Monday, October 31, 2022

Exploring Vietnam

Research Center

Market Insight



Daily report

Market Summary:

"Tug of war"

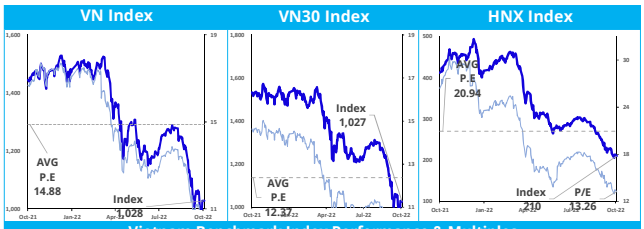
▶ The stock market saw a sharp drop in today session and reversed back to its reference level at the close.

▶ At the end of the session, the VN-Index increased 0.58 points, approximately a slight increase of 0.06%, and closed at 1,027.94 points. Market liquidity reached VND 11,421 billion, equivalent to about 662 million shares traded. Foreign investors net purchase of VND 228.74 billion, focusing mainly on KDH and ETF FUESSVFL.

▶ VCB (+2.65%), GAS (+1.93%), BID (+2.22%) were the three tickers that contributed the most to the green vibe of the market. In contrast, HPG (-6.85%), NVL (-3.45%), EIB (-6.09%) were the three pulling down the market.

▶ Construction materials, mining, and agriculture were the 3 sectors experienced the red, typically: HPG, PVD, HAG.

▶ The downward of steel industry profit in Q3 created short-term selling pressure in this group and affected the overall market. However, the demand was good when the market index was below MA10 today, helping it narrow the drop significantly and closed in green. Trading value continued to maintain at high level above average 20-session liquidity. Generally, the index is still testing MA10. Shaking sessions helped strengthen the recovery momentum. Technical indicators are supporting the recovery momentum.



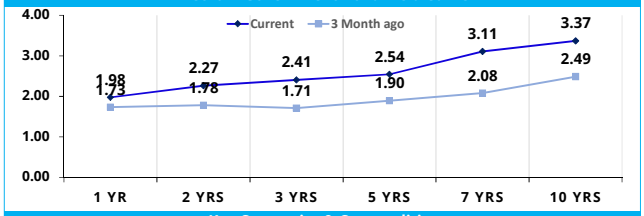
Vietnam Benchmark Index Performance & Multiples

Index	Price	%1D	%1M	%1Yr.	PER	PBR	Mkt Cap
VN-Index	1,028	0.1	-9.2	-28.8	10.7	1.7	4,098,526
VN30 Index	1,027	-0.3	-10.9	-33.0	8.8	1.6	2,880,760
VN Midcap	1,137	-0.4	-15.8	-40.7	8.4	0.9	233,998
VN Smallcap	1,137	-0.4	-15.8	-40.7	8.4	0.9	233,998
HNX Index	210	-1.5	-15.9	-48.9	13.3	1.2	248,195
UpCom	76	0.3	-10.2	-27.6	12.2	1.4	1,005,019

Vietnam Sector Performance

Sector	%1D	%1M	%YTD	%1 YR.	PER	PBR	Mkt Cap
Basic Materials	-3.0	-19.7	-48.6	0.5	5.0	1.2	275,106
Oil & Gas	-2.8	-13.3	-43.5	-43.2	16.1	1.8	45,773
Financials	0.9	-17.9	-44.8	-33.9	8.8	1.4	144,904
Consumer Services	-1.4	-12.7	-25.7	-24.2	n.a	3.5	196,968
Real Estate	-1.0	-12.4	-37.7	-33.6	15.0	1.9	897,233
Banks	1.2	-4.9	-25.6	-20.1	9.6	1.7	1,336,480
Health Care	-1.3	-5.4	-21.8	-17.0	14.9	2.0	29,717
Consumer Goods	0.3	-5.0	-18.9	-14.1	17.0	2.9	571,529
Technology	0.4	-8.0	-9.1	-11.0	19.2	3.5	95,121
Utilities	1.2	-2.9	2.0	-10.7	19.6	2.5	300,199
Industrials	-0.2	-12.3	-31.7	-22.0	13.5	1.3	200,131

