

Xin Chao Vietnam

Market performance

	8 Oct	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,372.73	0.5	2.9	(0.1)	24.4
Turnover (VND bn)	17,690				
VN30 (pt, % chg.)	1,476.54	0.9	3.0	(2.9)	37.9

Major indicators

	8 Oct	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.53	(0.0)	0.1	0.1	0.1
3-yr gov't bonds (% bp chg.)	0.68	(0.0)	(0.1)	(0.2)	(0.2)
VND/USD (% chg.)	22,763	(0.0)	0.0	1.1	1.5
VND/JPY (% chg.)	20,331	0.3	1.5	3.1	10.0
VND/EUR (% chg.)	26,318	(0.0)	2.2	3.5	8.2
VND/CNY (% chg.)	3,530	0.0	(0.2)	0.4	0.2
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.58	0.0	0.2	0.3	0.7
WTI (USD/bbl, % chg.)	78.89	0.8	13.8	8.2	62.6
Gold (USD/oz, % chg.)	82.53	0.7	13.7	11.3	59.3

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
MWG	49.9	VPB	(54.4)
VCB	23.4	SAM	(30.2)
TPB	22.3	HCM	(28.3)
FUEVFNVD	18.4	HPG	(24.7)
VHM	17.4	VOS	(24.2)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HAH	73.0	HPG	(75.4)
DHC	44.1	VNM	(56.6)
VHM	38.5	PAN	(32.2)
GAS	30.0	SSI	(31.0)
KDH	26.2	DPM	(28.9)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Software & Services	4.5	Health Care	(2.0)
Media & Entertainment	1.7	Automobiles	(1.9)
F&B	1.7	Insurance	(1.1)
Consumer Durables	1.1	Technology	(0.9)
Transportation	0.7	Capital Goods	(0.5)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Banking makes market gains
- **India:** Central bank to abruptly end bond-purchasing support program

Macro & Strategy

- **Chart of the day:** Heading to the all-time high

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	29.4	15.9	2.6	13.3	16.5
2021F	304,264	177,159	18.7	13.4	2.2	11.9	16.6

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

Banking makes market gains

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The stock market maintained its uptrend for the fifth gaining session in a row.

At the close, the VNIndex increased by 0.49% to close at 1,372 pts. Meanwhile, the trading volume was 610 million shares or VND17,689bn.

Foreign investors continued to net sell with a net value of VND129bn on HSX. They sold HPG, VNM, and PAN the most with net values of VND75bn, VND56bn, and VND32bn, respectively.

Banking was the market leader thanks to ACB (+0.80%), EIB (+1.59%), HDB (+1.04%), NVB (+1.45%), SHB (+2.48%), STB (+0.78%), TCB (+1.40%), and VPB (+0.70%).

VCG (+0.25%) posted its 3Q21 prelim results with VND253bn profit before tax (-5% YoY), driving the 9M21 PBT to VND953bn, 27% beyond the full-year company's estimate.

Cash flowed into Technology and Brokerage, namely SAM (+6.67%), FPT (+4.88%), ELC (+2.25%), FTS (+1.64%), SHS (+0.54%), SSI (+0.37%), VCI (+1.65%), and VND (+0.59%).

Moreover, some constituents of the VN30Index jumped more than 2%, such as KDH (+2.83%), MSN (+2.68%), SAB (+2.59%), and PNJ (+2.58%).

In contrast, selling pressure pushed some Energy stocks down due to NT2 (-1.79%), PLX (-0.19%), POW (-1.58%), PVB (-1.81%), PVC (-0.79%), PVD (-0.63%), and VSH (-1.66%).

TCD (-0.28%) also announced 3Q21 earnings with a VND87.4bn profit after tax (4 times YoY), bringing the 9M21 PAT to VND280bn (+92.4% YoY) and completing FY21F guidance.

The VNIndex retests the Aug peak at 1,380 pts. The index should need a breakout to confirm an uptrend. Until the confirmation signal, traders should be careful and stay on the sidelines.

