

Xin Chao Vietnam

Market performance

	18 Jun	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,377.77	1.3	10.0	14.7	24.8
Turnover (VND bn)	23,418				
VN30 (pt, % chg.)	1,481.30	1.3	7.5	22.3	38.3

Major indicators

	18 Jun	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.)	0.78	(0.1)	(0.2)	(0.2)	(0.1)
VND/USD (% chg.)	23,010	(0.1)	0.1	0.2	0.4
VND/JPY (% chg.)	20,902	(0.3)	1.3	1.3	7.0
VND/EUR (% chg.)	27,418	(0.0)	2.6	0.4	3.8
VND/CNY (% chg.)	3,575	(0.4)	0.3	(0.8)	(1.0)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.49	(0.0)	(0.2)	(0.2)	0.6
WTI (USD/bbl, % chg.)	70.79	(0.4)	8.1	18.0	45.9
Gold (USD/oz, % chg.)	72.71	(0.5)	5.8	14.9	40.4

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FLC	304.0	GEX	(267.5)
VPB	64.0	HPG	(76.0)
AAA	34.8	CTG	(48.8)
TCB	27.0	ACB	(36.4)
NVL	24.5	MBB	(33.8)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
PDR	243.7	HPG	(301.6)
HSG	210.5	MBB	(98.3)
APH	168.6	NVL	(93.8)
VCB	131.2	CTG	(92.8)
STB	128.3	DXG	(58.8)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Commercial Services	3.3	Others	(2.6)
Consumer Durables	2.3	Health Care	(2.3)
F&B	2.0	Telecommunication	(1.2)
Banks	1.8	Insurance	(1.1)
Materials	1.7	Household Products	(0.9)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** A new peak
- **U.S.:** Inflation climbed to a 13-year peak
- **Vietnam:** Domestic petroleum prices continue increasing after surging global energy prices

Macro & Strategy

- **Chart of the day:** Selling signal?

Event Calendar

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	19.0	3.1	12.7	16.2
2021F	304,264	177,159	18.9	16.0	2.6	11.4	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)	6.6
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

A new peak

Hieu Tran
hieu.ttm@kisvn.vn

The Vietnam stock market maintained its uptrend thanks to the high demand on Banking stocks.

At the close, the VNIndex gained 1.31% to close at 1,377 pts. Meanwhile, the trading volume was 799 million shares or VND23,417bn in value.

Foreigners reversed to net buy VND365bn on HSX. They purchased PDR, HSG, and APH the most with net values of VND243bn, VND210bn, and VND168bn, respectively.

Banking was the market leader driven by EIB (+2.8%), MBB (+1.6%), TCB (+1.6%), HDB (+1.9%), VCB (+4.1%), and CTG (+1.4%)

Besides, Consumer staples and Materials outperformed the benchmark index as VNM (+1.2%), MSN (+3.4%), HSG (+2.9%), HPG (+1.4%), and NKG (+5.2%).

In addition, some constituents of the VN30Index jumped more than 2%, such as TCH (+5.9%), VHM (+3.2%), and PNJ (+2.6%).

In contrast, BVH (-1.6%), GAS (-1.3%), VRE (-1.1%), POW (-0.8%), and REE (-0.5%) closed in red territory.

Based on the breakout, the VNIndex confirmed the long-term uptrend. That implies that traders can increase long positions and focusing on leading stocks.

Breaking news

Tuan Doan
tuan.doan@kisvn.vn

► U.S.: Inflation climbed to a 13-year peak

U.S. inflation data released yesterday again rose more than forecast, although U.S. Federal Reserve said accelerating inflation was mainly because of transitory effect. More specifically, U.S. Consumer Price index continued to climb 0.6% MoM, which is the second-largest increase in a decade, while % YoY CPI growth reached 5%, the largest annual gain since August 2008, due to a base effect. The higher than anticipated level of CPI might slightly increase the chance for Fed to re-talk the tapering in meeting next week. (U.S. Bureau of Labor Statistics, U.S. Federal Reserve, KIS)

► Vietnam: Domestic petroleum prices continue increasing after surging global energy prices

On Friday last week, the Ministry of Industry and Trade announced the latest adjustment for domestic petroleum products for the second half of June. Following recently surging energy prices globally, the petroleum prices increased considerably, which put significant pressure on Vietnam's inflation conditions, especially for the traffic sector. More specifically, E5RON92 and RON95-III prices increased by about 3.4% and 3.2% from the late-May adjustment, to VND19,048 and VND20,164 per liter. (MoIT, KIS)

Macro & strategy

Chart of the day

Selling signal?

Hieu Tran
Hieu.ttm@kisvn.vn

► Market performance

The VNIndex recorded contraction last week as the profit-taking on large-cap stocks such as Banking stocks.

