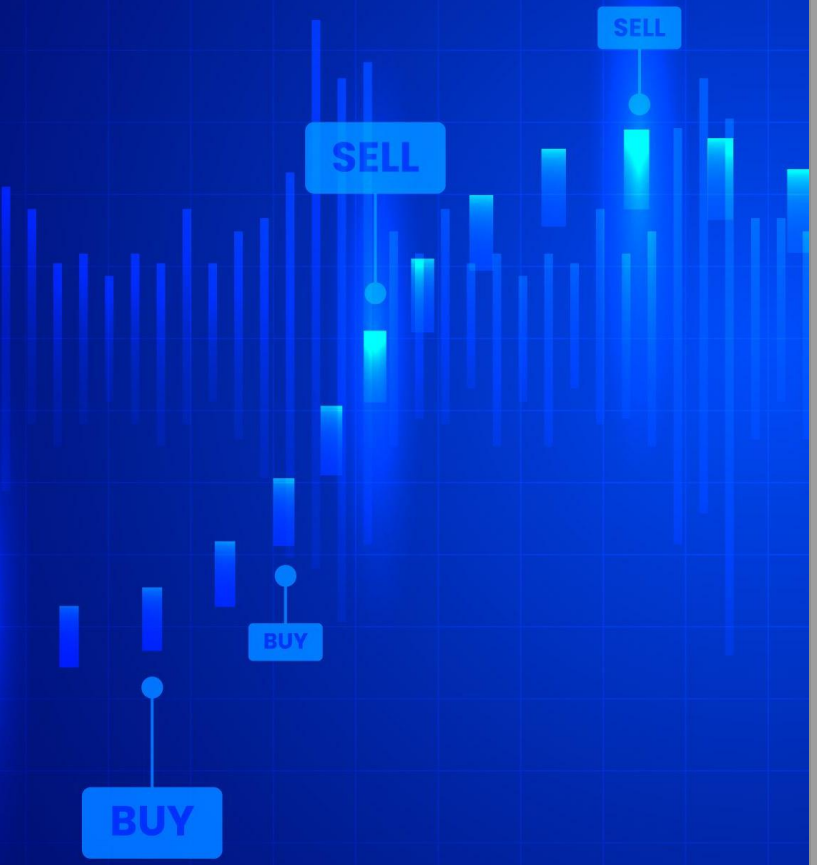
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MORNING CALL

21/05/2024

"Profit-taking selling appeared"

- ❑ World stocks:: Waiting for news from the FOMC meeting
- ❑ Vietnamese stocks: Profit-taking selling appeared
- ❑ Macro news
- ❑ Business news: #PDR, #CTD, #HBC, #QCG, #QNS, #MSB
- ❑ Technical perspective and updated recommendations
- ❑ 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 20/05 – 24/05/2024

Major stocks market

- The S&P 500 was up 0.4%, the Nasdaq gained 0.7% and the Dow Jones rebounded on Monday, positioning the three indices to reach new record highs. Traders continue to await further clues on when the Fed will start cutting the interest rates, with appearances from several Fed officials and FOMC minutes this week expected to offer more insights
- European markets closed slightly higher on Monday, with the STOXX 50 and STOXX 600 each up around 0.2% as traders digested fresh corporate results and comments from Fed officials. Atlanta Fed President Bostic suggested that future US interest rates might reach levels comparable to the 1990s and predicted only one rate cut in 2024.
- The Nikkei 225 Index rose 0.4% to above 39,200 while the broader Topix Index gained 0.3% to 2,776 on Tuesday, extending gains from the previous session and tracking gains on the tech-heavy Nasdaq Composite which rallied to new record highs.
- WTI crude futures hovered below $80 a barrel on Monday, after earlier gains amid ongoing geopolitical tensions in the Middle East.

