MORNING CALL
11/10/2023

"Rising with uncertainty"

- ❑ World stocks: The upward momentum continues
- ❑ Vietnam stocks: Rising with uncertainty
- ❑ Business news #GMD, #FMC, #HHV #KDC, #SZL, #BSR
- ❑ Technical perspective and updated recommendations
- ❑ Event calendar
- ❑ Q&A

[Analysts]

Tien Le ☎ (84-28) 037 639 1443
✉ tien.ld@shinhan.com

Nam Hoang ☎ (84-28) 6299 8004
✉ nam.h@shinhan.com

Following SSV's Zalo,
Catching the latest report



Please click or scan

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

Major stocks market

- In regular trading on Wednesday, the Dow rose 0.19%, the S&P 500 gained 0.43% and the Nasdaq Composite climbed 0.71%,. Those moves came even as minutes of the Federal Reserve's last meeting showed policymakers agreed that interest rates will need to remain at restrictive levels for a prolonged period, as resilience in the US economy warrants an aggressively hawkish response to bring inflation back to target levels. Data also showed that both headline and core producer prices in the US economy rose more than expected, aligned with the Fed's concerns of stubborn inflation.
- European markets finished mixed as of the most recent closing prices. The DAX gained 0.24%, while the CAC 40 led the FTSE 100 lower. They fell 0.44% and 0.11% respectively.
- The Nikkei 225 Index jumped 1.1% to above 32,200 while the broader Topix Index gained 0.8% to 2,325 on Thursday, hitting their highest levels in nearly two weeks and taking cues from a positive lead on Wall Street overnight as minutes of the Federal Reserve's last meeting bolstered bets that it will hold interest rates steady next month. Producer prices in Japan rose by 2.0% yoy in September 2023, slowing from a marginally revised 3.3% gain in August and coming less than market forecasts of 2.3%. This was the lowest producer inflation since March 2021.
- WTI crude futures fell nearly 3% to below $84 per barrel on Wednesday as fears of possible supply disruptions in the Middle East due to the Israel-Hamas war started to fade. Saudi Arabia also reiterated its support for efforts by OPEC+ to balance oil markets and measures that could bolster global growth.

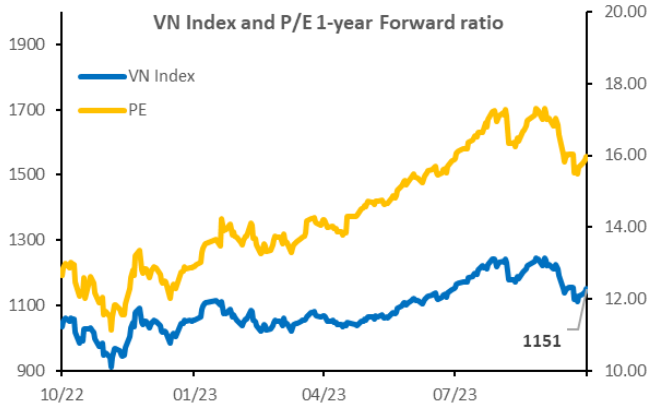
Market

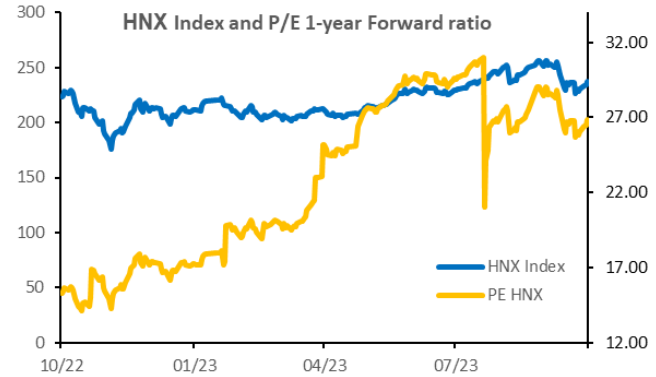
	Close	%1D	%1M	%1Y
VN-Index	1,151	0.62%	-7.60%	11.21%
S&P 500 Index	4,377	0.43%	-1.90%	22.36%
Dow Jones Index	33,805	0.19%	-2.43%	15.73%
GP 100	7,620	-0.11%	1.23%	11.63%
Nikkei 225	32,342	1.27%	-1.33%	22.52%
SHCOMP Index	3,079	0.12%	-1.85%	1.77%
STOXX 600	453	0.15%	-0.49%	17.44%
KOSPI Index	2,474	0.98%	-2.47%	12.33%
Hang Seng	17,893	1.29%	-0.74%	7.14%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	105.67	-0.14%	0.92%	-6.75%
USD/VND	24,437.00	-0.07%	-1.32%	-2.02%
EUR/USD	1.06	0.02%	-1.23%	9.47%
USD/CNY	7.30	0.03%	-0.08%	-1.69%
Brent	85.42	-0.47%	-7.21%	-7.60%
WTI	83.04	-0.54%	-6.53%	-4.85%
Natural gas	3.39	0.38%	23.59%	-47.32%
Coal	140.50	-0.99%	-11.08%	-64.08%
Gold	1,876.89	0.14%	-1.92%	12.17%

