Thursday, January 5, 2023

Exploring Vietnam

Market Insight

Shinhan Securities

Daily report

Market Summary:

"Go up slowly"

▶ The stock market continued to maintain its upward momentum in today's session. Most stocks traded in the green.

▶ At the end of the session, the VN-Index increased by 9.47 points (+0.91%), reaching 1,055.82 points; HNX-Index increased by 0.05 points (+0.02%), reaching 213.11 points. Market liquidity reached VND 9.18 trillion, equivalent to about 535.05 million shares traded. Foreign investors net bought VND 673.68 billion, focusing on HPG.

▶ VCB (+1.45%), VNM (+2.40%), GAS (+1.52%) were the three codes that contributed the most to the green color of the market. On the contrary, NVL (-2.14%), OCB (-1.11%), BID (-0.12%) were the three codes that lost the most points of the market.

▶ Most of the industry groups gained in today's session. Basic resources, Construction and materials, and Utilities are the 3 groups with the strongest increase: HPG, VGC, GAS.

▶ From a technical perspective: The index continued to extend its gaining momentum and stayed in green today although the range was small and the struggle still dominated. The MACD has crossed the signal line and crossed back to the positive zone along with the RSI continuing to move up, meaning the consensus bullish inertia. However, order matching was still below 20 session average, showing that the motivation is not really convincing. Therefore, the market's rally with shaking is likely to continue with the nearest resistance at 1,080 points.



Vietnam Benchmark Index Performance & Multiples

Index	Price	%1D	%1M	%1Yr.	PER	PBR	Mkt Cap
VN-Index	1,056	0.9	-3.5	-30.7	11.0	1.7	4,173,681
VN30 Index	1,062	1.1	-4.4	-31.3	9.1	1.7	2,962,777
VN Midcap	1,352	0.6	0.4	-40.8	8.7	1.3	715,522
VN Smallcap	1,100	0.5	-2.5	-50.7	8.3	0.9	224,364
HNX Index	213	0.0	-3.1	-55.6	13.5	1.2	247,600
UpCom	73	0.1	-0.6	-36.3	11.4	1.3	976,839

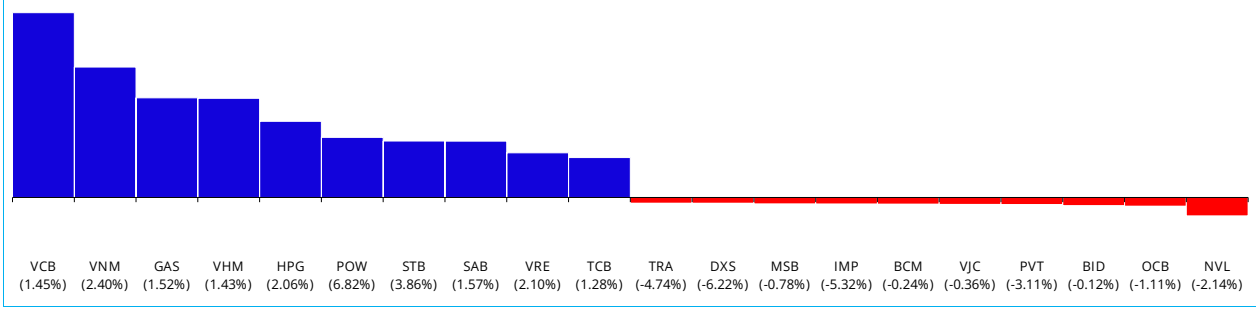
Vietnam Sector Performance

Sector	%1D	%1M	%YTD	%1 YR.	PER	PBR	Mkt Cap
Retail	0.1	-7.9	-33.6	0.7	12.8	2.8	85,337
Insurance	0.6	-4.3	-16.1	-16.5	15.0	1.6	46,855
Real Estate	0.6	-12.5	-43.6	-45.6	14.7	1.7	860,033
Technology	0.6	2.3	-3.9	-4.7	20.3	3.7	100,576
Oil & Gas	1.1	12.0	-30.8	-33.2	19.7	2.2	56,049
Financial Services	1.6	-5.8	-50.8	-51.3	7.6	1.4	101,503
Utilities	1.9	-2.1	8.5	1.3	17.3	2.3	328,782
Travel & Leisure	0.1	9.3	-23.0	-21.0	n.a	4.1	104,112
Indus. Goods&Services	0.8	-1.7	-21.2	-23.0	12.0	1.6	122,756
Per.& Household Goods	0.4	1.3	-5.1	-5.1	14.1	2.3	51,956
Chemicals	0.2	-5.5	-43.2	-44.0	9.1	0.9	23,506
Banks	0.8	-0.1	-17.8	-17.6	10.6	1.8	1,656,097
Car & Parts	-0.1	0.8	-46.1	-47.7	13.0	0.9	18,553
Basic Resources	2.0	-0.8	-45.8	-46.2	3.7	1.1	154,034
Food & Beverage	1.6	-3.6	-13.2	-13.0	17.6	3.6	694,088
Media	-4.6	-16.6	-58.0	-55.6	19.0	0.5	1,171
Cons. & Materials	2.0	-1.8	-42.1	-45.2	15.0	1.1	84,585
Health Care	-1.7	-1.1	-20.0	-21.0	15.3	2.1	30,424

