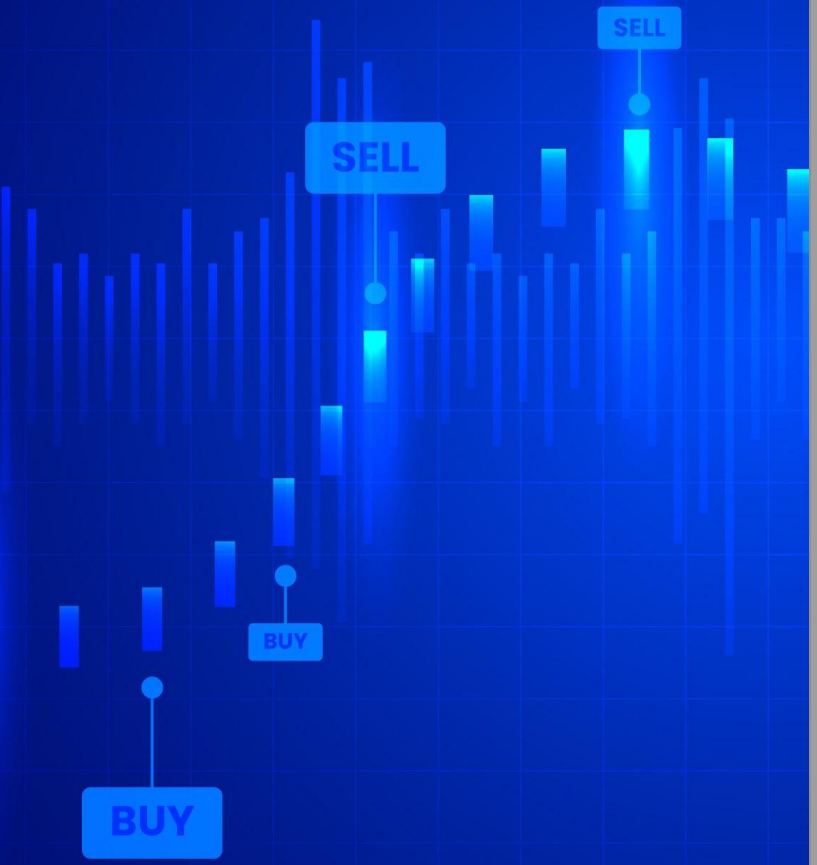
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MORNING CALL

13/06/2024

“Diligence is the mother of success”

- ❑ World stocks: S&P 500 hits record high after Fed policy announcement
- ❑ Vietnamese stocks: Diligence is the mother of success
- ❑ Macro news
- ❑ Business news: #CSV, #LPB, #TCM, #PVS, #DCM, #MVN
- ❑ Technical perspective and updated recommendations #VCB
- ❑ 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 10/06 – 14/06/2024

Major stocks market

- Stocks in the US finished mixed on Wednesday after the Federal Reserve left its funds rate on hold, as expected. The S&P 500 added 0.8% and the Nasdaq Composite advanced 1.5%, both notching new record highs, while the Dow lost 35 points. The Summary of Economic Projections indicated that FOMC member expectations averaged a single 25bps rate cut this year, fewer than the two rate cuts markets are currently pricing in. This hawkish revision came despite a softer-than-expected inflation report earlier in the day, with headline inflation unexpectedly dropping and the core gauge falling more than anticipated.
- Major bourses in Europe soared on Wednesday afternoon, with the STOXX 50 and the STOXX 600 both closing 1.5% higher, after lower-than-excepted inflation figures for the US raised bets the Fed will deliver first rate cut already in September. Meanwhile, French President Macron pushed back against resignation talks, which offered investors some momentary relief about political instability in France
- The Nikkei 225 Index fell 0.66% to close at 38,876 while the broader Topix Index dropped 0.73% to 2,756 on Wednesday, erasing gains from the previous session as investors reacted to hotter-than-expected Japanese producer inflation numbers. Data showed that producer prices in Japan jumped 2.4% year-on-year in May 2024, exceeding market expectations for a 2% rise and fueling concerns that it might translate into a higher level of consumer inflation.
- WTI crude futures pared gains to trade just above $78.5 per barrel on Wednesday due to an unexpected increase in US crude stocks. EIA data showed that US crude inventories rose by 3.73 million barrels last week, the most in six weeks and defying market expectations for a 1.55 million barrel draw. US gasoline and distillate stocks also increased more than forecasts. Despite this, oil prices remain strong due to an improving global demand outlook.

