

# Xin Chao Vietnam

## Market performance

	7 Jul	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,388.55	2.5	2.2	11.8	25.8
Turnover (VND bn)	26,099				
VN30 (pt, % chg.)	1,538.77	3.4	3.7	22.3	43.7

## Major indicators

	7 Jul	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.47	(0.0)	(0.1)	(0.1)	0.0
3-yr gov't bonds (% bp chg.)	0.90	0.0	(0.0)	(0.1)	0.0
VND/USD (% chg.)	23,013	0.0	0.1	0.3	0.4
VND/JPY (% chg.)	20,774	0.1	1.5	1.2	7.6
VND/EUR (% chg.)	27,214	0.1	2.9	0.8	4.6
VND/CNY (% chg.)	3,560	(0.0)	1.1	(0.9)	(0.6)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.34	(0.0)	(0.2)	(0.3)	0.4
WTI (USD/bbl, % chg.)	74.65	1.7	7.8	24.9	53.9
Gold (USD/oz, % chg.)	75.68	1.5	5.9	19.8	46.1

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
TCB	113.3	STB	(179.1)
HPG	96.7	TDP	(28.8)
MBB	95.8	BVH	(25.9)
SSI	79.9	CTG	(23.2)
VNM	76.1	FUEVFVND	(21.1)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VHM	311.6	CTG	(75.0)
MBB	241.8	VPB	(57.0)
HPG	226.2	E1VFN30	(37.9)
VNM	183.7	PNJ	(18.7)
STB	123.3	BVH	(14.3)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Retailing	6.7	Health Care	(3.9)
Technology	5.5	Media & Entertainment	(2.4)
Telecommunication	4.7	Insurance	(2.0)
Utilities	4.5	Automobiles	(1.1)
Software & Services	3.7	Others	(0.9)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Rebound?
- **World:** Global manufacturing sector continues growing under increasing input-cost concerns
- **Vietnam:** Ho Chi Minh City applies Directive 16
- **Vietnam:** The number of investor's trading accounts is a record high

### 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	14.2	19.0	3.0	12.6	16.0
2021F	304,264	177,159	19.6	15.9	2.6	11.3	16.3

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

#### Rebound?

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Vietnam stock market resumed its uptrend as the bottom fishing on large-cap stocks.

At the close, the VNIndex jumped 2.49% to close at 1,388 pts. Meanwhile, the trading volume was 772 million shares or VND26,099bn.

Foreigners continued to net buy VND2,094bn on HSX. They purchased VHM, MBB, and HPG the most with net values of VND311bn, VND241bn, and VND226bn, respectively.

Banking was the market leader driven by STB (+2.3%), MBB (+5.0%), TCB (+4.8%), HDB (+4.3%), BID (+3.4%), and CTG (+3.9%).

Besides, cash flowed into Real Estate, namely VIC (+1.8%), VHM (+6.1%), VRE (+4.7%), DXG (+2.8%), and TCH (+6.3%).

In addition, some constituents of the VN30Index rose more than 6% such as MWG (+7.0%), PNJ (+6.9%), GAS (+6.6%), and MSN (+6.4%).

Despite the sharp recovery, the downside risk is still intact in next sessions. The market may appear some crash sessions. Therefore, traders should be careful and wait for the next signal. If the selling signal is confirmed, the traders should reduce the position.

### Breaking news

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- ▶ World: Global manufacturing sector continues growing under increasing input-cost concerns

According to the latest update from the IHS Markit, the global manufacturing sector continued to be in expansion territory in June, although the increasing pace was slowing somewhat. More specifically, the J.P. Morgan Global Manufacturing PMI, which measures the global business conditions in the manufacturing sector, posted 55.5 in June, down from a 11-year peak of 56.0 point in the previous month. However, the global manufacturing production level rose at the slowest pace in 4 months under pressure from a bottleneck problem from the global supply chain. (IHS Markit)

- ▶ Vietnam: Ho Chi Minh City applies Directive 16

At an online meeting with Deputy Prime Minister Vu Duc Dam, Chairman of the Ho Chi Minh City People's Committee Nguyen Thanh Phong announced that Ho Chi Minh City will apply the Prime Minister's Directive 16 from 0:00 on July 9, 2021 to fight the spread of the COVID-19 epidemic. The application period is 15 days. (tuoitre.vn)

- ▶ Vietnam: The number of investor's trading accounts is a record high

According to VSD, the number of investor's trading accounts is 3,394,639 accounts at the end of June, reaching a record high. In June, the new opening account is 140,470 accounts, of which 140,334 accounts of individual investors, 136 of institutional investors. (VSD)

## 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
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%	

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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.

- **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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