Monday, October 3, 2022

Exploring Vietnam

Research Center

Market Insight



Daily report

Market Summary:

" Index lost 1,100 threshold "

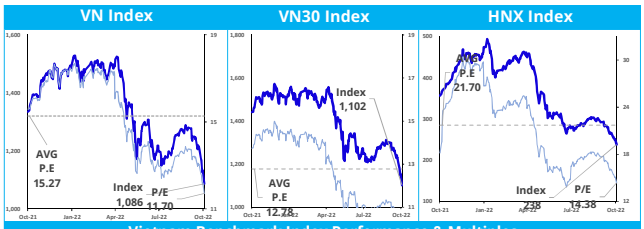
▶Stock market dropped sharply in the first session of the week.

▶At the end of the session, the VN-Index lost 45.67 points, equivalent to 4.03% and closed at 1,086.44 points. Market liquidity reached VND 11,525 billion, equivalent to 554 million shares traded. Foreign investors net sold VND 535 billion, focusing mainly on HPG.

▶VIC (+0.91%), PGV (+3.48%), PDN (+7%) were the three tickers that brought the index in green. On the contrary, VCB (-3.55%), BID (-6.93%), HPG (-6.84%) were the three tickers that lost the most points of the market.

▶ Insurance, securities, and seafood processing were the groups with many losers today, including: BVH, VND, and SSI.

▶ From a technical perspective, although the selling force was strong, liquidity was not really high. The bright spot was that the RSI has fallen below the threshold of 20, rarely when the RSI hits the oversold level so low, most recently during the Covid period in early 2020. Therefore, the oversold zone has been confirmed and expected when the sentiment is stable. Determining the cash flow will participate better to help the market find an equilibrium point.



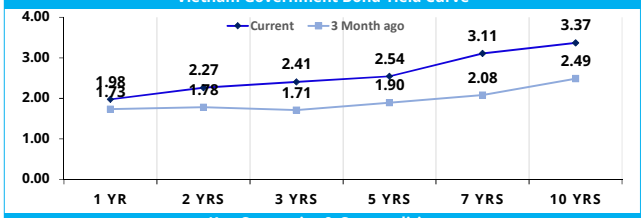
Vietnam Benchmark Index Performance & Multiples

Index	Price	%1D	%1M	%1Yr.	PER	PBR	Mkt Cap
VN-Index	1,086	-4.0	-15.2	-18.6	11.7	1.8	4,503,945
VN30 Index	1,102	-4.3	-15.3	-23.6	9.5	1.8	3,127,311
VN Midcap	1,288	-4.6	-18.2	-21.8	9.4	1.0	276,526
VN Smallcap	1,288	-4.6	-18.2	-21.8	9.4	1.0	276,526
HNX Index	238	-4.8	-18.4	-33.2	14.4	1.4	262,110
UpCom	83	-2.6	-10.5	-13.8	13.2	1.5	1,129,806

Vietnam Sector Performance

Sector	%1D	%1M	%YTD	%1 YR.	PER	PBR	Mkt Cap
Health Care	-0.9	-4.2	-18.1	0.9	15.6	2.1	31,122
Banks	-5.0	-17.8	-25.7	-13.3	9.6	1.7	1,334,279
Technology	-4.6	-10.3	-5.7	-0.4	19.9	3.6	98,675
Consumer Goods	-3.4	-11.0	-17.5	-8.4	17.3	2.9	581,527
Real Estate	-2.0	-12.5	-30.4	-15.7	16.8	2.1	1,003,423
Basic Materials	-6.1	-19.5	-40.0	-41.2	5.4	1.4	320,998
Consumer Services	-4.8	-17.8	-19.0	-15.0	n.a	3.9	214,718
Financials	-6.4	-18.6	-37.0	-15.5	10.1	1.6	165,183
Industrials	-4.5	-16.8	-25.6	-4.6	14.7	1.5	217,919
Utilities	-3.4	-9.4	1.4	3.2	19.4	2.5	298,638
Oil & Gas	-2.7	-21.1	-36.6	-32.3	18.1	2.0	51,360

