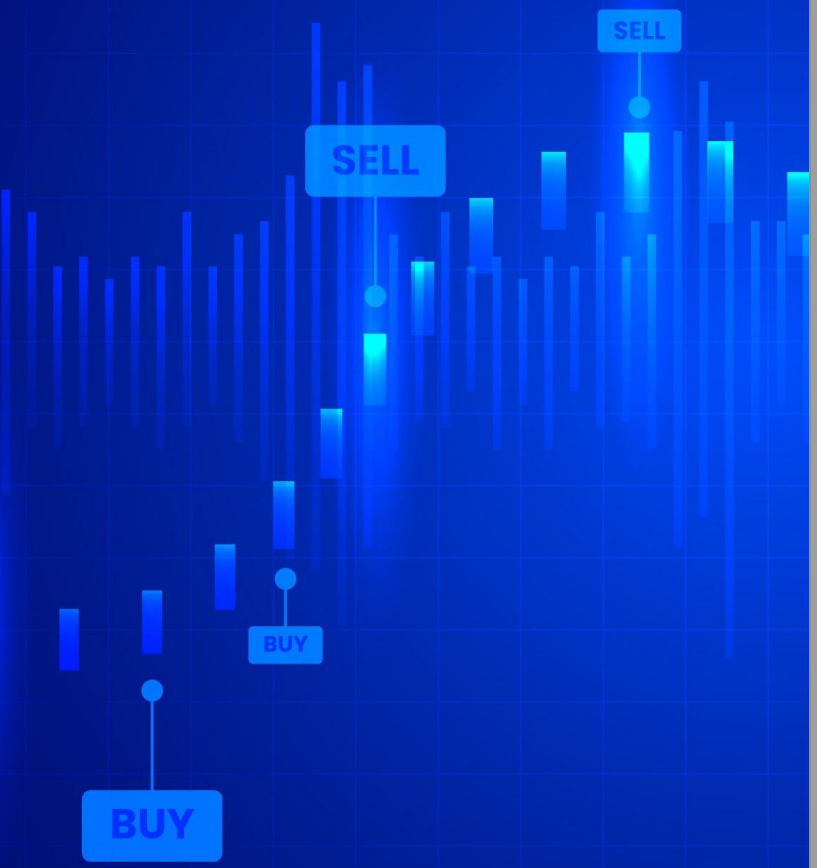
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MORNING CALL

03/07/2024

“Positive reversal signal”

- ❑ World stocks: US new jobs index improves slightly
- ❑ Vietnamese stocks: Positive reversal signal
- ❑ Macro news
- ❑ Business news: #HoanMy, #HDB, #HAG, #BCM, #HCM, #PTB
- ❑ Technical perspective and updated recommendations #MSB
- ❑ Event calendar
- ❑ Q&A

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Following SSV's Zalo,
Catching the latest report



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Global Market Review 01/07 – 05/07/2024

Major stocks market

- In regular trading on Tuesday, the S&P 50 and Nasdaq Composite rallied 0.62% and 0.84%, respectively, while the Dow gained 0.41%. Meanwhile, Federal Reserve Chair Jerome Powell acknowledged progress on inflation but emphasized that the central bank is not yet ready to lower interest rates. On the data front, the JOLTS report showed a slight increase in job openings in May compared to the previous month.
- Both the STOXX 50 and the STOXX 600 were down on Tuesday, with the former losing 0.6% and the latter falling 0.4%, as traders digest prospects the ECB will not cut interest rates again soon. The CAC 40 extended losses and fell 0.7% to 7,506 on Tuesday
- The Nikkei 225 Index jumped 0.8% to above 40,300 while the broader Topix Index gained 0.1% to 2,859 on Wednesday, with Japanese shares rising for the fourth straight session and taking cues from a strong lead on Wall Street overnight as major US technology stocks pushed the S&P 500 and Nasdaq Composite to new record closes.
- WTI crude futures fell by about 0.7% to settle at $82.81 per barrel on Tuesday, retreating from the previous session's two-month high. This decline came as fears of supply disruptions from Hurricane Beryl faded amid escalating Middle East tensions.

