Thursday, May 19, 2022

Exploring Vietnam

Research Center

Market Insight

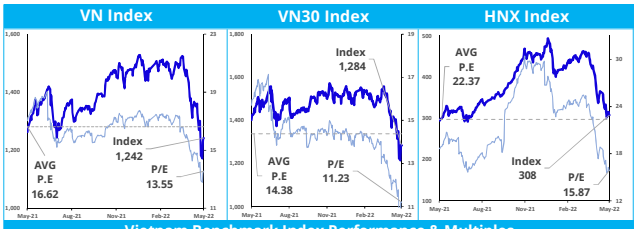


Daily report

Market Summary:

"Overcoming the storm"

- Vietnam's stock market started in the red due to the impact of domestic legal news. However, the market's demand absorbed good supply and helped the index gradually gain.
- At the end of the session, the VN-Index increased by 0.88 points, equivalent to 0.07% to close at 1241.64 points. Market liquidity reached 12,794 billion, equivalent to 496 million shares traded. Foreign investors net sold 125 billion, focusing mainly on HPG.
- VCB (+0.8%), DGC (+5.91%), MSN (+6.98%) were the three tickers that contributed the most to the green color of the market. On the contrary, VPB (-1.62%), CTG (-1.88%), VNM (-1.85%) were the three tickers that lost the most points of the market.
- Mining and food and beverage sectors were two bright spots in today's session with many strong gainers such as MSN, PVD, PVS...
- From a technical perspective, VN-Index successfully filled the gap down since the beginning of the morning session. The MACD is approaching the Signal line from below, showing a possible reversal. However, market liquidity continued to decrease compared to the previous session, showing that investors' cash flow is still not excited about this recovery.



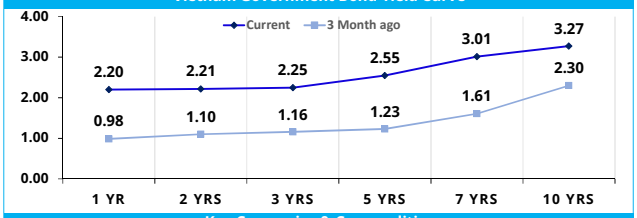
Vietnam Benchmark Index Performance & Multiples

Index	Price	%1D	%1M	%1Yr.	PER	PBR	Mkt Cap
VN-Index	1,242	0.1	-11.7	-1.7	13.6	2.1	4,923,637
VN30 Index	1,284	-0.2	-10.9	-8.4	11.2	2.2	3,402,477
VN Midcap	1,594	-0.4	-19.1	23.6	10.7	1.2	315,453
VN Smallcap	1,594	-0.4	-19.1	23.6	10.7	1.2	315,453
HNX Index	308	-0.6	-21.6	4.3	15.9	1.8	315,862
UpCom	95	-0.2	-12.7	18.5	15.1	1.7	1,242,703

Vietnam Sector Performance

Sector	%1D	%1M	%YTD	%1 YR.	PER	PBR	Mkt Cap
Oil & Gas	-0.8	-19.9	-23.9	0.8	21.7	2.5	61,642
Financials	0.5	-18.3	-28.7	47.0	11.2	1.9	186,904
Utilities	0.7	-7.3	2.0	27.0	19.6	2.5	300,320
Banks	-0.4	-10.2	-16.2	-3.6	10.8	1.9	1,505,876
Basic Materials	-0.1	-22.1	-21.2	-2.8	7.2	1.8	422,305
Real Estate	0.0	-6.9	-16.2	-1.0	20.2	2.5	1,206,934
Industrials	2.4	-15.8	-17.9	25.8	16.6	1.6	247,903
Consumer Goods	1.3	-10.2	-14.4	4.5	18.0	3.0	605,444
Consumer Services	-0.8	-16.9	-5.8	27.1	n.a	4.5	249,714
Technology	-0.8	-13.1	-1.1	26.5	20.8	3.8	103,454
Health Care	-0.9	-10.9	-12.5	6.7	16.5	2.3	33,256

