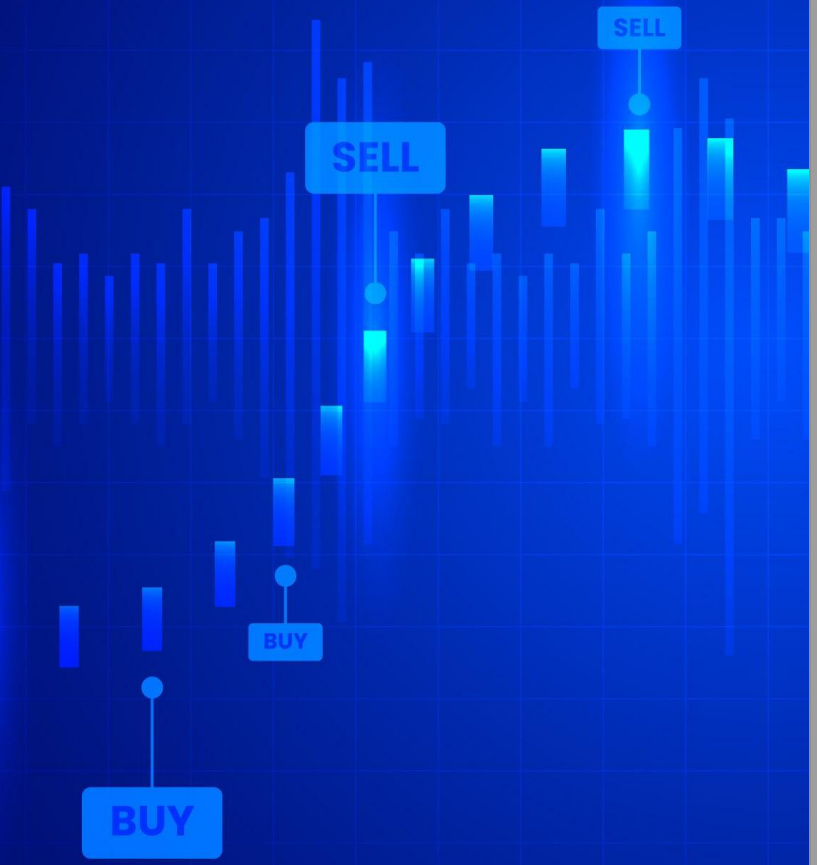
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MORNING CALL

05/04/2024

"Struggle at the support zone"

- ❑ World stocks: U.S. stocks fall as prospects for rate cuts dim
- ❑ Vietnamese stocks: Struggle at the support zone
- ❑ Macro news
- ❑ Business news: #REE, #SCD, #TLG, #TVB, #SAB, #ACB
- ❑ Technical perspective and updated recommendations
- ❑ Event calendar
- ❑ Q&A

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Following SSV's Zalo,
Catching the latest report



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Shinhan Securities

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

Major stocks market

- US stocks closed sharply in the red on Thursday, as the Dow Jones tumbled 539 points marking the fourth losing streak and the biggest daily drop since March 2023. Meanwhile, the S&P 500 and the Nasdaq declined 1.2% and 1.4%, respectively. The market sentiment leaned towards expectations that the Federal Reserve might reduce interest rates this year, following the release of data on job cuts and unemployment claims. Investors also considered recent comments from Fed Chair Powell, who reiterated that despite inflationary pressures, it could be appropriate to start lowering interest rates this year.
- European stocks closed slightly higher on Thursday, benefitting from a positive session in Wall Street and signals of optimism over the slowdown of inflation by ECB Governing Council members, per the central bank's latest meeting. The currency bloc's Stoxx 50 added 0.1% to close at 5,074 and the Stoxx 600 rose 0.2% to close at 511, both approaching their peaks from the prior week.
- Japan's Nikkei share average ended higher on Thursday, as investors scooped up stocks following a heavy profit-booking sell-off earlier this week as the new financial year started. The Nikkei rose 0.81% to close at 39,773.14, after rising as much as 2% to cross 40,000.
- WTI crude oil futures rose to settle at $86.59 per barrel on Thursday, marking a five-month high and extending a five-day rally. The market was influenced by increasing geopolitical tensions and the potential for disruptions in the oil supply. Reports of heightened threats against Israeli embassies in the U.S. by Iran added to market concerns. Iran has vowed retaliation for an attack that killed Iranian military officials.

