Tuesday, July 5, 2022

Exploring Vietnam

Research Center

Market Insight



Daily report

Market Summary:

"The rise of banking sector"

▶ The stock market had a red session on Tuesday as almost sectors dropped. Notably, the upstream banking sector helped VN-Index maintain a critical support level.

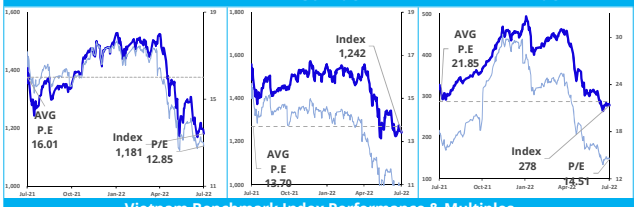
▶ At the end of the session, VN-Index dropped 14.24 points, equivalent to 1.19%, and closed at 1181.29 points. The market's liquidity reached 14,425 billion, equivalent to 588 million shares traded. Foreign investors net sold 290 billion, focusing mainly on VHM.

▶ BID (+3.57%), TCB (+1.87%), MBB (+3.46%) were the three tickers that contributed the most to the green color of the market. On the contrary, MWG (-3.69%), MSN (-5.29%), GAS (-5.16%) were the three tickers that lost the most points of the market.

▶ Banking sector was the spotlight of the session with many outstanding stocks such as BID, TCB, MBB

▶ From a technical perspective, the VN Index plunged for the second consecutive session after losing the support level of 1200. Market liquidity improved compared to the previous session when it break through the 20-day average. The gap between the Signal line and the MACD is gradually narrowing, showing a negative signal. The VN Index's strategist support is currently located at 1160 points.

VN Index | **VN30 Index** | **HNX Index**



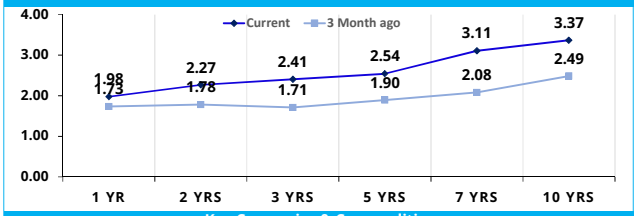
Vietnam Benchmark Index Performance & Multiples

Index	Price	%1D	%1M	%1Yr.	PER	PBR	Mkt Cap
VN-Index	1,181	-1.2	-8.3	-16.3	12.8	2.0	4,750,028
VN30 Index	1,242	-0.5	-6.4	-20.2	10.8	2.1	3,316,224
VN Midcap	1,389	-2.6	-17.4	-0.3	9.2	1.1	283,532
VN Smallcap	1,389	-2.6	-17.4	-0.3	9.2	1.1	283,532
HNX Index	278	-1.2	-10.5	-15.2	14.5	1.6	287,201
UpCom	87	-0.8	-7.4	-3.6	13.9	1.6	1,168,554

Vietnam Sector Performance

Sector	%1D	%1M	%YTD	%1 YR.	PER	PBR	Mkt Cap
Banks	1.4	-2.0	-16.3	0.8	10.8	1.9	1,503,404
Consumer Goods	-2.8	-5.7	-16.2	-0.5	17.7	3.0	591,013
Health Care	0.5	-4.6	-15.5	0.1	15.9	2.2	32,114
Consumer Services	-3.2	-10.8	-9.0	12.7	n.a	4.3	241,217
Utilities	-4.6	-13.1	0.8	14.4	19.3	2.5	296,870
Financials	-2.1	-10.0	-33.8	4.7	10.6	1.7	173,607
Industrials	-3.3	-11.0	-22.1	13.0	15.5	1.5	232,432
Basic Materials	-2.8	-16.7	-33.3	-28.6	6.1	1.6	357,329
Real Estate	-1.0	-10.9	-24.1	-16.1	18.3	2.3	1,093,316
Technology	-1.6	-9.8	2.9	13.2	21.8	4.0	107,715
Oil & Gas	-0.8	-11.2	-26.6	-22.7	20.9	2.4	59,403

