

# Xin Chao Vietnam

## Market performance

	23 Jun	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,376.87	(0.2)	7.2	16.3	24.7
Turnover (VND bn)	20,850				
VN30 (pt, % chg.)	1,489.53	0.0	4.5	25.5	39.1

## Major indicators

	23 Jun	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.52	0.0	(0.0)	(0.0)	0.1
3-yr gov't bonds (% bp chg.)	0.92	0.0	(0.0)	(0.1)	0.1
VND/USD (% chg.)	23,027	(0.0)	0.1	0.2	0.3
VND/JPY (% chg.)	20,780	0.2	2.0	2.2	7.6
VND/EUR (% chg.)	27,485	(0.4)	2.5	(0.2)	3.6
VND/CNY (% chg.)	3,551	0.1	1.1	(0.3)	(0.3)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.47	0.0	(0.1)	(0.1)	0.6
WTI (USD/bbl, % chg.)	73.44	0.8	15.5	27.1	51.4
Gold (USD/oz, % chg.)	75.50	0.9	13.6	24.2	45.8

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
MBB	26.3	FLC	(284.6)
GMC	26.2	NKG	(38.3)
GMD	14.5	TCB	(33.0)
NLG	14.0	HPG	(28.1)
DBC	7.9	AAA	(26.8)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VHM	108.5	VPB	(55.2)
VCB	53.9	VRE	(37.4)
STB	30.9	SSI	(36.1)
DXG	28.5	VCI	(28.5)
GAS	24.5	BVH	(13.8)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Diversified Financials	1.1	Telecommunication	(5.7)
Banks	1.1	Technology	(3.2)
Automobiles	1.0	Energy	(2.9)
Consumer Services	0.3	Commercial Services	(2.4)
Pharmaceuticals	0.0	Others	(2.4)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Profit-taking
- **Japan:** Downturn in Japan's private sector accelerates in June

### 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	12.5	16.2
2021F	304,264	177,159	18.9	16.0	2.6	11.2	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

#### 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 sharply in Ho Chi Minh city and began to spread in neighboring areas such as Binh Duong province.

At the close, the VNIndex lost 0.22% to close at 1,376 pts. Meanwhile, the trading volume was 700 million shares or VND20,849bn in value.

Foreigners continued to net buy VND164bn on HSX. They purchased VHM, VCB, and STB the most with net values of VND108bn, VND53bn, and VND30bn, respectively.

Real Estate was the worst sector driven by VIC (-0.5%), VHM (-0.2%), NVL (-1.3%), NLG (-2.0%), DXG (-2.9%), ROS (-1.2%), TCH (-2.6%), KDH (-1.2%), and PDR (-2.6%).

Profit-taking pushed Oil and Gas down, namely GAS (-1.1%), PVD (-1.7%), PVS (-2.0%), PLX (-1.6%), and OIL (-3.1%).

In addition, some constituents of the VN30Index jumped more than 1%, such as SBT (-2.7%), POW (-2.0%), BVH (-1.8%), MSN (-1.6%), STB (-1.5%), MWG (-1.4%), and REE (-1.2%).

In contrast, Banking, namely VPB (+4.5%), VCB (+2.0%), CTG (+1.5%), BID (+0.9%), TPB (+0.8%), and TCB (+0.4%) closed in green territory.

In AGM, VRE (+0.0%) planned revenue of VND9,000bn (+8% YoY) and net income of VND2,500bn (+5% YoY) in 2021.

Despite the contraction, the uptrend is still intact in the short term as cash flows into some key stocks. That implies that traders can increase long positions and focus on leading stocks.

### Breaking news

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- ▶ Japan: Downturn in Japan's private sector accelerates in June

According to the latest estimates from the IHS Markit, early survey data signaled that the business conditions in the private sector in June continued to deteriorate. Accordingly, the au Jibun Bank Flash Japan Composite PMI recorded 47.8 index point, down from 48.8 in May. More specifically, the Flash PMI Business Activity for the services sector posted 47.2 compared to 46.5 in the prior month, while the Flash Manufacturing PMI reversed to 49.1, declining strongly from 53.7 in May. (IHS Markit)

## 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
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		

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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.
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