

VNINDEX SOON NEEDS TO RECOVER 1300 - 1310 POINTS, SO THAT THE SHORT-TERM CHANGES WILL HELP THE OVERALL MENTALITY OF THE WHOLE MARKET TO STABILIZE AND TURN POSITIVELY AGAIN

MARKET TREND	SUMMARY RECOMMENDATION STATUS
Short-term: Bearish (Under a month)	1) In the short term, the market will continue to have recovery sessions next week to approach the level of 1300. 2) This rebound needs the " support and reinforcement " of liquidity and trading value. The trading value of 22-25 trillion dong/session on HOSE are important milestones to observe 3) If Vnindex cannot keep new important supports at 1240 points and 1200 points , THE WORST-CASE SCENARIO WILL OCCUR for the medium and long-term trend of the market. 4) Short-term and/or cost-average new buying activities are not encouraged as the rebound is not expected to be too strong; 5) Buying activities for the long term: It is necessary to wait a little longer when the prices of stocks adjust to the appropriate price range to buy and collect for the long term. However, with a few strategic stocks in the group of real estate stocks, we still recommend THAT YOU CAN BUY GRADUALLY.
Medium-term: Bullish (1 – 6 months)	
Long-term: Bullish (6 months beyond)	

	VnIndex	HNX Index	Upcom Index
Last	1276.93	305.96	84.77
Change (%)	4.22 (0.33%)	3.08 (1.02%)	0.90 (1.07%)
%↑ 1 week	0.64%	1.40%	0.47%
Market value			
Today (bil.)	18,550.751	2,141.896	1,212.487
Foreign investor			
Buy (bil.)	2,256.41	14.52	37.26
Sell (bil.)	1,969.73	25.42	62.78
Net (bil.)	286.68	-10.90	-25.52
Market Summ.			
Advances	206	99	173
Declines	166	79	60
Unchanged	50	75	65
Futures			
	Last	Open Interest	Volume (bil. VND)
VN30F1M	1405.3	36,877	41,837.24
VN30F2M	1405	383	47.45
VN30F1Q	1404.1	239	3.68
VN30F2Q	1404	146	7.78

Ending the session on July 27, VNINDEX increased slightly by 4.22 points (0.33%) to 1,276.93 points. The whole HOSE had 206 gainers, 166 losers and 50 steady stocks. VN30 increased by 5.89 points (0.42%) to 1409.85 points. HNXINDEX increased 3.12 points (1.03%) to 306 points. F1M derivatives fell 2.8 points to 1405.3 points.

The liquidity in this session increased slightly, with 566 million shares, equivalent to 18.5 trillion on the Ho Chi Minh Stock Exchange, but still lower than the average level of the last 20 trading sessions. In general, the market's total demand is still improving gradually in recent sessions, although not much, it also created an excited sentiment after the "free fall" sessions of scores from the beginning of July until now.

The focus of the market today was on securities stocks with tickers like SSI, VND, HCM, SHS... all gaining quite well. Oil and Gas groups such as BSR, PVS, PSH, PVD, OIL... increased sharply.

Besides, many large-cap stocks such as MSN, HPG, STB, CTG... also gained at the same time and contributed to solidifying the green color of the indexes.

Foreign investors returned to a net buying of 328 billion dong on HOSE mainly thanks to the agreement to buy AGG. At the end of the session, this stock was pulled to the ceiling price.

