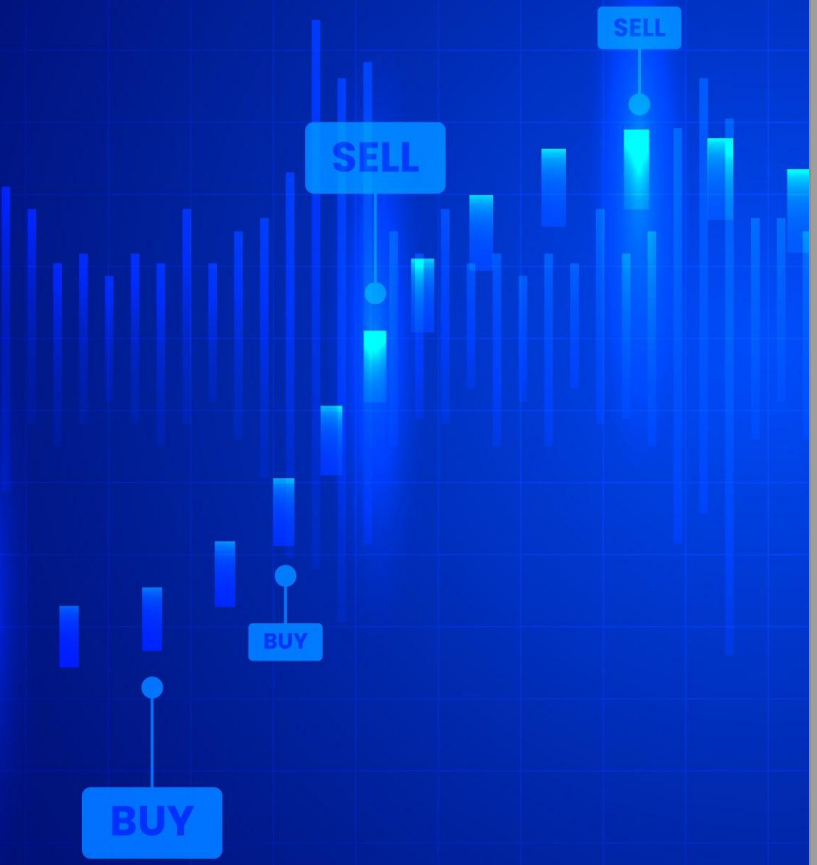
Shinhan Securities



MORNING CALL

03/04/2024

"Reversal at the end of the session"

- ❑ World stocks: The US macro economic data is quite good
- ❑ Vietnamese stocks: Reversal at the end of the session
- ❑ Macro news
- ❑ Business news: #STB, #CTS, #VCI, #PVS, #OIL, #HPG
- ❑ Technical perspective and updated recommendations #DHC, #TIP
- ❑ Event calendar
- ❑ Q&A

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Following SSV's Zalo,
Catching the latest report



Please click or scan

Shinhan Securities

Global Market Review 01/04 – 05/04/2024

Major stocks market

- Stocks in the US closed lower on Tuesday, as investors scaled back their expectations that the Federal Reserve would ease monetary policy in June, after fresh data continued to show that the US economy remains strong. The S&P 500 fell 0.7%, the Dow dropped 396 points, and the Nasdaq slid 0.9%. February saw a rise in US job openings by 8,000 to 8.756 million, slightly surpassing forecasts of 8.75M. Additionally, factory orders exceeded expectations, echoing the prior day's ISM manufacturing report indicating growth after 18 months of decline.
- European stocks extended their losses on Tuesday, with the STOXX 50 declining by 0.7% to 5,046 points and the broader STOXX 600 retreating 0.8% from its record high. The CAC 40 retreated from early gains to close 0.92% lower at 8,130 on Tuesday, after stronger-than-expected US job openings and factory activity for February heightened concerns about the timing of potential interest rate cuts by the Federal Reserve.
- The Nikkei 225 tumbled 1.1% to 39,402 on Wednesday morning session following a muted session the day before, pressured by a downbeat session on Wall Street overnight as the yield on 10-year Treasuries hit a four-month high amid strong labor demand that stoked bets that the Fed could postpone cutting interest rates.
- WTI crude futures rose above $85 a barrel on Tuesday, hitting the highest level since October as the oil supplies faced fresh threats from Ukrainian attacks on Russian energy facilities and escalating conflict in the Middle East.

