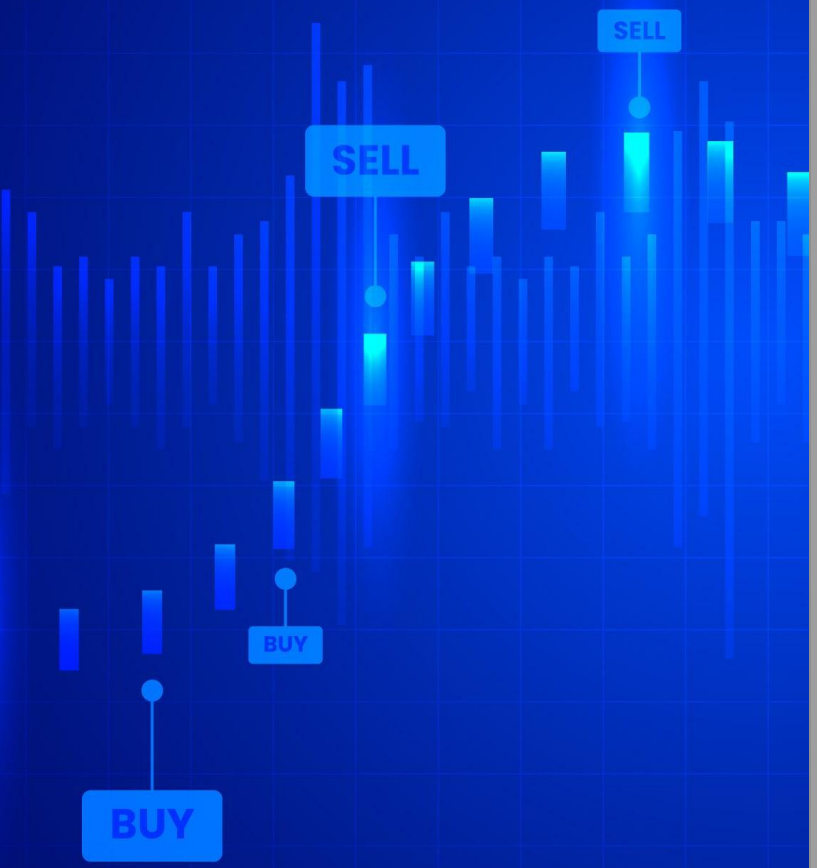
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MORNING CALL

27/06/2024

"Holding breath as the threshold of 1,250 is maintained"

- ❑ World stocks: More information is needed from US inflation data.
- ❑ Vietnamese stocks: Holding breath as the threshold of 1,250 is maintained
- ❑ Macro news
- ❑ Business news: #LPB, #PVS, #DRC, #HVN, #HHV, #HAH
- ❑ Technical perspective and updated recommendations #BFC, #CTD
- ❑ Event calendar
- ❑ Q&A

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Following SSV's Zalo,
Catching the latest report



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Global Market Review 24/06 – 28/06/2024

Major stocks market

- In regular trading on Wednesday, the S&P 500 and Nasdaq Composite gained 0.16% and 0.49%, respectively, with both benchmarks rising for a second day. The Dow also inched up 0.04%. Investors will assess key US inflation data this week to gauge the monetary policy path
- The Nikkei 225 Index rallied 1.26% to 39,667 while the broader Topix Index gained 0.56% to 2,803 on Wednesday, closing at their highest levels in about three months. Retail sales in Japan increased by 3% year-on-year in May 2024, accelerating from an upwardly revised 2.4% gain in April and far exceeding market expectations for a 2% growth.
- Stocks in Europe failed to hold early gains, with both the STOXX 50 and the STOXX 600 falling 0.2% on Wednesday afternoon, ad extending losses from the previous session. Traders continue to await further catalysts while awaiting the US PCE inflation, preliminary inflation figures for France, Spain and Italy, the French election, and the first debate between Joe Biden and Donald Trump later in the week.
- WTI crude futures erased gains to trade below $81 per barrel on Wednesday after EIA data showed a surprise increase in US crude stockpiles, raising concerns about weakening demand in the world's top oil consumer.

