

Xin Chao Vietnam

Market performance

	17 Dec	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,479.79	0.2	0.3	9.4	34.1
Turnover (VND bn)	34,249				
VN30 (pt, % chg.)	1,513.56	0.2	(0.4)	4.0	41.4

Major indicators

	17 Dec	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.47	(0.0)	(0.0)	(0.0)	0.0
3-yr gov't bonds (% bp chg.)	0.78	0.2	0.2	0.0	(0.1)
VND/USD (% chg.)	22,937	0.3	(1.2)	(0.7)	0.7
VND/JPY (% chg.)	20,197	0.1	(2.1)	2.5	10.7
VND/EUR (% chg.)	25,970	0.2	(1.4)	2.8	9.6
VND/CNY (% chg.)	3,594	0.5	(1.2)	(2.0)	(1.5)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.42	0.0	(0.2)	0.1	0.5
WTI (USD/bbl, % chg.)	71.04	(1.9)	(9.3)	(1.3)	46.4
Gold (USD/oz, % chg.)	73.69	(1.8)	(8.2)	(2.2)	42.3

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
KBC	87.6	GEX	(290.9)
VCG	85.3	VHM	(90.0)
VCB	62.6	NLG	(46.5)
DXG	56.7	ROS	(27.8)
CKG	37.4	HPG	(27.5)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VND	135.4	VPB	(362.9)
DGC	90.0	VCB	(171.8)
DIG	89.7	HPG	(151.3)
VIC	76.6	MSN	(139.5)
CTG	62.0	NVL	(113.0)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Diversified Financials	3.5	Pharmaceuticals	(2.1)
Health Care	2.4	F&B	(1.2)
Technology	1.8	Automobiles	(1.2)
Capital Goods	1.7	Energy	(1.1)
Real Estate	1.5	Others	(0.9)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Real Estate makes market gains
- **UK:** Bank of England among the first major central banks raising interest rate

Macro & Strategy

- **Chart of the day:** Respecting the trading range

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	16.4	2.7	13.5	16.5
2021F	304,264	177,159	18.7	13.8	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

Real Estate makes market gains

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The stock market resumed its uptrend last Friday thanks to high demand on the ticker.

At the close, the VNIndex gained 0.22% to close at 1,479 pts. Meanwhile, the trading volume was 1,083 million shares or VND34,248bn.

Foreign investors continued to net sell with a net value of VND700bn on HSX. They sold VPB, VCB, and HPG the most with net values of VND362bn, VND171bn, and VND151bn, respectively.

Real Estate was the market leaders thanks to CEO (+6.64%), DIG (+4.36%), HDG (+1.06%), KBC (+0.71%), KDH (+4.13%), LDG (+6.86%), VHM (+2.67%), VIC (+2.00%), and VRE (+2.33%).

Brokerage and Energy outperformed the benchmark index, namely HCM (+6.09%), SSI (+3.14%), VCI (+3.16%), VND (+3.90%), BSR (+3.69%), and OIL (+3.68%).

Some constituents of the VN30Index jumped more than 1%, such as PNJ (+1.92%), CTG (+1.38%), and GVR (+1.06%).

In contrast, VCB (-2.62%), PDR (-2.25%), HPG (-1.68%), and MSN (-1.56%) closed in red territory.

The market sentiment is still cautious in the short term as the VNIndex moves in a tight range. 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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- ▶ UK: Bank of England among the first major central banks raising interest rate

Bank of England becomes one of the major central banks to raise interest rates in combating inflation surges. The decision of raising the policy rate from 0.1% to 0.25% was made Thursday. Even under the risk of Omicron variant to the global economic outlook, the BoE said it had to deal with massive inflation pressure, estimating that inflation could peak at 6% in the next April. In November, U.K. inflation was peaking at a 10-year high of 5.1% YoY, far above the inflation target of 2%. (Bank of England)

Macro & strategy

Chart of the day

Respecting the trading range

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- ▶ Market performance

VNIndex followed the narrow movement, implying the active consolidation phase with the unclear upcoming market move.

- ▶ Chart: Market noise is increased

Subsequent narrow spread candles occurred on Daily chart, implying the increase of volatility level and unclear market move.

However, the medium-term uptrend is still active thanks to the upward sloping MA200 and MA50.

The broken 1,400-1,420 pts zone turned around to act as the short-term benchmark for the upward swing, followed by 1,300 pts zone. On the upside, 1,500 pts area is the barrier for the upward resumption phase.

→ The Index is expected to maintain its consolidation phase this week.

- ▶ Technical strategy: Hold the positions

Although volatility level is increasing, we are still in the medium-term uptrend. 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
22/12/2021	DWC	Daklak Water Supply JSC	UPCoM	201.7	20,172,800	17,200
22/12/2021	DAN	Danapha Pharmaceutical JSC	UPCoM	211.4	21,141,000	32,000

► 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	-
31/12/2021	TVW	Tra Vinh Water Supply JSC	146.0	2,677,248	19,940	-
30/12/2021	HEJ	Vietnam Hydraulic Engineering Consultants Corp-JSC	44.0	2,156,000	40,300	Whole lot sale
28/12/2021	AGM	An Giang Import - Export Company	182.0	5,126,550	36,586	Whole lot sale; Local investors only

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
20/12/2021	28/12/2021	OPC	HOSE	Cash Dividend	10%	1,000
20/12/2021	20/12/2021	TPB	HOSE	Share Issue	35%	
20/12/2021	30/12/2021	VLC	UPCOM	Cash Dividend	6%	600
20/12/2021	20/12/2021	VPG	HOSE	Share Issue	50%	
21/12/2021	21/12/2021	HDG	HOSE	Share Issue	20%	
21/12/2021	12/01/2022	S4A	HOSE	Cash Dividend	10%	1,000
21/12/2021	07/01/2022	SDN	HNX	Cash Dividend	8%	800
21/12/2021	31/12/2021	VHC	HOSE	Cash Dividend	20%	2,000
22/12/2021		PVX	UPCOM	Extraordinary General Meeting		
22/12/2021	05/01/2022	VCB	HOSE	Cash Dividend	12%	1,200
22/12/2021	22/12/2021	VCB	HOSE	Share Issue	28%	
23/12/2021	05/01/2022	ACL	HOSE	Cash Dividend	6%	600
23/12/2021	24/01/2022	BID	HOSE	Cash Dividend	2%	200
23/12/2021	23/12/2021	BID	HOSE	Share Issue	26%	
23/12/2021	12/01/2022	CMD	UPCOM	Cash Dividend	15%	1,500
23/12/2021	10/01/2022	PHN	HNX	Cash Dividend	17%	1,700
23/12/2021	18/01/2022	TAC	HOSE	Extraordinary General Meeting		
23/12/2021	23/12/2021	TLD	HOSE	Share Issue	7%	
24/12/2021		ATS	HNX	Extraordinary General Meeting		
24/12/2021		HHG	HNX	Extraordinary General Meeting		
24/12/2021	24/12/2021	KPF	HOSE	Share Issue	5%	
24/12/2021	24/12/2021	NVL	HOSE	Share Issue	31%	

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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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