

Xin Chao Vietnam

Market performance

	24 Jun	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,390.12	0.8	6.2	19.5	25.9
Turnover (VND bn)	18,250				
VN30 (pt, % chg.)	1,500.30	0.9	3.9	28.8	40.1

Major indicators

	24 Jun	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.51	(0.0)	0.0	(0.0)	0.1
3-yr gov't bonds (% bp chg.)	0.91	(0.0)	0.2	(0.0)	0.1
VND/USD (% chg.)	23,012	(0.0)	0.2	0.3	0.4
VND/JPY (% chg.)	20,773	(0.1)	2.0	1.7	7.6
VND/EUR (% chg.)	27,490	(0.0)	2.7	(0.8)	3.6
VND/CNY (% chg.)	3,564	(0.3)	0.9	(1.1)	(0.7)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.49	(0.0)	(0.1)	(0.1)	0.6
WTI (USD/bbl, % chg.)	73.15	(0.2)	10.7	24.9	50.8
Gold (USD/oz, % chg.)	75.44	(0.2)	9.9	21.8	45.6

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
SGT	21.4	VIX	(176.0)
GMD	20.5	VCG	(40.0)
ACB	20.0	FUEVFNVD	(23.1)
HPG	14.8	TCB	(22.4)
FPT	13.7	CTG	(20.9)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
SSI	100.7	MBB	(69.1)
VHM	83.3	VPB	(63.3)
VCB	70.0	CTG	(60.5)
DXG	58.7	VIC	(36.2)
GAS	57.2	HSG	(29.7)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	5.5	Health Care	(2.0)
Technology	1.6	Commercial Services	(1.6)
Utilities	1.3	Insurance	(1.3)
Real Estate	0.8	Energy	(1.1)
Consumer Services	0.6	Capital Goods	(0.9)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Brokerages in the spotlight
- **Vietnam:** FDI registration slows down in the second quarter under the COVID-19 impact

Macro & Strategy

- **Chart of the day:** Forming a new peak

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	19.1	3.1	12.5	16.2
2021F	304,264	177,159	18.9	16.1	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

Brokerages in the spotlight

Hieu Tran
hieu.ttm@kisvn.vn

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

At the close, the VNIndex gained 0.75% to close at 1,390 pts. Meanwhile, the trading volume was 588 million shares or VND18,849bn in value.

Foreigners continued to net buy VND82bn on HSX. They purchased VHM, VCB, and VIC the most with net values of VND86bn, VND83bn, and VND75bn, respectively.

Brokerages was the market leader driven by SSI (+7.0%), HCM (+7.0%), BSI (+5.6%), VCI (+3.70%), FTS (+6.9%), and VIX (+2.4%). The new trading system has been put into operation next Monday. Investors expect this system will help solve the congestion on the HSX.

Moreover, cash flowed into Banking, namely CTG (+0.7%), VCB (+1.7%), BID (+0.8%), HDB (+3.1%), TCB (+1.4%), and STB (+1.7%).

In addition, some constituents of the VN30Index jumped more than 2% such as PDR (+6.7%), NVL (+3.6%), KDH (+2.5%), and GAS (+2.3%). Among these, NVL completed the issuance of an additional 5,952,034 shares to convert 57.5 bonds to the bondholder HSBC with a conversion rate of 103,513.64 shares per bond. The conversion price was VND44,000 per share.

In contrast, SBT (-2.3%), VRE (-1.2%), PNJ (-0.7%), and VPB (-0.6%) closed in red territory.

Market sentiment has become optimistic in the short term, implying the uptrend. Therefore, traders can hold long positions and focus on leading stocks.

