

# Xin Chao Vietnam

## Market performance

	22 Oct	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,389.24	0.3	2.9	7.4	25.9
Turnover (VND bn)	21,376				
VN30 (pt, % chg.)	1,488.71	(0.0)	2.4	4.2	39.0

## Major indicators

	22 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.)	0.69	(0.2)	(0.1)	(0.2)	(0.2)
VND/USD (% chg.)	22,755	(0.0)	0.0	1.3	1.5
VND/JPY (% chg.)	20,003	(0.1)	3.8	4.6	11.8
VND/EUR (% chg.)	26,487	0.0	0.8	2.5	7.5
VND/CNY (% chg.)	3,564	(0.2)	(1.2)	0.0	(0.7)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.68	(0.0)	0.4	0.4	0.8
WTI (USD/bbl, % chg.)	82.87	0.4	14.7	15.2	70.8
Gold (USD/oz, % chg.)	85.13	0.6	11.7	15.4	64.3

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
AGG	45.9	SSI	(89.3)
GAB	45.4	DXG	(57.1)
TCB	36.8	HPG	(53.5)
APH	32.6	DCM	(31.2)
SHB	32.3	BCM	(18.5)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VNM	166.7	NLG	(113.7)
SSI	47.7	PAN	(97.6)
PDR	46.7	DPM	(65.4)
VHM	43.9	VRE	(51.6)
VHC	34.9	DXG	(38.1)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Capital Goods	2.5	Health Care	(2.2)
Others	2.0	Diversified Financials	(1.4)
F&B	1.1	Technology	(1.2)
Consumer Durables	1.0	Household Products	(1.1)
Real Estate	0.9	Pharmaceuticals	(0.6)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Resume uptrend
- **Vietnam:** 63 localities complete COVID-19 risk assessment

### Macro & Strategy

- **Chart of the day:** Range bound

### 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
2020	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)	5.7
China GDP (% yoy)	4.9	5.8	18.3	7.9	6.0	2.3	8.2

Source: KIS, Bloomberg

## Market commentary & News

### Market commentary

#### Resume uptrend

**Hieu Tran**  
hieu.ttm@kisvn.vn

The stock market resumed its uptrend thanks to high demand on mid-cap stocks.

At the close, the VNIndex gained 0.32% to close at 1,389 pts. Meanwhile, the trading volume was 773 million shares or VND21,375bn.

Foreign investors continued to net sell with a net value of VND213bn on HSX. They sold NLG, PAN, and DPM the most with net values of VND113bn, VND97bn, and VND65bn, respectively.

Real Estate was the market leader driven by CEO (+7.48%), DIG (+6.77%), DXG (+3.45%), ITA (+3.65%), KBC (+2.34%), KDH (+1.45%), LDG (+3.26%), PDR (+2.38%), NLG (+6.27%), NVL (+1.27%), SCR (+6.77%), and VIC (+0.88%).

Besides, some constituents of the VN30Index jumped more than 1%, such as GVR (+3.23%), SAB (+2.96%), VNM (+1.57%), and PNJ (+1.02%).

In contrast, selling pressure pushed Banking and Brokerage down, HCM (-1.45%), SSI (-1.26%), VND (-1.51%), ACB (-0.47%), BID (-0.51%), LPB (-0.71%), OCB (-1.10%), TCB (-1.13%), TPB (-1.14%), and VPB (-0.93%).

Based on the recovery, the market sentiment has become optimistic. That implies the uptrend of the VNIndex. Therefore, the traders should increase their long position and focus on leading stocks.

### Breaking news

**Tuan Doan**  
tuan.doan@kisvn.vn

#### ▶ Vietnam: 63 localities complete COVID-19 risk assessment

According to information from Vietnam's Ministry of Health on late Thursday last week, 63 provinces and cities already completed their COVID-19 risk assessment following Resolution No. 128/NQ-CP. More specifically, 26 over 63 provinces & cities are rated at level 1 (the lowest COVID-19 risk level), while the remaining 37 provinces & cities are at level 2. Following guidance outlined in the Resolution, most transportation & business & production activities are allowed to fully re-open with a few safety requirements, including close-contact services, in level-1 areas. Meanwhile, depending on the pandemic situation and vaccination rate, local governments may limit social and economic activities to some levels, in terms of scopes of activities being allowed to open and maximum numbers of participants. However, inter-provincial and intra-provincial transportation of goods would be allowed to fully operate at all risk levels, eliminating the risk of logistics disruption when COVID-19 outbreaks burst out. (Vietnam News Agency, tuoitre.vn)

## Macro & strategy

### Chart of the day

#### Range bound

**Dang Le**  
dang.lh@kisvn.vn

#### ▶ Market performance

VNIndex has followed the range movement after testing 1,400 pts zone, but the uptrend is still maintained.