Breaking news

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- ▶ India: Central bank to abruptly end bond-purchasing support program

According to the latest announcement on Friday, the Reserve Bank of India decided to end its quantitative easing support program as the fast economic recovery takes hold, which is originated since the first outbreak last year. Friday's decision from India's central bank is a surprise for the market without a step of scaling back the bond-purchasing program before. (Bloomberg, Reserve Bank of India)

Macro & strategy

Chart of the day

Heading to the all-time high

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- ▶ Market performance

VNIndex increased slightly, confirming the upward resumption phase and there is the tendency for the index to retest the all-time high (1,400 pts zone).

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

The VNIndex closed above major MAs, confirming the upward resumption phase.

1,400-1,420 pts zone sets the strong supply area for the upward resumption phase, but there is high probability for the breakout

at this zone. On the downside, 1,300 pts area is the benchmark for the upward swing.

The long-term uptrend is active when MA50 and MA200 are upward sloping.

If 1,300 pts zone is still held, the uptrend is still active.

→ The VNIndex is expected to retest the all-time high this week.

► Technical strategy: Increase the positions on leading stocks

The upward resumption phase is confirmed. In this case, investors should continue to hold the current positions and add more positions on leading stocks. On the contrary, positions should be closed by half if the 1,300 pts area is pierced.

Event Calendar

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
11/10/2021	20/10/2021	BVS	HNX	Cash Dividend	8%	800
11/10/2021	11/10/2021	HAB	UPCOM	Share Issue	502%	
11/10/2021	11/10/2021	HCM	HOSE	Share Issue	50%	
11/10/2021	27/10/2021	HU4	UPCOM	Cash Dividend	8%	800
11/10/2021	29/10/2021	HU6	UPCOM	Cash Dividend	3%	300
11/10/2021		JVC	HOSE	Annual General Meeting		
11/10/2021	20/10/2021	PPH	UPCOM	Cash Dividend	3%	300
11/10/2021	05/11/2021	RIC	HOSE	Extraordinary General Meeting		
11/10/2021	01/11/2021	TNP	UPCOM	Cash Dividend	8%	800
11/10/2021	22/10/2021	TTL	HNX	Cash Dividend	3%	300
11/10/2021	11/10/2021	TVS	HOSE	Share Issue	2%	
11/10/2021	11/10/2021	TVS	HOSE	Share Issue	7%	
12/10/2021	26/10/2021	DBH	UPCOM	Cash Dividend	5%	500
12/10/2021	26/10/2021	ICC	UPCOM	Cash Dividend	10%	1,000
12/10/2021	01/11/2021	NWT	UPCOM	Cash Dividend	3%	250
12/10/2021		PLP	HOSE	Extraordinary General Meeting		
12/10/2021	26/10/2021	QLD	UPCOM	Cash Dividend	3%	252
12/10/2021		TV6	UPCOM	Extraordinary General Meeting		
12/10/2021	15/11/2021	VEA	UPCOM	Cash Dividend	5%	463
13/10/2021	12/11/2021	CCV	UPCOM	Annual General Meeting		
13/10/2021		FID	HNX	Extraordinary General Meeting		
13/10/2021	28/10/2021	GVR	HOSE	Cash Dividend	6%	600
13/10/2021		L35	HNX	Extraordinary General Meeting		
14/10/2021	29/10/2021	AAT	HOSE	Cash Dividend	10%	1,000
14/10/2021	14/10/2021	AAT	HOSE	Share Issue	12%	
14/10/2021	15/11/2021	APS	HNX	Extraordinary General Meeting		
14/10/2021		BLW	UPCOM	Annual General Meeting		
14/10/2021	29/10/2021	NDN	HNX	Cash Dividend	10%	1,000

14/10/2021	01/11/2021	PCM	UPCOM	Cash Dividend	0%	34
14/10/2021		SDA	HNX	Extraordinary General Meeting		
14/10/2021	19/11/2021	SNC	UPCOM	Cash Dividend	8%	800
14/10/2021		TDH	HOSE	Annual General Meeting		
14/10/2021	10/11/2021	TKG	UPCOM	Extraordinary General Meeting		
14/10/2021		VGR	UPCOM	Extraordinary General Meeting		
14/10/2021	01/11/2021	VMC	HNX	Cash Dividend	5%	500
15/10/2021	15/11/2021	DRH	HOSE	Extraordinary General Meeting		
15/10/2021		VKC	HNX	Extraordinary 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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