MORNING CALL
11/10/2023

“Market sentiment improved”

- World stocks: Recovery
- Vietnam stocks: Market sentiment improves
- Business news #KDC, #VBB, #OCH #HDB, #PTB, #VCA
- Technical perspective and updated recommendations #SZC, #NKG, #SSI, #STB, #VCS
- Event calendar
- Q&A

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Catching the latest report



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Global Market Review 09/10 – 13/10/2023

Major stocks market

- In regular trading on Tuesday, the Dow rose 0.4%, the S&P 500 rose 0.52% and the Nasdaq Composite rose 0.58%. The momentum came as dovish comments from Federal Reserve officials reinforced bets that the central bank is done raising interest rates. Additionally, investors await the producer price index report later today and the consumer price index report on Thursday.
- European markets closed strongly today with shares in France leading the region. The CAC 40 rose 2.01% while Germany's DAX rose 1.95% and London's FTSE 100 rose 1.82%, as investors turned their attention to a dovish message from the Fed and bearish oil prices. Yesterday, some Fed officials suggested that further interest rate increases may not be needed, increasing risk appetite in global markets. Traders are now awaiting earnings results, while also monitoring developments in the Middle East.
- The Nikkei 225 index rose 0.5% to above 31,900 while the Topix Index rose 0.1% to 2,314 on Wednesday, extending gains from the previous session and tracking Wall Street higher on dovish messages from officials The US Federal Reserve reinforced bets that the central bank is done raising interest rates.
- WTI crude oil futures fell to $85/barrel on Tuesday, after rising 4.3% on Monday as the market continued to assess supply risks following Hamas' surprise attack on Israel over the weekend.

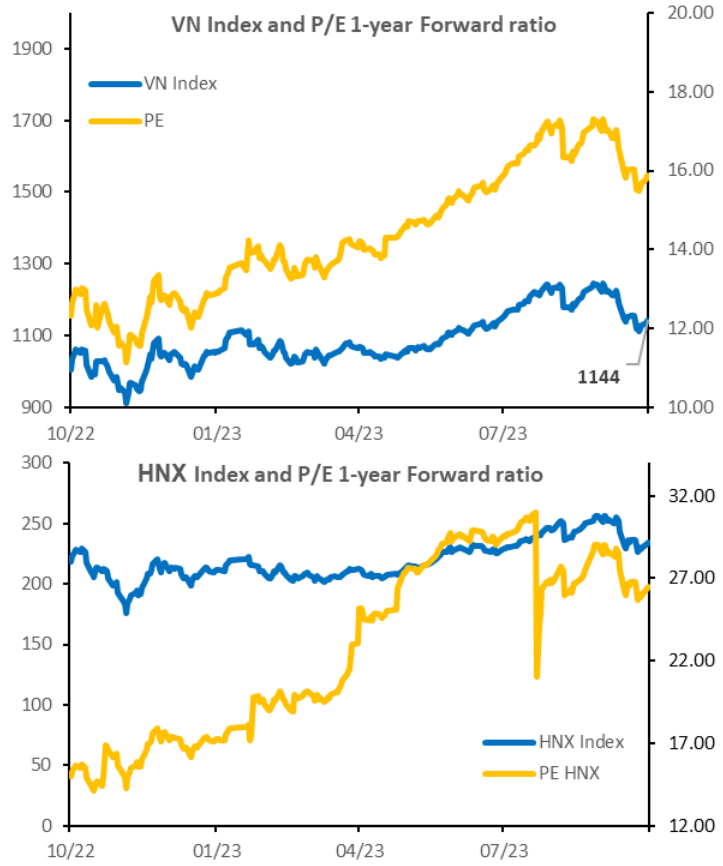
Market

	Close	%1D	%1M	%1Y
VN-Index	1,144	0.56%	-6.53%	13.66%
S&P 500 Index	4,358	0.52%	-2.88%	21.44%
Dow Jones Index	33,739	0.40%	-2.67%	15.39%
GP 100	7,628	1.82%	1.75%	10.79%
Nikkei 225	31,911	0.52%	-1.72%	20.87%
SHCOMP Index	3,075	-0.70%	-2.15%	3.20%
STOXX 600	452	1.96%	-0.82%	16.63%
KOSPI Index	2,445	1.78%	-4.37%	11.55%
Hang Seng	17,665	0.84%	-2.39%	4.95%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	105.71	-0.11%	1.09%	-6.64%
USD/VND	24,405.00	-0.04%	-1.36%	-1.97%
EUR/USD	1.06	0.04%	-1.31%	9.28%
USD/CNY	7.29	-0.02%	-0.07%	-1.90%
Brent	87.96	0.35%	-2.96%	-6.71%
WTI	86.20	0.27%	-1.25%	-3.53%
Natural gas	3.43	1.30%	31.37%	-48.06%
Coal	141.90	0.39%	-9.18%	-63.29%
Gold	1,861.27	0.05%	-3.17%	11.70%