Market	Close	%1D	%1M	%1Y
VN-Index	1,270	1.21%	-0.80%	12.82%
S&P 500 Index	5,509	0.62%	4.27%	23.64%
Dow Jones Index	39,332	0.41%	1.97%	14.28%
GP 100	8,121	-0.56%	-1.71%	7.89%
Nikkei 225	40,404	0.82%	3.81%	19.71%
SHCOMP Index	2,997	0.08%	-2.65%	-7.61%
STOXX 600	511	-0.42%	-1.72%	10.83%
KOSPI Index	2,783	0.07%	3.74%	6.93%
Hang Seng	17,769	0.29%	-3.44%	-7.96%

Commodity	Close	%1D	%1M	%1Y
Brent	86	0.24%	10.32%	15.81%
WTI	83	0.21%	11.80%	18.90%
Gasoline	257	-0.03%	10.14%	4.47%
Natural gas	2	1.07%	-10.70%	-9.15%
Coal	132	0.11%	-7.13%	3.28%
Gold	2,332	0.09%	-0.82%	21.33%
China HRC	3,721	0.35%	-2.59%	-4.22%
Steel rebar	3,357	-0.09%	-4.17%	-9.95%
BDI index	2,179	0.97%	20.52%	104.03%

Currency	Close	%1D	%1M	%1Y
Dollar Index	106	-0.04%	1.48%	2.61%
USD/VND	25,452	0.01%	-0.05%	-7.05%
EUR/USD	1	0.01%	-1.45%	-1.52%
USD/JPY	162	-0.06%	-3.38%	-10.44%
USD/CNY	7	-0.04%	-0.40%	-0.34%
USD/GPB	1	-0.01%	0.95%	0.05%
USD/KRW	1,388	-0.08%	-0.86%	-5.76%
USD/AUD	1	-0.01%	0.32%	0.07%
USD/CAD	1	0.01%	-0.37%	-3.13%

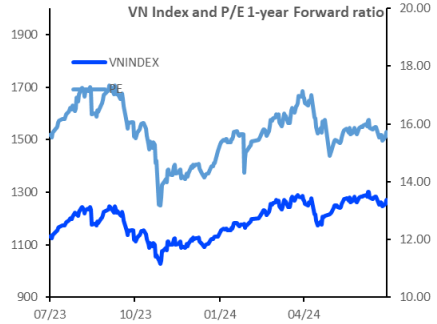
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 02/07/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,269.79	15.73	15.23	1.21	439	12,277
HNX INDEX	240.80	17.20	2.24	0.94	49	781





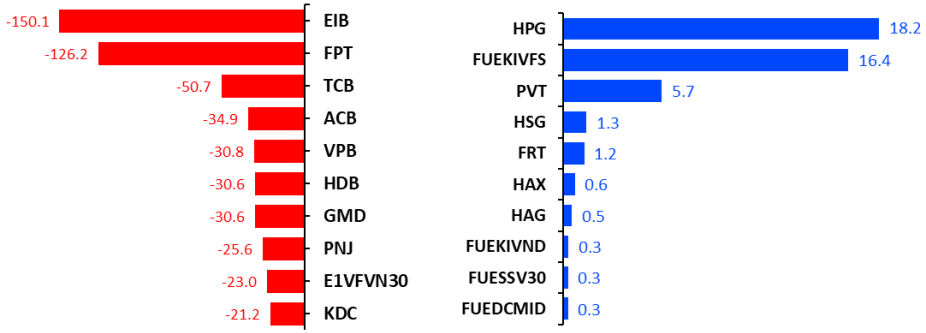
Money flow and sector rotation (VND bn)

Sector	%1D	7/2/2024	7/1/2024	20-session Average
Insurance	137.67	108	46	79
Banks	57.10	2,842	1,809	3,703
Personal & Household Goods	44.97	306	211	350
Basic Resources	39.43	1,078	773	1,368
Real Estate	27.47	1,847	1,449	2,512
Oil & Gas	21.61	96	79	189
Media	12.15	4	4	15
Technology	4.67	982	938	1,252
Construction & Materials	3.97	475	457	864
Travel & Leisure	2.85	215	209	290
Utilities	2.75	287	279	433
Food and Beverage	-2.6	726	745	1,543
Health Care	-5.9	33	35	59
Automobiles & Parts	-7.3	195	210	368
Financial Services	-9.5	941	1,040	1,998
Industrial Goods & Services	-12.7	779	892	1,582
Chemicals	-16.7	570	684	1,211
Retail	-54.0	751	1,633	799

