

Xin Chao Vietnam

Market performance

	12 Oct	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,394.80	0.1	3.7	7.6	26.4
Turnover (VND bn)	21,899				
VN30 (pt, % chg.)	1,509.57	(0.0)	4.2	4.6	41.0

Major indicators

	12 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.)	0.67	(0.2)	(0.0)	(0.1)	(0.2)
VND/USD (% chg.)	22,754	0.0	0.0	1.1	1.5
VND/JPY (% chg.)	20,068	0.0	3.0	4.1	11.4
VND/EUR (% chg.)	26,290	0.1	2.0	3.7	8.3
VND/CNY (% chg.)	3,525	0.1	(0.0)	0.8	0.4
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.60	(0.0)	0.3	0.2	0.7
WTI (USD/bbl, % chg.)	80.48	(0.0)	15.4	8.6	65.9
Gold (USD/oz, % chg.)	83.58	(0.1)	14.6	11.2	61.4

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VHM	72.6	DCM	(84.2)
FLC	70.1	ITC	(47.8)
MBB	67.7	HSG	(35.6)
SZC	39.2	SHB	(32.7)
TCB	37.3	DIG	(28.9)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FMC	270.3	HPG	(119.5)
VRE	81.3	GMD	(54.2)
MBB	41.3	VNM	(50.1)
GAS	30.6	GVR	(44.3)
STB	24.7	NLG	(44.2)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Retailing	1.8	Health Care	(1.8)
Capital Goods	0.9	Telecommunication	(0.8)
Energy	0.6	Consumer Durables	(0.7)
Real Estate	0.3	Others	(0.6)
Materials	0.2	Diversified Financials	(0.6)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Consolidation phase
- **Vietnam:** Trade recovery is slowing 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

Consolidation phase

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The stock market continued to go up, but the selling pressure appeared in the afternoon session.

At the close, the VNIndex closed almost unchanged at 1,394 pts. Meanwhile, the trading volume was 716 million shares or VND21,898bn.

Foreign investors reversed to net sell with a net value of VND39bn on HSX. They sold HPG, GMD, and VNM the most with net values of VND119bn, VND54bn, and VND50bn, respectively.

Energy was the market leader driven by BSR (+4.13%), NT2 (+1.38%), OIL (+1.32%), PLX (+0.18%), POW (+2.42%), PVC (+3.20%), PVD (+3.77%), and PVS (+2.46%).

Cash flowed into some Real Estate tickers, namely DIG (+3.57%), DXG (+0.46%), FLC (+2.47%), HDG (+3.80%), KBC (+0.22%), LDG (+0.80%), NDN (+1.83%), SCR (+0.79%), TDH (+6.60%), VIC (+1.09%), and VRE (+1.15%).

In contrast, selling pressure pushed Banking down driven by CTG (-0.65%), EIB (-0.43%), HDB (-0.39%), SHB (-0.33%), TPB (-0.93%), VCB (-0.51%), and VPB (-0.27%).

Moreover, some constituents of the VN30Index slid more than 1%, such as PNJ (-1.96%), SSI (-1.19%), and MSN (-1.02%).

PDR (-0.34%) released its prelim 3Q21 results with a VND1,427bn revenue (+8.4% YoY) but 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).

Despite the contraction, the uptrend is still intact in the short term as the VNIndex breaks out the Aug peak at 1,380 pts. Therefore, the traders should increase their long position and focus on leading stocks.

Breaking news

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► Vietnam: Trade recovery is slowing down

According to the latest update for trade data from Vietnam's Customs, export value in September kept contracting similarly to the previous month while import value slowed down further under the ongoing outbreak. Hence, trade activities grew modestly this month and sustained deviating from the recovery path formed in the seven first months of this year. In detail, the total revenue from exporting goods was USD27.0bn, decreasing by 0.50% YoY, while the import value was USD26.7bn, increasing by 10.17% YoY. Accordingly, the trade balance returned to surplus in the month after five consecutive months of deficit, at USD0.36bn. (Vietnam's Customs, KIS)

Event Calendar

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
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.

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- 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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