Tuesday, January 3, 2023

Exploring Vietnam

Market Insight

Shinhan Securities

Daily report

Market Summary:

"A favorable start"

▶ The stock market rallied strongly today. Most stocks traded in the green.

▶ At the end of the session, the VN-Index gained 36.81 points (+3.66%), reaching 1,043.90 points; HNX-Index gained 7.25 points (+3.53%), reaching 212.56 points. Market liquidity reached VND 9.2 trillion, equivalent to about 551.32 million shares traded. Foreign investors net bought 239.96 VND billion, focusing on HPG, VNM.

▶ BID (+6.74%), VCB (+3.25%), VIC (+5.58%) were the three codes that contributed the most to the green color of the market. On the contrary, EIB (-1.97%), STG (-6.62%), CRE (-3.88%) were the three codes that lost the most points of the market.

▶ Most of the industry groups gained in today's session. Financial services, Basic resources, Construction and materials are the 3 groups with the strongest increase: VCI, HPG, BMP.

▶ From a technical perspective: The market opened the first session of the year in green with the majority of excitement, and the spreading momentum was also wider across sector groups. The index closed at the highest level of the session, creating a Marubozu candlestick pattern, meaning that the money flow was actively buying up. Technical indicators also improved when MACD started to narrow the spread with the signal line along with the RSI rising back to 50 level, agreeing to the uptrend. However, today's order matching was higher than previous sessions but still below the 20 session average. In the short term, the index might still struggle around the 20-day MA, ie 1,040 – 1050 points to test the trend. Current resistance is at 1,070 points.



Vietnam Benchmark Index Performance & Multiples

Index	Price	%1D	%1M	%1Yr.	PER	PBR	Mkt Cap
VN-Index	1,044	3.7	-3.3	-30.3	10.9	1.7	4,017,295
VN30 Index	1,047	4.2	-4.2	-31.8	9.0	1.7	2,837,901
VN Midcap	1,343	2.6	1.7	-39.9	8.6	1.3	696,099
VN Smallcap	1,097	3.1	-2.2	-49.5	8.3	0.9	218,490
HNX Index	213	3.5	-1.6	-55.2	13.5	1.2	240,582
UpCom	72	1.1	0.3	-35.7	11.4	1.3	965,822

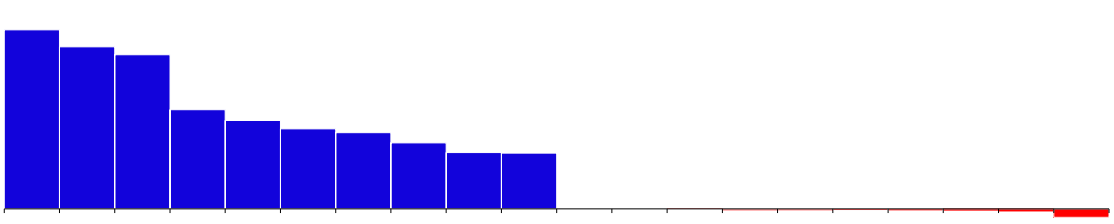
Vietnam Sector Performance

Sector	%1D	%1M	%YTD	%1 YR.	PER	PBR	Mkt Cap
Retail	2.7	-6.1	-33.0	0.7	13.0	2.8	86,103
Insurance	2.5	-1.0	-16.6	-16.6	14.9	1.6	46,599
Real Estate	-5.0	-20.3	-48.8	-48.8	13.4	1.6	780,525
Technology	3.9	2.9	-4.3	-4.3	20.2	3.7	100,130
Oil & Gas	3.9	6.4	-35.6	-35.6	18.4	2.1	52,178
Financial Services	6.1	-2.8	-51.8	-51.8	7.5	1.4	99,575
Utilities	-0.5	-6.1	2.9	2.9	16.4	2.2	311,655
Travel & Leisure	1.3	11.4	-22.9	-22.9	n.a	4.1	104,284
Indus. Goods&Services	-3.8	-5.4	-25.8	-25.8	11.3	1.5	115,485
Per.& Household Goods	0.3	1.3	-5.0	-5.0	14.1	2.3	51,994
Chemicals	3.5	-4.2	-46.9	-46.9	9.7	1.4	135,729
Banks	-6.1	-9.2	-26.4	-26.4	9.5	1.6	1,482,640
Car & Parts	2.9	0.1	-46.4	-46.4	12.9	0.9	18,437
Basic Resources	5.3	-1.4	-47.6	-47.6	3.6	1.1	148,742
Food & Beverage	-22.6	-28.7	-36.5	-36.5	12.9	2.7	507,976
Media	-22.1	-33.8	-67.6	-67.6	14.7	0.4	903
Cons. & Materials	4.6	-3.2	-43.7	-43.7	14.6	1.0	82,186
Health Care	1.5	2.1	-18.6	-18.6	15.5	2.1	30,943

