Monday, July 11, 2022

Exploring Vietnam

Research Center

Market Insight

Daily report

Market Summary:

"Sink into the red "

• The stock market started the new week with a pessimistic sentiment as selling pressure appeared early to create a gap down. The banking sector slump after a period of positive performance.

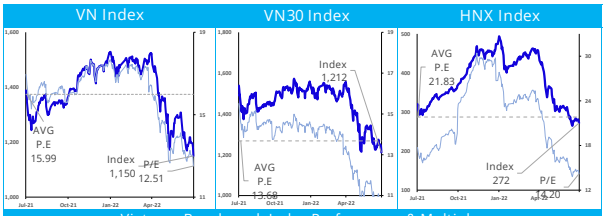
• At the end, the VN-Index lost 16.02 points, equivalent to 1.37% and closed at 1155.29 points. Market liquidity reached 11,445 billion, equivalent to 538 million shares traded. Foreign investors net bought 4.59 billion, focusing mainly on VNM.

• KBC (+3.43%), DIG (+4.29%), GEX (+4.06%) were the three tickers that contributed the most to the green color of the market. On the contrary, VPB (-3.85%), TCB (-5.19%), VCB (-2.70%) were the three tickers that lost the most points of the market.

• Livestock sector is the bright spot of the market with stocks such as HAG, BAF, DBC due to the pork price rallied solidly.

• From a technical perspective, the VN Index dropped from the beginning with a gap down and selling pressure surged at the end of the session. The MACD and Signal lines continuously crossed each other, showing a strong tug-of-war. Meanwhile, the MFI continued to go up, creating a positive divergence with the VN Index.

VN Index | VN30 Index | HNX Index



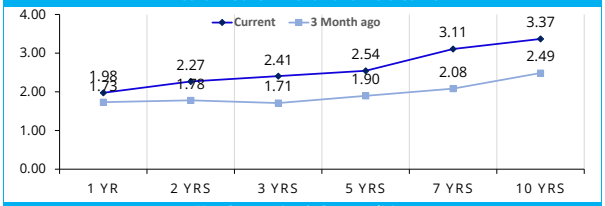
Vietnam Benchmark Index Performance & Multiples

Index	Price	%1D	%1M	%1Yr.	PER	PBR	Mkt Cap
VN-Index	1,155	-1.4	-10.0	-14.2	12.5	1.9	4,653,021
VN30 Index	1,209	-1.8	-8.8	-19.1	10.5	2.0	3,253,429
VN Midcap	1,376	-0.9	-17.0	4.5	9.1	1.1	275,100
VN Smallcap	1,376	-0.9	-17.0	4.5	9.1	1.1	275,100
HNX Index	277	-0.3	-9.6	-9.7	14.4	1.6	282,396
UpCom	86	-0.8	-8.0	-1.0	13.8	1.6	1,160,158

Vietnam Sector Performance

Sector	%1D	%1M	%YTD	%1 YR.	PER	PBR	Mkt Cap
Health Care	-0.1	-5.6	-16.2	1.0	16.0	2.2	31,863
Financials	-4.6	-10.9	-35.9	12.1	10.2	1.7	168,119
Real Estate	-2.7	-12.9	-26.6	-14.0	17.7	2.2	1,058,014
Banks	-0.3	-3.8	-18.0	-16.2	10.6	1.8	1,473,931
Consumer Goods	-2.3	-8.0	-17.8	-0.9	17.3	2.9	579,485
Industrials	-2.9	-14.5	-25.0	13.6	15.0	1.4	223,849
Basic Materials	-4.0	-20.8	-35.5	-24.2	5.9	1.5	345,387
Technology	-0.2	-8.7	0.8	14.6	21.3	3.9	105,464
Consumer Services	-2.0	-11.8	-10.2	9.7	n.a	4.3	238,063
Oil & Gas	-2.6	-18.0	-30.4	-20.6	19.8	2.2	56,344
Utilities	-0.3	-16.4	-4.4	9.9	18.3	2.4	281,284

