

# Xin Chao Vietnam

## Market performance

	28 Jun	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,405.81	1.1	6.5	19.6	27.4
Turnover (VND bn)	22,906				
VN30 (pt, % chg.)	1,521.41	1.4	4.3	28.9	42.1

## Major indicators

	28 Jun	1D	1W	1M	YTD
1-yr govt bonds (% bp chg.)	0.50	(0.0)	(0.0)	(0.0)	0.1
3-yr govt bonds (% bp chg.)	0.89	(0.0)	(0.1)	(0.1)	0.0
VND/USD (% chg.)	23,015	0.0	0.1	0.3	0.4
VND/JPY (% chg.)	20,748	0.1	1.1	1.3	7.8
VND/EUR (% chg.)	27,410	0.3	2.5	(0.7)	3.9
VND/CNY (% chg.)	3,564	0.0	1.5	(1.4)	(0.7)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.51	(0.0)	(0.1)	(0.2)	0.6
WTI (USD/bbl, % chg.)	73.99	(0.1)	11.6	21.4	52.5
Gold (USD/oz, % chg.)	76.02	(0.2)	9.2	17.7	46.8

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VPB	45.0	MSB	(68.1)
FLC	40.1	VCB	(60.5)
E1VFN30	16.4	VIC	(59.7)
NLG	13.4	GEX	(53.3)
DIG	11.5	NKG	(42.2)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VHM	135.4	VPB	(354.5)
VCB	103.8	HPG	(219.7)
VIC	33.9	MSB	(44.3)
FUEVFVND	25.2	MBB	(22.1)
KDC	22.2	HCM	(20.3)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Materials	3.0	Utilities	(2.1)
Insurance	2.8	Technology	(1.4)
Others	2.7	Telecommunication	(1.1)
Health Care	2.0	Pharmaceuticals	(0.2)
Banks	1.7	Media & Entertainment	(0.2)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Breakout for 1,400-pts threshold
- **Vietnam:** Domestic petroleum prices accelerate under increasing global energy prices

### Macro & Strategy

- **Fundflow 21 – 25 Jun:** Inflow divergence
- **ETF Review:** VN30Index add SAB, GVR, and ACB

### New listing & Public offerings

## KIS market view

	OP (VND bn)	NP (VND bn)	EPS growth (% yoy)	PE (x)	PB (x)	EV/EBITDA (x)	ROE (%)
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	19.4	3.1	12.7	16.2
2021F	304,264	177,159	18.9	16.3	2.7	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

#### Breakout for 1,400-pts threshold

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

At the close, the VNIndex gained 1.13% to close at 1,405 pts.

Banking was the market leader driven by CTG (+1.1%), BID (+3.0%), HDB (+2.0%), TCB (+3.9%), ACB (+1.0%), MBB (+2.4%), STB (+2.4%), and EIB (+1.9%).

Moreover, cash flowed into Energy, namely PVT (+1.6%), PVS (+0.7%), BSR (+2.4%), PLX (+1.1%), and OIL (+2.6%).

Notably, Materials, such as HPG (+3.4%), HSG (+3.5%), and NKG (+6.9%), outperformed the benchmark index. Among these, HSG announced its revenue of VND4,566bn and net income of VND602bn (+12% MoM) in May thanks to sales of 223,273 tonnes (+3% MoM).

In addition, some constituents of the VN30Index jumped more than 2% such as VHM (+3.0%), BVH (+2.9%), SBT (+2.9%), and MSN (+2.3%).

In contrast, VIC (-0.7%), VNM (-0.6%), PDR (-0.4%), and VPB (-0.3%) closed in red territory.

Based on the breakout of the VNIndex, its uptrend is still intact in the short term. Therefore, traders can hold long positions and focus on leading stocks.

### Breaking news

**Tuan Doan**  
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- ▶ Vietnam: Domestic petroleum prices accelerate under increasing global energy prices

The Ministry of Industry and Trade announced the latest adjustment for the domestic gasoline prices from the last weekend. Accordingly, the E5RON92 and RON95-III prices were adjusted considerably higher from the previous adjustment, from VND19,048 and VND20,164 to VND19,760 and VND20,916 per liter, up by about 3.7%. As a result, this will put strong upward pressure on the traffic price and the CPI as well in July. (Ministry of Industry and Trade)

## Macro & strategy

### ETF Review

#### VN30Index add SAB, GVR, and ACB

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In this quarterly review, the VN DIAMOND Index rebalances its weight according to the new free-float rate. While VN30Index is expected to add SAB, GVR, and ACB and remove REE, SBT, and TCH.

We expected that E1VFN30 ETF will buy ACB the most with 16.9 million shares. On the sell side, TCB, VPB, and MBB will be sold heavily with 2.2 million shares, 1.8 million shares, and 1.8 million shares.

The results will be announced on 19 Jul 2021, the new weight will be effective on 2 Aug 2021.

**Fundflow 21 – 25 Jun****Inflow divergence****Dang Le**  
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## ▶ Vietnam foreign flow

Relating to foreign activity, market was controlled by selling activity last week. Net sell value was USD50mn.

Selling activity kept focusing on Financials, Materials and Industrials. To be specific, PVI, VPB, CTG, HPG, GEX, and BCG were divested the most, fading the strong demand on VCB, STB, and HDB. On the contrary, Real Estate continued to be net bought, thanks to high demand on VHM, DXG, and KDH. Notably, Utilities also absorbed foreign demand due to large buy orders on GAS.

## ▶ South East Asia ETF flow

Money inflow kept overweighting outflow across SEA last week. Net inflow was USD6mn. To be specific, the maintenance of money inflow was mainly driven by the positive flow of money across Philippines and Vietnam. However, SEA's main driver – Singapore experienced the outflow last week.

Money outflow across Vietnam has been faded by inflow. Net inflow was USD7mn, highest figure since May 21. Particularly, the money inflow was mainly driven by the strong demand on VFMVN Diamond (USD6.4mn). Nevertheless, there is the divergence of inflow across Vietnam where the flow of money only focused on VFMVN Diamond, giving the first sign for the unstable money flow.

**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
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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