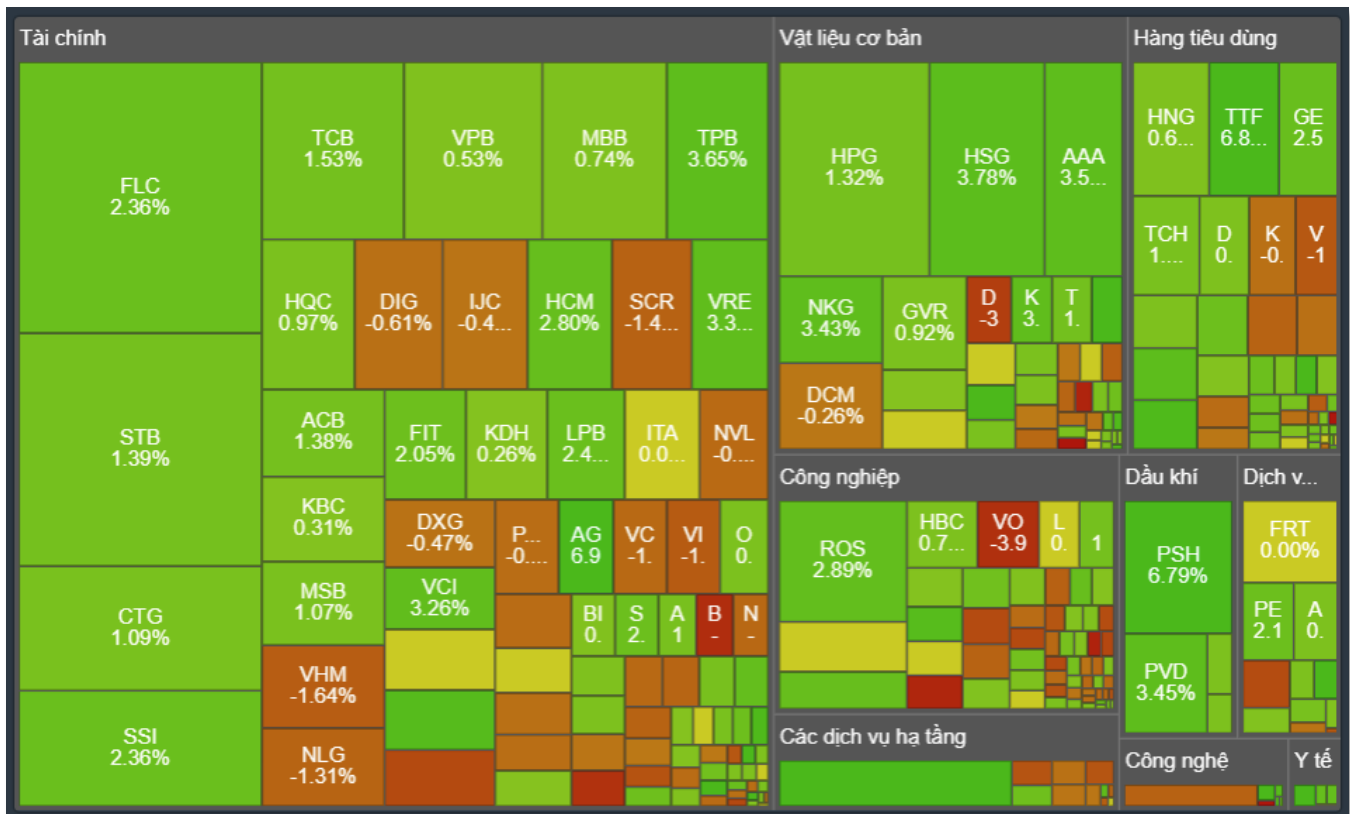
NVL, MSB were also bought in moderate amounts by them. The seller of this block also sells VHM, PDR, SSI, and VNM at a moderate amount.

The proprietary trading group had the 2nd session of net buying with a value of over 331 billion dong in this session, the buying volume spread evenly across many different tickers such as TRA, FPT, TCB, HPG, VNM... the average net buying was from 24 to 37 billion dong.

We assess that VNINDEX needs to recover soon to the range of 1300-1310 points so that short-term changes will help the overall market sentiment to be stable and positive again. If not, the score stays around this 1270 area forever, the price momentum will decrease. At that time, the important support levels of 1260 points and 1240 points will continue to be threatened – which will be bad for the general sentiment and the long-term trend of the market.

