

Xin Chao Vietnam

Market performance

	11 Nov	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,462.35	(0.2)	4.9	7.7	32.5
Turnover (VND bn)	37,915				
VN30 (pt, % chg.)	1,514.36	(0.6)	0.3	1.8	41.4

Major indicators

	11 Nov	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.52	0.0	0.0	0.0	0.1
3-yr gov't bonds (% bp chg.)	0.86	0.2	(0.0)	(0.0)	0.0
VND/USD (% chg.)	22,657	0.0	0.4	1.0	1.9
VND/JPY (% chg.)	19,879	0.7	1.0	4.0	12.5
VND/EUR (% chg.)	25,977	0.9	1.3	3.0	9.6
VND/CNY (% chg.)	3,537	0.3	(0.3)	(0.3)	0.0
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.55	0.0	(0.1)	0.2	0.6
WTI (USD/bbl, % chg.)	81.42	0.1	1.1	17.6	67.8
Gold (USD/oz, % chg.)	82.85	0.3	(1.0)	16.0	59.9

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	169.9	PAN	(220.1)
TCB	78.8	NBB	(82.8)
SSI	69.5	DGC	(58.5)
EIB	68.0	MWG	(44.6)
VNM	52.5	VND	(41.9)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
GEG	18.9	HPG	(294.8)
VHC	15.3	VHM	(151.4)
VCI	15.2	GEX	(122.3)
PDR	13.5	VND	(111.7)
KDC	12.4	DXG	(89.1)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	4.0	Health Care	(1.8)
Retailing	2.4	Insurance	(1.8)
Capital Goods	2.3	Commercial Services	(1.2)
Media & Entertainment	2.2	Software & Services	(1.1)
Others	1.9	Diversified Financials	(0.8)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Consolidation
- **U.S.:** Inflation surged to the highest level in more than 3 decades
- **Vietnam:** Export is revised to be far stronger than an initial estimate
- **Masan Group (MSN):** SK group strengthens believe on MSN's "mini-mall" concepts
- **Truong Thanh Group (TTA):** Market outstanding performance reflected from future opportunities

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	29.5	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

	4Q20	1Q21	2Q21	3Q21	2019	2020	2021F
GDP (% yoy)	4.5	4.7	6.6	(6.2)	7.0	2.9	3.8
Trade balance (USD bn)	3.3	2.8	(3.8)	(1.0)	10.4	19.8	1.3
CPI (% yoy, avg.)	1.4	0.3	2.7	2.5	2.8	3.2	2.1
Discount rate (% EoP)	4.0	4.0	4.0	4.0	6.0	4.0	4.0
VND/USD (avg.)	23,098	23,076	23,019	23,252	22,761	23,098	22,660
US GDP (% qoq)	4.0	4.2	6.6	3.3	2.3	(3.4)	5.6
China GDP (% yoy)	5.8	18.3	7.9	4.9	6.0	2.3	8.0

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Consolidation

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The stock market reversed to go down yesterday as the market has been sideways.

At the close, the VNIndex lost 0.18% to close at 1,465 pts. Meanwhile, the trading volume was 1,229 million shares or VND37,914bn.

Foreign investors continued to net sold with a net value of VND1,209bn on HSX. They sold HPG, VHM, and GEX the most with net values of VND294bn, VND151bn, and VND122bn, respectively.

Real Estate was the market leader driven by FLC (+5.38%), HDG (+1.23%), KBC (+4.13%), KDH (+3.11%), NDN (+8.90%), NVL (+1.44%), PDR (+3.03%), and SCR (+2.96%). Especially, CEO, DIG, ITA, and NLG limited up.

Some constituents of the VN30Index jumped more than 1%, such as MWG (+2.66%), PLX (+2.57%), GVR (+1.95%), and PNJ (+1.46%).

In contrast, selling pressure pushed Banking and Brokerage down, namely ACB (-1.20%), BID (-0.47%), CTG (-1.69%), HDB (-1.07%), NVB (-2.68%), OCB (-3.48%), STB (-2.64%), OCB (-3.48%), VPB (-2.27%), SSI (-1.23%), VND (-1.15%), and MBS (-1.99%).

