Wednesday, January 18, 2023

Exploring Vietnam
Market Insight

Shinhan Securities

Daily report

Market Summary:

"Maintain the green"

▶ The stock market continued to rise in today's session. Most stocks traded in the green.

▶ At the end of the session, the VN-Index gained 9.99 points (+0.92%), reaching 1,098.28 points; HNX-Index gained 2.58 points (+1.20%), reaching 217.73 points. The market liquidity reached VND 10.23 trillion, equivalent to about 604,197 million shares traded. Foreign investors net bought VND 692.09 billion, focusing on SSI.

▶ VIC (+2.72%), MSN (+2.46%), MWG (+4.41%) were the three codes that contributed the most to the green color of the market. On the contrary, VRE (-1.84%), SVC (-4.48%), HT1 (-2.97%) were the three codes that lost the most points of the market.

▶ Most of the industry groups gained in today's session. Real estate, Construction and materials, Oil and gas are the 3 groups with the strongest increase: VIC, VCG, PLX.

▶ From a technical perspective: The market continued to be optimistic when the index opened and created a gap at the beginning of the session. The green color remained throughout the session although the profit-taking pressure started to return. The liquidity reached a high level above 20 session average, showing that the trade is active again. However, the RSI is getting closer to the overbought area, meaning that chasing buyers need to be restrained. The nearest resistance for the trend is around 1,100 points. The right strategy favors partial profit taking.



Vietnam Benchmark Index Performance & Multiples

Index	Price	%1D	%1M	%1Yr.	PER	PBR	Mkt Cap
VN-Index	1,098	0.9	4.4	-23.7	11.4	1.8	4,340,938
VN30 Index	1,116	1.1	4.9	-24.5	9.7	1.8	3,114,722
VN Midcap	1,384	0.9	1.4	-30.1	8.9	1.3	726,137
VN Smallcap	1,130	1.4	0.6	-41.0	8.6	0.9	228,164
HNX Index	218	1.2	2.2	-48.3	13.7	1.2	250,199
UpCom	74	0.8	1.9	-31.6	11.6	1.3	976,365