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

The VNIndex closed above major MAs, the uptrend is still valid. 1,400-1,420 pts zone sets the strong supply area for the upward resumption phase. 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.

However, subsequent narrow candles occurred with above average volume, implying the increase of volatility level.

→ The VNIndex is expected to continue to consolidate this week.

► Technical strategy: Hold the positions

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

## Event Calendar

### ► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
12/11/2021		Minh Hung Quang Tri JSC	160.0	500,000	11,000	Local investors only
12/11/2021	PHC	Phuc Hung Holdings Construction JSC	257.0	10,000,000	12,000	-
08/11/2021	VOC	Vietnam Vegetable Oils Industry Corp.	1,218.0	44,211,900	28,400	Whole lot sale

### ► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
25/10/2021	25/11/2021	BCM	HOSE	Annual General Meeting		
25/10/2021	25/11/2021	C21	UPCOM	Cash Dividend	4%	400
25/10/2021	10/12/2021	DMC	HOSE	Cash Dividend	25%	2,500
25/10/2021	26/11/2021	HNT	UPCOM	Cash Dividend	2%	230
25/10/2021		NHH	HOSE	Extraordinary General Meeting		
25/10/2021	12/11/2021	VDP	HOSE	Extraordinary General Meeting		
25/10/2021	03/11/2021	VPH	HOSE	Cash Dividend	6%	600
25/10/2021	25/10/2021	VSC	HOSE	Share Issue	100%	
26/10/2021	12/11/2021	BBS	HNX	Cash Dividend	7%	700
26/10/2021	29/11/2021	LLM	UPCOM	Cash Dividend	2%	200
26/10/2021	23/11/2021	LTG	UPCOM	Cash Dividend	15%	1,500
26/10/2021	26/10/2021	VAV	UPCOM	Share Issue	100%	
27/10/2021	02/12/2021	BSD	UPCOM	Extraordinary General Meeting		
27/10/2021	10/11/2021	CMP	UPCOM	Cash Dividend	2%	233
27/10/2021		PPI	UPCOM	Annual General Meeting		
28/10/2021	18/11/2021	ICN	UPCOM	Cash Dividend	20%	2,000
28/10/2021	29/11/2021	SHP	HOSE	Annual General Meeting		
28/10/2021	29/11/2021	SHP	HOSE	Cash Dividend	5%	500
28/10/2021	25/11/2021	SSN	UPCOM	Annual General Meeting		
28/10/2021	30/11/2021	USC	UPCOM	Extraordinary General Meeting		
29/10/2021	29/10/2021	FHS	UPCOM	Share Issue	40%	
29/10/2021	23/11/2021	L61	HNX	Extraordinary General Meeting		
29/10/2021		SVC	HOSE	Extraordinary General Meeting		
29/10/2021	27/11/2021	TCO	HOSE	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.

- **Analyst Certification**

I/We, as the research analyst/analysts who prepared this report, do hereby certify that the views expressed in this research report accurately reflect my/our personal views about the subject securities and issuers discussed in this report. I/We do hereby also certify that no part of my/our compensation was, is, or will be directly or indirectly related to the specific recommendations or views contained in this research report.

## Global Disclaimer

- **General**

This research report and marketing materials for Vietnamese securities are originally prepared and issued by the Research Center of KIS Vietnam Securities Corp., an organization licensed with the State Securities Commission of Vietnam. The analyst(s) who participated in preparing and issuing this research report and marketing materials is/are licensed and regulated by the State Securities Commission of Vietnam in Vietnam only. This report and marketing materials are copyrighted and may not be copied, redistributed, forwarded or altered in any way without the consent of KIS Vietnam Securities Corp..