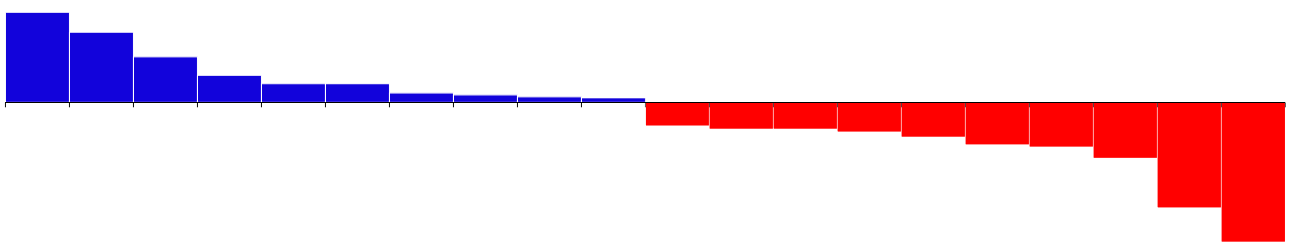
Vietnam Government Bond Yield Curve



Key Currencies & Commodities

Term	Price	%1D	%1W	%1M	%3M	%YTD	%1Yr.
Dollar index	106	0.6	1.2	3.6	6.4	10.6	14.7
USD/JPY	136	0.0	-0.4	2.9	9.7	17.9	22.2
USD/CNY	7	0.0	-0.1	0.7	5.3	5.4	3.7
KRW/USD	1,300	0.3	1.3	4.7	7.2	9.4	14.9
EUR/USD	1	0.9	1.8	3.5	5.6	10.1	14.8
USD/VND	23,336	0.1	0.4	0.6	2.1	2.2	1.5
WTI	110	1.7	0.6	-7.3	8.1	46.6	46.7
Gasoline	372	0.9	-3.0	-12.5	17.6	67.1	61.9
Natural gas	6	-0.7	-12.5	-33.2	-5.7	52.5	53.8
Coal	396	2.2	1.0	-3.9	50.2	133.8	184.7
Gold	1,803	-0.3	-0.9	-2.1	-6.3	-1.4	0.6
China HRC	4,396	0.0	0.2	-9.5	-16.8	-7.4	-19.0

Contributors to VN Index



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Stock Feeds

Companies News

1) SAM, Manufacturing: SAM Holdings JSC has just launched a plan to guarantee all financial obligations for its subsidiary Sacom Electric Wire and Cable JSC. SAM Holdings' guarantee for its subsidiary includes the total amount of principal, interest, penalties, and other payables (without limitation). Assets used as security include deposits of the company at any credit institutions and other company assets under the decision of the Board of Directors.

SAM Holdings' guarantee for its subsidiary comes after SAM experienced an unfavorable business period in early 2022. Net revenue in Q1/2022 reached VND 479 billion, a slight increase compared to the same period last year; profit after tax is more than VND 5.9 billion, down about 38% compared to Q1/2021. In the first quarter of 2022, the net cash flow in business activities of SAM Holdings was negative VND 138 billion. In addition, the company strongly invested in capital contribution to other entities during this period, making the net cash flow in investment activities also negative to nearly VND 127 billion.

2) HDG, Real estate and Energy: 1Q2022 consolidated business results of Ha Do Group JSC: Net revenue was VND 684bn (-49.48% QoQ), with 67.9% GPM (1Q21 reached 46.6%). NPAT decreased by 26% compared to that in the same period last year, reaching VND 295.75bn, equivalent to 43.2% net profit margin (1Q21 29.6%). The company respectively completed 18.5% (of VND 3,703bn target revenue) and 22% (of VND 1,344bn target NPAT) of the 2022 initial business plan.

In terms of revenue structure compared to the same period last year, total revenue from real estate, construction and installation, and customer services segments decreased from VND 1,112.5bn to VND 207.4bn (-81%). Only revenue from energy segment (Hydropower, solar power, and wind power) increased by 98%, from VND 241.3bn to VND 477.7bn, which was insufficient to compensate for the decline of other sectors.