Vietnam Market Snapshot 10/10/2023



	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,143.69	15.88	6.33	0.56	586	14,023
HNX INDEX	234.17	26.51	0.61	0.26	99	1,801

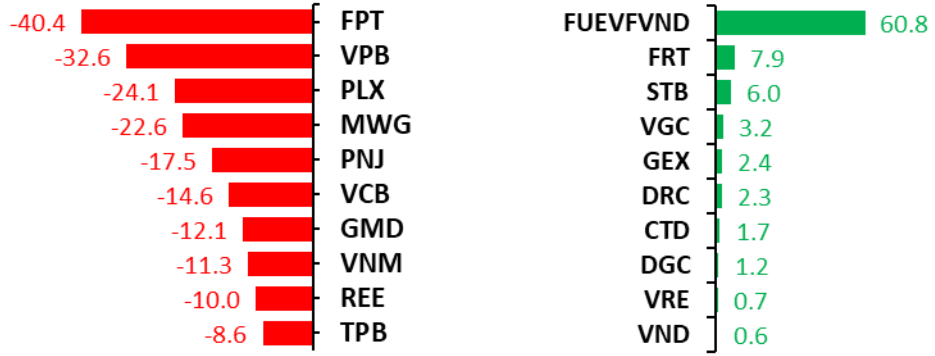
Money flow and sector rotation (VND bn)

Sector	%1D	10/10/2023	10/9/2023	20-session Average
Media	535.63	19	3	2
Food and Beverage	47.35	1,034	702	1,056
Construction & Materials	43.05	1,366	955	1,408
Basic Resources	34.86	1,031	764	1,386
Financial Services	28.72	2,813	2,186	3,387
Personal & Household Goods	22.14	153	125	143
Travel & Leisure	20.01	100	84	131
Real Estate	19.44	2,337	1,957	3,793
Industrial Goods & Services	16.75	1,039	890	1,182
Banks	0.38	1,801	1,794	2,778
Retail	0.33	512	510	703
Utilities	-1.1	231	233	213
Oil & Gas	-3.5	200	208	162
Technology	-8.3	328	357	266
Automobiles & Parts	-10.9	125	140	220
Chemicals	-13.8	948	1,099	929
Health Care	-39.8	23	38	20
Insurance	-52.5	17	36	35

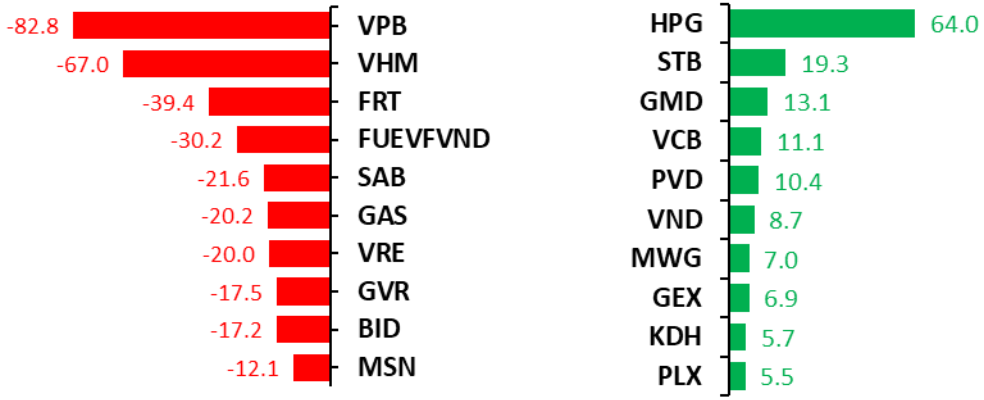
Source: Bloomberg, Shinhan Securities Vietnam

Vietnam Market Snapshot 10/10/2023

Top net buying & selling of proprietary trading (VND billion)



Top net buying & selling foreign investors (VND billion)



The net trading value of proprietary trading and investors by sector (VND billion)