Chỉ số chứng khoán	Giá đóng cửa	%1D	%1M	%1Y
VN-Index	1,287	0.43%	2.29%	19.25%
S&P 500 Index	5,206	-0.72%	1.34%	26.22%
Dow Jones Index	39,170	-1.00%	0.21%	16.57%
GP 100	7,935	-0.22%	3.29%	3.42%
Nikkei 225	39,572	-0.67%	-0.85%	40.39%
SHCOMP Index	3,075	-0.08%	1.58%	-6.72%
STOXX 600	509	-0.80%	2.21%	11.11%
KOSPI Index	2,713	-1.45%	2.68%	9.75%
Hang Seng	16,932	2.36%	2.06%	-17.04%

Hàng hóa	Giá đóng cửa	%1D	%1M	%1Y
Brent	89	0.08%	6.51%	4.78%
WTI	85	0.06%	6.54%	5.94%
Gasoline	277	0.34%	5.89%	0.40%
Natural gas	2	-0.64%	0.82%	-11.78%
Coal	132	0.19%	0.19%	-25.39%
Gold	2,279	-0.07%	7.78%	14.83%
China HRC	3,743	1.63%	-6.73%	-14.72%
Steel rebar	3,384	0.89%	-11.16%	-16.36%
BDI index	1,714	-5.88%	-22.20%	21.39%

Tiền tệ	Giá đóng cửa	%1D	%1M	%1Y
Dollar Index	105	-0.01%	0.91%	2.65%
USD/VND	24,831	0.17%	-0.63%	-5.43%
EUR/USD	1	-0.02%	-0.81%	-1.20%
USD/JPY	152	-0.04%	-0.72%	-12.64%
USD/CNY	7	-0.02%	-0.47%	-4.91%
USD/GPB	1	0.05%	0.96%	-1.24%
USD/KRW	1,351	0.11%	-1.43%	-2.52%
USD/AUD	2	0.18%	0.05%	4.30%
USD/CAD	1	-0.04%	0.01%	-1.00%

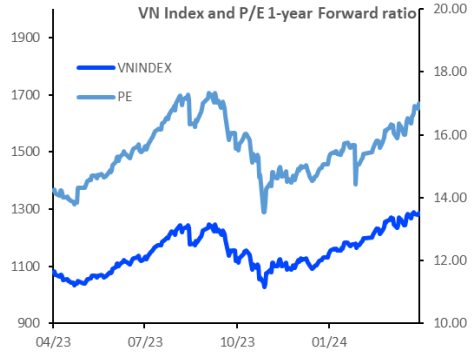
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 03/04/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,287.04	17.01	5.52	0.43	945	25,236
HNX INDEX	245.90	24.23	3.01	1.24	121	2,765





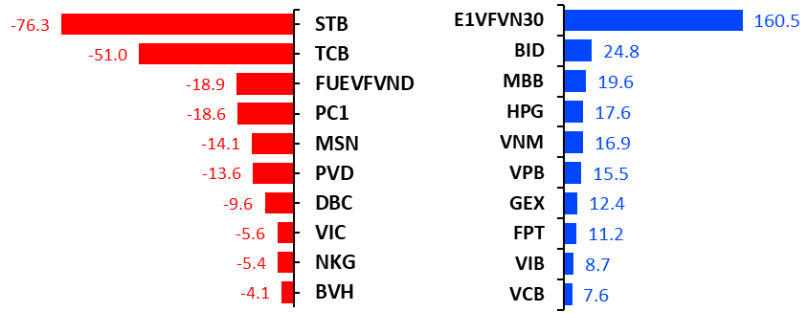
Money flow and sector rotation (VND bn)

Sector	%1D	4/2/2024	4/1/2024	20-session Average
Oil & Gas	136.46	568	240	309
Utilities	105.17	373	182	286
Banks	92.98	7,003	3,629	4,443
Media	83.68	20	11	21
Automobiles & Parts	51.68	384	253	304
Insurance	32.92	30	22	43
Personal & Household Goods	27.33	263	206	334
Basic Resources	26.47	1,625	1,285	1,632
Industrial Goods & Services	26.04	1,597	1,267	1,525
Chemicals	22.08	1,068	875	1,147
Health Care	9.92	19	17	29
Retail	4.46	956	916	1,009
Technology	3.65	314	302	416
Travel & Leisure	-0.4	121	121	93
Financial Services	-3.5	3,560	3,688	4,228
Construction & Materials	-6.4	1,216	1,299	1,484
Real Estate	-12.7	4,615	5,287	5,099
Food and Beverage	-15.9	1,434	1,705	1,861

