

# Xin Chao Vietnam

## Market performance

	28 Dec	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,494.39	0.4	0.1	11.6	35.4
Turnover (VND bn)	29,002				
VN30 (pt, % chg.)	1,523.54	0.6	(2.7)	5.0	42.3

## Major indicators

	28 Dec	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.47	(0.1)	(0.0)	(0.0)	0.0
3-yr gov't bonds (% bp chg.)	0.83	0.2	0.2	0.2	(0.0)
VND/USD (% chg.)	22,838	(0.1)	(0.7)	(0.3)	1.1
VND/JPY (% chg.)	19,889	(0.0)	0.5	2.8	12.4
VND/EUR (% chg.)	25,875	0.0	(1.1)	2.6	10.0
VND/CNY (% chg.)	3,586	(0.2)	(1.0)	(1.7)	(1.3)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.48	0.0	0.0	(0.1)	0.6
WTI (USD/bbl, % chg.)	76.68	1.5	12.5	1.8	58.0
Gold (USD/oz, % chg.)	79.59	1.3	9.4	0.6	53.6

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
APH	185.9	FUESSVFL	(53.6)
DXG	172.1	MSN	(47.7)
BCG	137.7	FDC	(35.8)
SAM	85.8	TCB	(31.6)
VCB	84.3	ACB	(26.4)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VHM	117.0	MSN	(109.3)
CTG	89.2	VCB	(89.2)
KBC	86.1	VNM	(20.8)
DXG	49.5	VGC	(17.7)
STB	48.8	CII	(15.3)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Utilities	1.8	Telecommunication	(1.7)
Health Care	1.6	Diversified Financials	(1.0)
Capital Goods	1.5	Household Products	(0.8)
Banks	1.2	Commercial Services	(0.7)
Retailing	0.8	Technology	(0.6)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** A fear about Omicron COVID-19
- **Vietnam:** Credit growth to accelerate to 14% in 2022

### 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
2020F	270,014	151,973	34.8	16.0	2.6	13.6	16.3
2021F	304,264	177,159	19.1	13.4	2.2	12.1	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

	3Q20	4Q20	1Q21	2Q21F	2019	2020	2021F
GDP (% yoy)	2.6	4.5	4.5	4.5	7.0	2.9	6.4
Trade balance (USD bn)	10.7	3.3	2.8	3.7	10.4	19.8	1.8
CPI (% yoy, avg.)	3.2	1.4	0.3	2.8	5.2	3.2	2.4
Discount rate (% EoP)	3.0	3.0	3.0	3.0	4.0	3.0	3.0
VND/USD (avg.)	23,179	23,159	23,054	23,252	23,231	23,252	23,174
US GDP (% qoq)	(4.8)	(31.7)	33.1	4.0	(3.4)	(3.5)	5.6
China GDP (% yoy)	(6.8)	3.2	4.9	5.8	2.2	2.3	8.0

Source: KIS, Bloomberg

## Market commentary & News

### Market commentary

#### A fear about Omicron COVID-19

**Hieu Tran**  
hieu.ttm@kisvn.vn

The stock market maintained its uptrend yesterday, but the selling pressure appeared in the afternoon after Vietnam recorded the first Omicron COVID-19 case in Ha Noi.

At the close, the VNIndex gained by 0.37% to close at 1,494 pts. Meanwhile, the trading volume was 975 million shares or VND29,001bn.

Foreign investors continued to net buy with a net value of VND360bn on HSX. They bought VHM, CTG, and KBC the most with net values of VND117bn, VND89bn, and VND86bn, respectively.

Banking was the market leader thanks to ACB (+1.51%), CTG (+1.50%), EIB (+6.45%), HDB (+6.09%), NVB (+5.52%), OCB (+1.74%), STB (+6.94%), and TPB (+3.19%).