Market

	Close	%1D	%1M	%1Y
VN-Index	1,268	-0.25%	-0.14%	17.34%
S&P 500 Index	5,147	-1.23%	1.35%	25.84%
Dow Jones Index	38,597	-1.35%	0.03%	15.27%
GP 100	7,976	0.48%	4.31%	4.08%
Nikkei 225	39,098	-1.70%	-2.49%	40.57%
SHCOMP Index	3,069	-0.18%	0.99%	-7.34%
STOXX 600	511	0.16%	2.94%	11.88%
KOSPI Index	2,729	-0.48%	3.00%	9.37%
Hang Seng	16,725	-1.22%	0.78%	-17.51%

Commodity

	Close	%1D	%1M	%1Y
Brent	91	0.53%	11.08%	7.22%
WTI	87	0.42%	11.26%	7.87%
Gasoline	280	0.31%	10.66%	-0.61%
Natural gas	2	-0.56%	-9.86%	-18.14%
Coal	128	-1.12%	-5.74%	-33.45%
Gold	2,285	-0.24%	7.39%	13.10%
China HRC	3,742	-0.03%	-6.75%	-14.08%
Steel rebar	3,376	0.66%	-11.37%	-16.56%
BDI index	1,711	-0.18%	-25.32%	12.20%

Currency

	Close	%1D	%1M	%1Y
Dollar Index	104	0.07%	0.38%	2.30%
USD/VND	24,946	0.20%	-1.09%	-5.92%
EUR/USD	1	0.03%	-0.16%	-0.59%
USD/JPY	151	0.25%	-0.61%	-13.02%
USD/CNY	7	-0.01%	-0.47%	-4.91%
USD/GPB	1	-0.01%	0.48%	-1.43%
USD/KRW	1,350	-0.21%	-1.13%	-2.89%
USD/AUD	2	-0.01%	-1.29%	2.00%
USD/CAD	1	-0.04%	0.33%	-0.66%

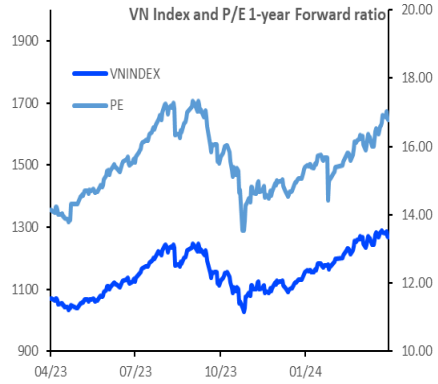
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 04/04/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,268.25	16.78	-3.22	-0.25	856	22,495
HNX INDEX	242.44	24.22	-1.51	-0.62	99	2,210





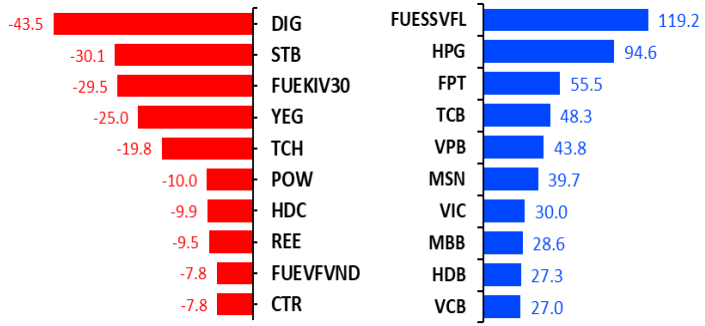
Money flow and sector rotation (VND bn)

