Thursday, February 2, 2023

Exploring Vietnam
Market Insight

Shinhan Securities

Daily report

Market Summary:

"The Struggle"

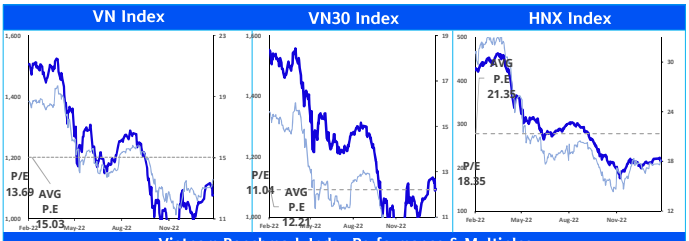
▶ The stock market rallied today. Most stocks traded in the green. The VN-Index fluctuated around reference, although the stock market rallied the gain was less than 2 points.

▶ At the end of the session, the VN-Index gained 1.62 points (+0.15%), reaching 1,077.59 points; In contrast, HNX-Index dropped 0.70 points (-0.32%), reaching 215.31 points. Market liquidity reached VND 11.05 trillion, equivalent to about 634.7 million shares traded. Foreign investors net bought VND 431.59 billion, focusing on HPG, STB.

▶ VCB (+1.68%), MWG (+5.94%), VIC (+1.09%) were the three tickers that contributed the most to the green vibe of the market. In contrast, HDB (-3.42%), GVR (-1.93%), VNM (-0.65%) were the three pulling down the market.

▶ Most of the industry groups gained in today's session. Retail, Banks, and Basic Resources were the three groups that increased the most: MWG, VCB, HPG

▶ From a technical perspective: Struggling trades dominated today's session after yesterday's unexpected drop. Buying force reacted as soon as the index approached the support of the trendline, which also corresponds to the 20-day MA around 1,060 points, helping the index narrow the intraday drop and close in green. However, the order matching was not really high, showing the cautious sentiment of investors. The MACD has crossed down the signal line along with the RSI dropping to near 50, meaning that the uptrend has weakened and the correcting signal is still there. Therefore, investors need to observe new developments before making hasty decisions.



Vietnam Benchmark Index Performance & Multiples

Index	Price	%1D	%1M	%1Yr.	PER	PBR	Mkt Cap
VN-Index	1,078	0.2	7.0	-27.1	13.7	1.8	4,294,306
VN30 Index	1,093	0.5	8.8	-28.6	11.3	1.6	3,061,084
VN Midcap	1,347	-1.1	2.9	-33.5	10.6	1.3	724,687
VN Smallcap	1,121	-1.2	5.4	-39.4	13.4	0.9	232,251
HNX Index	215	-0.3	4.9	-48.3	17.9	1.3	251,703
UpCom	75	-0.1	4.5	-31.7	#N/A N/A	#N/A N/A	1,008,763