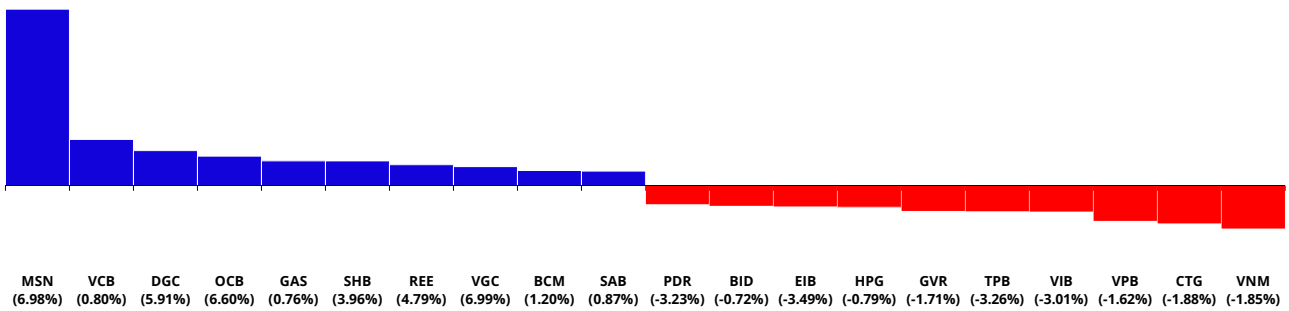
Vietnam Government Bond Yield Curve



Key Currencies & Commodities

Term	Price	%1D	%1W	%1M	%3M	%YTD	%1Yr.
Dollar index	104	-0.2	-1.2	2.6	7.9	8.3	14.9
USD/JPY	128	-0.3	-0.4	-0.8	11.5	11.1	17.1
USD/CNY	7	0.2	-0.3	5.9	6.8	6.5	5.2
KRW/USD	1,277	0.8	-0.9	3.3	7.2	7.4	13.0
EUR/USD	1	-0.3	-1.1	2.8	7.7	8.3	16.0
USD/VND	23,154	0.1	0.3	1.0	1.4	1.4	0.5
WTI	109	-0.5	2.7	6.3	19.7	44.9	72.0
Gasoline	367	-1.3	-3.2	13.0	37.5	64.7	74.6
Natural gas	8	-3.3	4.6	12.8	82.6	117.0	173.0
Coal	412	-0.4	6.8	33.3	77.3	142.9	315.7
Gold	1,814	-0.1	-0.4	-7.0	-4.8	-0.8	-3.0
China HRC	4,855	-1.6	-2.8	-7.8	-2.6	2.2	-20.3

Contributors to VN Index



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Stock Feeds

Companies News

1) **TCM, Textile and Garment**: Sales of Jan-Apr 2022 were VND 1,487 billion (+19% YoY) and profit after tax VND 89 billion (+14% YoY). Export markets include USA, Canada, Korea and Japan (accounting for 33%, 17% and 44% of sales). TCM has finished construction of the garment factory Thanh Cong Vinh Long 2 with investment capital of USD 12 million, which will contribute to 2022 sales as well. TCM has orders until 3Q and is receiving orders for 4Q. We think that 2022 is a good growth year for companies in textile and garment industry with recovery of export markets and the trend to move production out of China due to its zero covid policy.

2) **HAH, Sea Transportation**: While many manufacturing enterprises have been dealing with the high freight costs, sea transportation companies have been enjoying a profitable year thanks to the skyrocketing freight charges when the Covid-19 pandemic broke out. According to the Vietnam Maritime Administration, the accumulated volume of goods through the seaport in 4M2022 increased by more than 3%, reaching 236mil tons. Particularly, domestic goods increased the most with nearly 99mil tons, up 10%, plus the volume of containers through seaports kept maintaining at 2% increase, reaching about 8mil TEUs, in which, imported container goods had the strongest growth rate with more than 2.8 million TEUs, up 8% over the same period last year. As a result, most of these companies made great profits in the first quarter of this year.

