

Xin Chao Vietnam

Market performance

	10 Jul	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,149.02	1.0	3.7	7.9	14.1
Turnover (VND bn)	18,377				
VN30 (pt, % chg.)	1,143.16	1.2	3.8	6.1	13.7

Major indicators

	10 Jul	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	2.14	(0.0)	(0.4)	(0.8)	(2.5)
3-yr gov't bonds (% bp chg.)	2.25	(0.0)	(0.3)	(0.8)	(2.4)
VND/USD (% chg.)	23,653	0.0	(0.7)	(0.9)	(0.1)
VND/JPY (% chg.)	16,588	(0.4)	1.5	6.8	7.9
VND/EUR (% chg.)	25,913	0.1	(2.3)	(1.3)	(2.6)
VND/CNY (% chg.)	3,268	0.2	0.6	4.3	4.8
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	4.07	0.0	0.3	0.7	0.2
WTI (USD/bbl, % chg.)	73.57	(0.4)	4.8	(7.7)	(8.3)
Gold (USD/oz, % chg.)	78.20	(0.3)	4.6	(7.1)	(9.0)

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
GEX	69.9	SGN	(80.8)
FUEVFNVD	43.1	TCB	(68.6)
VCI	37.8	FPT	(42.3)
ACB	29.6	VIC	(39.4)
PTB	25.8	HDB	(37.2)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPG	205.3	KDC	(113.2)
SSI	36.5	PVD	(73.7)
VHC	33.1	VRE	(53.2)
VCB	28.8	NLG	(49.5)
GAS	28.0	MWG	(44.8)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Technology	4.0	Commercial Services	(0.8)
Consumer Durables	3.9	Pharmaceuticals	(0.0)
Energy	2.9	Software & Services	0.0
Automobiles	2.6	Insurance	0.2
F&B	2.1	Others	0.3

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Buoyant Market Rally

Macro & Strategy

- **Fundflow:** Outflow starts to decrease
- **Covered warrant:** Market is moving upward

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	53.7	12.2	2.0	10.1	16.3
2021	304,264	177,159	18.6	10.3	1.7	9.0	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

	1Q22	2Q22	3Q22	4Q22	2020	2021	2022
GDP (% yoy)	5.0	7.7	13.7	5.9	2.9	2.6	8.0
Trade balance (USD bn)	1.4	0.8	(5.8)	(4.4)	(19.7)	(4.6)	(11.2)
CPI (% yoy, avg.)	1.9	3.0	3.3	4.4	3.2	1.8	3.2
Credit growth (%)	4.1	8.5	10.5	12.9	12.2	13.0	12.9
VND/USD (avg.)	22,837	23,139	23,712	23,658	23,126	22,790	23,650
US GDP (% qoq)	1.1	(0.9)	2.6	1.1	2.1	5.7	2.1
China GDP (% yoy)	4.3	0.3	3.9	4.3	3.0	8.1	3.0

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Buoyant Market Rally

The stock market maintained a strong gaining session with liquidity remaining to improve. Moreover, the market expected that the U.S.'s upcoming inflation rates will positive movements.

At the close, the VNIndex rose by 0.96% to 1,149 pts while the VN30Index also gained 1.22% to close at 1,143 pts. Meanwhile, trading volume was 846 million shares/ VND18,377bn, up 15%/ 18% respectively, from the average of the last five sessions.

Foreign investors were still net sellers with more than VND349bn, focusing on KDC, PVD, and VRE with net values of VND113bn, VND73bn, and VND53bn, respectively. In contrast, net buying concentrated on HPG, SSI, and VHC with VND205bn, VND36bn, and VND33bn, respectively.

Banking was the leading market driven by BID (+5.98%), VIB (+2.53%), MBB (+1.47%), TCB (+1.43%), ACB (+1.15%), VPB (+1.01%), STB (+0.84%), SSB (+0.35%), and CTG (+0.34%). Notably, VCB (-2.19%) recorded a significant loss in the session.

Real Estate had a good situation among PDR (+6.94%), DIG (+2.88%), VPI (2.71%), NVL (+2.76%), DXG (+2.36%), IDC (+1.64%), VIC (+1.60%), BCM (+0.50%), and KDH (+0.33%).

Consumer Staples and Retail tickers outperformed the benchmark index, such as MWG (+4.95%), DGW (+4.02%), MCH (+3.84%), MSN (+3.59%), PNJ (+2.65%), VNM (+1.69%), and FRT (+0.40%). Besides, Brokerage shares almost ended at price higher than the reference price, like SHS (+4.38%), MBS (+4.04%), SSI (+3.97%), FTS (+3.13%), VCI (+2.21%), VIX (+1.76%), HCM (+0.84%), and VND (+0.28%).

World oil prices intensified strongly to have positive impacts on the Oil & Gas tickers with OIL (+7.77%), BSR (+4.62%), PSH (+4.14%), PLX (+3.72%), GAS (+1.56%), PVS (+1.51%), POW (+0.76%), and PVD (+0.20%). Moreover, cash flowed into Steel because of NKG (+2.17%), HSG (+1.45%), and HPG (+0.91%).

On the other side, SAB (-0.46%), VHM (-0.37%), and VRE (-0.19%) closed in the red territory.

The stock market remains to increase strongly with still improved liquidity in the session. Furthermore, the VNIndex successfully surpasses the significant resistance level of 1,140-pts, showing a bullish signal. Therefore, investors should open long positions.

