Thursday, August 11, 2022

Exploring Vietnam

Research Center

Market Insight



Daily report

Market Summary:

"Take-profit pressure"

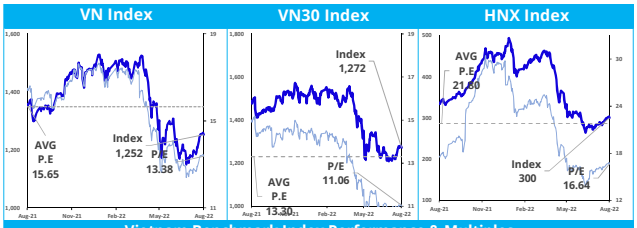
▶Thursday's session witnessed a market reversal when the market opened a gap up in the morning but reversed to decline in the early afternoon despite the expectation of a gain from the news that the US CPI increased less than expected.

▶At the end of the session, the VN-Index lost 4.43 points, equivalent to 0.35%, and closed at 1252.07 points. Market liquidity reached VND 18,777 billion, the highest level since the beginning of May, equivalent to 811 million shares traded. Foreign investors net bought VND 74.39 billion, focusing mainly on SSI and VND.

▶VCB (+1.24%), GAS (+1.89%), and VIC (+1.54%) were the three tickers that contributed the most to the market's green color. On the contrary, NVL (-2.28%), VNM (-1.93%), and HPG (-1.68%) were the three tickers that took the most points of the index.

▶ Rubber products and utilities were the two sectors with the most active trading session today, with many gainers such as: BRC, DRC, GAS....

▶ Technical analysis shows that the VN-Index dropped slightly to the MA10 support level around 1245 points. However, the market lost most of its gains during the session. By closing with a long red candle body, the index showed increased selling pressure, accompanied by a sudden high order matching. This signals a short-term correction gradually appearing. The nearest support for this trend will be around 1245 points and beyond 1220 points.



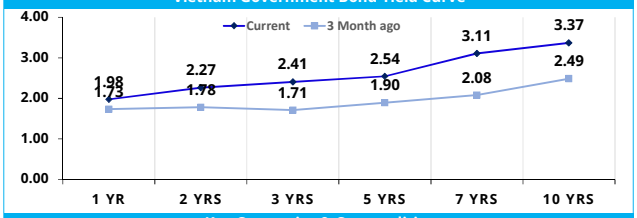
Vietnam Benchmark Index Performance & Multiples

Index	Price	%1D	%1M	%1Yr.	PER	PBR	Mkt Cap
VN-Index	1,252	-0.4	8.4	-7.8	13.4	2.1	4,993,473
VN30 Index	1,272	-0.4	5.2	-14.5	11.0	2.1	3,460,557
VN Midcap	1,556	-1.5	13.1	7.1	11.5	1.3	319,276
VN Smallcap	1,556	-1.5	13.1	7.1	11.5	1.3	319,276
HNX Index	300	-1.1	8.4	-10.2	16.8	1.8	315,094
UpCom	93	-0.4	7.5	0.8	14.8	1.7	1,244,081

Vietnam Sector Performance

Sector	%1D	%1M	%YTD	%1 YR.	PER	PBR	Mkt Cap
Oil & Gas	-0.3	9.5	-21.5	0.9	22.4	2.5	63,569
Financials	-1.9	15.2	-23.9	21.7	12.2	2.0	199,672
Industrials	-0.6	12.6	-14.2	20.2	17.2	1.6	257,811
Real Estate	-0.3	6.1	-20.3	-8.7	19.2	2.4	1,148,182
Consumer Goods	-0.3	6.0	-11.0	2.0	18.7	3.2	627,439
Utilities	1.1	15.1	8.9	20.2	20.9	2.7	320,525
Technology	-0.2	5.2	5.3	11.8	22.2	4.1	110,141
Basic Materials	-1.8	8.8	-28.0	-21.4	6.5	1.7	385,526
Banks	0.0	9.8	-12.0	-4.5	11.4	2.0	1,580,539
Consumer Services	-0.8	1.9	-7.6	6.7	n.a	4.4	244,786
Health Care	-0.4	3.0	-13.6	2.1	16.5	2.2	32,852

