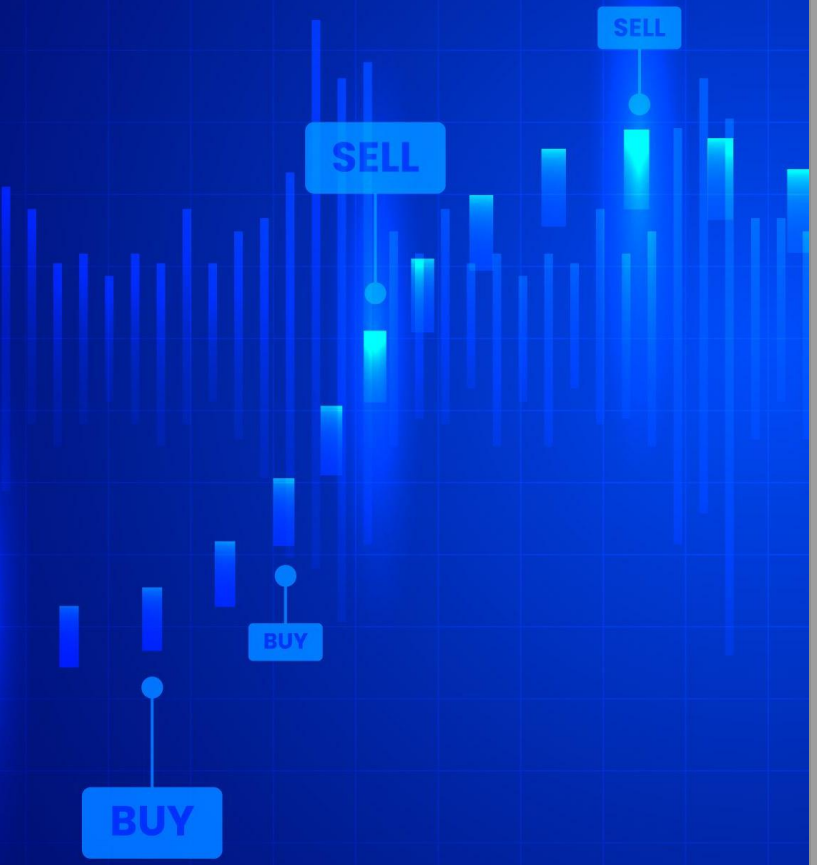
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MORNING CALL

17/06/2024

"The 1,300-point mark has been breached"

- ❑ World stocks: Global stocks sink into the red
- ❑ Vietnamese stocks: The 1,300-point mark has been breached
- ❑ Macro news
- ❑ Business news: #PET, #TV2, #SBS, #MCM, #GSM, #CTR
- ❑ 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 10/06 – 14/06/2024

Major stocks market

- Last week, the S&P 500 and Nasdaq Composite gained 1.58% and 3.24%, respectively, notching their seventh winning week in eight amid a strong rally in technology stocks. Meanwhile, the Dow lost 0.54% last week, its third losing week in four. Those moves came as the Federal Reserve signaled only one interest rate cut this year which could come as late as December, even as US inflation figures for May came in below market expectations
- European stocks closed sharply lower on Friday, extending losses from the week as political instability since the EU parliamentary elections continued to pressure riskier assets. The Stoxx 50 dropped 2% to close at 4,840, marking a 4.1% slump in the week, and the broader Stoxx 600 lost 1% to close at 511, a 2.1% decline on the week.
- The Nikkei 225 Index plunged nearly 2% towards 38,000 while the broader Topix Index dropped 1.5% to 2,705 on Monday, with both benchmarks hitting over two-week lows in a broad sharemarket decline, while investors continued to assess the latest Bank of Japan policy decision
- WTI crude futures dipped by 0.2% to settle at $78.45 per barrel on Friday, reacting to a decline in US consumer sentiment to a seven-month low in June.

