

# Xin Chao Vietnam

## Market performance

	23 Dec	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,456.96	(1.4)	(0.5)	7.7	32.0
Turnover (VND bn)	45,435				
VN30 (pt, % chg.)	1,477.37	(1.8)	(3.6)	1.3	38.0

## Major indicators

	23 Dec	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.39	(0.1)	(0.1)	(0.1)	(0.0)
3-yr gov't bonds (% bp chg.)	0.76	(0.1)	0.1	0.1	(0.1)
VND/USD (% chg.)	22,951	(0.1)	(1.2)	(0.8)	0.6
VND/JPY (% chg.)	20,083	(0.1)	(1.9)	3.2	11.3
VND/EUR (% chg.)	25,997	(0.0)	(2.2)	2.5	9.5
VND/CNY (% chg.)	3,603	(0.1)	(1.6)	(2.3)	(1.8)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.47	0.0	(0.2)	0.0	0.6
WTI (USD/bbl, % chg.)	72.98	0.3	(7.0)	(0.4)	50.4
Gold (USD/oz, % chg.)	75.57	0.4	(8.2)	(2.2)	45.9

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
GEX	95.9	APH	(260.3)
MWG	81.5	CII	(125.1)
SSB	71.3	KBC	(58.5)
MSN	57.6	DXG	(54.0)
KDH	47.0	HDC	(40.2)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HDG	35.2	MSN	(187.7)
DGC	35.0	KBC	(93.9)
CRE	29.5	GAS	(59.5)
VRE	28.0	TVS	(47.1)
VNM	15.7	DXG	(44.9)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	3.3	Diversified Financials	(4.2)
Media & Entertainment	1.6	Real Estate	(2.8)
Energy	1.3	Insurance	(2.5)
		Technology	(2.4)
		Health Care	(1.9)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Sell-off?
- **Vietnam:** Interbank rates continued 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	34.8	15.5	2.5	13.4	16.3
2021F	304,264	177,159	19.1	13.0	2.2	12.0	16.5

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

#### Sell-off?

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Although the recovery of the global financial market, the stock market tumbled yesterday due to profit-taking on large-cap stocks.

At the close, the VNIndex slid by 1.40% to close at 1,456 pts. Meanwhile, the trading volume was 1,330 million shares or VND45,4340bn.

Foreign investors reversed to net sell with a net value of VND620bn on HSX. They sold MSN, KBC, and GAS the most with net values of VND187bn, VND93bn, and VND59bn, respectively.

Brokerage was still the worst sector because of BVS (-4.47%), HCM (-3.56%), SSI (-4.11%), VCI (-4.21%), VDS (-2.51%), and VND (-5.40%).

Selling pressure pushed Real Estate and Banking down, namely VHM (-3.73%), VIC (-3.61%), VRE (-1.59%), HDB (-3.76%), MBB (-1.27%), TCB (-3.17%), TPB (-3.42%), VIB (-2.99%), and VPB (-3.57%). Notably, CEO, DIG, and DXG limited down.

Some constituents of the VN30Index fell more than 1%, such as BVH (-2.83%), POW (-2.63%), and FPT (-1.89%).

In contrast, cash flowed into Energy driven by BSR (+4.09%), OIL (+3.64%), PVC (+8.84%), PVD (+6.93%), and PVS (+3.10%).

Based on the sharp contraction, the short-term downside risk has increased. That implies the bearish market may form. Therefore, traders should stay on the lineside and wait for a signal. If they want to trade for the short-term position, they should wait for a breakout for 1,500-pts before opening their long positions.

### Breaking news

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#### ► Vietnam: Interbank rates continued increasing

According to SBV, the Vietnam interbank overnight rate (ON) climbed to the new high this month under the liquidity pressure in the year-end period. Specifically, the ON was traded at 1.34% on 22nd December, increasing by 49 basis points (bps) and 69bps compared to the previous weekend and November-end, respectively. (SBV)

## 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	-
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
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%	

- **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.

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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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