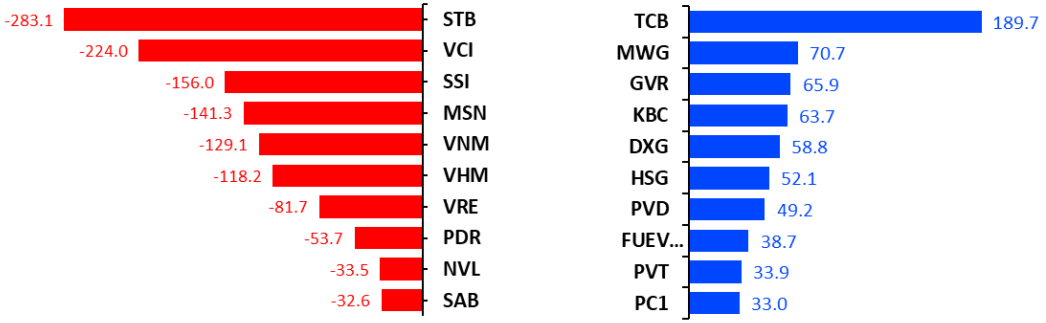
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 03/04/2024

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	(6)	(182)	148	33
Basic Resources	9	59	(132)	72
Media	-	(0)	0	(0)
Industrial Goods & Services	11	41	(71)	30
Health care	1	(3)	3	0
Chemicals	(3)	62	(6)	(56)
Financial Services	142	(373)	440	(67)
Travel & Leisure	4	(4)	9	(6)
Banks	(27)	(132)	492	(359)
Construction & Materials	(19)	51	100	(151)
Food and Beverage	(9)	(370)	308	62
Retail	5	55	(111)	56
Utilities	(3)	10	(1)	(9)
Personal & Household Goods	(0)	(5)	(9)	15
Technology	11	7	(8)	0
Automobiles & Parts	2	3	(27)	24
Insurance	(4)	(4)	8	(4)
Oil & Gas	(16)	48	(31)	(18)
Total	**98**	**(735)**	**1,112**	**(377)**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- USD and bank exchange rates both increased sharply as the State Bank of Vietnam reduced the intensity of money withdrawal. Since March 25, the State Bank of Vietnam has gradually reduced the intensity of money withdrawal, with the volume of issued Treasury bills decreasing. On April 1, the State Bank of Vietnam only issued 500 billion dong of 28-day Treasury bills with an interest rate of 2.4%/year. Previously, the State Bank of Vietnam often issued about 15,000 billion dong/session. Early next week, the amount of VND from the issued Treasury bills this time will start to mature and return to the market. According to experts, this could be a factor stimulating the exchange rate to increase again if the market operator does not have a plan to issue more Treasury bills in the context of great pressure from the increasing USD exchange rate on the world market.

- New decree on petrol and oil business to move closer to market mechanism. The state will promulgate a price formula so that petrol and oil traders can proactively decide on the selling price, but the price will not be higher than the price specified in the price formula. Regarding the content of maintaining the Petrol and Oil Price Stabilization Fund, this is a content that is still under debate, so the Ministry of Industry and Trade will continue to seek opinions. The issue of fund allocation also has a number of issues that need to be adjusted and specified in the draft Decree.

- The United States imposes preliminary countervailing duties of 2.84% on frozen warmwater shrimp from Vietnam. The Trade Defense Department (Ministry of Industry and Trade) said on March 25, 2024, that the US Department of Commerce (DOC) issued a preliminary determination in the US investigation of countervailing duties on frozen warmwater shrimp (under HS codes: 0306.17, 1605.21 and 1605.29) originating from Vietnam.

Breaking News



Business news

- **STB**: Sacombank refutes fabricated information on Facebook named "THANG DANG". Sacombank Bank affirms that this information is completely fabricated, slanderous to defame Sacombank's leaders and requests that functional agencies handle it according to legal regulations.In addition, this stock was under strong selling pressure right from the beginning of the session and at one point lost 5.7% of its market value before bottom-fishing demand entered the market to help narrow the decline. At the end of the session on April 2, STB decreased by 3.82% to VND 30,200/share.

- **CTS:** Vietinbank Securities targets 21% profit growth, plans to raise capital this year, affirms not to follow zero-fee trend. Entering 2024, Vietinbank Securities assesses that the Vietnamese stock market is trading quite positively with a trend of recovery and medium-term price increase. With the base scenario, the VN-Index could end 2024 around 1,250 – 1,270 points. On that basis, Vietinbank Securities sets a pre-tax profit target of more than 280 billion VND, an increase of about 21% compared to the realization. Vietinbank Securities does not follow the zero-fee trading trend but will only adjust the specific fee for each customer group according to the trading scale. The company believes that customer loyalty to the brokerage company will mainly be based on investment recommendations rather than just focusing on transaction fees.

- **VCI**: Margin debt surges to nearly VND10,000 billion, estimated profit of VND220 billion in Q1. Revenue plan of VND2,511 billion and pre-tax profit of VND700 billion, respectively up 2% and 23% compared to the previous year. The plan is based on the assumption that VN-Index will fluctuate around 1,300 points by the end of 2024. The dividend rate will be authorized by the Board of Directors to decide, expected to be 5% - 10%. Notably, Vietcap will submit to shareholders for approval three capital increase options to meet the trend of continued growth in the scale of the stock market. If completed 100%, the charter capital of this securities company will increase from VND4,375 billion to nearly VND7,200 billion.