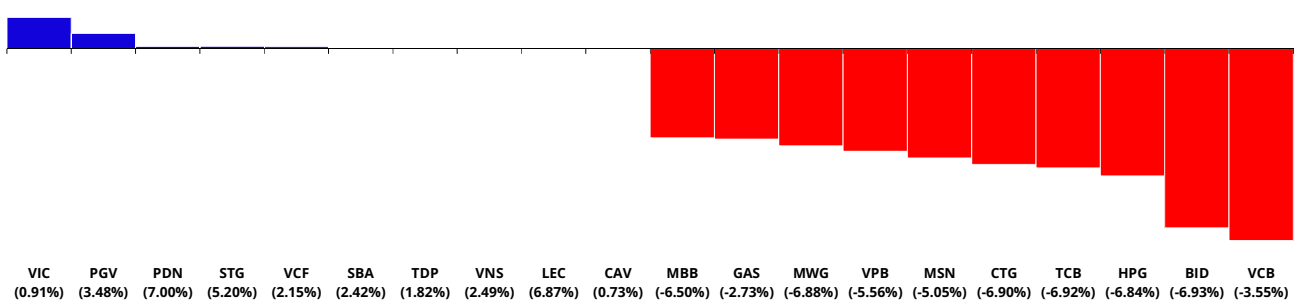
Vietnam Government Bond Yield Curve



Key Currencies & Commodities

Term	Price	%1D	%1W	%1M	%3M	%YTD	%1Yr.
Dollar index	112	-0.1	-1.8	2.3	6.6	17.1	19.1
USD/JPY	145	0.2	0.2	3.2	7.0	26.0	30.8
USD/CNY	7	-0.1	-0.2	3.3	6.2	12.0	10.4
KRW/USD	1,431	-0.5	1.5	7.0	10.2	20.4	20.9
EUR/USD	1	-0.1	-2.0	1.2	6.3	16.0	18.5
USD/VND	23,906	0.2	0.8	1.7	2.6	4.7	5.1
WTI	83	4.3	8.1	-4.5	-23.5	10.3	9.3
Gasoline	247	4.3	3.6	0.3	-33.0	10.9	9.8
Natural gas	7	-1.6	-3.6	-24.2	16.2	78.5	18.5
Coal	408	-0.4	-6.3	-4.1	5.6	140.4	87.0
Gold	1,662	0.1	2.4	-2.9	-8.1	-9.2	-6.1
China HRC	4,030	0.3	0.8	1.2	-8.8	-15.1	-30.5

Contributors to VN Index



Shinhan Securities

Stock Feeds

Companies News

1) LTG, Agriculture: With a dividend rate of 20% and more than 80 million outstanding shares, Loc Troi plans to deduct more than VND 161 billion from the budget to distribute profits in 2021 to shareholders.
Regarding the business situation, accumulated in the first 6 months of the year, Loc Troi recorded net revenue of more than VND 5,892 billion, up 15% compared to the same period in 2021. In contrast, profit after tax decreased by 39.5% to more than VND 139 billion. In 2022, Loc Troi plans to have a profit after tax for the year reach VND 400 billion (-4.3% YoY). Thus, after half a year, the business has completed 34.75% of the plan.

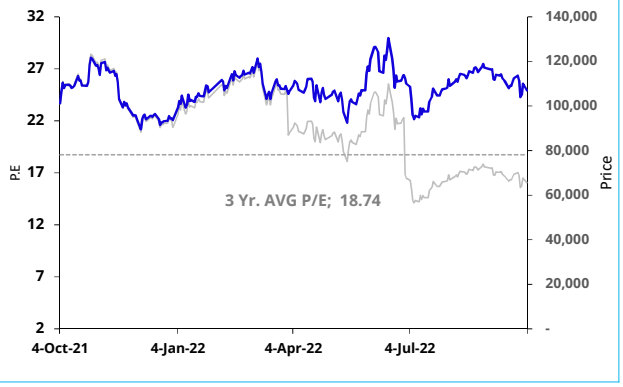
2) FMC, Aquaculture: Sao Ta Foods JSC announced its 9-month business results. Accordingly, processed shrimp in 9 months reached 16,068 tons, equaling 98.5% over the same period in 2021; Finished shrimp consumed 14,543 tons (+8% Yoy). Finished agricultural products recorded 1,642 tons (nearly double YoY), and agricultural products consumed 1,450 tons (+18% YoY). General sales reached USD 182 million (~ VND 4,310 billion) (+17.5% YoY), and fulfilled 79% of the year plan. Regarding the accumulated 9M2022 result, sales reached USD 20.1 million (~ VND 476 billion) not equal to the same period last year. However, the company said that it still makes a good profit by using organic growth towards the shrimp products, processing at a low cost. The BOD assessed that, until the end of the year, due to the influence of global inflation, consumption will not be high. Therefore, sales will not increase sharply in the last months of 2022. However, TNG still ensures to complete the year plan with sales and profit targets, USD 200 million and VND 250 billion, respectively.

