

Xin Chao Vietnam

Market performance

	15 Jul	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,293.92	1.1	(5.4)	3.7	17.2
Turnover (VND bn)	14,802				
VN30 (pt, % chg.)	1,430.29	1.4	(3.8)	11.4	33.6

Major indicators

	15 Jul	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.53	0.0	0.0	0.0	0.1
3-yr gov't bonds (% bp chg.)	0.74	(0.2)	(0.0)	(0.2)	(0.1)
VND/USD (% chg.)	23,015	0.0	(0.3)	0.3	0.4
VND/JPY (% chg.)	20,971	(0.7)	(0.6)	1.2	6.6
VND/EUR (% chg.)	27,239	(0.3)	2.1	1.5	4.5
VND/CNY (% chg.)	3,564	(0.2)	0.5	(0.7)	(0.7)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.32	(0.0)	(0.2)	(0.3)	0.4
WTI (USD/bbl, % chg.)	72.50	(0.9)	0.5	14.2	49.4
Gold (USD/oz, % chg.)	74.26	(0.7)	0.4	10.9	43.4

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VCG	21.6	STB	(273.4)
AAA	10.4	TCB	(150.2)
HSG	5.2	VPB	(118.8)
NLG	5.1	HPG	(100.3)
SHP	4.3	VIC	(86.4)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	227.5	VIC	(59.4)
SSI	153.7	VJC	(38.3)
STB	121.0	KDH	(31.5)
VNM	86.0	VRE	(17.7)
GEX	40.4	PDR	(16.7)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Diversified Financials	4.5	Utilities	(0.4)
Materials	3.3	Real Estate	(0.4)
Technology	2.3	Commercial Services	(0.1)
Telecommunication	2.2		
Banks	2.2		

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Bottom fishing
- **World:** OPEC+ production cut easing outlook to dump oil prices down

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	12.1	16.0
2021F	304,264	177,159	19.4	14.6	2.4	10.8	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

Bottom fishing

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Vietnam stock market rebounded yesterday thanks to bottom fishing on Banking stocks.

At the close, the VNIndex gained 1.09% to close at 1,293 pts. Meanwhile, the trading volume was 431 million shares or VND14,801bn.

Foreigners continued to net buy VND737bn on HSX. They purchased HPG, SSI, and STB the most with net values of VND227bn, VND153bn, and VND121bn, respectively.

Banking was the market leader thanks to ACB (+3.15%), CTG (+3.86%), EIB (+2.26%), HDB (+1.68%), MBB (+1.56%), NVB (+2.70%), SHB (+9.64%), STB (+5.11%), TCB (2.16%), TPB (+2.12%), and VPB (+4.07%).

Moreover, Brokerages and Material outperformed the benchmark index driven by HPG (+3.33%), HSG (+4.65%), NKG (+1.86%), BSI (+4.37%), BVS (+4.91%), SSI (+5.29%), VCI (+3.92%), and VND (+5.91%).

Moreover, some constituents of the VN30Index jumped more than 2%, such as SBT (+6.86%) and POW (+2.39%).

In contrast, VJC (-1.88%), KDH (-1.22%), MSN (-1.03%), and VIC (-0.97%) closed in red territory.

Despite the recovery, the downtrend is still intact due to the selling signal of a rising wedge pattern. 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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► World: OPEC+ production cut easing outlook to dump oil prices down

Recently, a conflict among the United Arab Emirates and other OPEC+ members put uncertainties for the global oil market. However, the UAE and its cartel have made significant efforts towards a joint commitment from the latest information. This conflict has been taking place in the OPEC+ meeting last week as UAE requested a higher oil production output limit next year. If two sides are successful in striking a final agreement, the OPEC+ group may boost their ongoing oil production output to more than 400,000 barrels a day. Brent crude oil prices fell more than 2% to around USD74.3 a barrel in response to the latest development. (Bloomberg)

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
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%	

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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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