Breaking News



Business news

- **PVS:** Searching for the driving force to help PVS stock "break through the gate". With the market price continuously breaking historical records, PVS's market capitalization also set a record of nearly 21,000 billion VND, becoming the most valuable name on the HNX. The main driving force behind PVS's stock price continuously breaking historical records is said to be the boost from the super project Block B – O Mon.Accordingly, the super project Block B – O Mon (with a scale of 12 billion USD) is expected to become a boost for the oil and gas industry in general and PVS is no exception. On March 28, the Vietnam National Oil and Gas Group (PVN) signed commercial agreements with partners, marking an important turning point in the implementation of the Block B – O Mon gas-fired power project chain.

- **OIL**: After VNDirect, it is the turn of all PVOIL's information systems to be attacked. Accordingly, at 00:00 on April 2, 2024, the information technology system of Vietnam Oil Corporation - Joint Stock Company (PVOIL) was illegally attacked with intent in the form of data encryption (ransomware). This incident caused PVOIL's information technology system to be disrupted, including the electronic invoice issuance system. Therefore, the issuance of electronic invoices for PVOIL's sales is temporarily not possible.

- **HPG:** Hoa Phat cuts HRC steel price to $550/ton to compete with China. The price is equivalent to VND 13,740/kg, a decrease of VND 980/kg compared to the previous month. According to a trader in Hanoi, the current price is "very low". Meanwhile, HRC offers from China increased by $10/ton to $550/ton as steel futures prices recovered on April 01. Hoa Phat's price cut comes amid weak domestic demand and pressure to compete with cheap steel from China. Hoa Phat and Formosa – the only two HRC producers in Vietnam – proposed anti-dumping duties on steel from China on March 19..

Technical view

Trend: Sideway up

- The VNINDEX closed at 1,287.04 (+5.52 points, +0.43%) with trading volume up more than 30%. The market had 248 green stocks and 241 red stocks. The stocks that contributed to the market's uptrend were GVR GAS and HPG. On the other hand, the stocks that contributed to the market's downtrend were VCB STB and BID. The oil and gas and technology groups continued to increase sharply. Foreigners continued to sell net heavily at around 737 billion, with STB being the focus.
- Technical view: VN-Index decreased after opening in the morning but closed at the highest point of the day. VN-Index continued to test the MA 20 support and is still fluctuating slightly within the range of 1270 - 1285. The main trend is still up, but the Stoch RSI indicator is still crossing down the signal line, showing that the price momentum has not improved much. Consider the short-term support of 1,265 - corresponding to the EMA 20 and the next resistance levels are 1,300 and 1,400.
- Strategy: Investors can hold stocks because the uptrend is still holding. In addition, to be safe, investors can take profits partially.



Scenarios:

- Positive (40%): The market will rebound and move towards the 1,300 area.
- Less positive (60%): The market corrected to the 1,250 area.

Recommended stocks

03/04/2024 9:00 AM

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	Note
TIP	Buy	26.7	29.3	25.9	9.9%	-2.8%	26.7	Bounce off the EMA 50	
DHC	Buy	43.8	47.0	42.3	7.4%	-3.3%	43.8	Bounce off the EMA 20	

Trading portfolio

Ticker	Recommendation	Buying price	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
STB	Hold	30.7	33.0	29.2	7.5%	-4.9%	30.2	41	-1.6%	06/02/2024	Break the support of MA 50
REE	Hold	62.1	67.5	60.5	8.7%	-2.6%	64.1	9	3.2%	21/03/2024	
HAH	Hold	42.9	46.0	41.6	7.2%	-3.0%	43.4	9	1.2%	21/03/2024	
HDG	Hold	29.2	31.6	28.4	8.2%	-2.4%	30.0	5	2.7%	27/03/2024	
PC1	Hold	28.5	30.9	27.3	8.4%	-4.2%	29.0	1	1.8%	02/04/2024	

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Economic calendar

April 2024

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
31	1 ISM Manufacturing PMI MAR	2 JOLTs Job Openings FEB	3 ISM Services PMI MAR Fed Chair Powell Speech	4	5 Non-farm payroll, unemployment rate	6
7	8	9 JP Consumer Confidence MAR	10 Inflation and core inflation MoM YoY (US)	11 FOMC Minutes PPI MoM	12	13
14	15 Wholesale inventories in US	16 GDP Growth China IIP YoY China	17	18 VN Futures contract maturity	19	20
21	22	23	24 Durable goods order MoM March US	25 GPD Growth US Adv Q1	26 PCE MoM Personal Spending MoM US	27
28	29	30	1	2	3	4

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Q&A

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