Key Currencies & Commodities

Term	Price	%1D	%1W	%1M	%3M	%YTD	%1Yr.
Dollar index	105	1.0	0.2	0.0	-6.5	1.0	8.6
USD/JPY	131	-0.1	-2.1	-4.4	-9.6	-0.3	13.4
USD/CNY	7	0.1	-0.8	-0.8	-3.0	0.1	8.6
KRW/USD	1,272	-0.1	0.2	-1.6	-11.1	0.5	6.7
EUR/USD	1	0.9	0.7	-0.7	-7.0	1.3	6.9
USD/VND	23,539	-0.4	-0.3	-1.9	-1.4	-0.4	3.3
WTI	81	0.5	1.4	0.9	-3.6	0.5	6.0
Gasoline	237	-4.3	-0.5	4.0	-5.7	-3.6	5.1
Natural gas	4	-9.2	-20.0	-35.3	-37.2	-9.2	6.5
Coal	390	2.5	-2.8	-2.2	-10.2	129.7	129.0
Gold	1,836	0.7	1.2	3.8	8.0	0.7	1.9
China HRC	4,125	-0.5	0.4	5.2	2.4	-0.5	-13.1

Contributors to VN Index



Open account

[Analyst]
Khang Tran
☎ (84-28) 6299 - 7603
✉ khang.lt@shinhan.com

My My
☎ (84-28) 6299 - 7276
✉ my.vm@shinhan.com

Shinhan Securities

Stock Feeds

Companies News

1) HAG – Production: HAGL would like to postpone the payment of interest and principal on HAGLBOND16.26 bonds worth more than VND 1,021 billion to the second quarter of 2023. According to HAGL, the cause of the delay is due to the fact that the payment source comes from HNG's debt and the liquidation of some unproductive assets of the group has not been completed.

2) PET – Wholesale: Petrovietnam General Services JSC Corporation announced that its revenue in 2022 is estimated at VND 18,000 billion, up more than 2% compared to 2021, but pre-tax profit is only VND 300 billion, down nearly 28%. The main reason is due to the significant decrease in market demand after the outbreak year.

3) AGG – Real Estate: The Tax Department of Ho Chi Minh City inform that AGG had misrepresented value added tax and corporate income tax, leading to a lack of tax payable. Therefore, the total amount of fines and tax arrears that AGG has to pay is nearly VND 381 million.

4) VTR – Services: In the third quarter, VTR had a net loss of VND 108 billion due to a loss of nearly VND 162 billion from joint ventures and associates. Accordingly, in the first 9 months of 2022, Vietravel recorded a loss of more than VND 44 billion from a joint venture company, that is Vietravel Airlines.

5) Viettel inform that in 2022, the business growth reaching 6.1%, bringing pre-tax profit up to VND 43,100 billion and consolidated revenue reaching VND 163,800 billion. The source of foreign currency remitted to Vietnam in 2022 of Viettel is nearly USD 500 million - the highest level in the past 5 years. Up to now, Viettel has repatriated nearly 70% of the total amount of investment abroad.

Stock of the day

Vietnam Airlines JSC - HVN

HVN - Transportation: Vietnam Airlines reported on business results, General Director Le Hong Ha said that in 2022, the Corporation is estimated to transport more than 18 million passengers, reaching 107.8% of the plan and 211.9 thousand tons of goods. Revenue reached VND 72,359 billion, reaching 121% of the plan, of which the parent company reached VND 50,617 billion, reaching 112% of the plan.
However, the national airline will continue to report losses, because the company's leaders said that Vietnam Airlines only reduced its loss by nearly VND 70 billion compared to the plan.



Cashflow Trend

Cash flow between industry groups (VNDbn)

No	Sectors	% Liqidity Change AVG 1W	1/2/2023	1/3/2023	1W AVG	20 days Trend
1	Technology	74.1	61	132	76	
2	Construction & Materials	51.8	369	592	390	
3	Insurance	51.3	15	38	25	
4	Chemicals	46.9	195	335	228	
5	Retail	44.1	119	203	141	
6	Oil & Gas	43.4	71	156	109	
7	Basic Resources	36.8	473	869	635	
8	Financial Services	33.4	523	1,031	773	
9	Travel & Leisure	28.4	37	81	63	
10	Food & Beverage	23.1	611	851	691	
11	Media	21.2	0	1	1	
12	Utilities	20.3	145	149	124	
13	Automobiles & Parts	19.0	70	69	58	
14	Real Estate	12.5	1,196	1,545	1,374	
15	Banks	12.3	1,377	1,796	1,600	
16	Industrial Goods & Services	12.1	227	390	348	
17	Personal & Household Goods	12.0	77	84	75	