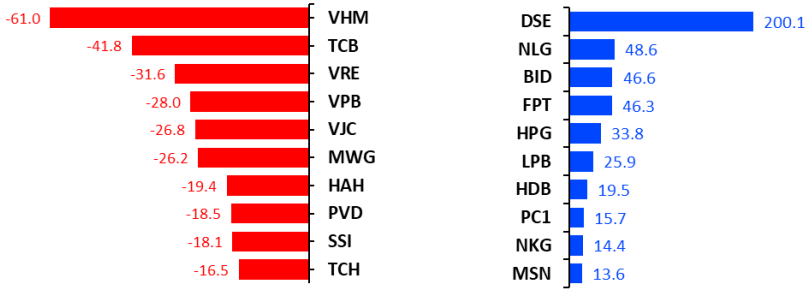
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 02/07/2024

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	(74)	(83)	99	(16)
Basic Resources	19	39	(102)	63
Media	-	(1)	1	-
Industrial Goods & Services	(40)	(78)	72	6
Health care	-	(1)	(3)	3
Chemicals	(1)	(8)	11	(4)
Financial Services	(46)	(62)	46	15
Travel & Leisure	(9)	(25)	5	20
Banks	(404)	21	224	(245)
Construction & Materials	(3)	(8)	51	(43)
Food and Beverage	(46)	(1)	176	(174)
Retail	(16)	(16)	59	(43)
Utilities	(10)	(18)	20	(3)
Personal & Household Goods	(26)	(1)	33	(33)
Technology	(126)	54	135	(189)
Automobiles & Parts	(1)	(32)	25	7
Insurance	(3)	3	(2)	(2)
Oil & Gas	(1)	(23)	23	(0)
Total	**(787)**	**(236)**	**874**	**(638)**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- Disruptions in the Red Sea will continue in the third quarter. Since December, Maersk and other shipping companies have diverted ships around Africa's Cape of Good Hope to avoid attacks by Houthi rebels in Red Sea. Having to make detours leads to longer delivery times and higher shipping costs. "The longer the disruption lasts, the greater our costs will be," CEO Vincent Clerc shared at a recent online event with customers. Mr Clerc added: "We don't yet know exactly how much of these costs will be recovered and how long it will take to recover. The current high prices are only temporary."
- ECB: Lowering interest rates is not an urgent requirement. On July 1, President of the European Central Bank (ECB) Christine Lagarde said that the ECB needs more time to confirm that inflation is returning to the target level of 2% and that positive economic data shows a reduction in inflation. Interest is not currently an urgent requirement. The ECB lowered interest rates for the first time last June, after an unprecedented increase.
- Ho Chi Minh City real estate is showing positive signs. Although in the first 6 months of the year, Ho Chi Minh City did not have any new real estate projects notified by the Department of Construction that they were eligible to sell future housing, but a number of new projects have been approved. invest. Along with new projects that have been approved for investment policies, some projects have also begun to restart after obstacles were removed. In the first half of 2024, Ho Chi Minh City's real estate market has stable revenue. Although the growth rate is low, the next quarter begins to be higher than the previous quarter. According to the assessment of the Ho Chi Minh City Statistics Department, real estate revenue increased thanks to the real estate market going through a quiet period when relevant policies were effective, lending interest rates decreased, and the ability to Access to capital for people and businesses increases.