On June 30, group of Dragon Capital Fund just bought 877,200 shares of HDG to raise its ownership from 7.59% to 8.02%. In which, Norges Bank fund bought 827,200 shares to increase its ownership to 2.31% of charter capital and KB Vietnam Focus Balanced Fund bought 50,000 shares to increase ownership to 0.27% of charter capital.

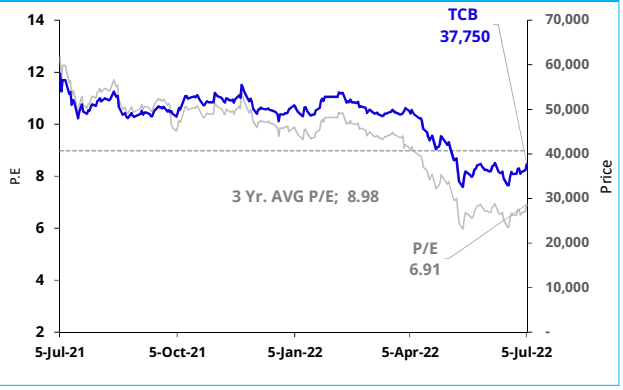
3) HAG, Livestock: The pork industry has increased strongly due to the sharp increase in pork prices. From the beginning of July, the price in China jumped to an average of 71,300 VND/kg, higher than the highest level of Vietnamese price, which ranges from 54,000 to 61,000 VND/kg. The main reason is due to the continuous increase in the price of animal feed and the strong increase in consumption demand in the Chinese market. The easing of quarantine in Shanghai and Beijing has pushed up market pork prices. Domestically, some information showed that pork prices are on an uptrend. In the past week, the price of pork in the North increased by 1-3 price steps, bringing the price of pork at the weekend to 58,000 - 61,000 VND/kg. Regarding HAG, due to its autonomy in raw materials and feed production, the company has benefited in the current situation, despite many companies in the same industry being severely affected. In which, the production cost of HAG according to the latest sharing of the leader is only about 38,000 VND/kg

In the first 5 months of 2022, HAG livestock production reached VND 326 billion. Total net revenue by the end of May 2022 was VND 1,475bn, NPAT was VND 431bn. In 2021, HAG recorded a revenue of VND 2,187bn in 2021, the company's NPAT was VND 127bn.

Stock of the day

Joint Stock Commercial Bank for Investment & Development of Vietnam - TCB

TCB, Banking: Vietnam Technological and Commercial Joint Stock Bank (Techcombank) has just been approved by The State Bank to increase its charter capital up to VND 63.2 billion by issuing shares under Employee Stock Ownership Plan (ESOP). At the Annual General Meeting of Shareholders 2022, the bank approved the plan to issue more than 6.3 million ESOP shares, equivalent to more than 0.18% of the outstanding shares at the price of 10,000 VND/share. In terms of business, by the end of the first quarter, Techcombank's pre-tax profit reached VND 6.8 trillion, increased by 23.0% compared to the same period last year and fulfilled more than a quarter of the whole year plan. In 2022, the bank sets a target of consolidated pre-tax profit of VND 27,000 billion, an increase of 16.2% compared to 2021. Techcombank has simultaneously built products and strategies with major partners, such as Vingroup and Masan. From mid-2021, Masan started to bring Techcombank to WinMart supermarkets.



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Cashflow Trend

Cash Flow Trend Among Sectors

Liquidity in the market surged compared to the previous session. Banking sector attracted the attention of cash flow when the trading value skyrocketed over 30%. Meanwhile, the liquidity of the oil and gas industry continued to decrease deeply.

