

Xin Chao Vietnam

Market performance

	13 Jan	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,496.05	(1.0)	1.3	7.5	(0.1)
Turnover (VND bn)	30,789				
VN30 (pt, % chg.)	1,526.43	(0.2)	0.4	1.4	(0.6)

Major indicators

	13 Jan	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.50	(0.1)	(0.0)	(0.0)	(0.0)
3-yr gov't bonds (% bp chg.)	0.67	0.0	(0.1)	(0.0)	0.0
VND/USD (% chg.)	22,694	0.0	1.2	0.3	0.6
VND/JPY (% chg.)	19,825	(0.7)	2.1	1.3	0.0
VND/EUR (% chg.)	26,040	(1.0)	(0.6)	1.0	(0.6)
VND/CNY (% chg.)	3,568	(0.0)	1.1	(0.8)	0.7
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.75	0.0	0.3	0.2	0.2
WTI (USD/bbl, % chg.)	82.74	0.1	16.1	2.9	10.0
Gold (USD/oz, % chg.)	84.90	0.3	14.1	2.1	9.2

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
APH	134.5	DIG	(212.2)
DXG	49.9	TCB	(116.0)
MWG	44.7	ACB	(100.5)
KBC	37.1	VNM	(53.1)
IJC	36.9	VIC	(47.6)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
KDH	104.2	NVL	(61.2)
BID	88.4	VND	(44.7)
VHM	85.4	GEX	(44.7)
CTG	68.8	SSI	(44.2)
VIC	51.2	TPB	(38.6)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Software & Services	2.6	Telecommunication	(6.2)
Media & Entertainment	2.1	Capital Goods	(5.1)
Banks	1.2	Diversified Financials	(3.6)
Household Products	0.8	Health Care	(3.3)
Technology	0.5	Utilities	(3.1)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Profit-taking in the afternoon
- **U.S.:** Inflation climbs to a record high in 39 years

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	16.2	2.6	13.2	16.3
2021F	304,264	177,159	19.1	13.6	2.3	11.8	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	3.9	(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 in the afternoon

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The stock market reversed to go down as investors were afraid about the overvaluation of stocks.

At the close, the VNIndex lost 0.96% to close at 1,496 pts. Meanwhile, the trading volume was 960 million shares or VND30,788bn.

Foreign investors reversed to net sell with a net value of VND118bn on HSX. They sold VRE, NVL, and VND the most with net values of VND125bn, VND61bn, and VND44bn, respectively.

Brokerage was the worst sector due to BSI (-4.01%), HCM (-1.99%), MBS (-1.82%), SSI (-3.27%), VCI (-4.55%), and VND (-4.58%).

Profit-taking pushed Real Estate down, namely HDG (-1.60%), KBC (-3.23%), NLG (-4.35%), VHM (-1.67%), VIC (-1.98%), and VRE (-6.11%). Notably, CEO, DIG, DXG, FLC, ITA, LDG, and SCR limited down.

Some constituents of the VN30Index slid more than 2%, such as POW (-6.89%), GVR (-4.05%), and GAS (-2.78%).

In contrast, cash flowed into Banking stocks thanks to ACB (+0.76%), BID (+4.39%), CTG (+2.93%), EIB (+1.18%), LPB (+0.46%), MBB (+1.71%), NVB (+1.54%), and VCB (+2.38%).

The VNIndex closes below the 1,500-pts threshold again, implying the high volatility of market sentiment. Besides, the downside risk is still in the short term. Therefore, traders should be careful and wait for the subsequent signals before making investment decisions.

Breaking news

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► U.S.: Inflation climbs to a record high in 39 years

According to the U.S. Labor Department, U.S. CPI hits a record high in 39 years in December, at an annualized 7.0% and 0.5% higher than November. Furthermore, core CPI also climbed to an annualized 5.5%, the highest level in 30 years. Still-surgeing inflation is posing a risk that U.S. Fed would faster reverse its accommodative monetary policy to the tightening process. Based on CME's feds fund futures, market participants are betting hard on a scenario that Fed would hike its policy rate as early as in March's meeting, with nearly 75% probability for 25 bps increase and 4.3% for 50 bps increase. (U.S. Labor Department, CME Group)

Event Calendar

► 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	-

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
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.

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