

Xin Chao Vietnam

Market performance

	3 Aug	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,337.93	0.4	(5.8)	7.7	21.2
Turnover (VND bn)	21,021				
VN30 (pt, % chg.)	1,477.11	0.5	(5.0)	11.2	37.9

Major indicators

	3 Aug	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.49	(0.0)	(0.0)	(0.0)	0.1
3-yr gov't bonds (% bp chg.)	0.86	(0.0)	(0.0)	0.1	0.0
VND/USD (% chg.)	22,936	0.1	0.3	0.5	0.7
VND/JPY (% chg.)	21,032	0.1	(1.4)	0.3	6.3
VND/EUR (% chg.)	27,240	0.1	0.3	1.7	4.5
VND/CNY (% chg.)	3,549	(0.1)	0.2	0.3	(0.3)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.18	0.0	(0.2)	(0.4)	0.3
WTI (USD/bbl, % chg.)	70.42	(0.2)	(6.3)	7.2	45.1
Gold (USD/oz, % chg.)	72.41	0.0	(4.9)	5.1	39.8

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
IJC	106.0	VHM	(632.1)
ACB	99.6	HPG	(80.6)
VPB	41.9	TDM	(63.0)
VIC	40.6	TCO	(42.5)
VNM	32.7	CTG	(37.0)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
SSI	122.3	VIC	(215.2)
MBB	90.9	CTG	(36.4)
STB	76.6	VCI	(26.5)
VHM	71.3	VRE	(25.0)
HDB	53.3	HPG	(18.0)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Technology	5.0	Telecommunication	(1.9)
Real Estate	3.3	Automobiles	(0.7)
Diversified Financials	2.9	Energy	(0.5)
Banks	1.4	Utilities	(0.2)
Insurance	1.2	Pharmaceuticals	(0.1)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Bullish market
- **Vietnam:** Trade turnover remains high

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	17.6	2.8	12.6	16.0
2021F	304,264	177,159	19.4	14.8	2.4	11.3	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	(3.4)	(3.5)	6.5
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

Bullish market

Hieu Tran
hieu.ttm@kisvn.vn

Vietnam stock market resumed its uptrend for the seventh gaining session in a row thanks to optimistic sentiment.

At the close, the VNIndex gained 1.39% to close at 1,332 pts. Meanwhile, the trading volume was 632 million shares or VND21,020bn.

Foreign investors continued to net buy with a net value of VND296bn on HSX. They purchased SSI, MBB, STB the most with net values of VND122bn, VND90bn, and VND76bn, respectively.

Real Estate was the market leader driven by VRE (+2.91%), VIC (+6.51%), VHM (+2.59%), NLG (+1.76%), LDG (+2.69%), HDG (+6.82%), and DIG (+2.17%). Despite posting lackluster revenue growth to VND616bn (+49% YoY) in 2Q21, DIG still recorded a 10% YoY net profit growth to VND53bn driven by the SGA expense decreased by 48% YoY and financial expense slump by 12% YoY.

Besides, cash flowed into Banking and Brokerages, namely BID (+1.88%), EIB (+4.65%), HDB (+2.05%), NVB (+8.91%), VCB (+1.86%), MBB (+1.74%), HCM (+2.91%), SSI (+2.73%), and VND (+8.48%).

In contrast, PLX (-0.58%), GAS (-0.53%), NT2 (-0.54%), and PVD (-0.54%) closed in red territory.

In the second quarter of 2021, VSC (-0.82%) recorded revenue of VND476.6bn, profit after tax of VND103.8bn, up 21.3% and 49.6% respectively over the same period last year. In which, gross profit margin improved from 24.2% to 32.1%.

In the short term, the VNIndex confirms the uptrend as the index closes above 1,300-pts threshold. Therefore, traders may open long positions with a small proportion, focusing on leading stocks such as Banking and Brokerages.

Breaking news

Tuan Doan
tuan.doan@kisvn.vn

► Vietnam: Trade turnover remains high

Although witnessing a slowdown, trade turnover in July kept recoding high value due to the favorable foreign demand under prevailing vaccination in developed countries. In detail, export and import values posted USD27.00bn and USD28.70bn, growing by 8.55% YoY and 29.88% YoY in this period, respectively. A high turnover of goods and services internationally traded outside this period confirms the trade activity was still on the recovery path as the demand from our major trading partners, including the U.S., EU, South Korea, Japan, and China, generally keep higher than 2020. For seven months of 2021, export and import values impressively grew by 25.46% YoY and 35.04% YoY, posting USD185.34bn and USD187.97bn, respectively. Besides, the trade balance recorded a deficit of USD1.70bn this month, marking the 4-month streak of the low export turnover relative to import turnover. (GSO, VN Customs, KIS)

Event Calendar

► New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Listed Value	Listed Shares	Reference Price
04/08/2021	SSH	Sunshine Homes Development JSC	UPCoM	2,500.0	250,000,000	21,600
04/08/2021	ACG	An Cuong Wood - Working JSC	UPCoM	876.5	87,650,344	90,000
04/08/2021	GH3	Hanoi Transport Project JSC	UPCoM	115.0	11,500,000	10,000

► **Public offerings**

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
25/08/2021	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
04/08/2021	26/08/2021	BIC	HOSE	Cash Dividend	12%	1,200
04/08/2021	25/08/2021	BMD	UPCOM	Cash Dividend	10%	1,020
04/08/2021	25/08/2021	DVP	HOSE	Cash Dividend	25%	2,500
05/08/2021		AAV	HNX	Extraordinary General Meeting		
05/08/2021	05/08/2021	CMX	HOSE	Share Issue	100%	
05/08/2021	08/09/2021	HVX	HOSE	Cash Dividend	2%	200
05/08/2021		LMC	UPCOM	Extraordinary General Meeting		
05/08/2021	25/08/2021	MDG	HOSE	Cash Dividend (2020)	3%	300
05/08/2021	25/08/2021	MDG	HOSE	Cash Dividend (2021)	3%	300
05/08/2021	24/08/2021	SAL	UPCOM	Cash Dividend	4%	445
05/08/2021	19/08/2021	SEB	HNX	Cash Dividend	10%	1,000
05/08/2021	05/08/2021	TTA	HOSE	Share Issue	8%	
06/08/2021		AMP	UPCOM	Annual General Meeting		
06/08/2021		KOS	HOSE	Extraordinary General Meeting		
06/08/2021	25/08/2021	TGG	HOSE	Extraordinary General Meeting		

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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.

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- 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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