

Textile & Garment

Non-rated

June textile & garment export updates

Textile and garment export sustained momentum

- Based on the General Department of Customs, the prelim export turnover of Vietnam's textile and garment remained optimistic with 16.5% yoy and 13.1% mom, to USD3.6bn in June.
- In June 2022, the US persisted as the largest textile and garment importer with a USD1.8bn, +13.1% yoy/+11.2% mom, accounting for 50.2% of Vietnam's total textile and garment export value. The June export to EU also witnessed a sharp boom in value with a 31.6% yoy/12.4% mom, reaching USD430mn, followed by Japan with USD333.7mn (+26.3% yoy/+10.8% mom) and Korea with USD203.1mn (+18.3% yoy/+26.6% mom). Whereas, the export to China declined by 26.8% yoy, but rose by 27.6% mom to USD99.4mn in June.
- According to GSO, Vietnam's garment production volume in June soared to 574.7mn pieces (+39.3% yoy/+0.4% mom).

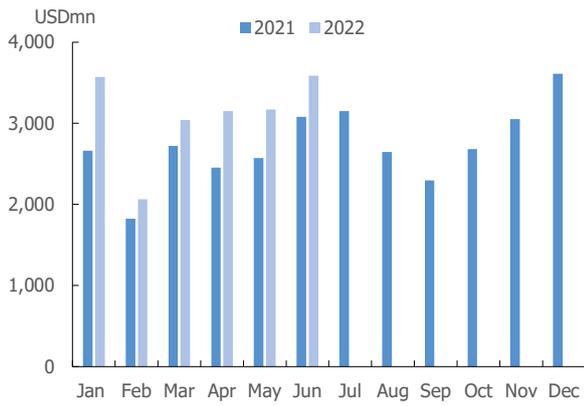
Fiber and yarn export continued to decline in June

- Vietnam's fiber and yarn export value dropped 17.6% yoy/8.2% mom to USD403mn in June, continuing the downward trend on a month-over-month basis for 3 consecutive months.
- China, the largest fiber and yarn importer of Vietnam, accounted for USD143.4mn (-47% yoy/-29.7% mom), making up 35.6% of Vietnam's total fiber and yarn export value. The export to US, EU, Japan and Korea in June posted 17.6mn (+24.4% yoy/-8.1% mom), USD5.9mn (+16.9% yoy/-1.6% mom), USD9.2mn (+22.5% yoy/-23.1% mom) and USD46.7mn (+21.9% yoy/+8.1% mom), respectively.
- The average export price of Vietnam's fiber and yarn climbed by 7.8% yoy, but slid by 4.6% mom in June to about USD3,071/tonne.

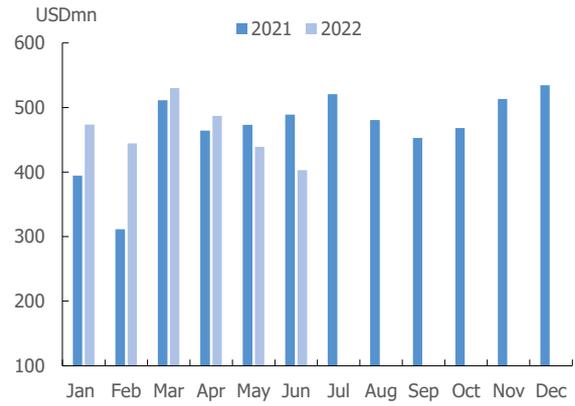
Solid performance in 1H22 but may slow down in 2H22

- Overall, in 1H22, Vietnam's textile and garment export turnover soared 21.4% yoy to USD18.6bn.
- Fiber and yarn export in 1H22 recorded a steady growth figure of 5.1% yoy, achieving USD2.8bn in value.
- We expect textile export to slow down in 2H22 due to the high inflation situation in main export markets, which may cause consumers to tighten spending on non-essential goods.