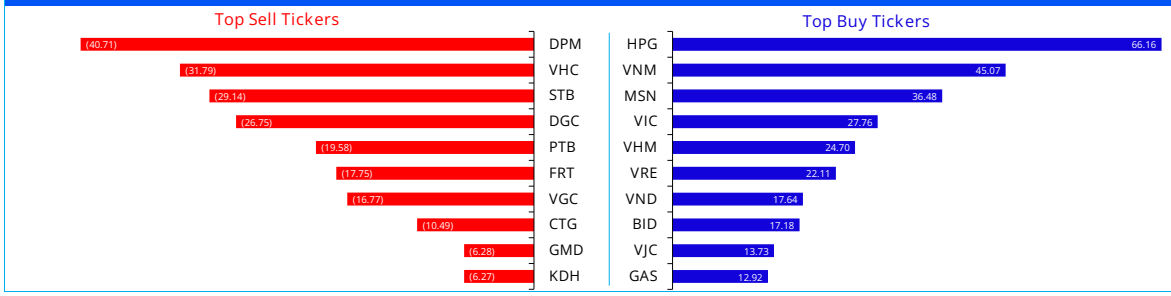
Top 15 tickers in trading value 1 week

Ticker	Company name	Sectors	Performance				Trading Stats		
			Close price	%1D	% 1W	%YTD	%Turnover Change	Turnover (VND bn)	Trend
HPG	Hoa Phat Group	Basic Resources	19,250	6.9	12.6	6.9	63.7	531.6	
SSI	SSI Securities Corp.	Financial Services	18,900	6.8	10.9	6.8	91.9	336.3	
VPB	VPBank	Banks	18,500	3.4	7.6	3.4	38.1	368.2	
HAG	HAGL Corporation	Food & Beverage	9,490	3.6	18.2	3.6	71.5	225.0	
PDR	Phat Dat Real Estate	Real Estate	14,550	7.0	19.8	7.0	75.4	212.9	
STB	Sacombank	Banks	23,500	4.4	7.3	4.4	23.8	377.5	
VND	VNDIRECT	Financial Services	14,400	6.7	10.3	6.7	32.1	293.5	
FPT	FPT Corp	Technology	80,000	4.0	4.7	4.0	134.2	121.1	
VHC	Vinh Hoan Corp.	Food & Beverage	72,000	3.2	7.6	3.2	182.0	96.7	
VRE	Vincom Retail	Real Estate	28,100	6.8	14.5	6.8	121.2	108.4	
SHB	Saigon - Hanoi Commercial Joint Stock Bank	Banks	10,400	4.5	8.0	4.5	63.7	150.1	
PVD	PetroVietNam Drilling & Well	Oil & Gas	18,550	3.9	5.4	3.9	73.5	132.1	
HAH	Hai An Transport	Industrial Goods & Services	34,500	7.0	17.3	7.0	183.9	85.3	
HBC	Hoa Binh Construction Group	Construction & Materials	9,450	2.6	5.7	2.6	325.6	65.7	
MBB	MBBank	Banks	18,000	5.3	7.1	5.3	53.4	133.6	

Top 10 tickers in Trading volume 1 week

Ticker	Company name	Sectors	Performance				Trading Stats		
			Close price	%1D	% 1W	%YTD	%Volume Change	Volume (x1000)	Trend
BMI	Bao Minh Insurance	Insurance	22,700	5.6	13.5	5.6	7.3	22.70	
PHR	Phuoc Hoa rubber	Chemicals	41,000	4.1	7.2	4.1	3.8	41.00	
ACL	Cuu Long Fisheries	Food & Beverage	11,250	6.6	12.5	6.6	7.1	11.25	
CMX	CAMIMEX Group	Food & Beverage	8,130	7.0	14.5	7.0	8.9	8.13	
GMD	Gemadept	Industrial Goods & Services	46,000	1.3	3.1	1.3	1.4	46.00	
PTB	Phu Tai JSC.	Basic Resources	41,750	-0.4	1.3	-0.4	1.0	41.75	
DAH	Dong A Hotel Group	Travel & Leisure	4,690	6.8	14.4	6.8	8.4	4.69	
LGL	Long Giang Investment	Real Estate	3,280	6.8	13.1	6.8	7.9	3.28	
HBC	Hoa Binh Construction Group	Construction & Materials	9,450	2.6	5.7	2.6	2.4	9.45	
CCL	Cuu Long Petro Urban Development	Real Estate	5,320	2.3	3.9	2.3	2.5	5.32	

Foreign Investor Trading Activities (VNDbn)



Shinhan Securities

Shinhan Investment Network

SEOUL
Shinhan Securities Co., Ltd
Shinhan Investment Tower
70, 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.

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