

# Xin Chao Vietnam

## Market performance

	2 Nov	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,452.46	0.9	8.8	10.5	31.6
Turnover (VND bn)	28,635				
VN30 (pt, % chg.)	1,521.35	0.3	5.5	5.1	42.1

## Major indicators

	2 Nov	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.53	0.0	0.0	0.0	0.1
3-yr gov't bonds (% bp chg.)	0.88	(0.0)	0.2	(0.0)	0.0
VND/USD (% chg.)	22,750	0.0	0.0	0.9	1.5
VND/JPY (% chg.)	20,037	(0.4)	2.4	4.4	11.6
VND/EUR (% chg.)	26,371	(0.2)	0.3	3.5	8.0
VND/CNY (% chg.)	3,557	(0.0)	(0.7)	(0.2)	(0.5)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.55	(0.0)	0.1	0.4	0.6
WTI (USD/bbl, % chg.)	83.86	(0.2)	10.5	17.7	72.8
Gold (USD/oz, % chg.)	84.70	(0.0)	6.8	16.2	63.5

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
ACB	71.8	TSC	(78.7)
VIC	51.5	PVD	(53.2)
HPG	41.9	DCM	(49.0)
VHM	38.2	DXG	(43.8)
CTG	37.3	NLG	(33.1)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VHC	24.5	NVL	(614.2)
GMD	23.1	NLG	(142.6)
KBC	22.6	SSI	(91.4)
DGC	22.1	VNM	(78.5)
VCB	20.3	HPG	(68.6)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Capital Goods	3.3	Technology	(1.1)
Media & Entertainment	3.3	Health Care	(1.1)
Others	3.0	Retailing	(0.6)
Diversified Financials	2.7		
Consumer Durables	2.0		

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Optimistic market sentiment
- **Vietnam:** Export remains stable and healthy

### 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	16.5	2.7	13.8	16.5
2021F	304,264	177,159	18.7	13.9	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

#### Optimistic market sentiment

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The stock market resumed its uptrend after the Ministry of Planning and Investment submitted the "Economic Recovery and Development" fiscal package with a total value of VND800tn to the government.

At the close, the VNIndex gained 0.94% to close at 1,452 pts. Meanwhile, the trading volume was 977 million shares or VND28,635bn.

Foreign investors reversed to net sell with a net value of VND1,167bn on HSX. They sold NVL, NLG, and SSI the most with net values of VND614bn, VND142bn, and VND91bn, respectively.

Real Estate was the market leader thanks to CEO (+7.44%), DXG (+5.05%), KBC (+5.31%), KDH (+2.86%), NDN (+2.97%), PDR (+2.36%), and VHM (+0.83%). Notably, DIG, LDG, NLG, and SCR limited up. Of which, in 3Q21, DXG's revenue posted VND1.3tn (+63% YoY), but net profit dropped to VND52bn (-48% YoY), bringing 9M21 revenue of VND7.8tn (+4 times YoY) and net profit of VND1.3tn compared a loss of VND153bn in 9M20 (due to a financial loss of VND526bn from selling Long Dien Group stake).

Besides, cash flowed into Banking and Brokerage, namely ACB (+1.38%), CTG (+0.62%), EIB (+6.87%), HDB (+1.19%), LPB (+1.18%), TPB (+0.92%), HCM (+2.03%), SSI (+2.29%), VCI (+2.21%), and VND (+2.54%).

SBT (+2.23%) announced net revenue of VND4,312bn (+18% YoY) and NPAT of VND196bn (+102% YoY) in F1Q21.

Some constituents of the VN30Index increased more than 3%, such as GVR (+6.99%) and PNJ (+3.86%).

In contrast, Material went down driven by HPG (-0.36%), HSG (-0.43%), and NKG (-0.56%).

Market sentiment has become optimistic in the short term, showing the uptrend. The VNIndex has been approaching the target price of a small rectangle pattern at 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: Export remains stable and healthy

According to the latest data from GSO, overall export activity remained very stable for five straight months, while fast-growing export industries continued to lose steam in recent months. In figures, export turnover posted a total of USD27.3bn in October, bringing the year-over-year growth back into expansion territory by 0.15%. However, an acceleration in import activities in the second & third quarters was losing momentum since late-3Q21. Import turnover decelerated for three consecutive months from its peak in July, reaching USD26.2bn and narrowing the year-over-year growth to 7.97%. On the other hand, after a series of trade deficits in the April – August period, the trade balance returned into surplus for the second month, by USD1.1bn. (GSO, KIS)

## Event Calendar

### ► New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Listed Value	Listed Shares	Reference Price
04/11/2021	ORS	Tien Phong Securities Corporation	HSX	2,000.0	200,000,000	28,300

### ► 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
03/11/2021		IPA	UPCOM	Extraordinary General Meeting		
04/11/2021		BMC	HOSE	Annual General Meeting		
04/11/2021	24/11/2021	NTP	HNX	Cash Dividend	15%	1,500
04/11/2021	04/11/2021	PC1	HOSE	Share Issue	20%	
04/11/2021	03/12/2021	PGI	HOSE	Extraordinary General Meeting		
05/11/2021	01/12/2021	DAN	UPCOM	Extraordinary General Meeting		
05/11/2021	07/12/2021	DHN	UPCOM	Annual General Meeting		
05/11/2021	09/12/2021	HRT	UPCOM	Extraordinary General Meeting		
05/11/2021	09/12/2021	HSL	HOSE	Extraordinary General Meeting		
05/11/2021		JVC	HOSE	Extraordinary General Meeting		
05/11/2021		KLB	UPCOM	Extraordinary General Meeting		
05/11/2021	03/12/2021	TDF	UPCOM	Extraordinary General Meeting		
05/11/2021	03/12/2021	VC9	HNX	Extraordinary General Meeting		
05/11/2021	07/12/2021	VSH	HOSE	Extraordinary General Meeting		
05/11/2021		YTC	UPCOM	Annual 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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