Market	Close	%1D	%1M	%1Y
VN-Index	1,280	-1.66%	0.53%	14.77%
S&P 500 Index	5,432	-0.04%	2.42%	23.18%
Dow Jones Index	38,589	-0.15%	-3.54%	12.51%
GP 100	8,147	-0.21%	-3.25%	6.60%
Nikkei 225	38,085	-1.88%	-1.81%	12.99%
SHCOMP Index	3,033	0.12%	-3.85%	-7.35%
STOXX 600	511	-0.97%	-2.27%	9.48%
KOSPI Index	2,757	-0.07%	1.17%	4.98%
Hang Seng	17,942	-0.94%	-8.24%	-10.47%

Commodity	Close	%1D	%1M	%1Y
Brent	82	-0.27%	-1.88%	7.56%
WTI	78	-0.27%	-2.27%	9.00%
Gasoline	239	-0.25%	-7.01%	-10.70%
Natural gas	3	-2.50%	6.97%	6.72%
Coal	133	-1.15%	-6.66%	0.87%
Gold	2,325	-0.34%	-3.73%	19.21%
China HRC	3,775	0.27%	-0.61%	-2.43%
Steel rebar	3,450	1.26%	-1.88%	-4.46%
BDI index	1,948	0.31%	5.64%	81.04%

Currency	Close	%1D	%1M	%1Y
Dollar Index	106	-0.01%	1.05%	3.22%
USD/VND	25,452	-0.01%	-0.01%	-7.54%
EUR/USD	1	0.00%	-1.53%	-2.00%
USD/JPY	157	0.00%	-1.11%	-9.80%
USD/CNY	7	-0.04%	-0.30%	-1.29%
USD/GPB	1	0.04%	0.15%	0.86%
USD/KRW	1,380	-0.07%	-1.82%	-7.13%
USD/AUD	2	0.17%	1.35%	3.73%
USD/CAD	1	-0.05%	-0.94%	-3.86%

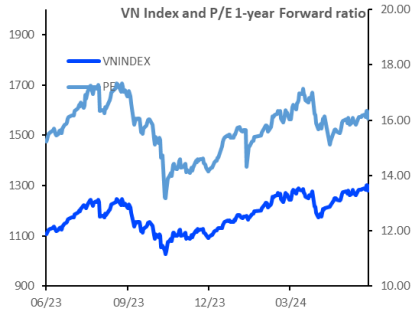
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 14/06/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,279.91	16.07	-21.60	-1.66	960	26,603
HNX INDEX	243.97	20.16	-4.39	-1.77	107	2,088





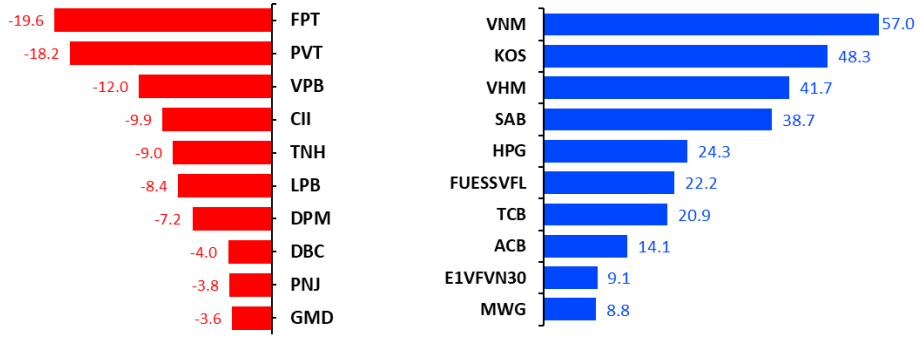
Money flow and sector rotation (VND bn)

Sector	%1D	6/14/2024	6/13/2024	20-session Average
Travel & Leisure	186.61	507	177	267
Industrial Goods & Services	114.97	2,909	1,353	1,765
Media	81.39	24	13	17
Financial Services	81.31	3,749	2,068	2,636
Chemicals	79.78	1,582	880	1,314
Basic Resources	74.51	1,870	1,071	1,423
Oil & Gas	61.12	348	216	289
Food and Beverage	55.71	2,461	1,581	1,869
Retail	26.71	947	747	885
Health Care	24.94	94	75	43
Utilities	16.36	533	458	535
Real Estate	10.85	3,518	3,173	3,219
Personal & Household Goods	10.32	379	344	434
Automobiles & Parts	9.61	325	297	360
Construction & Materials	5.63	1,272	1,204	1,033
Technology	0.58	1,319	1,311	1,055
Insurance	-19.2	59	73	97
Banks	-23.3	4,686	6,108	3,991