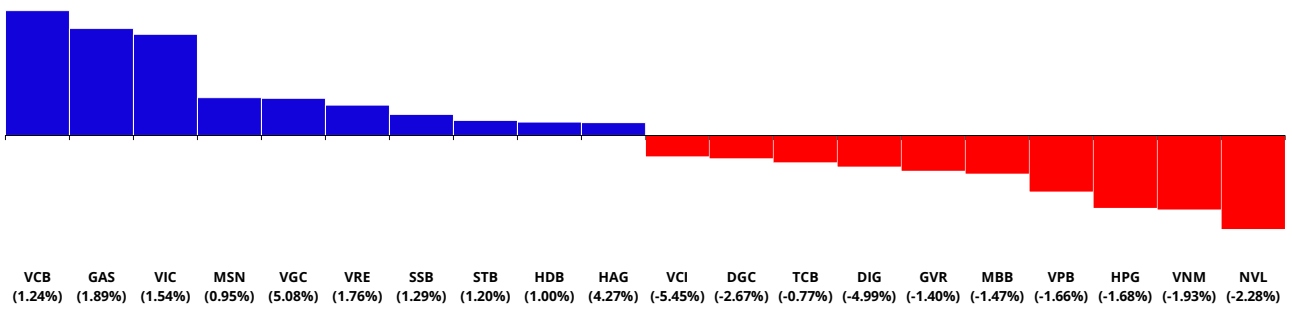
Vietnam Government Bond Yield Curve



Key Currencies & Commodities

Term	Price	%1D	%1W	%1M	%3M	%YTD	%1Yr.
Dollar index	105	-0.2	-0.7	-2.8	1.1	9.7	13.0
USD/JPY	133	-0.3	-0.3	-3.6	2.0	15.2	20.0
USD/CNY	7	0.2	-0.1	0.3	0.3	6.0	4.0
KRW/USD	1,303	-0.6	-0.5	-0.1	2.2	9.6	12.7
EUR/USD	1	-0.2	-0.7	-2.7	1.9	10.2	13.7
USD/VND	23,388	0.0	0.0	0.2	1.7	2.5	2.4
WTI	92	-0.4	3.4	-12.1	-13.4	21.7	32.2
Gasoline	306	-0.4	9.5	-11.7	-17.0	37.2	32.8
Natural gas	8	1.0	2.0	28.9	8.4	122.1	104.1
Coal	399	3.7	1.3	-3.6	5.6	135.1	138.6
Gold	1,786	-0.3	-0.3	3.0	-3.6	-2.3	2.0
China HRC	4,050	0.0	0.3	-7.4	-18.8	-14.7	-29.9

Contributors to VN Index



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Stock Feeds

Companies News

1) HDB, Banking: HDBank has been approved by the State Bank of Vietnam (SBV) to increase its charter capital by a maximum of VND 5,030 billion by paying a stock dividend at the rate of 25%. When completing the issuance plan, HDBank's charter capital will increase from VND 20,273 billion to VND 25,303 billion. The additional charter capital is expected to be spent around VND 3,000 billion to supplement medium and long-term loans, the rest will supplement working capital for other activities. For the first 6 months of the year, HDBank reported pre-tax profit of VND 5,304 billion, up 26% over the same period in 2021, fulfilling 55% of the year plan.

2) VHC, Fisheries industry: The revenue of 7 months in 2022 of pangasius enterprises in the West reached VND 8.7 trillion (+76% YoY). Vinh Hoan JSC announced July 2022 business results with net sales up 48% YoY to VND1.2 trillion, supported by a 50 percent increase in sales of frozen pangasius fillets and related products. % YoY (breaded fish, fish fat, fish meal, and animal feed). July collagen and gelatin (C&G) sales increased 22% YoY driven by growing global demand in the cosmetics, healthcare, and food sectors. The total revenue of this pangasius company in 7 months reached VND 8.7 trillion (+76% YoY) and fulfilled 64% of VCSC's 2022 forecast. On a month-on-month (MoM) basis, VHC's July revenue growth rebounded to 13%, supported by the rapid growth of frozen fillets (+31% MoM) and improvement in sales. sales of processed products (+17% MoM). On the other hand, MoM revenue growth of C&G, by-products, and other products decreased by 14%, 11%, and 16%, respectively.