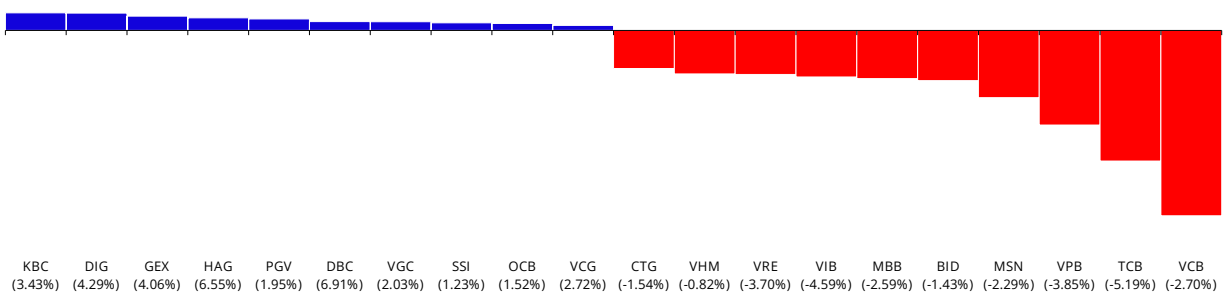
Vietnam Government Bond Yield Curve



Key Currencies & Commodities

Term	Price	%1D	%1W	%1M	%3M	%YTD	%1Yr.
Dollar index	108	0.6	2.4	3.3	7.7	12.5	16.8
USD/JPY	137	0.5	0.9	1.8	9.1	18.9	24.0
USD/CNY	7	0.2	0.1	-0.7	5.3	5.6	3.6
KRW/USD	1,304	0.3	0.5	1.6	5.7	9.7	13.7
EUR/USD	1	0.8	3.1	3.0	7.7	12.5	17.3
USD/VND	23,341	-0.1	0.1	0.6	2.1	2.3	1.4
WTI	103	-2.2	-5.5	-15.0	8.7	36.3	37.5
Gasoline	339	-1.6	-8.0	-18.7	13.0	52.2	48.0
Natural gas	6	4.2	9.8	-28.9	-5.3	68.6	71.2
Coal	414	0.9	6.6	4.6	41.9	144.0	190.9
Gold	1,737	-0.3	-3.9	-4.5	-11.1	-5.0	-3.8
China HRC	4,396	0.0	0.0	-9.8	-17.1	-7.4	-22.1

Contributors to VN Index



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Stock Feeds

Companies News

1) OPC, Pharmaceutical: OPC Pharmaceutical Joint Stock Company has just announced to close the list of shareholders exercising the right to receive shares issued due to an increase in capital from equity on July 22nd. The company will issue 37.5 million shares to increase capital to VND 640.5 billion, equivalent to 141%. This is the company's strongest capital increase since IPO. By the end of 2021, parent company OPC Pharmaceutical has a total of VND 417 billion accumulated in capital surplus, development investment fund and undistributed profit. After the reward distribution, the remaining value is VND 43 billion. OPC stock has been almost flat around the price range of 57,000 - 60,000 VND/share for 1 year with the liquidity of several tens of thousands of shares per trading session. Regarding business activities, in 2022, OPC plans to have consolidated revenue of VND 1,340 billion, up 19%; pre-tax profit of VND 177 billion, up 11%. The pharmaceutical industry is considered to have many opportunities in 2022, when the government sets the industry's target to produce drugs domestically to meet 80% of the demand, of which 30% is from medicinal herbs.