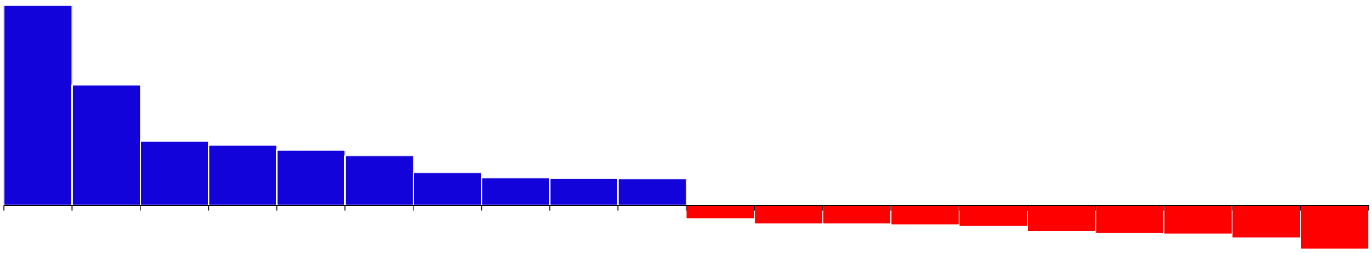
Vietnam Sector Performance

Sector	%1D	%1M	%YTD	%1 YR.	PER	PBR	Mkt Cap
Retail	4.4	13.7	13.7	0.8	18.2	2.8	95,357
Insurance	0.2	6.9	6.9	-9.4	19.4	1.7	48,616
Real Estate	0.0	2.4	2.4	-45.2	14.3	1.5	765,653
Technology	-0.1	6.1	6.1	4.2	17.2	3.4	102,260
Oil & Gas	-0.2	13.4	13.4	-32.3	38.5	2.3	56,918
Financial Services	-0.9	11.3	11.3	-40.7	12.6	1.2	104,524
Utilities	0.1	5.3	5.3	-11.2	12.3	2.2	319,339
Travel & Leisure	-1.8	-0.5	-0.5	-23.9	n.a	10.6	101,314
Indus. Goods&Services	-0.4	3.8	3.8	-14.7	10.9	1.5	118,453
Per.& Household Goods	-1.3	-1.3	-1.3	-7.6	10.8	1.8	51,139
Chemicals	-1.1	5.7	5.7	-36.3	6.4	1.3	138,400
Banks	0.5	9.8	9.8	-20.7	8.1	1.5	1,601,335
Car & Parts	-0.2	5.4	5.4	-36.7	10.5	0.9	18,882
Basic Resources	0.4	17.3	17.3	-37.4	20.7	1.2	164,207
Food & Beverage	0.0	4.3	4.3	-8.3	23.3	3.4	518,853
Media	-3.2	12.8	12.8	-42.5	11.9	0.8	994
Cons. & Materials	-1.2	11.6	11.6	-39.2	11.5	1.1	87,449
Health Care	-0.4	4.3	4.3	-11.3	12.9	2.0	31,781

Key Currencies & Commodities

Term	Price	%1D	%1W	%1M	%3M	%YTD	%1Yr.
Dollar index	101	-0.2	-0.8	-2.4	-9.2	-2.4	5.3
USD/JPY	129	-0.1	-1.1	-1.5	-12.9	-1.8	12.5
USD/CNY	7	-0.3	-0.9	-2.5	-7.8	-2.5	5.7
KRW/USD	1,220	-0.9	-0.9	-4.2	-13.9	-3.6	1.2
EUR/USD	1	-0.1	-1.0	-3.0	-10.7	-2.7	2.8
USD/VND	23,450	0.0	0.0	-0.8	-5.6	-0.8	3.5
WTI	77	0.7	-5.0	-4.1	-14.5	-4.1	-12.8
Gasoline	237	-3.4	-9.2	-3.6	-12.1	-3.6	-9.1
Natural gas	2	0.8	-15.5	-44.4	-60.3	-44.4	-54.8
Coal	247	-1.9	-30.2	-38.9	-31.2	-38.9	13.3
Gold	1,956	0.3	1.4	7.3	19.6	7.3	8.3
China HRC	4,225	-0.5	0.7	1.9	13.4	1.9	-13.3

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) STB – Banks: Saigon Thuong Tin Commercial Joint Stock Bank reported a pre-tax profit of more than VND 6,339 billion in 2022, up 44% (YoY), thanks to a sharp increase in all revenue sources. Bad debt at the end of the year decreased by 25% compared to the beginning of the year. The main source of revenue in 2022 increased by 43% compared to the previous year, reaching VND 17,147 billion in net interest income. Compared with the target of VND 5,280 billion of pre-tax profit set for the whole year, Sacombank has exceeded 20% of the target.

2) VJC – Transport: Vietjet Aviation Joint Stock Company announced its fourth quarter consolidated financial statements showing net revenue of VND 11,807 billion, 4.2 times higher than the same period in 2021 and returning closer to pre-pandemic levels. However, COGS increased sharply to VND 15,650 billion, causing the company to have a gross loss of VND 3,843 billion. This is Vietjet's largest quarterly gross loss ever.