Sub-sector	Proprietary trading (VND bn)	Foreign (VND bn)	Local Individual (VND bn)	Local Institutions (VND bn)
Real Estate	(29)	(108)	156	(48)
Basic Resources	(3)	60	(95)	35
Media	-	0	(0)	(0)
Industrial Goods & Services	(20)	18	(8)	(10)
Health care	-	4	22	(25)
Chemicals	1	(39)	32	7
Financial Services	56	(48)	6	42
Travel & Leisure	(4)	0	4	(4)
Banks	(94)	(93)	88	5
Construction & Materials	5	(1)	(2)	3
Food and Beverage	(17)	(37)	93	(56)
Retail	(15)	(30)	45	(15)
Utilities	(4)	(28)	38	(10)
Personal & Household Goods	(18)	(1)	22	(21)
Technology	(40)	1	46	(47)
Automobiles & Parts	(2)	(3)	0	3
Insurance	(0)	3	(3)	(0)
Oil & Gas	(27)	16	10	(26)

Source: Fiinpro, Shinhan Securities Vietnam

Breaking News

Macro

- IMF: The world economic outlook in the next few years is only "neutral" The International Monetary Fund on October 10 raised the US economic growth forecast, while lowering the economic growth forecast for China and Eurozone region, believes that global economic growth in general remains low. This institution also believes that the global economic outlook in the medium term will not be much improved In the latest World Economic Outlook (WEO) report, the IMF maintained its forecast for global real gross domestic product (GDP) growth in 2023 at 3%, but lowered the forecast by 0.1 percentage point in 2024. Thus, the global economy will decelerate both this year and next year compared to the 3.5% increase achieved in 2022.
- Vietnam aims to become a high-value pharmaceutical production center. The general goal of the Strategy is to develop Vietnam's pharmaceutical industry on a par with advanced countries in the region, ensuring access to medicine for people at reasonable costs; Improve research capacity and application of available technology to produce original brand-name drugs and drugs with new, modern dosage forms, aiming to become a center for manufacturing, processing/technology transfer of brand-name drugs originating from the ASEAN region, striving to develop the domestic pharmaceutical industry to level 4 according to the classification of the World Health Organization (WHO).
- Exporting a product to Korea set a record of growth of more than 2,000 times in just 1 month, a heaven-given treasure for Vietnam. According to preliminary statistics from the General Department of Customs, Vietnam's ore and mineral exports in August 2023 reached 268,631 tons with a value of more than 5.4 million USD, an increase of 60% in volume but a decrease of 72% in value. Price compared to July 2023. Overall, in the first 8 months of the year, our country's export of ore and other minerals reached more than 1.8 million tons with a value of more than 106 million USD.

Business news

- KDC: KIDO Group (KDC) has just officially increased its ownership ratio at Tho Phat International Joint Stock Company (Tho Phat) to 68% of charter capital. Mr. Tran Le Nguyen - Vice Chairman of the Board of Directors and General Director of KIDO - said that Tho Phat will be an important piece of KIDO's strategy to expand the bakery industry. According to KIDO's share, after acquiring Tho Phat International, most of the company's personnel will still be maintained. Mr. Tran Quoc Nguyen - Member of the Board of Directors and Deputy General Director of KIDO - will become General Director of Tho Phat International. At the same time, KIDO also added a Vice President and technical leader to the company.

- VBB: On October 6, 2023, Vietnam Thuong Tin Commercial Joint Stock Bank (Vietbank) was honored to receive the "Strong Brand - Sustainable Development 2023" award at the Vietnam Strong Brand 2023 honoring ceremony organized by the Magazine. Vietnam Economy - VnEconomy - Organized by Vietnam Economic Times. This is the first time Vietbank has been honored in the sustainable development brand category based on the criteria of stable growth associated with the goal of safe, effective development and many practical contributions to the local community. The award is also a testament to the ability to well meet customer needs through a diverse system of products and services, a young and dynamic human resource, and an appropriate and effective digital transformation application process. results in the new context.

- VCA: Recently, VICASA Steel Joint Stock Company – VNSTEEL has just announced its financial report for the third quarter of 2023 with net revenue reaching nearly 390 billion VND, down 18% over the same period. Thanks to a stronger decrease in cost of goods sold than the decrease in revenue, Vicasa Steel's gross profit increased to 7 billion VND, a sharp improvement compared to a gross loss of nearly 10 billion in the same period last year, gross profit margin reached 2%.

Breaking News



Business news

- OCH: One Capital Hospitality Joint Stock Company (code OCH), owner of the Givral cake brand, recorded a record-breaking Mid-Autumn Festival in 2022, but the 2023 Mid-Autumn Festival may be the saddest Mid-Autumn Festival of this brand, when Givral cream puffs used at Mid-Autumn Festival parties are suspected of poisoning many people and causing the death of a 6-year-old child.