Vietnam Market Snapshot 11/10/2023





Money flow and sector rotation (VND bn)

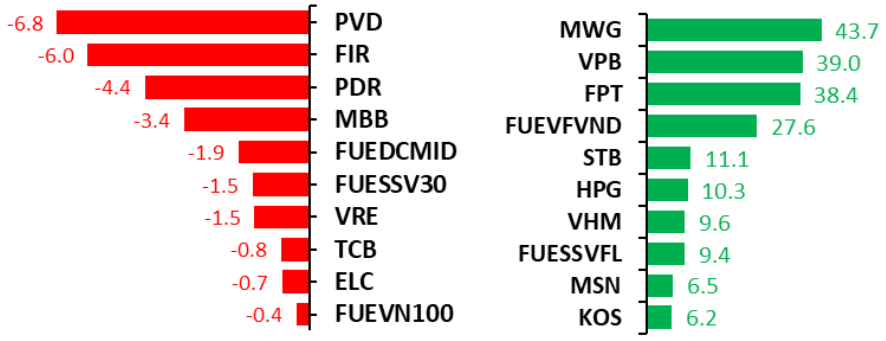
Sector	%1D	10/11/2023	10/10/2023	20-session Average
Oil & Gas	135.02	471	200	172
Personal & Household Goods	-6.0	144	153	141
Insurance	-6.1	16	17	33
Travel & Leisure	-11.0	89	100	129
Health Care	-12.2	20	23	20
Industrial Goods & Services	-12.8	906	1,039	1,136
Financial Services	-15.1	2,390	2,813	3,288
Automobiles & Parts	-18.3	102	125	205
Technology	-21.5	257	328	263
Real Estate	-22.2	1,818	2,337	3,546
Construction & Materials	-23.1	1,050	1,366	1,320
Banks	-25.7	1,337	1,801	2,667
Basic Resources	-29.5	727	1,031	1,297
Chemicals	-29.8	665	948	902
Retail	-33.2	342	512	651
Utilities	-35.2	149	231	201
Food and Beverage	-40.4	616	1,034	1,022
Media	-45.1	10	19	3

Source: Bloomberg, Shinhan Securities Vietnam

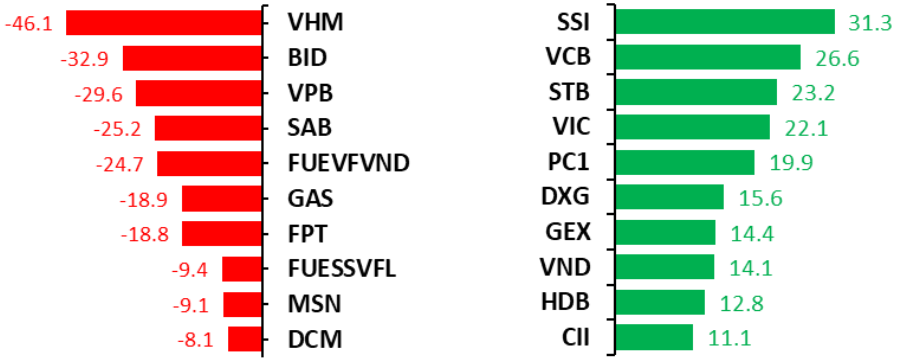
	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,150.81	15.98	7.12	0.62	461	11,088
HNX INDEX	237.00	26.83	2.83	1.21	92	1,818

Vietnam Market Snapshot 11/10/2023

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	15	(10)	56	(46)
Basic Resources	11	18	25	(43)
Media	-	(0)	(0)	0
Industrial Goods & Services	4	34	(5)	(29)
Health care	0	0	(1)	0
Chemicals	2	12	14	(26)
Financial Services	45	29	(70)	40
Travel & Leisure	3	3	(7)	4
Banks	69	(10)	(219)	229
Construction & Materials	10	49	(63)	14
Food and Beverage	14	(49)	77	(28)
Retail	44	(4)	(22)	26
Utilities	2	(26)	(14)	40
Personal & Household Goods	1	(0)	(2)	2
Technology	38	(19)	(16)	35
Automobiles & Parts	3	(0)	2	(2)
Insurance	0	(2)	2	0
Oil & Gas	(7)	(3)	22	(19)

