Monday, February 13, 2023

Exploring Vietnam
Market Insight

Shinhan Securities

Daily report

Market Summary:

"Spreading red"

▶ The stock market fell today. Most stocks traded in the red. The food-processing industry and securities industries were the two strongest selling sectors.

▶ At the end of the session, the VN-Index dropped 11.60 points (-1.10%), reaching 1,043.70 points; HNX-Index dropped 4.01 points (-1.92%), reaching 210.91 points. Market liquidity reached VND 10.4 trillion, equivalent to about 681,323 million shares traded. Foreign investors net sold VND 82.02 billion, focusing on KDH.

▶ BID (+3.38%), MSN (+1.86%), STB (+3.59%) were the three tickers that contributed the most to the green vibe of the market. In contrast, VCB (-1.06%), VHM (-2.20%), VPB (-2.86%) were the three pulling down the market.

▶ Most of the industry groups dropped points in today's session. Financial services, Construction and materials, and Chemicals were the three biggest decliners: VCI, VGC, DCM.

▶ From a technical perspective: Selling pressure continued to dominate right at the beginning of the session, causing the market open to create a gap down. However, bottom-fishing demand re-entered at the end of the afternoon session, helping the market close narrow a part of the drop and created a hammer candlestick pattern. This shows that the money flow reacted when the index approached the low price zone, however, the buying momentum was not strong enough to help the index break above the MA50-day resistance around 1,050 points and Vnindex ended the session still below this level. The bullish signal could be a technical retracement and it is necessary to observe more developments in the following sessions. The index lost its short-term uptrend when penetrated the threshold of 1,080 points. Therefore, current trading will have noise and investors need to consider carefully.



Vietnam Benchmark Index Performance & Multiples

Index	Price	%1D	%1M	%1Yr.	PER	PBR	Mkt Cap
VN-Index	1,044	-1.1	-1.6	-30.5	13.7	1.7	4,211,703
VN30 Index	1,040	-0.8	-2.8	-32.7	11.0	1.6	3,081,357
VN Midcap	1,269	-2.9	-5.4	-39.4	10.9	1.2	724,842
VN Smallcap	1,075	-3.0	-1.7	-45.4	13.2	0.9	221,000
HNX Index	204	-1.9	-3.2	-52.1	15.7	1.2	243,833
UpCom	77	-0.2	7.1	-31.4	12.2	1.7	1,001,545