Market

	Close	%1D	%1M	%1Y
VN-Index	1,261	0.37%	-0.51%	11.19%
S&P 500 Index	5,478	0.16%	3.26%	25.11%
Dow Jones Index	39,128	0.04%	0.15%	15.33%
GP 100	8,225	-0.27%	-1.11%	10.24%
Nikkei 225	39,218	-1.13%	0.82%	20.53%
SHCOMP Index	2,973	0.76%	-4.85%	-6.80%
STOXX 600	515	-0.56%	-1.42%	13.67%
KOSPI Index	2,777	-0.53%	2.00%	7.59%
Hang Seng	18,090	0.09%	-3.92%	-5.53%

Commodity

	Close	%1D	%1M	%1Y
Brent	85	-0.40%	2.18%	17.51%
WTI	81	-0.42%	3.65%	19.00%
Gasoline	254	-0.25%	2.18%	0.85%
Natural gas	3	0.11%	9.05%	-0.54%
Coal	132	-1.57%	-7.56%	5.18%
Gold	2,299	0.04%	-2.20%	20.15%
China HRC	3,702	-0.11%	-3.92%	-3.14%
Steel rebar	3,371	0.00%	-6.15%	-10.54%
BDI index	1,964	1.97%	9.29%	66.02%

Currency

	Close	%1D	%1M	%1Y
Dollar Index	106	-0.02%	1.25%	3.45%
USD/VND	25,463	0.00%	-0.04%	-7.59%
EUR/USD	1	0.05%	-1.59%	-2.51%
USD/JPY	161	0.16%	-2.29%	-10.27%
USD/CNY	7	-0.01%	-0.31%	-0.59%
USD/GPB	1	-0.03%	1.15%	0.98%
USD/KRW	1,391	-0.17%	-1.96%	-6.52%
USD/AUD	2	-0.03%	0.07%	0.56%
USD/CAD	1	0.00%	-0.50%	-3.72%

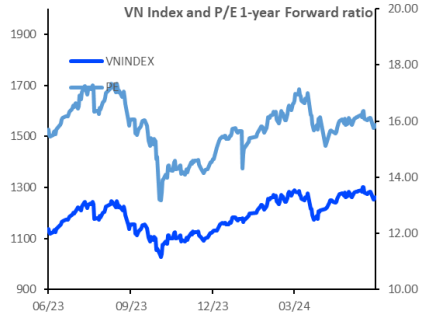
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 26/06/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,261.24	15.85	4.68	0.37	544	15,015
HNX INDEX	239.68	17.12	-0.51	-0.21	52	994





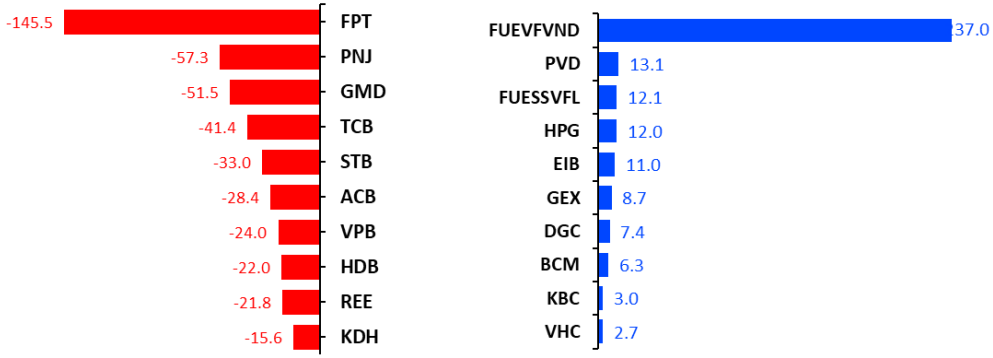
Money flow and sector rotation (VND bn)

Sector	%1D	6/26/2024	6/25/2024	20-session Average
Utilities	85.55	493	265	503
Automobiles & Parts	74.69	458	262	374
Chemicals	67.86	1,330	793	1,325
Media	46.94	12	8	15
Oil & Gas	42.72	171	120	221
Insurance	30.32	42	32	74
Personal & Household Goods	27.47	288	226	395
Retail	10.52	672	608	827
Financial Services	9.81	1,353	1,232	2,233
Food and Beverage	7.39	1,192	1,110	1,714
Banks	5.82	2,750	2,598	3,930
Construction & Materials	-1.9	635	648	941
Health Care	-4.2	61	63	57
Industrial Goods & Services	-4.4	1,228	1,285	1,731
Basic Resources	-5.4	1,252	1,323	1,464
Real Estate	-13.8	1,725	2,001	2,748
Travel & Leisure	-41.2	220	374	295
Technology	-45.7	1,098	2,021	1,272

