

Xin Chao Vietnam

Market performance

	2 Jul	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,420.27	0.2	5.9	16.0	28.7
Turnover (VND bn)	25,544				
VN30 (pt, % chg.)	1,554.59	0.6	5.1	25.6	45.2

Major indicators

	2 Jul	1D	1W	1M	YTD
1-yr govt bonds (% bp chg.)	0.51	(0.0)	0.0	0.1	0.1
3-yr govt bonds (% bp chg.)	0.90	0.0	0.2	0.2	0.1
VND/USD (% chg.)	23,012	0.0	0.2	0.3	0.4
VND/JPY (% chg.)	20,636	(0.0)	1.9	1.0	8.4
VND/EUR (% chg.)	27,210	0.4	3.1	(0.1)	4.6
VND/CNY (% chg.)	3,551	0.2	1.7	(1.0)	(0.3)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.45	(0.0)	(0.1)	(0.3)	0.5
WTI (USD/bbl, % chg.)	75.22	(0.0)	9.3	22.4	55.0
Gold (USD/oz, % chg.)	75.80	(0.1)	6.2	16.9	46.3

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
SSB	73.7	VPB	(432.5)
IJC	32.0	HPG	(333.4)
CTG	21.4	STB	(209.6)
DXG	21.4	TCB	(175.9)
VIC	14.2	NVL	(37.6)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
NVL	1,853.5	VPB	(223.5)
STB	104.6	CTG	(173.4)
MSN	83.9	VIC	(44.5)
HPG	70.1	MSB	(26.8)
GAS	59.1	DPM	(25.2)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Retailing	3.6	Pharmaceuticals	(1.6)
Software & Services	3.3	Materials	(0.7)
Diversified Financials	2.4	Automobiles	(0.7)
Technology	1.6	Others	(0.7)
Utilities	1.5	Real Estate	(0.3)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Form new high price
- **Vietnam:** COVID-19 shock slows economic recovery

Macro & Strategy

- **Chart of the day:** 1,500 pts zone is possible

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	19.6	3.2	12.9	16.2
2021F	304,264	177,159	18.9	16.5	2.7	11.5	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

Form new high price

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The Vietnam stock market resumed its uptrend thanks to optimistic market sentiment.

At the close, the VNIndex gained 0.23% to close at 1,420 pts. Meanwhile, the trading volume was 689 million shares or VND25,543bn.

Foreigners reversed to net buy VND1,932bn on HSX. They purchased NVL, STB, and MSN the most with net values of VND1,853bn, VND104bn, and VND83bn, respectively.

Banking was the market leader driven by HDB (+2.1%), TCB (+1.9%), ACB (+0.4%), STB (+1.6%), VPB (+2.4%), and EIB (+2.1%).

Moreover, cash flowed into Brokeragers, namely SSI (+0.7%), HCM (+0.9%), VND (+4.3%), BSI (+4.5%), and VCI (+7.0%).

In addition, some constituents of the VN30Index jumped more than 2% such as MWG (+3.8%), FPT (+3.4%), and GAS (+2.5%).

In contrast, SBT (-1.6%), REE (-1.6%), VCB (-1.3%), and VNM (-0.9%) closed in red territory.

In the short term, the cash flow is still intact on large-cap stocks. That pushes market sentiment optimistic. Therefore, traders can hold long positions and focus on leading stocks.

Breaking news

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► Vietnam: COVID-19 shock slows economic recovery

GSO's figure shows that the domestic output, in the real term, continued expanding further in the second quarter as the GDP growth rate in this quarter was higher than that in 1Q21. However, the economic recovery is less optimistic than previous estimates, suggesting that the domestic production suffered an unexpected COVID-19 impact when the infection became more complicated. According to GSO's release, GDP growth in 2Q21 was 6.61% YoY, being equivalent to 5.64% YoY for the first half of 2021. This rate implies that the expansion of the domestic output disappointed market participants although the government recently adjusted down its initiation from 6.22% YoY at in Director 01 to 5.92% YoY after updating negative COVID19 impact on the domestic production and the GSO in the late of May continued reducing its forecast to the economic prospect in the first half to 5.8% YoY. (GSO, KIS)

Macro & strategy

Chart of the day

1,500 pts zone is possible

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► Market performance

The VNIndex kept following the bullish swing thanks to the maintenance of strong demand across large-cap stocks on the previous trading week.