Besides, Real Estate and Material outperformed the benchmark index, namely C32 (+4.49%), DHA (+2.95%), HSG (+1.84%), NKG (+1.09%), CEO (+9.87%), DXG (+1.85%), HDG (+2.62%), and NLG (+1.12%).

Some constituents of the VN30Index jumped more than 1%, such as GAS (+2.29%) and MSN (+1.48%).

In contrast, Brokerage, namely HCM (-1.25%), MBS (-1.57%), SSI (-0.71%), VCI (-0.84%), and VND (-1.88%), closed in red territory.

The VNIndex has approached the 1,500-pts resistance, implying the selling pressure in the short term. Therefore, traders should stay on the sideline 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

**Tuan Doan**  
tuan.doan@kisvn.vn

- ▶ Vietnam: Credit growth to accelerate to 14% in 2022

In a press conference yesterday, the Standing Deputy Government of Vietnam's state bank disclosed that the current credit growth reached 12.97% YTD by the end-December, which means more than VND250tn have been poured into the real economy in just December and more than VND500tn of new credit have been made in the reopening phase in 4Q21. The monetary policymaker also said that SBV could extent the target of credit growth up to 14% in 2022. (SBV, cafef)

## 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

### ▶ Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
29/12/2021	11/01/2022	DGC	HOSE	Cash Dividend	10%	1,000
29/12/2021	14/01/2022	HMH	HNX	Cash Dividend	10%	1,000
29/12/2021	20/01/2022	NTH	HNX	Cash Dividend	7%	700

29/12/2021	18/01/2022	QHD	HNX	Cash Dividend	20%	2,000
30/12/2021	25/01/2022	PAI	UPCOM	Cash Dividend	6%	600
30/12/2021	28/01/2022	SHS	HNX	Extraordinary General Meeting		
30/12/2021	26/04/2022	TDM	HOSE	Cash Dividend	12%	1,200
31/12/2021	17/01/2022	BCF	HNX	Cash Dividend	5%	500
31/12/2021	21/04/2022	BWE	HOSE	Cash Dividend	12%	1,200
31/12/2021	14/01/2022	DHN	UPCOM	Cash Dividend	8%	800
31/12/2021	14/01/2022	DHN	UPCOM	Cash Dividend	4%	400
31/12/2021	10/02/2022	LPT	UPCOM	Extraordinary General Meeting		
31/12/2021	28/01/2022	NSC	HOSE	Cash Dividend	20%	2,000

- **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.

- **Analyst Certification**

I/We, as the research analyst/analysts who prepared this report, do hereby certify that the views expressed in this research report accurately reflect my/our personal views about the subject securities and issuers discussed in this report. I/We do hereby also certify that no part of my/our compensation was, is, or will be directly or indirectly related to the specific recommendations or views contained in this research report.

## Global Disclaimer

- **General**

This research report and marketing materials for Vietnamese securities are originally prepared and issued by the Research Center of KIS Vietnam Securities Corp., an organization licensed with the State Securities Commission of Vietnam. The analyst(s) who participated in preparing and issuing this research report and marketing materials is/are licensed and regulated by the State Securities Commission of Vietnam in Vietnam only. This report and marketing materials are copyrighted and may not be copied, redistributed, forwarded or altered in any way without the consent of KIS Vietnam Securities Corp..

This research report and marketing materials are for information purposes only. They are not and should not be construed as an offer or solicitation of an offer to purchase or sell any securities or other financial instruments or to participate in any trading strategy. This research report and marketing materials do not provide individually tailored investment advice. This research report and marketing materials do not take into account individual investor circumstances, objectives or needs, and are not intended as recommendations of particular securities, financial instruments or strategies to any particular investor. The securities and other financial instruments discussed in this research report and marketing materials may not be suitable for all investors. The recipient of this research report and marketing materials must make their own independent decisions regarding any securities or financial instruments mentioned herein and investors should seek the advice of a financial adviser. KIS Vietnam Securities Corp. does not undertake that investors will obtain any profits, nor will it share with investors any investment profits. KIS Vietnam Securities Corp., its affiliates, or their affiliates and directors, officers, employees or agents of each of them disclaim any and all responsibility or liability whatsoever for any loss (director consequential) or damage arising out of the use of all or any part of this report or its contents or otherwise arising in connection therewith. Information and opinions contained herein are subject to change without notice and may differ or be contrary to opinions expressed by other business areas or KIS Vietnam Securities Corp. The final investment decision is based on the client's judgment, and this research report and marketing materials cannot be used as evidence in any legal dispute related to investment decisions.