Breaking News



Business news

- **HoanMy**: Hoan My Medical Joint Stock Company announced its financial situation in 2023 with profit after tax of more than VND 633 billion for the year, equivalent to a profit of more than 1.7 billion VND/day. In addition, the Company also corrected the 2022 profit result of nearly VND 483 billion, instead of the previously announced loss of nearly VND 50 billion. Thus, after heavy losses in 2021, Hoan My Medical's profits grew significantly in 2022-2023. This result contributed to increasing the Company's equity capital to more than VND 2 trillion. The debt/equity ratio decreased from 3.63 to 2.06 times, corresponding to the outstanding debt by the end of 2023 being more than VND 4,128 billion. Of which, outstanding debt from bonds accounts for VND 1,400 billion.
- **HDB:** Ho Chi Minh City Development Commercial Joint Stock Bank (HDBank – HOSE: HDB) has just announced the Resolution of the Board of Directors on implementing dividends in 2023 at a rate of 30%, including 10% in cash and 20% in bonds. share. Accordingly, the closing date for dividend payment is July 15, 2024. The expected date for money to be returned to shareholders' accounts is July 26.
- **HAG**: Hoang Anh Gia Lai delayed paying bond principal and interest for a total of nearly 4.4 trillion. The expected time to pay the remaining amount is in the third quarter of 2024. The reason for delayed payment is due to not having collected enough money from the debt of Hoang Anh Gia Lai International Agriculture Joint Stock Company (HOSE: HNG), but HAG said that there is a three-party repayment roadmap agreement for this debt. In addition, some unprofitable assets that have not yet been liquidated also affected cash flow.

Breaking News



Business news

- **BCM:** Becamex IDC Investment and Industrial Development Corporation (HoSE: BCM) has just approved a plan to issue an additional 300 million shares by public auction at the Ho Chi Minh City Stock Exchange. HCM (HoSE) with a starting price not lower than 50,000 VND/share. The minimum mobilized amount is VND 15,000 billion for the company to implement projects. Of which, BCM plans to use VND 6,300 billion to invest in Cay Truong Industrial Park project (VND 2,800 billion) and expanded Bau Bang Industrial Park (VND 3,500 billion).

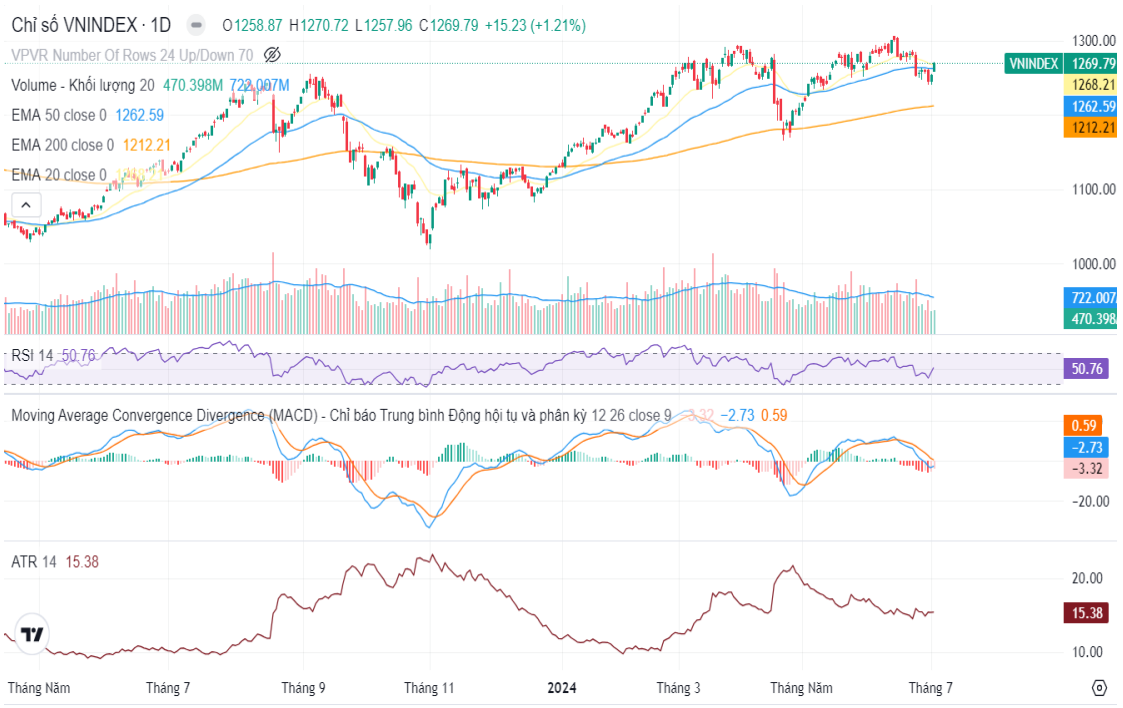
- **HCM**: City Securities Joint Stock Company. Ho Chi Minh City (HCMC - HOSE) has just announced that on July 16, it will finalize the list of shareholders paying dividends in cash at a rate of 11.78%, meaning shareholders owning 1 share will receive VND 1,178. In 2024, HSC plans to pay dividends not exceeding 80% of profit after tax, equivalent to a dividend ratio of about 7%. At the same time, the Company planned its business with revenue targets of VND 3,182 billion and pre-tax profit of VND 1,450 billion, up 41% and 72% respectively compared to last year.