Breaking news

Tuan Doan
tuan.doan@kisvn.vn

- ▶ Vietnam: FDI registration slows down in the second quarter under the COVID-19 impact

According to the latest update from the Ministry of Planning and Investment, new foreign investment in the second quarter halted significantly amid the current outbreak. More specifically, new FDI registration posted only USD2.33bn in 2Q21, which is the second-lowest in almost three years and down 19.94% YoY, while the amount for additional registered FDI reached USD2.02bn, dropping 24.25% YoY. Even worse, the value registered for foreign share purchase plunged to the lowest in the time series collection, at USD0.8bn and down 48.51% than in 2Q20. As a result, the total registered capital in 2Q21 posted USD5.14bn, 27.8% lower than the same period last year. (Vietnam Ministry of Planning and Investment)

Macro & strategy

Chart of the day

Forming a new peak

Hieu Tran
Hieu.ttm@kisvn.vn

- ▶ Market performance

The VNIndex kept going up thanks to the high demand on large-cap stocks such as Banking and Real Estate tickers.

- ▶ Chart: Forming a new peak

The VNIndex breaks out the last peak, forming a new peak. That implies the medium- and long-term trends are confirmed. Besides, its long-term moving averages (such as the MA50 and MA100) remain their uptrend. The target price in the long term may be 1,550-1,600 pts based on the last triangle pattern.

In the short term, the market sentiment has become cautious as the trading value and volume go down. Meanwhile, the index

moves in a tight range of 1,370-1,390 pts and the momentum is sideways. Therefore, the VNIndex can be forming the consolidation.

The 1,300-pts area keeps acting as the important short-term support where demand is expected to be high. On the upside, the 1,400-pts area is the weekly resistance.

→ In the long term, the index resumes its uptrend. However, the consolidation may form in the short term.

► Technical strategy: Hold the position

As mentioned above, the long-term uptrend is in place. Hence, the short-term sideways 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
7/22/2021	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
28/06/2021	06/10/2021	GAS	HOSE	Cash Dividend	30%	3,000
28/06/2021	30/07/2021	CCA	UPCOM	Annual General Meeting		
28/06/2021	29/07/2021	PVB	HNX	Extraordinary General Meeting		
28/06/2021	28/07/2021	VNR	HNX	Cash Dividend	15%	1,500
28/06/2021	14/07/2021	CNC	UPCOM	Cash Dividend	5%	500
28/06/2021	28/06/2021	MIG	HOSE	Share Issue	10%	
28/06/2021	28/06/2021	HDC	HOSE	Share Issue	25%	
29/06/2021	31/08/2021	TV3	HNX	Cash Dividend	10%	1,000
29/06/2021	30/07/2021	THT	HNX	Cash Dividend	9%	900
29/06/2021	29/07/2021	L62	HNX	Cash Dividend	2%	200
29/06/2021	21/07/2021	DSV	UPCOM	Cash Dividend	13%	1,300
29/06/2021	16/07/2021	HAS	HOSE	Cash Dividend	3%	300
29/06/2021	15/07/2021	SCS	HOSE	Cash Dividend	50%	5,000
29/06/2021	15/07/2021	CT5	UPCOM	Cash Dividend	4%	350
29/06/2021	29/06/2021	CSC	HNX	Share Issue	6%	
29/06/2021		L63	UPCOM	Extraordinary General Meeting		
29/06/2021		CMI	UPCOM	Annual General Meeting		
30/06/2021	22/07/2021	TCD	HOSE	Cash Dividend	6%	600
30/06/2021	15/07/2021	TDF	UPCOM	Cash Dividend	16%	1,600
30/06/2021	15/07/2021	TVA	UPCOM	Cash Dividend	12%	1,200
30/06/2021	30/06/2021	VID	HOSE	Share Issue	15%	
30/06/2021	30/06/2021	TCD	HOSE	Share Issue	5%	
30/06/2021	30/06/2021	FOX	UPCOM	Share Issue	20%	
30/06/2021		BGT	UPCOM	Annual General Meeting		
01/07/2021	02/08/2021	TDI	HNX	Extraordinary General Meeting		

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		

- **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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