

Xin Chao Vietnam

Market performance

	20 Aug	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,329.43	(3.3)	4.8	3.5	20.4
Turnover (VND bn)	38,222				
VN30 (pt, % chg.)	1,450.45	(3.6)	3.5	1.8	35.5

Major indicators

	20 Aug	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.51	0.0	(0.0)	(0.1)	0.1
3-yr gov't bonds (% bp chg.)	0.87	0.0	0.1	(0.1)	0.0
VND/USD (% chg.)	22,828	(0.1)	0.8	1.0	1.2
VND/JPY (% chg.)	20,818	(0.1)	0.7	1.8	7.4
VND/EUR (% chg.)	26,666	0.0	1.7	5.4	6.8
VND/CNY (% chg.)	3,511	0.1	1.1	2.0	0.8
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.23	(0.0)	0.0	(0.4)	0.3
WTI (USD/bbl, % chg.)	63.25	(0.7)	(6.2)	1.9	30.4
Gold (USD/oz, % chg.)	65.99	(0.7)	(4.8)	1.4	27.4

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	300.3	VHM	(285.6)
VPB	220.5	MSB	(61.1)
VJC	177.5	GEX	(59.4)
TCB	156.6	MHC	(50.4)
MSN	97.2	PAC	(49.8)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
SSI	189.2	HPG	(181.5)
DGC	50.3	VJC	(159.0)
VHM	36.7	VIC	(107.7)
PHR	6.9	CTG	(101.7)
PC1	5.7	HCM	(49.5)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Health Care	6.9	Commercial Services	(4.9)
Technology	2.2	Retailing	(4.8)
		Telecommunication	(4.8)
		Energy	(4.2)
		Banks	(3.9)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Stock market turbulence
- **Vietnam:** Ho Chi Minh City to implement stricter social-distancing measures

Macro & Strategy

- **Chart of the day:** Crash?

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	17.4	2.8	12.5	16.0
2021F	304,264	177,159	19.3	14.6	2.4	11.2	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

Stock market turbulence

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The Vietnam stock market resumed its downtrend after Ho Chi Minh City announced that the city would implement many new measures to tighten the Directive 16 following Monday.

At the close, the VNIndex tumbled 3.30% to close at 1,329 pts. Meanwhile, the trading volume was 1,199 million shares or VND38,222bn.

Foreign investors continued to net sell with a net value of VND773bn on HSX. They sold HPG, VJC, and VIC the most with net values of VND181bn, VND158bn, and VND107bn, respectively.

Banking was the worst sector due to ACB (-4.82%), BID (-4.71%), CTG (-4.66%), EIB (-3.86%), HDB (-4.17%), MBB (-3.86%), NVB (-4.91%), STB (-5.51%), TCB (-4.72%), TPB (-4.63%), VCB (-2.63%), and VPB (-3.25%).

Besides, Real Estate and Energy underperformed the benchmark index driven by GAS (-3.74%), OIL (-5.15%), PLX (-3.69%), POW (-3.96%), PVD (-6.15%), PVS (-6.72%), DIG (-6.38%), HDG (-6.91%), KDH (-5.17%), PDR (-3.62%), VHM (-2.61%), VIC (-6.06%), and VRE (-3.22%).

In addition, some constituents of the VN30Index slid more than 3%, such as GVR (-6.31%), MWG (-4.93%), HPG (-3.73%), and SAB (-3.38%).

In contrast, VIX (+4.98%), DPM (+3.58%), GEX (+1.69%), HCM (+1.06%), and REE (+0.99%) closed in green territory.

Based on the crash, the uptrend of the VNIndex may reverse. The downside risk increased in the short term. Therefore, traders should be careful and reduce long positions.

Breaking news

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- ▶ Vietnam: Ho Chi Minh City to implement stricter social-distancing measures

In a press conference from the Steering Committee for COVID-19 Prevention and Control last Friday, Ho Chi Minh authorities decided to tighten the current social-distancing restrictions from 23rd August in the context that the pandemic situation is worsening. According to Phan Nguyen Nhu Khe, head of the Propaganda Department of HCM's Committee, specific details of the new social-distancing rules would be announced later after the plan is completed. (tuoitre.vn)

Macro & strategy

Chart of the day

Crash?

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- ▶ Market performance

The VNIndex unexpectedly tumbled last Friday because of the negative news from Ho Chi Minh city.

- ▶ Chart: Crash?

