Shinhan Securities

MARKET RADAR

RESEARCH CENTER

Tuesday, 2 November 2021

BASIC INDICES

(unit: %)	Price	1D	1M	3M	YTD	1Yr.
VNINDEX	1,452.46	0.94	8.81	10.9	31.6	
VN30	1,521.35	0.30	5.52	5.1	42.1	
HNXINDEX	424.11	2.06	18.97	34.7	108.8	
HNX30	686.78	2.74	20.38	36.3	112.4	
UpCom	106.93	0.92	11.41	36.3	43.6	

MARKET LIQUIDITY (VNDbn, mn shares)

	Price	1D	1M	3M	YTD	1Yr.
Turnover	28,851	0.0	74.9	58.4	1,342.0	
Volume	1,006	0.0	79.3	73.7	639.1	

KEY RATES (% p.a, bps)

	Price	1D	1M	3M	YTD	1Yr.
O/N	0.622	2.20	7.9	-11.8	53.6	
VN 10Y	2.170	-0.60	0.0	-4.4	-40.9	
CN 10Y	2.926	-1.30	5.3	7.6	-21.3	
IND 10Y	6.066	-1.20	-15.4	-21.1	20.5	
TH 10Y	1.942	-2.36	3.0	26.4	47.6	
US T10	1.552	-0.22	6.2	27.0	70.0	

CURENCIES & COMMODITIES

	Price	1D	1M	3M	YTD	1Yr.
Dollar Index	93.93	0.05	-0.11	1.90	4.44	
USD/VND	22,750	-0.01	-0.02	-0.86	-1.51	
EUR/USD	1.16	-0.12	-0.03	-2.34	-5.11	
USD/JPY	113.55	-0.39	2.25	3.49	9.98	
USD/CNY	6.40	-0.02	-0.75	-1.01	-2.01	
USD/KRW	1,174.40	-0.18	-1.16	2.10	8.11	
WTI	83.98	0.0	10.7	13.6	73.1	
Coal	142.50	-1.7	-37.5	-4.8	77.0	
Gold	1,794.93	0.1	1.9	-1.1	-5.4	
Iron ore	102.58	0.0	-11.4	-51.6	-14.7	
China HRC	5,298	-1.8	-8.7	-10.7	15.8	
Corn	581	0.4	7.3	6.3	20.1	
BDI	3,428	0.0	-34.1	4.1	151.0	

Market Trends: Getting back to the race

- Vietnam stock market came back with green on Tuesday session as VN Index recovered and made a breakthrough thanks to the up move off banking and real estate stocks.
- At the end, VN Index added 13.49 points, or +0.94% and closed at 1,452.46. Liquidity decreased but remained at a robust level with a turnover reaching VND 28,851 bn, equivalent to 1,009mn shares traded. Foreign investors net sold strongly at VND1,170 bn.
- Among stocks that contributed to VN Index's gain, GVR (+6.99%) had the most, followed by VCB (+0.93%) and VHM (+0.83%). On the contrary, NVL (-1.37%), VNM (-0.89%), HPG (-0.36%) were notable tickers that had negative impact on the index.
- Among all industries, real estate and construction stocks was on the highlight with many strong gainers, such as DIG (+6.99%), IJC (+6.99%), and NLG (+6.99%). Besides, chemicals, banks, and brokerage stocks were also supporting factors for the index.
- Technically, the liquidity remained at high level, helping the index surpass the resistance at 1,450. Besides, the MACD shows that the uptrend has no sign of stopping as the MACD line is far away above the signal line. The next target of the index will be the 61.8% Fibonacci level at 1,500. In general, the market quickly regained strong momentum after the previous correction, showing that the gaining momentum is solid. However, the cash flow still tends to flow into small and mid-cap stocks.

Featuring events/news

- Proposing an economic recovery package of VND 800 tn
- Affected by social distancing, Viettel Post reported a 70% decrease in Q3 profit

NEWS & COMMENTS

Macro

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1) Proposing an economic recovery package of VND 800 tn

The Covid-19 epidemic lasted for a long time, severely and comprehensively affecting most countries in the world. Countries that have deployed many large support packages such as the US at 27.9% GDP, Japan 44.8% GDP, Thailand 15.6% GDP, Malaysia 8.8% GDP, China 6.1% GDP. Those support packages are unprecedented, accepting to increase the ceiling of public debt, government debt, etc. To have resources to carry out epidemic prevention and control, fight against recession, and recover the economy, and take advantage of opportunities to address limitations and challenges, restructure the economy and develop new growth engines.

According to the Ministry of Planning and Investment, the estimated resources to implement the program are about VND 800,000 bn (about USD 35 bn). Capital mobilization is carried out according to the implementation and disbursement progress of each component program and specific spending tasks. The main sources of state budget mobilization include savings in recurrent expenditures; source of government bond issuance; off-budget state financial funds and foreign exchange reserve fund in case of necessity; loans from international financial institutions such as the World Bank (WB), International Monetary Fund (IMF), Asian Development Bank (ADB)

Logistics

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2) Affected by social distancing, Viettel Post reported a 70% decrease in Q3 profit

Viettel Post (VTP) has just announced its financial report for the third quarter of 2021 with net revenue of VND 5,110 bn, up 4.5% over the same period last year.

In which, revenue from providing services (delivery) reached VND 1,524 bn, down nearly 11% over the same period due to the impact of the Covid-19 epidemic, making moving more difficult. While sales (commercial) reached 3,586 bn dong, up 13% over the same period last year. However, the sales segment has a rather thin profit margin, which does not have much impact on Viettel Post's overall business results.

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