► Chart: Selling signal?

In the long-term, the uptrend is still intact as the VNIndex closes above medium- and long-term moving averages such as MA50

and MA100. Moreover, trend lines (red lines in Figure 1) are upward, implying the big trend.

However, in the short term, the VNIndex may form the contraction as the index crosses down the MA10 with decreasing volume. Besides, the MACD and Stochastic show the warning signals about the downtrend.

The index reaches the first target price of the triangle pattern at 1,380-pts thresholds. Therefore, the selling pressure appears.

The broken 1,300 pts area has turned around to act as the important short-term support. On the upside, the 1,380pts area is expected to be the weekly resistance.

→ The VNIndex may form the contraction in the short term as warning signals of Momentum indicators.

► Technical strategy: The correction will provide the buy zone

Despite the contraction, the long-term uptrend is in place. Hence, the short-term downtrend is opportunities to increase long position. Investors should hold the current positions on leading stocks and add more or re-enter the market at the short-term support (1,300 pts area).

Event Calendar

► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
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
21/06/2021	15/07/2021	BEL	UPCOM	Cash Dividend	5%	500
21/06/2021	15/07/2021	BEL	UPCOM	Cash Dividend	5%	500
21/06/2021	09/07/2021	AMC	HNX	Cash Dividend	20%	2,000
21/06/2021	07/07/2021	VPS	HOSE	Cash Dividend	8%	750
21/06/2021	07/07/2021	BSL	UPCOM	Cash Dividend	5%	500
21/06/2021	30/06/2021	SFI	HOSE	Cash Dividend	5%	500
21/06/2021	30/06/2021	SFI	HOSE	Cash Dividend	10%	1,000
21/06/2021	21/06/2021	APG	HOSE	Share Issue	15%	
21/06/2021	21/06/2021	APG	HOSE	Share Issue	100%	
22/06/2021	15/07/2021	SSC	HNX	Cash Dividend	15%	1,500
22/06/2021	01/07/2021	XMP	HNX	Cash Dividend	5%	500
22/06/2021	30/06/2021	NBR	UPCOM	Cash Dividend	12%	1,220
22/06/2021		VMG	UPCOM	Annual General Meeting		
22/06/2021		HGT	UPCOM	Annual General Meeting		
23/06/2021	29/07/2021	BCG	HOSE	Cash Dividend	8%	800
23/06/2021	26/07/2021	HTR	UPCOM	Cash Dividend	11%	1,100
23/06/2021	21/07/2021	SMA	HOSE	Extraordinary General Meeting		
23/06/2021	16/07/2021	IMP	HOSE	Cash Dividend	15%	1,500
23/06/2021	16/07/2021	KST	HNX	Cash Dividend	17%	1,700
23/06/2021	14/07/2021	SBD	UPCOM	Annual General Meeting		
23/06/2021	09/07/2021	PTO	UPCOM	Cash Dividend	6%	600
23/06/2021	06/07/2021	PLX	HOSE	Cash Dividend	12%	1,200
23/06/2021	02/07/2021	PGS	HNX	Cash Dividend	10%	1,000

23/06/2021	23/06/2021	BCG	HOSE	Share Issue	2%	
24/06/2021	24/09/2021	NBB	HOSE	Cash Dividend	16%	1,600
24/06/2021	19/07/2021	CAG	HNX	Cash Dividend	3%	250
24/06/2021	09/07/2021	SCL	UPCOM	Cash Dividend	10%	1,000
24/06/2021	08/07/2021	HSP	UPCOM	Cash Dividend	7%	674
24/06/2021	05/07/2021	ILB	HOSE	Cash Dividend	15%	1,500
24/06/2021		MTC	UPCOM	Annual General Meeting		
25/06/2021	29/07/2021	GTS	UPCOM	Extraordinary General Meeting		
25/06/2021	28/07/2021	NSC	HNX	Cash Dividend	20%	2,000
25/06/2021	20/07/2021	LM8	HOSE	Cash Dividend	7%	700
25/06/2021	12/07/2021	HND	UPCOM	Cash Dividend	7%	700
25/06/2021		LTC	UPCOM	Annual General Meeting		

- **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.

- **Analyst Certification**

I/We, as the research analyst/analysts who prepared this report, do hereby certify that the views expressed in this research report accurately reflect my/our personal views about the subject securities and issuers discussed in this report. I/We do hereby also certify that no part of my/our compensation was, is, or will be directly or indirectly related to the specific recommendations or views contained in this research report.

Global Disclaimer

- **General**

This research report and marketing materials for Vietnamese securities are originally prepared and issued by the Research Center of KIS Vietnam Securities Corp., an organization licensed with the State Securities Commission of Vietnam. The analyst(s) who participated in preparing and issuing this research report and marketing materials is/are licensed and regulated by the State Securities Commission of Vietnam in Vietnam only. This report and marketing materials are copyrighted and may not be copied, redistributed, forwarded or altered in any way without the consent of KIS Vietnam Securities Corp..

