

Xin Chao Vietnam

Market performance

	13 Jul	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,297.54	0.1	(4.0)	3.9	17.5
Turnover (VND bn)	15,950				
VN30 (pt, % chg.)	1,440.87	(0.2)	(3.1)	12.8	34.6

Major indicators

	13 Jul	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.)	0.76	(0.0)	(0.0)	0.0	(0.1)
VND/USD (% chg.)	23,013	(0.0)	(0.1)	0.3	0.4
VND/JPY (% chg.)	20,873	0.1	0.1	1.4	7.1
VND/EUR (% chg.)	27,264	(0.0)	1.9	0.7	4.4
VND/CNY (% chg.)	3,558	(0.1)	1.0	(0.9)	(0.6)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.35	(0.0)	(0.1)	(0.3)	0.4
WTI (USD/bbl, % chg.)	74.35	0.3	4.9	23.5	53.2
Gold (USD/oz, % chg.)	75.52	0.5	3.9	18.6	45.8

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
IJC	66.2	KBC	(86.1)
FLC	57.3	TCB	(58.8)
E1VFVN30	51.4	STB	(47.9)
VPB	36.3	TPB	(46.3)
TDC	19.3	SSB	(24.7)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VHM	85.8	VNM	(98.0)
KDH	44.4	VIC	(93.5)
HSG	26.3	VCB	(71.3)
SSI	17.1	CTG	(51.4)
HCM	15.5	HPG	(49.6)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	4.2	Technology	(2.4)
Utilities	3.5	F&B	(1.8)
Diversified Financials	3.2	Consumer Durables	(1.1)
Others	3.1	Banks	(0.8)
Commercial Services	3.1	Retailing	(0.8)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Slight rebound
- **World:** Steel demand accelerates at a record pace under fast global economic recovery

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	16.3	17.4	2.8	12.0	16.0
2021F	304,264	177,159	19.4	14.6	2.4	10.7	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

Slight rebound

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Vietnam stock market reversed to go up yesterday thanks to bottom fishing at the low price. However, the market sentiment was cautious because the spread of the COVID-19 epidemic has been sharp in Ho Chi Minh City and Southern Vietnam. The number of COVID-19 cases in the city was over 16,000 cases.

At the close, the VNIndex gained 0.10% to close at 1,297 pts. Meanwhile, the trading volume was 549 million shares or VND15,950bn.

Foreigners reversed to net sell VND210bn on HSX. They sold VNM, VIC, and VCB the most with net values of VND97bn, VND93bn, and VND71bn, respectively.

Brokerages was the market leader driven by BSI (+7.22%), BVS (+9.64%), HCM (+6.15%), MBS (+3.45%), SHS (+2.85%), SSI (+4.65%), VCI (+2.33%), and VND (+5.03%).

In addition, cash flowed into Energy thanks to GAS (+3.98%), OIL (+4.92%), PLX (+2.72%), POW (+3.94%), PVB (+3.01%), PVC (+1.09%), PVD (+1.84%), and PVS (+5.76%).

Moreover, some constituents of the VN30Index jumped more than 3%, such as SBT (+6.82%), TCH (+4.80%), and VRE (+3.15%).

In contrast, PDR (-4.29%), MSN (-4.09%), VCB (-3.45%), PNJ (-2.84%), and VNM (-2.32%) closed in red territory.

Despite the rebound, the downtrend is still intact in the short term. Notably, the market sentiment has become cautious as the volatility increases. Therefore, traders should be careful and reduce the position.