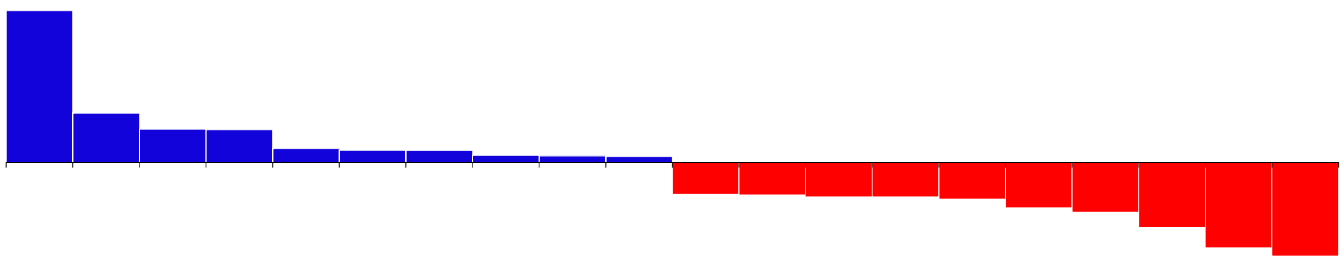
Vietnam Sector Performance

Sector	%1D	%1M	%YTD	%1 YR.	PER	PBR	Mkt Cap
Retail	0.4	2.1	0.6	0.7	16.1	2.4	84,393
Insurance	-1.8	-0.6	4.0	-13.4	18.9	1.6	47,309
Real Estate	-1.9	-6.5	-2.9	-46.0	13.6	1.4	726,205
Technology	0.0	1.1	4.4	-0.5	17.0	3.3	100,647
Oil & Gas	-0.6	2.5	18.7	-32.6	40.3	2.4	59,607
Financial Services	-4.1	-6.5	2.0	-48.4	12.2	1.0	95,708
Utilities	-0.4	1.3	4.6	-14.8	12.2	2.1	317,103
Travel & Leisure	-0.6	-9.1	-8.6	-35.4	n.a	9.6	93,036
Indus. Goods&Services	-2.0	0.0	1.0	-19.8	10.6	1.5	115,275
Per.& Household Goods	-1.2	-3.7	-4.5	-12.1	10.5	1.7	49,490
Chemicals	-3.2	-2.9	-1.7	-45.7	6.0	1.1	128,665
Banks	-0.8	0.5	7.7	-23.0	8.0	1.5	1,570,305
Car & Parts	-1.6	-1.3	1.1	-41.9	10.1	0.9	18,111
Basic Resources	-1.6	1.0	11.5	-46.4	19.7	1.1	156,199
Food & Beverage	-0.1	-2.4	2.5	-12.8	22.0	3.3	509,985
Media	2.5	9.2	11.7	-43.8	11.8	0.7	984
Cons. & Materials	-3.6	-2.2	6.0	-44.8	13.0	1.0	83,043
Health Care	0.7	5.5	6.9	-9.9	13.2	2.0	32,563

Key Currencies & Commodities

Term	Price	%1D	%1W	%1M	%3M	%YTD	%1Yr.
Dollar index	104	0.1	0.1	1.5	-2.4	0.2	8.0
USD/JPY	132	0.8	-0.2	3.5	-5.4	1.0	14.6
USD/CNY	7	0.2	0.4	1.9	-3.4	-1.1	7.4
KRW/USD	1,278	1.0	1.9	2.9	-3.7	0.9	7.0
EUR/USD	1	-0.1	0.4	1.4	-3.3	0.2	5.8
USD/VND	23,576	0.0	0.4	0.6	-4.9	-0.2	3.7
WTI	79	-1.1	6.4	-1.3	-11.4	-1.8	-15.3
Gasoline	237	-5.3	-0.1	-6.4	-9.2	-3.6	-13.4
Natural gas	3	1.3	3.6	-25.5	-56.7	-43.1	-35.4
Coal	226	0.3	-4.2	-42.1	-30.3	-44.1	-5.4
Gold	1,860	-0.3	-0.4	-3.1	5.0	2.0	-0.6
China HRC	4,189	-0.2	0.6	-0.2	10.3	1.0	-18.0

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Stock Feeds

Companies News

1) PC1 – Utilities: The Board of Directors of PC1 Group Joint Stock Company approved a resolution on the plan to issue private bonds in 2022. Specifically, PC1 will issue 12,000 bonds with a par value of VND 100 million, divided into 2 issuances. The bond term is 5 years. The proceeds from the issuance (expected VND 1,200 billion) will be used by PC1 to invest in industrial park real estate development, through the transfer of shares of Western Pacific JSC. The rest, VND 90 billion is used to supplement working capital for the Company.

2) HBC – Construction: HBC reported a loss in 2022, although net revenue increased 24% to nearly VND 14,123 billion. The main reason is that COGS increased sharply by 31% to nearly VND 13,865 billion. Therefore, HBC's gross profit plummeted 68% to nearly VND 258 billion, gross profit margin also decreased from 7.1% to 1.8%. In addition, administrative expenses also increased sharply, 2.3 times higher than the previous year, to nearly VND 940 billion. Under the pressure of rising costs, HBC reported a net loss in 2022 of more than VND 1,138 billion.

3) SVC – Retail: Saigon General Service Corporation has issued more than 33.3 million shares - equal to the number of outstanding shares to increase capital from equity. Since then, increasing the number of shares after issuance to 66.63 million shares, equivalent to more than VND 666.3 billion of charter capital. The effective date of the listing change is 10/02/2023. However, in fact, Savico ended its release on December 29, 2022. In which, all new shares are distributed to 922 shareholders, with the right exercise ratio 1:1.