This research report and marketing materials are for information purposes only. They are not and should not be construed as an offer or solicitation of an offer to purchase or sell any securities or other financial instruments or to participate in any trading strategy. This research report and marketing materials do not provide individually tailored investment advice. This research report and marketing materials do not take into account individual investor circumstances, objectives or needs, and are not intended as recommendations of particular securities, financial instruments or strategies to any particular investor. The securities and other financial instruments discussed in this research report and marketing materials may not be suitable for all investors. The recipient of this research report and marketing materials must make their own independent decisions regarding any securities or financial instruments mentioned herein and investors should seek the advice of a financial adviser. KIS Vietnam Securities Corp. does not undertake that investors will obtain any profits, nor will it share with investors any investment profits. KIS Vietnam Securities Corp., its affiliates, or their affiliates and directors, officers, employees or agents of each of them disclaim any and all responsibility or liability whatsoever for any loss (director consequential) or damage arising out of the use of all or any part of this report or its contents or otherwise arising in connection therewith. Information and opinions contained herein are subject to change without notice and may differ or be contrary to opinions expressed by other business areas or KIS Vietnam Securities Corp. The final investment decision is based on the client's judgment, and this research report and marketing materials cannot be used as evidence in any legal dispute related to investment decisions.

- **Country-specific disclaimer**

**United States:** This report is distributed in the U.S. by Korea Investment & Securities America, Inc., a member of FINRA/SIPC, and is only intended for major U.S. institutional investors as defined in Rule 15a-6(a)(2) under the U.S. Securities Exchange Act of 1934. All U.S. persons that receive this document by their acceptance thereof represent and warrant that they are a major U.S. institutional investor and have not received this report under any express or implied understanding that they will direct commission income to Korea Investment & Securities, Co., Ltd. or its affiliates. Pursuant to Rule 15a-6(a)(3), any U.S. recipient of this document wishing to effect a transaction in any securities discussed herein should contact and place orders with Korea Investment & Securities America, Inc., which accepts responsibility for the contents of this report in the U.S. The securities described in this report may not have been registered under the U.S. Securities Act of 1933, as amended, and, in such case, may not be offered or sold in the U.S. or to U.S. person absent registration or an applicable exemption from the registration requirement.

**United Kingdom:** This report is not an invitation nor is it intended to be an inducement to engage in investment activity for the purpose of section 21 of the Financial Services and Markets Act 2000 of the United Kingdom ("FSMA"). To the extent that this report does constitute such an invitation or inducement, it is directed only at (i) persons who are investment professionals within the meaning of Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended) of the United Kingdom (the "Financial Promotion Order"); (ii) persons who fall within Articles 49(2)(a) to (d) ("high net worth companies, unincorporated associations etc.") of the Financial Promotion Order; and (iii) any other persons to whom this report can, for the purposes of section 21 of FSMA, otherwise lawfully be made (all such persons together being referred to as "relevant persons"). Any investment or investment activity to which this report relates is available only to relevant persons and will be engaged in only with relevant persons. Persons who are not relevant persons must not act or rely on this report.

**Hong Kong:** This research report and marketing materials may be distributed in Hong Kong to institutional clients by Korea Investment & Securities Asia Limited (KISA), a Hong Kong representative subsidiary of Korea Investment & Securities Co., Ltd., and may not otherwise be distributed to any other party. KISA provides equity sales service to institutional clients in Hong Kong for Korean securities under its sole discretion, and is thus solely responsible for provision of the aforementioned equity selling activities in Hong Kong. All requests by and correspondence with Hong Kong investors involving securities discussed in this report and marketing materials must be effected through KISA, which is registered with The Securities & Futures Commission (SFC) of Hong Kong. Korea Investment & Securities Co., Ltd. is not a registered financial institution under Hong Kong's SFC.

**Singapore:** This report is provided pursuant to the financial advisory licensing exemption under Regulation 27(1)(e) of the Financial Advisers Regulation of Singapore and accordingly may only be provided to persons in Singapore who are "institutional investors" as defined in Section 4A of the Securities and Futures Act, Chapter 289 of Singapore. This report is intended only for the person to whom Korea Investment & Securities Co., Ltd. has provided this report and such person may not send, forward or transmit in any way this report or any copy of this report to any other person. Please contact Korea Investment & Securities Singapore Pte Ltd in respect of any matters arising from, or in connection with, the analysis or report (Contact Number: 65 6501 5600).

Copyright © 2021 KIS Vietnam Securities Corp.. All rights reserved. No part of this report may be reproduced or distributed in any manner without permission of KIS Vietnam Securities Corp..