Breaking news

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► Vietnam: Government bond auctions slow down with limited room in end-2Q21

An acceleration in the government-bond primary market in April and May seems to lose steam in June as the G-bond issuances for some tenors were limited based on the already-issued G-bond issuance plan for 2Q21 by the Ministry of Finance. On the other hand, significant drops in yields also impacted G-bond investors' appetite, in which most G-bond issuances were recorded at yields that are nearly at their record lows. Throughout a total of 18 G-bond auctions, Vietnam State Treasury (VST) offered VND46tn G-bonds, down slightly by 4.17% compared to the prior month, mostly on 10-year and 15-year tenors (accounting for 81.5% of the total offering). From the demand side, the total bidding value recorded just VND102.7tn for all tenors (-25.3% MoM) over VND46tn G-bond offering, and the bid-to-cover ratio for all tenors fell to a 3-month low, at 2.23 times. As a result, about VND31.8tn G-bonds were issued with a big discount, decreasing 32.0% compared to a 6-month high in May. The absorption rate also fell to the lowest in 3 months, at 69.1% compared to 83.5% in April and 92.1% in May, in which 5-year and 10-year G-bonds were more attractive to investors relative to other maturities. (HNX, KIS)

Event Calendar

► New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Listed Value	Listed Shares	Reference Price
7/14/2021	PAP	Petro Vietnam Phuoc An Port Investment & Operation JSC	UPCoM	1,500.0	150,000,000	10,100

► **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	-

► **Event calendar**

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
14/07/2021	06/09/2021	IJC	HOSE	Cash Dividend	15%	1,500
14/07/2021	10/08/2021	NBC	HNX	Cash Dividend	6%	600
14/07/2021	04/08/2021	THG	HOSE	Cash Dividend	10%	1,000
14/07/2021	30/07/2021	SKV	UPCOM	Cash Dividend	24%	2,377
14/07/2021	29/07/2021	DPG	HOSE	Cash Dividend	10%	1,000
14/07/2021	27/07/2021	PME	HOSE	Cash Dividend	20%	2,000
14/07/2021	26/07/2021	TCW	UPCOM	Cash Dividend	26%	2,600
14/07/2021	26/07/2021	PMW	UPCOM	Cash Dividend	6%	600
14/07/2021	26/07/2021	PMW	UPCOM	Cash Dividend	4%	400
14/07/2021	14/07/2021	DPG	HOSE	Share Issue	40%	
14/07/2021	14/07/2021	VNR	HNX	Share Issue	15%	
14/07/2021	14/07/2021	THG	HOSE	Share Issue	10%	
15/07/2021	30/09/2021	PSL	UPCOM	Cash Dividend	20%	2,000
15/07/2021	26/08/2021	BCE	HOSE	Cash Dividend	9%	900
15/07/2021	13/08/2021	TDC	HOSE	Cash Dividend	10%	1,000
15/07/2021	10/08/2021	TCL	HOSE	Cash Dividend	50%	5,000
15/07/2021	04/08/2021	PPC	HOSE	Cash Dividend	13%	1,250
15/07/2021	30/07/2021	DOP	UPCOM	Cash Dividend	15%	1,500
15/07/2021	30/07/2021	HAD	HNX	Cash Dividend	10%	1,000
15/07/2021	28/07/2021	HWS	UPCOM	Cash Dividend	9%	875
15/07/2021	28/07/2021	LBC	UPCOM	Cash Dividend	10%	950
15/07/2021	28/07/2021	BWS	UPCOM	Cash Dividend	8%	800
15/07/2021	27/07/2021	NAP	HNX	Cash Dividend	8%	800
16/07/2021	22/10/2021	TV2	HOSE	Cash Dividend	10%	1,000
16/07/2021	10/08/2021	IST	UPCOM	Cash Dividend	20%	2,000
16/07/2021	03/08/2021	SGN	HOSE	Cash Dividend	15%	1,500
16/07/2021	30/07/2021	NSS	UPCOM	Cash Dividend	83%	8,296
16/07/2021	30/07/2021	BRC	HOSE	Cash Dividend	10%	1,000
16/07/2021	26/07/2021	PCE	HNX	Cash Dividend	12%	1,200
16/07/2021	16/07/2021	TV2	HOSE	Share Issue	25%	

- **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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