Market

	Close	%1D	%1M	%1Y
VN-Index	1,300	1.23%	4.84%	15.83%
S&P 500 Index	5,421	0.85%	3.82%	24.08%
Dow Jones Index	38,712	-0.09%	-1.82%	13.15%
GP 100	8,215	0.83%	-2.37%	8.17%
Nikkei 225	39,141	0.68%	2.52%	18.54%
SHCOMP Index	3,037	0.31%	-3.51%	-6.07%
STOXX 600	523	1.08%	0.39%	12.87%
KOSPI Index	2,768	1.44%	1.48%	4.91%
Hang Seng	17,938	-1.31%	-6.16%	-8.11%

Commodity

	Close	%1D	%1M	%1Y
Brent	82	-0.21%	-1.12%	10.96%
WTI	78	-0.24%	-1.02%	12.81%
Gasoline	240	0.06%	-4.57%	-6.34%
Natural gas	3	-0.26%	27.55%	29.79%
Coal	133	1.30%	-7.93%	-0.78%
Gold	2,321	-0.19%	-0.68%	19.39%
China HRC	3,765	-0.21%	-1.10%	-1.88%
Steel rebar	3,400	-0.12%	-2.80%	-4.14%
BDI index	1,831	-2.76%	-11.37%	70.48%

Currency

	Close	%1D	%1M	%1Y
Dollar Index	105	0.06%	-0.49%	1.32%
USD/VND	25,444	0.00%	0.03%	-7.66%
EUR/USD	1	0.04%	0.21%	0.19%
USD/JPY	157	-0.03%	-0.35%	-10.56%
USD/CNY	7	0.19%	-0.10%	-1.30%
USD/GPB	1	0.03%	-1.85%	-1.44%
USD/KRW	1,368	0.59%	0.02%	-7.05%
USD/AUD	2	0.06%	-0.78%	1.60%
USD/CAD	1	-0.03%	-0.44%	-2.98%

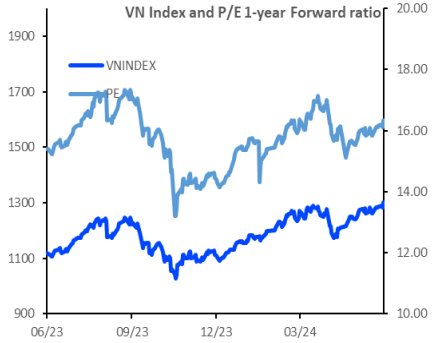
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 12/06/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,300.19	16.32	15.78	1.23	726	20,012
HNX INDEX	248.31	20.59	1.90	0.77	80	1,569





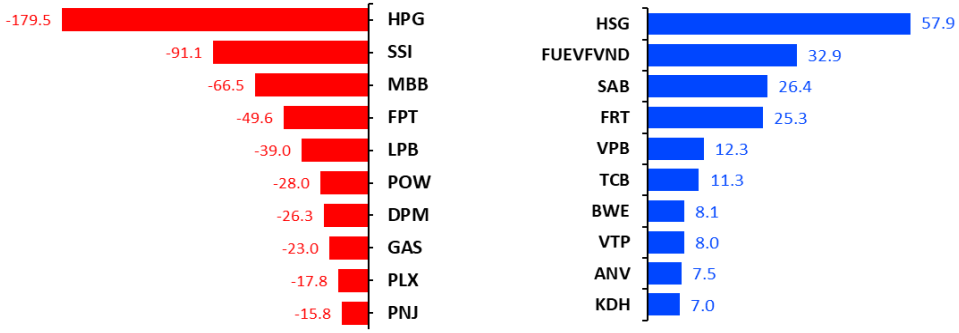
Money flow and sector rotation (VND bn)

Sector	%1D	6/12/2024	6/11/2024	20-session Average
Technology	41.57	1,670	1,180	987
Health Care	30.34	42	32	39
Financial Services	18.56	3,282	2,768	2,578
Personal & Household Goods	9.65	425	388	431
Banks	8.47	4,596	4,237	3,919
Retail	0.68	757	752	901
Automobiles & Parts	-13.5	237	274	365
Insurance	-17.8	65	79	92
Real Estate	-22.3	2,627	3,380	3,196
Basic Resources	-25.3	1,231	1,648	1,417
Oil & Gas	-27.5	228	315	296
Industrial Goods & Services	-27.6	1,390	1,920	1,708
Construction & Materials	-27.7	686	949	997
Travel & Leisure	-28.4	205	286	256
Food and Beverage	-30.1	1,309	1,873	1,884
Utilities	-37.2	398	634	510
Chemicals	-38.2	835	1,352	1,297
Media	-65.3	14	41	16

