Wednesday, June 29, 2022

Exploring Vietnam

Research Center

Market Insight



Daily report

Market Summary:

"Economic acceleration"

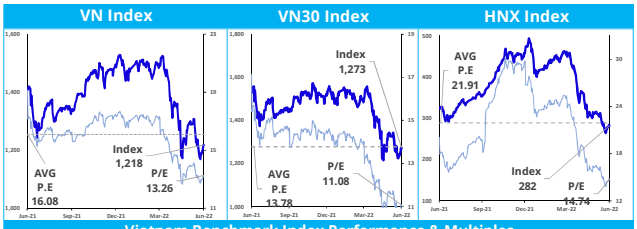
▶ The stock market experinced a trading session mixed among groups of stocks. At the end of the session, the market recorded 355 tickers increasing and 410 tickers decreasing.

▶ At the end of the session, the VN-Index almost closed at its previous closing session, lost by 0.01 point, and closed at 1,218.09 points. Market liquidity reached VND 11,840 billion, equivalent to about 560.6 million shares traded. Foreign investors' net sale of VND 34.6 billion, focusing mainly on DPM, DCM, HPG.

▶ BID (+3.71%), VNM (+2.12%), GAS (+0.86%) were the three tickers that contributed the most to the green vibe of the market. In contrast, VCB (-1.05%), GVR (-2.55%), VHM (-0.78%) were the three pulling down the market.

▶ The sectors having green vibe today were Fisheries, Securities, and Materials construction: ANV, BSI, NKG, HPG.

▶ From a technical perspective, the VN-Index is about to hit the MA20 resistance level of 1,230 points. The MACD has just given a buy signal, with market liquidity approximately the 20-day average. According to the General Statistics Office, GDP in the second quarter of 2022 was estimated to increase by 7.72% over the same period last year, higher than the growth rate of the second quarter of the years in the 2011-2021 period. GDP in the first 6 months of 2022 increased by 6.42%, higher than the growth rate of 2.04% in the first 6 months of 2020.



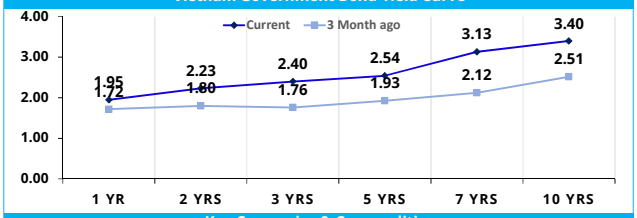
Vietnam Benchmark Index Performance & Multiples

Index	Price	%1D	%1M	%1Yr.	PER	PBR	Mkt Cap
VN-Index	1,218	0.0	-5.2	-13.6	13.3	2.0	4,839,653
VN30 Index	1,273	0.0	-4.7	-16.8	11.1	2.2	3,387,121
VN Midcap	1,451	-0.2	-13.7	3.9	9.6	1.2	288,916
VN Smallcap	1,451	-0.2	-13.7	3.9	9.6	1.2	288,916
HNX Index	282	-0.5	-9.3	-12.8	14.7	1.7	290,147
UpCom	89	-0.1	-6.7	-1.6	14.2	1.6	1,193,571

Vietnam Sector Performance

Sector	%1D	%1M	%YTD	%1 YR.	PER	PBR	Mkt Cap
Financials	1.9	-8.4	-31.9	1.1	10.9	1.8	178,612
Banks	-13.3	-17.0	-28.0	-28.3	9.3	1.6	1,293,290
Real Estate	-50.4	-54.6	-61.2	-58.0	9.4	1.2	559,683
Consumer Goods	33.6	32.4	17.0	35.8	24.7	4.2	824,449
Health Care	25.9	18.2	6.4	22.8	20.0	2.8	40,450
Consumer Services	59.8	57.7	58.4	102.9	n.a	7.5	419,713
Basic Materials	53.4	36.2	9.0	16.3	9.9	2.5	584,079
Industrials	43.4	35.4	17.3	67.4	23.4	2.2	349,672
Utilities	53.3	61.5	70.5	91.2	32.7	4.3	501,924
Technology	-83.6	-84.2	-82.2	-79.6	3.8	0.7	18,620
Oil & Gas	-1.9	-6.8	-24.8	-23.2	21.4	2.4	60,887

