

Xin Chao Vietnam

Market performance

	14 Jan	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,496.02	(0.0)	1.4	7.5	(0.2)
Turnover (VND bn)	22,844				
VN30 (pt, % chg.)	1,523.57	(0.2)	0.5	1.3	(0.8)

Major indicators

	17 Jan	1D	1W	1M	YTD
1-yr gov't bonds (% bp chg.)	0.52	0.0	0.0	0.0	0.0
3-yr gov't bonds (% bp chg.)	0.82	0.1	0.0	(0.0)	0.2
VND/USD (% chg.)	22,711	(0.1)	1.2	0.2	0.5
VND/JPY (% chg.)	19,965	(0.5)	1.2	0.5	(0.7)
VND/EUR (% chg.)	26,024	(0.1)	(0.1)	1.5	(0.5)
VND/CNY (% chg.)	3,572	(0.0)	1.1	(1.1)	0.6
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.75	0.0	0.3	0.2	0.2
WTI (USD/bbl, % chg.)	82.81	0.8	17.1	1.8	10.1
Gold (USD/oz, % chg.)	85.38	1.1	15.8	1.6	9.8

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
HPX	46.4	DIG	(392.3)
APH	43.9	GAB	(122.6)
VPB	41.1	FUEVFNVD	(112.1)
STB	36.7	NBB	(61.2)
DBC	29.3	GEX	(40.8)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
FUEVFNVD	121.5	VND	(33.8)
STB	118.0	VCI	(23.0)
VNM	81.3	VPB	(17.9)
VCB	67.5	GMD	(17.1)
HPG	57.5	SSI	(12.8)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
Telecommunication	4.4	Others	(2.5)
Pharmaceuticals	1.6	Consumer Services	(1.6)
Energy	1.2	Automobiles	(1.3)
Technology	1.2	Software & Services	(0.9)
Utilities	1.0	Materials	(0.8)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** Stocks diverge
- **Vietnam:** Trade activity reaches record high in December

Macro & Strategy

- **Chart of the day:** Retest the demand zone

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
2020F	270,014	151,973	34.8	16.3	2.6	13.2	16.3
2021F	304,264	177,159	19.1	13.7	2.3	11.8	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	6.0	3.9	(3.4)	5.6	3.9
China GDP (% yoy)	7.9	4.9	3.2	4.2	2.2	8.0	5.2

Source: KIS, Bloomberg

Market commentary & News

Market commentary

Stocks diverge

Hieu Tran
hieu.ttm@kisvn.vn

The stock market was divergent last Friday as the high volatility of market sentiment. Moreover, investors were afraid of the overvaluation of stocks.

At the close, the VNIndex closed almost unchanged at 1,496 pts. Meanwhile, the trading volume was 764 million shares or VND22,844bn.

Foreign investors reversed to net buy with a net value of VND769bn on HSX. They purchased FUEVFVND, STB, VNM the most with net values of VND121bn, VND117bn, and VND81bn, respectively.

Brokerage was still the worst sector due to BVS (-2.56%), MBS (-1.85%), SSI (-0.31%), VCI (-1.43%), VDS (-1.00%), and VND (-1.23%).

Real Estate and Material underperformed the benchmark index, namely CEO (-3.20%), DIG (-7.10%), LDG (-1.60%), NVL (-1.50%), HPG (-0.45%), HSG (-0.65%), and NKG (-0.60%).

Some constituents of the VN30Index slid more than 1%, such as NVL (-1.80%), TCB (-1.49%), VPB (-1.13%), and MWG (-1.11%). In contrast, cash flowed into mid- and small-cap stocks, namely HBC (+6.93%), HAG (+6.79%), FRT (+6.02%), TCH (+4.39%), and HAX (+3.23%).

Despite the bottom fishing, the VNIndex closes below the 1,500-pts threshold. Besides, the downside risk is still in the short term. Therefore, traders should be careful and wait for the subsequent signals before making investment decisions.

Breaking news

Tuan Doan
tuan.doan@kisvn.vn

- ▶ Vietnam: Trade activity reaches record high in December

According to the latest update for trade data from VN Customs, trade turnover in December climbed to the highest level on record as a result of no longer disrupted domestic production and high external demand in the western holiday season. In more detail, export and import values were USD34.59bn and USD31.62bn, increasing by 25.10% YoY and 13.33% YoY, respectively. As a result, the trade balance continued to record a high surplus of USD2.97bn in this month, more than USD400mn higher than the initial estimate from Vietnam's General Statistics Office. (Vietnam's Customs, Vietnam's GSO)

Macro & strategy

Chart of the day

Retest the demand zone

Dang Le
dang.lh@kisvn.vn

- ▶ Market performance

VNIndex has retested the broken all-time high due to the unstable bullish momentum.