Sectors	% Liqidity Change	Today	5 days AVG	20 days Trend
Banks	53.0	2,886	1,886	
Utilities	48.6	735	495	
Personal & Household Goods	48.2	288	195	
Chemicals	33.6	873	654	
Travel & Leisure	23.3	131	107	
Retail	22.4	564	461	
Food & Beverage	20.8	1,436	1,189	
Industrial Goods & Services	18.8	725	610	
Health Care	17.7	31	26	
Construction & Materials	15.9	601	518	
Insurance	13.6	102	90	
Basic Resources	9.1	815	747	
Media	3.5	7	7	
Technology	-1.2	136	138	
Financial Services	-7.6	1,268	1,372	
Real Estate	-11.6	1,551	1,755	
Oil & Gas	-16.7	74	89	

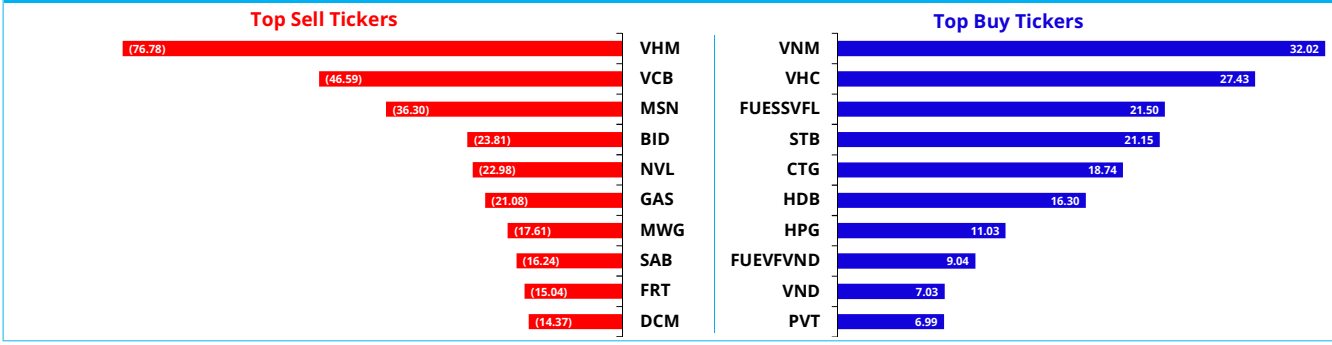
Top 15 tickers in trading value

Ticker	Company name	Sectors	Performance				Trading Stats		Trend
			Close price	%1D	% 1W	%YTD	%Turnover Change	Turnover (VND bn)	
STB	Sacombank	Banks	23,050	3.1	2.2	-26.8	80.1	690.0	
TCB	Techcombank	Banks	37,750	3.9	2.9	-24.5	205.1	409.1	
MBB	MBBank	Banks	25,450	3.5	3.0	-11.9	119.3	415.8	
DBC	DABACO	Food & Beverage	22,700	1.3	9.1	-34.7	322.3	224.4	
DGC	Ducgiang Chemicals	Chemicals	98,900	-6.9	-16.7	34.2	69.1	315.0	
HAH	Hai An Transport	Industrial Goods & Services	63,800	-7.0	-7.5	31.7	132.4	209.4	
NKG	Nam Kim Steel	Basic Resources	18,700	0.0	2.7	-42.1	78.8	235.5	
VPB	VPBank	Banks	29,500	1.0	-1.7	-17.6	43.8	337.2	
FLC	FLC Group	Real Estate	6,550	5.6	23.8	-63.6	185.0	155.4	
BID	BIDV	Banks	36,300	3.6	7.9	-2.2	119.9	180.4	
POW	PV Power	Utilities	13,000	-3.7	-6.5	-25.7	45.2	278.0	
PC1	Power Construction No. 1	Construction & Materials	35,950	-6.6	-6.9	-8.6	92.4	145.4	
FRT	FPT Retail	Retail	80,000	-7.0	-14.9	19.8	53.3	194.4	
PNJ	Phu Nhuan Jewelry	Personal & Household Goods	118,600	-4.2	-8.4	23.3	50.3	186.7	
DPM	Phu My Fertilizer	Chemicals	46,350	-6.9	-5.2	-7.3	37.5	212.7	