This research report and marketing materials are for information purposes only. They are not and should not be construed as an offer or solicitation of an offer to purchase or sell any securities or other financial instruments or to participate in any trading strategy. This research report and marketing materials do not provide individually tailored investment advice. This research report and marketing materials do not take into account individual investor circumstances, objectives or needs, and are not intended as recommendations of particular securities, financial instruments or strategies to any particular investor. The securities and other financial instruments discussed in this research report and marketing materials may not be suitable for all investors. The recipient of this research report and marketing materials must make their own independent decisions regarding any securities or financial instruments mentioned herein and investors should seek the advice of a financial adviser. KIS Vietnam Securities Corp. does not undertake that investors will obtain any profits, nor will it share with investors any investment profits. KIS Vietnam Securities Corp., its affiliates, or their affiliates and directors, officers, employees or agents of each of them disclaim any and all responsibility or liability whatsoever for any loss (director consequential) or damage arising out of the use of all or any part of this report or its contents or otherwise arising in connection therewith. Information and opinions contained herein are subject to change without notice and may differ or be contrary to opinions expressed by other business areas or KIS Vietnam Securities Corp. The final investment decision is based on the client's judgment, and this research report and marketing materials cannot be used as evidence in any legal dispute related to investment decisions.

- **Country-specific disclaimer**

United States: This report is distributed in the U.S. by Korea Investment & Securities America, Inc., a member of FINRA/SIPC, and is only intended for major U.S. institutional investors as defined in Rule 15a-6(a)(2) under the U.S. Securities Exchange Act of 1934. All U.S. persons that receive this document by their acceptance thereof represent and warrant that they are a major U.S. institutional investor and have not received this report under any express or implied understanding that they will direct commission income to Korea Investment & Securities, Co., Ltd. or its affiliates. Pursuant to Rule 15a-6(a)(3), any U.S. recipient of this document wishing to effect a transaction in any securities discussed herein should contact and place orders with Korea Investment & Securities America, Inc., which accepts responsibility for the contents of this report in the U.S. The securities described in this report may not have been registered under the U.S. Securities Act of 1933, as amended, and, in such case, may not be offered or sold in the U.S. or to U.S. person absent registration or an applicable exemption from the registration requirement.

United Kingdom: This report is not an invitation nor is it intended to be an inducement to engage in investment activity for the purpose of section 21 of the Financial Services and Markets Act 2000 of the United Kingdom ("FSMA"). To the extent that this report does constitute such an invitation or inducement, it is directed only at (i) persons who are investment professionals within the meaning of Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended) of the United Kingdom (the "Financial Promotion Order"); (ii) persons who fall within Articles 49(2)(a) to (d) ("high net worth companies, unincorporated associations etc.") of the Financial Promotion Order; and (iii) any other persons to whom this report can, for the purposes of section 21 of FSMA, otherwise lawfully be made (all such persons together being referred to as "relevant persons"). Any investment or investment activity to which this report relates is available only to relevant persons and will be engaged in only with relevant persons. Persons who are not relevant persons must not act or rely on this report.

Hong Kong: This research report and marketing materials may be distributed in Hong Kong to institutional clients by Korea Investment & Securities Asia Limited (KISA), a Hong Kong representative subsidiary of Korea Investment & Securities Co., Ltd., and may not otherwise be distributed to any other party. KISA provides equity sales service to institutional clients in Hong Kong for Korean securities under its sole discretion, and is thus solely responsible for provision of the aforementioned equity selling activities in Hong Kong. All requests by and correspondence with Hong Kong investors involving securities discussed in this report and marketing materials must be effected through KISA, which is registered with The Securities & Futures Commission (SFC) of Hong Kong. Korea Investment & Securities Co., Ltd. is not a registered financial institution under Hong Kong's SFC.

Singapore: This report is provided pursuant to the financial advisory licensing exemption under Regulation 27(1)(e) of the Financial Advisers Regulation of Singapore and accordingly may only be provided to persons in Singapore who are "institutional investors" as defined in Section 4A of the Securities and Futures Act, Chapter 289 of Singapore. This report is intended only for the person to whom Korea Investment & Securities Co., Ltd. has provided this report and such person may not send, forward or transmit in any way this report or any copy of this report to any other person. Please contact Korea Investment & Securities Singapore Pte Ltd in respect of any matters arising from, or in connection with, the analysis or report (Contact Number: 65 6501 5600).

Copyright © 2021 KIS Vietnam Securities Corp.. All rights reserved. No part of this report may be reproduced or distributed in any manner without permission of KIS Vietnam Securities Corp..