

Xin Chao Vietnam

Market performance

	20 Dec	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,477.33	(0.2)	1.7	9.4	33.8
Turnover (VND bn)	28,798				
VN30 (pt, % chg.)	1,513.60	0.0	0.9	3.8	41.4

Major indicators

	20 Dec	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.53	0.1	0.0	0.1	0.1
3-yr gov't bonds (% bp chg.)	0.70	(0.1)	0.1	(0.1)	(0.1)
VND/USD (% chg.)	22,929	0.0	(1.1)	(0.7)	0.7
VND/JPY (% chg.)	20,195	(0.1)	(2.2)	3.0	10.7
VND/EUR (% chg.)	25,828	(0.1)	(0.9)	3.3	10.2
VND/CNY (% chg.)	3,596	0.0	(1.3)	(2.1)	(1.6)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.39	(0.0)	(0.2)	0.1	0.5
WTI (USD/bbl, % chg.)	68.07	(3.9)	(10.6)	(3.2)	40.3
Gold (USD/oz, % chg.)	71.34	(3.0)	(9.6)	(3.5)	37.7

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
KBC	81.6	GEX	(114.5)
AGM	36.1	GAB	(112.7)
HSG	33.5	CII	(63.5)
APH	21.4	VHM	(55.4)
VIC	19.5	MSN	(46.6)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VRE	59.9	CII	(132.0)
HPG	59.1	HSG	(41.5)
HDB	50.4	VIC	(39.6)
TCH	37.1	TPB	(25.3)
VNM	33.6	PC1	(25.0)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	7.0	Energy	(2.6)
Diversified Financials	3.0	Health Care	(2.5)
Media & Entertainment	1.9	Capital Goods	(1.5)
F&B	1.0	Consumer Durables	(1.5)
Pharmaceuticals	0.9	Insurance	(1.3)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Selling pressure on Energy
- **China:** Rate cut to stimulate the economy

Macro & Strategy

- **Fundflow 13 – 17 Dec:** Inflow surges among SEA

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	30.6	16.3	2.7	13.5	16.5
2021F	304,264	177,159	18.7	13.7	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)	5.6
China GDP (% yoy)	5.8	18.3	7.9	4.9	6.0	2.2	8.0

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Selling pressure on Energy

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The stock market reversed to go down as the Asian financial markets decreased yesterday.

At the close, the VNIndex lost 0.17% to close at 1,477 pts. Meanwhile, the trading volume was 942 million shares or VND28,798bn.

Foreign investors continued to net sell with a net value of VND15bn on HSX. They sold CII, HSG, and VIC the most with net values of VND131bn, VND41bn, and VND39bn, respectively.

Energy was the worst sectors driven by BSR (-3.56%), GAS (-2.32%), OIL (-2.35%), PLX (-2.39%), PVC (-2.68%), PVD (-3.78%), and PVS (-2.31%).

Selling pressure pushed Real Estate down, namely DXG (-1.93%), HDG (-2.63%), KBC (-1.75%), NDN (-3.06%), NLG (-3.55%), VHM (-1.18%), and VIC (-2.94%).

Some constituents of the VN30Index slid more than 1%, such as BVH (-1.74%), GVR (-1.70%), CTG (-1.52%), PNJ (-1.36%), MWG (-1.12%), and MBB (-1.06%).

In contrast, cash flowed into Brokerage thanks to SSI (+1.90%), VND (+6.50%), VCI (+2.27%), and HCM (+1.84%).

The VNIndex moves in a tight range in the short term, implying the market sentiment is still cautious. 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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- ▶ China: Rate cut to stimulate the economy

PBOC expectedly reduced its one-year loan prime rate (LPR) on 20th December by 50bps to 3.80 percent, marking the first move from 2020 April to support the slowing down economy of China. (PBOC)

Macro & strategy

Fundflow 13 – 17 Dec

Inflow surges among SEA

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- ▶ Vietnam foreign flow

Foreign supply came back and fading the demand. Net sell value was USD90mn.

Foreign selling pressure has come back to Financials sector. Particularly, VPB, VCB, and SSI were sold the most, fading the solid demand on VND. Besides, Industrials and Materials continued to be divested due to large sell orders on HPG, GEX, and CII. On the contrary, Real Estate and Consumer Staples kept attracting foreign demand thanks to VIC, VRE, VHM, DGC, and VNM.

- ▶ South East Asia ETF flow

Money inflow ticked up across SEA. Net inflow was USD19mn, a monthly high. The positive flow of money was mainly driven by the surge of demand across major countries. Particularly, inflow has come back to Malaysia and Singapore after experiencing 4 consecutive weeks of outflow. Besides, Philippines kept attracting money inflow. However, Indonesia was strongly divested last week.

Vietnam has turned around to attract the positive flow of money. Inflow was USD2mn. Particularly, the positive flow of money was mainly contributed by the slowdown of divestment across VanEck Vietnam ETF. However, the positive flow among major ETFs was not significant, only attracted by VFMVN30 ETF. Thus, the flow of money was not diversified, implying the unstable flow of money.

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
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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