Source: Fiinpro, Shinhan Securities Vietnam

Breaking News

Macro

- The Prime Minister requested to clean the data of stock trading participants in November 2023. The Prime Minister assigned the Ministry of Public Security to preside over and coordinate with the Ministry of Information and Communications, the Ministry of Construction, and the Ministry of Natural Resources and Environment to research and propose solutions to add national digital address information to the database. national population data; Integrate electronic identity accounts with the national real estate exchange system, national land database system...
- In the first 7 months of 2023, the whole system handled 128,000 billion VND of bad debt, an increase of 46.3% over the same period last year. In the first 7 months of 2023 alone, the whole system handled 128,000 billion VND of bad debt, an increase of 46.3% over the same period last year. In addition to handling bad debts on the balance sheet, the results of handling bad debts determined according to Resolution 42 also achieved positive results. Cumulatively from the time the Resolution took effect (August 15, 2017) to the end of July 2023, the whole system has handled about 425.9 trillion VND of bad debt determined according to Resolution 42.
- In yesterday's session (October 10), the State Bank (SBV) continued to offer T-bills according to the interest rate bidding mechanism. As a result, 6/11 participating members won the bid with a total volume of nearly 10,000 billion VND, interest rate of 0.8%, down from the first two sessions of the week of 1.28% and 1%. This is also the lowest winning interest rate for T-bills since early October until now. According to the latest data published by the State Bank, the average interbank interest rate at the overnight term (the main term accounts for about 90% of the transaction value) in the October 9 session decreased to 0.95% from 1.14% and 1.32% recorded on the last 2 days of last week. Consider reducing VAT by 2% in 2024. On the morning of October 11, Deputy Prime Minister Le Minh Khai, Head of the Steering Committee, chaired the meeting of the Government's Price Management Steering Committee to deploy tasks from now until the end. year. At the meeting, the Ministry of Finance said that in the first 9 months of 2023, domestic market prices are basically stable, inflation is under control and is on a decreasing trend.

Business news

- KDC: KIDO wants to turn Tho Phat into a "National Kitchen", meeting many consumer needs and exporting to at least 30 countries around the world. KIDO Group (HoSE: KDC) officially announced to increase its ownership ratio at Tho Phat International Joint Stock Company (Tho Phat) from 25% to 68% after just over 3 months.
- BSR: On October 11, Nghi Son Refining and Petrochemical Company Limited (NSRP) announced that it has completed the overall maintenance of Nghi Son Refinery and Petrochemical Plant, 7 days ahead of schedule compared to the 55-day plan. The factory is currently operating again and is expected to sell petroleum products to the market from tomorrow, October 12. Up to now, Nghi Son Refinery and Petrochemical Plant is contributing many essential energy products, including gasoline, diesel and jet fuel, serving the transportation, export processing industries, electricity production and supply,...
- SZL: Sonadezi Long Thanh pays advance dividends for the first phase of 2023 at the rate of 12%. Sonadezi Long Thanh Joint Stock Company (HOSE: SZL) has finalized the right to advance the first dividend of 2023 in cash. The ex-dividend date is October 27, 2023. SZL's Board of Directors resolution dated October 10 approved the policy of advancing the first phase of 2023 dividends in cash. With an advance dividend rate of 12%/share, shareholders owning 1 share will receive 1,200 VND. Payment time is November 10, 2023.

Breaking News



Business news

- **GMD:** On October 10, two ships CMA CGM CHENNAI and CMA CGM CHILE left Gemalink Port after safely docking and setting a new record of handling volume of up to 30 thousand TEU, average exploitation productivity reached 127.5 move/hour. This is the highest level of loading and unloading output in Vietnam and up to now only Gemalink has enough capacity to load and unload 2 large tonnage trains at the same time. CMA CGM CHENNAI and CMA CGM CHILE trains belong to two service routes SUEZ and JAX. These are two key service routes of CMA CGM shipping line to connect goods from Asia to the East and West coasts of the United States.

- **FMC:** Regarding the business situation, in the third quarter of 2023, Sao Ta's sales were at 64 million USD (about 1,500 - 1,600 billion VND, a slight increase over the same period. "FMC is in the process of recovering and shortening The momentum has decreased compared to the first 6 months of the year. The business is currently focusing on processing high-end orders for contracts delivered in the 4th quarter," said an FMC representative. Regarding the situation of shrimp farming, FMC said that the shrimp farm is over Harvesting process (almost 2,000 tons collected). This contributes to being proactive in raw materials, reducing final product costs and extending the harvest time until November. The company strives for a profit of 90% in 2023. of 2022 (pre-tax profit of 328 billion).