Market	Close	%1D	%1M	%1Y
VN-Index	1,278	0.35%	8.74%	19.73%
S&P 500 Index	5,308	0.09%	6.86%	26.63%
Dow Jones Index	39,807	-0.49%	4.79%	19.09%
GP 100	8,424	0.05%	6.69%	8.60%
Nikkei 225	39,174	0.27%	5.68%	27.15%
SHCOMP Index	3,171	0.54%	3.45%	-3.42%
STOXX 600	524	0.18%	4.93%	11.74%
KOSPI Index	2,730	-0.44%	5.33%	7.58%
Hang Seng	19,636	0.42%	21.03%	0.95%

Commodity	Close	%1D	%1M	%1Y
Brent	84	-0.06%	-4.16%	10.69%
WTI	80	-0.10%	-4.11%	11.42%
Gasoline	254	0.07%	-6.22%	-1.34%
Natural gas	3	-0.33%	56.51%	6.07%
Coal	141	-0.35%	7.96%	-13.10%
Gold	2,431	0.23%	4.45%	23.28%
China HRC	3,840	0.31%	-0.05%	0.26%
Steel rebar	3,577	0.59%	-0.61%	-1.43%
BDI index	1,847	0.16%	-3.75%	33.45%

Currency	Close	%1D	%1M	%1Y
Dollar Index	105	0.06%	-1.44%	1.38%
USD/VND	25,454	0.00%	-0.08%	-7.90%
EUR/USD	1	0.03%	1.92%	0.43%
USD/JPY	156	-0.13%	-1.04%	-11.42%
USD/CNY	7	-0.15%	0.11%	-2.81%
USD/GPB	1	-0.03%	-2.83%	-2.15%
USD/KRW	1,363	-0.54%	1.18%	-3.30%
USD/AUD	1	-0.08%	-3.35%	-0.31%
USD/CAD	1	-0.02%	0.54%	-0.90%

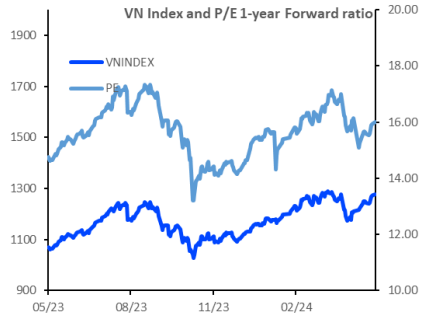
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 20/05/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,277.58	16.01	4.47	0.35	898	23,245
HNX INDEX	242.57	19.85	1.02	0.42	116	2,077





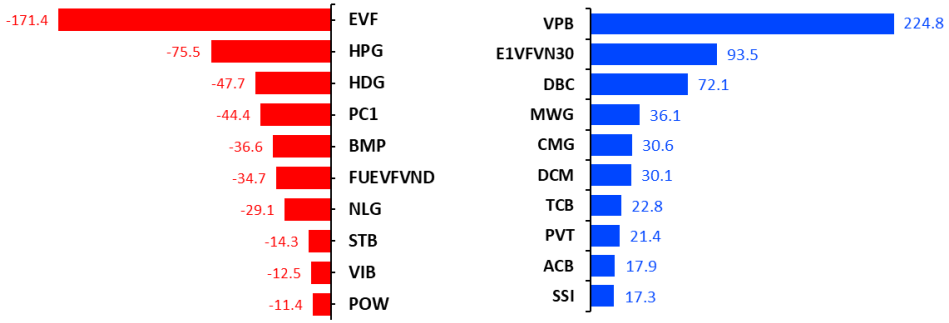
Money flow and sector rotation (VND bn)

Sector	%1D	5/20/2024	5/17/2024	20-session Average
Insurance	583.06	118	17	22
Health Care	52.80	46	30	25
Basic Resources	52.71	2,239	1,466	970
Automobiles & Parts	45.22	486	334	283
Construction & Materials	40.39	1,243	886	591
Banks	27.77	4,493	3,517	2,694
Financial Services	26.77	3,264	2,575	1,754
Utilities	22.89	289	235	169
Industrial Goods & Services	16.41	1,798	1,545	1,084
Chemicals	11.35	1,125	1,011	745
Technology	4.70	575	549	510
Real Estate	3.08	3,438	3,335	2,286
Retail	-1.0	916	925	891
Personal & Household Goods	-8.7	392	429	229
Travel & Leisure	-13.3	221	255	208
Food and Beverage	-19.3	2,336	2,896	1,219
Oil & Gas	-20.2	251	315	176
Media	-30.9	10	15	8

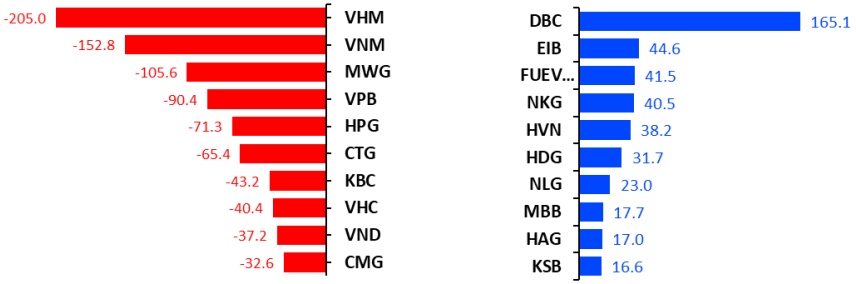
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 20/05/2024