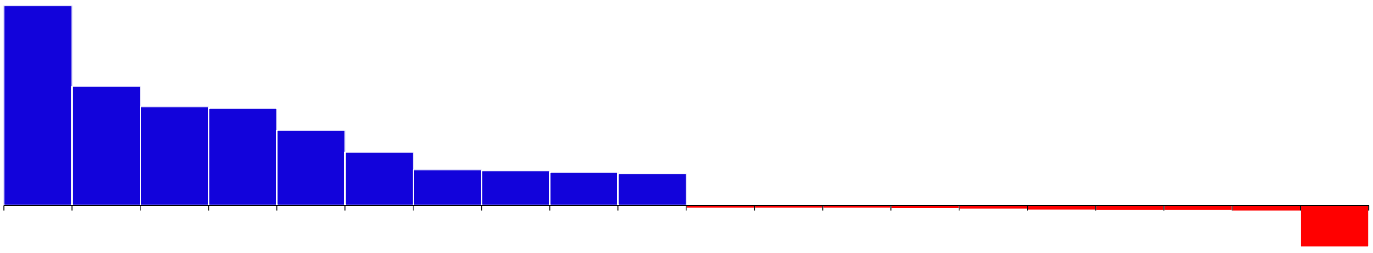
Vietnam Sector Performance

Sector	%1D	%1M	%YTD	%1 YR.	PER	PBR	Mkt Cap
Retail	4.5	-5.5	5.0	0.7	13.2	2.9	88,031
Insurance	-0.4	-1.2	3.8	-8.3	14.9	1.6	47,223
Real Estate	1.5	0.7	6.4	-41.8	14.1	1.7	795,497
Technology	1.1	6.1	6.9	7.0	20.8	3.8	103,048
Oil & Gas	1.3	21.6	19.3	-27.7	21.1	2.4	59,873
Financial Services	0.7	0.7	16.0	-35.4	8.5	1.5	108,856
Utilities	0.1	0.1	3.5	-10.6	17.0	2.3	313,778
Travel & Leisure	0.9	-1.3	2.9	-20.2	n.a	4.4	104,772
Indus. Goods&Services	1.2	-3.5	1.9	-15.2	12.4	1.6	116,387
Per.& Household Goods	1.1	3.1	1.8	0.7	14.3	2.3	52,744
Chemicals	1.2	-3.4	7.4	-35.3	10.1	1.4	140,609
Banks	0.5	9.2	12.3	-13.5	11.4	1.9	1,637,763
Car & Parts	0.7	1.5	4.7	-36.5	13.1	0.9	18,764
Basic Resources	0.9	7.1	19.7	-38.3	4.1	1.2	167,639
Food & Beverage	1.1	4.6	7.4	-6.5	18.5	3.4	534,293
Media	1.3	-13.6	4.5	-47.4	22.1	0.7	920
Cons. & Materials	1.4	3.3	14.4	-40.1	16.1	1.1	89,636
Health Care	-0.1	0.9	1.0	-15.2	15.4	2.1	30,783

Key Currencies & Commodities

Term	Price	%1D	%1W	%1M	%3M	%YTD	%1Yr.
Dollar index	102	-0.3	-1.1	-2.5	-8.9	-1.3	6.7
USD/JPY	130	1.4	-1.9	-5.1	-13.0	-0.9	13.4
USD/CNY	7	-0.2	-0.1	-3.1	-6.1	-2.0	6.4
KRW/USD	1,238	-0.1	-0.7	-5.0	-13.0	-2.2	4.0
EUR/USD	1	-0.5	-0.8	-2.2	-9.1	-1.3	4.5
USD/VND	23,440	0.0	0.0	-1.1	-4.1	-0.8	3.0
WTI	81	1.0	7.8	9.0	-2.2	0.9	-5.2
Gasoline	237	-6.9	1.8	11.2	-7.1	-3.6	-2.5
Natural gas	3	-3.1	-4.5	-47.3	-39.5	-22.3	-18.9
Coal	369	0.1	-5.4	-8.4	-5.8	-8.6	67.5
Gold	1,911	0.1	1.9	6.9	15.7	4.8	5.4
China HRC	4,197	0.0	0.7	0.6	6.7	1.2	-12.8

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Stock Feeds

Companies News

1) VHC – Fisheries: Vinh Hoan Joint Stock Company has just announced its business results in December 2022 with export revenue down 31% (YoY) to VND 661 billion. Compared to the months from the beginning of the year, December is the month with the lowest export revenue and the third month with a consecutive decrease in revenue. The main export market is the US, which recorded a 63% drop in revenue, as consumers are tightening spending amid inflation and high inventories of white fish. Besides, the Chinese market has not been able to recover. The pangasius segment decreased by 44% to VND 297 billion and was the second consecutive month of negative revenue growth.

2) PVS – Oil and Gas: PTSC's consolidated pre-tax profit in 2022 is estimated at VND 1,080 billion, equaling 177% of the plan and increasing by 23% compared to 2021. In the fourth quarter of 2022, PTSC is estimated at VND 5,818 billion revenue, up 27% over the same period. Pre-tax profit is estimated at more than VND 408 billion, 3.5 times higher than the same period last year and the highest level in 15 quarters since Q1/2019.

3) HND – Utilities: Quarter IV/2022, Hai Phong Thermal Power JSC recorded net revenue of VND 2,238 billion, up VND 21 billion (YoY). Cost of goods sold was up to VND 2,196 billion, accounting for 98% of net revenue, so gross profit was 42 billion VND, down 87%. Profit margin reached 1.8%, while the same period 15%.
In the whole year of 2022, the net revenue of Hai Phong Thermal Power Company reached VND 10,511 billion, up 16% compared to 2021. Pre-tax profit reached nearly VND 601 billion, up 25%. With this result, the company has achieved 99% of the revenue target and exceeded 1% of the annual profit target