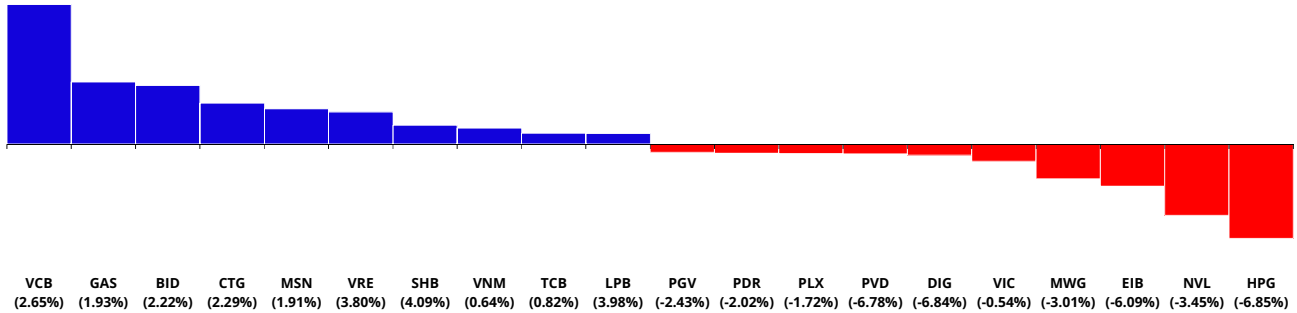
Vietnam Government Bond Yield Curve



Key Currencies & Commodities

Term	Price	%1D	%1W	%1M	%3M	%YTD	%1Yr.
Dollar index	111	0.4	-0.7	-0.9	5.0	16.2	18.1
USD/JPY	148	0.4	-0.4	2.4	12.6	28.8	30.0
USD/CNY	7	0.7	0.6	2.6	7.9	14.9	14.2
KRW/USD	1,425	0.2	-1.0	-0.5	9.2	19.8	21.1
EUR/USD	1	0.4	-0.5	-1.2	3.4	14.6	17.0
USD/VND	24,847	0.1	0.0	4.1	6.4	8.9	9.2
WTI	87	-1.1	2.7	9.3	-11.9	15.5	4.0
Gasoline	#N/A N/A	#VALUE!	#VALUE!	#VALUE!	#####	#VALUE!	#VALUE!
Natural gas	6	8.4	18.5	-9.0	-25.1	65.1	13.5
Coal	374	0.4	-4.1	-14.2	-9.1	120.5	67.2
Gold	1,637	-0.5	-0.8	-1.5	-7.7	-10.5	-8.7
China HRC	3,722	-2.0	-4.1	-7.6	-6.0	-21.6	-31.5

Contributors to VN Index



Shinhan Securities

Stock Feeds

Companies News

1) HNG, Agriculture: Hoang Anh Gia Lai International Agriculture Joint Stock Company has announced its consolidated financial statements with revenue of VND 191 billion, down nearly 50% compared to the same period last year. Deducting cost cost, the Company's gross loss was VND 182 billion - a sharp increase compared to the loss of 14 billion in the third quarter of 2021. During the period, expenses continued to increase sharply, causing HNG to report a net loss of nearly VND 416 billion.
In 9 months, HNG achieved revenue of VND 553 billion, suffered a net loss of nearly VND 1,086 billion (three times higher than the loss in the first 9 months of last year). The company also suffered a loss of VND 237 billion due to super typhoon Noru.