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	(80)	(280)	313	(34)
Basic Resources	(75)	(51)	81	(30)
Media	-	(1)	2	(1)
Industrial Goods & Services	53	(20)	(18)	38
Health care	(1)	(4)	7	(3)
Chemicals	49	(35)	24	11
Financial Services	(92)	(99)	304	(205)
Travel & Leisure	0	34	(27)	(7)
Banks	252	(141)	27	114
Construction & Materials	(83)	(18)	74	(56)
Food and Beverage	87	(7)	(159)	166
Retail	31	(114)	69	45
Utilities	(6)	(17)	33	(16)
Personal & Household Goods	10	(40)	40	1
Technology	24	(31)	26	5
Automobiles & Parts	2	8	(5)	(2)
Insurance	(9)	3	6	(10)
Oil & Gas	5	(8)	9	(1)
Total	**168**	**(820)**	**807**	**14**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- China: Recently, China has launched an initiative to buy back "sold" houses from real estate businesses to end the crisis that has lasted nearly 3 years. However, analysts say that this relief package is still too small and not enough to end the crisis. In recent months, new home sales in China have continued to decline faster, with households preferring to buy homes in the secondary market. This caused housing inventory and vacant land to increase to its highest level in many years, stalling new construction activities and threatening the financial situation of real estate businesses, including commercial banks. state-owned enterprise.

- From the beginning of 2024 to now, Dong Nai province has attracted 40 new FDI projects and 39 projects to increase capital with a total capital of 834 million USD, up 20% compared to the same period last year. Some typical FDI projects that have been granted licenses are relatively large, such as the Silicon Carbide Vietnam Co., Ltd. Project and the Advanced Optics Project, both belonging to the Coherent Group (USA) with a total investment capital of 83 million USD in Nhon Trach I Industrial Park, investing in the production of semiconductors for application in electronics; manufacturing optical devices and instruments (glasses of various types, instrument separation components, beam splitting combinations...) in the field of high technology;...

- Oil: Iranian President Ebrahim Raisi and Foreign Minister Hossein Amirabdollahian were killed in an accident in Iran's East Azerbaijan province during bad weather conditions. Crude oil futures fell on Monday (May 20), as investors watched developments in Iran after the country's President and Foreign Ministry died in a helicopter crash.

Breaking News



Business news

- **PDR:** In a recent official document sent to Ho Chi Minh City leaders, investors recommended that the city continue the steps to implement the Phan Dinh Phung gymnasium BT project. The investor consortium (Compensation and Clearance Joint Stock Corporation - Phat Dat Real Estate Development Joint Stock Company) requested the City People's Committee to continue the necessary procedural steps according to regulations and report to the Prime Minister for consideration and decision. Determine contents related to project implementation to ensure compliance with transition regulations and signed investment agreements.

- **CTD:** Backlog reached more than VND20,000 billion, 1.4 times the total annual revenue. Coteccons Construction leaders shared that the company's unrecorded contract value (backlog) to date has reached more than VND20,000 billion, 1.4 times higher than the total construction revenue in 2022. Recently, Coteccons Construction was selected as the main contractor for the Pandora Production Vietnam Factory project. This is considered the next mega factory project undertaken by Coteccons Construction, similar to other mega factory projects that this enterprise has been implementing for PepsiCo and LEGO.

- **HBC:** Hoa Binh Construction (stock code HBC) has just announced a strategic cooperation with CNCTech Group. It is expected that the total value of the CNCTech contract awarded to Hoa Binh during this period is up to VND12,000 billion. Specifically, CNCTech commits to assigning Hoa Binh to execute the projects that CNCTech will implement in the period 2024 - 2028. Hoa Binh will be the general contractor for the design and construction of CNCTech's projects on industrial infrastructure. , warehouses, factories, logistics centers, social housing, industrial and technological urban areas...