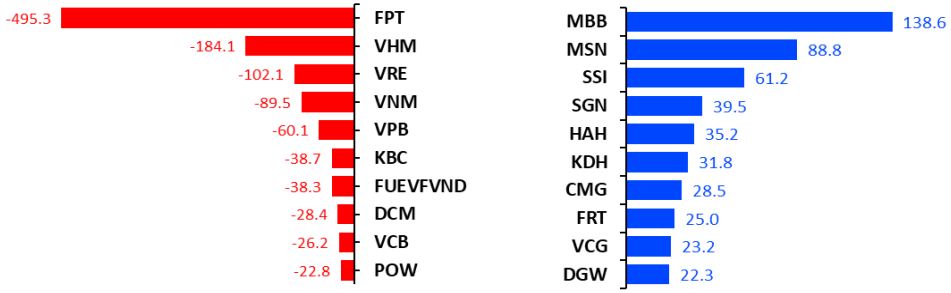
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 12/06/2024

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	9	(285)	297	(11)
Basic Resources	(122)	1	(31)	29
Media	-	(2)	2	(0)
Industrial Goods & Services	(11)	64	(54)	(9)
Health care	(1)	(2)	2	(0)
Chemicals	(25)	(34)	100	(66)
Financial Services	(48)	21	(51)	30
Travel & Leisure	0	(21)	3	19
Banks	(87)	61	(141)	80
Construction & Materials	3	29	(36)	7
Food and Beverage	29	(10)	(63)	73
Retail	22	55	(270)	216
Utilities	(43)	(38)	75	(37)
Personal & Household Goods	(16)	20	(32)	11
Technology	(57)	(470)	586	(116)
Automobiles & Parts	6	5	(10)	6
Insurance	(4)	2	2	(4)
Oil & Gas	(23)	13	12	(25)
Total	**(368)**	**(591)**	**390**	**201**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- According to UOB Bank's forecast, Vietnam's second quarter GDP will grow by 6% on the basis that economic activities are on the right track. Positive FDI inflows show that investors continue to have confidence in the political environment and the competitiveness of the economy. According to UOB Bank's forecast, Vietnam's second quarter GDP will grow by 6% on the basis that economic activities are on the right track. Positive FDI inflows show that investors continue to have confidence in the political environment and the competitiveness of the economy.

- The People's Committee of Dong Nai Province has just issued a plan to implement the relocation of factories and enterprises under the project to convert Bien Hoa 1 Industrial Park into a commercial - service and environmental improvement complex. Accordingly, all factories and enterprises will be relocated from Bien Hoa 1 Industrial Park before December 31, 2025.According to the Dong Nai Provincial People's Committee, the relocation of factories and enterprises will be carried out in 2 stages.Phase 1: Relocate enterprises located in the area of Zone 1 - about 75.1ha, to the south of Bien Hoa 1 Industrial Park, adjacent to An Hao Bridge, Tran Quoc Toan Street, Le Van Duyệt Street, Hanoi Highway, to be completed before December 2024.Phase 2: Relocate the remaining enterprises in Bien Hoa 1 Industrial Park, to be completed before December 31, 2025.

- At the request of the Ministry of Transport, the Dien Chau - Bai Vot Expressway project must complete the remaining items and open to traffic on the entire route by June 30, 2024. The National Highway 8A interchange is the connection point of the two component projects of the Dien Chau - Bai Vot Expressway and the Bai Vot - Ham Nghi Expressway. This is also the first interchange of the North - South Expressway passing through Ha Tinh province.

Breaking News



Business news

- **CSV:** CSV to distribute dividends and bonus shares at a total ratio of 175%CSV has announced that it will distribute a cash dividend of 25% and a bonus share of 150% to shareholders for the year 2023. The record date for determining eligible shareholders is July 1st. The last time CSV increased its capital was in 2014, from VND 245 billion to VND 442 billion. After a decade, CSV has officially increased its capital to over VND 1 trillion. It is expected that after the completion of the issuance, CSV's charter capital will increase by VND 663 billion, from VND 442 billion to VND 1,105 billion.

