

Xin Chao Vietnam

Market performance

	17 Jan	1D	1M	3M	YTD
VNIndex (pt, % chg.)	1,452.84	(2.9)	(1.8)	4.3	(3.0)
Turnover (VND bn)	31,205				
VN30 (pt, % chg.)	1,478.61	(3.0)	(2.3)	(1.7)	(3.7)

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.)	0.87	0.1	0.1	0.0	0.2
VND/USD (% chg.)	22,715	(0.0)	1.0	0.2	0.5
VND/JPY (% chg.)	19,841	0.6	1.6	0.4	(0.0)
VND/EUR (% chg.)	25,960	(0.1)	(0.6)	1.5	(0.3)
VND/CNY (% chg.)	3,579	(0.2)	0.5	(1.1)	0.4
	Prev. close	1D	1W	1M	YTD
10-yr US Treasury (% bp chg.)	1.78	0.0	0.4	0.2	0.3
WTI (USD/bbl, % chg.)	83.99	0.2	18.5	2.1	11.7
Gold (USD/oz, % chg.)	85.97	(0.1)	16.9	1.3	10.5

Domestic institutions net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
VIX	82.3	MSN	(206.8)
DBC	34.5	HNG	(190.8)
VPB	25.8	DIG	(119.2)
ITA	22.6	NBB	(73.6)
VHC	22.1	KBC	(52.3)

Foreign net buy / sell

Net buy	(VND bn)	Net sell	(VND bn)
STB	59.2	VND	(62.2)
VNM	50.7	PDR	(33.2)
BID	48.8	GEX	(29.6)
DXG	43.7	POW	(27.7)
CTG	39.5	KDH	(24.4)

Daily performance by sector

Top five sectors	% chg.	Bottom five sectors	% chg.
		Diversified Financials	(6.9)
		Telecommunication	(6.9)
		Capital Goods	(5.9)
		Health Care	(5.3)
		Others	(5.3)

WHAT'S NEW TODAY

Market commentary & News

- **Market commentary:** The crash
- **China:** Central bank cuts interest rates to support the wounded economy

Macro & Strategy

- **Fundflow 10 – 14 Jan:** Demand spread to major SEA's countries

Event Calendar

KIS market view

	OP (VND bn)	NP (VND bn)	EPS growth (% yoy)	PE (x)	PB (x)	EV/EBITDA (x)	ROE (%)
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	15.9	2.6	12.8	16.3
2021F	304,264	177,159	19.1	13.4	2.2	11.4	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

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	5.9	2.9	(3.4)	5.6	3.8
China GDP (% yoy)	7.9	4.9	3.2	4.2	8.1	8.0	5.2

Source: KIS, Bloomberg

Market commentary & News

Market commentary

The crash

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The stock market tumbled yesterday due to profit-taking on mid- and small-cap stocks.

At the close, the VNIndex lost 2.89% to close at 1,452 pts. Meanwhile, the trading volume was 949 million shares or VND31,205bn.

Foreign investors continued to net buy with a net value of VND201bn on HSX. They purchased STB, VNM, and BID the most with net values of VND59bn, VND50bn, and VND48bn, respectively.

The Brokerage was still the worst sector due to BVS (-6.32%) and VDS (-4.93%). Notably, HCM, MBS, SHS, SSI, VCI, and VND were down by the daily limit.

Selling pressure pushed Real Estate and Material down, namely HPG (-3.35%), HSG (-6.91%), NKG (-5.36%), VRE (-6.98%), VHM (-3.77%), NLG (-6.90%), KDH (-6.92%), and PDR (-5.77%).

Some constituents of the VN30Index slid more than 5%, such as GVR (-6.86%), STB (-6.86%), POW (-6.78%), HDB (-5.23%), and VPB (-5.16%).

In contrast, HAG (+4.68%), VCB (+3.36%), and PVD (+1.91%) closed in green territory.

Based on the crash, the market confirms the downtrend. Therefore, traders should reduce their long position and stay on the sidelines.

Breaking news

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► China: Central bank cuts interest rates to support the wounded economy

Following the latest development, China's central bank PBoC decided to cut policy interest rates amid the housing crunch and the being-vulnerable economy caused by the "zero-COVID-19" stance. Accordingly, PBoC is cutting the short-term 7-day reverse repurchase rate and the 1-year medium-term lending facility rate by 10 basis points to 2.10% and 2.85%, respectively. The lower interest rates would be applied for the outstanding CNY100bn (about USD16bn) of 7-day reverse repos and CNY700bn (about USD110bn) of the 1-year lending facility loans. Chinese's stock market reacted positively to the monetary support with the benchmark CSI 300 index up 0.9%. (People's Bank of China, Bloomberg)

Macro & strategy

Fundflow 10 – 14 Jan

Demand spread to major SEA's countries

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► Vietnam foreign flow

Foreign demand surged. Net sell value was USD45mn.

Major sectors such as Real Estate and Financials kept attracting foreign buying activity, mainly driven by the solid demand on VHM, KDH, DXG, VCB, STB, and BID. On the contrary, foreign selling activity spread to Industrials and Materials. Particularly, selling pressured mainly focused on CII and HSG. Besides, foreign selling pressure kept focusing on Consumer Staples, mainly driven by strong divestment on DGC.

► South East Asia ETF flow

Inflow surged on SEA. Net inflow was USD43mn, a 6-month high. Notably, the positive flow of money has spread to major SEA's countries. The strong inflow has come back to Singapore after experiencing series of outflow. Besides, Malaysia and Philippines also attracted the strong inflow via domestic ETFs.

Inflow across Vietnam increased slightly. Net inflow was USD3mn. Notably, outflow has spread to major ETFs. Although outflow was maintained among VFMVN Diamond ETF and VFMVN30 ETF, this negative flow of money was fully recovered by the solid demand across other major ETFs, such as XFTSE Vietnam, SSIAM VNFIN Lead, and Fubon FTSE Vietnam.

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
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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