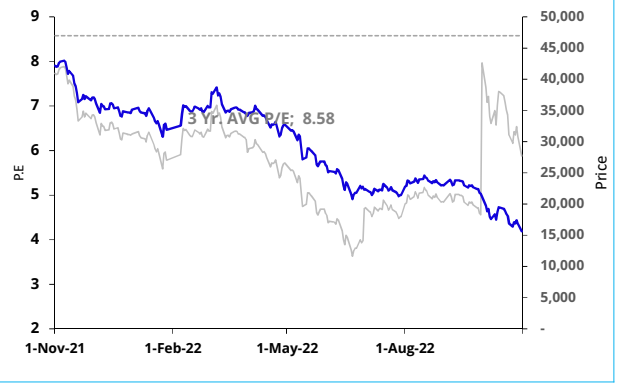
2) HVN, Aviation: Revenue recovered strongly but not enough to help the national airline escape losses. In the third quarter of 2022, Vietnam Airlines lost more than VND 2.6 trillion. Notably, the appreciation of the USD made Vietnam Airlines bear the burden of exchange rate loss of nearly VND 1,100 billion. Accumulated in the first 9 months of 2022, HVN reached more than VND 51,107 billion - an increase of 173% and a loss after tax of VND 7,784 billion, down VND 4,370 billion compared to the first 9 months of last year.

3) CTD, Construction: Coteccons Construction JSC has announced its consolidated financial statements for the third quarter of 2022 with net revenue of VND 3,113 billion – an increase of 190% compared to the same period last year. Gross profit margin reached 1% – lower than the 1.5% rate of the third quarter of 2021 and a sharp drop compared to the previous 2 quarters. Along with the sharp increase in expenses, the company recorded a loss after tax of VND 3.5 billion. In 9 months, Coteccons achieved VND 8,307 billion in net revenue - an increase of 34% but profit after tax was only VND 1.9 billion. Notably, cash flow from operating activities was negative by nearly VND 2,000 billion due to the company's strong increase in inventory, receivables and investment in trading securities.

Stock of the day

Hoa Phat Group JSC – HPG

HPG, Steel: In the Q3.2022, Hoa Phat Group's consolidated revenue reached VND 34,441 billion (a decrease of VND 4,478 billion, approxiamtely -12%, YoY). As a result, HPG's consolidated Q3.2022 after-tax loss was VND 1,786 billion, while generating profit of VND 10,350 billion in Q3.2021. This has been the second time since the Q4.2008 the company recorded a negative quarterly earning. Hoa Phat pointed out the main factors that adversely affected the steel industry in general as well as the Group's operations in particular:
(i) The high raw material price in the second quarter was reflected in the production cost of steel in the third quarter, pushing up the cost of inventory.
(ii) Sales volume increased, but steel prices continued to fall rapidly, causing revenue to decrease.
(iii) Restrictive monetary policy to reduce the inflation causes interest rates to rise sharply, USD exchange rate escalation, which increases financial expenses.



Cashflow Trend

Cash flow between industry groups (VNDbn)

No	Sectors	% Liqidity Change AVG 1W	10/30/2022	10/31/2022	1W AVG	20 days Trend
1	Basic Resources	64.0	1,005	1,528	932	
2	Oil & Gas	52.6	122	293	192	
3	Personal & Household Goods	27.5	108	150	118	
4	Retail	26.5	369	510	403	
5	Financial Services	7.0	1,042	1,218	1,138	
6	Automobiles & Parts	6.9	58	84	78	
7	Technology	6.7	77	95	89	
8	Utilities	4.7	149	175	167	
9	Banks	1.6	1,968	1,803	1,774	
10	Food & Beverage	0.9	727	765	758	
11	Chemicals	-1.6	628	649	660	
12	Real Estate	-1.8	1,454	1,716	1,748	
13	Insurance	-2.8	71	65	67	
14	Construction & Materials	-5.7	408	387	411	
15	Travel & Leisure	-5.8	29	27	29	
16	Industrial Goods & Services	-10.1	376	314	349	
17	Health Care	-31.9	30	13	20	