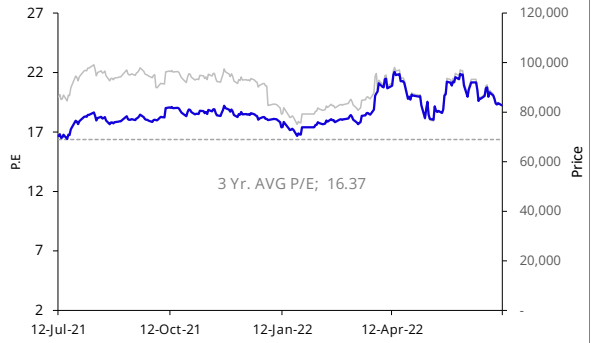
2) BWE, Water: 1H2022 business results of Binh Duong Water Environment JSC: Net revenue was VND 1,861bil (+13% YoY). NPAT slightly increased by 2.5% compared to that in the same period last year, reaching VND 347bil, equivalent to 18.6% net profit margin (1H21 20.3%). The company respectively completed 48.3% (of VND 3,850bil target revenue) and 46.3% (of VND 750bil target NPAT) of the 2022 initial business plan. Low profitability result was due to unrealized revenue stream from wastewater treatment segment of VND 100bil. Moreover, provision expenses for BWE's financial investments of about VND 30bil, plus an unrealized exchange loss of VND 22bil, also influenced BWE's estimated profit in the first 6 months of 2022.
In BWE's plan of improving water supply capacity for Ben Cat Town and other industrial parks, BWE have upgraded some water pipelines, with a total length of 12 km, bringing more clean water from Tan Hiep factory through the new city to My Phuoc Industrial Parks 1,2,3, other urban and residential areas. This contributes and improves the capacity of Tan Hiep water plant to 100,000 m3 per day and night. Currently, BWE's total water production capacity in the first half of 2022 is 760,000m3 per day and night, with total water consumption YTD reaching more than 86 million m3, completing nearly 50% of the initial plan BWE set out for in 2022 (of 180 million m3).

3) LTG, Agriculture: In the first half of the year, the cumulative output and value of Vietnam's rice exports reached 3.5 million tons (up 16% over the same period) and $1.6 billion, up 6% respectively. The recorded world rice price on 4/7/2022 was 16.1 USD/cwt, an increase of 25.4% over the same period last year. Since the beginning of 2022, the global food crisis, the consequences of the Covid-19 pandemic, the tension between Russia and Ukraine, and the global supply chain disruption have caused world commodity prices to rise. The sharp increase in wheat prices between June 2020 and May 2022 has led to a trend to use some substitute rice foods to replace wheat. As a result, global rice demand increased sharply in the first half of 2022. Although global rice prices adjusted downward in June 2022; in Vietnam (the world's third-largest rice exporter) the average export price of rice has moved in the opposite direction. In June 2022, the export price of Vietnam's rice was $493/ton - a rise of 2.3% over the previous month. Rice exports to Europe are expected to increase sharply thanks to the EU-Vietnam Free Trade Agreement (EVFTA). According to the commitment in the EVFTA, the EU will give Vietnam an export quota of 80,000 tons of rice/year. Loc Troi (LTG) is one of the few rice exporters to the EU expected to benefit from this. Loc Troi (LTG) has recently signed a cooperation agreement with the Kien Giang Department of Agriculture and Rural Development and MB bank

Stock of the day

FPR Corp- FPT

FPT, Technology and Information: In the first 5 months of the year, FPT recorded net revenue of VND 16,227 billion and profit after tax of VND 2,598 billion; respectively, increased 22.2% and 30.6% over the same period last year.
The technology segment reached VND 9,159 billion, up 23.5% over the same period last year, and accounted for 56% of total revenue. The software export segment recorded revenue of VND 7,006 billion, up 29%, contributed by the growth of the US market (+55.6%) and APAC (+57%). The volume of new orders in foreign markets increased by 36.6% to VND 10,168 billion. The telecommunications segment recorded revenue of VND 5,822 billion (+15.2%), accounting for 36% of the group's total revenue. Thanks to the extraordinary growth of PayTV profit, the profit margin of this segment improved from 19.6% to 20.3%. Education, investment, and other segments recorded revenue of VND 1,245 billion and profit before tax of VND 506 billion, up 54.1% and 44.5%, respectively, over the same period last year.



