

Xin Chao Vietnam

Market performance

	5 Aug	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,345.55	0.8	(4.6)	7.1	21.9
Turnover (VND bn)	18,878				
VN30 (pt, % chg.)	1,486.46	1.0	(4.6)	10.4	38.8

Major indicators

	5 Aug	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.46	(0.0)	(0.1)	(0.1)	0.0
3-yr gov't bonds (% bp chg.)	0.85	(0.0)	0.1	(0.1)	0.0
VND/USD (% chg.)	22,949	0.0	0.2	0.5	0.6
VND/JPY (% chg.)	20,938	0.1	(1.0)	0.9	6.8
VND/EUR (% chg.)	27,169	0.1	0.5	1.8	4.8
VND/CNY (% chg.)	3,552	(0.1)	0.2	0.2	(0.4)
	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.)	68.52	0.5	(8.8)	4.4	41.2
Gold (USD/oz, % chg.)	70.67	0.4	(8.4)	2.5	36.4

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
PTL	106.6	VHM	(623.8)
VGC	61.7	DPM	(28.9)
TDC	48.0	CTG	(15.0)
VCI	44.6	E1VFN30	(12.1)
FUESSVFL	27.5	DCM	(7.6)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VHM	504.8	VNM	(82.6)
STB	194.8	VRE	(40.8)
SSI	150.9	FUESSVFL	(28.3)
MBB	130.6	NVL	(22.3)
HPG	83.4	VIC	(18.2)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Automobiles	4.9	Telecommunication	(4.2)
Materials	2.9	Technology	(1.6)
Media & Entertainment	2.7	Household Products	(1.5)
Diversified Financials	1.9	Insurance	(0.4)
Retailing	1.7	F&B	(0.3)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Material in the spotlight
- **Vietnam:** FDI is worsening under lockdowns

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	17.7	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

Material in the spotlight

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Vietnam stock market maintained its uptrend for the ninth gaining session.

At the close, the VNIndex gained 0.81% to close at 1,345 pts. Meanwhile, the trading volume was 615 million shares or VND18,877bn.

Foreign investors continued to net buy with a net value of VND1,103bn on HSX. They purchased VHM, STB, and SSI the most with net values of VND504bn, VND194bn, and VND150bn, respectively.

Material was the market leader thanks to HPG (+2.74%), HSG (+2.93%), and NKG (+4.42%). In which, their business result in 2Q21 was positive.

Besides, Brokerage and Banking outperformed the benchmark index, such as ACB (+1.41%), HDB (+1.28%), MBB (+1.01%), SHB (+5.11%), STB (+1.31%), TPB (+2.28%), VPB (+2.15%), HCM (+1.41%), MBS (+1.61%), SSI (+1.23%), VCI (+4.49%), and VND (+2.81%). Among these, in 2Q21, revenue and EAT of VPB was VND12,046.9bn (+34.6% YoY) and VND4,016.4bn (+36.1 YoY). In 1H21, EAT posted VND7,218.2bn, completing 54.2% 2021 target.

MSR (+0.51%) earned spectacular 2Q21 results when all figures were positive. Revenue was VND3.1tn (+2 times higher YoY); gross profit skyrocketed to VND555bn vs. a loss of VND67bn; net profit came into VND18bn vs. a loss of VND200bn in 2Q20 even MSR didn't enjoy a one-off financial income of VND470bn recorded in 2Q20.

Moreover, ACV (+0.13%) has announced the 2Q21 consolidated financial statements, recording revenue of VND1,579bn, an increase of more than 57% compared to the same period last year and PBT of VND618bn (mainly driven by financial income of VND926bn)

Moreover, some constituents of the VN30Index jumped more than 1%, such as MWG (+1.76%), VHM (+1.09%), and FPT (+1.05%).

In contrast, MSN (+0.74%), PNJ (+0.73%), VNM (+0.57%), and POW (+0.46%) closed in red territory.

In the short term, the VNIndex confirms the uptrend thanks to optimistic market sentiment. Therefore, traders should hold long positions with a small proportion, focusing on leading stocks such as Banking and Brokerages.

Breaking news

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► Vietnam: FDI is worsening under lockdowns

The complicated COVID-19 outbreak and the ongoing strict social-distancing measures remained a real challenge for FDI investment activity in the near term. A main concern in the month was a significant slowdown in the FDI disbursement, which we expected was under strong impacts of COVID-19-related lockdowns in several FDI destinations, such as in Binh Duong, Dong Nai, and Ho Chi Minh City. As a consequence, FDI disbursement posted only USD1.26bn, the worst performance since February this year, and dropped by 14.3% YoY. (GSO, KIS)

Event Calendar

► 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
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		

- **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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