Hai An Transport and Loading JSC (HAH) - which holds nearly 30% of the domestic transportation market share - reported that its 1Q22 net revenue was nearly VND 652bil (+82% QoQ), GPM of excess 50%, NPAT reached nearly VND 263bil, 3 times higher than that in 1Q21. The abrupt increase was because of the company's additional investment in HA East and HA West ships in April and May 2021, resulted in the larger number of ships in 1Q22 than in 1Q21. Simultaneously, the demand for transport after the epidemic increased, causing an increase in domestic freight rates and boat rental prices, and a larger number of ships for hire this period. Furthermore, the profit recorded from the associated companies also increased sharply. In 2022, HAH plans to achieve revenue of VND 2,388bil (+19% YoY), NPAT of VND 550bil (+23% YoY). Respectively, HAH has completed 27.3% and 36.4% of the initial targets. The expected total mining output to be 948.000 TEUs in FY2022 (of which 411.000 TEUs mining port; 395.000 TEUs vessel operation; 142.000 TEUs Depot output

3) **POW, Utilities:** GE has officially announced that it will supply equipment for Nhon Trach 3 and 4 Power Plant projects located at Ong Keo Industrial Park, Nhon Trach District, Dong Nai. GE and PV Power also signed a cooperation agreement to develop solutions to improve the efficiency of Nhon Trach 1 Power Plant, as well as to commit to negotiate a long-term cooperation on maintenance of Nhon Trach 3 and Power Plant. 4. Nhon Trach 3 and 4 power projects will contribute to realizing Vietnam's commitment towards net zero carbon emissions by 2050 by supporting the renewable energy boom through the energy model ready to help. When put into operation, the plant is expected to supply electricity to three large industrial areas in the South, including Ho Chi Minh City. Ho Chi Minh City, Dong Nai and Ba Ria - Vung Tau.

Stock of the day

Viglacera Corporation - JSC - VGC

VGC, Industrial: Viglacera Corporation announced the consolidated pre-tax profit in April reached VND 344 billion, equivalent to the monthly plan and the parent company alone reached VND 285 billion, exceeding 10% of the monthly plan. Accumulating 4 months, consolidated profit reached VND 1,207 billion, achieving 71% of the year plan and 2.3 times higher than the same period last year. Parent company's profit reached VND 996 billion, fulfilling 83% of the year plan. In 2022, the company will focus on implementing projects related to basic materials such as Viglacera Eurotile Brick Factory, and implement the phase 2 of Phu My Floating Glass Factory. For real estate business, Viglacera continues to develop social housing, worker housing in industrial zones and commercial housing and resorts. Viglacera has a good land bank and the construction materials business benefits from economic normalization after the pandemic. The industrial zone continues to be a sales and profit driver for the company with FDI movement into Vietnam.



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Cashflow Trend

Cash Flow Trend Among Sector

Market liquidity continued to remain at a low level below 20 session average. The oil and gas industry was noticed by the cash flow when the liquidity increased by nearly 30%. In the opposite direction, the group of basic resources with the deepest liquidity decreased by nearly 40%.

Sectors	% Liqidity Change	Today	5 days AVG	20 days Trend
Oil & Gas	29.7	254	196	
Chemicals	13.1	1,141	1,009	
Utilities	7.6	337	313	
Financial Services	-2.1	1,431	1,461	
Travel & Leisure	-3.6	118	123	
Construction & Materials	-12.6	634	725	
Real Estate	-17.0	2,317	2,792	
Industrial Goods & Services	-17.5	759	920	
Food & Beverage	-18.5	898	1,102	
Banks	-22.3	2,031	2,615	
Insurance	-26.1	119	161	
Automobiles & Parts	-31.0	80	116	
Retail	-32.2	292	431	
Media	-33.7	8	11	
Technology	-38.4	153	249	
Personal & Household Goods	-38.4	97	157	
Basic Resources	-39.3	912	1,503	

