

Xin Chao Vietnam

Market performance

	7 Jan	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,528.48	(0.0)	5.6	11.9	2.0
Turnover (VND bn)	31,864				
VN30 (pt, % chg.)	1,532.24	(0.8)	1.3	4.8	(0.2)

Major indicators

	7 Jan	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.51	(0.0)	(0.0)	(0.0)	(0.0)
3-yr gov't bonds (% bp chg.)	0.86	(0.0)	0.0	0.2	0.2
VND/USD (% chg.)	22,713	0.2	1.7	0.2	0.5
VND/JPY (% chg.)	19,610	0.2	3.7	4.0	1.1
VND/EUR (% chg.)	25,707	0.1	1.1	2.3	0.7
VND/CNY (% chg.)	3,563	0.1	1.8	(0.9)	0.9
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.72	0.0	0.2	0.2	0.2
WTI (USD/bbl, % chg.)	80.28	1.0	11.4	2.5	6.7
Gold (USD/oz, % chg.)	82.77	1.0	9.7	1.0	6.4

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
KBC	98.2	HNG	(256.1)
VHM	82.0	GAB	(109.8)
NBB	52.3	FRT	(39.2)
DIG	47.0	VPB	(34.1)
STB	41.5	FUEKIV30	(32.6)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VHM	140.9	VRE	(265.3)
KBC	67.8	VIC	(160.1)
HPG	57.1	VNM	(125.6)
GAS	44.4	NVL	(121.8)
VCG	43.9	HSG	(82.1)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Pharmaceuticals	3.5	F&B	(2.0)
Real Estate	2.9	Technology	(1.4)
Others	2.5	Diversified Financials	(1.2)
Telecommunication	2.3	Automobiles	(0.8)
Capital Goods	2.0	Utilities	(0.7)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Profit-taking?
- **Vietnam:** Booming M&A activity boosts FDI to a 2-year high in December

Macro & Strategy

- **Chart of the day:** Confirm a big bullish market

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	16.1	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

	2Q21	3Q21	4Q21	1Q22F	2020	2021	2022F
GDP (% yoy)	6.6	(6.0)	5.2	6.0	2.9	2.6	7.5
Trade balance (USD bn)	(3.8)	(1.0)	5.4	1.5	19.9	4.0	6.0
CPI (% yoy, avg.)	2.7	2.5	1.9	2.5	3.2	1.8	3.5
Discount rate (% EoP)	2.5	2.5	2.5	2.5	2.5	2.5	2.5
VND/USD (avg.)	23,043	22,878	22,787	22,900	23,252	22,936	23,200
US GDP (% qoq)	6.6	2.0	6.0	4.0	(3.4)	5.6	3.9
China GDP (% yoy)	7.9	4.9	3.2	4.2	2.2	8.0	5.2

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Profit-taking?

Hieu Tran
hieu.ttm@kisvn.vn

The stock market closed in the red territory last Friday as the profit-taking appeared in the afternoon session.

At the close, the VNIndex closed almost unchanged at 1,528 pts. Meanwhile, the trading volume was 1,001 million shares or VND31,864bn.

Foreign investors continued to net sell with a net value of VND474bn on HSX. They sold VHM, KBC, and HPG the most with net values of VND140bn, VND67bn, and VND57bn, respectively.

Selling pressure pushed Banking down, such as ACB (-1.33%), CTG (-2.35%), EIB (-2.34%), HDB (-0.66%), MSB (-1.99%), NVB (-1.52%), STB (-2.29%), TPB (-2.38%), and VPB (-1.56%).

Besides, Brokerage and Material underperformed the benchmark index due to HCM (-0.33%), SSI (-0.58%), VCI (-0.55%), VND (-1.48%), HPG (-0.65%), HSG (-1.26%), and NKG (-0.81%).

Some constituents of the VN30Index slid more than 2%, such as VRE (-2.39%), VIC (-2.20%), and NVL (-2.04%).

In contrast, cash flowed into Energy, namely BSR (+1.25%), GAS (+3.66%), NT2 (+0.57%), OIL (+2.69%), PLX (+1.44%), POW (+4.68%), PVB (+0.50%), PVC (+2.38%), PVD (+1.77%), and PVS (+2.47%).

The bullish market is still intact in the short term because the VNIndex breaks out the 1,500-pts resistance. The contraction is the consolidation phase, which is an opportunity for increasing a long position. Therefore, traders should hold long positions and focus on leading stocks.