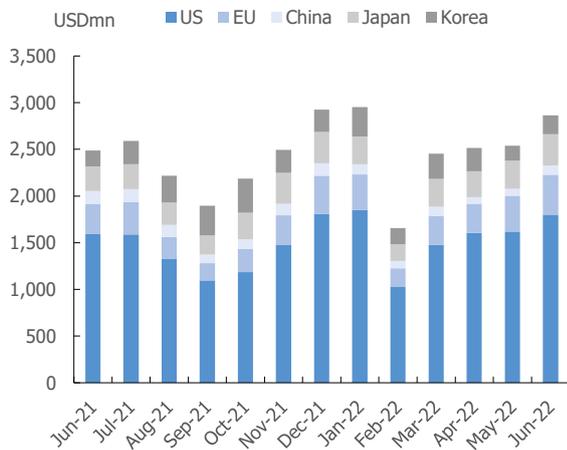
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Figure 1. Vietnam's textile and garment export value

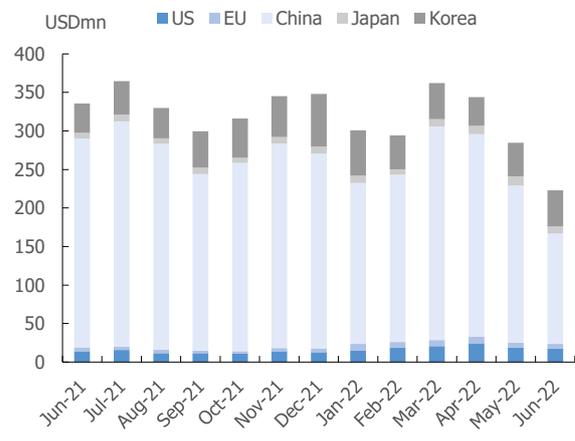
Source: General Department of Customs

Figure 2. Vietnam's fiber and yarn export value

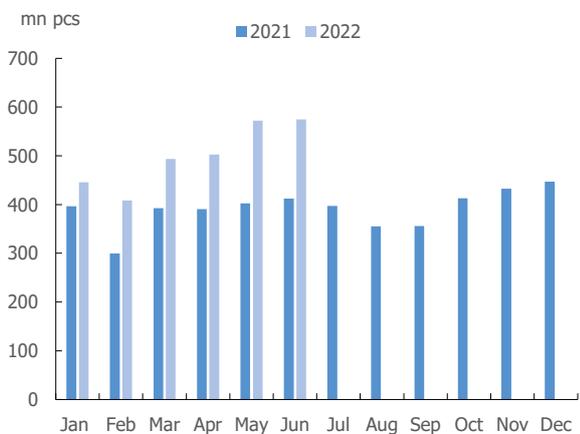
Source: General Department of Customs

Figure 3. Vietnam's textile and garment export by country

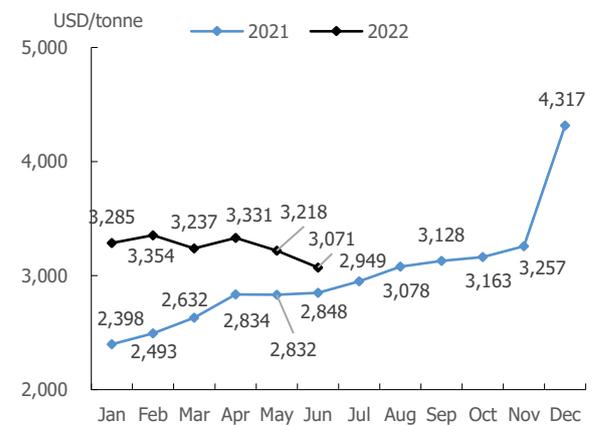
Source: General Department of Customs

Figure 4. Vietnam's fiber and yarn export by country

Source: General Department of Customs

Figure 5. Vietnam's garment production volume

Source: General Statistics Office

Figure 6. Average export price of Vietnam's fiber and yarn

Source: General Department of Customs

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