

Xin Chao Vietnam

Market performance

	22 Feb	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,503.47	(0.5)	2.1	3.9	0.3
Turnover (VND bn)	28,200				
VN30 (pt, % chg.)	1,532.36	(0.1)	2.0	1.0	(0.2)

Major indicators

	22 Feb	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.67	(0.0)	0.1	0.2	0.2
3-yr gov't bonds (% bp chg.)	0.92	(0.1)	0.0	0.1	0.3
VND/USD (% chg.)	22,811	0.1	(0.7)	(0.6)	0.1
VND/JPY (% chg.)	19,894	0.0	(0.1)	(0.8)	(0.3)
VND/EUR (% chg.)	25,875	0.2	(1.0)	(1.1)	0.0
VND/CNY (% chg.)	3,596	0.2	(0.6)	(1.3)	(0.1)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.91	(0.0)	0.2	0.3	0.4
WTI (USD/bbl, % chg.)	95.50	4.9	12.2	24.4	27.0
Gold (USD/oz, % chg.)	98.88	3.7	12.5	24.1	27.1

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
DXG	77.4	CII	(79.3)
DGC	38.0	MBB	(58.9)
FLC	34.1	MWG	(57.5)
NKG	16.3	APH	(55.9)
CTG	14.1	ACB	(48.3)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
DXG	78.7	PLX	(63.7)
VHM	59.7	NVL	(36.0)
GMD	52.4	FRT	(31.1)
HPG	49.8	VCB	(23.3)
KDH	27.8	DGC	(23.1)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Energy	3.2	Telecommunication	(2.7)
Retailing	3.1	Capital Goods	(2.4)
Health Care	1.7	Diversified Financials	(2.3)
Media & Entertainment	1.4	Insurance	(1.5)
Consumer Services	0.9	Technology	(1.4)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Contraction phase?
- **Japan:** Economy falls at the sharpest rate in 20 months

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	16.6	2.7	13.3	16.3
2021F	304,264	177,159	19.1	13.9	2.3	11.9	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
GDP (% yoy)	6.6	(6.0)	5.2	6.0
Trade balance (USD bn)	(3.8)	(1.0)	5.4	1.5
CPI (% yoy, avg.)	2.7	2.5	1.9	2.5
Discount rate (% EoP)	2.5	2.5	2.5	2.5
VND/USD (avg.)	23,043	22,878	22,787	22,900
US GDP (% qoq)	6.6	2.0	6.9	1.6
China GDP (% yoy)	7.9	4.9	2.9	4.3

Market commentary & News

Market commentary

Contraction phase?

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The stock market reversed to go down, however, the high demand on the 1,500-pts threshold reduced the intraday loss.

At the close, the VNIndex lost 0.49% to close at 1,503 pts. Meanwhile, the trading volume was 875 million shares or VND28,199bn.

Foreign investors reversed to net sell with a net value of VND107bn on HSX. They sold PLX, NVL, and FRT the most with net values of VND63bn, VND35bn, and VND31bn, respectively.

Brokerage was the worst sector driven by BVS (-1.57%), HCM (-1.56%), SHS (-1.83%), SSI (-2.17%), VCI (-2.40%), and VND (-2.13%).

Real Estate underperformed the benchmark index, namely CEO (-9.92%), DIG (-6.95%), DXG (-1.77%), KBC (-2.91%), KDH (-0.55%), NLG (-2.35%), NVL (-0.51%), VHM (-0.87%), and VIC (-1.91%).

Some constituents of the VN30Index slid more than 1%, such as POW (-3.26%), VJC (-2.19%), MSN (-1.75%), BVH (-1.57%), VNM (-1.23%), and GVR (-1.01%).

In contrast, cash flowed into Energy and Banking thanks to MBB (+5.36%), BID (+1.66%), STB (+1.51%), PVS (+3.78%), PLX (+3.51%), OIL (+3.28%), PVD (+2.72%), and BSR (+1.52%).

In the short term, the market sentiment has become cautious as the VNIndex retests the 1,510-pts threshold. Besides the liquidity is at a low level, implying the downside risk. Therefore, traders should be careful and stay on the sidelines until the next bullish signals.