Breaking news

Tuan Doan
tuan.doan@kisvn.vn

► Vietnam: Booming M&A activity boosts FDI to a 2-year high in December

From the latest update from the Ministry of Planning and Investment, FDI figures highlighted some noteworthy developments in December as well as in the last quarter. Those developments are linked to the ongoing investment trend during the pandemic time, the trend of switching investing approach from new businesses to existing businesses. Accordingly, the registered FDI capital for share-purchasing value reached a 2-year high with USD2.5bn in just December, increasing by 123.6% YoY, even greater than the share-purchasing amount in both 2Q21 and 3Q21 together. Next, the foreign investment into existing projects remained remarkably higher than in the previous period, as additionally registered capital reached around or above USD1bn for 3 over 3 consecutive months, more specifically at USD1.0bn in December (increasing 1124.8% YoY). Meanwhile, the new FDI registration remained quiet in the month, at USD1.2bn and up 9.2% YoY. As a result, thanks to the huge inflows from share-purchasing activity, total registered FDI reached the highest level in the 2020 – 2021 period with USD4.7bn in total, 123.6% higher than the same period 2020. (MPI, FIA, KIS)

Macro & strategy

Chart of the day

Confirm a big bullish market

Hieu Tran
Hieu.ttm@kisvn.vn

► Market performance

The VNIndex resumed its uptrend last week and closed above the 1,500-pts threshold thanks to high demand on Real Estate stocks.

► Chart: Confirm a big bullish market

The uptrend is still intact in the long term as the index closes above long-term moving averages such as the MA100 and the

MA200, which go up. Moreover, the index has reached the target price for the symmetry triangle pattern at 1,530-1,550 pts.

The VNIndex breaks out the 1,500-pts resistance, showing the bullish market in the short term. Notably, the trading volume and value increased slightly, implying market sentiment has become optimistic. Moreover, Momentum and trending indicators have confirmed the trend. Hence, the short-term uptrend is still intact.

The area of 1,500 pts has turned around to act as the important short-term support. On the upside, the 1,550-pts area is expected to be the weekly resistance.

→ The VNIndex confirms the bullish market thanks to the breakout for the 1,500-pts threshold in the short term.

► Technical strategy: Open long position

In this situation, traders should open their long position and focus on leading stocks markets like Real Estate. Besides, the contraction is the opportunity to accumulate stocks for long-term positions at significant supports.

Event Calendar

► New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Listed Value	Listed Shares	Reference Price
13/01/2022	HMR	Hoang Mai Stone JSC	HNX	56.1	5,612,444	15,700
12/01/2022	EVF	EVN Finance JSC	HSX	3,047.1	304,707,628	19,050
12/01/2022	GMH	Quang Tri Minh Hung JSC	HSX	165.0	16,500,000	22,000
10/01/2022	ODE	ODE Media and Entertainment Group	UPCoM	100.0	10,000,000	36,000
10/01/2022	BIG	BIG Invest Group JSC	UPCoM	50.0	5,000,000	10,900

► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
24/01/2022		Phu Quoc Infrastructure Development Investment JSC	500.0	280,000	14,400	-
13/01/2022		VietNam 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
10/01/2022	20/01/2022	BUD	UPCOM	Cash Dividend	10%	1,000
10/01/2022	21/01/2022	DHA	HOSE	Cash Dividend	30%	3,000
10/01/2022	10/01/2022	GDT	HOSE	Share Issue	10%	
10/01/2022	24/01/2022	HNP	UPCOM	Cash Dividend	10%	1,000
10/01/2022	25/02/2022	VNM	HOSE	Cash Dividend	14%	1,400
12/01/2022	18/02/2022	BDT	UPCOM	Extraordinary General Meeting		
13/01/2022	27/01/2022	BSP	UPCOM	Cash Dividend	5%	500
13/01/2022	10/02/2022	DZM	HNX	Extraordinary General Meeting		
13/01/2022	24/01/2022	TNG	HNX	Cash Dividend	4%	400
14/01/2022	10/02/2022	BMP	HOSE	Cash Dividend	13%	1,250
14/01/2022	27/01/2022	EIC	UPCOM	Cash Dividend	10%	1,000
14/01/2022		NGC	UPCOM	Extraordinary General Meeting		

- **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 © 2022 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..