3) HAX, Automobiles: 2022 is the year launching the new car generations of Mercedes-Benz, with more high-end and high-tech features applied, and planning to launch more than 30 new models in the peak season 2H2022. Meanwhile, 1H2022 sales of Vietnam authorized Mercedes-Benz retailers, Haxaco showed double-digit growth. Its 1H2022 sales was VND3,200 billion (+19.4% YoY). The 50% reduction in registration fees for locally produced cars, effective from Dec-2021 until May-2022, stimulated the car demand. Besides, Mercedes-Benz is famous for luxury cars, thus their customer base will be less affected by inflation, and still be able to buy new Mercedes cars even at a high price.
HAX is the largest Mercedes-Benz distributor with a 2022 market share of ~40%. The opening of the "Mercedes-Benz Haxaco Cần Thơ" showroom in Jul-2022 strengthened HAX's market share. Can Tho city is one of the eight highest GDP per capita city in Vietnam in 2021. As a result, those Can Tho customers will be a new earnings source for HAX. Together with the upward trend of Mercedes' sales, HAX 'sales will continue to grow in 2H2022."

HAX,

Stock of the day

FPT Corporation - FPT

FPT, Information Technology: In the first 7 months of the year, the group's revenue reached VND 23,219 billion, and profit before tax was VND 4,242 billion, up 22.2% and 23. 7%, respectively over the same period last year. In 2022, the company's plan for VND 42,420 billion in revenue and VND 7,618 billion in pre-tax profit. Accordingly, with the results achieved after 7 months, FPT has achieved nearly 55% of the revenue target and nearly 56% of the year's profit before tax plan. In which, the technology segment contributed the largest to revenue structure and pre-tax profit with the proportion of 57% and 45% respectively. Revenue growth of digital transformation services reached 50%. The software export segment achieved a revenue of VND 10,156 billion, equivalent to an increase of 29.1%, contributed by the growth of the US market (up 43%), APAC (up 62%) and Japanese market with revenue growth in Yen terms of 20.2%. FPT said that the volume of new orders signed in foreign markets increased sharply to VND 13,762 billion, equivalent to a growth of 43.2%.



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Cashflow Trend

Cash flow between industry groups

No	Sectors	% Liqidity Change AVG 1W	#######	#######	1W AVG	20 days Trend
1	Construction & Materials	45.3	958	1,440	991	
2	Financial Services	39.5	1,660	3,087	2,213	
3	Media	34.5	9	15	11	
4	Food & Beverage	25.0	1,231	1,847	1,477	
5	Real Estate	20.5	2,744	3,096	2,570	
6	Banks	17.4	1,550	2,416	2,058	
7	Technology	14.4	137	245	214	
8	Personal & Household Goods	13.9	187	246	216	
9	Industrial Goods & Services	13.5	626	807	710	
10	Utilities	12.0	312	452	403	
11	Retail	9.7	321	447	407	
12	Chemicals	6.5	655	793	745	
13	Health Care	6.4	26	33	31	
14	Oil & Gas	5.2	342	270	257	
15	Basic Resources	2.5	1,466	1,637	1,596	
16	Insurance	1.3	145	124	123	
17	Travel & Leisure	0.3	154	142	141	

