility documents for getting approval for a 3-hectares residential land bank.

In contrast, cash flowed into Brokerages, namely SSI (+0.7%), HCM (+1.4%), TCI (+1.2%), and IPA (+0.2%), and MBS (+1.3%).

Despite the contraction, the short- and long-term uptrend is confirmed as the VNIndex closes above the 1,400-pts threshold. Therefore, traders can hold long positions and focus on leading stocks.

Breaking news

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► Vietnam: IIP growth maintains under the COVID attack

Although being concerned about being severely hit by the current outbreak, the industrial sector continued to keep its growth in June, albeit slightly. But, the underlying drivers for the industrial growth in this time were from two minor sub-sectors water supply and generation & distribution of electricity. Furthermore, robust growths in several industries in the manufacturing sector were able to offset a temporary disruption in the electronics industry, which is crowded in Bac Ninh and Bac Giang industrial parks. The largest-weighted manufacturing sector overcame many difficulties in June with a slight growth of 0.26% MoM. The two primary drivers that we mentioned above, the electricity generation & distribution and water supply, saw impressive growths in the month, at 3.59% MoM and 7.88% MoM, in which the former reached the highest production for a year. On the other side, with a significant slowdown in crude oil & natural gas and metal mining activities, the mining production was hitting a record low since this index was established (excluding Tet's month), down 2.27% MoM for a second month. (Ministry of Industry and Trade)

New listing & Public offerings

► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
7/22/2021	BVB	Viet Capital Commercial JSB	3,670.9	8,261,611	22,800	-
7/12/2021	-	Viet Thanh Plastic Manufacturing & Trading	150.0	5,000,000	11,000	IPO

► **Event calendar**

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
01/07/2021	30/07/2021	PVI	HNX	Extraordinary General Meeting		
01/07/2021	16/07/2021	MSN	HOSE	Cash Dividend	10%	950
01/07/2021	01/07/2021	VPG	HOSE	Share Issue	10%	
02/07/2021	31/07/2021	VNY	UPCOM	Annual General Meeting		
02/07/2021	30/07/2021	HTI	HOSE	Cash Dividend	10%	1,000
02/07/2021	29/07/2021	PBP	HNX	Cash Dividend	8%	800
02/07/2021	16/07/2021	PRO	UPCOM	Annual General Meeting		
02/07/2021	15/07/2021	VSA	HNX	Cash Dividend	15%	1,500
02/07/2021	15/07/2021	VSA	HNX	Cash Dividend	15%	1,500
02/07/2021		IMI	UPCOM	Annual General Meeting		
02/07/2021		HTN	HOSE	Annual General Meeting		

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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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