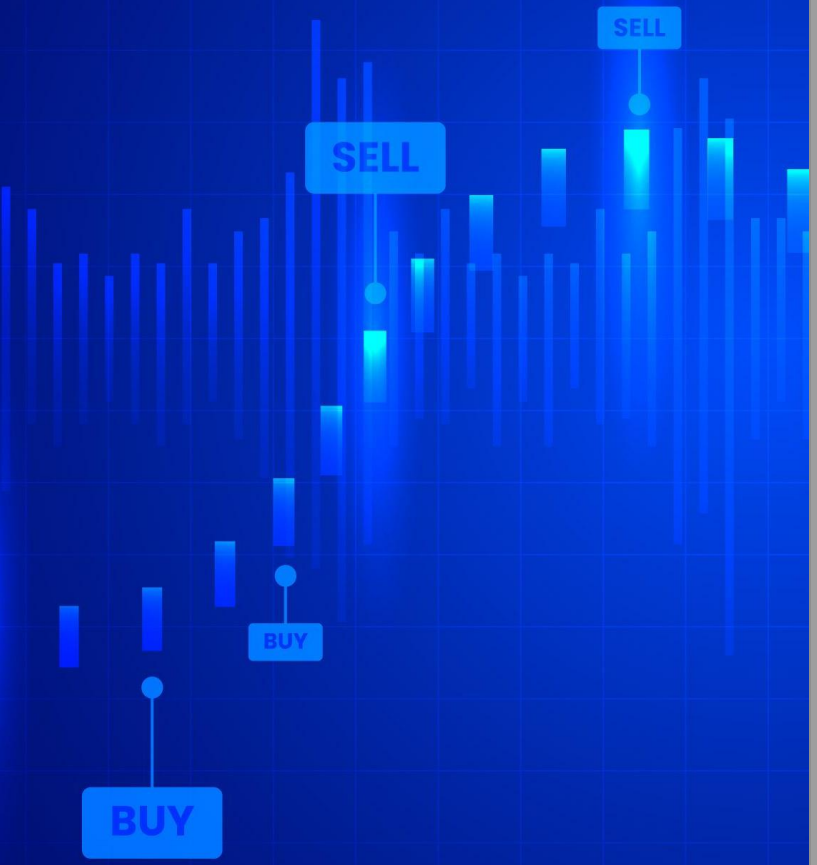
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MORNING CALL

31/05/2024

"Demand supported the market"

- ❑ World stocks: US Q1 GDP growth is low
- ❑ Vietnamese stocks: Demand supported the market
- ❑ Macro news
- ❑ Business news: #MSN, #HPG, #QCG, #PET, #PSH, #EIB
- ❑ 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 27/05 – 31/05/2024

Major stocks market

- In regular trading on Thursday, the Dow fell 0.86%, the S&P 500 lost 0.6% and the Nasdaq Composite dropped 1.08%. The US economy expanded an annualized 1.3% in Q1 2024, below 1.6% in the advance estimate and 3.4% in Q4 mainly due to a downward revision in consumer spending. The second estimate came in line with market forecasts, and continues to point to the lowest growth since the contractions in the first half of 2022.
- The STOXX 50 and the STOXX 600 closed higher on Thursday, adding 0.4% and 0.6% respectively, recovering slightly from its worst sessions of the month over the last two days. The bond sell-off paused after US data showed two Fed cuts may still be on the table.
- The Nikkei 225 Index dropped 1.3% to close at 38,054 while the broader Topix Index fell 0.56% to 2,726 on Thursday, with Japanese shares hitting one-month lows intraday and taking cues from a weak lead on Wall Street as surging global bond yields pressured equity markets.
- WTI crude oil futures traded under the $78 per barrel mark on Thursday, extending the pullback from May's peak of $80 touched on Tuesday as markets assessed fresh data ahead of the OPEC+ meeting this weekend.