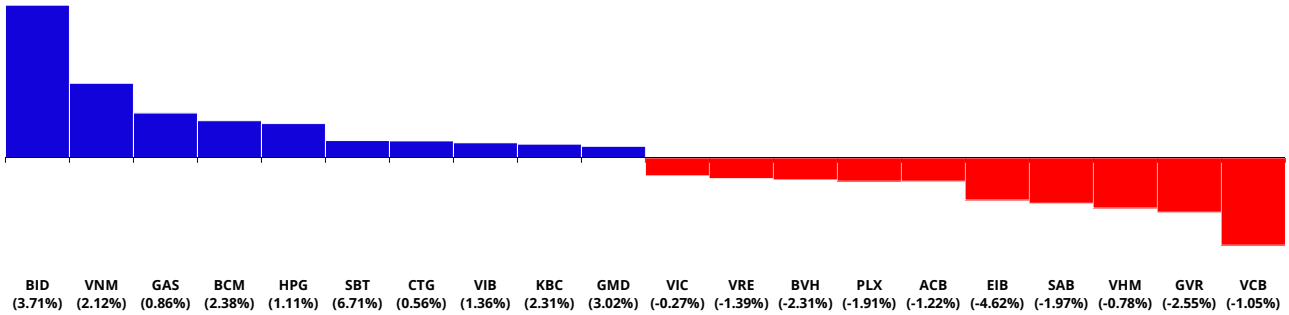
Vietnam Government Bond Yield Curve



Key Currencies & Commodities

Term	Price	%1D	%1W	%1M	%3M	%YTD	%1Yr.
Dollar index	105	0.0	0.3	2.8	6.2	9.2	13.5
USD/JPY	136	-0.1	-0.2	6.6	10.7	18.2	23.1
USD/CNY	7	-0.1	0.0	0.6	5.3	5.5	3.7
KRW/USD	1,294	0.8	-0.3	4.4	6.1	8.8	14.6
EUR/USD	1	0.1	0.6	2.6	5.5	8.2	13.2
USD/VND	23,261	0.0	0.1	0.3	1.7	1.9	1.0
WTI	111	-0.4	4.8	-3.3	6.7	47.9	52.5
Gasoline	390	-1.0	1.6	-3.0	21.6	74.8	74.0
Natural gas	7	1.8	-2.4	-23.3	25.4	79.4	84.3
Coal	394	0.0	0.9	-3.2	51.5	132.0	200.4
Gold	1,822	0.1	-0.9	-1.8	-5.1	-0.4	3.4
China HRC	4,388	0.0	0.1	-8.8	-16.7	-7.6	-20.3

Contributors to VN Index



Shinhan Securities

Stock Feeds

Companies News

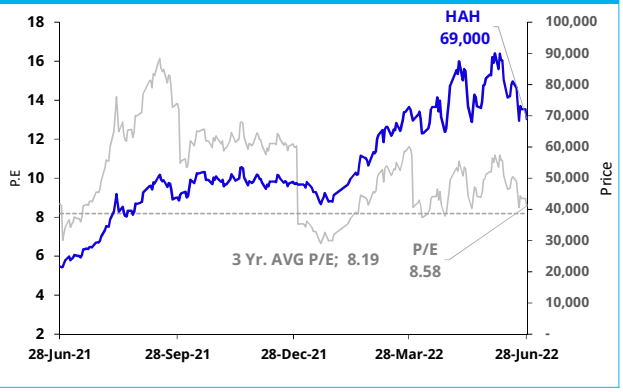
1) NTC, Industrial Park: In 2022, NTC sets a target of VND 654 billion in revenue (+37% YoY), the net profit at 263 billion (-10.5% YoY).
In the first quarter of 2022, the net revenue of NTC was VND 53 billion (-22% YoY). Financial income reached VND 61 billion (-29% YoY), net profit of NTC plunged by 27.7% YoY to VND 81.5 billion, EPS was VND 3,398. About the critical project of NTC, the NTC3 project has been completed, NTC3 will lease commercial land when legal procedures are completed.
Regarding NTC3, this project has a commercial land area of 288.52 ha, the rent price in this area is estimated at 100 - 110 USD/m2/lease period. The total expenditure of the NTC3 project was VND 871 billion. Currently, NTC has paid off most of its debt financing NTC3 project. In 2022, the accounting method regarding revenue recognition of NTC was changed so NTC's profit is expected to make a solid breakthrough.