Sector	%1D	4/4/2024	4/3/2024	20-session Average
Automobiles & Parts	37.59	457	332	327
Health Care	37.03	23	17	29
Travel & Leisure	26.17	161	127	100
Oil & Gas	24.30	291	234	306
Insurance	20.37	21	17	38
Food and Beverage	13.75	1,979	1,739	1,902
Basic Resources	0.01	1,332	1,331	1,611
Real Estate	0.0	5,444	5,444	5,213
Banks	-0.5	4,157	4,176	4,461
Technology	-2.0	394	402	409
Retail	-8.9	986	1,082	1,022
Utilities	-9.9	271	301	282
Industrial Goods & Services	-19.2	1,550	1,919	1,552
Financial Services	-20.8	3,107	3,921	4,129
Personal & Household Goods	-36.2	218	342	332
Construction & Materials	-37.5	1,227	1,965	1,558
Chemicals	-49.0	852	1,669	1,143
Media	-51.8	11	23	21

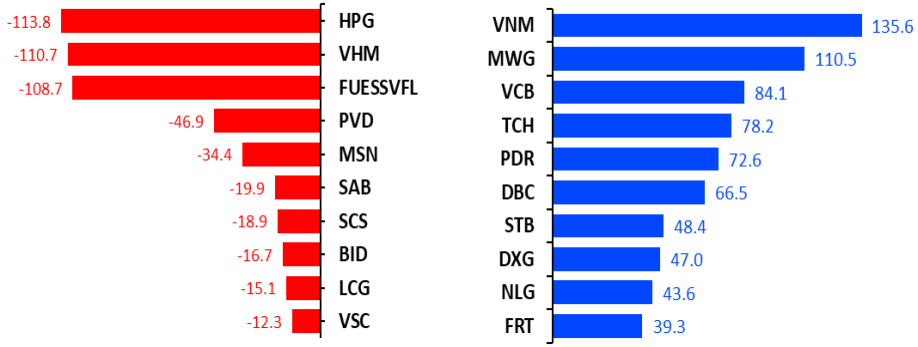
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 04/04/2024

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	54	109	(193)	84
Basic Resources	92	(113)	14	99
Media	(25)	(0)	1	(1)
Industrial Goods & Services	14	(4)	44	(40)
Health care	0	(2)	2	0
Chemicals	10	47	(4)	(43)
Financial Services	139	(76)	(26)	102
Travel & Leisure	15	(15)	(16)	31
Banks	268	193	(460)	267
Construction & Materials	(7)	20	(129)	109
Food and Beverage	71	150	(216)	66
Retail	9	149	(170)	21
Utilities	(2)	1	7	(8)
Personal & Household Goods	8	(1)	(10)	11
Technology	56	(3)	0	3
Automobiles & Parts	(20)	78	(69)	(8)
Insurance	1	(1)	(0)	1
Oil & Gas	2	(46)	41	5
Total	**686**	**484**	**(1,182)**	**698**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- Prime Minister requests review of tax and land policies to address "bottlenecks" in preschool education. On April 4, Prime Minister Pham Minh Chinh, Chairman of the National Committee for Educational Innovation and Training, chaired a meeting of the Committee on "Innovation in the development of preschool education by 2030, with a vision to 2045."At the meeting, members of the Committee and delegates expressed their opinions and discussed in a frank, open and constructive spirit; analyzed the position and role of preschool education; comprehensively evaluated preschool education in the past: Achievements; shortcomings and limitations and causes. The meeting also drew lessons learned to determine the orientations, tasks and solutions to realize the Party's policies and guidelines on innovation and development of preschool education in the coming period.

- Exchange rate decreases slightly, interbank VND overnight interest rate increases to 4.42%. On April 4, the State Bank of Vietnam announced the central exchange rate of VND/USD at 24,038 VND/USD, an increase of 18 dong compared to the previous listing. In the market, the interbank exchange rate and the free market decreased slightly... According to Mr. Dao Minh Tu, the depreciation rate between VND and USD compared to other countries is low. In 2023, VND depreciated by about 2.9%. So far, VND has depreciated by about 2.6%

- Banks forecast credit growth of 3.8% in Q2. According to the survey results conducted by the functional unit of the State Bank of Vietnam, credit institutions forecast that the total outstanding credit of the whole system will increase by an average of 3.8% and the bad debt ratio will decrease in Q2/2024... The Forecasting and Statistics Department (State Bank of Vietnam) has just announced a survey of business trends in Q2/2024 for credit institutions, with a response rate of 96%.