In the short term, the VNIndex approaches the target price of a small rectangle pattern at a range of 1,470-1,500 pts. Hence the index may maintain consolidation in some sessions. However, the long-term target price for the symmetrical triangle pattern is 1,530-1,550 pts. Therefore, the traders should hold their long position and focus on leading stocks.

Breaking news

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- ▶ U.S.: Inflation surged to the highest level in more than 3 decades

According to the latest release from U.S. Labor Department, U.S. headline CPI accelerated at the fastest pace since late-1990 in October, at 6.2% from the same period last year, beating the market forecast of 5.8%. The CPI also rose strongly by a 4-month high, of 0.4% from the previous month. If excluding volatile food & energy prices, the core CPI climbed up 4.3%, higher than the market expectation of 4.0%. With a surprise shock from the acceleration in inflation, U.S. 10-year bond yield gained more about 15 basis points to around 1.57% in yesterday's session, pushing USD to just below 95, the highest level since July last year. (U.S. Labor Department, Bloomberg)

- ▶ Vietnam: Export is revised to be far stronger than an initial estimate

According to the latest update from Vietnam Customs, October's export turnover is revised to be significantly higher than GSO's estimate earlier, up by USD1.57bn to USD28.87bn, 5.91% higher than the same period last year. Meanwhile, revised import turnover remained to be in line with its previous estimate, down slightly to USD26.13bn and 7.69% higher than October last year. As a result, the trade surplus was widening up to USD2.74bn, creating new and strong USD inflows. As SBV continues to accumulate USD inflows into reserves recently, this would create VND inflows back into the banking system and the economy, further easing the domestic interest rate level. (VN Customs, GSO, KIS)

Breaking news

Linh Pham
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- ▶ Masan Group (MSN): SK group strengthens believe on MSN's "mini-mall" concepts

MSN and SK group announced the signing of definitive agreements to acquire a secondary shares of The CrownX for total cash consideration of USD345mn (contributed USD340mn by SK Group). Post the completion of the transaction, MSN will own 85% and SK will own 4.9% in The CrownX. This transaction is aiming for capital rising round of USD200mn to USD300mn for The CrownX by the end of 2021. MSN also revealed potentially increase its stake in The Crown X further in the near future. So far, MSN successfully pilot "mini-mall" concept as higher foot traffic and profitability, demonstrating a believe of SK in this growth strategy.

Breaking news**Nhu Nguyen**
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- ▶ Truong Thanh Group (TTA): Market outstanding performance reflected from future opportunities

In recent sessions, TTA has seen performed positively, reflected by:

(1) Green support packages. Currently, Vietnam has consecutively approved several support packages such as Australia's Green Economic Recovery Package with AUD6.5mn, HSBC green credit package expected worth USD750bn to USD1tn, which is expected to draw an optimistic future for firms that focus on renewable power like TTA.

(2) Directed to renewable energy development by Government. The Government pledged to phase out coal-fueled power generation and commit CO2 emission reduction in COP26 conference. The commitments strengthen through the Draft VIII electricity by prioritising to develop renewable energy.

(3) Enjoying FIT mechanism. Phuong Mai wind power project is one of the 84 projects received FIT whilst the proposal to expand FIT has been rejected by Minister of MoIT, benefit for TTA's sell prices.

(4) The nature of business, as the cash from stock market is tending to flow into potential energy sector.

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	

▶ Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
12/11/2021	10/12/2021	KHA	UPCOM	Annual General Meeting		
12/11/2021	01/12/2021	KHP	HOSE	Cash Dividend	3%	250
12/11/2021		NBB	HOSE	Extraordinary General Meeting		
12/11/2021	12/11/2021	PGN	HNX	Share Issue	11%	
12/11/2021	26/11/2021	SMC	HOSE	Cash Dividend	5%	500
12/11/2021	27/12/2021	TIX	HOSE	Cash Dividend	13%	1,250
12/11/2021	11/01/2022	TIX	HOSE	Annual General Meeting		
12/11/2021		TSD	UPCOM	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.

- **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.

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