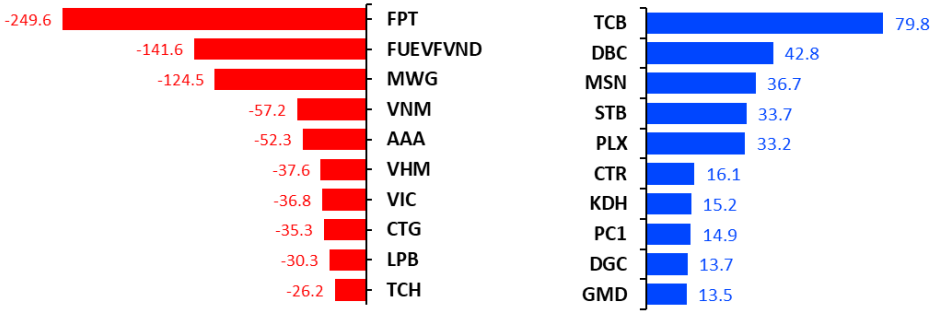
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 26/06/2024

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	(49)	(100)	126	(25)
Basic Resources	9	2	71	(73)
Media	-	0	(0)	(0)
Industrial Goods & Services	(65)	1	(6)	5
Health care	(1)	(0)	(0)	1
Chemicals	(3)	(34)	1	34
Financial Services	227	(173)	(16)	190
Travel & Leisure	(4)	(18)	21	(3)
Banks	(182)	42	72	(114)
Construction & Materials	(7)	14	37	(51)
Food and Beverage	(23)	24	9	(33)
Retail	3	(111)	215	(104)
Utilities	(9)	(4)	51	(47)
Personal & Household Goods	(57)	5	36	(41)
Technology	(146)	(257)	454	(197)
Automobiles & Parts	(0)	(13)	45	(32)
Insurance	(0)	0	1	(1)
Oil & Gas	13	25	(33)	8
Total	**(295)**	**(598)**	**1,082**	**(484)**

Source: Fiinpro. Shinhan Securities Vietnam



Macro

- Banks highly appreciate the policy of restructuring debt repayment terms, as in the current context, this policy is good for both businesses (DN) and banks. Many banks are actively implementing solutions to accelerate credit growth to support the Government's and the State Bank of Vietnam's economic recovery. In which, with the group of state-owned banks, credit up to mid-June 2024, VietinBank is having the highest credit growth rate in this group, increasing by 4.9% compared to the end of last year and striving to complete the goal of 14% set by the State Bank of Vietnam at the beginning of this year.
- International tourists to Vietnam could grow 40% by year-end. In the first half of 2024, international tourism in Vietnam increased by 65% compared to the same period last year, surpassing the pre-COVID-19 level. Although the number of Chinese tourists has not yet fully recovered, accounting for about a third of the total number of international tourists before the pandemic, their return along with the increasing demand for tourism from the US has created positive signals. According to Vinacapital's forecast, the total number of international tourists to Vietnam will reach 19 million and exceed the pre-COVID-19 level by more than 5% this year.
- The Prime Minister said that Vietnam is choosing to prioritize growth while taking measures to control inflation, stabilize the macroeconomy, and ensure the major balances of the economy. As a result, Vietnam's GDP grew by 8.02% in 2022, 5.5% in 2023, and 5.66% in the first quarter of 2024. Quarter 2 is estimated to be higher than the first quarter and will continue to increase in the second half of the year. The macroeconomy is basically stable, inflation is controlled, and the major balances of the economy are ensured. Public debt, government debt, and foreign debt are much lower than the permissible limits. The Vietnamese currency is still among the least depreciated currencies in the region.

Breaking News



Business news

- **LPB**: According to the decision of the LPBank Board of Directors, the Bank will temporarily suspend the procedures for implementing the plan to issue shares to existing shareholders to increase charter capital in 2024. Instead, the LPBank Board of Directors will submit to the General Shareholders' Meeting for approval a plan to increase charter capital in 2024 through the issuance of shares to pay dividends from undistributed after-tax profits in 2023 at the most recent General Shareholders' Meeting to ensure the maximum benefit of shareholders and LPBank. The proposed dividend payout ratio is 16.8%.
- **PVS**: Mr. Le Manh Cuong, General Director of PTSC, shared that the company currently has no plans to participate in domestic offshore wind power projects and is only focusing on offshore wind power export projects. In which, the offshore wind power export project to Singapore is selecting a survey contractor, and it is expected that the survey contractor will be selected by the end of this year or at the latest by early 2025 to bring in survey equipment. This is a specific large-scale project that PTSC is participating in. As planned, the offshore wind power export project to Singapore will be implemented by PTSC together with its partner Sembcorp Utilities Pte Ltd (SCU), a member of Sembcorp Industries Limited. In which, the PTSC & SCU consortium will jointly study and invest in the construction of an offshore wind farm in Ba Ria - Vung Tau province, with a total installed capacity of approximately 2,300 MW to export clean electricity to Singapore.
- **DRC**: Regarding the impact of exchange rates on business results, the management of Da Nang Rubber Company said that the export channel currently contributes to 65-70% of total revenue. Meanwhile, imported raw materials only account for about 35% of the cost ratio, so the company is running a trade surplus. Therefore, the recent sharp increase in exchange rates has been highly effective in the company's production and business activities. Sharing the prospect of product consumption in the US and Brazil - two key export markets of the company, the management of Da Nang Rubber Company said that if it meets the demand of the US market alone, the company's consumption output will increase 2.3 times compared to the present.