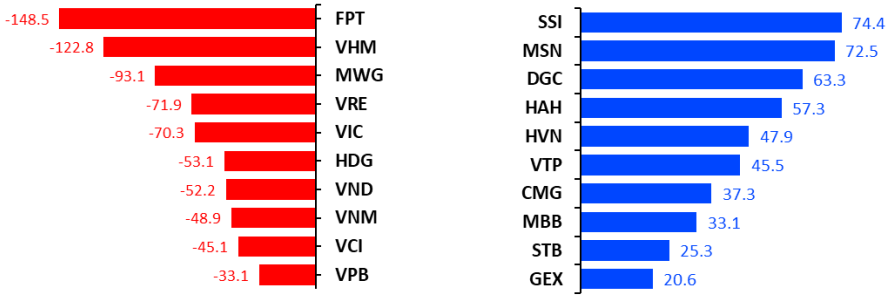
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 14/06/2024

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	85	(354)	255	99
Basic Resources	31	23	(80)	57
Media	-	(2)	1	1
Industrial Goods & Services	(22)	116	(93)	(24)
Health care	(9)	6	1	(7)
Chemicals	(7)	11	117	(128)
Financial Services	31	(50)	(9)	60
Travel & Leisure	4	24	(56)	32
Banks	46	(108)	(194)	302
Construction & Materials	(5)	(8)	24	(15)
Food and Beverage	90	(23)	(99)	121
Retail	5	(91)	(12)	102
Utilities	6	(18)	24	(6)
Personal & Household Goods	(4)	6	(23)	17
Technology	(20)	(103)	93	10
Automobiles & Parts	3	7	(5)	(2)
Insurance	1	(0)	(0)	0
Oil & Gas	(3)	(7)	29	(22)
Total	**231**	**(571)**	**(27)**	**597**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- BlackRock has announced the dissolution of the iShares Frontier & Select EM ETF, a fund that invests in frontier and emerging markets, with nearly 20% of its capital allocated to the Vietnamese market. In the notice, BlackRock stated that the ETF will cease trading and no longer accept orders to create or redeem ETF shares after the market closes on March 31, 2025. However, the notice also emphasizes that the timeline is subject to change.Prior to the dissolution, the fund has divested all Vietnamese stocks, with a total volume of 10.8 million shares, equivalent to 20% of its holdings of 53.6 million shares on June 10. The most heavily sold stocks by volume were HPG (3 million shares), VHM (2.1 million shares), and VRE (1.1 million shares).

- According to the latest statistics released by the General Department of Customs, the import of completely built-up (CBU) automobiles in May 2024 increased sharply in both volume and value compared to the previous month. In May 2024, the country imported 14,941 CBU automobiles of all kinds, with a total import value of 311 million USD, up 29.2% in volume and 21.7% in value compared to the previous month. However, accumulated in the first 5 months of 2024, auto import results still decreased compared to the same period in 2023

- Scenarios for adjusting electricity, healthcare, and education prices will be available before June 30. Domestically, prices are under pressure but are still developing according to the plan. Every year, according to the rule, prices increase in the early months of the year and decrease gradually in April and May. The CPI increased by 1.24% compared to December. Compared to December 2023, the CPI in May increased by 1.24% and by 4.44% compared to the same period last year.

Breaking News



Business news

- **PET**: Management of PET expects 2024 to continue to pose challenges for the distribution segment, as the macroeconomic outlook still shows an increasing risk of a global recession, affecting the smartphone and electronics market.PET will not pay dividends in 2023, although the 2023 Annual General Meeting of Shareholders approved a maximum rate of 10%. The maximum dividend payout ratio for 2024 is expected to be 10%. The specific payout ratio and method will be submitted for approval at the 2025 Annual General Meeting of Shareholders, after the audited 2024 financial statements are available.

- **TV2**: TV2 has set a revenue plan for 2024 of nearly VND 1.3 trillion, up 16% from the previous year. The pre-tax profit plan is almost unchanged, at VND 66 billion. TV2 said that 2024 will be a year with many important tasks. Notably, it will support the explanation and promotion of the Song Hau 2 Thermal Power Plant project for implementation in June 2024, and prepare human resources, systems, and financial management solutions. In addition, it will complete the power connection and operation of the Hau Giang Biomass Power Plant and Thac Ba 2 Hydropower Plant.