- **PTB:** Phu Tai (PTB) locked the right to pay 10% dividend in cash. This year, Phu Tai plans to pay a minimum dividend of 30%; At the same time, make a business plan with a revenue target of VND 6,175 billion and pre-tax profit of VND 462 billion. Of which, at the end of the first quarter of 2024, the Company recorded revenue of 1,437 billion VND, profit after tax of VND 90 billion, up 2% and 44% respectively over the same period last year; together achieved 23% of the year's plan.

Technical view

Trend: Correction

- VNINDEX closed at 1,269.79 (+15.23 points, +1.21%), liquidity continued to maintain lower than the 20-session average. The market has 296 green codes and 109 red codes. The group of stocks contributing to the market's uptrend includes VCB, BID and LPB, whereas FPT VPB and VRE contributed to the market's downtrend. Most industry groups recovered positively. Foreign investors net sold slightly.
- **Technical view:** VN-Index opened the gap up session positively by more than 4 points and continuously extended its upward momentum against little resistance from sellers. Intra-session liquidity remaining low in recovery sessions is something that often happens during the index's correction period. Investors are likely to wait for clearer technical signals to return to the market. The lack of liquidity, with a gap up right at the beginning of the session and led by the banking sector, we consider this to be a relatively positive reversal signal for the market. VN-Index ended the session above all 3 EMA lines 20, 50 and 200. If the market continues to increase with liquidity around the low average level and maintains above EMA50, investor sentiment would improve and helping the market return to the uptrend.
- **Strategy**: Investors should monitor and deal with stocks that break down. Besides, stocks that still hold 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

03/07/2024 9:00 AM

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	Note
MSB	Buy	14.6	15.7	14.1	8%	-3.4%	14.7	Increase from EMA 50	

Trading portfolio

Ticker	Recommendation	Buying price	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
PTB	Hold	73.2	79.0	70.0	8%	-4.4%	71.7	10	-2.05%	19/06/2024	
KDH	Hold	37.3	39.7	36.0	6%	-3.5%	37.9	10	1.61%	19/06/2024	
HPG	Hold	28.8	31.0	28.1	8%	-2.4%	28.7	3	-0.35%	28/06/2024	

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Economic calendar

July 2024

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
30	1 US ISM Manufacturing PMI JUN	2 _ Fed Chair Powell Speech _ US JOLTs Job Openings MAY	3 US ISM Services PMI JUN	4 FOMC Minutes	5 US Non Farm Payrolls JUN US Unemployment Rate JUN	6
7	8	9 Fed Chair Powell Testimony	10	11 _ US Core Inflation Rate MoM YoY JUN _ US Inflation Rate MoM YoY JUN	12	13
14	15 China GDP Growth Rate YoY Q2	16 US Retail Sales MoM JUN	17	18	19	20
21	22 Announcement of stock composition in VN30	23	24	25 _ VN Futures contract maturity in July (VN30) _ US Durable Goods Orders MoM JUN	26 US Core PCE Price Index MoM JUN	27
28	29 Announcement of Vietnam's economic data for July	30 US JOLTs Job Openings JUN	31	1	2	3

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Q&A

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