

# Xin Chao Vietnam

## Market performance

	1 Jun	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,337.78	0.7	7.9	12.7	21.2
Turnover (VND bn)	21,567				
VN30 (pt, % chg.)	1,482.92	0.6	13.0	24.1	38.5

## Major indicators

	1 Jun	1D	1W	1M	YTD
1-yr govt bonds (% bp chg.)	0.51	(0.0)	(0.0)	(0.0)	0.1
3-yr govt bonds (% bp chg.)	0.77	(0.2)	(0.0)	(0.2)	(0.1)
VND/USD (% chg.)	23,046	0.0	0.0	(0.1)	0.2
VND/JPY (% chg.)	21,024	0.1	0.5	2.6	6.4
VND/EUR (% chg.)	28,207	(0.1)	(0.8)	(1.8)	0.9
VND/CNY (% chg.)	3,612	0.2	(1.4)	(1.4)	(2.0)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.61	0.0	(0.0)	0.2	0.7
WTI (USD/bbl, % chg.)	68.22	0.7	7.3	14.2	40.6
Gold (USD/oz, % chg.)	70.83	0.8	5.3	13.0	36.7

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
DBC	58.1	HNG	(114.0)
VPB	55.8	FPT	(49.4)
VCB	54.3	IMP	(48.3)
HPG	34.1	PLX	(35.2)
STB	21.4	FIT	(30.1)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
TPB	77.2	HPG	(554.8)
VHM	72.8	STB	(77.9)
VRE	46.1	VCB	(68.1)
SSI	26.2	VIC	(58.0)
KDH	24.8	MSN	(38.7)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Technology	3.3	Health Care	(3.5)
Software & Services	2.0	Media & Entertainment	(3.5)
Materials	1.8	Transportation	(1.8)
Real Estate	1.5	Retailing	(1.5)
Utilities	1.4	Automobiles	(1.4)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Stop trading system in the afternoon session
- **Vietnam:** Manufacturing PMI drops to a three-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	9.7	19.2	3.1	12.3	16.1
2021F	304,264	177,159	19.0	16.1	2.6	11.0	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

#### Stop trading system in the afternoon session

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The Vietnam stock market maintained its uptrend, although HSX stopped trading in the afternoon session. Whereby, HSX announced that the trading value at HoSE exceeded VND21,700 billion in the morning session, leading to an alarming situation for the safety of the trading system. Based on the approval of the Chairman of the State Securities Commission, HSX stopped trading on June 1st. In addition, the closing price of stocks on June 1st is the last matching price in the morning.

At the close, the VNIndex gained 0.73% to close at 1,337 pts. Meanwhile, the trading volume was 613 million shares or VND21,566bn.

Foreigners continued to net sell VND591bn on HSX. They sold HPG, STB, and VCB the most with net values of VND554bn, VND77bn, and VND68bn, respectively.

Real Estate was the market leader thanks to VIC (+2.1%), VHM (+1.4%), VRE (+4.4%), NLG (+5.0%), SCR (+2.0%), FLC (+2.1%), and NVL (+0.9%). Among these, the BOD of KDH announced that the record date to pay stock dividends is June 16nd, 2021, with a rate of 10%. Besides, the firm would issue 8.4 million ESOP shares at a selling price of VND15,000 per share. After issuance, the capital of the firm will increase to VND6,429bn.

Moreover, Energy outperformed the benchmark index driven by GAS (+1.3%), PVT (+2.5%), PVD (+2.8%), PVS (+2.3%), POW (+3.0%), BSR (+7.3%), and OIL (+7.8%).

Some constituents of the VN30Index jumped more than 4%, such as HPG (+5.3%), VCB (+5.2%), and FPT (+4.4%).

In contrast, VJC (-3.5%), STB (-4.1%), TCH (-2.0%), and SSI (-1.6%) closed in red territory.

The BOD of MSN (-2.8%) approved that the firm would pay 2021 cash dividends at a rate of 10%.

Besides, the BOD of MML approved that it would increase the charter capital of MNS Meat Co., Ltd., a subsidiary of MML with an ownership rate of 99.99%, to a maximum of VND1,200bn. MML is a subsidiary of MSN.

The short-term uptrend is still intact thanks to the high demand on large-cap. Hence, traders can hold their long position and focus on leading stocks.

### Breaking news

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#### ► Vietnam: Manufacturing PMI drops to a three-month low

The ongoing outbreak was in the spotlight in the Vietnam Manufacturing PMI report this month, according to the IHS Markit. Not only did the strict social-distancing measures cause many difficulties in the manufacturing operations, but the uncertainties caused by the complicated pandemic situation also blurred manufacturers' confidence for the future ahead. More specifically, the Vietnam Manufacturing PMI index continued to signal an expansion in the manufacturing sector for the sixth consecutive month but at a much softer pace, down from 54.7 in April to a 3-month low of 53.1 in May. (IHS Markit, KIS)

## New listing & Public offerings

### ► New listing

(VND bn, share, VND)

Date of Listing	Ticker	Company	Exchange	Listed Value	Listed Shares	Reference Price
6/2/2021	MPT	Truong Tien Group JSC	UPCoM	171.1	17,107,164	2,300

### ► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
6/17/2021	-	Vinacomin – Pilot Company Limited	20.2	404,400	15,550	IPO

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- Hold: Expected total return will be between -5% and 15%
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