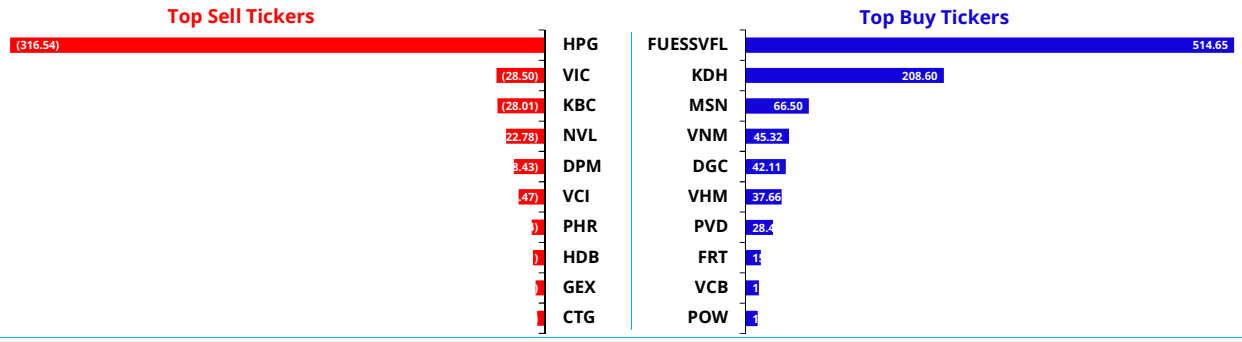
Top 15 tickers in trading value 1 week

Ticker	Company name	Sectors	Performance				Trading Stats		Trend
			Close price	%1D	% 1W	%YTD	%Turnover Change	Turnover (VND bn)	
HPG	Hoa Phat Group	Basic Resources	15,650	-6.8	-4.6	-56.2	111.9	1039.5	
HCM	Ho Chi Minh Securities	Financial Services	20,500	6.8	18.5	-54.9	116.3	194.2	
VCI	Viet Capital Securities	Financial Services	26,200	5.2	12.0	-53.2	57.2	267.4	
DIG	DIC Corp	Real Estate	17,700	-6.8	-19.4	-77.7	39.6	338.5	
CTG	VietinBank	Banks	24,600	2.3	17.1	-27.4	54.3	244.3	
PVD	PetroVietNam Drilling & Well	Oil & Gas	17,200	-6.8	-7.5	-23.4	45.8	268.9	
HSG	Hoa Sen Group	Basic Resources	11,400	-6.9	-2.1	-63.4	38.9	245.3	
FRT	FPT Retail	Retail	81,800	-0.2	9.8	22.5	34.3	224.7	
CKG	Kien Giang Construction	Real Estate	27,900	6.9	28.0	-17.9	236.6	71.1	
NVL	Novaland	Real Estate	70,000	-3.4	-5.9	-23.1	37.8	167.5	
MWG	Mobile World Investment	Retail	51,600	-3.0	2.0	-24.1	27.7	196.8	
KBC	Kinh Bac Urban Development	Real Estate	17,500	-1.7	-12.3	-61.6	23.2	211.4	
BID	BIDV	Banks	34,550	2.2	13.8	-6.9	61.4	91.0	
DGC	Ducgiang Chemicals	Chemicals	76,900	-0.6	5.3	4.4	12.4	306.4	
LPB	LienViet Post Bank	Banks	11,750	4.0	25.7	-41.7	23.5	172.8	

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)	
CKG	Kien Giang Construction	Real Estate	27,900	6.9	28.0	-17.9	14.6	27.90	
HCM	Ho Chi Minh Securities	Financial Services	20,500	6.8	18.5	-54.9	10.8	20.50	
AGG	An Gia Real Estate	Real Estate	36,000	4.2	0.0	-8.5	3.7	36.00	
SHI	SONHA Corp	Basic Resources	15,000	3.1	7.5	3.2	2.5	15.00	
HSL	Hong Ha Food	Food & Beverage	4,790	-4.4	-4.2	-45.7	-4.0	4.79	
POM	Pomina Steel	Basic Resources	4,200	-4.5	-4.5	-71.3	-5.1	4.20	
FMC	Sao Ta Foods	Food & Beverage	35,600	-0.1	-1.1	-31.5	-0.7	35.60	
TLH	Tien Len Steel	Basic Resources	5,960	-4.3	-12.9	-70.8	-9.7	5.96	
GIL	Binh Thanh Im-export	Personal & Household Goods	27,000	-3.6	-3.4	-51.5	-3.4	27.00	
HPG	Hoa Phat Group	Basic Resources	15,650	-6.8	-4.6	-56.2	-7.3	15.65	

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



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