2) HVN, Aviation: The bailout package of VND 12 trillion has helped the airline's average daily cash flow recover to 80% compared to the pandemic period. The company's ability to maintain continuous operations has been dramatically improved. However, the fuel price has increased to $131-$140/barrel and is now more than $160/barrel, causing all airlines to lose money. Therefore, in the 2022 plan, Vietnam Airlines has set a revenue of up to VND 45 trillion, but the loss is still more than VND 9,000 billion because fuel costs "eat up". From July 2022, Vietnam Airlines will increase the total number of international routes to 39, equal to 60% compared to 2019. Currently, the number of international routes, which account for 65% of Vietnam Airlines' revenue, is expected to recover in 2024.

Stock of the day

Hai An Transport & Stevedoring JSC - HAH

Estimated 1H2022 business results: Net revenue and NPAT were VND 1,615bil and VND 437bil, respectively, 2.9 and 2.4 times increase compared to those 6M2021. After 6 months, HAH respectively completed 67.6% (out of VND 2,387bil target revenue) and 79% (out of VND 550bil target NPAT) of the 2022 initial business plan.
Total output in the first 6 months of HAH was estimated at 480,124 TEU, of which port operation was estimated at 209,006 TEU, vessel operation was at 193,090 TEU and Depot output was at 78,028 TEU. HAH also approved to buy A Roku ship from Japan, and also approved to invest and upgrade Hai An port yard, drainage system and other ancillary works. Phase 1 (by 2022), focusing on renovating and upgrading the container yard, drainage system and other ancillary items with a total estimated investment of VND 99bil. Phase 2 (in 2023), investing in building embankment protection with a total estimated investment of VND 66bil.



Cashflow Trend

Cash Flow Trend Among Sectors

Liquidity in the market was mixed among industries. Notably, the group of stocks of Basic Resources increased by over 20%. In contrast, industries related to Tourism and Entertainment, and Information Technology recorded a decrease of approximately 20% compared to the previous session.

Sectors	% Liqidity Change	Today	5 days AVG	20 days Trend
Basic Resources	22.4	833	681	
Health Care	18.9	25	21	
Financial Services	15.0	1,313	1,141	
Media	12.3	9	8	
Food & Beverage	11.3	1,133	1,019	
Real Estate	8.8	2,088	1,918	
Automobiles & Parts	6.1	80	75	
Industrial Goods & Services	4.0	624	600	
Construction & Materials	3.7	541	521	
Banks	0.8	1,571	1,559	
Chemicals	-2.9	706	727	
Retail	-9.4	428	473	
Personal & Household Goods	-9.9	182	202	
Utilities	-11.1	406	457	
Oil & Gas	-11.6	96	109	
Travel & Leisure	-19.8	96	120	
Technology	-22.0	128	165	