Breaking News



Business news

- **REE**: Shareholders of REE continue to "pocket" hundreds of billions of dong in dividends after receiving good news at the Long Thanh project. On April 15, Refrigeration Electrical Engineering Corporation (code REE) will close the list of shareholders to pay cash dividends for 2023 at a rate of 10%, corresponding to 1 share will receive 1,000 dong. With nearly 410 million shares outstanding, it is estimated that REE will need to allocate about 410 billion to pay to shareholders. The source of payment is from the company's retained earnings. The dividend payment date is expected to be April 26, 2024.

- **SCD:** The sadness of the "legend" Sa Xi Chuong Duong: From a trendy drink on every Tet tray in the South to a continuous loss situation, even the Thai billionaire could not save it. Founded in 1952 and being one of the "once-famous" brands of Vietnam, Sa Xi Chuong Duong is now facing delisting after 3 consecutive years of losses, with negative equity.

- **TLG**: After-tax profit of about 380 billion dong, an increase of nearly 7% compared to the same period, the dividend for 2024 is expected to be 35%/par value. Thien Long Group Corporation (code TLG) has just announced the document of the 2024 Annual General Meeting of Shareholders, scheduled to take place in Ho Chi Minh City on April 23. In 2024, the company plans to achieve revenue of 3,800 billion dong, an increase of 10% compared to the same period, which is also a record high in the history of Thien Long's operation. After-tax profit of about 380 billion dong, an increase of nearly 7% compared to the same period, the dividend for 2024 is expected to be 35%/par value.

Breaking News



Business news

- **TVB:** TVB shares have just escaped the restricted trading period, but Tri Viet Securities is again late in submitting audited financial statements for 2023. The reason is said to be that the parent company TVC has changed its auditor. On April 3, Tri Viet Securities Corporation (code TVB, HoSE) issued a document explaining the delay in submitting the audited Financial Statements (BCTC) for 2023.

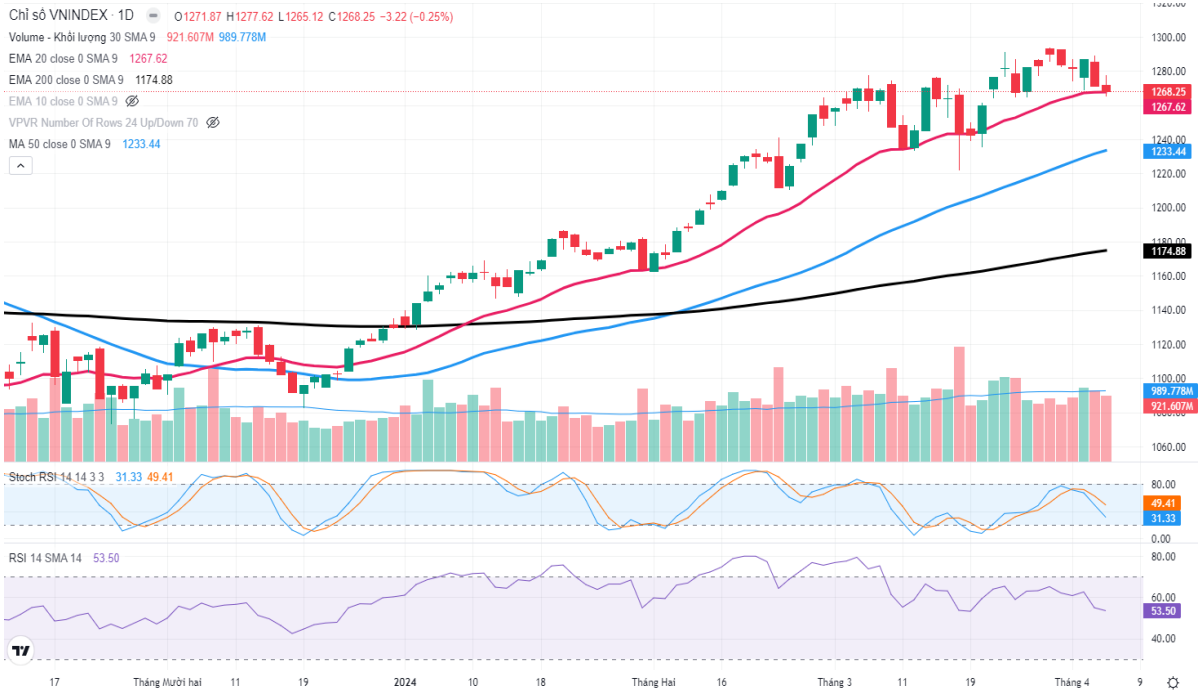
- **ACB:** On the morning of April 4, Asia Commercial Bank (ACB) held the 2024 Annual General Meeting of Shareholders. The meeting was chaired by Mr. Tran Hung Huy - Chairman of the Board of Directors, Mr. Huynh Nghia Hiep - Head of the Supervisory Board, and Mr. Tu Tien Phat - General Director. In 2023, the bank continued to grow in scale and assets. According to the report of ACB's leadership at the General Meeting, in 2023, Vietnam's macro-economy was stable, inflation was controlled, and major balances were ensured. The gross domestic product (GDP) for the whole year reached over 5%, which is a high growth rate in the region and the world. In the banking sector, the State Bank of Vietnam (SBV) has closely followed the market, domestic and international situation to manage monetary and credit policies, and implemented synchronous tools and solutions to stabilize the macro-economy, control inflation and support economic recovery.

