Shinhan Securities

MARKET RADAR

RESEARCH CENTER

Tuesday, 7 September 2021

BASIC INDICES

(unit: %)	Price	1D	1M	3M	YTD	1Yr.
VNINDEX	1,341.90	-0.33	0.03	-2.3	21.6	
VN30	1,444.10	0.18	-2.21	-4.3	34.9	
HNXINDEX	346.48	0.25	6.46	5.1	70.6	
HNX30	578.03	0.97	9.80	12.2	78.7	
UpCom	94.70	0.04	7.27	12.2	27.2	

MARKET LIQUIDITY (VNDbn, mn shares)

	Price	1D	1M	3M	YTD	1Yr.
Turnover	26,659	0.0	24.7	-11.7	1,068.6	
Volume	869	0.0	28.1	-2.5	499.6	

KEY RATES (% p.a, bps)

	Price	1D	1M	3M	YTD	1Yr.
O/N	0.666	8.30	-10.1	-51.0	58.0	
VN 10Y	2.104	-1.10	-2.0	-17.2	-47.5	
CN 10Y	2.855	2.30	4.4	-26.6	-28.4	
IND 10Y	6.095	1.00	-18.3	-31.3	23.4	
TH 10Y	1.659	1.65	13.9	-10.5	26.1	
US T10	1.363	3.08	5.1	-12.3	49.3	

CURENCIES & COMMODITIES

	Price	1D	1M	3M	YTD	1Yr.
Dollar Index	92.28	0.27	-0.56	2.38	2.61	
USD/VND	22,762	-0.04	-0.75	-1.20	-1.45	
EUR/USD	1.19	0.00	0.92	-2.44	-2.83	
USD/JPY	109.96	0.09	-0.26	0.40	6.50	
USD/CNY	6.46	0.08	-0.31	1.06	-0.98	
USD/KRW	1,157.75	0.11	1.37	3.70	6.57	
WTI	68.80	0.0	0.8	-1.2	41.8	
Coal	178.00	0.0	10.6	48.6	121.1	
Gold	1,810.47	-0.7	2.7	-4.3	-4.6	
Iron ore	144.83	0.0	-15.8	-29.8	13.6	
China HRC	5,813	0.3	1.0	4.0	27.1	
Corn	509	0.2	-8.3	-25.4	5.2	
BDI	3,822	0.0	13.4	56.8	179.8	

Market Trends: Money again flow back to banks

- Vietnam stock market lost the opportunities to move up further as selling force at the end of session pressed VN Index to dive in red.
- At the end, VN-Index dropped slightly by 4.49 points, equivalent to -0.33% and closed at 1,341.9. Liquidity decreased slightly but remained at a high level as the trading value reached VND 26,659 bn, equivalent to 869mn shares traded. Meanwhile, the selling momentum of foreign investors has not eased, with a net selling value of VND 819bn.
- Twist at the end of the session of large cap tickers including VIC (-1.16%), GAS (-1.88%), HPG (-0.98%) was the main factor that engulfed VN Index in red. Meanwhile, the banking group was the main pillar to prevent the market from falling deeply. In which, VPB (+3.93%) contributed the most, followed by VHM (+1.11%) and CTG (+1.87%).
- The strong supply caused the Mid cap group to lose it recovery momentum. In addition, the large cap stocks were impacted significantly but still hold a modest gain. Technically, VN Index could not breakout the strong resistant at 1,350 and fell back, but it is still above MA50 and middle line of Bollinger Band. Thus, the short-term uptrend is remained. We think that today's correction just was profit-taking action after 5 consecutive gaining sessions.

Featuring events/news

- PC1 is about to pay a stock dividend at the rate of 20%
- Kinh Bac has issued 1,000 bn of bonds, interest rate 10.5%/year

NEWS & COMMENTS

Utilities

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1) PC1 is about to pay a stock dividend at the rate of 20%

Power Construction 1 (Ticker: PC1) announced the resolution of the Board of Directors to implement the plan to issue more than 38.2 million shares to pay dividends in 2020 at the rate of 20% (5 shares to receive 1 new share).). The source of implementation is from undistributed after-tax profit as of December 31, 2020 (1,108.6 bn).

In addition, the Board of Directors also approved the plan to sell 432 treasury shares and offer more than 5.7 mn ESOP shares, equivalent to 3% of the total outstanding shares. Issuing price 10,000 VND/share, more than 57 billion VND mobilized is expected to be used to supplement working capital. ESOP shares will be restricted to transfer for 2 years.

Industrial parks

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2) Kinh Bac has issued 1,000 bn of bonds, interest rate 10.5%/year

Kinh Bac Urban Development Corporation - JSC (Ticker: KBC) has just announced the successful sale of 1,000 bn of bonds with a term of 24 months, the corresponding maturity date is June 3, 2023.

This is a non-convertible bond, without warrants, secured by KBC shares owned by a third party and not a secondary debt of the company. The fixed interest rate is 10.5%/year, paid every 6 months.

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