

Xin Chao Vietnam

Market performance

	16 Aug	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,370.96	1.0	5.5	8.3	24.2
Turnover (VND bn)	27,341				
VN30 (pt, % chg.)	1,500.77	1.1	4.4	8.7	40.2

Major indicators

	16 Aug	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.)	0.68	(0.2)	(0.2)	(0.3)	(0.2)
VND/USD (% chg.)	22,858	(0.2)	0.7	0.8	1.1
VND/JPY (% chg.)	20,902	(0.6)	0.0	0.9	7.0
VND/EUR (% chg.)	26,916	0.1	0.9	4.2	5.8
VND/CNY (% chg.)	3,528	(0.1)	0.8	1.5	0.3
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.27	(0.0)	(0.0)	(0.4)	0.4
WTI (USD/bbl, % chg.)	67.50	(1.4)	(6.0)	3.3	39.1
Gold (USD/oz, % chg.)	69.71	(1.2)	(5.3)	1.5	34.6

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
TCB	244.9	VHM	(211.5)
STB	151.4	MSB	(193.1)
HPG	134.7	KBC	(190.5)
DPM	42.2	VPB	(170.7)
VCI	40.6	DIG	(157.5)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HSG	15.9	VHM	(136.7)
BWE	15.9	VIC	(102.6)
PTB	15.5	HPG	(81.3)
MSH	14.6	SSI	(66.8)
HDB	14.0	KBC	(54.2)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Diversified Financials	5.9	Energy	(1.0)
Health Care	3.7	Real Estate	(0.8)
Materials	3.3	Retailing	(0.5)
Telecommunication	3.2	Consumer Services	(0.4)
Commercial Services	2.4	Software & Services	(0.2)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** High demand on Banking
- **Vietnam:** Trade activity is revised to be higher in July

Macro & Strategy

- **Fundflow 09 – 13 Aug:** Outflow keeps increasing across Vietnam

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	16.8	18.1	2.9	12.9	16.0
2021F	304,264	177,159	19.3	15.1	2.5	11.6	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)	6.2
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

High demand on Banking

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Vietnam stock market maintained its uptrend thanks to high demand on Banking.

At the close, the VNIndex gained 1.03% to close at 1,370 pts. Meanwhile, the trading volume was 821 million shares or VND27,340bn.

Foreign investors continued to net sell with a net value of VND958bn on HSX. They sold VHM, VIC, and HPG the most with net values of VND136bn, VND102bn, and VND81bn, respectively.

Banking was the market leader driven by ACB (+0.99%), BID (+1.76%), CTG (+2.33%), HDB (+2.88%), MBB (+4.73%), NVB (+2.40%), SHB (+1.03%), STB (+2.02%), TCB (+3.45%), TPB (+1.92%), VCB (+1.00%), and VPB (+3.14%). Among these, VPB is reported to post a 90% of USD1.4bn gains from the stake transfer in FE Credit as a other income in 3Q21.

Besides, Brokerage outperformed the benchmark index, namely BVS (+7.26%), HCM (+5.29%), MBS (+9.54%), SHS (+7.88%), SSI (+5.25%), and VNS (+3.31%), notably, BSI, FTS, VCI, and VDS limited up.

Some constituents of the VN30Index jumped more than 1%, such as SBT (+5.97%), VRE (+1.79%), HPG (+1.64%), REE (+1.44%), POW (+1.33%), and GAS (+1.29%).

In contrast, VHM (-3.33%), PLX (-1.51%), TCH (-1.03%), and VJC (-0.59%) closed in red territory.

Based on the gaining session, the short-term uptrend of the VNIndex is still intact. 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: Trade activity is revised to be higher in July

According to the latest update for trade turnover in July from VN Customs, both export and import were significantly higher than previous estimates from GSO after being revised. More specifically, export turnover reached USD27.87bn in July, about USD870mn higher than its initial estimate of USD27.00bn and up 12.0% YoY. On the other side, import value was also revised to USD29.11bn from USD28.70bn from GSO's estimate, increasing by USD411mn and 31.8% higher than the same period last year. (VN Customs, GSO)

Macro & strategy

Fundflow 09 – 13 Aug

Outflow keeps increasing across Vietnam

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► Vietnam foreign flow

Foreign selling activity increased strongly last week. Net sell value was USD95mn.

Foreign selling pressure focused on major sectors, such as Financials and Materials. Particularly, SSI, CTG, DPM, and HPG were divested the most, fading the solid demand across STB and NKG. Besides, Consumer Staples also turned around to be net sold, mainly driven by large sell orders on MSN. On the contrary, Energy and Consumer Discretionary attracted the most foreign demand thanks to the massive buying activity on PLX and DRC.

► South East Asia ETF flow

Outflow ticked up across SEA, net outflow was USD37mn, reaching a 3-month high. Notably, Vietnam has experienced the massive outflow last week which was the main driver for the divestment across SEA. In contrast, Thailand kept recording the

positive flow of money for two consecutive weeks.

Outflow increased massively across Vietnam, recording at USD32mn, reaching the highest figure since 2015. However, the outflow is expected to slow down in the upcoming weeks. Particularly, the money outflow was mainly driven by the divestment across Fubon FTSE Vietnam ETF whilst other major ETFs were not divested significantly. In this case, the outflow would not bring negative impact to the market and the flow of money will soon come back to normal level.

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
17/08/2021	31/08/2021	CKV	HNX	Cash Dividend	10%	1,000
17/08/2021		DNB	UPCOM	Extraordinary General Meeting		
17/08/2021		DTI	UPCOM	Extraordinary General Meeting		
17/08/2021		MHP	UPCOM	Extraordinary General Meeting		
17/08/2021	17/08/2021	MQN	UPCOM	Share Issue	16%	
17/08/2021	17/08/2021	VIC	HOSE	Share Issue	12%	
18/08/2021	18/08/2021	GIL	HOSE	Share Issue	20%	
18/08/2021		TST	HNX	Annual General Meeting		
19/08/2021	10/09/2021	D2D	HOSE	Cash Dividend	15%	1,500
19/08/2021		FDC	HOSE	Annual General Meeting		
19/08/2021	20/09/2021	HGM	HNX	Cash Dividend	10%	1,000
19/08/2021		KTS	HNX	Annual General Meeting		
19/08/2021		PPH	UPCOM	Annual General Meeting		
19/08/2021	20/09/2021	VE2	HNX	Cash Dividend	7%	700
19/08/2021	31/08/2021	VFG	HNX	Cash Dividend	10%	1,000
20/08/2021		AAS	UPCOM	Extraordinary General Meeting		
20/08/2021	20/09/2021	MVN	UPCOM	Extraordinary General Meeting		
20/08/2021	18/09/2021	SGP	UPCOM	Extraordinary General Meeting		
20/08/2021		SLS	HNX	Annual General Meeting		
20/08/2021	10/09/2021	SUM	UPCOM	Cash Dividend	2%	173

■ 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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