Key Currencies & Commodities

Term	Price	%1D	%1W	%1M	%3M	%YTD	%1Yr.
Dollar index	104	0.0	-0.2	-1.0	-6.3	0.7	8.4
USD/JPY	133	0.1	-0.2	-2.9	-8.2	1.3	14.3
USD/CNY	7	-0.3	-1.3	-1.2	-3.4	-0.3	8.0
KRW/USD	1,270	-0.2	0.3	-1.8	-10.0	0.3	6.1
EUR/USD	1	-0.1	0.4	-1.2	-6.9	0.8	6.6
USD/VND	23,500	-0.1	-0.5	-2.1	-1.6	-0.6	3.3
WTI	74	1.0	-6.8	-4.4	-16.2	-8.3	-5.5
Gasoline	237	4.9	0.3	7.7	-11.2	-3.6	3.4
Natural gas	4	-1.4	-12.7	-26.3	-40.7	-8.1	5.9
Coal	395	0.4	-1.5	0.9	-2.3	-2.4	126.6
Gold	1,846	-0.5	1.7	4.3	7.5	1.2	1.9
China HRC	4,121	-0.2	0.2	3.2	2.3	-0.6	-13.8

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Stock Feeds

Companies News

1) ETFs net bought VND 26,500 billion of Vietnamese shares in 2022. Statistics show that there are 19 ETFs currently investing on the Vietnamese stock market with a portfolio size of about $3.3 billion. The number and size of ETFs are forecasted to continue to increase sharply in 2023.

2) HSG – Manufacturing: Hoa Sen recorded a 94.2% decrease in profit after tax to VND 251.32 billion in the fiscal year 2021-2022. Besides, Hoa Sen's revenue in this period reached VND 49,710.6 billion, up 2% (YoY). It is known that from 2012 up to now, there has never been a year when Hoa Sen's profit was lower than VND 251 billion, Hoa Sen's profit last year recorded a record low in recent years.

3) GEG – Utilities: Chairman of the Board of Directors of Gia Lai Electricity JSC has just announced the decision to establish SOLWIND Energy Joint Stock Company with charter capital of VND 100 billion, equivalent to 10 million shares. Accordingly, GEG owns 49.99% of the charter capital of SOLWIND Energy, equivalent to VND 49.99 billion.

4) AGM – Production: Angimex canceled the plan to offer shares to pay dividends in 2020, 2021 and stopped issuing bonus shares to existing shareholders. Instead, the Board of Directors approved a plan to handle capital imbalance by liquidating Angimex's assets. Accordingly, the company is expected to liquidate assets to supplement working capital in 9 workshops, factories and warehouses.

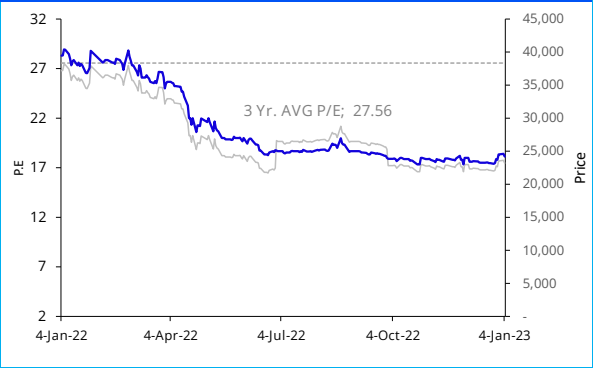
5) HAG – Agriculture: According to Hoang Anh Gia Lai Joint Stock Company from 2024, enterprises will use cash flow generated from production and business activities to properly implement the debt repayment plan and the bonds are expected to be paid off on end of 2026.

Stock of the day

Cuu Long Pharmaceutical JSC - DCL

DCL - Pharmaceutical: In 2022, Cuu Long Pharmaceutical JSC is estimated to achieve revenue of VND 1,016 billion, profit before tax of VND 140.5 billion. With this result, Cuu Long Pharmaceutical exceeded 20% of revenue and 5% of profit respectively according to the plan set out in 2022; growth of 44% in revenue, 27% in profit (YoY).

With net revenue equivalent to 144% (YoY), Cuu Long Pharmaceutical achieved the highest revenue level during 46 years of operation. This is considered a "sweet fruit" of Cuu Long Pharmaceutical after a period of focus on investment and restructuring.