Breaking news

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- ▶ Japan: Economy falls at the sharpest rate in 20 months

According to the quick update for economic activity in Japan's private sector for February from IHS Markit, the economy continues to drop for the second month with the pace of the contraction at the fastest since May 2020. Specifically, Japan's Flash Composite Output PMI index recorded only 44.6 in February compared to 49.9 in January. Omicron's variant of COVID-19 is seen as a main driver behind the drop as Japan's authorities imposed renewed restrictions under the context of accelerating COVID-19 cases, which put massive pressure on the services sector. (IHS Markit)

Macro & strategy

Chart of the day

Demand ticks up across SEA

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- ▶ Vietnam foreign flow

Foreign selling activity was completely faded. Net buy value was USD67mn.

Foreign demand spread to major sectors, such as Real Estate and Consumer Staples. Particularly, buying activity mainly focused on KBC, DXG, VHM, MSN, and SAB. Besides, Industrials also attracted foreign demand thanks to large buy orders on GEX. On the contrary, foreign selling activity kept focusing on Materials, driven by the strong divestment on HPG, DCM, and DPM.

- ▶ South East Asia ETF flow

Inflow surged across SEA. Net inflow was USD61mn, two times higher than the previous week. Notably, inflow has spread to major SEA's countries. Particularly, the high level of inflow was mainly contributed by the massive demand across Indonesia and Thailand via major ETFs. Besides, Philippines and Singapore continued to attract the inflow.

Similar to other SEA's countries, inflow has come back to Vietnam. Net inflow was USD9mn. Particularly, demand mainly focused

on VFMVN30 ETF and SSIAM VNFIN Lead. Although there is the short-term demand via major ETFs, in the medium-term, some ETFs were divested, such as VFMVN30, VanEck, and FTSE. The divestment on these major ETFs in the medium-term is still the negative signal for the flow of money across Vietnam.

Event Calendar

► New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Listed Value	Listed Shares	Reference Price
23/02/2022	CTR	Viettel Construction Joint Stock Corporation	HSX	929.2	92,923,873	85,400

► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
24/02/2022	HPH	Ha Bac Hung Phat Chemical JSC	84.0	5,423,000	16,500	-
23/02/2022	LPB	Lien Viet Post Bank	12,035.9	122,175,343	28,930	-

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
23/02/2022	21/04/2022	NDP	UPCOM	Cash Dividend	10%	1,000
23/02/2022		CC4	UPCOM	Annual General Meeting		
23/02/2022	28/03/2022	FUEVFNVD	HOSE	Annual General Meeting		
23/02/2022		HLR	UPCOM	Annual General Meeting		
23/02/2022	31/03/2022	NDP	UPCOM	Annual General Meeting		
23/02/2022	17/03/2022	TDB	UPCOM	Cash Dividend	5%	500
23/02/2022	28/03/2022	VGL	UPCOM	Annual General Meeting		
24/02/2022	25/03/2022	BDG	UPCOM	Annual General Meeting		
24/02/2022	29/04/2022	CMC	HNX	Annual General Meeting		
24/02/2022	19/03/2022	DBM	UPCOM	Annual General Meeting		
24/02/2022	30/03/2022	MCM	UPCOM	Annual General Meeting		
24/02/2022	28/03/2022	VCR	UPCOM	Annual General Meeting		
25/02/2022	22/04/2022	AGF	UPCOM	Annual General Meeting		
25/02/2022		CRC	HOSE	Annual General Meeting		
25/02/2022		DTG	UPCOM	Annual General Meeting		
25/02/2022		HSP	UPCOM	Annual General Meeting		
25/02/2022	23/03/2022	KDC	HOSE	Annual General Meeting		
25/02/2022		KTW	UPCOM	Annual General Meeting		
25/02/2022	26/03/2022	PRC	HNX	Annual General Meeting		
25/02/2022		PSB	UPCOM	Annual General Meeting		
25/02/2022		SFI	HOSE	Annual General Meeting		
25/02/2022	31/03/2022	TMT	HOSE	Annual General Meeting		
25/02/2022	31/03/2022	VCT	UPCOM	Annual General Meeting		
25/02/2022		VOC	UPCOM	Annual General Meeting		

25/02/2022

07/03/2022

VTE

UPCOM

Annual General Meeting

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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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