4) VHC – Production: Vinh Hoan JSC's net profit in 2022 increased sharply compared to the previous year, but in Q4/2022, net profit decreased by 58% over the same period. Specifically, in 2022, VHC achieved net revenue of more than VND 13.2 trillion, up 46% y/y. However, in Q4/2022, VHC's revenue was nearly VND 2.5 trillion, down 8% q/q, due to reduced sales and production output. On the other hand, other expenses during the period increased sharply. Financial expenses were 8 times higher than the same period last year, at nearly VND 137 billion. At the end of Q4/2022, although Vinh Hoan made a net profit of nearly VND 190 billion, compared to the same period, this figure was 58% lower. At the end of 2022, Vinh Hoan's net profit is nearly VND 2 trillion, an increase of 80% compared to 2021.

5) REE – Utilities: The Board of Directors of Refrigeration Electrical Engineering Corporation announced March 1 is the last day to close the list of shareholders to pay the 2022 dividend in cash and shares, total rate of 25%. Specifically, REE will pay dividends in 2022 to shareholders in cash at the rate of 10%. With more than 355.4 million shares outstanding, it is estimated that REE needs to spend more than VND 355.4 billion to pay dividends to shareholders. At the same time, the Company plans to issue more than 53.3 million shares to pay dividends in 2022 to shareholders at the rate of 15%. Capital issued from undistributed after-tax profit of the Company.

Stock of the day

Viglacera Corporation - JSC - VGC

VGC – Material: VGC recorded the Corporation's consolidated pre-tax profit in January exceeding 2% of the monthly plan, of which the parent company exceeded 16% of the monthly plan and fulfilled 35% of the first quarter plan. Revenue January consolidation of Viglacera and parent company exceeded 4% and 12% of monthly plan, respectively. In the field of real estate, the leasing of industrial park infrastructure still maintained well and contributed largely to the overall results of the Corporation.

Regarding the business situation in 2022, Viglacera's net revenue reached more than VND 14,594 billion (up 30%); EBT is over VND 2,320 billion (up 51%) and net profit is nearly VND 1,747 billion, up 43% compared to 2021. At the 2022 Annual General Meeting of Shareholders, VGC is expected to bring in VND 15,000 billion in revenue and VND 1,700 billion in pre-interest consolidated tax. Thus, the Corporation has exceeded 36% of the profit target set out.



Cashflow Trend

Cash flow between industry groups (VNDbn)

No	Sectors	% Liqidity Change AVG 1W	2/12/2023	2/13/2023	1W AVG	20 days Trend
1	Media	54.8	0	1	1	
2	Insurance	42.4	36	52	36	
3	Oil & Gas	37.8	91	166	121	
4	Industrial Goods & Services	34.1	272	427	319	
5	Chemicals	32.2	268	502	380	
6	Construction & Materials	29.4	439	707	547	
7	Food & Beverage	24.2	627	901	725	
8	Automobiles & Parts	23.8	50	78	63	
9	Financial Services	20.6	756	1,050	871	
10	Real Estate	18.4	1,133	1,595	1,347	
11	Utilities	5.3	166	158	150	
12	Banks	0.3	1,654	2,060	2,055	
13	Travel & Leisure	-6.4	34	35	38	
14	Health Care	-8.1	12	16	17	
15	Personal & Household Goods	-9.3	93	82	90	
16	Technology	-11.5	73	65	74	
17	Retail	-14.9	228	209	246	