Market	Close	%1D	%1M	%1Y
VN-Index	1,266	-0.50%	4.70%	17.78%
S&P 500 Index	5,235	-0.60%	3.97%	25.26%
Dow Jones Index	38,111	-0.86%	0.78%	15.81%
GP 100	8,231	0.59%	1.07%	10.54%
Nikkei 225	38,218	0.43%	-0.49%	23.73%
SHCOMP Index	3,092	-0.62%	-0.42%	-3.52%
STOXX 600	517	0.59%	2.30%	14.33%
KOSPI Index	2,648	0.49%	-1.63%	2.76%
Hang Seng	18,230	-1.34%	2.63%	-0.02%

Commodity	Close	%1D	%1M	%1Y
Brent	82	-0.16%	-6.98%	12.48%
WTI	78	-0.27%	-5.16%	14.11%
Gasoline	240	-0.25%	-11.51%	-6.30%
Natural gas	3	-0.70%	28.28%	12.71%
Coal	142	0.00%	0.11%	5.40%
Gold	2,347	0.19%	2.68%	19.60%
China HRC	3,850	0.47%	0.86%	3.22%
Steel rebar	3,518	-1.15%	-0.17%	4.70%
BDI index	1,790	0.34%	6.23%	83.21%

Currency	Close	%1D	%1M	%1Y
Dollar Index	105	0.03%	-1.39%	0.40%
USD/VND	25,455	0.00%	-0.47%	-7.72%
EUR/USD	1	0.00%	1.56%	1.34%
USD/JPY	157	0.10%	0.73%	-11.06%
USD/CNY	7	0.23%	0.12%	-2.11%
USD/GPB	1	0.00%	-1.89%	-2.29%
USD/KRW	1,379	0.03%	0.22%	-3.82%
USD/AUD	2	-0.05%	-2.46%	-2.01%
USD/CAD	1	-0.01%	0.70%	-0.79%

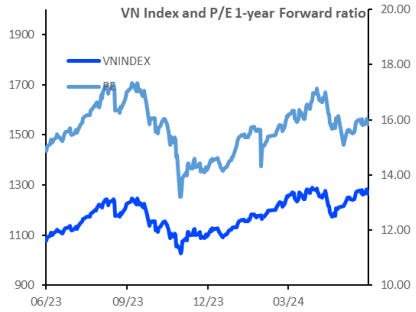
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 30/05/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,266.32	15.85	-6.32	-0.50	900	23,603
HNX INDEX	244.01	20.09	-0.14	-0.06	143	2,581





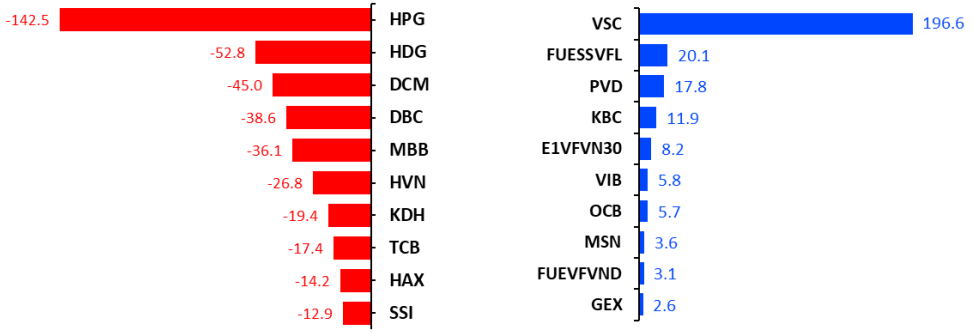
Money flow and sector rotation (VND bn)

Sector	%1D	5/30/2024	5/29/2024	20-session Average
Retail	46.21	1,273	870	972
Insurance	30.55	124	95	65
Financial Services	15.67	3,032	2,621	2,467
Industrial Goods & Services	14.36	2,017	1,764	1,551
Technology	12.38	1,128	1,004	736
Personal & Household Goods	11.23	446	401	354
Food and Beverage	11.08	2,333	2,101	1,760
Construction & Materials	6.50	1,237	1,161	896
Basic Resources	0.71	1,320	1,311	1,335
Real Estate	0.09	3,469	3,466	3,098
Banks	-2.1	3,960	4,046	3,483
Travel & Leisure	-12.7	261	299	275
Oil & Gas	-15.0	329	387	286
Chemicals	-15.7	1,600	1,897	1,164
Utilities	-21.5	636	810	354
Automobiles & Parts	-24.7	395	524	396
Media	-25.8	7	10	13
Health Care	-35.6	30	47	37