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Cashflow Trend

Cash Flow Trend Among Sectors

Liquidity in the market has improved compared to the previous transaction. The real estate and financial services sectors attracted the attention of cash flow when the liquidity increased by over 10%. On the other hand, the retail industry group had a deepest decrease of 25% in trading value.

Sectors	% Liqidity Change	Today	5 days AVG	20 days Trend
Health Care	37.4	32	23	
Real Estate	16.0	2,081	1,794	
Construction & Materials	12.9	636	564	
Financial Services	12.4	1,485	1,322	
Food & Beverage	8.5	1,240	1,143	
Automobiles & Parts	3.1	77	74	
Industrial Goods & Services	1.2	498	493	
Travel & Leisure	-3.2	104	107	
Banks	-5.5	1,773	1,877	
Basic Resources	-8.9	677	743	
Media	-9.5	5	6	
Insurance	-11.3	91	102	
Oil & Gas	-13.6	76	88	
Chemicals	-15.0	552	649	
Utilities	-22.0	324	416	
Technology	-23.2	100	130	
Retail	-26.5	239	325	

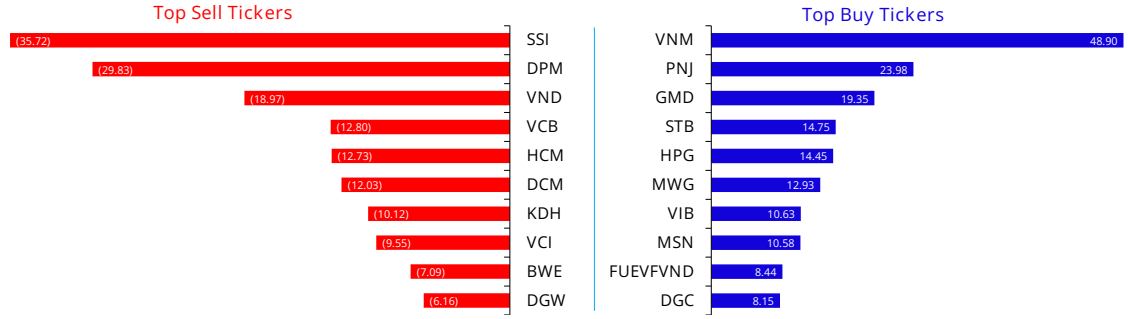
Top 15 tickers in trading value

Ticker	Company name	Sectors	Performance				Trading Stats		Trend
			Close price	%1D	% 1W	%YTD	%Turnover Change	Turnover (VND bn)	
TCB	Techcombank	Banks	35,600	-5.2	-2.1	-28.8	66.7	306.1	
VHM	Vinhomes	Real Estate	60,500	-0.8	-0.8	-26.2	70.8	290.2	
DBC	DABACO	Food & Beverage	26,300	6.9	17.4	-24.3	110.4	206.5	
HAG	HAGL Corporation	Food & Beverage	10,250	6.5	7.7	-22.9	51.1	258.6	
HCM	Ho Chi Minh Securities	Financial Services	22,650	-6.8	-1.9	-50.2	42.5	207.2	
VRE	Vincom Retail	Real Estate	26,000	-3.7	-8.8	-13.6	108.4	89.5	
HNG	Hoang Anh Gia Lai Agricultural	Food & Beverage	5,240	0.8	-3.0	-57.2	69.4	40.4	
HSG	Hoa Sen Group	Basic Resources	17,800	-2.2	5.3	-52.4	9.4	130.3	
PVD	PetroVietNam Drilling & Well	Oil & Gas	15,550	0.3	-9.1	-37.1	-5.6	63.4	
MSN	Masan Group	Food & Beverage	102,500	-2.3	-4.8	-28.1	-15.5	57.9	
FPT	FPT Corp	Technology	82,800	-1.0	-4.5	6.8	-24.1	83.4	
VCB	Vietcombank	Banks	72,000	-2.7	-2.8	-8.6	-37.3	48.0	
NKG	Nam Kim Steel	Basic Resources	18,800	-1.1	0.5	-41.8	-18.7	128.6	
GAS	PetroVietnam Gas	Utilities	94,900	-0.7	-12.6	-1.4	-50.8	45.6	
HPG	Hoa Phat Group	Basic Resources	22,050	-1.8	0.2	-38.2	-22.8	278.5	