- **LPB**: Since the beginning of May, an amount of shares equivalent to 35% of LPBank's charter capital has been traded through negotiation method, much higher than other stocks in the same industry. The stock has surged strongly in the context that LPBank is one of the fastest-growing banks in the first quarter of 2024. Specifically, in the first 3 months of the year, LPBank's net interest income reached VND 3,464.5 billion, up 24.8% over the same period last year. Service revenue also surged, tripling from the same period to VND 818.8 billion.

- **TCM:** Thanh Cong Textile Joint Stock Company (HoSE: TCM) Achieves 41% of Revenue and 69% of Profit Plan in the First 5 Months of 2024In the first five months of 2024, Thanh Cong Textile Joint Stock Company (HoSE: TCM) has achieved 41% of its annual revenue plan and 69% of its profit plan. In terms of revenue structure in May 2024, garments accounted for 75% of total revenue, fabric accounted for 15%, yarn accounted for 9%, and the remaining 1% came from other products. Accumulated in the first five months of the year, the company's parent company's revenue is estimated to reach USD 64.09 million (VND 1,554 billion), up 12% compared to the same period in 2023. Profit after tax was around USD 4.72 million (VND 114 billion), up 10%. Compared to the annual plan, the Company has achieved 41% of its revenue plan and 69% of its profit plan.

Breaking News



Business news

- **PVS:** According to the financial plan for the period 2024-2030, PVS's capital investment demand is up to VND 70,640 billion for investment in enhancing production and business capacity and project development investment. In terms of business plan, PVS sets a target of consolidated revenue of VND 15,500 billion, down nearly 29% from the achievement in 2023. Similarly, the target for consolidated profit after tax is VND 660 billion, down nearly 38%. In Q1 alone, PVS completed 46% of the profit plan for the whole year, reaching nearly VND 305 billion (up 34% over the same period in 2023) thanks to cost control and increased interest from associated companies.

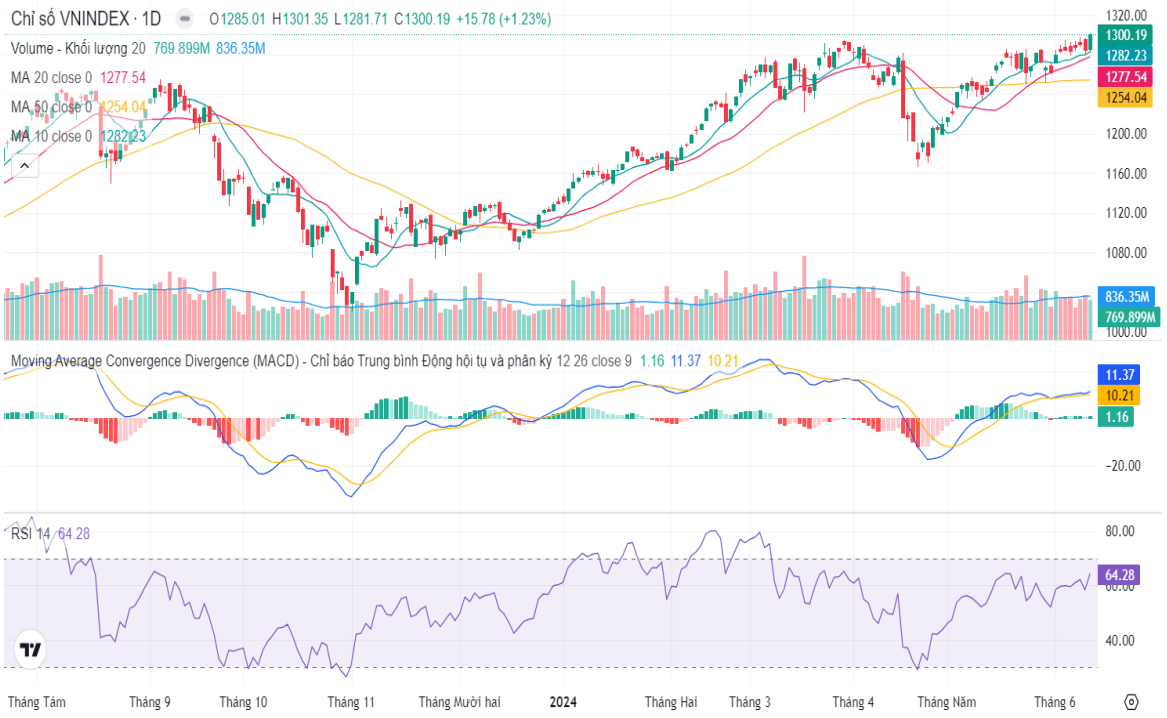
- **DCM**: In April, DCM acquired a 100% stake in Korea-Vietnam Fertilizer Joint Stock Company (KVF), a company with charter capital of VND 2.1 trillion and a fertilizer factory with a total investment of USD 60 million. At the meeting, General Director Van Tien Thanh said that the acquisition of KVF is aimed at increasing NPK fertilizer production. In addition, it is because KVF has a strategic location, only 500 meters from Hiep Phuoc port, which is convenient for cargo transshipment and contributes to the completion of the logistics platform.