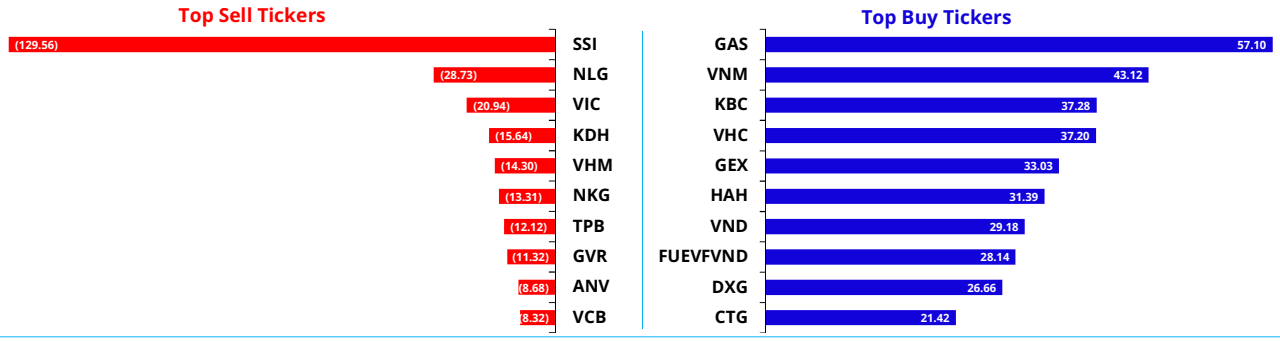
Top 15 tickers in trading value

Ticker	Company name	Sectors	Performance				Trading Stats		Trend
			Close price	%1D	% 1W	%YTD	%Turnover Change	Turnover (VND bn)	
DPM	Phu My Fertilizer	Chemicals	53,500	2.1	0.6	7.0	52.6	329.9	
SHB	Saigon - Hanoi Commercial Joint Stock Bank	Banks	14,450	4.0	5.5	-35.2	68.6	273.2	
DCM	PetroVietnam Camau Fertilizer	Chemicals	31,400	5.2	4.1	-14.4	74.2	243.8	
PVD	PetroVietNam Drilling & Well	Oil & Gas	20,150	6.9	13.8	-18.4	69.0	198.8	
VIX	VIX Securities	Financial Services	12,650	0.8	8.6	-50.1	129.0	122.4	
VCI	Viet Capital Securities	Financial Services	37,300	5.1	15.5	-48.8	39.2	195.1	
MSN	Masan Group	Food & Beverage	110,400	7.0	6.1	-22.5	31.7	185.8	
GAS	PetroVietnam Gas	Utilities	105,800	0.8	0.2	10.0	47.3	118.1	
HCM	Ho Chi Minh Securities	Financial Services	23,350	2.0	10.4	-48.7	29.4	143.7	
KBC	Kinh Bac Urban Development	Real Estate	41,000	2.5	5.1	-32.6	17.1	181.8	
PVT	PVTrans	Industrial Goods & Services	19,500	3.4	10.5	-19.1	28.9	87.0	
GEG	Gia Lai Electricity	Utilities	22,100	6.8	11.1	-5.8	104.3	30.3	
HDG	HA DO Construction	Real Estate	45,950	6.0	5.0	-30.9	33.4	58.9	
HBC	Hoa Binh Construction Group	Construction & Materials	20,850	3.7	5.8	-31.1	17.9	88.5	
VJC	Vietjet Air	Travel & Leisure	125,300	-0.3	0.4	-2.3	16.1	93.6	