Top 10 tickers in Trading volume

Ticker	Company name	Sectors	Performance				Trading Stats		Trend
			Close price	%1D	% 1W	%YTD	%Volume Change	Volume (x1000)	
PTC	Post and Telecom Construction	Construction & Materials	10,050	4.1	5.6	-53.4	5.7	10.05	
ICT	Telecoms and Informatics	Technology	17,050	0.3	1.2	-14.8	0.9	17.05	
HNG	Hoang Anh Gia Lai Agricultural	Food & Beverage	5,240	0.8	-3.0	-57.2	0.7	5.24	
SHI	SONHA Corp	Basic Resources	15,000	0.0	0.0	-4.5	0.1	15.00	
GSP	Gas Shipping	Industrial Goods & Services	10,200	-1.0	-4.7	-35.2	-1.6	10.20	
TDG	TDG Global Investment	Utilities	5,180	-1.1	-9.1	-55.3	-4.1	5.18	
VHM	Vinhomes	Real Estate	60,500	-0.8	-0.8	-26.2	-0.4	60.50	
TDM	Thu Dau Mot Water	Utilities	39,500	-0.3	-3.4	12.9	-0.8	39.50	
TIP	Tinnghia Industrial Park	Real Estate	23,500	-1.5	-3.3	-44.5	-1.5	23.50	
VRE	Vincom Retail	Real Estate	26,000	-3.7	-8.8	-13.6	-5.1	26.00	

Foreign Investor Trading Activities

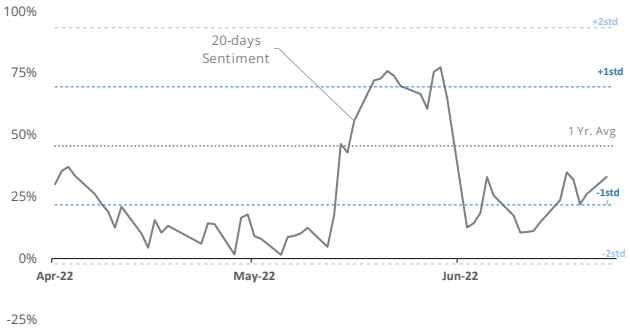


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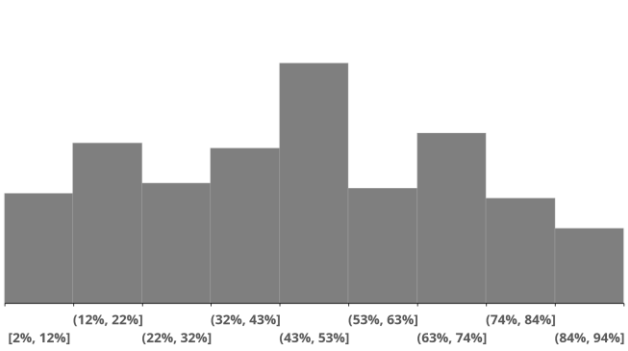
Market Sentiment

20 days Market Sentiment (short-term)

