

# Xin Chao Vietnam

## Market performance

	21 Jan	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,472.89	0.5	(0.4)	6.4	(1.7)
Turnover (VND bn)	22,946				
VN30 (pt, % chg.)	1,502.16	0.6	(0.6)	0.9	(2.2)

## Major indicators

	21 Jan	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.55	0.0	0.1	0.0	0.0
3-yr gov't bonds (% bp chg.)	0.87	(0.0)	0.1	(0.0)	0.2
VND/USD (% chg.)	22,628	0.2	1.2	0.6	0.9
VND/JPY (% chg.)	19,877	(0.2)	1.0	0.5	(0.2)
VND/EUR (% chg.)	25,661	0.3	0.8	3.2	0.9
VND/CNY (% chg.)	3,568	0.2	0.7	(0.3)	0.7
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.79	(0.0)	0.3	0.1	0.3
WTI (USD/bbl, % chg.)	84.16	(1.6)	18.3	2.0	11.9
Gold (USD/oz, % chg.)	87.03	(1.5)	17.6	2.9	11.9

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
GAB	38.8	DIG	(422.3)
KBC	27.4	FLC	(148.5)
BVH	19.4	APH	(108.9)
KOS	12.5	HPG	(61.5)
MWG	12.5	VHM	(53.6)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VHM	87.0	KBC	(233.4)
VCB	32.4	HPG	(128.0)
VNM	27.3	DGW	(89.2)
PNJ	25.8	VIC	(80.9)
PTB	19.2	NLG	(62.7)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Banks	1.9	Technology	(6.9)
Capital Goods	1.1	Diversified Financials	(2.1)
Energy	1.0	Household Products	(1.9)
Telecommunication	1.0	Commercial Services	(1.1)
Insurance	0.6	Materials	(1.0)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** High volatility
- **Vietnam:** Domestic petroleum prices feel the heat from surging global energy prices

### Macro & Strategy

- **Chart of the day:** Support at the MA100

### 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	16.3	2.7	12.9	16.3
2021F	304,264	177,159	19.1	13.7	2.3	11.5	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	5.9	2.9	(3.4)	5.6	3.8
China GDP (% yoy)	7.9	4.9	3.2	4.3	8.1	8.0	5.2

Source: KIS, Bloomberg

## Market commentary & News

### Market commentary

#### High volatility

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Thanks to high bottom fishing at a low price, the stock market kept going up.

At the close, the VNIndex gained 0.52% to close at 1,472 pts. Meanwhile, the trading volume was 782 million shares or VND22,945bn.

Foreign investors continued to net sell with a net value of VND1,118bn on HSX. They sold KBC, HPG, and DGW the most with net values of VND233bn, VND127bn, and VND89bn, respectively.

Energy was the market leader driven by BSR (+6.38%), OIL (+2.09%), PLX (+1.29%), PVC (+5.81%), PVD (+1.80%), PVS (+3.51%), and VSH (+3.96%).

Banking outperformed the benchmark index, thanks to ACB (+1.52%), BID (+1.39%), CTG (+1.28%), EIB (+2.45%), MBB (+5.30%), STB (+2.37%), VCB (+2.41%), and VPB (+1.03%).

Some constituents of the VN30Index jumped more than 1%, such as MSN (+1.21%), PNJ (+1.17%), and VHM (+1.02%).

In contrast, Brokerage closed in red territory due to HCM (-2.81%), SHS (-3.53%), SSI (-2.52%), VCI (-3.02%), and VND (-2.95%).

The downside risk decreases because of the third recovery. However, the downtrend is still intact in the short term. Therefore, traders should reduce their long position and stay on the sidelines.

### Breaking news

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- ▶ Vietnam: Domestic petroleum prices feel the heat from surging global energy prices

The global energy prices skyrocket by more than 30% in less than 2 months, with Brent oil futures increasing from about USD66 a barrel in early December to USD87 a barrel as of 21st January 2022, as market participants feel less risk about the Omicron variant's impact to the global economic outlook. As a result, in the second adjustment of domestic petroleum prices in January 2022, the selling prices of E5RON92 and RON95-III continued to increase to VND23,595 and VND24,360 per liter, up 1.9% and 2.0% from their price levels in early January, respectively. (Ministry of Industry and Trade)

## Macro & strategy

### Chart of the day

#### Support at the MA100

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- ▶ Market performance

The VNIndex maintained its downtrend last week. However, the index rebounded in the last three sessions thanks to bottom fishing at a low price.

- ▶ Chart: Support at the MA100

In the short term, the bearish market is confirmed as the VNIndex closed below the short- and mid-term moving averages such as the MA10, the MA20, and the MA50. Besides, the trading volume and value decrease, showing the cautious market sentiment. Despite three gaining sessions last week, the downside risk is intact. Hence, we need more bullish signals to confirm that the downtrend is reversed.

In the long term, the 100-period moving average is the strong support as the index rebound when it is retested. If the index continues to close above the line, the uptrend will still be intact in the long term.

The area of 1,450 pts has turned around to act as the important short-term support. On the upside, the 1,500-pts area is expected to be the weekly resistance.

→ The VNIndex confirms the bearish market as the index closed below the short- and mid-term moving average.

▶ Technical strategy: Stay on the sidelines

Traders should be careful and wait for the next signal in this situation. Besides, they should reduce long positions and stay on the sidelines.

## Event Calendar

### ▶ Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
24/02/2022		Chau Duc Urban Development and Construction Joint Stock Company	17.4	1,152,000	28,438	Whole lot sale
22/02/2022		Picomat Plastic JSC	173.0	2,686,800	10,000	IPO
22/02/2022	TDC	Binh Duong Trade and Development JSC	1,000.0	35,000,000	27,900	-
09/02/2022		HUD.VN - Social Housing Development JSC	221.2	16,139,124	10,500	Whole lot sale
24/01/2022		Phu Quoc Infrastructure Development Investment JSC	500.0	280,000	14,400	-

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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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