- ▶ Chart: Volatility level is increasing

The VNIndex is traded between major MAs with narrowing Bollinger bands, implying the increase of volatility level where bullish momentum is not stable.

The medium-term uptrend is still active thanks to the upward sloping MA200 and MA50.

The broken 1,400-1,420 pts zone turned around to act as the significant demand zone for the upward swing. The pierced 1,480 pts zone will act as the short-term support zone. If this zone is broken, breakout will be invalid. On the upside, 1,550 pts area is the barrier for the upward resumption phase which is expected to be pierced this week.

→ The Index is expected to enter the range movement with the increase of volatility level this week.

► Technical strategy: Hold the positions

Although the bullish momentum is not stable at all-time high zone, the medium-term trend is still supported. In this case, investors should continue to hold the current positions on leading stocks and position size should be closed by half when the 1,420 pts zone is pierced.

Event Calendar

► New listing

(VND bn, share, VND)

Date of listing	Ticker	Company	Exchange	Listed Value	Listed Shares	Reference Price
20/01/2022	TOT	Transimex Transportation JSC	HNX	55.0	5,495,000	11,400
20/01/2022	HHV	Deo Ca Investment JSC	HSX	2,673.8	267,384,090	25,660

► Public offerings

(VND bn, share, VND)

Date of auction	Ticker	Company	Charter	Offered Shares	Min Bid	Note
22/02/2022		Picomat Plastic JSC	173.0	2,686,800	10,000	IPO
22/02/2022	TDC	Binh Duong Trade and Development JSC	1,000.0	35,000,000	27,900	-
09/02/2022		HUD.VN - Social Housing Development JSC	221.2	16,139,124	10,500	Whole lot sale
24/01/2022		Phu Quoc Infrastructure Development Investment JSC	500.0	280,000	14,400	-

► Event calendar

Ex-right date	Exercise day	Ticker	Exchange	Right	Rate	Value
17/01/2022	27/01/2022	DVP	HOSE	Cash Dividend	15%	1,500
17/01/2022	17/01/2022	EVG	HOSE	Share Issue	100%	
17/01/2022	17/01/2022	EVG	HOSE	Share Issue	5%	
17/01/2022		LCC	UPCOM	Extraordinary General Meeting		
17/01/2022	17/01/2022	SSB	HOSE	Share Issue	12%	
17/01/2022		VLA	HNX	Annual General Meeting		
18/01/2022	28/01/2022	BMC	HOSE	Cash Dividend	8%	800
18/01/2022	18/01/2022	PLP	HOSE	Share Issue	50%	
19/01/2022	27/01/2022	ABT	HOSE	Cash Dividend	10%	1,000
19/01/2022	19/01/2022	CHC	UPCOM	Share Issue	50%	
19/01/2022	19/01/2022	DAT	HOSE	Share Issue	20%	
19/01/2022	19/01/2022	EVE	HOSE	Share Issue		
19/01/2022		EVS	HNX	Annual General Meeting		
19/01/2022	27/01/2022	FUCTVGF2	HOSE	Cash Dividend	50%	5,000
19/01/2022	10/02/2022	TUG	UPCOM	Cash Dividend	6%	600
19/01/2022	19/01/2022	VDB	UPCOM	Share Issue	10%	
19/01/2022	19/01/2022	VDB	UPCOM	Share Issue	9%	
20/01/2022	15/02/2022	BLT	UPCOM	Cash Dividend	10%	970

20/01/2022	20/01/2022	HAP	HOSE	Share Issue	100%
20/01/2022	20/01/2022	NHT	UPCOM	Share Issue	20%
20/01/2022	12/03/2022	POT	HNX	Annual General Meeting	
20/01/2022	22/04/2022	STB	HOSE	Annual General Meeting	
21/01/2022		MBS	HNX	Annual General Meeting	
21/01/2022	21/01/2022	SAM	HOSE	Share Issue	4%
21/01/2022	26/02/2022	TCI	UPCOM	Annual General Meeting	

- **Guide to KIS Vietnam Securities Corp. stock ratings based on 12-month forward performance**

- 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.

- **Guide to KIS Vietnam Securities Corp. sector ratings for the next 12 months**

- 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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