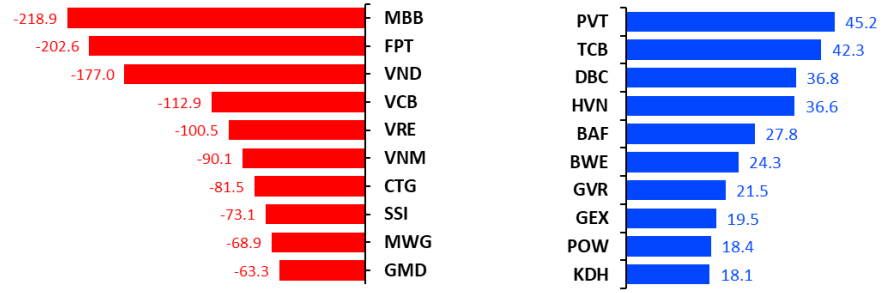
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 30/05/2024

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	(91)	(122)	161	(39)
Basic Resources	(141)	(29)	233	(204)
Media	-	(0)	0	(0)
Industrial Goods & Services	178	21	(464)	443
Health care	(0)	1	(0)	(0)
Chemicals	(50)	(43)	110	(67)
Financial Services	19	(352)	388	(36)
Travel & Leisure	(27)	30	20	(50)
Banks	(77)	(547)	710	(163)
Construction & Materials	0	(13)	11	2
Food and Beverage	(36)	(15)	55	(40)
Retail	1	(71)	45	26
Utilities	(1)	16	(31)	15
Personal & Household Goods	(18)	(20)	32	(12)
Technology	(2)	(228)	224	4
Automobiles & Parts	(14)	(1)	10	(9)
Insurance	(0)	8	(5)	(3)
Oil & Gas	18	15	(32)	17
Total	**(241)**	**(1,350)**	**1,469**	**(118)**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- SBV: The State Bank requires the entire system to maintain a stable and reasonable deposit interest rate level; Efforts to reduce lending interest rates by 1-2%/year; strive for system-wide credit growth by the end of the second quarter of 2024 at 5-6%. The State Bank of Vietnam has just issued document No. 4462/NHNN-CSTT requesting credit institutions and foreign bank branches to implement a number of solutions on credit and interest rates. Accordingly, credit institutions continue to drastically implement solutions to reduce costs, simplify lending procedures, and increase the application of information technology and digital transformation in the lending process to strive to strive to reduce lending interest rates from 1 - 2%/year.

- Ministry of Industry and Trade: The Import-Export Department (Ministry of Industry and Trade) has just sent an urgent document to the Vietnam Food Association (VFA) requesting to verify information about rice export enterprises 'bidding at low prices'. The Import-Export Department said that, according to information from some media agencies, in Indonesia's bid on May 21, 2024 to import 300,000 tons of 5% broken white rice, a number of Vietnamese rice exporters bid. and won the bid at a price lower than the export price of Vietnamese rice on the world market. The act of exporting rice at low prices may violate competition laws.

- US: EIA lowers crude oil production forecast for 2024. EIA currently forecasts that the country's crude oil production will average 13.2 million barrels/day this year. In the previous STEO released in April, EIA expected US crude oil production to average 13.21 million barrels per day. Both STEO announcements pegged 2023 US crude oil production at 12.93 million barrels per day.

Breaking News



Business news

- **MSN:** Masan High-Tech Materials (MHT) has just announced that it has signed a sales contract with Mitsubishi Materials Corporation (MMC Group). Accordingly, MMC Group will buy 100% of H.C. Starck Holding from MHT for $134.5 million. The proceeds from the transaction are expected to help reduce MHT's debt and contribute to Masan Group's goal of reducing Net Debt to EBITDA to ≤ 3.5x. Masan Group is expected to record a one-time profit of about 40 million USD from this transaction and benefit from increasing net profit after tax by 20-30 million USD in the long term.