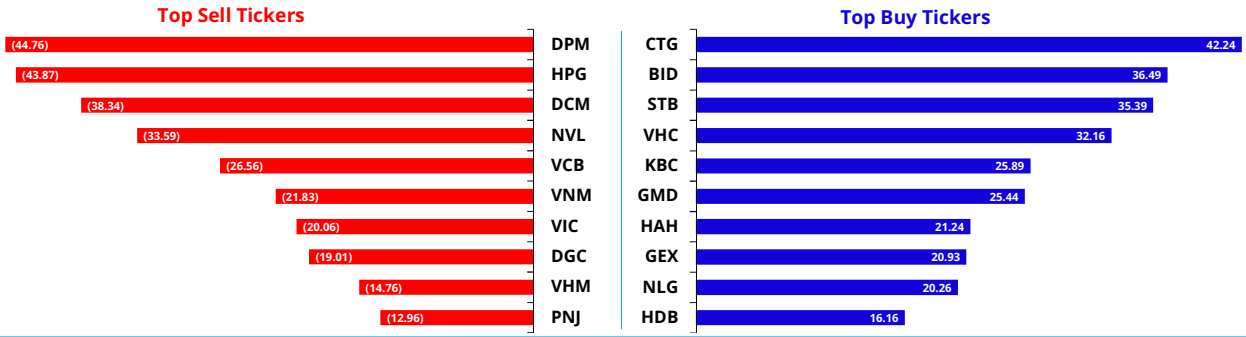
Top 15 tickers in trading value

Ticker	Company name	Sectors	Performance				Trading Stats		
			Close price	%1D	% 1W	%YTD	%Turnover Change	Turnover (VND bn)	Trend
ITA	Tan Tao Industrial Park	Real Estate	8,200	6.2	-4.8	-50.6	499.1	327.6	
FLC	FLC Group	Real Estate	5,290	0.0	30.6	-70.6	1004.9	183.5	
VND	VNDIRECT	Financial Services	18,550	1.4	9.1	-44.2	35.5	580.0	
VHC	Vinh Hoan Corp.	Food & Beverage	94,100	2.3	7.5	49.8	56.4	229.0	
VPB	VPBank	Banks	30,000	0.0	5.6	-16.2	46.4	250.7	
HPG	Hoa Phat Group	Basic Resources	22,750	1.1	5.8	-36.3	15.8	456.5	
MBB	MBBank	Banks	24,700	0.0	5.3	-14.5	37.4	211.1	
SBT	Thanh Thanh Cong - Bien Hoa Sugar	Food & Beverage	17,500	6.7	14.4	-32.4	179.6	85.2	
NKG	Nam Kim Steel	Basic Resources	18,950	4.1	14.8	-41.3	42.5	167.2	
BID	BIDV	Banks	34,900	3.7	14.4	-5.9	93.3	80.7	
STB	Sacombank	Banks	22,600	0.2	10.2	-28.3	12.2	314.1	
ROS	FLC FAROS Construction	Construction & Materials	3,000	0.0	30.4	-77.9	259.3	46.3	
DBC	DABACO	Food & Beverage	20,800	0.0	25.3	-40.2	97.1	62.7	
VPI	Van Phu - Invest	Real Estate	64,000	0.2	0.2	16.6	43.4	75.9	
HCM	Ho Chi Minh Securities	Financial Services	21,650	1.9	14.2	-52.4	25.7	112.2	

Top 10 tickers in Trading volume

Ticker	Company name	Sectors	Performance				Trading Stats		
			Close price	%1D	% 1W	%YTD	%Volume Change	Volume (x1000)	Trend
C47	Construction 47	Construction & Materials	14,150	6.8	17.9	-42.9	15.3	14.15	
SBT	Thanh Thanh Cong - Bien Hoa Sugar	Food & Beverage	17,500	6.7	14.4	-32.4	10.7	17.50	
CIG	COMA 18	Construction & Materials	6,350	1.9	33.1	-53.6	22.1	6.60	
FLC	FLC Group	Real Estate	5,290	0.0	30.6	-70.6	24.7	5.66	
JVC	Japan Vietnam Medical Investment and Development	Health Care	5,290	6.2	23.0	-47.9	18.9	5.29	
TSC	Can Tho Techno-Agricultural	Chemicals	6,790	2.1	14.5	-52.9	11.1	6.79	
ROS	FLC FAROS Construction	Construction & Materials	3,000	0.0	30.4	-77.9	19.9	3.09	
DRC	Da Nang Rubber	Automobiles & Parts	27,450	-2.3	3.0	-15.9	1.0	27.45	
HPX	Hai Phat Investment	Real Estate	27,400	0.0	3.0	-17.7	0.8	27.40	
ITA	Tan Tao Industrial Park	Real Estate	8,200	6.2	-4.8	-50.6	-4.9	8.20	

