

# Xin Chao Vietnam

## Market performance

	22 Jul	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,293.67	1.8	(6.3)	5.4	17.2
Turnover (VND bn)	16,683				
VN30 (pt, % chg.)	1,428.48	1.6	(4.1)	12.3	33.4

## Major indicators

	22 Jul	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.54	0.0	0.0	0.0	0.1
3-yr gov't bonds (% bp chg.)	0.93	0.2	0.1	0.2	0.1
VND/USD (% chg.)	23,045	(0.1)	(0.1)	0.1	0.2
VND/JPY (% chg.)	20,930	(0.3)	(0.6)	2.0	6.8
VND/EUR (% chg.)	27,160	(0.2)	0.8	2.3	4.8
VND/CNY (% chg.)	3,565	(0.1)	(0.3)	(0.3)	(0.7)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.30	0.0	(0.2)	(0.2)	0.4
WTI (USD/bbl, % chg.)	71.07	1.1	(2.7)	15.7	46.5
Gold (USD/oz, % chg.)	72.96	1.0	(2.5)	11.6	40.8

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
OCB	58.1	STB	(185.8)
HPG	28.9	VCI	(48.0)
VHM	24.1	VPB	(44.6)
FLC	23.6	VIC	(35.4)
TCB	22.4	FUEVFNVD	(34.2)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VNM	51.8	VIC	(450.4)
NVL	46.5	KDH	(130.4)
DXG	44.5	MSB	(92.0)
FUEVFNVD	42.8	SSI	(53.4)
VHM	36.4	CTG	(50.9)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Technology	5.1	Telecommunication	(5.9)
Software & Services	3.1	Health Care	(4.3)
Insurance	3.1	Household Products	(0.9)
Real Estate	2.6	Pharmaceuticals	(0.3)
Capital Goods	2.5	Consumer Services	(0.2)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Bullish market
- **U.S.:** Signals of easing crude oil supply in U.S. oil inventories

### Event Calendar

## KIS market view

	OP (VND bn)	NP (VND bn)	EPS growth (% yoy)	PE (x)	PB (x)	EV/EBITDA (x)	ROE (%)
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	17.3	2.8	12.3	16.0
2021F	304,264	177,159	19.4	14.5	2.4	11.0	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

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## Market commentary & News

### Market commentary

#### Bullish market

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Vietnam stock market rebounded yesterday after people in Ho Chi Minh City get the fifth round of vaccination. The government is expected to be about 930,000 injections in the city, deployed at more than 600 points in 21 districts and Thu Duc city.

At the close, the VNIndex gained 1.80% to close at 1,293 pts. Meanwhile, the trading volume was 527 million shares or VND16,682bn.

Foreigners continued to net sell VND529bn on HSX. They sold VIC, KDH, and MSB the most with net values of VND450bn, VND130bn, and VND92bn, respectively.

Real Estate was the market leader driven by DXG (+6.55%), HDG (+3.68%), ITA (+5.99%), KDH (+2.00%), LDG (+5.24%), NLG (+4.85%), TDH (+2.87%), VIC (+2.12%), VHM (+2.12%), and VRE (+2.92%). Notably, CEO, DIG, KDH, and SCR limited up. Among these, NLG's revenue rose by 65.7% YoY to VND401bn in 2Q21 thanks to (1) a 62.7% YoY hike in construction revenue to VND161.2bn and (2) a 56.3% YoY growth in contractor service revenue to VND150bn. However, the blended gross margin contracted in 2Q21, driving the operating profit to a minor loss of VND3bn vs VND40bn booked in 2Q20. Hence, 2Q21 net profit plunged by 31.1% YoY to VND47bn.

Cash flowed into Financial, namely BVH (+2.63%), CTG (+1.98%), EIB (+4.85%), NVB (+2.91%), TPB (+2.27%), VCB (+1.31%), BVS (+2.64%), and VND (+4.35%).

Moreover, some constituents of the VN30Index jumped more than 2%, such as FPT (+3.23%), GAS (+2.29%), and PNJ (+2.08).

In 3QFY21, HSG (+1.40%) reported results with volume growth of 615,425 tonnes (+56% YoY), the revenue of VND12.9tn (+90% YoY) and a net profit of VND1.7tn (+435% YoY).

In contrast, LHG (-0.61%), DRH (-0.57%), TCM (-1.43%), and SAB (-0.32%) closed in red territory.

The Hanoi Stock Exchange (HNX) has just announced that ACV (+0.00%) shares of Airports Corporation of Vietnam will be suspended from trading on UPCoM from July 22 to July 26 because this company does not disclose information about the 2021 Annual General Meeting of Shareholders.

Despite the rebound, the downside risk is still intact in the short term. The recovery may be the bull trap. Therefore, traders should be careful and reduce the position.

### Breaking news

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- ▶ U.S.: Signals of easing crude oil supply in U.S. oil inventories

The latest update of U.S. crude oil inventories yesterday was surprising to most global investors and economists, as the oil inventories level increased for the first time in more than 2 months, far different from market expectations. More specifically, U.S. oil stockpiles increased by more than 2 million barrels in a week ended 14th July, far higher than the projection of reducing 4.5 million barrels. (EIA)

## Event Calendar

### ▶ Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
23/07/2021	30/07/2021	BRR	UPCOM	Cash Dividend	2%	200
23/07/2021	13/08/2021	CSV	HOSE	Cash Dividend	10%	1,000

23/07/2021	10/08/2021	NAU	UPCOM	Cash Dividend	1%	81
23/07/2021	05/08/2021	SIP	UPCOM	Cash Dividend	10%	1,000
23/07/2021	23/07/2021	SSB	HOSE	Share Issue	9%	
23/07/2021	11/08/2021	TN1	HOSE	Cash Dividend	5%	500
23/07/2021	23/07/2021	TN1	HOSE	Share Issue	45%	
23/07/2021	11/08/2021	VLW	UPCOM	Cash Dividend	10%	1,000

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