In the short term, the uptrend may reverse driven by the crash in the last session. Besides, a bearish divergence between Momentum indicators and price is confirmed as the index breaks the 1,350-pts zone, which is the lower line of a small rectangle in the 4-hour chart. Moreover, trading volume and value increase sharply, implying the high selling pressure. Therefore, the bearish market may form next week.

However, the uptrend is still intact in the long term as the VNIndex closes above long-term moving averages such as the MA100

and the MA200. Moreover, trend lines (red lines in Figure 1) are upward, implying the big trend.

The 1,300-pts area has turned around to act as the important short-term support. On the upside, the 1,350-1,380 pts area is expected to be the weekly resistance.

→ The bearish market may form as the confirmation of the divergence and breakdown of the small rectangle.

► Technical strategy: Reduce long position

In this situation, traders should reduce long positions and stay on the sidelines. However, the long-term uptrend is still intact. Hence, the contraction is the opportunity to accumulate stocks for long-term positions at significant supports such as the 1,250-pts threshold.

Event Calendar

► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
24/09/2021	TEG	Truong Thanh Energy and Real Estate JSC	323.8	10,000,000	10,000	-
25/08/2021	BVB	Viet Capital Commercial JSB	3,670.9	8,261,611	22,800	Delayed

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
23/08/2021	10/09/2021	DFC	UPCOM	Cash Dividend	11%	1,100
23/08/2021	24/09/2021	GEG	HOSE	Cash Dividend	4%	400
23/08/2021	23/08/2021	GEG	HOSE	Share Issue	4%	
23/08/2021	23/08/2021	GEG	HOSE	Share Issue	6%	
23/08/2021	23/08/2021	HSV	UPCOM	Share Issue	100%	
23/08/2021	15/09/2021	KDC	HOSE	Cash Dividend	6%	600
23/08/2021		KDC	HOSE	Extraordinary General Meeting		
23/08/2021	22/09/2021	LHG	HOSE	Cash Dividend	19%	1,900
23/08/2021	23/08/2021	NKG	HOSE	Share Issue	7%	
23/08/2021	23/08/2021	NKG	HOSE	Share Issue	13%	
23/08/2021	06/10/2021	SHS	HNX	Cash Dividend	12%	1,200
23/08/2021	23/08/2021	SHS	HNX	Share Issue	50%	
23/08/2021	23/08/2021	SHS	HNX	Share Issue	5%	
23/08/2021	15/09/2021	TSJ	UPCOM	Cash Dividend	11%	1,100
23/08/2021	23/08/2021	VFS	UPCOM	Share Issue	25%	
24/08/2021	08/09/2021	DGW	HOSE	Cash Dividend	10%	1,000
24/08/2021	24/08/2021	DGW	HOSE	Share Issue	100%	
24/08/2021	10/09/2021	KSV	UPCOM	Cash Dividend	6%	600
24/08/2021		LSS	HOSE	Annual General Meeting		
24/08/2021	09/09/2021	NBP	HNX	Cash Dividend	15%	1,500
24/08/2021	24/09/2021	PHS	UPCOM	Cash Dividend	3%	330
24/08/2021	25/09/2021	TCO	HOSE	Extraordinary General Meeting		

24/08/2021	15/09/2021	VRG	UPCOM	Cash Dividend	4%	400
25/08/2021	25/08/2021	BMI	HOSE	Share Issue	20%	
25/08/2021	17/09/2021	BMJ	UPCOM	Cash Dividend	5%	500
25/08/2021	10/09/2021	CDR	UPCOM	Cash Dividend	5%	500
25/08/2021	16/09/2021	IRC	UPCOM	Cash Dividend	7%	655
25/08/2021	24/09/2021	PHP	HNX	Cash Dividend	6%	600
25/08/2021	20/09/2021	SPH	UPCOM	Cash Dividend	12%	1,200
25/08/2021	22/09/2021	TVC	HNX	Extraordinary General Meeting		
26/08/2021	15/09/2021	BSI	HNX	Cash Dividend	9%	900
26/08/2021	26/08/2021	HDB	HOSE	Share Issue	25%	
26/08/2021	20/09/2021	TPC	HOSE	Cash Dividend	8%	800
26/08/2021	16/09/2021	VTB	HOSE	Cash Dividend	10%	1,000
27/08/2021	10/09/2021	DRL	HOSE	Cash Dividend	15%	1,500
27/08/2021	30/09/2021	JVC	HOSE	Annual General Meeting		
27/08/2021	30/09/2021	VDL	HNX	Annual 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.

- **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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