

Xin Chao Vietnam

Market performance

	22 Sep	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,350.68	0.8	1.6	(2.1)	22.4
Turnover (VND bn)	18,654				
VN30 (pt, % chg.)	1,453.22	0.5	0.2	(2.4)	35.7

Major indicators

	22 Sep	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.47	0.0	(0.0)	(0.0)	0.0
3-yr gov't bonds (% bp chg.)	0.83	0.0	(0.0)	(0.0)	(0.0)
VND/USD (% chg.)	22,761	0.0	0.3	1.1	1.5
VND/JPY (% chg.)	20,785	0.3	(0.2)	0.1	7.6
VND/EUR (% chg.)	26,697	(0.0)	0.3	2.5	6.6
VND/CNY (% chg.)	3,520	(0.0)	0.0	1.0	0.5
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.33	0.0	0.1	(0.1)	0.4
WTI (USD/bbl, % chg.)	71.49	1.4	14.7	(2.1)	47.3
Gold (USD/oz, % chg.)	75.27	1.2	15.5	0.6	45.3

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	38.1	MSB	(268.1)
VHC	21.4	KDH	(69.6)
VSC	20.6	VCB	(57.6)
VNM	9.7	VIC	(52.1)
BMI	9.4	VPB	(49.2)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
MBB	88.6	VPH	(61.7)
VCB	55.6	VIC	(48.4)
VNM	41.5	CTG	(40.9)
VND	32.0	NKG	(37.1)
KDH	29.3	DGC	(32.4)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Insurance	5.7	Diversified Financials	(0.0)
Telecommunication	3.5	Software & Services	(0.0)
Commercial Services	3.0		
Consumer Durables	2.7		
Others	2.3		

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Rebound at the upper line of the symmetrical triangle pattern
- **Vietnam:** ADB lower Vietnam's economic growth amid concerns about Delta's outbreak

Sector & Company

- **Insurance:** Sector brief

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	23.7	16.6	2.7	12.9	16.5
2021F	304,264	177,159	19.0	13.9	2.3	11.5	16.7

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)	5.9
China GDP (% yoy)	(6.8)	3.2	4.9	5.8	2.3	2.3	8.4

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Rebound at the upper line of the symmetrical triangle pattern

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The stock market resumed its uptrend despite the reduction of global markets.

At the close, the VNIndex increased 0.81% to close at 1,350 pts. Meanwhile, the trading volume was 753 million shares or VND18,654bn.

Foreign investors continued to net sell with a net value of VND202bn on HSX. They sold VPH, VIC, and CTG the most with net values of VND61bn, VND48bn, and VND40bn, respectively.

Cash flowed into Consumer Staple tickers, namely ANV (+1.67%), FMC (+1.05%), MSN (+2.44%), MWG (+1.53%), PAN (+1.62%), and VNM (+3.04%).

Energy outperformed the benchmark index driven by OIL (+5.22%), PLX (+1.01%), POW (+1.29%), PVB (+6.04%), and PVC (+7.34%).

Moreover, some constituents of the VN30Index jumped more than 1%, such as BVH (+5.92%), PNJ (+3.33%), GVR (+1.65%), and VCB (+1.53%).

In contrast, PDR (-0.74%), SSI (-0.71%), ACB (-0.63%), CTG (-0.48%), and HDB (-0.39%) closed in red territory.

The VNIndex rebounds after it retests the upper line of the symmetrical triangle pattern. That implies the uptrend. However, the downside risk is intact due to the high volatility of global markets. Therefore, traders should be careful and wait for more confirmation signals.

Breaking news

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► Vietnam: ADB lower Vietnam's economic growth amid concerns about Delta's outbreak

In the latest update Asian Development Outlook (ADO) 2021 released yesterday, ADB lowered its economic projection for 2021 Vietnam's GDP growth to just 3.8% from 6.7% in an earlier estimate, reflecting severe damage of the ongoing Delta's outbreak to Vietnam's economy. Vietnam Director of ADB, Andrew Jeffries, said that the Delta's outbreak and a prolonged lockdown weakened domestic consumption and investment activities, dragging on the economic growth. Besides, 2022's economic growth is also lowered from 7% in the previous estimate to just 6.5%. (ADB)

Sector & company

Insurance

FOL 100% - Untie knots for foreign investment

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On Aug 31st 2021, Ministry of Planning and Investment (MPI) officially updated "detailed requirement for market access" towards industries with conditional market access to foreign investors, including insurance industry. With new update from MPI, Requirement clearly stated that "Not limited" for Foreign ownership at insurance companies. It will untie knots for foreign capital flowing more into domestic foreign industry.

Given the fact that, Insurance was in the list of conditional market access to foreign investors for a long time but there was no clear regulation about foreign ownership limit (FOL). According to Article 139, Decree 155/2020/ND-CP said that: "In case industry listed for conditional market access to foreign investors but no detailed regulated about FOL, it is applied FOL as 50% of charter capital". Thus, both insurance companies and their foreign partners understood that foreign ownership at insurance companies is limited to 50%.

Event Calendar

► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
27/09/2021	BVB	Viet Capital Commercial JSB	3,670.9	8,261,611	22,800	-
24/09/2021	TEG	Truong Thanh Energy and Real Estate JSC	323.8	10,000,000	10,000	-

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
23/09/2021		BKG	HOSE	Extraordinary General Meeting		
23/09/2021	12/10/2021	CAT	UPCOM	Cash Dividend	10%	1,000
23/09/2021	25/10/2021	KTC	UPCOM	Cash Dividend	6%	600
23/09/2021	25/10/2021	POS	UPCOM	Cash Dividend	15%	1,500
23/09/2021	22/10/2021	SBV	HOSE	Cash Dividend	12%	1,200
23/09/2021	05/10/2021	TMP	HOSE	Cash Dividend	12%	1,230
23/09/2021	08/10/2021	TMS	HOSE	Cash Dividend	5%	500
23/09/2021	23/09/2021	TMS	HOSE	Share Issue	15%	
24/09/2021	31/03/2022	DQC	HOSE	Cash Dividend	5%	500
24/09/2021	27/10/2021	TVH	UPCOM	Cash Dividend	34%	3,434

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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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