Macro & Strategy

Fundflow

Outflow starts to decrease

▶ Vietnam foreign flow

Foreign investors strongly intensified net selling during the previous week. The net sell value was USD82mn.

Particularly, foreign selling activity kept spreading to Real Estate and Financials sector due to large sell orders on VHM, NLG, EIB, STB, HDB, and HCM. Besides, selling pressure also focused on Cons Staples, KDC and VNM were divested the most. On the other side, foreign demand focused on Materials and Cons Discretionary the most, thanks to the solid buying activity on HPG, DCM, PTB, GEX, and GMD.

▶ South East Asia ETF flow

Selling pressure came back at SEA, recorded at USD9mn. Accordingly, outflow came back and pushed strongly in Singapore's major ETFs with demand in Malaysia decreasing significantly. On the other side, selling pressure on ETFs in Vietnam and Thailand decrease slightly.

Outflow on ETFs in Vietnam still maintained, recorded at USD3mn. Specifically, selling pressure focused mainly on VFMVN30 ETF FUND (USD1.6mn) and FUBON FTSE VIETNAM ETF (USD0.8mn). Accordingly, outflow recorded a significant decrease

on VFMVN30 ETF FUND, down USD5.8mn compared to the previous week. Other major ETFs such as SSIAM VNX50 ETF, SSIAM VNFN LEAD ETF, VINACAPITAL VN100 ETF, MAFM VN30 ETF, and KIM GROWTH VN30 ETF had no significant movements in the previous week. In general, selling pressure on ETFs in Vietnam gradually decreased. However, the inflow had not yet appeared. Therefore, there is a high probability for outflow to still be present, however, there is an expectation that demand will start to come back on some major ETFs in the coming week.

Covered warrant

Covered warrant market is active

► Market overview

Last week, trading volume surged, up 40% WoW, a 7-month high. With trading value by underlying asset, covered warrants which have STB and HPG attracted the most of trading interest, recording nearly 40% of total trading volume. Trading interest also spread to other CWs with different underlying assets such as MBB, FPT, and VIB, signaling the active market environment where trading opportunities are rich. By tickers, CSTB2303 (+1.1%), CSTB2306 (+3.5%), and CVIB2302 (+7.8%) absorbed the most of trading interest across the market.

► Foreign trading activity

With foreign trading activity, buying and selling activity both ticked up, demand reached yearly high whilst selling value was recorded at the largest figure since Mar 2022, pushing the market to end up to be net sold. Net sell value was VND6.4bn. By underlying asset, covered warrants which have STB, TPB, and VRE as the underlying asset absorbed the highest trading value from foreigners, accounting for more than 40% of foreign trading volume.

The trading interest has started to spread to all cover warrants which have different underlying assets as well as trading activity also surged across groups. This is the sign for the active market.

Event Calendar

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value (VND bn)
11/07/2023	26/07/2023	MED	HNX	Cash Dividend (VND500/share)	5.00%	500
11/07/2023	24/07/2023	BWS	UPCOM	Cash Dividend (VND700/share)	7.00%	700
11/07/2023	24/07/2023	BWS	UPCOM	Cash Dividend (VND700/share)	7.00%	700
11/07/2023	24/07/2023	VWS	UPCOM	Cash Dividend (VND400/share)	4.00%	400
11/07/2023	21/07/2023	PGS	HNX	Cash Dividend (VND2000/share)	20.00%	2,000
11/07/2023	11/07/2023	DP3	HNX	Share Issue	150.00%	
12/07/2023	12/07/2023	TTA	HOSE	Share Issue	8.00%	
12/07/2023		SC5	HOSE	Record date for ballot		
13/07/2023	08/08/2023	CNG	HOSE	Cash Dividend (VND2000/share)	20.00%	2,000
13/07/2023	08/08/2023	BBH	UPCOM	Cash Dividend (VND500/share)	5.00%	500
13/07/2023	04/08/2023	TMG	UPCOM	Cash Dividend (VND4500/share)	45.00%	4,500
13/07/2023	28/07/2023	USD	UPCOM	Cash Dividend (VND740/share)	7.40%	740
13/07/2023	28/07/2023	DMS	UPCOM	Cash Dividend (VND700/share)	7.00%	700
13/07/2023	28/07/2023	CAV	HOSE	Cash Dividend (VND4000/share)	40.00%	4,000
13/07/2023	26/07/2023	AVC	UPCOM	Cash Dividend (VND1500/share)	15.00%	1,500
13/07/2023	13/07/2023	CNG	HOSE	Share Issue	30.00%	
13/07/2023	13/07/2023	GKM	HNX	Share Issue	20.00%	

14/07/2023	17/08/2023	SZB	HNX	Cash Dividend (VND1800/share)	18.00%	1,800
14/07/2023	02/08/2023	TMP	HOSE	Cash Dividend (VND1000/share)	10.00%	1,000
14/07/2023	02/08/2023	BRS	UPCOM	Cash Dividend (VND1400/share)	14.00%	1,400
14/07/2023	28/07/2023	TDW	HOSE	Cash Dividend (VND1000/share)	10.00%	1,000
14/07/2023	28/07/2023	HJS	HNX	Cash Dividend (VND600/share)	6.00%	600
14/07/2023	28/07/2023	PPC	HOSE	Cash Dividend (VND400/share)	4.00%	400
14/07/2023		PVY	UPCOM	Extraordinary 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.

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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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