

# Xin Chao Vietnam

## Market performance

	29 Aug	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,270.80	(0.9)	5.3	(1.1)	(15.2)
Turnover (VND bn)	20,535				
VN30 (pt, % chg.)	1,293.25	(1.0)	5.0	(3.2)	(15.8)

## Major indicators

	29 Aug	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	2.75	0.0	0.2	0.9	2.2
3-yr gov't bonds (% bp chg.)	2.98	0.0	0.2	0.7	2.3
VND/USD (% chg.)	23,417	(0.0)	(0.3)	(1.0)	(2.5)
VND/JPY (% chg.)	16,881	1.2	2.9	7.9	17.3
VND/EUR (% chg.)	23,401	0.1	1.4	6.7	10.6
VND/CNY (% chg.)	3,384	0.7	2.2	2.8	6.1
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	3.11	0.1	0.5	0.4	1.6
WTI (USD/bbl, % chg.)	93.92	0.9	(4.8)	(18.4)	24.9
Gold (USD/oz, % chg.)	101.69	0.7	(7.6)	(14.9)	30.7

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
KBC	83.7	VRE	(119.6)
FUEVFNVD	34.1	VND	(33.1)
VNM	32.4	MSB	(30.8)
VHC	24.9	VGC	(19.8)
VCB	23.9	SHB	(15.1)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
DXG	26.2	TLG	(101.9)
MSN	21.4	DGC	(54.3)
VHM	18.8	FUEVFNVD	(36.5)
PVT	16.9	HPG	(33.3)
PVD	16.8	VIC	(28.7)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Retailing	2.1	Media & Entertainment	(3.9)
Telecommunication	2.0	Health Care	(2.7)
Utilities	1.0	Technology	(2.1)
Energy	0.4	Capital Goods	(1.8)
Insurance	0.2	Consumer Durables	(1.7)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Bearish market?

### Macro & Strategy

- **Fundflow:** Short-term outflow across Vietnam is not significant

### 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	43.0	13.2	2.1	11.2	16.2
2021F	304,264	177,159	19.0	11.1	1.8	10.1	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	1.7
China GDP (% yoy)	7.9	4.9	2.9	4.3	8.1	8.1	3.5

Source: KIS, Bloomberg

## Market commentary & News

### Market commentary

#### Bearish market?

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The stock market maintained its downtrend after the global market went down.

At the close, the VNIndex lost 0.92% to close at 1,270 pts. Meanwhile, trading volume was 806 million shares/VND20,534bn, up 38%/ 36% respectively, from the previous week's average.

Foreign investors continued to net sell with a net value of VND370bn on HSX. They sold TLG, DGC, and FUEVFNVD the most, with net values of VND101bn, VND54bn, and VND36bn, respectively.

Real Estate was the worst sector driven by CEO (-3.03%), DXG (-2.86%), HDG (-1.82%), KDH (-1.96%), NLG (-1.24%), NVL (-1.44%), PDR (-4.44%), VHM (-1.00%), VIC (-2.15%), and VRE (-1.56%).

Selling pressure pushed Brokerage and Banking down, namely CTG (-1.93%), HDB (-1.33%), STB (-1.00%), TCB (-1.90%), TPB (-2.46%), VPB (-1.27%), HCM (-2.55%), SSI (-1.61%), and VDS (-4.86%).

In contrast, cash flowed into Energy thanks to BSR (+1.95%), GAS (+2.00%), OIL (+1.50%), PVC (+10.00%), PVD (+6.97%), and PVS (+7.41%).

Despite the contraction, the VNIndex closes above the 1,250-pts threshold. That means the short-term uptrend is still intact. Therefore, traders may hold long positions focusing on the leading sectors.

## Macro & strategy

### Fundflow

#### Short-term outflow across Vietnam is not significant

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##### ▶ Vietnam foreign flow

Foreign selling pressure came back, fading market demand. Net sell value was USD22mn.

Particularly, selling activity spread to Financials and Real Estate, mainly driven by the strong divestment on SSI, VCB, KBC, VHM, and VIC. Besides, Materials has turned around to be net sold due to large sell orders on HPG. On the contrary, foreign demand was mainly absorbed by Consumer Staples and Energy thanks to large buy orders on VNM, MSN, VHC, and PVD.

##### ▶ South East Asia ETF flow

Last week, SEA experienced the outflow. Net outflow was USD16mn. The negative flow of money across SEA was mainly driven by the strong divestment on Indonesia's major ETFs (a 2-month high) whilst inflow/outflow across other major countries was not significant.

Vietnam was divested. However, the divestment was not significant. Net outflow was USD3mn. The outflow was mainly driven by the selling activity on VFMVN30 and VFMVN Diamond. However, outflow was partially covered by demand on other major ETFs, such as FTSE Vietnam, VNFin Lead, Vinacapital VN100, and Fubon. Although outflow has been active on VFMVN Diamond for 7 consecutive weeks and demand has started to drop on Fubon, net inflow across those ETFs (within 6 months period) still outweighs the short-term outflow significantly. Thus, it could be concluded that the positive flow of money across Vietnam is still stable.

## Event Calendar

### ► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value (VND bn)
30/08/2022	03/10/2022	GE2	UPCOM	Cash Dividend (VND900/share)	9.00%	900
30/08/2022		NNG	UPCOM	Record date for ballot		
30/08/2022		PWS	UPCOM	Record date for ballot		
30/08/2022	28/09/2022	SZC	HOSE	Cash Dividend (VND1,000/share)	10.00%	1,000
30/08/2022	30/09/2022	TED	UPCOM	Cash Dividend (VND2,000/share)	20.00%	2,000
30/08/2022	23/09/2022	TNB	UPCOM	Cash Dividend (VND650/share)	6.50%	650
30/08/2022	30/08/2022	TNB	UPCOM	Stock dividend	26.00%	
30/08/2022		VRC	HOSE	Record date for ballot		
30/08/2022	15/09/2022	VTK	UPCOM	Cash Dividend (VND1,500/share)	15.00%	1,500
31/08/2022		ANT	UPCOM	Record date for ballot		
31/08/2022	20/09/2022	BMC	HOSE	Cash Dividend (VND800/share)	8.00%	800
31/08/2022	26/09/2022	CEG	UPCOM	Cash Dividend (VND500/share)	5.00%	500
31/08/2022	30/09/2022	DBW	UPCOM	Extraordinary General Meeting		
31/08/2022	31/08/2022	HSV	UPCOM	Stock dividend	5.00%	
31/08/2022	30/09/2022	IVS	HNX	Extraordinary General Meeting		
31/08/2022		NSG	UPCOM	Annual General Meeting		
31/08/2022	20/09/2022	PMC	HNX	Cash Dividend (VND1,000/share)	10.00%	1,000
31/08/2022	31/08/2022	TDT	HNX	Stock dividend	12.00%	
31/08/2022		TKG	UPCOM	Extraordinary General Meeting		
31/08/2022		TVP	UPCOM	Record date for ballot		
31/08/2022	31/10/2022	X26	UPCOM	Cash Dividend (VND1,500/share)	15.00%	1,500

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- Hold: Expected total return will be between -5% and 15%
- Sell: Expected total return will be -5% or less
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