

# Xin Chao Vietnam

## Market performance

	9 Jan	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,054.21	0.3	0.2	1.8	4.7
Turnover (VND bn)	8,513				
VN30 (pt, % chg.)	1,061.14	0.4	(0.4)	2.1	5.6

## Major indicators

	9 Jan	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	4.56	0.1	(0.2)	0.0	(0.0)
3-yr gov't bonds (% bp chg.)	4.56	0.1	(0.2)	(0.0)	(0.1)
VND/USD (% chg.)	23,460	0.1	1.4	1.8	0.7
VND/JPY (% chg.)	17,692	0.3	(1.2)	(7.2)	1.1
VND/EUR (% chg.)	25,075	(0.6)	(0.5)	(7.7)	0.6
VND/CNY (% chg.)	3,457	(0.6)	(1.1)	(3.4)	(0.9)
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	3.60	0.0	0.0	(0.3)	(0.3)
WTI (USD/bbl, % chg.)	76.02	3.1	7.0	(17.9)	(5.3)
Gold (USD/oz, % chg.)	80.78	2.8	6.1	(17.5)	(6.0)

## Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
MBB	34.6	NVL	(146.6)
CTG	21.6	FUEVFNVD	(43.9)
BAF	17.2	FUESSVFL	(38.1)
BID	12.0	E1VFN30	(34.7)
PVT	10.6	SHB	(8.1)

## Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	87.7	BID	(22.8)
CTG	47.1	DGC	(21.0)
FUEVFNVD	43.4	FRT	(17.4)
FUESSVFL	38.0	KDH	(10.3)
VCI	37.8	PVT	(7.0)

## Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Transportation	1.6	Telecommunication	(4.1)
Health Care	1.3	Media & Entertainment	(2.8)
Energy	1.1	Retailing	(2.8)
Banks	1.0	Capital Goods	(1.1)
Household Products	0.7	Real Estate	(0.5)

## WHAT'S NEW TODAY

### Market commentary & News

- **Market commentary:** Low liquidity

### Macro & Strategy

- **Fundflow:** Vietnam's market was lifted by the stable flow of money
- **Covered warrant:** Trading interest focuses on STB and HPG CWs

### 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	49.7	11.5	1.9	9.7	16.2
2021	304,264	177,159	18.7	9.7	1.6	8.7	16.4

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	5.9	5.7	1.9
China GDP (% yoy)	7.9	4.9	2.9	4.3	8.4	8.1	3.0

Source: KIS, Bloomberg

## Market commentary & News

### Market commentary

#### Low liquidity

The stock market resumed to go up, however market sentiment has started to be cautious in the afternoon.

At the close, the VNIndex gained 0.26% to close at 1,054 pts.

Banking was the market leader driven by CTG (+1.75%), EIB (+2.49%), HDB (+1.82%), NVB (+0.51%), STB (+1.44%), VCB (+3.45%), and VIB (+2.67%).

Some constituents of the VN30Index jumped more than 1% such as NVL (+1.84%), VJC (+1.30%), PLX (+1.14%), VNM (+1.13%), and HPG (+1.03%).

In contrast, PDR (-3.39%), MWG (-2.67%), VIC (-1.96%), and BID (-1.56%) closed in red territory.

In the short term, the downside risk is still intact due to selling pressure at high level. Therefore, traders should wait for more bullish signals before opening long positions.

## Macro & strategy

### Fundflow

#### Vietnam's market was lifted by the stable flow of money

##### ▶ Vietnam foreign flow

Foreign demand remained stable in last week. Net buy value was USD72mn, eased 27% WoW.

Particularly, foreign demand was mainly absorbed by Financials, Real Estate, and Cons Staples, focusing on VPB, VRE, VHM, VIC and VNM. Besides, Materials also ended up to be net bought thanks to large buy orders on HPG. Otherwise, large sell orders concentrated most on DPM, DGC and VGC.

##### ▶ South East Asia ETF flow

Last week, the flow of money across SEA remained positive at high level with net inflow was USD67mn. The inflow of money was mainly driven by the strong demand across Thailand and Vietnam's major ETFs as well as the divestment across other countries remained in low.

The flow of money across Vietnam has remained positive at high level for recent months. Last week, net inflow was USD52mn (-7% wow). The inflow was mainly lifted by the strong demand on VanEck and Fubon. Vietnam has attracted the high level of positive flow of money for 3 consecutive months as well as the flow of money was mainly driven by the demand across major ETFs which are the signals of stable flow of money. Thus, we expect that the flow of money across Vietnam would remain positive in upcoming weeks.

**Covered warrant****Trading interest focuses on STB and HPG CWs**

## ▶ Market overview

Last week, trading volume decreased across the covered warrant market. However, trading value remained at normal level thanks to the market rebound phase. With trading value by underlying asset, covered warrants which have STB as the underlying asset attracted the most of trading interest, followed by HPG and VPB. By tickers, CSTB2222 (26.7%) and CSTB2215 (24.3%) kept attracting the most trading interest, followed by CSTB2218 (30.4%), CVPB2212 (+25%), CHPG2225 (7.3%), and CHPG2224 (35.7%).

## ▶ Foreign trading activity

With foreign trading activity, supply overwhelmed demand and the market ended up to be net sold, net sell value was VND7.5bn. By underlying asset, covered warrants which have STB as the underlying asset absorbed the highest trading value from foreigners, accounting for 61% of foreign trading value, keep following by HPG and VHM.

By tickers, CSTB2222 (26.7%), CHPG2224 (35.7%), and CVRE2218 (53.2%) attracted most of foreign demand whilst large sell orders were placed on CHDB2208, CVJC2204 (-4.2%), and CMSN2212 (-19.2%).

**Event Calendar**

## ▶ Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value (VND bn)
10/01/2023	14/02/2023	LIX	HOSE	Cash Dividend (VND1,500/share)	15.00%	1,500
10/01/2023	10/01/2023	VTK	UPCOM	Bonus share	74.78%	
11/01/2023		BSH	UPCOM	Record date for ballot		
11/01/2023	09/02/2023	DPH	UPCOM	Cash Dividend (VND1,500/share)	15.00%	1,500
11/01/2023	10/02/2023	DRC	HOSE	Cash Dividend (VND500/share)	5.00%	500
11/01/2023		S55	HNX	Annual General Meeting		
11/01/2023	05/02/2023	TNA	HOSE	Record date for ballot		
12/01/2023		QTC	HNX	Record date for ballot		
12/01/2023	19/01/2023	VWS	UPCOM	Cash Dividend (VND400/share)	4.00%	400
12/01/2023		VWS	UPCOM	Record date for ballot		
13/01/2023	10/02/2023	DDV	UPCOM	Cash Dividend (VND500/share)	5.00%	500
13/01/2023	28/02/2023	FRC	UPCOM	Annual General Meeting		
13/01/2023	28/02/2023	PRC	HNX	Annual General Meeting		
13/01/2023		VTE	UPCOM	Extraordinary General Meeting		

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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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- 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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