

Xin Chao Vietnam

Market performance

	14 Jul	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,279.91	(1.4)	(6.0)	1.9	15.9
Turnover (VND bn)	22,823				
VN30 (pt, % chg.)	1,410.30	(2.1)	(5.7)	9.3	31.7

Major indicators

	14 Jul	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.52	0.0	(0.0)	(0.0)	0.1
3-yr gov't bonds (% bp chg.)	0.93	0.2	0.1	(0.1)	0.1
VND/USD (% chg.)	23,017	(0.0)	(0.1)	0.3	0.4
VND/JPY (% chg.)	20,824	(0.1)	0.3	1.7	7.4
VND/EUR (% chg.)	27,154	0.4	2.3	1.7	4.8
VND/CNY (% chg.)	3,555	0.1	1.1	(0.6)	(0.5)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.39	(0.0)	(0.1)	(0.2)	0.5
WTI (USD/bbl, % chg.)	74.80	(0.6)	5.5	18.4	54.2
Gold (USD/oz, % chg.)	76.00	(0.6)	4.3	14.1	46.7

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VPB	199.1	HPG	(120.7)
ACB	46.6	E1VFN30	(46.5)
TCB	36.3	FUEVFN30	(41.0)
IJC	21.9	CTG	(25.3)
KDH	21.4	SSB	(19.2)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	157.8	VPB	(124.6)
VHM	145.9	VCB	(57.7)
SSI	98.8	NVL	(52.8)
E1VFN30	48.0	KBC	(45.6)
STB	42.1	VIC	(44.8)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Health Care	1.5	Retailing	(4.4)
Household Products	0.9	Technology	(3.9)
Telecommunication	0.9	Banks	(2.8)
F&B	0.8	Diversified Financials	(2.2)
Consumer Services	0.2	Software & Services	(2.0)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Selling pressure
- **Vietnam:** Trade data is revised to be higher in June

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	17.2	2.7	12.0	16.0
2021F	304,264	177,159	19.4	14.4	2.3	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

Selling pressure

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Vietnam stock market resumed its downtrend yesterday due to selling pressure on large-cap stocks. The number of COVID-19 cases in Ho Chi Minh city was over 18,000 cases, increasing more than 2000 cases per day.

At the close, the VNIndex lost 1.36% to close at 1,279 pts. Meanwhile, the trading volume was 718 million shares or VND22,823bn.

Foreigners reversed to net buy VND334bn on HSX. They purchased HPG, VHM, and SSI the most with net values of VND157bn, VND145bn, and VND98bn, respectively.

Banking was the worst sector due to VCB (-1.55%), CTG (-2.60%), MBB (-3.19%), ACB (-3.50%), NVB (-3.65%), HDB (-3.83%), VPB (-3.91%), EIB (-5.69%), TCB (-5.38%), and TPB (-5.17%).

Moreover, Brokerages underperformed the benchmark index driven by BSI (-0.96%), BVS (-2.93%), FTS (-3.77%), HCM (-2.95%), MBS (-5.00%), SHS (-2.52%), SSI (-1.54%), VCI (-3.23%), VDS (-1.72%), and VND (-2.02%).

Moreover, some constituents of the VN30Index slid more than 2%, such as MWG (-4.86%), PNJ (-3.23%), TCH (-2.80%), SBT (-2.78%), VJC (-2.42%), and FPT (-2.07%).

In contrast, BID (+0.47%), PDR (+0.57%), VNM (+0.83%), MSN (+1.04%), KDH (+1.38%), and VRE (+1.44%) closed in green territory.

In the short term, the downtrend is still intact because of the selling pressure on large-cap stocks. 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: Trade data is revised to be higher in June

According to the latest update from Vietnam Customs Department, both export and import activities seemed to grow faster than GSO's estimates, especially export turnover. More specifically, export value in June is revised to reach USD27.2bn in June, which is the highest level in 2Q21, USD0.7bn higher than GSO's estimate, and up 20.6% YoY. Meanwhile, import turnover posted USD27.7bn compared to its prior estimate of USD27.5bn, up by 33.5% YoY. As a result, the trade balance turned to narrow significantly to just USD0.45bn in the month versus a USD1bn deficit in the prior estimate. (VN Customs, GSO)

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	-

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
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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