3) TNG, Textile: TNG Investment and Trading JSC (HNX: TNG) has just announced the August 2022 business result. Specifically, TNG informed the August 2022 revenue of VND 697 billion (+20% YoY), leading to the accumulated 8M/2022 revenue of VND 4,704 billion (+33% YoY), completing 78% of the 2022 target (VND 6,000 billion). In the revenue structure of TNG in August 2022, 99% of the total revenue comes from the export market (In which the two largest ones are Europe and the US with the proportion of each market around 40-45%).

Stock of the day

PetroVietnam Gas Joint Stock Corporation - GAS

GAS, Utilities: PV GAS estimates revenue in 2022 to reach VND 100,000 billion. GAS management expects that the business results in 2022 will exceed 25% to 77% of the plan. In the period 2022 - 2025, PV GAS expects revenue to grow at an average of 7-9%/year.



Cashflow Trend

Cash flow between industry groups (VNDbn)

No	Sectors	% Liqidity Change AVG 1W	10/2/2022	10/3/2022	1W AVG	20 days Trend
1	Banks	35.6	1,694	1,778	1,311	
2	Basic Resources	35.1	896	1,025	759	
3	Health Care	14.1	22	22	19	
4	Retail	7.8	563	480	445	
5	Personal & Household Goods	-4.4	267	176	184	
6	Industrial Goods & Services	-4.5	669	433	453	
7	Food & Beverage	-7.2	1,365	1,121	1,208	
8	Utilities	-8.2	376	286	312	
9	Real Estate	-9.8	2,639	1,866	2,070	
10	Financial Services	-10.2	1,560	1,043	1,162	
11	Technology	-14.7	213	124	145	
12	Chemicals	-14.8	981	641	753	
13	Automobiles & Parts	-16.0	157	149	177	
14	Travel & Leisure	-16.7	119	56	67	
15	Insurance	-20.0	144	113	142	
16	Oil & Gas	-26.2	294	163	221	
17	Construction & Materials	-35.9	973	600	936	