Short-term investment activities: In general, it is still prudent to observe more, not to buy short-term at the moment. We need the market to recover more points in order to ensure safe and effective buying. The short-term investment activities that have been bought before (trapped at high prices) without the cost advantage can still hold more, and it is not necessary to be in a hurry to sell at all costs. Waiting for the right and reasonable time to consider selling in pieces to reduce losses.

Buying activities for the long term: **It is necessary to wait a little longer** when the prices of stocks adjust to the appropriate price range to buy and collect for the long term. However, **with a few strategic stocks in the group of real estate stocks**, we still recommend **THAT YOU CAN BUY GRADUALLY**.



(Source: HOSE, FireAnt)

Futures Market:

VN30F2108	1,405.3	-2.80/-0.20	295,204
VN30F2109	1,405.0	-2/-0.14	335
VN30F2112	1,404.1	-2.20/-0.16	26
VN30F2203	1,402.8	-16/-1.13	55
27/07/2021			

(Source: Vietstock)

Following yesterday's gain, the main indexes opened with spreading green. With the majority of stocks in the VN30 group gaining in the morning, the VN30 index and F1M contract once increased by 18 points compared to the reference. However, after creating an intraday peak at 1426 and the demand was exhausted, F1M was sold out strongly and dropped below reference. F1M contract closed at 1405.30, down 2.80 points compared to reference.

The liquidity of F1M today was still maintained at a high level when more than 295 thousand contracts were matched in the session and slightly higher than the average liquidity of the previous 20 sessions. In which, foreign investors continued to be net sellers today with the value of more than 75 billion dong.

At the end of the session, the F1M contract basis with VN30 reached -4.55 points. This shows that investors are not too optimistic about VN30's prospects in the short term.

F1M's short-term trend is still bearish. Currently, the resistance at 1440 needs to be overcome for F1M to return to the mid-term uptrend and beyond.



VN30F1M intraday. (Source: FireAnt)

STOCKS NEWS

ENTERPRISE

1. GVR: Reported a profit of more than 2,300 billion in the first half of the year

- Vietnam Rubber Group (stock code: GVR) has just announced the consolidated financial statements of the second quarter of 2021 with net revenue of 5,687 billion dong, up 71% over the same period last year, in which, revenue from the product segment rubber production and trading is 3,296 billion dong. Cost of goods sold increased less than revenue, so gross profit reached VND 1,628 billion, 2.2 times higher than in the second quarter of 2020.
- Accumulated in the first 6 months, GVR net profit is 2,376 billion dong, an increase of more than 1,535 billion dong compared to the same period last year. Net revenue also increased sharply to VND 10,537 billion, while in the first half of 2020 it was VND 3,315 billion.

2. BSR: Q2 profit is 1,710 billion dong while the same period has big loss

- Accordingly, in Q2 alone, BSR reached VND 27,860 billion in net revenue, doubling over the same period. After deducting COGS, gross profit reached VND 1,868 billion instead of a gross loss of VND 1,878 billion as in the second quarter of 2020.
- In the period, BSR had 304 billion dong of financial revenue, although the costs incurred increased, the profit after tax reached 1,710 billion dong. Earlier in the second quarter of 2020, BSR reported a loss after tax of VND 1,910 billion
- Accumulated in the first 6 months, BSR reached 48,908 billion dong net revenue, up 54% over the same period, profit after tax reached 3,580 billion dong while the same period last year lost 4,236 billion dong.

3. SSI: Raising another 100 million USD from foreign institutions: the margin race is more exciting

- On July 26, 2021, SSI Securities Joint Stock Company (HOSE: SSI) officially announced the successful signing of a loan contract with a limit of up to 100 million USD - equivalent to 2,300 billion VND - unsecured capital from the group. leading banks in Taiwan (China).
- Loans up to USD 100 million with a group of foreign banks led by UBOT and Fubon with a term of no more than 12 months with short-term interest rates according to the international money market and is expected to be disbursed in 2 installments .
- This is also the largest foreign unsecured loan in terms of funding value among securities companies in Vietnam. In 2019 and 2020, SSI also successfully mobilized foreign unsecured loans with limits of \$55 million and \$85 million, respectively.