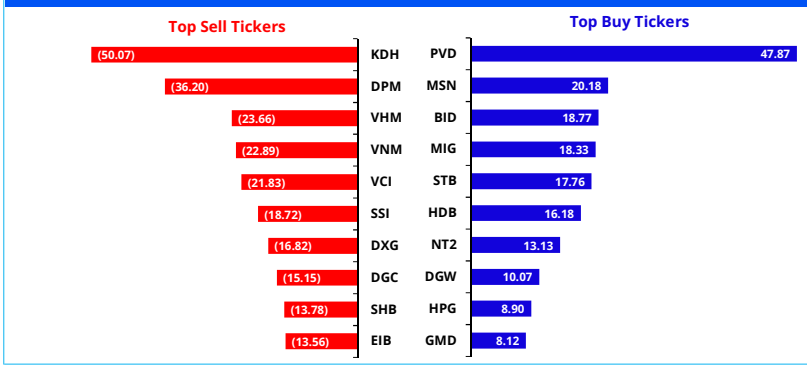
Top 15 tickers in trading value 1 week

Ticker	Company name	Sectors	Performance				Trading Stats		Trend
			Close price	%1D	% 1W	%YTD	%Turnover Change	Turnover (VND bn)	
VPB	VPBank	Banks	17,000	-2.9	-8.1	-5.0	63.6	439.2	
HAG	HAGL Corporation	Food & Beverage	7,680	-6.9	-12.0	-16.2	137.7	190.8	
GEX	Gelex Group JSC	Industrial Goods & Services	12,800	-6.2	-7.2	3.2	79.4	219.5	
DIG	DIC Corp	Real Estate	13,250	-6.7	-16.7	-7.3	79.3	202.5	
PDR	Phat Dat Real Estate	Real Estate	11,250	-6.6	-18.2	-17.3	112.3	157.7	
PVD	PetroVietNam Drilling & Well	Oil & Gas	20,600	1.5	6.5	15.4	125.3	148.6	
SHB	Saigon - Hanoi Commercial Joint Stock Bank	Banks	9,800	-3.0	-6.2	-1.5	78.6	161.3	
VCI	Viet Capital Securities	Financial Services	25,000	-6.0	-8.3	7.5	54.3	200.5	
EIB	Eximbank	Banks	21,350	-7.0	-17.2	-23.6	88.2	122.6	
VND	VNDIRECT	Financial Services	13,450	-3.9	-11.2	-0.4	26.4	270.5	
MBB	MBBank	Banks	18,000	-1.6	-3.7	5.3	40.9	177.3	
DPM	Phu My Fertilizer	Chemicals	42,550	1.6	-1.3	-0.9	64.7	121.2	
VIX	VIX Securities	Financial Services	6,660	-7.0	-12.4	2.5	86.9	100.8	
NVL	Novaland	Real Estate	12,800	-6.9	-16.9	-8.6	21.8	255.7	
DGC	Ducgiang Chemicals	Chemicals	52,200	-5.1	-10.0	-11.4	39.8	136.6	

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)	
HT1	Ha Tien 1 Cement	Construction & Materials	14,300	6.3	6.7	38.2	7.2	14.30	
CIG	COMA 18	Construction & Materials	3,640	-0.3	-4.0	-2.9	-1.3	3.64	
MIG	Military Insurance	Insurance	15,050	0.3	-2.0	2.4	-0.4	15.05	
PTC	Post and Telecom Construction	Construction & Materials	4,800	-5.9	-6.8	-9.1	-6.6	4.80	
KPF	Hoang Minh Finance Investment	Construction & Materials	10,600	-1.9	-7.0	-12.4	-4.9	10.60	
HBC	Hoa Binh Construction Group	Construction & Materials	8,380	-7.0	-13.3	-9.0	-9.5	8.38	
HTN	Hung Thinh Incons	Real Estate	12,250	-3.5	-13.1	0.0	-7.1	12.25	
NLG	Nam Long Investment	Real Estate	25,800	-3.6	-6.9	-16.8	-4.9	25.80	
BWE	Binh Duong Water Environment	Utilities	45,400	-3.2	-2.5	-8.3	-2.9	45.40	
CTD	COTECCONS construction	Construction & Materials	33,000	-6.9	-10.8	0.3	-8.4	33.00	

Top net buy and sell of foreign investors during the day (VNDbn)



Foreign Investor Trading Activities (VNDbn)