Foreign Investor Trading Activities

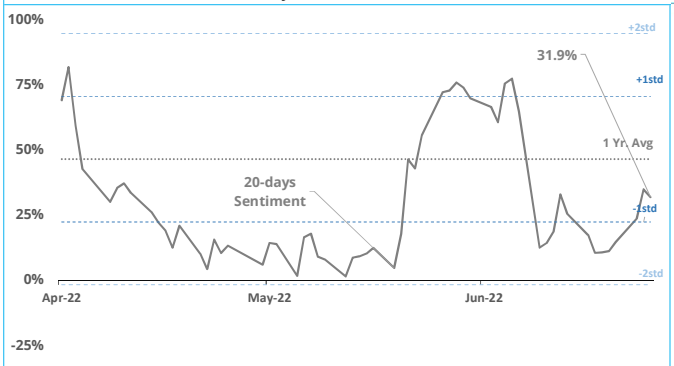


Shinhan Securities

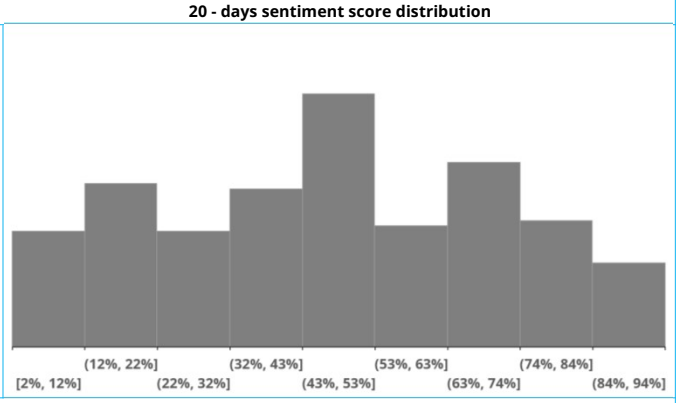
Market Sentiment

20 days Market Sentiment (short-term)

Historical 20 - days sentiment line 's movement



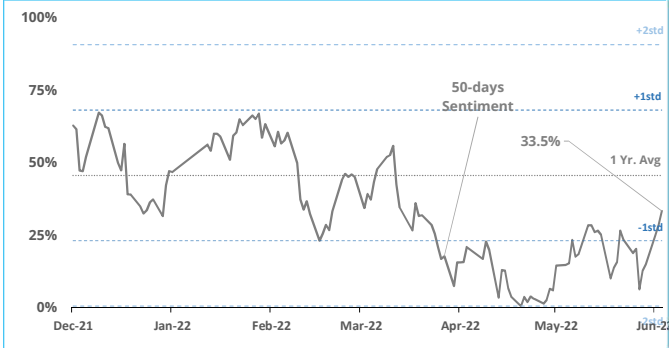
20 - days sentiment score distribution



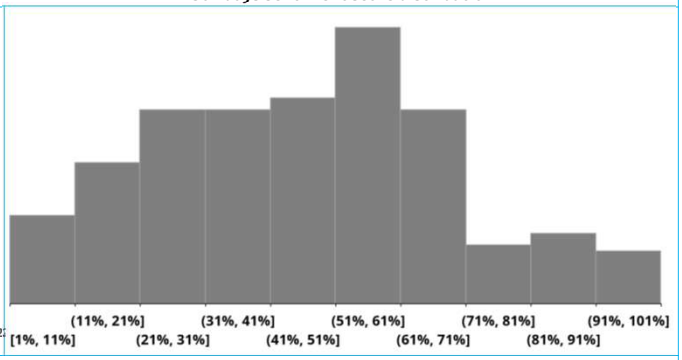
According to 20 days time horizon, total market cap of tickers having price above MA20 line accounts for 31.92% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 29.08% - Comment: Market sentiment is negative

50 days Market Sentiment (Mid-term)

Historical 50 - days sentiment line 's movement



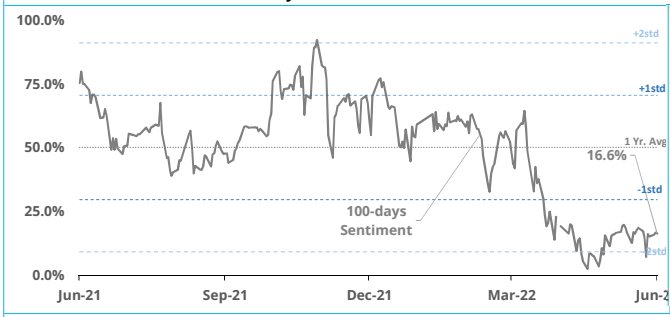
50 - days sentiment score distribution



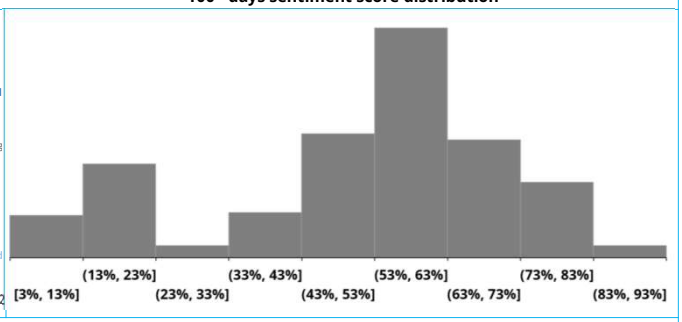
According to 50 days time horizon, total market cap of tickers having price above MA50 line accounts for 33.49% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 31.47% - Comment: Market sentiment is negative