- **SAB:** On April 25, Saigon Beer - Alcohol - Beverage Corporation (Sabeco, code SAB) will hold the 2024 Annual General Meeting of Shareholders. The meeting materials have been announced. Sabeco submitted to shareholders a business plan for 2024 with a target of net revenue of VND 34,397 billion, an increase of 13% compared to the result of 2023. The target after-tax profit is VND 4,580 billion, an increase of nearly 8%. The dividend payout ratio is maintained at 35%.

Technical view

Trend: Sideway up

- VNINDEX closed at 1,268.2 (-3.2 points, -0.25%) with slightly lower liquidity compared to the previous session. The market had 110 stocks in the green and 379 stocks in the red. The stocks that contributed to the market's decline were GVR TCB CTG. On the other hand, the stocks that contributed to the market's increase were VCB VNM and HVN. Most sectors fell, with the basic materials and chemical sectors falling the most.
- Technicals: The VN-Index formed a doji candlestick right at the EMA 20 support, indicating that supply and demand are in balance. In addition, the selling pressure in the session was quite large, but the number of points decreased was only 3 points thanks to the support of large-cap stocks like VCB VNM. The market is retesting the 1,270 support zone and needs further observation to better determine the market trend in the near future.
- Strategy: Investors can hold stocks because the uptrend is still holding. Consider the corresponding support level of EMA 20, if this area is broken, investors are recommended to sell.



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

05/04/2024 9:00 AM

Unit: VND thousand

Today's watchlist

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

Trading portfolio

Ticker	Recommendation	Buying price	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
REE	Hold	62.1	67.5	60.5	8.7%	-2.6%	62.9	11	1.3%	21/03/2024	
HAH	Hold	42.9	46.0	41.6	7.2%	-3.0%	42.6	11	-0.7%	21/03/2024	
HDG	Hold	29.2	31.6	28.4	8.2%	-2.4%	29.5	7	1.2%	27/03/2024	
PC1	Hold	28.5	30.9	27.3	8.4%	-4.2%	28.2	3	-1.1%	02/04/2024	
TIP	Sell	26.7	29.3	25.9	9.9%	-2.8%	25.6	2	-4.1%	03/04/2024	Sell because the price has reached the cutloss level
DHC	Hold	43.8	47.0	42.3	7.4%	-3.3%	43.2	2	-1.3%	03/04/2024	

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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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