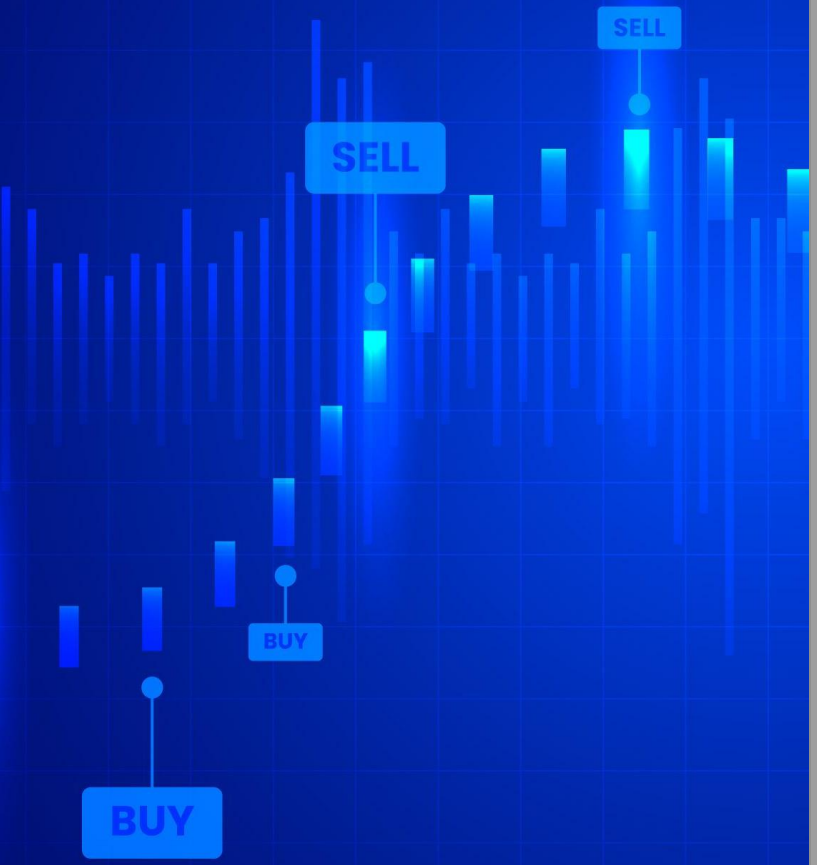
Shinhan Securities



MORNING CALL

27/05/2024

"Healthy correction"

- ❑ World stocks: Mixed movements
- ❑ Vietnamese stocks: Healthy correction
- ❑ Macro news
- ❑ Business news: #VND, #PVT, #ACB, #IMP, #HVN, #MBB
- ❑ Technical perspective and updated recommendations
- ❑ Event calendar
- ❑ Q&A

Thao Nguyen ☎ (84-28) 6299 8004 ✉ thao.np@shinhan.com

Nam Hoang ☎ (84-28) 6299 7603 ✉ nam.h@shinhan.com

Following SSV's Zalo,
Catching the latest report



Please click or scan

Shinhan Securities

Global Market Review 27/05 - 31/05/2024

Major stocks market

- US stocks extended gains on Friday, with the S&P 500 adding 0.6%, the Nasdaq rising 1% and the Dow Jones increasing over 50 points, rebounding from losses in the previous two sessions, after revised figures for the Michigan consumer sentiment showed lower-than-anticipated consumer inflation expectations. On the week, the S&P 500 is down 0.7% so far and the Dow lost about 2.4% while the Nasdaq added 0.3%.
- European stocks pared sharp losses in morning trading to close near the flatline on Friday. The Stoxx 50 closed flat at 5,036, marking a 0.6% drop on the week, while the pan-European Stoxx 600 closed marginally below the flatline at 521, 0.4% lower than last Friday. Unlike the Fed, markets are still expecting the ECB to cut rates in its upcoming June meeting, but robust economic activity and stubborn inflation underscored by recent PMI reports jeopardized looser monetary policy by the central bank in the third quarter
- The Nikkei 225 Index rose 0.2% to around 38,730 while the broader Topix Index gained 0.3% to 2,750 on Monday, recouping some losses from the previous session as investors reacted to the latest remarks from the central bank chief.
- WTI crude futures gained 1.1% to settle at $77.72 per barrel on Friday, but booked a 3% weekly loss after U.S. economic data reinforced expectations that interest rates might remain elevated for an extended period, hurting the US economy's outlook and energy demand.

