

# Xin Chao Vietnam

## Market performance

	19 Nov	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,452.35	(1.2)	4.1	5.6	31.6
Turnover (VND bn)	44,569				
VN30 (pt, % chg.)	1,500.05	(0.2)	(0.5)	(0.3)	40.1

## Major indicators

	19 Nov	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.49	(0.1)	(0.1)	(0.0)	0.1
3-yr gov't bonds (% bp chg.)	0.59	(0.1)	(0.3)	(0.2)	(0.3)
VND/USD (% chg.)	22,650	0.0	0.5	0.7	2.0
VND/JPY (% chg.)	19,809	0.1	0.4	5.0	12.9
VND/EUR (% chg.)	25,589	0.4	3.7	4.3	11.3
VND/CNY (% chg.)	3,548	0.0	0.5	(0.9)	(0.3)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.54	(0.0)	(0.1)	0.3	0.6
WTI (USD/bbl, % chg.)	77.06	(2.5)	(7.1)	21.0	58.8
Gold (USD/oz, % chg.)	78.90	(2.9)	(7.3)	18.7	52.3

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
TDC	90.2	VND	(96.6)
FLC	73.9	PAN	(92.5)
EIB	65.5	DGC	(80.6)
FPT	55.8	VHM	(52.3)
MSN	50.9	ORS	(51.1)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
CTG	104.2	HPG	(284.5)
VRE	74.6	VPB	(179.7)
GAS	59.2	VNM	(107.0)
DGW	57.4	HSG	(55.1)
MSH	35.9	HDB	(51.6)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Technology	3.8	Utilities	(5.5)
Banks	1.4	Insurance	(4.5)
Health Care	1.0	Materials	(4.0)
		Telecommunication	(3.6)
		Energy	(3.2)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Cash flows into Banking sector
- **Vietnam:** Deadline for “socio-economic development and recovery” fiscal support before December

### Macro & Strategy

- **Chart of the day:** Volatility level is increasing

### 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	16.2	2.7	13.2	16.5
2021F	304,264	177,159	18.7	13.7	2.3	11.8	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)	5.5
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

#### Cash flows into Banking sector

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The stock market maintained its downtrend due to the pessimistic sentiment of investors.

At the close, the VNIndex lost 1.19% to close at 1,452 pts. Meanwhile, the trading volume was 1,484 million shares or VND44,569bn.

Foreign investors continued to net sell with a net value of VND816bn on HSX. They sold HPG, VPB, and VNM the most with net values of VND284bn, VND179bn, and VND107bn, respectively.

Energy was the worst sector driven by BSR (-7.66%), GAS (-6.85%), OIL (-5.17%), POW (-4.78%), PVC (-7.75%), PVD (-6.86%), PVS (-5.36%), and VSH (-1.34%).

Moreover, selling pressure pushed Brokerage and Real Estate down due to HCM (-3.12%), SSI (-1.12%), VCI (-3.27%), VDS (-6.63%), VND (-3.35%), VHM (-2.78%), VRE (-1.93%), NLG (-5.91%), KBC (-6.54%), and HDG (-3.13%).

Some constituents of the VN30Index slid more than 2%, such as HPG (-3.90%), PNJ (-3.67%), and VNM (-2.16%).

In contrast, cash flowed into Banking, namely ACB (+2.92%), CTG (+2.02%), EIB (+3.73%), HDB (+6.90%), NVB (+1.03%), STB (+0.90%), TCB (+1.55%), TPB (+1.28%), and VPB (+2.26%).

Based on the sharp contraction, the short-term downtrend may form. However, the long-term uptrend of the VNIndex is still intact as their technical indicators show upsides. Hence, the short-term downtrend or contraction may be the opportunity to increase the long position at low prices.