ENTERPRISE

1. HVN: Vietnam Airlines employees can buy 70 million preferred shares

- The 2021 Annual General Meeting of Shareholders of Vietnam Airlines (HoSE: HVN) has approved the plan to issue an additional 800 million shares to existing shareholders this year to increase charter capital and supplement liquidity. As a strategic shareholder owning 8.77% of the shares, All Nippon Airways (ANA) of Japan has about 70 million rights to buy shares.
- However, ANA is also being seriously affected by the Covid-19 pandemic with a loss of 784 million USD in fiscal year 2020. With this difficulty of a partner, Vietnam Airlines has discussed

with ANA and this partner agrees will transfer all rights to buy shares to employees of Vietnam Airlines.

- Vietnam Airlines' union will represent and represent ANA to transfer the right to buy.
- Accordingly, 70 million shares under purchase of ANA will be distributed to more than 15,100 employees of Vietnam Airlines Group, including officers and employees at parent company Vietnam Airlines, at 4 subsidiaries (VIAGS, VAECO), SKYPEC, VACS), seconded employees at subsidiaries held by Vietnam Airlines from 51% to less than 100%, SkyTeam alliance and Vietnamese flight attendants having direct labor contracts with the company Alsimexco.

2. KDH: Dragon Capital sold 2 million shares of Khang Dien House

- Accordingly, the fund group related to Dragon Capital has just sold 2 million shares of KDH to reduce its ownership from 9.17% to 8.85% of charter capital, the transaction was made on July 22. In which, the fund that sold 2 million shares is Grinling International Limited.
- In addition, Vietnam Ventures Limited has just sold 7.7 million KDH shares to reduce its ownership from 5.05% to 3.67% of charter capital, the transaction was made on May 20. Thus, after the transaction, this foreign fund is no longer a major shareholder in the enterprise. It is known that Vietnam Ventures Limited is a fund managed by VinaCapital.

MACROECONOMICS OF VIETNAM AND THE WORLD

1. 5 southern provinces and cities "roll up their sleeves" to deploy the trillion-dollar belt



- According to the plan, belt 4 has a length of about 197.6 km, a cross section of 6-8 lanes, highway standards. Total investment is estimated at 100 trillion VND. Ring Road 4 strives to be completed in the period of 2021-2025.
- The route passes through the administrative boundaries of 05 provinces and cities, including Ba Ria - Vung Tau, Dong Nai, Binh Duong, and Ho Chi Minh City. Ho Chi Minh City, Long An.

This is an important route for economic and social development in the Southeast region as well as the Southern key economic region.

- Urgently assign 5 localities which are competent agencies to implement component projects in the "great" belt project 4 City Ho Chi Minh City under the PPP investment method, unleashing resources for the development of the southern key economic region...

2. Credit risk is forecasted to increase sharply in the second half of 2021

- Notably, in terms of credit risk, surveyed units said that in the first 6 months of 2021, credit risk "increased" at a slower rate than the last 6 months of 2020 in all regions. fields. However, loans from financial business, banking and insurance; securities trading; tourism business is assessed to have a stronger "increase" risk.
- The risk level of tourism business loans continues to be rated "increasing" by many credit institutions as the second highest after only real estate investment and business loans in the first 6 months of 2021.
- Before the unpredictable impact of the Covid-19 epidemic, credit risk is forecasted to "increase" more strongly in the last 6 months of 2021. Overall credit risk in 2022 is expected to "reduce slightly" compared to 2021.