- **MVN**: After just 4 trading sessions, the stock price of Vietnam National Shipping Corporation - Joint Stock Company (VIMC), with the stock code MVN, has recorded an increase of up to 40%, helping the company's market capitalization skyrocket and return to the billion-dollar club on the stock exchange. Specifically, with the price of VND 26,200/share - the highest price in 22 months, VIMC's market capitalization has increased by VND 9,200 billion to VND 31,400 billion. The positivity of the stock of this large logistics enterprise is in line with the general trend of the seaport group in recent times, when sea freight rates are "heating up".

Technical view

Trend: Uptrend

- VNINDEX closed at 1,300.19 (+15.78 points, +1.23%), liquidity in line with the 20-session average. The market had 313 gaining stocks and 124 losing stocks. The groups of stocks that contributed to the market's gain included VPB, VCB, FPT, and HPG, while SAB and POW contributed to the market's decline. Most industry groups rose sharply, especially technology and finance. Foreigners continued to net sell around VND 591 billion.
- **Technical view:** The VNINDEX rose throughout most of the trading session and closed above the 1,300 mark for the first time in over two years. Large-cap stocks rallied in unison to lift the market. The current main trend is bullish. The RSI indicator has improved but has not yet entered overbought territory, suggesting that there is still room for further gains. With the successful conquest of 1,300, the market is expected to head towards the 1,340 – 1,400 zone in the medium to long term
- **Strategy:** Investors can completely wait to buy stocks that have broken out of a base with high liquidity. Pullbacks in the VNINDEX to the EMA 20 – 1,280 – 1,300 zone and subsequent rallies present good buying opportunities.



Scenarios:

- Positive (60%): The market will trade in the 1,340 0 area.
- Less positive (40%): The market corrected to the 1,280–1,3000 area.

Recommended stocks

13/06/2024 9:00 AM

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	Note
VCB	BUY	88.7	97.6	85.3	0.1	0.0	88.7	Breakout above EMA200	

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%	25.8	16	1.18%	22/05/2024	
BSI	Hold	57.6	63.1	55.5	10%	-4%	60.8	20	5.56%	16/05/2024	
SZC	Hold	42.7	46.2	41.2	8%	-4%	43.0	7	0.70%	04/06/2024	
VIB	Hold	22.3	24.2	21.5	8%	-4%	22.9	7	2.69%	04/06/2024	

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Economic calendar

June 2024

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
26	27	28	29	30 _ GDP Growth Rate QoQ 2nd Est Q1	31 _ US Personal Income MoM APR _ US Core PCE Price Index MoM APR	1
2	3 _ US ISM Manufacturing PMI MAY _ MSCI restructure portfolio	4	5 _ US ISM Services PMI MAY	6 _ US Non Farm Payrolls MAY	7	8
9	10	11	12 _ US Core Inflation Rate MoM MAY	13 _ Fed Interest Rate Decision _ FOMC Economic Projections _ US PPI MoM MAY	14 _ US Michigan Consumer Sentiment Prel JUN _ Vaneck Fund announces the portfolio	15
16	17 _ GDP Growth Rate QoQ Final Q1 _ Durable Goods Orders MoM MAY	18 _ US Retail Sales MoM MAY	19	20 _ US Building Permits Prel MAY _ VN VN30F1M Future contract maturity	21 _ Vaneck Fund and FTSE restructure the portfolio	22
23	24	25	26	27	28 _ Core PCE Price Index MoM MAY _ Personal Income MoM MAY _ Vietnam MacroEconomic Data	29
30	1					

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Q&A

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