

Xin Chao Vietnam

Market performance

	31 Dec	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,498.28	0.8	3.8	12.2	0.0
Turnover (VND bn)	26,057				
VN30 (pt, % chg.)	1,535.71	1.1	2.1	6.5	0.0

Major indicators

	31 Dec	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.52	0.0	0.0	(0.0)	0.1
3-yr gov't bonds (% bp chg.)	0.66	0.0	(0.2)	(0.0)	(0.2)
VND/USD (% chg.)	22,826	(0.1)	(0.4)	(0.3)	1.2
VND/JPY (% chg.)	19,832	(0.2)	1.5	2.5	12.7
VND/EUR (% chg.)	25,887	(0.3)	(0.3)	1.8	10.0
VND/CNY (% chg.)	3,594	(0.5)	(0.7)	(2.0)	(1.5)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.50	(0.0)	0.1	0.0	0.6
WTI (USD/bbl, % chg.)	75.83	(1.5)	14.6	1.1	56.3
Gold (USD/oz, % chg.)	78.47	(1.3)	11.2	(0.1)	51.5

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
MSN	384.6	APH	(129.0)
TCB	57.3	CII	(128.8)
MWG	46.0	NHH	(72.1)
FUEVFNVD	45.8	FLC	(63.2)
VPB	43.6	FPT	(48.9)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
KBC	61.4	MSN	(53.7)
DXG	52.6	FUEVFNVD	(39.2)
STB	27.8	CTG	(27.7)
PNJ	20.1	SCR	(10.4)
SAB	16.0	SSI	(9.8)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Media & Entertainment	5.9	Technology	(4.0)
Diversified Financials	5.0	Utilities	(2.1)
Telecommunication	3.2	Capital Goods	(1.6)
Banks	2.1	Software & Services	(1.5)
Transportation	1.9	Others	(1.4)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Banking in the spotlight
- **Vietnam:** The industrial sector reaches record high by year-end

Macro & Strategy

- **Chart of the day:** Upward resumption phase

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	16.1	2.6	13.6	16.3
2021F	304,264	177,159	19.1	13.5	2.2	12.2	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

Banking in the spotlight

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The stock market resumed its uptrend last Friday before the New Year's Eve holiday.

At the close, the VNIndex gained 0.83% to close at 1,498 pts.

Banking was the market leader thanks to ACB (+1.77%), BID (+4.80%), MBB (+1.58%), STB (+3.28%), VIB (+6.89%), and VPB (+1.13%).

Cash flowed into Real Estate and Material, namely HPG (+1.53%), HSG (+1.36%), NKG (+1.97%), KBC (+3.05%), NLG (+2.72%), and NVL (+5.45%).

Some constituents of the VN30Index jumped more than 1%, such as PNJ (+4.00%), VJC (+1.83%), BVH (+1.63%), SAB (+1.41%), VNM (+1.29%), and MWG (+1.19%).

In contrast, KDH (-2.11%), SSI (-1.52%), VRE (-1.31%), and GAS (-0.82%) closed in red territory.

The VNIndex has retested the 1,500-pts resistance, so this week's downside risk is intact. 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

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- ▶ Vietnam: The industrial sector reaches record high by year-end

The industrial sector has been on a sharp recovery in the reopening phase since September. In December, the industrial production continued growing by 3.5% MoM to hit its new peak, 8.7% higher than December last year. The strong performance in this sector was largely driven by impressive growth in several key export-oriented industries, most notably the electronics and the textile & garment & footwear industries. (GSO, KIS)

Macro & strategy

Chart of the day

Upward resumption phase

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- ▶ Market performance

VNIndex has retested the all-time high and there is the tendency for the Index to form the valid breakout at this area.

- ▶ Chart: Bullish momentum is increased

The VNIndex kept closing above major MAs, implying the increase of bullish momentum and the next bullish leg has high probability to occur. 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 which is expected to be pierced this week.

→ The Index is expected to form the valid breakout at the all-time high this week.

- ▶ Technical strategy: Increase the position on leading stocks

Although the all-time high is held, breakout has high probability to occur. In this case, investors should continue to hold the current positions on leading stocks and increase the position size when breakout is confirmed.

Event Calendar

► New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Listed Value	Listed Shares	Reference Price
10/01/2022	ODE	ODE Media and Entertainment Group JSC	UPCoM	100.0	10,000,000	36,000
07/01/2022	FUEKIV30	KIM Growth VN30 ETF	HSX	71.0	7,100,000	-
07/01/2022	VAT	Van Xuan VT JSC	UPCoM	46.1	4,612,953	2,400

► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
13/01/2022		VN Satellite Digital Television Co., Ltd	344.5	-	188,778,616,000	Auction of contributed equity

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
04/01/2022	20/01/2022	BWS	UPCOM	Cash Dividend	7%	700
04/01/2022	24/01/2022	EAD	UPCOM	Cash Dividend	15%	1,500
04/01/2022	20/01/2022	HD6	UPCOM	Cash Dividend	5%	500
04/01/2022	21/01/2022	NTL	HOSE	Cash Dividend	15%	1,500
05/01/2022	21/01/2022	DHP	HNX	Cash Dividend	5%	500
05/01/2022	20/01/2022	TLG	HOSE	Cash Dividend	5%	500
05/01/2022	15/02/2022	TNI	HOSE	Extraordinary General Meeting		
05/01/2022	20/01/2022	VXT	UPCOM	Cash Dividend	8%	800
06/01/2022	06/01/2022	ACC	HOSE	Share Issue	250%	
06/01/2022	24/01/2022	BST	HNX	Cash Dividend	10%	1,000
07/01/2022	21/01/2022	DPH	UPCOM	Cash Dividend	15%	1,500
07/01/2022	26/01/2022	HTC	HNX	Cash Dividend	3%	300
07/01/2022		KBC	HOSE	Extraordinary General Meeting		
07/01/2022	27/01/2022	SAB	HOSE	Cash Dividend	20%	2,000

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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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