Top 10 tickers in Trading volume

Ticker	Company name	Sectors	Performance				Trading Stats		Trend
			Close price	%1D	% 1W	%YTD	%Volume Change	Volume (x1000)	
GAS	PetroVietnam Gas	Utilities	105,800	0.8	0.2	10.0	3.8	105.80	
DCM	PetroVietnam Camau Fertilizer	Chemicals	31,400	5.2	4.1	-14.4	9.0	31.40	
CTS	Vietinbank Securities	Financial Services	21,200	6.5	12.2	-50.6	13.7	21.20	
PVD	PetroVietNam Drilling & Well	Oil & Gas	20,150	6.9	13.8	-18.4	14.4	20.15	
GEG	Gia Lai Electricity	Utilities	22,100	6.8	11.1	-5.8	12.6	22.10	
CSV	South Basic Chemicals	Chemicals	43,200	3.6	-0.1	1.5	4.8	43.20	
BSI	BIDV Securities	Financial Services	24,800	6.9	2.3	-41.5	6.8	24.80	
SHB	Saigon - Hanoi Commercial Joint Stock Bank	Banks	14,450	4.0	5.5	-35.2	9.3	14.45	
VIX	VIX Securities	Financial Services	12,650	0.8	8.6	-50.1	10.0	12.65	
UDC	Urban Development Construction	Construction & Materials	10,700	7.0	6.5	-1.4	9.6	10.70	

Foreign Investor Trading Activities

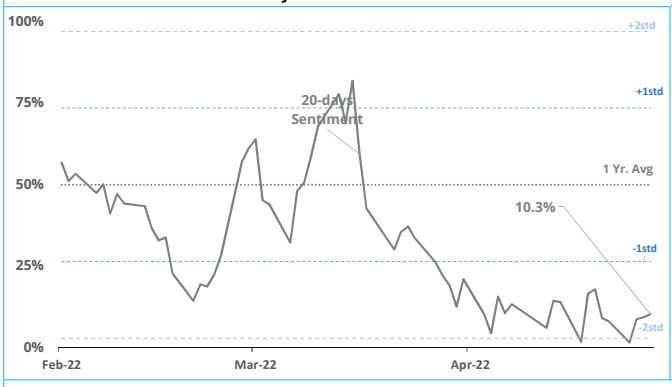


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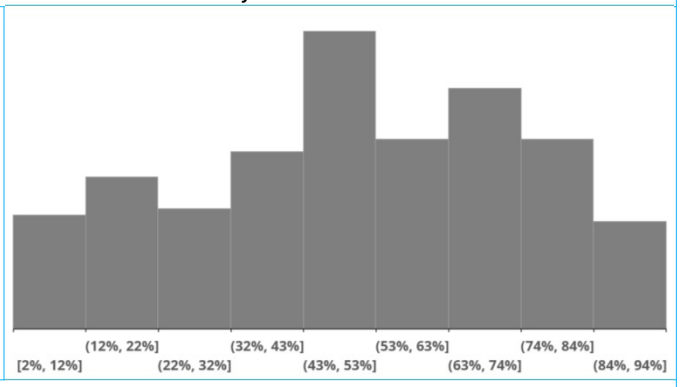
Market Sentiment

20 days Market Sentiment (short-term)

Historical 20 - days sentiment line 's movement



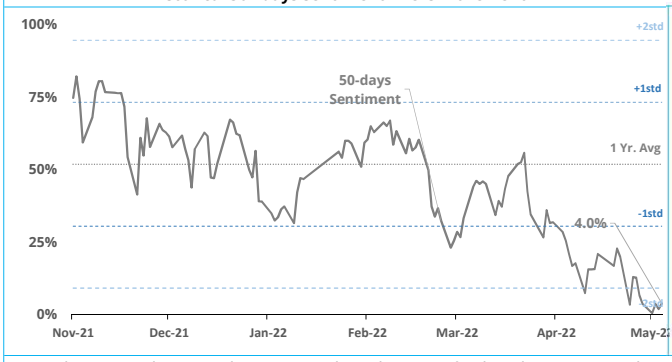
20 - days sentiment score distribution



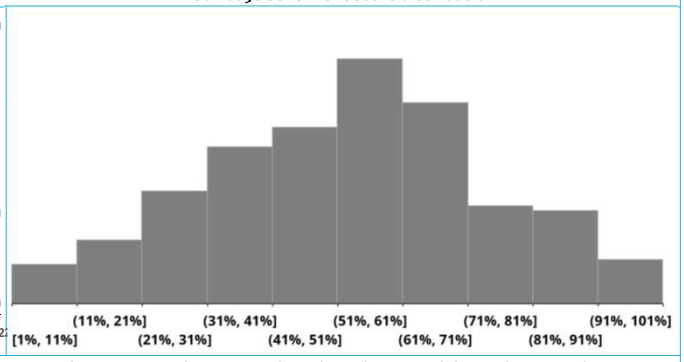
According to 20 days time horizon, total market cap of tickers having price above MA20 line accounts for 10.25% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 5.98% - Comment: Market sentiment is over negative

