Shinhan Securities

MARKET RADAR

RESEARCH CENTER

Monday, 25 October 2021

BASIC INDICES

(unit: %)	Price	1D	1M	3M	YTD	1Yr.
VNINDEX	1,385.40	-0.28	2.57	7.1	25.5	
VN30	1,476.97	-0.79	1.63	3.4	37.9	
HNXINDEX	395.88	1.19	8.93	29.4	94.9	
HNX30	620.39	1.57	5.29	29.7	91.8	
UpCom	100.92	0.56	3.35	29.7	35.6	

MARKET LIQUIDITY (VNDbn, mn shares)

	Price	1D	1M	3M	YTD	1Yr.
Turnover	27,098	0.0	15.1	33.2	803.5	
Volume	899	0.0	2.3	49.0	409.4	

KEY RATES (% p.a, bps)

	Price	1D	1M	3M	YTD	1Yr.
O/N	0.624	6.30	6.8	-12.6	53.8	
VN 10Y	2.175	-0.60	1.7	-1.5	-40.4	
CN 10Y	2.984	-0.70	12.3	5.7	-15.5	
IND 10Y	6.038	-1.40	-7.4	-24.0	17.7	
TH 10Y	1.964	-3.20	9.7	22.0	49.2	
US T10	1.659	1.63	27.6	29.8	81.7	

CURENCIES & COMMODITIES

	Price	1D	1M	3M	YTD	1Yr.
Dollar Index	93.53	-0.12	0.08	0.77	4.00	
USD/VND	22,755	0.00	0.01	-1.26	-1.48	
EUR/USD	1.17	0.09	-0.29	-1.00	-4.61	
USD/JPY	113.62	0.11	3.50	3.16	10.04	
USD/CNY	6.38	-0.03	-1.22	-1.35	-2.20	
USD/KRW	1,168.40	-0.73	-0.59	1.60	7.55	
WTI	84.48	0.0	17.0	17.5	74.1	
Coal	230.00	0.0	27.4	53.6	185.7	
Gold	1,800.79	0.5	1.8	-0.3	-5.1	
Iron ore	122.50	0.0	1.5	-42.7	1.2	
China HRC	5,650	-0.2	-2.6	-1.9	23.5	
Corn	542	0.7	3.0	-4.1	11.9	
BDI	4,410	0.0	-3.3	42.1	222.8	

Market Trends: Struggling in the sideways zone

- Vietnam stock market continued to maintain sideway movement series on the first trading session of the week. It started quite favorably, but lost momentum at the end as some large cap stocks reversed to decline.
- At the end, VN Index dropped 3.84 points, equivalent to -0.28% and closed at 1,385.40 points. Liquidity was the only bright spot of the day when trading value increased significantly, reaching VND 27,098 bn, or 899mn shares traded. Foreign investors continued to be net sellers with a value of up to VND1,184 bn.
- Selling pressure on the steel giant, HPG (-2.82%) along with banking stocks TCB (-2.68%), VPB (-0.54%) caused VN Index reverse. Meanwhile, GVR (+2.61%), VHM (-0.64%) and BVH (-6.97%) were the stocks that had the most positive influence on the index.
- In general, the divergence of large-cap stocks is the main reason that VN-Index has not been able to break out, the groups that are usually key pillars such as banks and steel facing strong selling pressure, while the increase of the remaining large-cap stocks were not strong enough to save green for the index.
- Technically, VN-Index was still at the accumulation phase as the index could not break out of 1,400 level and stay above the support line of 1,380. The MACD and RSI indicators show a minor correction when the MACD line retreats to the signal line and the RSI corrects from 80 to nearly 60.

Featuring events/news

- NLG reports 3Q net profit 10 times higher YoY
- Duc Giang Chemical sets a profit target of 2.4 times higher YoY in Q4

NEWS & COMMENTS

Real Estate

Vu Nguyen

vu.nva@shinhan.com

1) NLG reports 3Q net profit 10 times higher YoY

In the third quarter, NLG 's net revenue decreased by 76% year-on-year to nearly VND151 billion. Due to the impact of the Covid-19 pandemic, the Company faced difficulties during the acceptance and handover of the Akari project (the project is expected to contribute VND 1,349 billion in revenue for the third quarter).

However, the bright spot for NLG is financial revenue nearly 23 times higher than the same period last year, reaching nearly VND 372 billion. According to NLG, the sudden revenue mainly came from the consolidation of Southgate JSC. Thanks to the impact of the Southgate JSC merger, NLG reported a net profit of more than 297 billion in the third quarter, 10 times higher than the same period last year.

Materials

Trung Hoang

trung.ht@shinhan.com

2) Duc Giang Chemical sets a profit target of 2.4 times higher YoY in Q4

After recording a record quarterly profit in the third quarter of VND 488 billion (after tax), double the same period last year, Duc Giang Chemical Group Joint Stock Company (ticker: DGC) announced its business plan for the fourth quarter. with impressive growth in both revenue and profit.

Specifically, the planned total consolidated revenue reached VND 3,650 billion and consolidated profit after tax reached VND 600 billion, 2.3 times and 2.4 times higher than the same period, respectively

PLEASE SEE ANALYST CERTIFICATIONS AND DISCLAIMER AT THE LAST PAGE OF THIS REPORT

Compliance Notice

- Analyst Certification: We/I hereby certify the information and material presented in this report are accurate expressions of their views, and that we/I have not received internally or externally wrongful pressure to express such views.
- All opinions and estimates regarding the company and its securities are accurate representations of the covering analyst's judgments as of this date, and may differ from actual results.
- This report is intended to provide information to assist investment decisions only and should not be used or considered an offer or the solicitation of an offer to sell or to buy any securities. Stock selection and final investment decisions should be made at the client's own discretion.
- This report is distributed to our clients only, and any unauthorized use, duplication, or redistribution of this report is strictly prohibited.

Distribution

- United States: This report is distributed in the U.S. by Shinhan Investment America, Inc., a member of FINRA/SIPC, and is only intended for major U.S. institutional investors as defined in Rule 15a-6(a)(2) under the U.S. Securities Exchange Act of 1934. All U.S. persons that receive this document by their acceptance thereof represent and warrant that they are a major U.S. institutional investor and have not received this report under any express or implied understanding that they will direct commission income to Shinhan Investment Corp. or its affiliates. Pursuant to Rule 15a-6(a)(3), any U.S. recipient of this document wishing to effect a transaction in any securities discussed herein should contact and place orders with Shinhan Investment America, Inc., which accepts responsibility for the contents of this report in the U.S. The securities described in this report may not have been registered under the U.S. Securities Act of 1933, as amended, and, in such case, may not be offered or sold in the U.S. or to U.S. person absent registration or an applicable exemption from the registration requirement.
- All Other Jurisdictions: Customers in all other countries who wish to effect a transaction in any securities referenced in this report should contact Shinhan or its affiliates only if distribution to or use by such customer of this report would not violate applicable laws and regulations and not subject Shinhan and its affiliates to any registration or licensing requirement within such jurisdiction.