Breaking News



Business news

- **QCG:** On May 20, the Board of Directors of Quoc Cuong Gia Lai Joint Stock Company approved the transfer of the project and other assets belonging to the IA Grai 2 Hydropower Plant project, Gia Lai of the company and the factory. Ayun Trung Hydropower Plant, Gia Lai of Quoc Cuong Hydropower Construction Investment Joint Stock Company. The transfer is made for the purpose of restructuring investment. Specifically, IA Grai 2 Hydropower Plant will be transferred with a value of 235 billion VND in the second and third quarters of this year. Ayun Trung Hydropower Plant has a transfer value of 380 billion VND, the transfer time is also in the second and third quarters of this year.

- **QNS:** Mr. Vo Thanh Dang continues to register to buy 1 million QNS shares. It is known that Mr. Dang has maintained the activity of collecting more QNS shares in the past few years and each time registered to buy QNS shares with the same amount of 1 million shares. Notably, the Vice Chairman of QNS has never purchased 100% of the registered shares, and some times was not able to buy any shares. All for the same reason is that market conditions are not suitable. Quang Ngai Sugar is the parent company of Vietnam Soymilk Company (Vinasoy) - the largest soymilk manufacturer in Vietnam with the famous brand Fami.

- **MSB:** Vietnam Maritime Commercial Joint Stock Bank (MSB) is expected to focus on handling bad debt in 2024 and 2025, leading to slower pre-tax profit growth than expected. SSI Research gives an optimistic forecast for MSB Bank in 2024 and 2025. Credit is expected to grow 16.8% in 2024, reaching 176 trillion VND, mainly thanks to the corporate customer segment. Asset quality improved with the bad debt ratio falling to 2.7% and the bad debt coverage ratio (LLCR) reaching 56.1%.

Technical view

Trend: Back to the short-term peak

- VNINDEX closed at 1,277.58 (+4.47 points, +0.35%) with better liquidity than the previous session. The market has 264 green codes and 174 red codes. Stock groups contributing to the market's increase include BCM, VPB, and HPG. On the contrary, the group of stocks contributing to the market's decline were FPT, VHM and VJC. Foreign net selling is about VND -819 billion.
- **Technical view**: The market opened with a gap-up gain of nearly 8 points in the early morning session, with the VN-Index rising more than 12 points at one point. However, with selling pressure appearing around the resistance zone of 1,280 points, the VN-Index could only end the session with a slight increase of 4.47 points. The market's upward trend is still the main trend as the VN-Index is trading above the EMA50. The index is fluctuating in a narrow range with higher-than-average liquidity, reflecting the tug-of-war between sellers and buyers in the short-term top zone of 1,280-1,293. Therefore, we believe that a period of profit-taking is likely to occur in the near future.
- **Strategy**: Investors are considering buying stocks that are receiving attention from money flow with a low weight. Prioritize holding and taking profits when the profit target is reached.



Scenarios:

- Positive (60%): The market will rebound and move towards the 1,225 – 1,300 area.
- Less positive (40%): The market corrected to the 1,200 area.

Recommended stocks

21/05/2024 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
MSN	Sell	69.8	74.2	67.2	6%	-4%	76.4	11	9.46%	06/05/2024	Hit the target in 20/05/2024
DGW	Hold	60.9	65.1	58.9	7%	-3%	64.0	10	5.09%	07/05/2024	
HAH	Sell	41.9	44.4	40.8	6%	-3%	44.0	3	5.14%	16/05/2024	Hit the target in 20/05/2024
BSI	Hold	57.6	63.1	54.3	10%	-6%	58.0	3	0.69%	16/05/2024	
MBB	Hold	23.4	25.0	22.6	7%	-3%	23.5	2	0.21%	17/05/2024	

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Economic calendar

May 2024

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
28	29	30	1 _ US ISM Manufacturing PMI APR _ US JOLTs Job Openings MAR	2 US Fed Rate Decision	3 US Non Farm Payrolls APR US Unemployment Rate APR	4
5	6	7	8	9	10 Michigan Consumer Sentiment Prel MAY	11
12	13	14 US PPI MoM APR	15 _ US Core Inflation Rate MoM APR _ US Retail Sales MoM APR	16 VN30F1M Future contract maturity	17	18
19	20	21	22	23 FOMC Minutes	24 _ US Durable Goods Orders MoM APR _ ETF Ishare MSCI restructure portfolio	25
26	27	28	29 VN Macroeconomics in MAY	30 US GDP Growth Rate QoQ 2nd Est Q1	31 _ US Personal Income MoM APR _ US Personal Spending MoM APR	1

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Q&A

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