- **Country-specific disclaimer**

**United States:** This report is distributed in the U.S. by Korea Investment & Securities America, Inc., a member of FINRA/SIPC, and is only intended for major U.S. institutional investors as defined in Rule 15a-6(a)(2) under the U.S. Securities Exchange Act of 1934. All U.S. persons that receive this document by their acceptance thereof represent and warrant that they are a major U.S. institutional investor and have not received this report under any express or implied understanding that they will direct commission income to Korea Investment & Securities, Co., Ltd. or its affiliates. Pursuant to Rule 15a-6(a)(3), any U.S. recipient of this document wishing to effect a transaction in any securities discussed herein should contact and place orders with Korea Investment & Securities America, Inc., which accepts responsibility for the contents of this report in the U.S. The securities described in this report may not have been registered under the U.S. Securities Act of 1933, as amended, and, in such case, may not be offered or sold in the U.S. or to U.S. person absent registration or an applicable exemption from the registration requirement.

**United Kingdom:** This report is not an invitation nor is it intended to be an inducement to engage in investment activity for the purpose of section 21 of the Financial Services and Markets Act 2000 of the United Kingdom ("FSMA"). To the extent that this report does constitute such an invitation or inducement, it is directed only at (i) persons who are investment professionals within the meaning of Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended) of the United Kingdom (the "Financial Promotion Order"); (ii) persons who fall within Articles 49(2)(a) to (d) ("high net worth companies, unincorporated associations etc.") of the Financial Promotion Order; and (iii) any other persons to whom this report can, for the purposes of section 21 of FSMA, otherwise lawfully be made (all such persons together being referred to as "relevant persons"). Any investment or investment activity to which this report relates is available only to relevant persons and will be engaged in only with relevant persons. Persons who are not relevant persons must not act or rely on this report.

**Hong Kong:** This research report and marketing materials may be distributed in Hong Kong to institutional clients by Korea Investment & Securities Asia Limited (KISA), a Hong Kong representative subsidiary of Korea Investment & Securities Co., Ltd., and may not otherwise be distributed to any other party. KISA provides equity sales service to institutional clients in Hong Kong for Korean securities under its sole discretion, and is thus solely responsible for provision of the aforementioned equity selling activities in Hong Kong. All requests by and correspondence with Hong Kong investors involving securities discussed in this report and marketing materials must be effected through KISA, which is registered with The Securities & Futures Commission (SFC) of Hong Kong. Korea Investment & Securities Co., Ltd. is not a registered financial institution under Hong Kong's SFC.

**Singapore:** This report is provided pursuant to the financial advisory licensing exemption under Regulation 27(1)(e) of the Financial Advisers Regulation of Singapore and accordingly may only be provided to persons in Singapore who are "institutional investors" as defined in Section 4A of the Securities and Futures Act, Chapter 289 of Singapore. This report is intended only for the person to whom Korea Investment & Securities Co., Ltd. has provided this report and such person may not send, forward or transmit in any way this report or any copy of this report to any other person. Please contact Korea Investment & Securities Singapore Pte Ltd in respect of any matters arising from, or in connection with, the analysis or report (Contact Number: 65 6501 5600).

Copyright © 2021 KIS Vietnam Securities Corp.. All rights reserved. No part of this report may be reproduced or distributed in any manner without permission of KIS Vietnam Securities Corp..