

# Xin Chao Vietnam

## Market performance

	28 Oct	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,438.01	1.1	7.4	11.2	30.3
Turnover (VND bn)	25,684				
VN30 (pt, % chg.)	1,529.26	0.8	5.4	7.1	42.8

## Major indicators

	28 Oct	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.51	0.0	0.0	(0.1)	0.1
3-yr gov't bonds (% bp chg.)	0.87	0.2	0.2	(0.0)	0.0
VND/USD (% chg.)	22,756	0.0	0.1	1.1	1.5
VND/JPY (% chg.)	20,040	(0.2)	2.0	4.3	11.6
VND/EUR (% chg.)	26,422	(0.1)	0.7	2.8	7.7
VND/CNY (% chg.)	3,557	0.1	(0.9)	(0.4)	(0.5)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.54	0.0	0.0	0.3	0.6
WTI (USD/bbl, % chg.)	81.41	(1.5)	8.1	12.5	67.8
Gold (USD/oz, % chg.)	83.31	(1.5)	5.3	11.5	60.8

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
ACB	219.4	DCM	(72.8)
HPG	167.8	DPM	(39.8)
TCB	145.0	GMD	(34.7)
VHM	82.2	LPB	(32.0)
MBB	78.8	PVT	(28.1)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	195.4	NLG	(125.6)
GAS	108.2	KBC	(40.8)
DXG	106.0	VRE	(40.1)
MSN	105.0	PAN	(37.9)
VCB	93.7	VNM	(37.8)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	2.9	Technology	(1.2)
Others	2.6	Energy	(1.1)
Utilities	2.5	Health Care	(0.9)
Capital Goods	2.0	Media & Entertainment	(0.3)
Diversified Financials	2.0	Consumer Services	(0.2)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Banking makes market gains
- **Vietnam:** New FDI drops sharply in October

### 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	16.4	2.7	13.7	16.5
2021F	304,264	177,159	18.7	13.8	2.3	12.3	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	8.1

Source: KIS, Bloomberg

## Market commentary & News

### Market commentary

#### Banking makes market gains

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The stock market maintained its uptrend thanks to high demand on Banking.

At the close, the VNIndex gained 1.05% to close at 1,438 pts. Meanwhile, the trading volume was 828 million shares or VND25,683bn.

Foreign investors continued to net buy with a net value of VND626bn on HSX. They purchased HPG, GAS, and DXG the most with net values of VND195bn, VND108bn, and VND106bn, respectively.

Banking was the market leader thanks to ACB (+1.43%), CTG (+0.64%), HDB (+1.39%), TPB (+2.54%), VCB (+1.87%), and VPB (+1.71%). Of which, CTG released 3Q21 headlines with PBT of VND3tn (+5.4% YoY), NII of VND9.8tn (+24% YoY), and NFI of VND1.8tn (+18% YoY). NPL reached 1.67% and credit growth earned 6.8% YTD. Besides, deposit growth grew 8.3% YTD

Moreover, cash flowed into brokerage, namely BSI (+3.74%), BVS (+1.52%), HCM (+1.44%), MBS (+2.34%), SHS (+2.12%), and VND (+5.23%).

Some constituents of the VN30Index jumped more than 3%, such as NVL (+3.75%), MSN (3.34%), and KDH (+3.13%).

OIL announced revenue of VND12,616bn (+8.9% YoY) and NPAT of VND57bn in 3Q21, bringing revenue of VND37,809bn (-7.6% YoY) and NPAT of VND521bn in the first nine months of the year.

The uptrend is still intact as the VNIndex breaks out the 1,400-pts threshold or the upper line of the small rectangle pattern. That implies the target price is 1,470-1,500-pts. Therefore, the traders should hold their long position and focus on leading stocks.

### Breaking news

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#### ► Vietnam: New FDI drops sharply in October

COVID-19 pandemic continues to pressure FDI inflows in Vietnam in the early re-opening phase. According to the latest update for October from the Ministry of Planning and Investment, new FDI registration dropped sharply to a 5-month low of USD0.52bn, down by 60.0% compared to the same period last year. However, additionally registered capital and foreign share purchases remained healthy, posting about USD0.66bn and USD0.41bn, increasing by 11.9% and 7.6% from last year. Therefore, the plunge in new registration activities dragged total registered FDI to a 3-month low, of USD1.59bn and down by 30.0% YoY. On the other hand, as the economy continues to open further toward normalization, FDI disbursement improved further for the second month, reaching the highest level of USD1.87bn since June, albeit still 8.3% lower than October last year. (Ministry of Planning and Investment, KIS)

## 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
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.

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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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