100 days Market Sentiment (Mid-term)

Historical 100 - days sentiment line 's movement



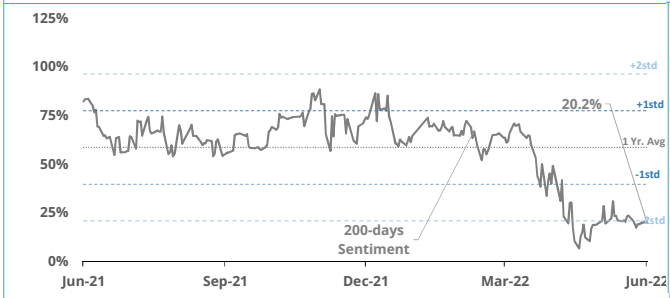
100 - days sentiment score distribution



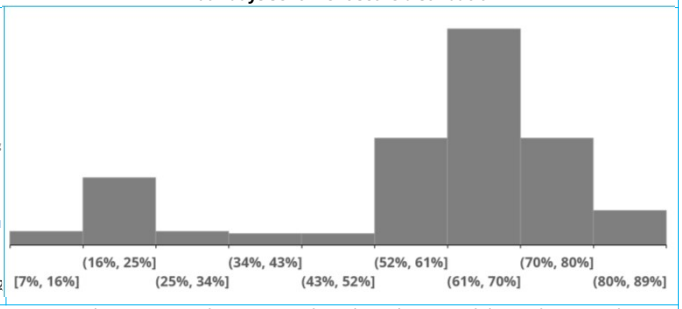
According to 100 days time horizon, total market cap of tickers having price above MA100 line accounts for 16.57% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 12.05% - Comment: Market sentiment is over negative

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 20.21% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 7.97% - Comment: Market sentiment is over negative

Shinhan Securities

SEOUL

Shinhan Investment Corp.
Shinhan Investment Tower
23-2, Youido-dong, Yongdungpo-gu,
Seoul, Korea 150-712
Tel : (82-2) 3772-2700, 2702
Fax : (82-2) 6671-7573

NEW YORK

Shinhan Investment America Inc.
1325 Avenue of the Americas Suite 702,
New York, NY 10019
Tel : (1-212) 397-4000
Fax : (1-212) 397-0032

HONG KONG

Shinhan Investment Asia Ltd.
Unit 7705 A, Level 77
International Commerce Centre
1 Austin Road West
Kowloon, Hong Kong
Tel : (852) 3713-5333
Fax : (852) 3713-5300

INDONESIA

PT Shinhan Sekuritas Indonesia
30th Floor, IFC 2, Jl. Jend. Sudirman Kav.
22-23, Jakarta, Indonesia
Tel : (62-21) 5140-1133
Fax : (62-21) 5140-1599

SHANGHAI

Shinhan Investment Corp.
Shanghai Representative Office
Room 104, Huaneng Union Mansion No.958,
Luijiazui Ring Road, PuDong, Shanghai, China
Tel : (86-21) 6888-9135/6
Fax : (86-21) 6888-9139

HO CHI MINH

Shinhan Securities Vietnam Co., Ltd.
22nd Floor, Centec Tower, 72-74 Nguyen Thi Minh Khai Street, Dist rict 3, Ho Chi Minh City, Vietnam
Tel : (84-8) 6299-8000
Fax : (84-8) 6299-4232

HO CHI MINH

Shinhan Investment Corp.
Ho Chi Minh Representative Office
1st Floor, Empress Tower, 138-142 Hai Ba Trung, Da Kao Ward, Dis trict 1, Ho Chi Minh City, Vietnam
Tel : (84-8) 3824-6445
Fax : (84-8) 3824-6447



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 affect 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 affect 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.