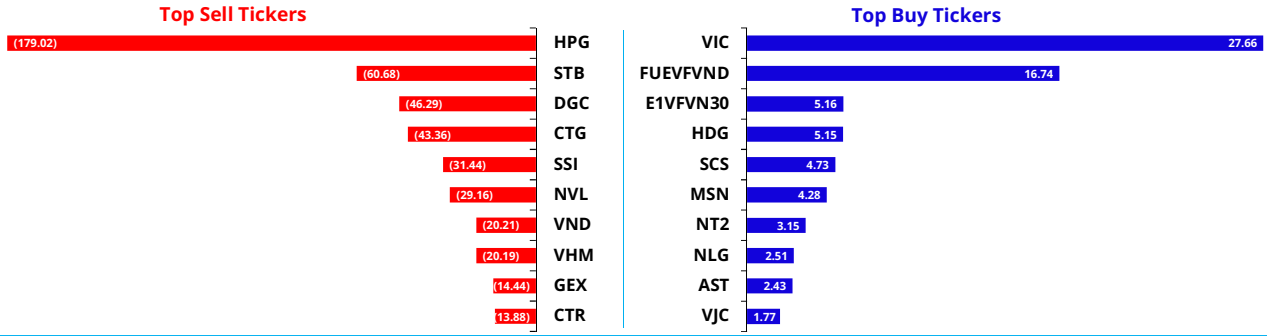
Top 15 tickers in trading value 1 week

Ticker	Company name	Sectors	Performance				Trading Stats		Trend
			Close price	%1D	% 1W	%YTD	%Turnover Change	Turnover (VND bn)	
HPG	Hoa Phat Group	Basic Resources	19,750	-6.8	-11.8	-44.7	73.5	679.3	
VPB	VPBank	Banks	17,000	-5.6	-7.6	-28.8	50.1	427.0	
TCB	Techcombank	Banks	30,250	-6.9	-9.0	-39.5	52.2	190.4	
VHM	Vinhomes	Real Estate	50,400	-0.6	-9.8	-38.5	44.5	207.9	
STB	Sacombank	Banks	19,200	-6.8	-6.3	-39.0	24.8	294.8	
MBB	MBBank	Banks	18,700	-6.5	-7.0	-22.4	44.0	173.7	
CTG	VietinBank	Banks	21,600	-6.9	-8.1	-36.3	32.9	126.5	
GMD	Gemadept	Industrial Goods & Services	47,450	-1.1	0.1	0.3	69.6	75.1	
PET	Petrovietnam General Services	Retail	30,150	-6.9	-17.1	-17.5	68.1	64.2	
HSG	Hoa Sen Group	Basic Resources	13,800	-6.8	-9.2	-55.7	25.1	124.0	
MWG	Mobile World Investment	Retail	59,600	-6.9	-12.4	-12.3	8.5	245.8	
SHB	Saigon - Hanoi Commercial Joint Stock Bank	Banks	11,900	-4.4	-4.0	-46.6	19.7	108.6	
LPB	LienViet Post Bank	Banks	12,050	-6.6	-8.4	-40.2	36.8	57.7	
SBT	Thanh Thanh Cong - Bien Hoa Sugar	Food & Beverage	15,100	-6.8	-9.3	-41.7	49.7	35.2	
PDR	Phat Dat Real Estate	Real Estate	51,000	-0.2	1.2	-27.0	13.9	94.5	

Top 10 tickers in Trading volume 1 week

Ticker	Company name	Sectors	Performance				Trading Stats		Trend
			Close price	%1D	% 1W	%YTD	%Volume Change	Volume (x1000)	
GMD	Gemadept	Industrial Goods & Services	47,450	-1.1	0.1	0.3	-0.5	47.45	
QCG	Quoc Cuong Gia Lai	Real Estate	6,650	0.3	-7.6	-57.5	-4.9	6.65	
TNT	TNT Corporation	Basic Resources	6,140	-3.3	-7.7	-67.7	-5.7	6.14	
VPH	Van Phat Hung	Real Estate	6,790	-7.0	-15.1	-50.4	-10.6	6.79	
PLP	Pha Le Plastics Manufacturing and Technology	Chemicals	6,280	-7.0	-14.0	-59.8	-11.4	6.28	
PTC	Post and Telecom Construction	Construction & Materials	8,400	-7.0	-14.8	-61.0	-10.6	8.40	
HPG	Hoa Phat Group	Basic Resources	19,750	-6.8	-11.8	-44.7	-9.5	19.75	
TCB	Techcombank	Banks	30,250	-6.9	-9.0	-39.5	-8.6	30.25	
DXS	Dat Xanh Real Estate Services	Real Estate	13,450	-6.9	-29.9	-58.5	-19.2	13.45	
PET	Petrovietnam General Services	Retail	30,150	-6.9	-17.1	-17.5	-11.0	30.15	

Foreign Investor Trading Activities (VNDbn)



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,
District 3, Ho Chi Minh City, Vietnam
Tel : (84-8) 6299-8000
Fax : (84-8) 6299-4232

HA NOI

Shinhan Securities Vietnam Co., Ltd
Hanoi Branch
2nd Floor, Leadvisors Building, No. 41A Ly Thai To, Ly Thai To
Ward, Hoan Kiem District, Hanoi, Vietnam
Tel : (84-8) 6299-8000



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.