### Breaking news

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- ▶ Vietnam: Deadline for “socio-economic development and recovery” fiscal support before December

According to the latest Resolution No. 138/NQ-CP on the government meeting in October 2021, the government assigned the Ministry of Planning and Investment about finalizing the “socio-economic development and recovery” support program, clarifying relevant mechanisms and policies on fiscal, monetary, and other necessary policies to support the implementation of the program of socio-economic recovery and development. The fiscal support program will be submitted to Congress in the special meeting session in December 2021. (Government’s Resolution No. 138/NQ-CP)

## Macro & strategy

### Chart of the day

#### Volatility level is increasing

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- ▶ Market performance

VNIndex has entered the short-term consolidation phase after piercing the all-time high, but volatility level has continued to increase.

- ▶ Chart: 1,400 pts zone acts as the short-term demand zone

The VNIndex closed above major MAs as well as those MAs slope upward, the uptrend is active.

However, the short-term benchmark for the upward swing (MA20) is violated, implying the weakness of bullish momentum.

The broken 1,400-1,420 pts zone turned around to act as the short-term benchmark for the upward swing. On the upside, 1,500 pts area is the next destination for VNIndex.

The long-term uptrend is active when MA50 and MA200 are upward sloping.

→ The VNIndex could not enter the upward resumption phase if 1,500 pts level is still held.

► 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 1,400 pts area is pierced.

## Event Calendar

### ► New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Listed Value	Listed Shares	Reference Price
25/11/2021	VTZ	Viet Thanh Plastic Manufacturing & Trading JSC	HNX	200.0	20,000,000	11,500
22/11/2021	DMN	Domenal JSC	UPCoM	125.0	12,500,000	10,400

### ► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
29/11/2021	HCM	Ho Chi Minh City Securities Corporation	3,058.8	72,975,180	13,150	Purchase rights, exercise ratio 2:1; Local investors only

### ► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
22/11/2021	06/12/2021	EMG	UPCOM	Cash Dividend	15%	1,500
22/11/2021		MCI	UPCOM	Annual General Meeting		
22/11/2021	27/12/2021	T12	UPCOM	Cash Dividend	1%	100
22/11/2021	23/12/2021	TLD	HOSE	Extraordinary General Meeting		
22/11/2021	21/12/2021	TLI	UPCOM	Annual General Meeting		
23/11/2021		CMS	HNX	Extraordinary General Meeting		
23/11/2021	22/12/2021	HCT	HNX	Cash Dividend	2%	200
23/11/2021		KSK	UPCOM	Extraordinary General Meeting		
23/11/2021		SCC	UPCOM	Extraordinary General Meeting		
23/11/2021	30/12/2021	SFG	HOSE	Extraordinary General Meeting		
23/11/2021	24/12/2021	TVW	UPCOM	Cash Dividend	6%	550
23/11/2021	29/12/2021	TVW	UPCOM	Extraordinary General Meeting		
23/11/2021	24/12/2021	VTG	UPCOM	Annual General Meeting		
24/11/2021	22/12/2021	DAR	UPCOM	Cash Dividend	2%	200
24/11/2021	22/12/2021	IBD	UPCOM	Extraordinary General Meeting		
24/11/2021	29/12/2021	NLG	HOSE	Cash Dividend	6%	619
24/11/2021	10/12/2021	TCT	HOSE	Cash Dividend	5%	500
25/11/2021	24/12/2021	ANV	HOSE	Cash Dividend	10%	1,000
25/11/2021	15/12/2021	CLC	HOSE	Cash Dividend	10%	1,000
25/11/2021	10/12/2021	DWS	UPCOM	Cash Dividend	6%	550
25/11/2021	20/12/2021	SPC	UPCOM	Cash Dividend	10%	1,000

25/11/2021	14/12/2021	SSE	UPCOM	Cash Dividend	2%	200
25/11/2021	13/12/2021	SSE	UPCOM	Annual General Meeting		
25/11/2021	10/12/2021	TBR	UPCOM	Cash Dividend	12%	1,200
25/11/2021	14/12/2021	TLP	UPCOM	Cash Dividend	0%	37
26/11/2021		HWS	UPCOM	Extraordinary General Meeting		
26/11/2021	30/12/2021	V21	HNX	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.

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