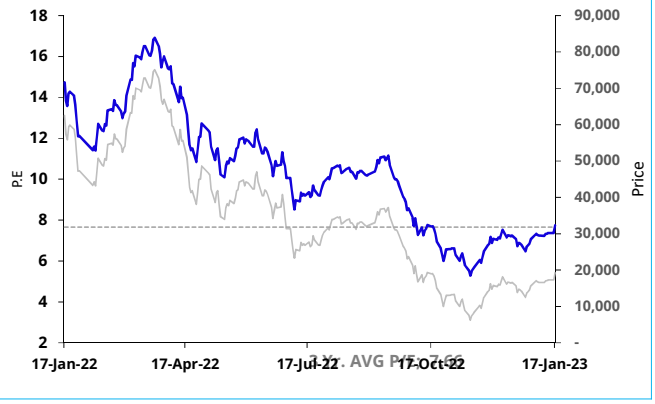
4) VIB – Banks: According to information from Vietnam International Commercial Joint Stock Bank, in 2022 VIB achieved pre-tax profit of VND 10,581 billion, up 32% compared to 2021, maintaining profitability performance (ROE) at over 30%. VIB's profit growth came from core business segments, especially retail banking. In the fourth quarter alone, VIB's profit was about VND 2,767 billion. This is the third consecutive quarter VIB maintains a profit of over VND 2,700 billion.

5) VCI – Securities: The total operating revenue of the fourth quarter of Viet Capital Securities reached more than VND 796 billion, down nearly 30% compared to the same period last year. Revenue from securities brokerage activities was equivalent to the same period, recorded nearly VND 210 billion. Notably, VCI recorded an exchange rate difference and unrealized loss of nearly VND 106 billion, resulting in a sudden increase in the company's financial expenses to nearly VND 230 billion. Excluding expenses, Viet Capital Securities reported a pre-tax profit of VND 32.4 billion in Q4/2022, down 94.5% over the same period. This is the lowest profit since the third quarter of 2015.

Stock of the day

Dat Phuong Group Joint Stock Company – DPG

DPG – Constructions: Dat Phuong Joint Stock Company has just announced Q4 net revenue reached VND 1,094 billion, up 8% (YoY). However, due to high cost of goods sold, gross profit was only VND 261 billion, down 18% (YoY). Gross profit margin dropped to 23.9%. In the whole year of 2022, DPG achieved VND 3,319 billion in net revenue, up 30% (YoY). Profit after tax reached VND 530 billion, up 18% compared to 2021.
Most of Dat Phuong's revenue comes from construction contract revenue (accounting for 61% of revenue in 2022), then electricity sales (accounting for 20%). However, electricity is the main segment bringing gross profit for DPG. In 2022, DPG's electricity segment gross profit is VND 503 billion, while the construction segment is VND 112 billion.



Cashflow Trend

Cash flow between industry groups (VNDbn)

No	Sectors	% Liqidity Change AVG 1W	1/17/2023	1/18/2023	1W AVG	20 days Trend
1	Retail	80.0	191	302	168	
2	Personal & Household Goods	59.7	68	121	76	
3	Financial Services	37.6	1,359	1,469	1,067	
4	Food & Beverage	37.5	638	949	690	
5	Technology	30.7	90	92	70	
6	Travel & Leisure	26.0	98	88	70	
7	Industrial Goods & Services	24.0	423	453	365	
8	Automobiles & Parts	23.7	82	82	66	
9	Insurance	23.5	37	43	35	
10	Real Estate	20.9	1,139	1,394	1,153	
11	Construction & Materials	16.8	697	701	600	
12	Chemicals	15.4	341	313	271	
13	Health Care	4.4	24	14	13	
14	Basic Resources	3.0	1,570	1,033	1,003	
15	Media	2.4	0	0	0	
16	Banks	-3.5	3,007	2,054	2,128	
17	Utilities	-10.2	217	148	165	