Breaking News



Business news

- **HVN:** The government believes that Vietnam Airlines will face many serious consequences and risks if it is not granted an extension to repay the VND 4 trillion refinancing loan. From July to the end of 2021, Vietnam Airlines has completed the use of the loan package with a total value of approximately VND 4 trillion. This is one of the two solutions to support liquidity for the national airline due to the impact of Covid-19, along with VND 8,000 billion to increase charter capital through the issuance of shares to existing shareholders. However, the government is proposing to the National Assembly that the State Bank be automatically granted three extensions when the repayment deadline arrives for Vietnam Airlines' VND 4 trillion loan. Accordingly, the expected extension period each time is equal to the first refinancing period. The total extension period for refinancing is not more than 5 years (including 2 extensions granted under Resolution 135/2020).

- **HHV**: Đèo Cả Group has just completed the Cam Lâm - Vĩnh Hảo Expressway with a total investment of over VND 8,900 billion and put it into operation in late April 2024. And it is also implementing two projects: the Đồng Đăng - Trà Lĩnh Expressway (phase 1) with a total investment of over VND 14,300 billion, which was started in January 2024, and the Hữu Nghị - Chi Lăng Expressway with a total investment of over VND 11,000 billion, which was started in April 2024. In terms of construction and installation activities, in 2023, Deo Ca Group has completed on schedule many projects and packages such as Thung Thi tunnel on Mai Son - National Highway 45 Expressway, Truong Vinh tunnel on Nghi Son - Dien Chau Expressway, My Thuan 2 Bridge, My Thuan - Can Tho Expressway, expansion of Prenn Pass Road, ... with a total value of participation of over VND 6,100 billion.

- **HAH:** Compared to the beginning of 2024, the share price of HAH has increased by 35%. Liquidity has also become active in recent months with millions of units traded per session, worth hundreds of billions of dong. Soaring sea freight rates have been "breathing hot air" into the group of shipping company stocks on the stock exchange.

Technical view

Trend: Accumulation

- VNINDEX closed at 1,261 points, up 4.68 points (0.37%), with low liquidity. The market had 190 green stocks and 216 red stocks. Stocks that contributed to the market's increase included GVR, BCM, and FPT, while VCD, CTG, and VHM contributed to the market's decline. Most industry groups fell, with the financial group falling the most. Foreign investors sold a net of VND 600 billion.
- **Technical view:** Throughout the trading session, the VN-Index faced challenges around the 1,250 support level, but the market held firm and formed a bullish engulfing candlestick pattern at the close. A positive point in today's session was the low liquidity, indicating that at least in the 1250 zone, selling pressure has temporarily eased. In a positive scenario, the VN-Index needs to hold the key support level of 1250 and trade with thin liquidity to confirm a bottom before returning to the resistance zone of 1300.
- **Strategy**: Investors should monitor and process violating stocks. In addition, stocks that still hold the EMA 50 and have buy signals will be good choices for the next uptrend.



Scenarios:

- Positive: The market is expected to trade in the 1,300 – 1,340 area.
- Base: The market is expected to trade 1,250-1,280
- Negative: The market continues to trade in the 1,200-1,220 range

Recommended stocks

27/06/2024 9:00 AM

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	Note
CTD	Buy	73.1	77.9	71.4	7%	-2.3%	73.1	Strong accmulation at EMA 50	
BFC	Buy	38.6	42.2	36.7	9%	-4.9%	38.9	Increase from the EMA 20	

Trading portfolio

Ticker	Recommendation	Buying price	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
PTB	Hold	73.2	79.0	69.2	8%	-5.5%	72.6	6	-0.82%	19/06/2024	
KDH	Hold	37.3	39.7	36.3	6%	-2.7%	37.0	6	-0.80%	19/06/2024	

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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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