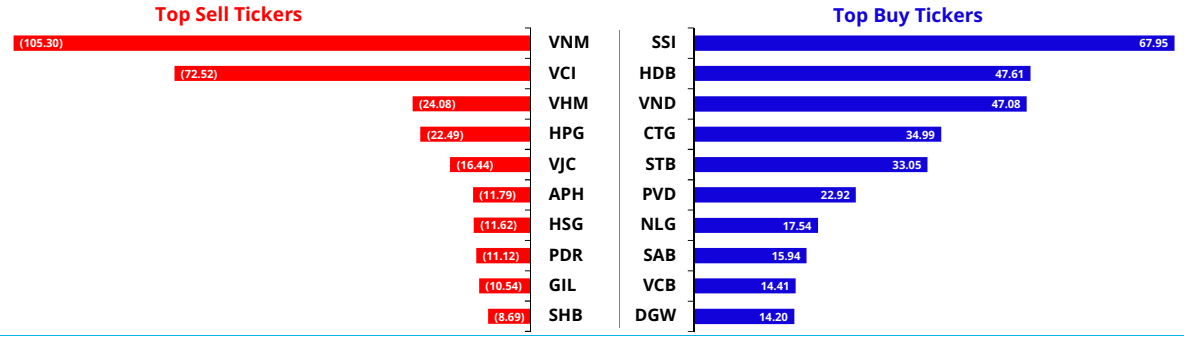
Top 15 tickers in trading value

Ticker	Company name	Sectors	Performance				Trading Stats		Trend
			Close price	%1D	% 1W	%YTD	%Turnover Change	Turnover (VND bn)	
VCI	Viet Capital Securities	Financial Services	45,100	-5.5	3.4	-38.0	147.9	662.5	
VND	VNDIRECT	Financial Services	21,950	-1.1	3.5	-34.0	49.1	847.4	
CII	Ho Chi Minh Infrastructure	Construction & Materials	23,050	2.2	10.8	-50.3	167.7	391.1	
DIG	DIC Corp	Real Estate	40,000	-5.0	0.9	-49.5	62.0	518.2	
SSI	SSI Securities Corp.	Financial Services	24,400	-0.6	3.6	-49.9	26.8	690.4	
HAG	HAGL Corporation	Food & Beverage	12,200	4.3	-1.2	-8.3	51.7	391.9	
VNM	Vinamilk	Food & Beverage	71,100	-1.9	-3.0	-17.7	73.1	278.8	
STB	Sacombank	Banks	25,200	1.2	0.0	-20.0	40.0	396.3	
NVL	Novaland	Real Estate	81,300	-2.3	3.6	-10.7	39.1	370.5	
NKG	Nam Kim Steel	Basic Resources	20,600	-4.2	-0.5	-36.2	33.2	356.8	
HBC	Hoa Binh Construction Group	Construction & Materials	21,450	-2.9	1.2	-29.1	76.6	195.6	
VGC	Viglacera Corporation	Construction & Materials	62,000	5.1	6.7	16.5	113.9	137.9	
SBT	Thanh Thanh Cong - Bien Hoa Sugar	Food & Beverage	19,100	1.9	1.3	-26.3	182.3	110.3	
HDB	HDBank	Banks	25,300	1.0	1.6	-18.0	138.4	122.1	
MBB	MBBank	Banks	26,800	-1.5	-0.6	-7.3	30.0	304.6	

Top 10 tickers in Trading volume

Ticker	Company name	Sectors	Performance				Trading Stats		Trend
			Close price	%1D	% 1W	%YTD	%Volume Change	Volume (x1000)	
TDC	Becamex TDC	Real Estate	19,350	0.0	13.2	-30.9	10.4	19.35	
TNT	TNT Corporation	Basic Resources	9,460	1.9	24.8	-50.2	18.2	9.46	
TGG	Louis Capital	Construction & Materials	8,100	-0.2	30.4	-56.2	18.4	8.10	
NBB	577 CORP	Real Estate	20,250	0.2	8.9	-54.7	6.5	20.25	
NAF	Nafoods Group	Food & Beverage	13,500	5.5	9.3	-44.4	7.6	13.50	
MCG	MCG Energy and Real Estate	Construction & Materials	4,550	6.8	12.3	-57.1	10.1	4.55	
SBT	Thanh Thanh Cong - Bien Hoa Sugar	Food & Beverage	19,100	1.9	1.3	-26.3	1.8	19.10	
EVE	Everpia	Personal & Household Goods	15,000	1.7	1.4	-9.0	2.1	15.00	
HII	An Tien Industries	Chemicals	8,540	0.8	3.9	-49.6	2.8	8.54	
LSS	Lam Son Sugar	Food & Beverage	10,850	-1.4	-0.5	-30.4	-0.8	10.85	

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