

# Xin Chao Vietnam

## Market performance

	13 Oct	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,391.91	(0.2)	3.8	7.3	26.1
Turnover (VND bn)	18,617				
VN30 (pt, % chg.)	1,505.55	(0.3)	4.2	4.5	40.6

## Major indicators

	13 Oct	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.51	(0.0)	0.1	(0.0)	0.1
3-yr gov't bonds (% bp chg.)	0.69	0.0	(0.1)	(0.1)	(0.2)
VND/USD (% chg.)	22,762	(0.0)	(0.0)	1.1	1.5
VND/JPY (% chg.)	20,056	(0.1)	3.1	3.7	11.5
VND/EUR (% chg.)	26,295	(0.0)	1.9	3.7	8.3
VND/CNY (% chg.)	3,531	(0.1)	(0.2)	0.8	0.2
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.56	(0.0)	0.2	0.1	0.6
WTI (USD/bbl, % chg.)	80.17	(0.6)	13.8	6.5	65.2
Gold (USD/oz, % chg.)	82.89	(0.6)	12.8	8.4	60.0

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	104.2	DCM	(71.3)
TCB	101.5	DPM	(45.3)
MWG	96.2	SAM	(30.7)
SSB	66.4	NBB	(26.5)
VHM	66.0	GMD	(26.2)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HDG	31.0	HPG	(149.2)
MBB	25.8	SSI	(69.6)
LPB	23.3	VNM	(66.0)
FUESSVFL	21.3	PAN	(60.2)
VHC	15.3	VHM	(59.1)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Health Care	2.1	Insurance	(2.4)
Retailing	1.4	Telecommunication	(2.0)
Media & Entertainment	0.9	Energy	(1.8)
Others	0.9	Technology	(1.6)
Transportation	0.8	Diversified Financials	(0.9)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Fall at the 1,400-pts threshold
- **Vietnam:** World Bank to lower Vietnam's 2021 GDP growth to 2% - 2.5%

### 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	16.1	2.6	13.3	16.5
2021F	304,264	177,159	18.7	13.5	2.3	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

#### Fall at the 1,400-pts threshold

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The stock market reversed to go down yesterday after the VNIndex retested the 1,400-pts threshold. In addition, the government just issued Resolution No. 128 about guidance on "Safe adaptation, flexibility and effective control of the COVID-19 epidemic". Following this Resolution, provincial governments have not implemented social-distancing orders following Directive No. 15, 16, and 19.

At the close, the VNIndex lost 0.21% to close at 1,391 pts. Meanwhile, the trading volume was 618 million shares or VND18,617bn.

Foreign investors continued to net sell with a net value of VND518bn on HSX. They sold HPG, SSI, and VNM the most with net values of VND149bn, VND69bn, and VND65bn, respectively.

Energy was the worst sector due to GAS (-0.89%), OIL (-1.32%), PLX (-2.18%), POW (-1.57%), PVB (-1.18%), PVC (-2.33%), PVD (-0.61%), PVS (-1.37%), and VSH (-1.84%).

Selling pressure pushed Brokerage and Material down, namely HPG (-0.35%), HSG (-0.52%), NKG (-0.51%), BSI (-2.23%), HCM (-1.56%), MBS (-1.49%), SSI (-0.97%), VCI (-0.81%), VDS (-1.37%), and VND (-1.16%).

Moreover, some constituents of the VN30Index slid more than 1%, such as BVH (-3.07%), MSN (-1.65%), STB (-1.32%), VRE (-1.30%), SAB (-1.23%), TCB (-1.13%), and VHM (-1.11%).

In contrast, PDR (+2.10%), MWG (+1.80%), VJC (+1.40%), and PNJ (+1.00%) closed in green territory.

VHC (+1.05%) announced total revenue (exclude Sa Giang, which is a subsidiary of VHC) reached VND658bn (+18% YoY) in Sep 2021. In which the revenue of pangasius products reached VND471bn (+36% YoY), following VND128bn of by-products (-9% YoY), VND38bn of wellness (+36% YoY), VND8bn of value add (-58% YoY), and VND13bn of miscellaneous (-35% YoY).

Despite the second contraction in a row, 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: World Bank to lower Vietnam's 2021 GDP growth to 2% - 2.5%

Due to the fourth wave of outbreak, Vietnam's real gross domestic product in 3Q21 recorded the sharpest contraction, at 6.17% YoY, as most economic activities stepped aside for transmissibility controls in numerous provinces, especially in Hochiminh city, Vietnam's economic center. According to the latest update in Vietnam Macro Monitoring report, World Bank lowered its projection for 2021 Vietnam's economic growth to just 2% - 2.5%, far below the previous estimate of 4.8% YoY in August. (World Bank)

## Event Calendar

### ▶ Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
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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- 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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- Neutral: Recommend maintaining the sector's weighting in the portfolio in line with its respective weighting in the VNIndex based on market capitalization.
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