Watchlist

Ticker	Sector	Foreign Investor Room	Market Cap (bil.)	Current Price	Target Price	Est Profit Target (%)	Forward dividend yield	Forecast & Recomm.	P/E	P/B	P/E 2021 (forward)
ASM	Aquaculture	47.8%	3,404	13.15	20	52%	3.8%	BUY	7.84	0.63	5.7
CNG	Natural Gas Distribution	44.0%	672	24.9	29	16%	6.0%	Positive	12.48	1.31	11.2
CTG	Depository Credit Intermediation	4.9%	121,011	32.5	56	72%	0.0%	BUY	11.28	2.19	8.1
DCM	Chemical - Pharmaceutical	46.8%	10,006	18.9	18	-5%	5.3%	Negative	14.50	1.65	14.3
FPT	Software Publishers	0.0%	84,576	93.2	80	-14%	2.1%	Negative	17.96	3.56	21.7
FRT	Electronics and Appliance Stores	34.8%	2,855	36.15	39.0	8%	2.8%	Positive	130.00	1.99	14.3
GAS	Natural Gas Distribution	46.9%	170,342	89	101	13%	4.5%	Positive	24.39	3.58	14.2
GMD	Support Activities for Water Transportation	7.9%	13,502	44.8	50	12%	3.3%	Positive	29.22	1.99	22.5
HPG	Primary Metal Manufacturing	22.6%	206,653	46.2	60	30%	1.1%	BUY	9.25	2.54	7.4
MSN	Manufacturing	67.1%	148,157	125.5	98	-22%	0.8%	SELL	83.20	11.82	49.4
MWG	Electronics and Appliance Stores	0.0%	75,118	158	160	1%	0.9%	Positive	16.28	3.97	17.1
NT2	Electric Power Generation	34.2%	5,297	18.4	19	3%	8.2%	Positive	10.72	1.47	10.6
PLX	Merchant Wholesalers, Nondurable Goods	2.8%	65,082	50.3	65	29%	6.0%	BUY	19.76	2.87	13.0
POW	Electric Power Generation	46.0%	25,292	10.8	12	11%	4.6%	Positive	12.65	0.91	12.0
REE	Building Equipment Contractors	0.0%	16,318	52.8	58	10%	0.0%	Positive	9.82	1.40	8.6
TCB	Depository Credit Intermediation	100.0%	174,369	49.75	57	15%	0.0%	Positive	12.58	2.29	11.6
TCH	Real Estate Development	37.2%	7,504	18.8	24	28%	5.3%	BUY	9.14	0.94	9.4
TDM	Water Supply and Irrigation Systems	43.7%	3,050	30.5	35	15%	3.9%	Positive	10.65	1.63	12.2
VEA	Manufacturing	43.3%	55,544	41.8	45	8%	10.8%	Positive	11.34	2.58	7.9
VHM*	Real Estate Development	26.2%	361,078	107.8	145	35%	0.9%	BUY	14.01	3.92	12.0
VIC	Manufacturing	22.6%	352,787	104.3	114	9%	0.0%	Positive	58.35	3.37	70.6
VJC	Air Transportation	11.8%	62,231	114.9	80	-30%	0.0%	SELL	51.20	4.14	622.3
VND	Securities/ Finance	30.5%	18,663	43.5	43	0%	2.3%	Negative	16.12	2.05	14.4
VNM	Food Manufacturing	45.2%	182,871	87.5	80	-9%	4.6%	Negative	17.03	5.66	16.6
VNR	Insurance Carriers	21.1%	2,857	21.8	35	61%	5.5%	BUY	9.45	1.16	8.2

Source: AIS's Research, Corporate Auditing Financial Statements, FireAnt, Bloomberg, FiinPro

FORECAST & RECOMMENDATION:

- We recommend BUY when the expected return is above 20%;
- We rate the stock's price outlook as POSITIVE when the expected return is from 0% - 20%;
- We rate the stock's price outlook as NEGATIVE when the expected return is from 0% to -20%;
- We recommend SELL when the expected return is below -20%;

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