

Xin Chao Vietnam

Market performance

	5 Oct	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,354.63	1.1	1.5	(4.0)	22.7
Turnover (VND bn)	19,083				
VN30 (pt, % chg.)	1,456.21	0.9	2.1	(6.5)	36.0

Major indicators

	5 Oct	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.52	(0.0)	0.1	(0.0)	0.1
3-yr gov't bonds (% bp chg.)	0.88	0.2	0.1	0.1	0.0
VND/USD (% chg.)	22,759	0.0	0.1	1.0	1.5
VND/JPY (% chg.)	20,470	0.2	1.3	1.3	9.2
VND/EUR (% chg.)	26,396	0.2	2.4	3.5	7.9
VND/CNY (% chg.)	3,532	(0.0)	(0.2)	0.7	0.2
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.49	0.0	0.2	0.1	0.6
WTI (USD/bbl, % chg.)	77.94	0.4	12.5	3.7	60.6
Gold (USD/oz, % chg.)	81.73	0.6	12.6	5.9	57.8

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	176.5	TPB	(645.5)
FMC	70.0	FIT	(329.6)
VPB	62.9	VND	(75.9)
VHM	36.6	KOS	(45.0)
DBD	30.4	VCB	(36.6)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
TPB	1,199.3	HPG	(468.4)
DCM	42.2	MBB	(57.2)
DHC	40.8	MSN	(29.4)
GAS	26.9	GMD	(27.2)
STB	25.2	E1VFN30	(25.7)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Diversified Financials	4.9	Others	(1.5)
Utilities	3.5	Consumer Durables	(0.5)
Telecommunication	2.6	Technology	(0.4)
Automobiles	1.4	Transportation	(0.2)
Banks	1.4	Pharmaceuticals	(0.1)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Need more bullish signals
- **Vietnam:** Industrial sector signals a sound recovery

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	24.0	16.4	2.7	13.1	16.5
2021F	304,264	177,159	19.0	13.7	2.3	11.7	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)	33.1	4.0	4.2	6.6	2.3	(3.4)	5.9
China GDP (% yoy)	4.9	5.8	18.3	7.9	6.0	2.3	8.3

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Need more bullish signals

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The stock market maintained its uptrend yesterday, although the global financial markets decreased.

At the close, the VNIndex jumped 1.13% to close at 1,354 pts. Meanwhile, the trading volume was 616 million shares or VND19,082bn.

Foreign investors reversed to net buy with a net value of VND559n on HSX. They purchased TPB the most with net values of VND1,199bn.

High demand pushed Brokerage up, namely BVS (+5.38%), HCM (+3.93%), MBS (+7.57%), SHS (+6.67%), SSI (+4.66%), VDS (+6.68%), and VND (+4.33%). Notably, BSI, FTS, and VCI limited up. Investors expected their business results in 3Q21 to increase thanks to the high trading value and volume.

Moreover, Banking and Energy outperformed the benchmark index driven by GAS (+4.81%), PVD (+4.35%), PVS (+2.50%), VSH (+3.05%), ACB (+1.61%), CTG (+2.79%), EIB (+1.36%), HDB (+1.66%), NVB (+1.47%), SHB (+2.48%), STB (+5.97%), and TPB (+1.19%).

Moreover, some constituents of the VN30Index jumped more than 1%, such as SAB (+3.55%), NVL (+2.35%), VHM (+1.79%), KDH (+1.09%), and GVR (+1.08%).

In contrast, Material, namely HPG (-0.36%), NKG (-0.84%), and HSG (-1.64%) closed in red territory.

Despite the sharp gain, the VNIndex needs a breakout or breakdown to confirm a trend (an uptrend or downtrend). Until the confirmation signal, traders should be careful and stay on the sidelines.

Breaking news

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► Vietnam: Industrial sector signals a sound recovery

The latest update for industrial production in September is a big surprise as it shows how resilient the manufacturing sector is just in the early stage of the re-opening. Accordingly, a 3-month contraction in the industrials sector during the fourth COVID-19 wave ended in the month with a marked rebound bringing the industrial production approximately to a pre-pandemic level in May. More specifically, IIP increased up to 5.45% MoM to a 4-month high, in which the increasing pace hit a 15-month high since June 2020. A deadline for a 3-month hard lockdown is coming to an end and opens a new phase for further recovery, we expect the industrial sector to again become a growth driver for the economy for the remainder of 2021. (GSO, KIS)

Event Calendar

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
06/10/2021	22/10/2021	DAS	UPCOM	Cash Dividend	4%	400
06/10/2021		MTC	UPCOM	Extraordinary General Meeting		
06/10/2021	06/10/2021	TV4	HNX	Share Issue	12%	
06/10/2021	02/11/2021	X20	HNX	Extraordinary General Meeting		
07/10/2021	08/11/2021	ANV	HOSE	Extraordinary General Meeting		
07/10/2021	07/10/2021	GKM	HNX	Share Issue	10%	
07/10/2021	25/10/2021	MCP	HOSE	Cash Dividend	8%	785
07/10/2021	07/10/2021	MSB	HOSE	Share Issue	30%	

07/10/2021	20/10/2021	SRC	HOSE	Cash Dividend	10%	1,000
07/10/2021	16/11/2021	TTB	HOSE	Annual General Meeting		
07/10/2021	04/11/2021	TVB	HOSE	Extraordinary General Meeting		
07/10/2021	05/11/2021	TVC	HNX	Extraordinary General Meeting		
08/10/2021		BNW	UPCOM	Extraordinary General Meeting		
08/10/2021	08/10/2021	DNA	UPCOM	Share Issue	5%	
08/10/2021	08/11/2021	HAX	HOSE	Extraordinary General Meeting		
08/10/2021		HII	HOSE	Extraordinary General Meeting		
08/10/2021	08/11/2021	PCT	HNX	Extraordinary General Meeting		
08/10/2021	25/10/2021	SGN	HOSE	Cash Dividend	10%	1,000
08/10/2021	26/10/2021	VMS	HNX	Cash Dividend	12%	1,200

- **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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