

Xin Chao Vietnam

Market movements

	20 Oct	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,108.03	1.9	(7.1)	(6.6)	10.0
Turnover (VND bn)	14,150				
VN30 (pt, % chg.)	1,123.69	1.7	(6.2)	(5.3)	11.8

Major indicators

	20 Oct	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	1.85	(0.1)	(0.0)	(0.2)	(2.7)
3-yr gov't bonds (% bp chg.)	2.05	(0.0)	0.0	(0.1)	(2.6)
VND/USD (% chg.)	24,526	0.1	(0.5)	(3.5)	(3.6)
VND/JPY (% chg.)	16,364	0.1	0.3	2.5	9.3
VND/EUR (% chg.)	25,958	0.1	(0.1)	1.1	(2.8)
VND/CNY (% chg.)	3,353	0.1	(0.5)	(1.8)	2.2
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	4.96	0.0	0.5	1.1	1.1
WTI (USD/bbl, % chg.)	87.22	(1.0)	(3.1)	13.2	8.7
Gold (USD/oz, % chg.)	91.37	(0.9)	(2.0)	12.7	6.4

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
E1VFN30	150.9	STB	(65.0)
DGC	55.8	EIB	(36.2)
GMD	42.2	MWG	(11.6)
HPG	36.1	VIB	(7.0)
TCB	21.8	NLG	(5.8)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VHM	795.9	E1VFN30	(152.4)
STB	153.9	EIB	(124.7)
FTS	25.1	GMD	(45.7)
FRT	22.2	VIC	(40.3)
VHC	22.0	MSN	(26.2)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Insurance	6.2	Household Products	(0.5)
F&B	4.9	Real Estate	0.1
Telecommunication	4.2	Diversified Financials	0.2
Capital Goods	3.5	Consumer Services	0.2
Pharmaceuticals	3.4	Transportation	0.6

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Bullish Engulfing pattern

Macro & Strategy

- **Chart of the day:** Wait for bottoming signals

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	60.8	11.1	1.8	9.3	16.3
2021	304,264	177,159	18.4	9.4	1.6	8.4	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

Vietnam indicators

	3Q22	4Q22	1Q23	2Q23	2020	2021	2022
Real GDP Growth (% yoy)	13.7	5.9	3.2	4.1	2.9	2.6	8.0
Trade balance (USD bn)	5.8	4.4	4.1	7.4	19.9	4.0	11.2
CPI (% yoy, avg.)	3.3	4.4	4.2	2.4	3.2	1.8	3.2
Credit growth (%)	10.5	12.9	1.6	3.4	12.2	13.0	12.9
VND/USD (avg.)	23,712	23,633	23,471	23,583	23,126	22,790	23,650
US GDP (% qoq)	3.2	2.9	2.0	2.4	(3.4)	5.6	2.1
China GDP (% yoy)	3.9	2.9	4.5	6.3	2.2	8.0	3.0

Source: KIS, Bloomberg

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Market commentary & News

Market commentary

Bullish Engulfing pattern

The stock market reversed growth in the last session of last week and formed a Bullish Engulfing pattern.

At the close, the VNIndex gained 1.86% to close at 1,108 pts.

Brokerage was the market leader thanks to BSI (+6.88%), BVS (+3.73%), HCM (+6.84%), MBS (+4.55%), SHS (+5.70%), SSI (+3.99%), VCI (+6.88%), VDS (+4.56%), VND (+4.18%).

Moreover, Real Estate outperformed the benchmark index namely CEO (+9.89%), DIG (+6.82%), DXG (+6.69%), HDG (+6.87%), KBC (+3.58%), KDH (+3.60%), LDG (+5.68%), NLG (+6.95%), NVL (+4.55%), and VHM (+4.71%).

In contrast, SAM (-3.23%), STK (-2.21%), GDT (-2.06%), GMD (-1.39%), and SKG (-1.01%) closed in red territory.

The downside risk is still present as the VNIndex closes below the 100-period moving average. Therefore, investors should stay on the sidelines and wait for the next signals.

Macro & Strategy

Chart of the day

Wait for bottoming signals

- ▶ Market performance

The market reversed to the downtrend last week, with 4 correcting sessions of over 1%.

- ▶ Chart: Wait for bottoming signals

The uptrend in the medium and long term is challenged as the index falls below the 50-period and 100-period moving averages. This implies the possibility of a reversal in the medium-term uptrend.

The VN-Index had a recovery in the last session of the week when forming a Bullish Engulfing pattern, a type of reversal candlestick. However, this signal is not reliable as volume did not increase. Therefore, the likelihood that the index will continue correcting in the coming time remains.

Currently, strong resistance for the index is at the 1,200 points threshold and support is at the 1,100 points area.

→ Although a bullish engulfing pattern formed in the last session of last week, volume was still low. Therefore, the downtrend will still dominate in the short term.

- ▶ Technical strategy: Stay on the sidelines

In this situation, investors need to be cautious, stay on the sidelines and wait for the next reversal signal.

Event Calendar

▶ Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value (VND bn)
23/10/2023	24/11/2023	RTB	UPCOM	Cash Dividend (VND1150/share)	11.50%	1,150
23/10/2023	14/11/2023	SLS	HNX	Cash Dividend (VND15000/share)	150.00%	15,000
23/10/2023	13/11/2023	SGI	UPCOM	Cash Dividend (VND300/share)	3.00%	300

23/10/2023	10/11/2023	CAT	UPCOM	Cash Dividend (VND1000/share)	10.00%	1,000
23/10/2023	09/11/2023	TQN	UPCOM	Cash Dividend (VND4620/share)	46.20%	4,620
23/10/2023	06/11/2023	TMP	HOSE	Cash Dividend (VND2500/share)	25.00%	2,500
23/10/2023	31/10/2023	PLC	HNX	Record date for ballot		
23/10/2023	23/10/2023	LTG	UPCOM	Share Issue	25.00%	
23/10/2023		QNT	UPCOM	Extraordinary General Meeting		
24/10/2023	25/11/2023	LBE	HNX	Extraordinary General Meeting		
24/10/2023	24/11/2023	BAL	UPCOM	Extraordinary General Meeting		
24/10/2023	15/11/2023	PDN	HOSE	Cash Dividend (VND1200/share)	12.00%	1,200
24/10/2023	06/11/2023	SMB	HOSE	Cash Dividend (VND1000/share)	10.00%	1,000
24/10/2023	30/10/2023	HLO		Record date for ballot		
24/10/2023	24/10/2023	TCM	HOSE	Share Issue	13.00%	
25/10/2023	28/10/2023	PTX	UPCOM	Record date for ballot		
25/10/2023		CFV	UPCOM	Record date for ballot		
25/10/2023		UIC	HOSE	Extraordinary General Meeting		
26/10/2023	29/11/2023	HAT	HNX	Cash Dividend (VND4000/share)	40.00%	4,000
26/10/2023	13/11/2023	BMV	UPCOM	Cash Dividend (VND27/share)	0.27%	27
26/10/2023	13/11/2023	ATB	UPCOM	Annual General Meeting		
26/10/2023		VDN	UPCOM	Record date for ballot		
26/10/2023		ICN	UPCOM	Record date for ballot		
27/10/2023	10/11/2023	SZL	HOSE	Cash Dividend (VND1200/share)	12.00%	1,200
27/10/2023		CDC	HOSE	Record date for ballot		
27/10/2023		NAF	HOSE	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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- 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.
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