Cashflow Trend

Cash flow between industry groups (VNDbn)

No	Sectors	% Liqidity Change AVG 1W	1/4/2023	1/5/2023	1W AVG	20 days Trend
1	Media	178.1	1	3	1	
2	Utilities	115.8	148	409	190	
3	Industrial Goods & Services	38.9	472	509	367	
4	Basic Resources	23.3	768	878	712	
5	Food & Beverage	13.9	841	855	751	
6	Construction & Materials	13.8	823	629	552	
7	Financial Services	13.6	939	913	804	
8	Travel & Leisure	12.5	52	69	62	
9	Technology	11.7	70	93	83	
10	Health Care	8.7	10	14	13	
11	Insurance	2.3	38	31	30	
12	Chemicals	2.0	427	284	279	
13	Banks	-1.4	2,341	1,707	1,731	
14	Real Estate	-2.6	1,653	1,379	1,416	
15	Oil & Gas	-11.0	171	104	117	
16	Personal & Household Goods	-18.3	58	55	67	
17	Automobiles & Parts	-23.3	64	47	61	

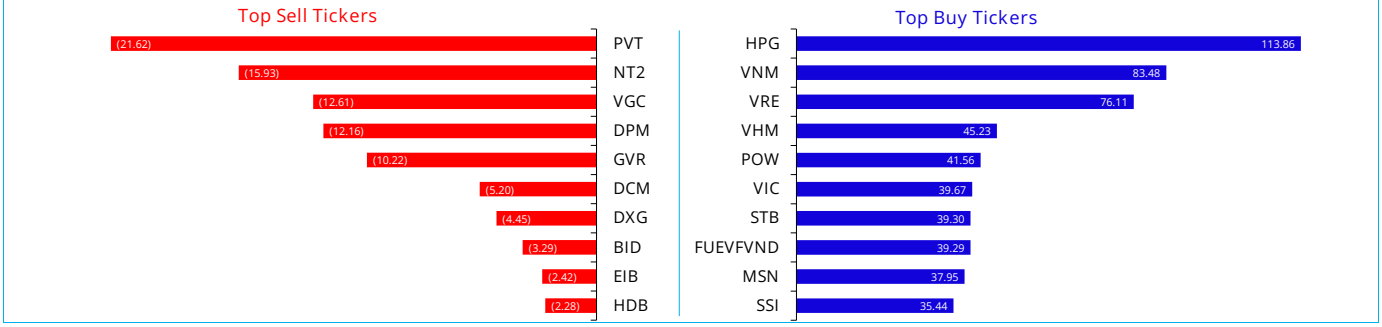
Top 15 tickers in trading value 1 week

Ticker	Company name	Sectors	Performance				Trading Stats		Trend
			Close price	%1D	% 1W	%YTD	%Turnover Change	Turnover (VND bn)	
POW	PV Power	Utilities	11,750	6.8	10.3	10.3	512.4	272.6	
STB	Sacombank	Banks	24,200	3.9	5.7	7.6	58.9	460.0	
GEX	Gelex Group JSC	Industrial Goods & Services	13,550	3.0	3.0	9.3	74.7	245.2	
HSG	Hoa Sen Group	Basic Resources	13,200	4.3	10.9	14.3	118.4	190.0	
VNM	Vinamilk	Food & Beverage	81,200	2.4	5.5	6.7	107.5	198.8	
HPG	Hoa Phat Group	Basic Resources	19,800	2.1	8.8	10.0	31.7	420.8	
TPB	Tien Phong Bank	Banks	22,550	2.5	5.4	7.1	144.4	168.6	
SSI	SSI Securities Corp.	Financial Services	19,300	1.6	6.3	9.0	49.6	253.5	
VCI	Viet Capital Securities	Financial Services	26,100	3.6	7.6	12.3	106.8	154.8	
VCG	Vinaconex Group	Construction & Materials	19,150	4.9	16.4	11.0	53.3	197.4	
PVT	PVTrans	Industrial Goods & Services	21,800	-3.1	0.9	-0.9	152.9	112.1	
NKG	Nam Kim Steel	Basic Resources	13,850	3.7	12.1	13.1	90.8	131.9	
VRE	Vincom Retail	Real Estate	29,200	2.1	8.6	11.0	103.5	118.3	
MBB	MBBank	Banks	18,200	1.4	4.3	6.4	57.0	139.9	
IDI	I.D.I International Development & Investment	Food & Beverage	12,900	6.2	14.7	18.3	112.9	88.6	

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)	
VSH	Vinh Son - Song Hinh Hydropower	Utilities	34,350	5.7	7.7	8.7	7.9	34.35	
C47	Construction 47	Construction & Materials	8,630	6.9	17.4	17.3	15.5	8.63	
POW	PV Power	Utilities	11,750	6.8	10.3	10.3	9.6	11.75	
NT2	Nhon Trach 2 Power	Utilities	30,000	-1.5	4.3	4.0	3.2	30.00	
ELC	ELCOM CORP.	Technology	10,800	6.4	8.5	11.3	9.1	10.80	
GVR	Viet Nam Rubber Group	Chemicals	14,900	0.3	4.9	8.0	5.8	14.90	
VSC	Vietnam Container Shipping	Industrial Goods & Services	30,950	2.8	3.2	2.0	2.3	30.95	
PHC	Phuc Hung Holdings	Construction & Materials	6,240	3.5	8.5	8.0	7.1	6.24	
TTA	TRUONG THANH DECONIN	Construction & Materials	9,820	3.2	2.4	2.8	2.9	9.82	
YEG	Yeah1 Group	Media	8,700	-7.0	-6.1	-2.4	-4.1	8.70	

Foreign Investor Trading Activities (VNDbn)



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