Historical 20 - days sentiment line 's movement



20 - days sentiment score distribution



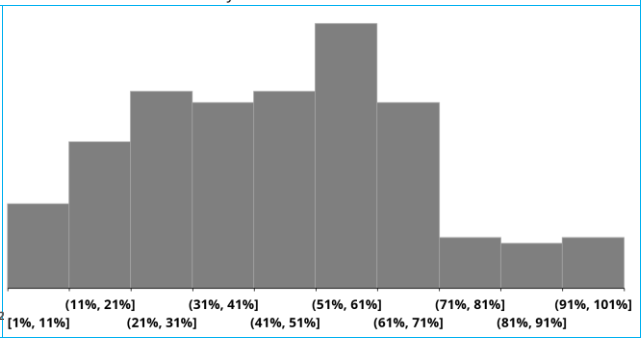
According to 20 days time horizon, total market cap of tickers having price above MA20 line accounts for 0.00% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 0.00% - Comment: Market sentiment is over negative

50 days Market Sentiment (Mid-term)

Historical 50 - days sentiment line 's movement



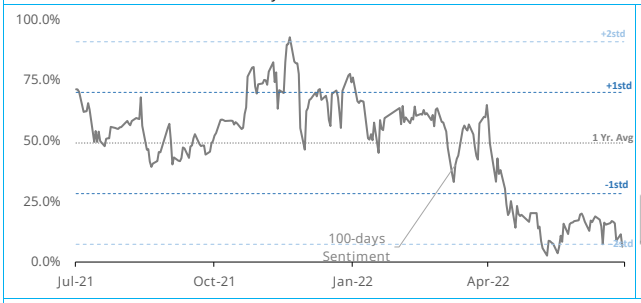
50 - days sentiment score distribution



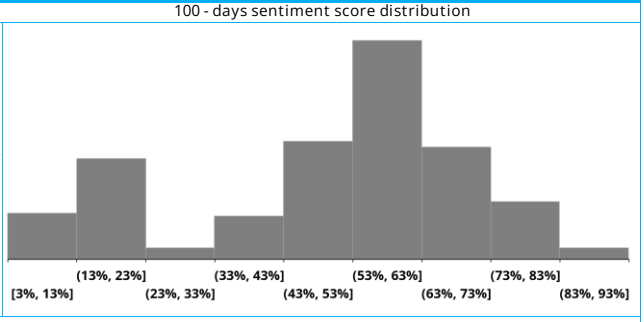
According to 50 days time horizon, total market cap of tickers having price above MA50 line accounts for 0.00% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 0.00% - Comment: Market sentiment is over negative

100 days Market Sentiment (Mid-term)

Historical 100 - days sentiment line 's movement



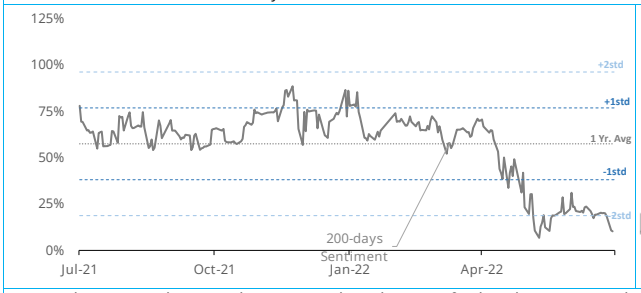
100 - days sentiment score distribution



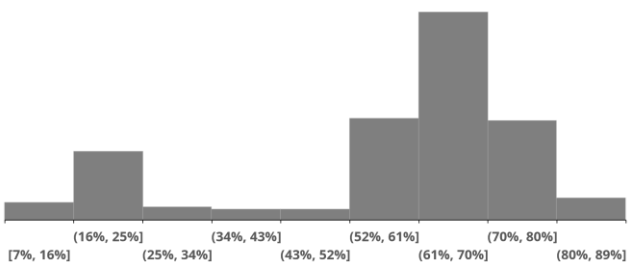
According to 100 days time horizon, total market cap of tickers having price above MA100 line accounts for 0.00% of total market cap of the Index. Based on 1 year historical data, probality of falling further from the current level is 0.00% - Comment: Market sentiment is over negative

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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