

Xin Chao Vietnam

Market performance

	24 Sep	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,351.17	(0.1)	2.9	(2.8)	22.4
Turnover (VND bn)	18,112				
VN30 (pt, % chg.)	1,459.94	0.1	2.9	(2.7)	36.3

Major indicators

	24 Sep	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.53	0.1	0.0	0.0	0.1
3-yr gov't bonds (% bp chg.)	0.68	(0.2)	0.0	(0.2)	(0.2)
VND/USD (% chg.)	22,770	(0.0)	0.3	1.1	1.4
VND/JPY (% chg.)	20,609	0.6	0.9	0.7	8.5
VND/EUR (% chg.)	26,672	(0.0)	0.4	3.1	6.7
VND/CNY (% chg.)	3,520	0.0	0.2	0.9	0.5
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.42	(0.0)	0.1	(0.1)	0.5
WTI (USD/bbl, % chg.)	73.32	0.0	8.6	0.0	51.1
Gold (USD/oz, % chg.)	77.38	0.2	8.9	2.4	49.4

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VHM	69.1	KDH	(71.0)
PPC	36.5	STB	(70.4)
VHC	29.8	MBB	(66.4)
HSG	26.3	HPG	(52.1)
VCG	22.2	VIC	(48.7)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
MBB	310.4	HPG	(127.3)
GMD	50.5	MSN	(65.3)
VHM	49.7	VIC	(60.1)
KDH	37.2	DGC	(52.8)
HCM	34.1	NVL	(36.7)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	5.8	Health Care	(6.9)
Insurance	1.4	Diversified Financials	(1.7)
Banks	0.6	Commercial Services	(1.3)
Utilities	0.3	Pharmaceuticals	(1.3)
Household Products	0.2	Retailing	(1.2)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Consolidation?
- **U.S.:** Economic recovery shows signs of slowing down in September with supply chain congestion

Macro & Strategy

- **Chart of the day:** Low probability for the downward swing
- **ETF review:** Timelines of local ETF

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	23.9	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

Consolidation?

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The stock market recorded a downtrend last Friday as the selling pressure appeared at the afternoon session.

At the close, the VNIndex lost 0.12% to close at 1,351 pts. Meanwhile, the trading volume was 657 million shares or VND18,111bn.

Foreign investors reversed to net buy with a net value of VND149bn on HSX. They purchased MBB, GMD, and VHM the most with net values of VND310bn, VND50bn, and VND49bn, respectively.

Consumer Staple was the market leader driven by FMC (-1.25%), MSN (-1.79%), MWG (-1.14%), PAN (-0.71%), and VHC (-2.18%).

Selling pressure pushed Material and Brokerage down due to BSI (-0.90%), HCM (-1.09%), SSI (-0.24%), VCI (-1.11%), VND (-1.87%), HPG (-0.39%), HSG (-2.37%), and NKG (-1.33%).

In contrast, cash flowed into Banking, namely ACB (+1.27%), BID (+0.63%), CTG (+0.32%), HDB (+0.39%), MBB (+2.87%), STB (+0.56%), TCB (+0.80%), and TPB (+0.12%).

Moreover, some constituents of the VN30Index jumped more than 1%, such as BVH (+1.73%), SAB (+1.14%), and VJC (+1.05%).

Based on the second losing session in a row, the downside risk is still intact. Therefore, traders should be careful and wait for more confirmation signals.

Breaking news

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- ▶ U.S.: Economic recovery shows signs of slowing down in September with supply chain congestion

According to the IHS Markit, an early update of business conditions in the U.S. private sector for September showed that the private-sector economy continued to see a solid expansion, but the increasing momentum was the slowest in a year. The significant slowdown in the ongoing recovery was due to slowing demand in the services sector and supply chain issues dragging on the manufacturing sector. As a result, the Flash U.S. Composite Output Index posted 54.5 in September, which is still in expansion territory but the lowest in 12 months. (IHS Markit)

Macro & strategy

Chart of the day

Low probability for the downward swing

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- ▶ Market performance

VNIndex has continued to follow the rigid movement, forming the short-term support zone at 1,300 pts area and there is low probability for the downward swing.

- ▶ Chart: 1,300 pts zone is the benchmark for the uptrend

Bollinger bands keep narrowing as well as major MAs are turning flat, signaling the long duration of the consolidation phase.

