

Xin Chao Vietnam

Market performance

	11 Oct	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,394.09	1.6	3.6	7.5	26.3
Turnover (VND bn)	22,557				
VN30 (pt, % chg.)	1,510.27	2.3	4.3	4.7	41.0

Major indicators

	11 Oct	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.51	(0.0)	(0.0)	(0.0)	0.1
3-yr gov't bonds (% bp chg.)	0.86	0.2	0.2	0.1	0.0
VND/USD (% chg.)	22,758	0.0	0.0	1.1	1.5
VND/JPY (% chg.)	20,156	0.8	2.6	3.7	10.9
VND/EUR (% chg.)	26,324	0.0	1.8	3.5	8.1
VND/CNY (% chg.)	3,529	0.1	(0.1)	0.7	0.3
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.61	0.0	0.3	0.3	0.7
WTI (USD/bbl, % chg.)	81.94	3.3	17.5	9.9	68.9
Gold (USD/oz, % chg.)	84.45	2.5	15.8	11.8	63.0

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	142.4	ITC	(70.2)
TCB	125.0	DCM	(27.4)
MWG	96.7	HSG	(20.8)
VIC	74.5	DXS	(14.6)
VHM	68.1	PLX	(12.6)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FMC	212.3	SBT	(73.4)
VRE	113.0	VNM	(53.4)
VHM	80.8	NVL	(50.9)
CTG	50.5	PAN	(30.6)
STB	46.0	DGC	(27.3)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Banks	2.7	Health Care	(3.3)
Telecommunication	2.2	Others	(0.9)
Diversified Financials	2.1	Household Products	(0.2)
Transportation	1.8	Technology	(0.2)
Real Estate	1.6	Pharmaceuticals	(0.1)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Cash flows into VN30 tickers
- **Vietnam:** Domestic petroleum prices to surge to a 7-year high

Macro & Strategy

- **Fundflow 04 – 08 Oct:** Outflow starts to slow down

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	16.2	2.7	13.4	16.5
2021F	304,264	177,159	18.7	13.6	2.3	12.0	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

Cash flows into VN30 tickers

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Thanks to high demand on large-cap stocks, the stock market maintained its uptrend for the sixth gaining session in a row.

At the close, the VNIndex gained 1.56% to close at 1,394 pts, forming the new high after July. Meanwhile, the trading volume was 738 million shares or VND22,556bn.

Foreign investors reversed to net buy with a net value of VND423bn on HSX. They purchased FMC, VRE, and VHM the most with net values of VND212bn, VND112bn, and VND80bn, respectively.

Banking was the market leader driven by ACB (+3.66%), BID (+2.04%), CTG (+5.26%), EIB (+4.02%), HDB (+5.34%), MBB (+3.97%), SHB (+4.84%), STB (+3.11%), TCB (+4.54%), TPB (+2.25%), and VPB (+2.51%).

Brokerage and Energy outperformed the benchmark index thanks to BSR (+3.81%), PLX (+1.86%), PVB (+2.45%), VSH (+2.87%), HCM (+4.98%), SSI (+2.57%), and VND (+1.95%).

Moreover, some constituents of the VN30Index jumped more than 2%, such as VRE (+4.46%), VIC (+2.91%), VJC (+2.79%), HPG (+2.69%), PNJ (+2.51%), and PDR (+2.07%). Among these, PDR released its prelim 3Q21 results with a VND1,427bn revenue (+8.4% YoY) and a VND605tn NPAT (+37.8% YoY), bringing the 9M21 revenue to a VND2,551bn (+2.1% YoY) but a robust NPAT of VND1,107bn (+54% YoY).

GAS (+0.09%) announced its prelim 3Q21 results with a VND18.1tn revenue (+14% YoY) and a VND2.3tn PBT (-12% YoY), pushing the 9M21 revenue to VND58.4tn (+17% YoY) and a flattish PBT of VND7.8tn.

In contrast, NT2 (-0.48%), POW (-0.40%), LCG (-2.08%), LDG (-1.71%), and HAG (-0.98%) closed in red territory.

The VNIndex breaks out the Aug peak at 1,380 pts and closes at a high day level, implying the bullish marker. Therefore, the traders should increase their long position and focus on leading stocks.

Breaking news

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- ▶ Vietnam: Domestic petroleum prices to surge to a 7-year high

A global energy crisis recently has pushed energy prices to several-year highs, pressuring massively on domestic petroleum prices. According to the latest adjustment from the Ministry of Industry and Trade, petroleum prices were skyrocketing to the highest levels in several years, in which E5RON92 and RON95-III prices increased by 4.68% and 4.23% from the previous adjustment in late October, up to their 7-year highs of VND21,680 and VND22,870 dong per liter. This raised concerns about inflation pressure on economic recovery in the re-opening phase and the future of monetary policy from SBV, although it would depend mainly on whether its impact is transitory or long-lasting on the medium-term and long-term inflation outlook. (Vietnam Ministry of Investment and Trade)

Macro & strategy

Fundflow 04 – 08 Oct

Outflow starts to slow down

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- ▶ Vietnam foreign flow

Foreign selling activity kept overwhelming. Net sell value was USD50mn.

Materials continued to be sold the most, focusing on HPG whilst DHC and DCM ended up to be net bought. Notably, foreign selling pressure has come back to Consumer Staples and Industrials due to large sell orders on SBT, PAN, GMD, and GEX. On the contrary, Financials has turned around to be net bought, mainly focusing on TPB, VCI, and PVI whilst CTG, SSI, and MBB impacted by selling pressure. Besides, Utilities and Energy also attracted foreign demand thanks to large buy orders on GAS

and PLX.

► South East Asia ETF flow

Although the divestment was still maintained among SEA countries, the outflow has slowed down. Net outflow was USD20mn, half of the previous week. The outflow continued to spread to major countries, giving the exception to Indonesia. However, outflow among Malaysia and Philippines has dropped significantly.

Money outflow across Vietnam kept decreasing, recording at USD9mn, half of the previous week. The outflow continued to be contributed by the divestment across X FTSE Vietnam and VFMVN30 ETF. Nevertheless, outflow across those ETFs has dropped significantly. Notably, outflow has ticked up across Fubon FTSE Vietnam after recording 2 consecutive weeks of inflow.

Event Calendar

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
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		

- **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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