

Xin Chao Vietnam

Market performance

	27 Jul	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,276.93	0.3	(8.1)	4.7	15.7
Turnover (VND bn)	18,299				
VN30 (pt, % chg.)	1,409.85	0.4	(6.0)	9.8	31.7

Major indicators

	27 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.)	0.91	0.0	(0.0)	0.2	0.1
VND/USD (% chg.)	23,010	0.0	0.0	0.2	0.4
VND/JPY (% chg.)	20,879	(0.1)	(0.3)	1.5	7.1
VND/EUR (% chg.)	27,106	0.1	1.4	2.6	5.0
VND/CNY (% chg.)	3,553	(0.1)	0.3	0.0	(0.4)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.25	(0.0)	(0.3)	(0.4)	0.3
WTI (USD/bbl, % chg.)	72.12	0.3	(2.6)	14.6	48.6
Gold (USD/oz, % chg.)	74.86	0.5	(1.7)	12.7	44.5

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FLC	89.7	STB	(238.2)
HPG	70.8	CTG	(195.2)
TRA	37.6	VHM	(193.9)
KOS	28.6	NVL	(137.4)
OCB	27.1	VCB	(112.5)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
AGG	371.7	VHM	(85.8)
NVL	106.0	PDR	(42.1)
MSB	91.3	SSI	(37.0)
VRE	49.2	VNM	(36.2)
MSN	32.8	VCB	(29.7)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Diversified Financials	2.2	Commercial Services	(2.6)
Telecommunication	1.9	Media & Entertainment	(1.5)
Others	1.6	Retailing	(1.3)
Health Care	1.3	Pharmaceuticals	(0.6)
Energy	1.1	Real Estate	(0.4)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Oil and Gas makes market gains
- **Vietnam:** The COVID-19 outbreak spread over the FDI sector

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	16.9	2.7	12.2	16.0
2021F	304,264	177,159	19.4	14.1	2.3	10.9	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	2Q21	2019	2020	2021F
GDP (% yoy)	2.6	4.5	4.5	6.6	7.0	2.9	6.4
Trade balance (USD bn)	10.7	3.3	2.8	(4.3)	10.4	19.8	1.8
CPI (% yoy, avg.)	3.2	1.4	0.3	2.6	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

Oil and Gas makes market gains

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Vietnam stock market maintained its uptrend thanks to high demand on Oil and Gas.

At the close, the VNIndex gained 0.33% to close at 1,276 pts. Meanwhile, the trading volume was 557 million shares or VND18,299bn.

Foreigners reversed to net buy VND285bn on HSX. They purchased AGG, NVL, and MSB the most with net values of VND371bn, VND106bn, and VND91bn, respectively.

Oil and Gas was the market leader driven by GAS (+0.79%), OIL (+5.00%), PLX (+0.80%), POW (+2.86%), PVC (+2.33%), PVD (+3.45%), and PVS (+2.97%).

Moreover, Banking and Brokerages outperformed the benchmark index, namely BVS (+1.85%), HCM (+2.80%), SSI (+2.36%), VCI (+3.26%), VND (+3.82%), ACB (+1.38%), CTG (+1.09%), SHB (+1.52%), STB (+1.39%), TCB (+1.53%), VPB (+0.53%), and TPB (3.65%).

Moreover, some constituents of the VN30Index jumped more than 1%, such as MSN (+3.63%), VRE (+3.36%), REE (+1.54%), HPG (+1.32%), and TCH (1.08%).

One of Dragon Capital (DC) funds sold out 2 million shares of KDH (-0.26%), reducing the total DC's ownership from 9.17% to 8.85%

GVR (+0.92%) posted its revenue of VND5,688bn (+72% YoY) and net income of VND846bn (+86.2% YoY) in 2Q21.

In contrast, VHM (-1.64%), VNM (-1.57%), MWG (-1.43%), SBT (+1.08%), and VCB (-1.04%) closed in red territory.

Despite the second gaining session in a row, the downside risk is still intact in the short term as the pessimistic market sentiment. Moreover, the recovery may be the bull trap. Therefore, traders should be careful and reduce the position.

Breaking news

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- ▶ Vietnam: The COVID-19 outbreak spread over the FDI sector

According to the latest update from Vietnam's Ministry of Planning and Investment, July's data for FDI investment activity were gloomy under the impact of the ongoing outbreak this time. More specifically, newly registered capital just recorded USD1.45bn, which is the second-lowest since April 2020 and 53.8% lower than in July 2020. FDI disbursement activity was also under pressure of current lockdowns, dropping to the lowest level since March 2021, at USD1.26bn (-14.29% YoY). (MPI)

Event Calendar

▶ New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Listed Value	Listed Shares	Reference Price
7/28/2021	HKB	Ha Noi – Kinh Bac Agriculture and Food	UPCoM	516.0	51,599,999	800

▶ Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
28/07/2021	28/07/2021	ADC	HNX	Share Issue	30%	

28/07/2021	08/09/2021	NDN	HNX	Cash Dividend	15%	1,500
28/07/2021	28/07/2021	NDN	HNX	Share Issue	15%	
28/07/2021	11/08/2021	NSL	UPCOM	Cash Dividend	10%	1,000
29/07/2021	29/07/2021	BMS	UPCOM	Share Issue	14%	
29/07/2021	30/08/2021	DNE	UPCOM	Cash Dividend	9%	850
29/07/2021	30/08/2021	DPR	HOSE	Cash Dividend	15%	1,500
29/07/2021		GLW	UPCOM	Annual General Meeting		
29/07/2021	29/07/2021	GMX	HNX	Share Issue	20%	
29/07/2021	29/07/2021	GMX	HNX	Share Issue	50%	
29/07/2021	16/08/2021	NTW	UPCOM	Cash Dividend	12%	1,200
29/07/2021	30/08/2021	NVP	UPCOM	Cash Dividend	2%	180
29/07/2021	29/07/2021	VC3	HNX	Share Issue	10%	
29/07/2021	20/08/2021	VIP	HOSE	Cash Dividend	6%	600
30/07/2021		BII	HNX	Extraordinary General Meeting		
30/07/2021	31/08/2021	VLP	UPCOM	Cash Dividend	8%	800

- **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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