3) AGM – Manufacturing: According to the consolidated financial statements of Q4/2022, AGM's net revenue decreased by 77% over the same period to nearly VND 363 billion. Meanwhile, cost of goods and expenses eroding revenue caused the Company to have a net loss of nearly VND 105 billion, extending the loss for the third consecutive quarter. With 3 consecutive quarters of loss, AGM's net loss in 2022 is more than VND 140 billion, while the same period's profit is nearly VND 45 billion. This is a record loss since the company was equitized (in 2008) and listed on HOSE (at the end of 2012) until now.

4) HDB – Banks: In 2022, HDBank's main activities increased by 30% (YoY), earning nearly VND 18,012 billion in net interest income. Notably, service activities earned a profit of nearly VND 2,957 billion, up 53%. Profit from other activities was also 2.9 times higher, reaching more than VND 528 billion. As a result, HDBank achieved pre-tax profit of more than VND 10,268 billion, up 27% (YoY). Compared to the target of VND 9,770 billion of pre-tax profit set for the whole year, HDBank exceeded the target by 5%.

5) GVR – Production: Q4/2022, net revenue of Vietnam Rubber Group - Joint Stock Company decreased by 7% YoY, to VND 9,013 billion. The main reason is due to the decrease in revenue of rubber latex and wood processing. Revenue from rubber products and real estate business increased, but it was still not enough to compensate for the decrease in revenue. Net profit in 2022 decreased by 8% to VND 3,819 billion, completing 98% of the profit target thanks to the adjustment of the plan.

Stock of the day

The Pan Group Joint Stock Company - PAN

PAN – Food: Consolidated financial statements for Q4/2022, The Pan Group Joint Stock Company witnessed a 9% increase in net revenue y/y, to more than VND 3.9 trillion. However, profit after tax and net profit, respectively, "reversed", down to nearly VND 235 billion (down 16%) and VND 131 billion (down 25%).

In the whole year of 2022, the Group's consolidated net revenue reached more than VND 13,663 billion, up 48% (YoY). Profit after tax was more than VND 774 billion, up 51% and net profit was nearly VND 363 billion, up 23% (YoY). This result also exceeded the profit plan approved by the General Meeting of Shareholders in 2022 (VND 755 billion of profit after tax and VND 355 billion of net profit).



Cashflow Trend

Cash flow between industry groups (VNDbn)

No	Sectors	% Liqidity Change AVG 1W	2/1/2023	2/2/2023	1W AVG	20 days Trend
1	Technology	0.3	112	118	118	
2	Oil & Gas	-7.7	185	113	122	
3	Construction & Materials	-9.4	1,061	799	881	
4	Travel & Leisure	-9.5	95	82	91	
5	Retail	-10.1	561	326	363	
6	Banks	-12.8	3,230	2,456	2,817	
7	Food & Beverage	-12.9	1,266	888	1,020	
8	Personal & Household Goods	-13.3	151	149	171	
9	Real Estate	-19.9	3,029	1,545	1,930	
10	Industrial Goods & Services	-21.3	652	421	535	
11	Health Care	-21.9	16	11	14	
12	Utilities	-23.6	361	191	250	
13	Chemicals	-24.2	837	422	557	
14	Media	-24.6	1	1	1	
15	Basic Resources	-25.3	2,293	1,094	1,465	
16	Financial Services	-28.1	2,227	1,132	1,575	
17	Automobiles & Parts	-30.9	161	71	102	