- **HHV:** Closing the start date of Dong Dang - Tra Linh expressway costs more than 23,000 billion. Regarding investor representatives, Chairman of the Board of Directors of Deo Ca Group said: "We have invested more than 100,000 billion VND in transportation infrastructure projects but there is no special project like Dong Dang - Tra expressway. Linh". Analyzing the special things in this project, Mr. Hoang said, first of all, in terms of planning, the project was adjusted to be implemented in the period before 2030 instead of after 2030 as originally decided.

Technical view



Trend: Recovery

- VNINDEX closed 1,150 (+7 points, +0.62%) with liquidity at the same level as the previous session. The market recorded an increase with 265 increasing codes and 213 decreasing codes. Foreign countries are slightly net buyers, while self-trading is a net sale. The increase was led by VCB, GVR and VIC, on the contrary, GAS VIHM decreased. Industry groups with strong increases include: oil and gas, financial services, and chemicals.
- Technical view: The market was stable in the morning session and suddenly increased in the late afternoon session. And the index is currently moving towards the resistance area of 1160. Once it overcomes this area, the possibility of VNINDEX quickly running back to 1220 is very high. Reference support and resistance are 1130 and 1160. Investors prioritize choosing stocks with good fundamentals, and with a rebound from the base.
- Strategy: Investors can disburse funds to stocks that have bottomed out, especially industries that are benefiting such as logistics, bank., securities 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

12/10/2023

Unit: VND thousand

Today's watchlist

Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals

Trading portfolio

Ticker	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
PVS	Hold	36.4	40	35.4	10%	-3%	39.4	5	8.24%	05/10/2023	Reach target
VHC	Buy	79.3	87	76.7	10%	-3%	82.6	4	4.16%	06/10/2023	
STB	Buy	31.15	33.7	29.8	8%	-4%	31.75	1	1.93%	11/10/2023	
SSI	Buy	32.55	36.7	31.5	13%	-3%	34	1	4.45%	11/10/2023	
VCS	Buy	62.7	68.5	61.3	9%	-2%	63.2	1	0.80%	11/10/2023	
NKG	Buy	19.6	23	18.6	17%	-5%	20.5	1	4.59%	11/10/2023	

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

Shinhan Securities

Q&A

Shinhan Investment Network

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.
- This report is distributed to our clients only, and any unauthorized use, duplication, or redistribution of this report is strictly prohibited.

Disclaimers

- This research report and marketing materials for Vietnamese securities are originally prepared and issued by the Research Center of Shinhan Securities Vietnam Ltd.., an organization licensed with the State Securities Commission of Vietnam. The analyst(s) who participated in preparing and issuing this research report and marketing materials is/are licensed and regulated by the State Securities Commission of Vietnam in Vietnam only. This report and marketing materials are copyrighted and may not be copied, redistributed, forwarded or altered in any way without the consent of Shinhan Securities Vietnam Ltd.
- This research report and marketing materials are for information purposes only. They are not and should not be construed as an offer or solicitation of an offer to purchase or sell any securities or other financial instruments or to participate in any trading strategy. This research report and marketing materials do not provide individually tailored investment advice. This research report and marketing materials do not take into account individual investor circumstances, objectives or needs, and are not intended as recommendations of particular securities, financial instruments or strategies to any particular investor. The securities and other financial instruments discussed in this research report and marketing materials may not be suitable for all investors. The recipient of this research report and marketing materials must make their own independent decisions regarding any securities or financial instruments mentioned herein and investors should seek the advice of a financial adviser. Shinhan Securities Vietnam Ltd. does not undertake that investors will obtain any profits, nor will it share with investors any investment profits. Shinhan Securities Vietnam Ltd.., its affiliates, or their affiliates and directors, officers, employees or agents of each of them disclaim any and all responsibility or liability whatsoever for any loss (director consequential) or damage arising out of the use of all or any part of this report or its contents or otherwise arising in connection therewith. Information and opinions contained herein are subject to change without notice and may differ or be contrary to opinions expressed by other business areas or Shinhan Securities Vietnam Ltd. The final investment decision is based on the client’s judgment, and this research report and marketing materials cannot be used as evidence in any legal dispute related to investment decisions.
- Copyright ⓒ 2020 Shinhan Securities Vietnam Ltd. All rights reserved. No part of this report may be reproduced or distributed in any manner without permission of Shinhan Securities Vietnam Ltd.