Date	Buy	Sell	Net value
2/13/2023	935.02	1015.69	-80.7
2/10/2023	1196.99	1169.15	27.8
2/9/2023	1463.6	1443.64	20.0
2/8/2023	1623.16	1239.19	384.0
2/7/2023	1050.61	1015.25	35.4
2/6/2023	1494.82	1101.45	393.4
2/3/2023	1503.96	973.7	530.3
2/2/2023	1713.83	1281.1	432.7
2/1/2023	1576.82	1484.82	92.0
1/31/2023	1248.63	1368.05	-119.4
1/30/2023	1730.16	984.53	745.6
1/27/2023	1557.86	1035.7	522.2
1/19/2023	1825.2	1028.35	796.9
1/18/2023	1513.17	815.46	697.7
1/17/2023	1271.63	475.2	796.4
1/16/2023	1297.1	1067.91	229.2

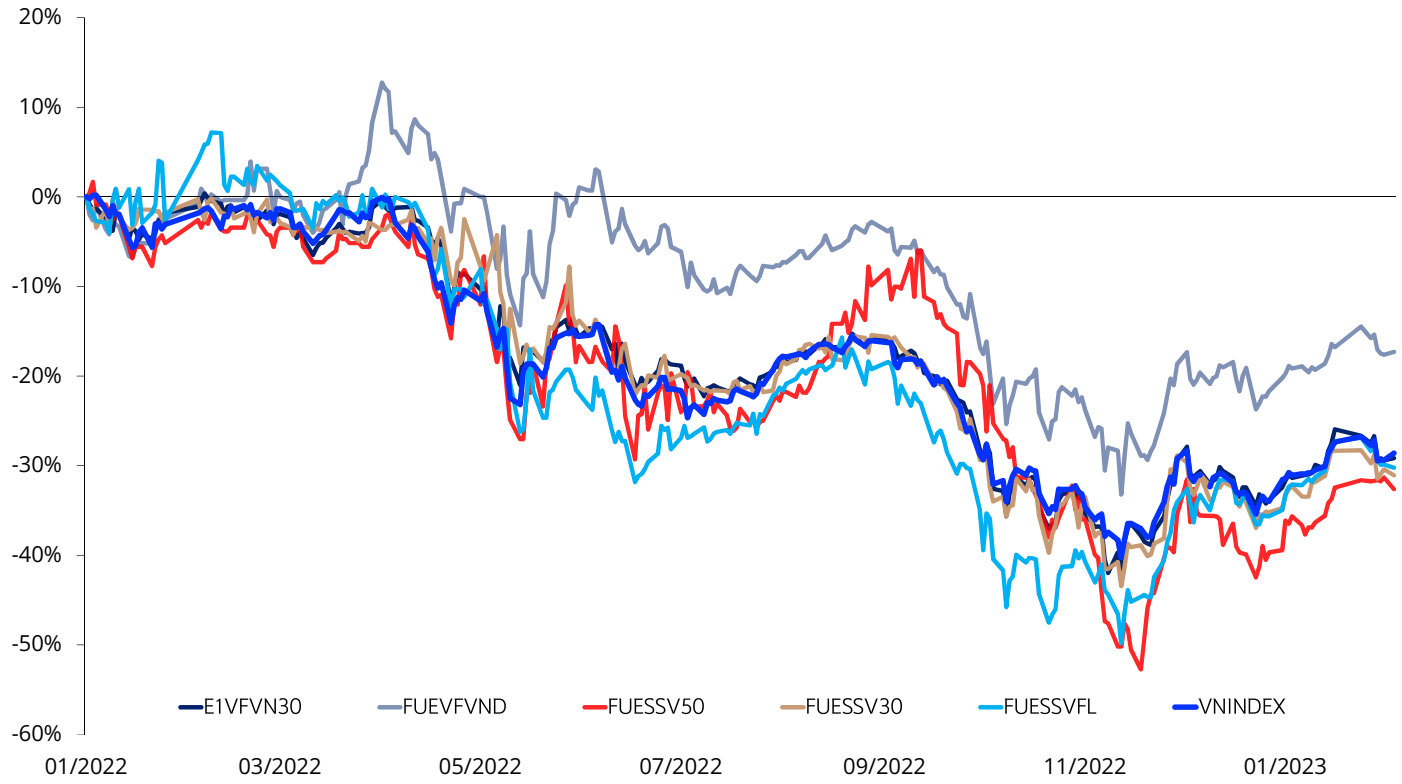
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ETF