Market	Close	%1D	%1M	%1Y
VN-Index	1,262	-1.49%	4.33%	18.63%
S&P 500 Index	5,305	0.70%	3.87%	26.14%
Dow Jones Index	39,070	0.01%	2.17%	18.06%
GP 100	8,318	-0.26%	2.18%	9.05%
Nikkei 225	38,712	0.17%	0.48%	25.21%
SHCOMP Index	3,089	-0.88%	1.45%	-3.85%
STOXX 600	521	-0.19%	2.74%	12.82%
KOSPI Index	2,701	0.50%	0.44%	5.56%
Hang Seng	18,609	-1.38%	8.18%	-0.74%

Commodity	Close	%1D	%1M	%1Y
Brent	82	0.15%	-8.11%	6.87%
WTI	76	0.19%	-7.13%	7.16%
Gasoline	245	0.22%	-9.95%	-7.91%
Natural gas	3	-1.59%	53.66%	13.71%
Coal	143	0.04%	10.70%	-10.89%
Gold	2,343	0.13%	0.05%	20.25%
China HRC	3,861	-0.21%	0.71%	2.86%
Steel rebar	3,603	-0.03%	0.92%	4.37%
BDI index	1,797	0.06%	4.42%	53.33%

Currency	Close	%1D	%1M	%1Y
Dollar Index	105	0.01%	-1.14%	0.51%
USD/VND	25,470	-0.01%	-0.22%	-7.83%
EUR/USD	1	0.03%	1.20%	1.33%
USD/JPY	157	0.12%	-0.29%	-10.43%
USD/CNY	7	-0.01%	0.03%	-2.52%
USD/GPB	1	-0.01%	-1.38%	-3.01%
USD/KRW	1,365	0.35%	0.92%	-2.94%
USD/AUD	2	-0.05%	-0.97%	-1.39%
USD/CAD	1	-0.01%	-0.04%	-0.54%

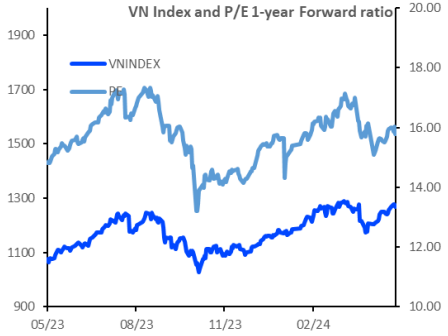
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 24/05/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,261.93	15.79	-19.10	-1.49	1,174	32,228
HNX INDEX	241.72	19.96	-5.19	-2.10	148	3,050





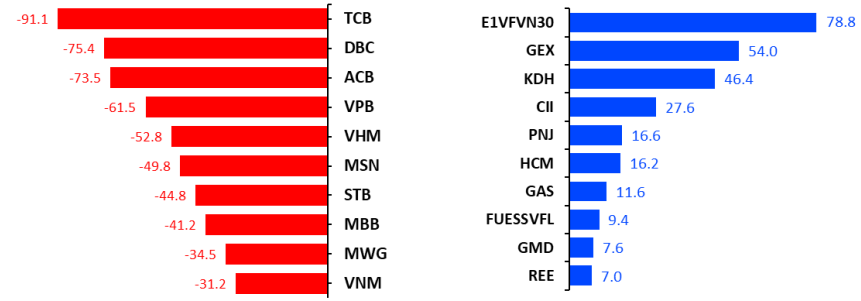
Money flow and sector rotation (VND bn)

Sector	%1D	5/24/2024	5/23/2024	20-session Average
Technology	158.46	2,037	788	574
Banks	128.34	6,295	2,757	2,891
Automobiles & Parts	115.01	697	324	333
Chemicals	110.16	2,446	1,164	919
Real Estate	79.86	5,400	3,003	2,623
Retail	66.16	1,447	871	859
Personal & Household Goods	55.35	608	391	291
Oil & Gas	44.10	588	408	228
Health Care	36.76	55	40	31
Food and Beverage	34.85	2,297	1,703	1,445
Financial Services	33.30	4,240	3,180	2,031
Industrial Goods & Services	17.59	2,219	1,887	1,268
Travel & Leisure	17.00	265	226	225
Construction & Materials	0.76	1,288	1,278	718
Media	-4.7	14	14	11
Basic Resources	-7.6	1,689	1,828	1,140
Insurance	-21.0	145	184	42
Utilities	-27.0	485	664	224

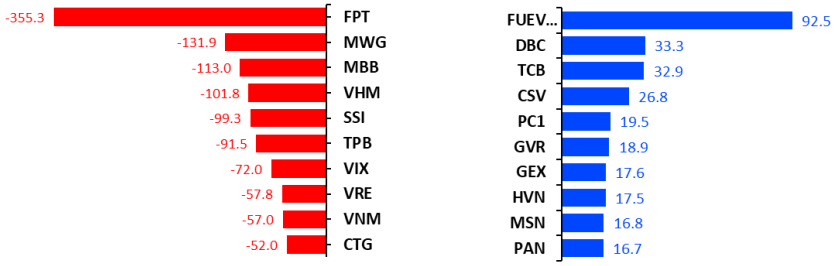
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 24/05/2024