Top 10 tickers in Trading volume

Ticker	Company name	Sectors	Performance				Trading Stats		Trend
			Close price	%1D	% 1W	%YTD	%Volume Change	Volume (x1000)	
DBC	DABACO	Food & Beverage	22,700	1.3	9.1	-34.7	9.5	22.70	
TCB	Techcombank	Banks	37,750	3.9	2.9	-24.5	4.5	37.75	
SKG	Superdong - Kien Giang Fast Ferry	Travel & Leisure	15,800	4.6	3.9	-9.5	5.0	15.80	
ROS	FLC FAROS Construction	Construction & Materials	3,270	6.9	9.0	-76.0	11.7	3.27	
AMD	FLC Stone	Real Estate	3,360	5.3	4.3	-59.0	9.3	3.36	
HAI	HAI AGROCHEM	Chemicals	2,740	4.2	1.5	-66.2	8.0	2.74	
MHC	MHC JSC	Industrial Goods & Services	5,990	0.2	0.7	-60.3	0.9	5.99	
KPF	Hoang Minh Finance Investment	Construction & Materials	10,500	0.0	1.9	-42.6	-1.2	10.50	
ITC	Investment and Trading of Real Estate	Real Estate	9,400	0.0	-4.6	-59.8	-2.9	9.40	
VSH	Vinh Son - Song Hinh Hydropower	Utilities	38,150	-7.0	-14.3	32.9	-13.1	38.15	

Foreign Investor Trading Activities

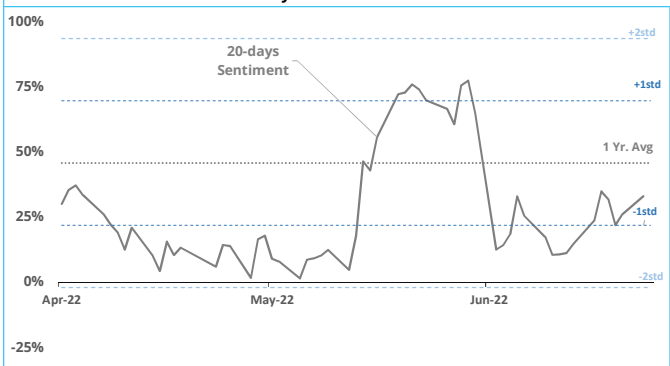


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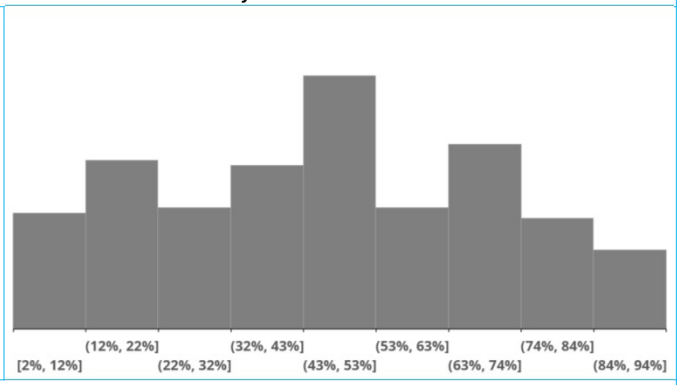
Market Sentiment

20 days Market Sentiment (short-term)