- HDB: On October 16, Ho Chi Minh City Stock Exchange (HoSE) will announce the results of the final review of the VNDiamond index in 2023, the changed results will take effect from November 6, 2023. There are currently 3 ETF funds using VNDiamond reference, including DCVMVVN Diamond ETF, MAFMVN Diamond ETF and BVFVN Diamond ETF with a total portfolio size of about 19,500 billion VND. Therefore, VNDiamond portfolio restructuring activities as well as ETF funds will attract great attention from investors.

- PTB: Is Phu Tai (PTB) at risk of losing nearly 80 billion VND when NOBLE HOUSE of the US goes bankrupt? Recently, Noble House Home Furniture LLC officially filed for bankruptcy under Chapter 11 with the United States Court in the District of Houston Texas. According to research, Noble House Home Furniture LLC is a company in the US with the main business being a manufacturer, distributor and retailer of outdoor furniture since 1992. Previously in mid-September, sources reported Bloomberg reported that this company has filed for bankruptcy in the context of inflation and weak consumer spending, affecting the company's financial situation. It is likely that GigaCloud Technology will acquire Noble House's assets and this purchase will end on October 31, 2023.

Technical view



Trend: Recovery

- VNINDEX closed 1,143 (6 points, +0.56%) with liquidity at the same level as the previous session. The market recorded an increase with 345 increasing codes and 140 decreasing codes. Foreigners and self-trading are both net sellers. The increase was led by VCB, VHM and HPG, on the contrary, GVR VIC decreased. Industry groups with strong increases include: telecommunications, natural resources and banking.
- Technical: The market opened up, created a gap, and ended the session at the opening price. During the session, there was a time when the market reached 1,150 but could not maintain it. It can be seen that after the process of creating a bottom formed by 3 candles at MA 200, the market has had 2 uptrends and returned to the resistance area of 1150-1160 corresponding to the previous wave and MA 100. If the market break the resistance, the market will return to 1,200. Otherwise, the market will fluctuate in the range of 1,110 - 1,150 until it accumulates enough.
- Strategy: Investors can disburse funds to stocks that have bottomed out, especially industries that are benefiting such as logistics and seafood.

Scenario:

- Positive (60%): The market will accumulate in the 1,140 - 1,150 area and then move to the 1,200 area
- Negative (40%): The market will correct to the 1,100 area

Recommended stocks

11/10/2023

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
SZC	Buy	36.1	41.4	35.35	15%	-2%	37.55	Rebound from the base
NKG	Buy	19.6	23	18.6	17%	-5%	19.95	Rebound from the base
STB	Buy	31	33.7	29.8	9%	-4%	31.25	Rebound from the base
SSI	Buy	32.2	36.7	31.5	14%	-2%	32.7	Rebound from the base
VCS	Buy	62.7	68.5	61.3	9%	-2%	63.2	Rebound from the base

Trading portfolio

Ticker	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
PTB	Sell	56.5	61.9	55.7	10%	-1%	59.2	20	4.78%	13/09/2023	Reach target
PVS	Buy	36.4	40	35.4	10%	-3%	37.8	4	3.85%	05/10/2023	
VHC	Buy	79.3	87	76.7	10%	-3%	82	3	3.40%	06/10/2023	

Economic calendar

October 2023

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
1	2	3	4	5	6	7
8	9 ISM Manufacturing PMI (US)	10 JOLTS Job Openings (US)	11 OPEC Meetings ADP Non-Farm Employment Change. ISM Services PMI (US)	12 BOJ Gov Kuroda Speaks	13 Unemployment Rate (US)	14
15	16 CPI, PPI (China)	17 GDP (UK) PPI (US)	18	19 FOMC Meeting CPI, core CPI (US)	20 Retail Sales (US), Prelim UoM Consumer Sentiment	21 Treasury Currency Report (US)
22 IMF Meetings	23 ETF VFM VN30, SSIAM VNFin Lead ETF & VFMVN Diamond ETF Review	24	25 CPI, core CPI (UK)	26 Deadline for submission of 3rd quarter financial statements Maturity of Derivatives Contracts Flash PMI (German, French, UK)	27 FDI announcement	28
29	30	31	1 BOC Press Conference, Monetary Policy Report and Rate Statement	2 ECB Press Conference, Monetary Policy Statement	3	4
5 ETF VNM VN30 changes the proportion of the portfolio	6					

NOTES: IEA hop thường niên

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Q&A

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