Trading statistics of domestic ETFs

No	Name	Ticker	Price (VND)	%1D	%1M	YTD	Trading volume	Trading value (VND bn)	20-sessions liquidity
1	DCVFMVN30 ETF Fund	E1VFVN30	17,790	-1.8%	-3.1%	2.7%	347,300	6.1	
2	DCVFMVN Diamond ETF	FUEVFVND	22,480	-1.4%	-2.6%	0.4%	690,100	15.4	
3	SSIAM VNX50 ETF	FUESSV50	16,000	4.4%	7.9%	13.9%	10,200	0.2	
4	SSIAM VN30 ETF	FUESSV30	12,660	-1.9%	-3.6%	1.4%	6,200	0.1	
5	DCVFMVN Mid Cap ETF	FUEDCMID	7,970	-2.3%	-5.2%	-1.6%	27,200	0.2	
6	IPAAM VN100 ETF	FUEIP100	7,220	-2.3%	-3.6%	0.0%	36,700	0.3	
7	KIM Growth VN30 ETF	FUEKIV30	6,750	-2.2%	-3.2%	1.5%	52,800	0.4	
8	KIM Growth VNFINSELECT ETF	FUEKIVFS	8,740	-1.8%	-3.0%	3.8%	54,200	0.5	
9	MAFN VN30 ETF	FUEMAV30	12,200	-1.2%	-3.6%	2.3%	18,900	0.2	
10	SSIAM VNFIN LEAD ETF	FUESSVFL	14,640	-3.2%	-4.4%	2.0%	444,000	6.5	
11	VinaCapital VN100 ETF	FUEVN100	13,200	-1.8%	-3.4%	1.9%	118,300	1.6	

Performance of ETFs vs VNINDEX



Statistics of domestic ETFs

No	Ticker	Management company	Inception date	Tracking Index	AUM (USD mn)	Fund flow 1M (USD mn)	Fund flow 3M (USD mn)	Annualized Return (%)	Standard deviation 1Y (%)	Beta	Dividend yield (%)	PB (x)	PE (x)	Weight of top 10 holdings (%)
1	E1VFVN30	DCVFM	8/14/2014	VN30	361.2	21.0	36.8	-31.8	25.8	1.0	1.32	1.6	8.6	62.2
2	FUEVFVND	DCVFM	5/12/2020	VNDIAMOND	828.0	20.6	131.1	-21.6	31.9	0.9	1.07	1.7	8.1	87.8
3	FUESSV50	SSIAM	12/15/2014	VNX50	6.0	-0.2	-4.2	-30.1	42.7	1.0	1.34	1.5	9.5	48.8
4	FUESSV30	SSIAM	7/27/2020	VN30	3.0	0.0	0.0	-34.2	35.7	0.9	1.36	1.6	9.7	61.8
5	FUEDCMID	DCVFM	9/29/2022	VNMID	n.a	0.0	0.0	n.a	n.a	1.2	n.a	n.a	n.a	n.a
6	FUEIP100	IPAAM	7/28/2021	VN100	n.a	0.0	0.0	-35.1	25.7	1.0	n.a	n.a	n.a	n.a
7	FUEKIV30	HVCapital	1/6/2022	VN30	18.5	0.0	2.7	-33.4	36.0	0.9	n.a	n.a	n.a	n.a
8	FUEKIVFS	HVCapital	11/3/2022	VNFINSELECT	n.a	0.0	0.0	n.a	n.a	1.2	n.a	n.a	n.a	n.a
9	FUEMAV30	MAFM	12/8/2020	VN30	n.a	0.0	-3.5	-33.1	25.5	1.0	n.a	n.a	n.a	n.a
10	FUESSVFL	SSIAM	2/24/2020	VNFINLEAD	160.6	0.0	10.4	-38.7	38.6	0.9	0.71	1.1	6.4	83.5
11	FUEVN100	Vinacapital	6/16/2020	VN100	n.a	0.0	0.0	-34.7	30.6	0.9	n.a	n.a	n.a	n.a

Source: Bloomberg

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