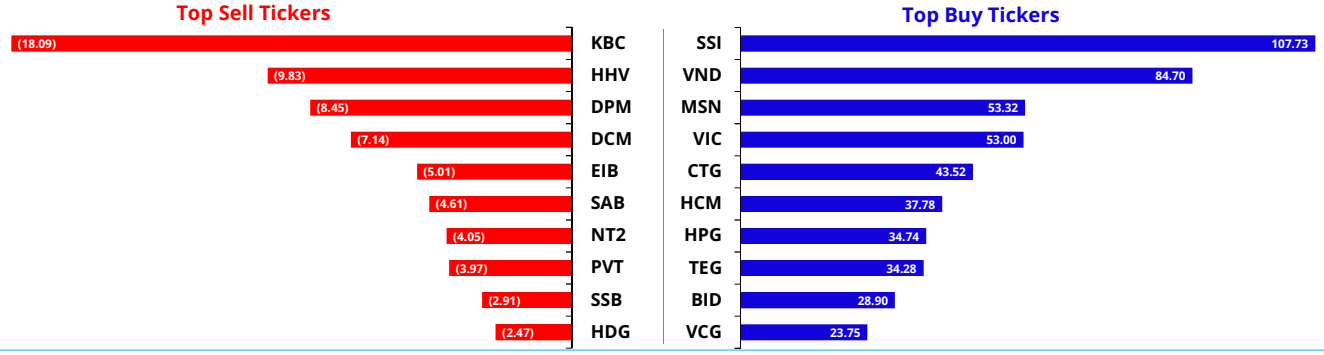
Top 15 tickers in trading value 1 week

Ticker	Company name	Sectors	Performance				Trading Stats		
			Close price	%1D	% 1W	%YTD	%Turnover Change	Turnover (VND bn)	Trend
SSI	SSI Securities Corp.	Financial Services	20,550	0.7	6.5	16.1	57.0	399.7	
DIG	DIC Corp	Real Estate	16,550	6.8	6.8	15.7	142.3	226.0	
VND	VNDIRECT	Financial Services	16,150	1.6	9.5	19.6	41.3	426.1	
TPB	Tien Phong Bank	Banks	23,600	2.6	5.1	12.1	104.5	236.5	
VCI	Viet Capital Securities	Financial Services	29,700	-0.7	8.6	27.7	66.4	288.0	
DBC	DABACO	Food & Beverage	16,750	6.7	6.0	18.8	180.8	161.1	
MWG	Mobile World Investment	Retail	44,950	4.4	5.6	4.8	172.9	163.7	
HAG	HAGL Corporation	Food & Beverage	9,430	4.0	0.3	2.9	79.1	216.5	
HPG	Hoa Phat Group	Basic Resources	21,700	0.2	7.4	20.6	14.1	563.0	
HAH	Hai An Transport	Industrial Goods & Services	36,400	4.4	9.6	12.9	209.5	100.5	
DXG	Dat xanh real estate	Real Estate	14,150	4.0	6.0	11.0	87.8	139.7	
ACB	Asia Commercial Bank	Banks	25,500	0.8	5.4	16.4	80.0	138.6	
HSG	Hoa Sen Group	Basic Resources	14,550	-0.7	11.1	26.0	32.9	221.1	
ASM	Sao Mai Group	Food & Beverage	9,550	6.9	11.0	24.0	224.4	77.1	
HHV	Deo Ca Traffic Infrastructure Investment	Industrial Goods & Services	12,650	1.2	17.1	34.3	71.7	107.0	

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
TCM	Thanh Cong Textile Garment	Personal & Household Goods	57,700	6.9	6.1	8.9	6.4	57.70	
HAH	Hai An Transport	Industrial Goods & Services	36,400	4.4	9.6	12.9	9.1	36.40	
NTL	Tu Liem Urban Development	Real Estate	18,100	6.5	6.5	16.8	8.0	18.10	
ELC	ELCOM CORP.	Technology	11,300	6.6	7.6	16.5	8.7	11.30	
ASM	Sao Mai Group	Food & Beverage	9,550	6.9	11.0	24.0	9.3	9.55	
TCD	Transport and Industry Development Investment	Construction & Materials	7,100	6.6	12.7	23.9	12.7	7.10	
VDS	Viet Dragon Securities	Financial Services	7,990	6.5	7.4	9.0	8.5	7.99	
SCR	Sacomreal	Real Estate	6,090	6.8	6.8	10.7	8.1	6.09	
LDG	LDG Investment	Real Estate	4,550	6.8	7.8	13.8	9.9	4.55	
MCG	MCG Energy and Real Estate	Construction & Materials	2,980	-0.7	-2.0	-7.5	-1.1	2.98	

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