► Chart: There is the tendency for the Index to test 1,500 pts

The VNIndex maintains its bullish momentum when 1,400 pts zone is approached, increasing the probability to test 1,500 pts area.

Major MAs are sloping upward as well as MA5 and upper Bollinger bands are parallel to each other, implying the stable bullish momentum.

1,300 pts area keeps acting as the important short-term support where demand is expected to be high. On the upside, the 1,500 pts area is the weekly resistance.

Notably, 1,380-1,400 is expected to be the weekly demand zone.

→ The VNIndex is expected to keep its upward swing this week.

► Technical strategy: Hold the position

As mentioned above, the long-term uptrend is in place and there is the short-term stable bullish momentum. In this case, investors should continue to hold the current positions and new positions (captured at 1,300 pts zone) on leading stocks.

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
05/07/2021	04/08/2021	PVD	HOSE	Annual General Meeting		
05/07/2021	30/07/2021	TMT	HOSE	Cash Dividend		
05/07/2021	30/07/2021	DPM	HOSE	Extraordinary General Meeting	7%	700
05/07/2021	23/07/2021	A32	UPCOM	Cash Dividend	7%	700
05/07/2021	23/07/2021	CAV	HNX	Cash Dividend	10%	1,000
05/07/2021	05/07/2021	VCG	HOSE	Share Issue	9%	
05/07/2021	05/07/2021	SCG	UPCOM	Share Issue	70%	
06/07/2021	29/07/2021	MLC	UPCOM	Cash Dividend	15%	1,539
06/07/2021	21/07/2021	VW3	UPCOM	Cash Dividend	6%	600
06/07/2021	21/07/2021	TAP	UPCOM	Cash Dividend	11%	1,073
06/07/2021	06/07/2021	KSB	HOSE	Share Issue	10%	
06/07/2021		PPH	UPCOM	Extraordinary General Meeting		
07/07/2021	27/07/2021	CAN	HNX	Cash Dividend	18%	1,800
07/07/2021	27/07/2021	DCM	HOSE	Cash Dividend	8%	800
07/07/2021	23/07/2021	MTH	UPCOM	Cash Dividend	10%	1,000
07/07/2021	07/07/2021	CTG	HOSE	Share Issue	29%	
07/07/2021		HKC	UPCOM	Annual General Meeting		
08/07/2021	09/08/2021	PCN	UPCOM	Annual General Meeting		
08/07/2021	30/07/2021	CPC	HNX	Cash Dividend	8%	800
08/07/2021	21/07/2021	MCF	HNX	Cash Dividend	7%	700
08/07/2021	19/07/2021	SKN	UPCOM	Cash Dividend	3%	320
08/07/2021	08/07/2021	VDS	HOSE	Share Issue	5%	
08/07/2021	08/07/2021	AAV	HNX	Share Issue	15%	
08/07/2021		LPB	HOSE	Extraordinary General Meeting		
08/07/2021		ILB	HOSE	Annual General Meeting		
09/07/2021	11/08/2021	NCP	UPCOM	Extraordinary General Meeting		
09/07/2021	10/08/2021	DTK	HNX	Extraordinary General Meeting		

09/07/2021	05/08/2021	KSQ	HNX	Extraordinary General Meeting		
09/07/2021	28/07/2021	HVT	HNX	Cash Dividend	5%	500
09/07/2021	22/07/2021	HLC	HNX	Cash Dividend	6%	600
09/07/2021	09/07/2021	DC4	HOSE	Share Issue	5%	

- **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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