

# Xin Chao Vietnam

## Market performance

	5 Jul	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,181.29	(1.2)	(8.4)	(22.4)	(21.2)
Turnover (VND bn)	13,785				
VN30 (pt, % chg.)	1,242.05	(0.5)	(6.4)	(20.2)	(19.1)

## Major indicators

	5 Jul	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	1.85	(0.0)	(0.0)	0.5	1.3
3-yr gov't bonds (% bp chg.)	2.31	0.0	0.1	0.7	1.6
VND/USD (% chg.)	23,336	(0.1)	(0.6)	(2.0)	(2.2)
VND/JPY (% chg.)	17,178	(0.1)	3.3	7.4	15.3
VND/EUR (% chg.)	23,963	0.3	3.8	4.1	8.0
VND/CNY (% chg.)	3,473	0.2	0.6	3.5	3.4
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	2.83	0.0	(0.2)	0.2	1.3
WTI (USD/bbl, % chg.)	101.59	2.1	(14.3)	5.6	35.1
Gold (USD/oz, % chg.)	105.25	2.4	(11.9)	4.1	35.3

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
MBB	47.5	EIB	(257.4)
FPT	41.6	TPB	(52.3)
ACB	41.4	GAS	(38.6)
PNJ	37.9	FUEKIV30	(26.1)
STB	34.4	FUESSVFL	(21.7)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VNM	32.1	VHM	(76.8)
VHC	27.4	VCB	(46.8)
FUESSVFL	21.5	MSN	(36.4)
STB	21.3	BID	(23.8)
CTG	18.6	NVL	(23.0)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Banks	1.5	Technology	(6.9)
Pharmaceuticals	0.6	Telecommunication	(4.5)
Household Products	0.0	Utilities	(4.2)
Consumer Services	(0.3)	Capital Goods	(4.1)
Health Care	(0.5)	Retailing	(3.9)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** High selling pressure

### Macro & Strategy

- **Covered warrant:** Foreign demand starts to increase

### 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	41.3	12.5	2.0	10.5	16.2
2021F	304,264	177,159	19.2	10.5	1.7	9.4	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	6.9	1.1	5.7	5.7	2.5
China GDP (% yoy)	7.9	4.9	2.9	4.3	8.1	8.1	4.1

Source: KIS, Bloomberg

## Market commentary & News

### Market commentary

#### High selling pressure

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The stock market resumed its downtrend yesterday due to high selling pressure in the afternoon.

At the close, the VNIndex lost 1.19% to close at 1,181 pts. Meanwhile, trading volume was 580 million shares/VND13,785bn, up 13% / 12% respectively, from the previous week's average.

Foreign investors continued to net sell with a net value of VND268bn on HSX. They sold VHM, VCB, and MSN the most, with net values of VND76bn, VND46bn, and VND36bn, respectively.

Energy was the worst sector driven by BSR (-6.14%), GAS (-5.16%), PLX (-0.50%), POW (-3.70%), PVD (-2.92%), and PVS (-3.23%).

Profit-taking pushed Brokerage down, namely BVS (-2.62%), SSI (-2.48%), VDS (-1.49%), and VND (-3.13%).

Some constituents of the VN30Index slid more than 3% such as MSN (-5.29%), PNJ (-4.20%), GVR (-3.57%), and MWG (-3.39%).

In contrast, cash flowed into Banking thanks to ACB (+0.82%), BID (+3.57%), CTG (+1.50%), HDB (+0.81%), MBB (+3.46%), STB (+3.13%), and VPB (+1.03%).

Market sentiment has become cautious because of the second contraction. Therefore, traders should stay on the sidelines and wait for the next signal. Besides, traders should watch the double bottom pattern as the levels of the two last bottoms are the same.

## Macro & strategy

### Covered warrant

#### Foreign demand starts to increase

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##### ► Market overview

Last week, trading activity decreased slightly across the covered warrant market. Particularly, trading volume was 164mn shares, approximately VND112bn, down 10% WoW. With trading value by underlying asset, covered warrants which have FPT as the underlying asset continued to attract the most trading activity, followed by STB and MWG. By tickers, CFPT2203 (7.5%) kept recording the highest trading value for two consecutive months, followed by CHPG2213 (-14.9%) and CSTB2212 (-19.7%).

##### ► Foreign trading activity

Although the market kept ending up to be net sold, but demand has started to increase. Net sell value was VND1.8bn, down 40% WoW. By underlying asset, covered warrants which have NVL as the underlying asset absorbed the highest trading value from foreigners, followed by HDB and STB.

By tickers, CNVL2204 (-3.3%), CVRE2207, and CNVL2202 (4.0%) attracted most of foreign demand whilst large sell orders were placed on CPNJ2202 (8.6%), CSTB2211 (-12.1%), and CHPG2212 (-14.3%).

## Event Calendar

### ► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
06/07/2022	08/08/2022	DAN	UPCOM	Extraordinary General Meeting		
06/07/2022	06/07/2022	HDG	HOSE	Stock dividend	20.00%	
06/07/2022	28/07/2022	MLC	UPCOM	Cash Dividend (VND1,300/share)	13.00%	1,300

06/07/2022		NVL	HOSE	Record date for ballot		
06/07/2022	29/07/2022	SBH	UPCOM	Cash Dividend (VND2,500/share)	25.00%	2,500
06/07/2022	13/07/2022	SHP	HOSE	Cash Dividend (VND1,000/share)	10.00%	1,000
06/07/2022	19/08/2022	VNM	HOSE	Cash Dividend (VND950/share)	9.50%	950
06/07/2022	19/08/2022	VNM	HOSE	Cash Dividend (VND1,500/share)	15.00%	1,500
07/07/2022	05/08/2022	CNG	HOSE	Cash Dividend (VND1,000/share)	10.00%	1,000
07/07/2022	12/08/2022	CTB	HNX	Cash Dividend (VND1,500/share)	15.00%	1,500
07/07/2022	05/08/2022	DZM	HNX	Annual General Meeting		
07/07/2022	26/07/2022	PMW	UPCOM	Cash Dividend (VND1,000/share)	10.00%	1,000
07/07/2022		TCD	HOSE	Record date for ballot		
07/07/2022		TCJ	UPCOM	Annual General Meeting		
07/07/2022	08/08/2022	TLT	UPCOM	Cash Dividend (VND1,000/share)	10.00%	1,000
07/07/2022	25/07/2022	TNC	HOSE	Cash Dividend (VND2,000/share)	20.00%	2,000
07/07/2022	26/07/2022	VAF	HOSE	Cash Dividend (VND150/share)	1.50%	150
08/07/2022	08/08/2022	HCM	HOSE	Annual General Meeting		
08/07/2022		TED	UPCOM	Record date for ballot		
08/07/2022		VTP	UPCOM	Record date for ballot		

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- 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.

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