1,380-1,400 pts zone sets the strong supply area for the upward resumption phase in this week whilst 1,320 pts area is the weekly demand zone.

Notably, the breakout at 1,400 pts zone is needed to confirm the upward resumption phase. If this level is held, the upward swing will stay dormant.

The long-term uptrend is not faded when MA50 and MA200 are upward sloping.

The downward swing has low probability to occur thanks to the solid demand zone at 1,300 pts area.

→ The VNIndex is expected to retest 1,380-1,400 pts zone this week.

► Technical strategy: Hold the position

The long-term uptrend stays dormant due to the respected 1,400 pts zone. In this case, investors should continue to hold the current positions on leading stocks and wait for more accurate signals. On the contrary, positions should be closed by half if the 1,300 pts area is pierced.

ETF review

Timelines of local ETF

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In 4Q21, the VN30Index, the VN100Index, and the VNFIN LEAD Index will update their weight of constituents, basing on new data of the free float, share outstanding... According to the following timeline:

- 10/18/2021: The official announcement
- 11/1/2021: The application dates

Meanwhile, the VN Diamond Index and the VNX 50 Index will update new constituents of its list. The timeline is as follows:

- 09/30/2021: The based on date
- 10/18/2021: The official announcement
- 11/1/2021: The application dates

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
				Sep 30 VN Diamond Index VNX 50 Index	Oct 1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18 VN Diamond Index, VNX 50 Index, VN30Index, VN100Index, VNFIN LEAD Index	19	20	21	22	23
24	25	26	27	28	29	30
31	Nov 1 VN Diamond Index, VNX 50 Index, VN30Index, VN100Index, VNFIN LEAD Index					

¹Blue represents the based on date

²Red represents the official announcement

³Grey represents the application dates

Event Calendar

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
27/09/2021		CBS	UPCOM	Annual General Meeting		
27/09/2021	18/10/2021	CRC	HOSE	Cash Dividend	5%	500
27/09/2021	27/09/2021	CRC	HOSE	Share Issue	100%	
27/09/2021	28/10/2021	DCH	UPCOM	Annual General Meeting		
27/09/2021	28/10/2021	PVS	HNX	Cash Dividend	10%	1,000
27/09/2021	29/10/2021	SBR	UPCOM	Cash Dividend	1%	130
28/09/2021		ACG	UPCOM	Extraordinary General Meeting		
28/09/2021	11/10/2021	GLW	UPCOM	Cash Dividend	3%	300
29/09/2021	20/10/2021	CNG	HOSE	Cash Dividend	20%	2,000
29/09/2021	23/11/2021	DBC	HOSE	Cash Dividend	20%	2,000
29/09/2021	29/10/2021	GVR	HOSE	Extraordinary General Meeting		
29/09/2021	29/09/2021	HBC	HOSE	Share Issue	5%	
29/09/2021		HDG	HOSE	Extraordinary General Meeting		
29/09/2021		HUT	HNX	Extraordinary General Meeting		
29/09/2021	28/10/2021	NT2	HOSE	Cash Dividend	10%	1,000
29/09/2021	23/10/2021	YBM	HOSE	Annual General Meeting		
30/09/2021	15/10/2021	ABS	HOSE	Cash Dividend	5%	500
30/09/2021	14/10/2021	CLL	HOSE	Cash Dividend	22%	2,200
30/09/2021	15/10/2021	DNT	UPCOM	Cash Dividend	3%	300
30/09/2021	11/10/2021	HLD	HNX	Cash Dividend	25%	2,500
30/09/2021	02/11/2021	HMG	UPCOM	Extraordinary General Meeting		
30/09/2021	04/11/2021	POW	HOSE	Cash Dividend	2%	200
30/09/2021	25/10/2021	PVO	UPCOM	Cash Dividend	1%	100
01/10/2021	03/11/2021	CTG	HOSE	Extraordinary General Meeting		
01/10/2021	25/10/2021	DND	UPCOM	Cash Dividend	11%	1,100
01/10/2021		GIL	HOSE	Extraordinary General Meeting		
01/10/2021		HHV	UPCOM	Extraordinary General Meeting		
01/10/2021		PCG	HNX	Extraordinary General Meeting		
01/10/2021	19/10/2021	SVT	HOSE	Cash Dividend	20%	2,000

- **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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