- **HPG:** According to information from Hoa Phat Group, at the end of May, Hoa Phat handed over 400 containers to strategic partner VSICO Maritime Joint Stock Company (VSICO), bringing the total number of containers handed over to this partner to 700. since the beginning of the year. The shipment was produced at Hoa Phat Container Factory in Phu My II Industrial Park Expansion, Phu My Town, Ba Ria - Vung Tau Province. This order from VSICO is to serve the VSICO Chan May Port project (piers 4 and 5) in Chan May - Lang Co Economic Zone, Thua Thien Hue with a total cost of more than 1,678 billion VND. This port is capable of receiving cargo ships of up to 70,000 tons and container ships of up to 4,000 TEUS.

- **QCG:** Quoc Cuong Gia Lai spoke up about the 39-39B Ben Van Don project. QCG said it has never worked or negotiated directly with Vietnam Rubber Group, Dong Nai Rubber Company and Ba Ria Rubber Company regarding the transfer of the above capital contribution. QCG believes that, before carrying out the transaction, the business studied the legal documents of Phu Viet Tin Company, as well as the project legal documents, and found them to be complete and in accordance with regulations before signing the contract to receive the transfer.

Breaking News



Business news

- **PET:** Petroleum General Services Joint Stock Corporation (Petrosetco, code PET) through guarantees for its subsidiaries to borrow capital from banks. Specifically, in Resolution No. 16/NQ-DVTHDK dated May 30, 2024, PET's Board of Directors issued a Resolution on guaranteeing Petroleum General Distribution Services Joint Stock Company (PSD) to be granted a credit limit at Cathay United Bank - Ho Chi Minh Branch. PET unconditionally and irrevocably guarantees PSD a limit of 10 million USD at Cathay Bank.

- **PSH:** PSH shares quickly fell to the floor on the morning of May 30, after the Chairman's son received a fine from the State Securities Commission for manipulating and creating fake supply and demand. Just entering the morning trading session on May 30, 2024, under pressure of sell-off, PSH shares of Nam Song Hau Petroleum Trading Investment Joint Stock Company fell freely to the floor level of 7,170 VND/share, equivalent to decreased by 6.9%. Closing the morning session, the total matched volume reached 3.2 million shares and there were 3.3 million units remaining on the floor.

- **EIB:** Eximbank will pay dividends at a rate of 3% in cash, equivalent to 300 VND per share. The total expected payment amount is about VND 522 billion from accumulated undistributed profits until 2023, after setting up funds. This is the first time in 10 years that Eximbank has paid dividends in cash, since the last time in 2014 at a rate of 4%.

Technical view

Trend: Testing the short-term peak

- VNINDEX closed at 1,266.32 (-6.32 points, -0.5%), liquidity higher than the 20-session average. The market has 156 green stocks and 277 red stocks. Financial stocks continued to correct in today session. Groups of stocks contributing to the market's increase include GVR MWG and MSN. On the contrary, the groups of stocks contributing to the market's decline were VCB BID and VIC. Foreign net sellers were about VND -1,356 billion.
- **Technical view**: VN-Index was under pressure from investor selling orders and opened a gap down right at the beginning of the session. The index dropped sharply by more than 20 points and returned to the 1,255 point area. At this support zone, investors' buying demand appeared and helped the index regain most of its previous decline. Market movements were consistent with our short-term forecast. In the base case, VN-Index would continue to maintain within the range of 1,230-1,280 points with a cautious and tense mentality of both buyers and sellers. In a positive case, if VN-Index breaks above the 1,280-1,300 range, it will be a good buy signal. VN-Index is trading above EMA50, showing that the main trend in the medium and long term is still an upward trend.
- **Strategy**: Investors should buy at support areas corresponding to the 1,250 area of the market if the market accumulates successfully. Consider lowering your weighting if VN-Index breaks support at 1,240-1,250 points.



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

31/05/2024 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	24.5	9%	-4%	25.0	7	-1.96%	22/05/2024	
BSI	Hold	57.6	63.1	55.5	10%	-4%	57.7	11	0.17%	16/05/2024	
MBB	Sell	22.9	24.5	22.1	7%	-3%	21.9	10	-4.59%	17/05/2024	Reach the cutloss
HAH	Hold	42.0	44.7	40.9	6%	-3%	42.3	2	0.60%	29/05/2024	

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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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