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	(45)	(311)	371	(61)
Basic Resources	(30)	(40)	39	1
Media	-	0	(0)	(0)
Industrial Goods & Services	65	(14)	13	1
Health care	(0)	(4)	5	(1)
Chemicals	(10)	27	85	(112)
Financial Services	47	(206)	379	(173)
Travel & Leisure	(36)	29	10	(40)
Banks	(435)	(407)	1,146	(740)
Construction & Materials	28	(3)	(27)	30
Food and Beverage	(158)	(30)	253	(223)
Retail	(35)	(133)	172	(39)
Utilities	9	(23)	5	17
Personal & Household Goods	17	(7)	1	6
Technology	(28)	(389)	304	86
Automobiles & Parts	1	(19)	32	(13)
Insurance	(5)	1	5	(6)
Oil & Gas	(4)	(3)	4	(1)
Total	**(618)**	**(1,532)**	**2,798**	**(1,266)**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- Oil: Oil prices fell as high interest rates fueled worries about fuel demand. In addition, the minutes of the Fed's latest policy meeting released this week showed that policymakers questioned whether interest rates are high enough to tame persistent inflation. Some officials said borrowing costs could increase again if inflation soars. Higher interest rates increase borrowing costs, which can slow economic activity and reduce demand for oil. US consumer sentiment also dropped to its lowest level in 5 months as concerns about borrowing costs remained high.

- Indonesia: Indonesia will apply to join CPTPP this year. Indonesia is expected to apply to join the Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP) this year, according to information from Indonesia's Coordinating Minister of the Economy, Mr. Airlangga Hartarto. Joining CPTPP is expected to strongly boost Indonesia's export activities. In addition, when participating in CPTPP, Indonesia's small and medium-sized enterprises (SMEs) will be better protected thanks to the agreement's competition regulations. SMEs contribute up to 60% of Indonesia's gross domestic product (GDP), so protecting and supporting these businesses is one of the government's important goals.

- Wood export: Vietnam Association of Wood and Forest Products (VIFOREST) said that in the first 4 months of 2024, Vietnam's wood and wood product exports to major markets all recorded high growth rates. Thanks to strong growth in exports, Vietnamese wooden furniture is continuing to hold a large market share in many of the world's leading wooden furniture consuming markets. In the US market, wooden furniture imported from Vietnam accounts for 40.8% of the total wooden furniture import value in the first quarter of 2024.

Breaking News



Business news

- **VND:** According to the capital increase plan just approved by the State Securities Commission, VNDirect plans to offer nearly 244 million shares to existing shareholders at a ratio of 5:1, corresponding to shareholders owning 5 shares. Right to buy 1 new share, offering price is 10,000 VND/share. With this plan, the Company is estimated to earn nearly VND2,440 billion, used to expand lending capacity, capital market business capacity, and bond underwriting capacity.

- **PVT:** The latest data shows that time charter prices for the group of ships carrying crude oil and finished petroleum products on the international market in the first 4 months of this year continued to remain positive above the high base of 2023. Specifically, the charter price for crude oil tankers is around 47,000 USD/day and for petroleum tankers is around 27,500 USD/day. Currently, many organizations assess that the fixed-term rental price for the above ship groups will continue to be at high level until the end of the year in the context of a supply shortage in the market.

- **ACB:** Accordingly, ACB shareholders will be paid a cash dividend at the rate of 10% on June 13, corresponding to a payout amount of VND 3,884 billion. After that, ACB also plans to pay stock dividends at the rate of 15% (owners of 100 shares will receive 15 new shares), equivalent to issuing 582.6 million shares. The time of stock dividend payment has not been announced. Capital issued from profits can be used to pay dividends in 2023. Thus, ACB is the 4th bank to announce the time to pay cash dividends. Thus, ACB is the 4th bank to announce the time to pay dividends cash in the last week of May and early June with MB, Techcombank, VPBank.

Breaking News



Business news

- **IMP:** Accordingly, IMP will pay a total dividend rate of 20%, including 10% in cash (equivalent to spending more than 70 billion VND) and 10% in shares. Regarding stock dividends, Imexpharm plans to issue more than 7 million shares (corresponding to 10% of the number of outstanding shares) to pay dividends to shareholders at a rate of 10%, i.e. shareholders own 10 shares will receive 1 new share.

