

Xin Chao Vietnam

Market performance

	15 Dec	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,475.50	(0.0)	(0.1)	9.6	33.7
Turnover (VND bn)	25,719				
VN30 (pt, % chg.)	1,519.42	0.2	(0.6)	5.2	41.9

Major indicators

	15 Dec	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.50	(0.0)	0.0	0.1	0.1
3-yr gov't bonds (% bp chg.)	0.62	(0.2)	0.0	(0.2)	(0.2)
VND/USD (% chg.)	23,046	(0.3)	(1.7)	(1.2)	0.2
VND/JPY (% chg.)	20,268	(0.3)	(1.8)	2.7	10.3
VND/EUR (% chg.)	25,974	0.1	(0.2)	3.5	9.6
VND/CNY (% chg.)	3,621	(0.3)	(2.0)	(2.3)	(2.3)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.44	(0.0)	(0.2)	0.1	0.5
WTI (USD/bbl, % chg.)	69.91	(1.2)	(13.6)	(3.7)	44.1
Gold (USD/oz, % chg.)	72.99	(1.0)	(11.0)	(3.3)	40.9

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VIX	104.0	VIC	(83.2)
APH	88.4	REE	(43.7)
VHM	60.1	HPG	(25.7)
KBC	55.9	FUEVFNVD	(22.5)
ROS	54.0	NLG	(21.5)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VIC	92.3	VPB	(343.7)
VHM	68.2	NLG	(51.3)
VNM	26.5	GVR	(31.5)
BCM	26.2	KBC	(24.7)
VPI	26.0	CII	(24.6)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Others	1.5	Telecommunication	(3.2)
Pharmaceuticals	1.3	Diversified Financials	(1.7)
Commercial Services	0.7	Health Care	(1.0)
F&B	0.5	Consumer Durables	(0.9)
Banks	0.3	Utilities	(0.8)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** High volatility
- **Vietnam:** ADB lowers 2021 Vietnam economic projection under a severe impact from the fourth COVID-19 wave

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	29.6	16.5	2.7	13.5	16.5
2021F	304,264	177,159	18.7	13.9	2.3	12.1	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	2.0	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

High volatility

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The stock market was still divergent yesterday and the market volatility has increased. At the close, the VNIndex closed almost unchanged at 1,475 pts.

Foreign investors continued to net sell with a net value of VND149bn on HSX. They sold VPB, NLG, and GVR the most with net values of VND343bn, VND51bn, and VND31bn, respectively.

Selling pressure pushed Energy down driven by BSR (-2.29%), GAS (-0.51%), NT2 (-1.35%), POW (-3.01%), PVD (-2.79%), and PVS (-1.13%).

Besides, Brokerage and Consumer Staple underperformed the benchmark index, namely HCM (-2.00%), MBS (-2.23%), SSI (-1.90%), VCI (-1.57%), VND (-2.11%), VHC (-2.48%), PAN (-0.27%), SAB (-0.20%), and ANV (-0.72%).

Some constituents of the VN30Index slid more than 1%, such as VIC (-2.44%), GVR (-1.05%), and VPB (-1.00%).

In contrast, cash flowed into Banking, namely ACB (+0.30%), HDB (+1.52%), MSB (+1.82%), OCB (+1.32%), TPB (+2.97%), and VIB (+2.10%).

The market sentiment has become cautious as the volatility increases. Besides, the 1,500-pts zone is the strong resistance for the VNIndex. Therefore, traders should wait for a breakout for 1,500-pts before opening their long positions.

Breaking news

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- ▶ Vietnam: ADB lowers 2021 Vietnam economic projection under a severe impact from the fourth COVID-19 wave

In the latest update for ASIAN development outlook from the ASIAN Development Bank (ADB), the institution has lowered the economic outlook for ASIAN developing economies in 2021 and 2022 due to the severe impact of COVID-19 pandemic in 2H21. Accordingly, the ADB adjusted 2021 GDP forecast for this group lower by 0.1% from 7.1% to 7.0%. For 2022, the economic projection was also downgraded from 5.4% previously to 5.3%. Regarding Vietnam's economy, the ADB also cut 2021 economic projection considerably from 3.8% to 2.0%, while it maintained 2022 GDP growth at 6.5%. (ASIAN Development Bank)

Event Calendar

▶ Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
31/12/2021	LAS	Lam Thao Fertilizers & Chemicals JSC	1,128.6	21,235,000	27,100	-
30/12/2021	HEJ	Vietnam Hydraulic Engineering Consultants Corp-JSC	44.0	2,156,000	40,300	Whole lot sale
17/12/2021	PTI	Post & Telecommunication Joint Stock Insurance Corp.	804.0	18,225,648	47,310	-

▶ Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
16/12/2021	31/03/2022	DPR	HOSE	Cash Dividend	15%	1,500
16/12/2021	17/06/2022	NTC	UPCOM	Cash Dividend	80%	8,000
16/12/2021	15/06/2022	PHR	HOSE	Cash Dividend	25%	2,500
16/12/2021	06/01/2022	THI	HOSE	Cash Dividend	10%	1,000

16/12/2021		TS3	UPCOM	Extraordinary General Meeting		
16/12/2021		VIG	HNX	Extraordinary General Meeting		
17/12/2021	18/01/2022	API	HNX	Annual General Meeting		
17/12/2021	01/04/2022	BRR	UPCOM	Cash Dividend	5%	450
17/12/2021	14/01/2022	DRC	HOSE	Cash Dividend	5%	500
17/12/2021	12/01/2022	GMX	HNX	Cash Dividend	6%	600
17/12/2021	13/01/2022	TMG	UPCOM	Extraordinary General Meeting		
17/12/2021	30/12/2021	TMG	UPCOM	Cash Dividend	23%	2,300
17/12/2021	14/01/2022	TNS	UPCOM	Extraordinary General Meeting		
17/12/2021	29/12/2021	VCI	HOSE	Cash Dividend	12%	1,200

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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.

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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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