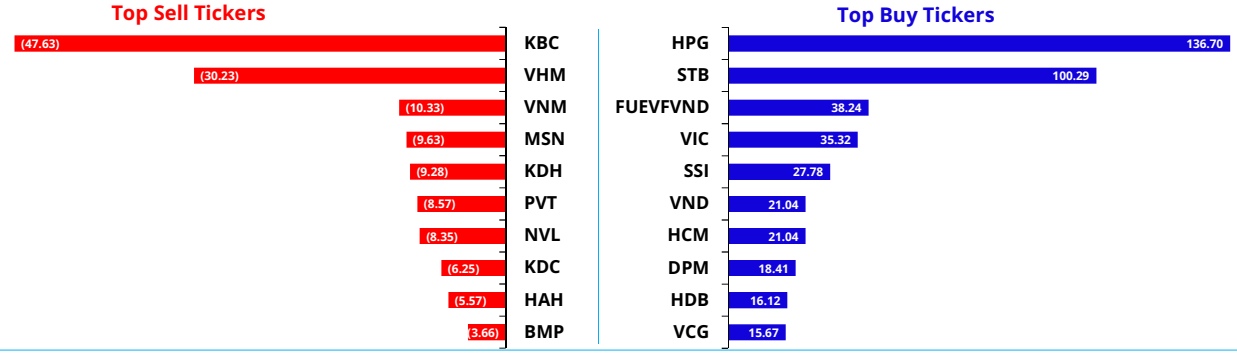
Top 15 tickers in trading value 1 week

Ticker	Company name	Sectors	Performance				Trading Stats		
			Close price	%1D	% 1W	%YTD	%Turnover Change	Turnover (VND bn)	Trend
STB	Sacombank	Banks	26,150	1.9	-2.4	16.2	31.3	477.3	
MWG	Mobile World Investment	Retail	49,900	5.9	9.4	16.3	45.8	237.2	
LCG	LiCoGi 16	Construction & Materials	9,800	-4.4	1.0	31.4	60.6	129.5	
HAG	HAGL Corporation	Food & Beverage	8,550	-4.0	-11.2	-6.7	33.7	190.2	
BID	BIDV	Banks	43,150	0.8	-6.1	11.8	57.4	123.2	
DPG	Dat Phuong Group	Construction & Materials	31,350	-5.1	-11.4	10.0	45.8	53.2	
PC1	Power Construction No. 1	Construction & Materials	23,550	-3.1	-7.6	16.6	40.2	53.6	
TCM	Thanh Cong Textile Garment	Personal & Household Goods	47,450	-1.6	-19.6	-10.5	32.2	53.2	
KHG	Khai Hoan Land Real Estate	Real Estate	5,000	-5.1	8.0	20.5	87.7	27.3	
VPB	VPBank	Banks	18,400	0.5	-5.6	2.8	2.7	478.4	
ANV	Nam Viet	Food & Beverage	29,600	-0.5	-4.8	31.3	33.3	48.8	
VPI	Van Phu - Invest	Real Estate	53,000	0.4	0.0	-1.5	30.7	42.9	
VHM	Vinhomes	Real Estate	47,900	-0.2	-8.2	-0.2	10.2	104.4	
BMP	Binh Minh Plastics	Construction & Materials	60,000	-2.6	-5.4	0.0	67.1	23.9	
KOS	KOSY Company	Real Estate	36,000	-0.4	-0.7	-5.3	83.7	21.1	

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
DHM	Duong Hieu Mining	Basic Resources	11,750	5.9	18.7	23.0	11.6	11.75	
KHG	Khai Hoan Land Real Estate	Real Estate	5,000	-5.1	8.0	20.5	5.3	5.00	
HID	Halcom Vietnam	Construction & Materials	3,080	-2.8	-3.4	1.3	-5.4	3.08	
KOS	KOSY Company	Real Estate	36,000	-0.4	-0.7	-5.3	-0.7	36.00	
NO1	911 Group	Industrial Goods & Services	8,700	-3.0	-3.0	-3.3	-3.1	8.70	
LCG	LiCoGi 16	Construction & Materials	9,800	-4.4	1.0	31.4	-4.5	9.80	
AGM	An Giang Import Export	Food & Beverage	6,470	-4.4	-5.3	-32.5	-6.9	6.47	
BID	BIDV	Banks	43,150	0.8	-6.1	11.8	-3.6	43.15	
LHG	Long Hau Corp	Real Estate	22,550	-1.3	-5.8	5.6	-7.2	22.55	
BMP	Binh Minh Plastics	Construction & Materials	60,000	-2.6	-5.4	0.0	-6.3	60.00	

Foreign Investor Trading Activities (VNDbn)



Shinhan Securities

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