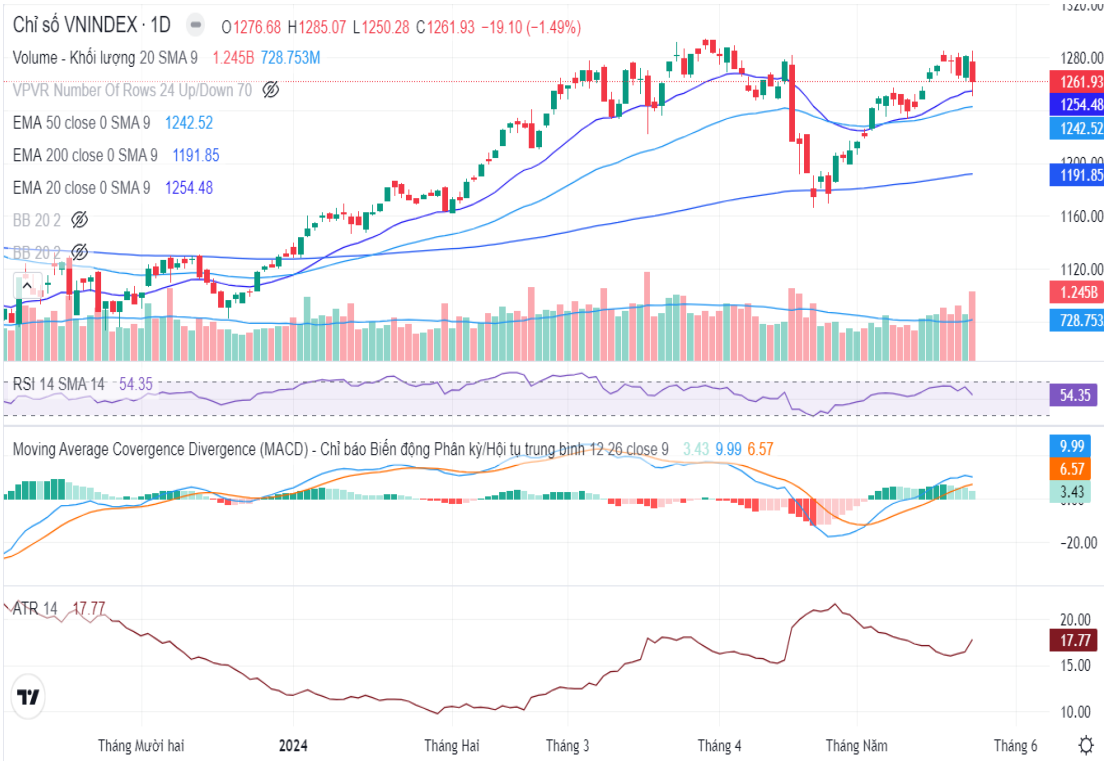
- **HVN:** On the occasion of re-operating the route between Hanoi and Cheng Do, Vietnam Airlines launches a promotional program with attractive round-trip prices from only VND5,635,000, applicable for departures from Hanoi to Cheng Do. The program applies to tickets purchased from now until July 31, 2024, for journeys departing from June 25, 2024 to July 31, 2024. Tickets are on sale on the website, mobile application, ticket office and official agents of Vietnam Airlines.

- **MBB:** VIS Rating's report shows that in the first 3 months of 2024, among private banks, overdue debt of Military Commercial Joint Stock Bank (MBBank) increased the highest due to large loan to renewable energy enterprises.

Technical view

Trend: Short-term correction

- VNINDEX closed at 1,261.93 (-19.10 points, -1.49%) with liquidity remaining above the 20-session average. The market has 278 green codes and 152 red codes. Most industry groups decreased. The group of stocks contributing to the market's decline include FPT, VCB and CTG. On the contrary, the groups of stocks contributing to the market's decline were GVR, ACB and HVN. Foreign countries returned to a significant net purchase of -VND1,534 billion.
- **Technical view**: VN-Index had a correction session when it lost more than 19 points. However, some positive signals appeared when VN-Index traded at EMA20, the index regained more than 11 points from the lowest trading level of the session. The support and resistance area of VN-Index is 1,250 corresponding to EMA 50 and 1,300 corresponding to the old peak area. We expect that the index would continue its short-term correction and traded sideway afterwards in the range 1,220-1,270 point.
- **Strategy**: Investors temporarily stopped buying new products when the market continued to heat up. Prioritize holding and consider lowering the proportion if the short-term support zone is broken. If the accumulation is successful and the uptrend is still maintained, investors can gradually buy around 1,250 points, corresponding to EMA50.



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

27/05/2024 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
PDR	Hold	25.5	27.9	23.9	9%	-6%	26.0	3	1.76%	22/05/2024	
BSI	Hold	57.6	63.1	55.5	10%	-4%	57.1	7	-0.87%	16/05/2024	
MBB	Hold	22.9	24.5	22.1	7%	-3%	22.5	6	-1.97%	17/05/2024	

Note: 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. Please see the “Compliance notice and Disclaimer" section at the end of this report for more details.

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

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

HCM

Shinhan Securities Vietnam Co., Ltd.
22nd Floor, Centec Tower, 72-74 Nguyen Thi Minh Khai Street,
District 3, HCM 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.