- **SBS**: In 2024, SBS targets net revenue of around VND 120-140 billion. Profit from operating activities is around VND 8-10 billion. The company has not yet made any dividend payments or distributions for 2024. In the first quarter of 2024, the company reported a loss of nearly VND 38 billion due to management expenses of over VND 31.5 billion and interest expenses of over VND 9.3 billion, while profits from core business activities were close to break-even.

Breaking News



Business news

- **MCM:** Mộc Châu Milk to debut on HOSE with a reference price of VND 42,800 per share. 110 million MCM shares will officially debut on the HOSE on June 25 with a reference price of VND 42,800 per share, 9% higher than the closing price of the last trading session on UPCoM on May 24 (VND 39,100 per share). This means that Mộc Châu Milk is valued at more than VND 4.7 trillion on its first day of trading on HOSE. Mộc Châu Milk is the oldest dairy brand in Vietnam, founded in 1958. In early 2020, MCM officially became a subsidiary of Vietnam Dairy Products JSC (Vinamilk) through GTNFoods (which has been merged into the Vietnam Livestock Corporation).

- **GSM:** Hương Son Hydropower JSC (UPCoM: GSM) to distribute dividends at the highest rate in the company's history of VND 2,000 per share. Recently, GSM shareholders have approved for an organization related to Chairman Nguyen Thanh Hai to increase ownership to 80% of the company's capital without a public tender offer. In terms of business performance, GSM's annual revenue has always been over VND 100 billion in the past 4 years (2020-2023), with 2022 setting a record for both revenue and after-tax profit of VND 174 billion and VND 66 billion, respectively. However, in 2023, profit decreased to VND 36 billion due to the factor of dry weather and low water flow.

- **CTR**: Viettel's stocks are on fire, but Viettel's shareholders are still "shaking their legs". The stock with the highest market capitalization in the group is CTR of Viettel Construction, which increased by a good 6.88%, pushing the market price to break its historical peak to VND 152,300 per share. CTR stock has increased by 20% in just under a month and doubled compared to the price a year ago. The strong increase in Viettel's "family" stocks recently is attributed to positive business results, along with the individual stories of each company in the group.

Technical view

Trend: Short term correction

- VNINDEX closed at 1,279.91 (-21.6 points, -1.6%), liquidity increased compared to the average of 20 sessions. The market had 89 green stocks and 366 red stocks. The groups of stocks that contributed to the market's increase included HVN, LPB, and FPT, while GVR, VPB, and CTG contributed to the market's decline. Most industry groups declined, with the strongest decline in the securities and banking sectors. Foreigners continued to net sell about VND 571 billion.
- **Technical analysis:** VN-Index encountered difficulties in the morning trading session and suddenly turned around to decline sharply in the late afternoon. VN-Index lost points and returned to the MA20 support level. Increased liquidity and a large decline in amplitude indicate that strong selling pressure is returning. In a positive scenario, the market will accumulate and continue to surpass 1,300.
- **Strategy:** Investors can buy large-cap stocks with good fundamentals when prices adjust to support zones and bounce back. It is not advisable to buy strongly at breakout points or chase buy because the market's unpredictable volatility is very high.



Scenarios:

- Positive (60%): The market will trade in the 1,300 – 1,340 area.
- Less positive (40%): The market will continue to trade in the 1,260-1,280 area.

Recommended stocks

17/06/2024 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%	-3.9%	25.6	18	0.39%	22/05/2024	
BSI	Hold	57.6	63.1	56.8	10%	-1.4%	58.0	22	0.69%	16/05/2024	
SZC	Hold	42.7	46.2	41.2	8%	-3.5%	42.0	9	-1.64%	04/06/2024	
VIB	Hold	22.3	24.2	22.0	8%	-1.3%	22.5	9	0.90%	04/06/2024	
VCB	Hold	88.7	97.6	86.7	10%	-2.3%	87.5	2	-1.35%	13/06/2024	
BID	Hold	48.4	54.3	45.7	12%	-5.5%	47.5	1	-1.76%	14/06/2024	

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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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