Historical 20 - days sentiment line 's movement



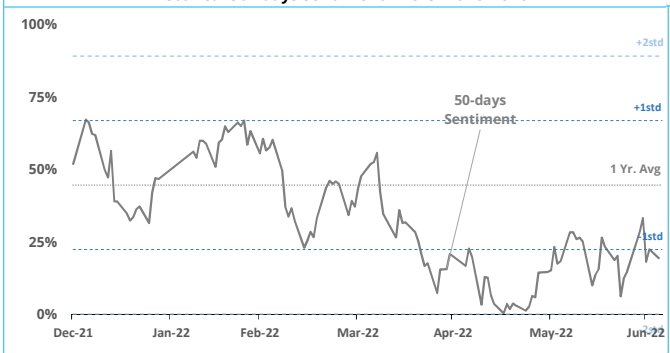
20 - days sentiment score distribution



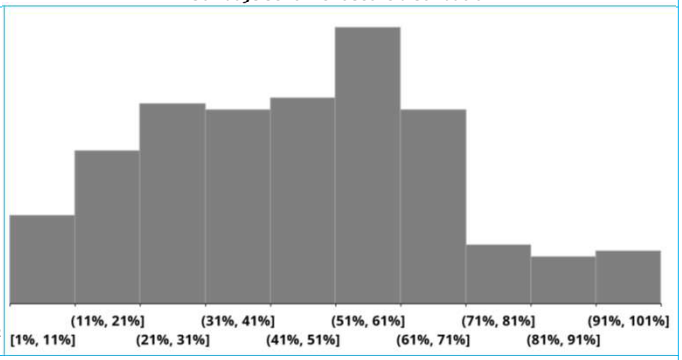
According to 20 days time horizon, total market cap of tickers having price above MA20 line accounts for 0.00% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 0.00% - Comment: Market sentiment is over negative

50 days Market Sentiment (Mid-term)

Historical 50 - days sentiment line 's movement



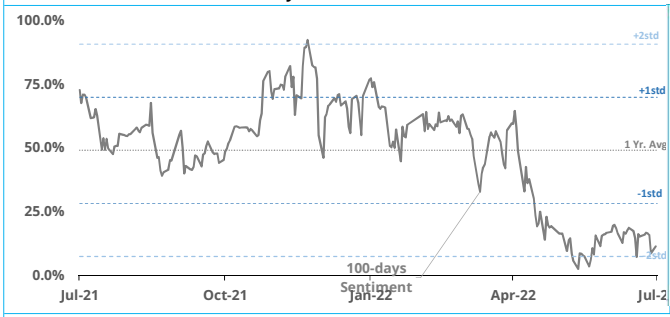
50 - days sentiment score distribution



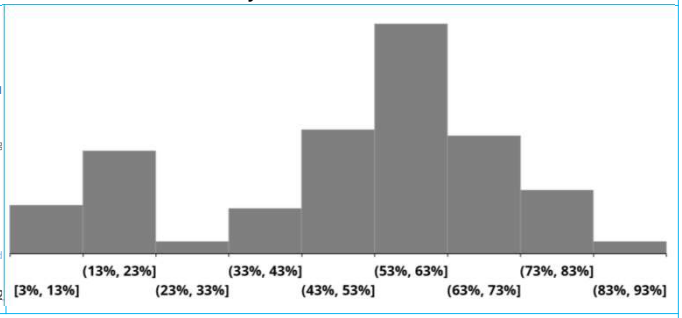
According to 50 days time horizon, total market cap of tickers having price above MA50 line accounts for 0.00% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 0.00% - Comment: Market sentiment is over negative

100 days Market Sentiment (Mid-term)

Historical 100 - days sentiment line 's movement



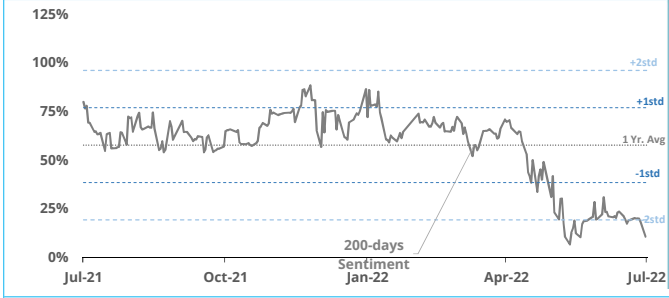
100 - days sentiment score distribution



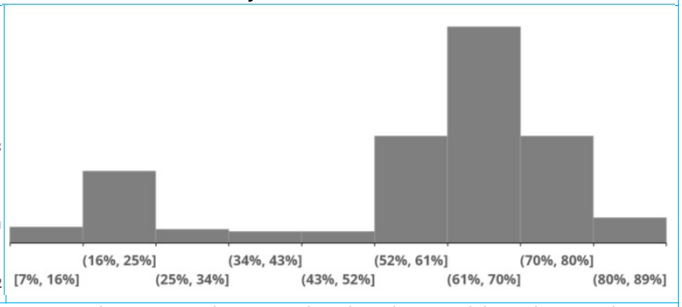
According to 100 days time horizon, total market cap of tickers having price above MA100 line accounts for 0.00% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 0.00% - Comment: Market sentiment is over negative

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 0.00% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 0.00% - Comment: Market sentiment is over negative

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