50 days Market Sentiment (Mid-term)

Historical 50 - days sentiment line 's movement



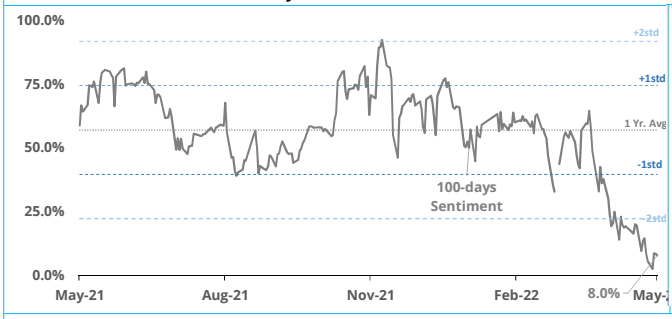
50 - days sentiment score distribution



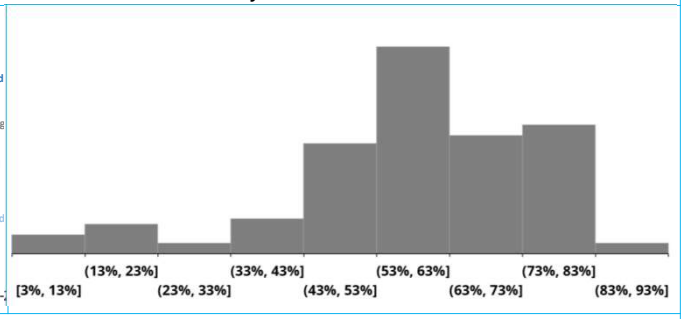
According to 50 days time horizon, total market cap of tickers having price above MA50 line accounts for 3.97% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 1.99% - Comment: Market sentiment is over negative

100 days Market Sentiment (Mid-term)

Historical 100 - days sentiment line 's movement



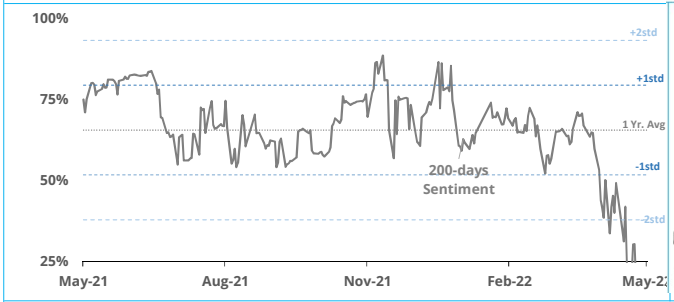
100 - days sentiment score distribution



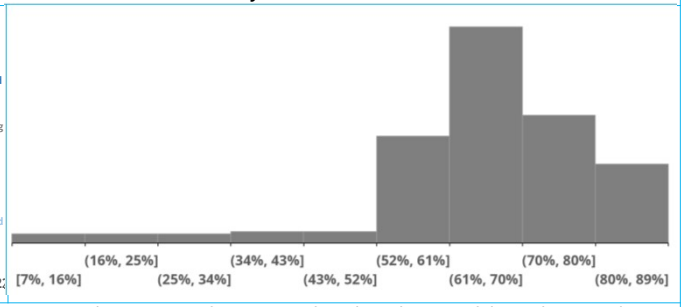
According to 100 days time horizon, total market cap of tickers having price above MA100 line accounts for 7.98% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 1.61% - Comment: Market sentiment is over negative

200 days Market Sentiment (Long - Term)

Historical 200 - days sentiment line 's movement



100 - days sentiment score distribution



According to 200 days time horizon, total market cap of tickers having price above MA200 line accounts for 19.06% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 1.99% - Comment: Market sentiment is over negative

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