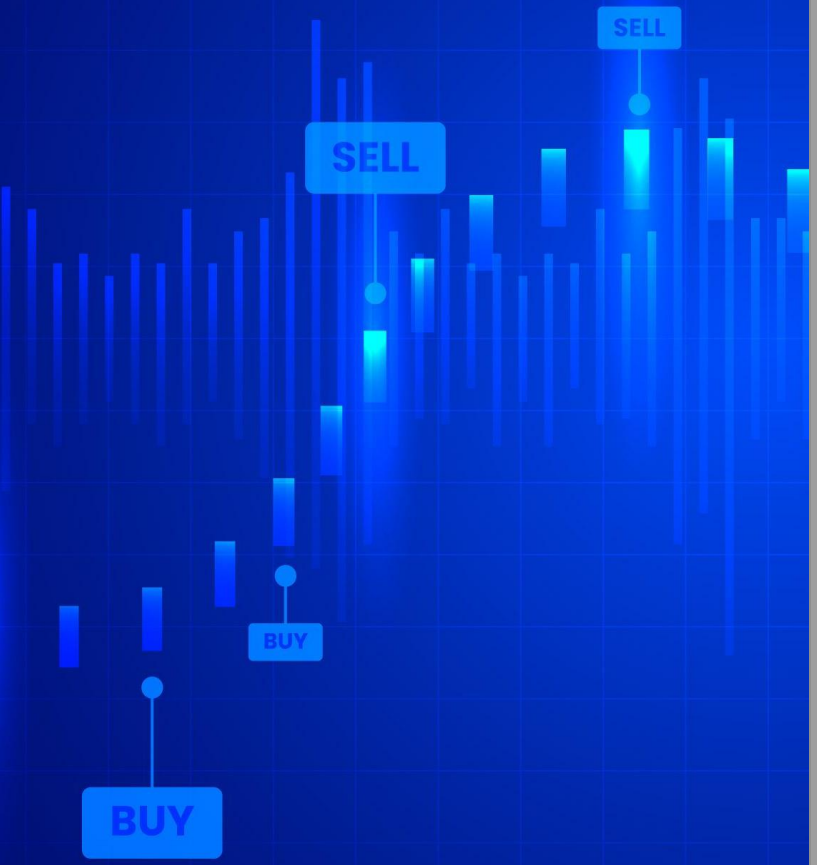
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# MORNING CALL

05/07/2024

## “Slowed down after many consecutive increasing sessions”

- ❑ World stocks: Forecasting U.S. labor market cooling down
- ❑ Vietnamese stocks: Slowed down after many consecutive increasing sessions
- ❑ Macro news
- ❑ Business news: #VSC, #HAX, #ASM, #LHG, #ITA, #VNFIN
- ❑ 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 01/07 – 05/07/2024

## Major stocks market

- US stock futures held steady on Friday as investors return from a one-day holiday, with focus now turning to a crucial monthly jobs report. The nonfarm payrolls report is expected to show further signs of a cooling labor market in the US, supporting the case for the Federal Reserve to start cutting interest rates soon.
- European stocks closed firmly higher for a second straight session on Thursday, extending the positive risk sentiment for equities amid growing expectations of incoming rate cuts by the Federal Reserve. The Eurozone's Stoxx 50 added 0.7% to close at 4,989, and the pan-European Stoxx 600 advanced 0.% to 518. The CAC 40 climbed 0.8% to close at 7,696 on Thursday, extending previous session gains bolstered by speculation of impending interest rate cuts by the Federal Reserve following lackluster US economic indicators.
- The Nikkei 225 Index fell 0.1% to around 40,880 while the broader Topix Index lost 0.3% to 2,890 on Friday, with Japanese shares retreating slightly from all-time highs as investors turned cautious ahead of a crucial US jobs report, while monitoring political developments in Europe where parliamentary elections in the UK and France take center stage.
- WTI crude futures rose to nearly $84 per barrel, the highest in more than two months, supported by a significant drop in US inventories reported last week and an optimistic US fuel demand forecast.

| Market | Close | %1D | %1M | %1Y |
|---|---|---|---|---|
| VN-Index | 1,280 | 0.24% | -0.35% | 12.80% |
| S&P 500 Index | 5,537 | 0.51% | 4.64% | 24.27% |
| Dow Jones Index | 39,308 | -0.06% | 1.54% | 14.21% |
| GP 100 | 8,241 | 0.86% | -0.07% | 10.74% |
| Nikkei 225 | 40,872 | -0.10% | 6.19% | 22.60% |
| SHCOMP Index | 2,958 | -0.83% | -3.52% | -8.23% |
| STOXX 600 | 518 | 0.56% | -0.71% | 13.01% |
| KOSPI Index | 2,850 | 0.88% | 5.96% | 10.49% |
| Hang Seng | 18,028 | 0.28% | -2.15% | -5.66% |

| Commodity | Close | %1D | %1M | %1Y |
|---|---|---|---|---|
| Brent | 88 | 0.09% | 11.61% | 14.17% |
| WTI | 84 | 0.18% | 13.45% | 17.05% |
| Gasoline | 259 | -0.58% | 9.88% | 2.70% |
| Natural gas | 2 | -2.07% | -14.11% | -10.88% |
| Coal | 137 | 1.11% | -1.05% | -4.65% |
| Gold | 2,360 | 0.14% | 0.20% | 23.21% |
| China HRC | 3,746 | 0.67% | -1.06% | -3.85% |
| Steel rebar | 3,420 | 1.09% | -1.81% | -9.02% |
| BDI index | 2,021 | -2.08% | 9.13% | 103.32% |

| Currency | Close | %1D | %1M | %1Y |
|---|---|---|---|---|
| Dollar Index | 105 | -0.03% | 0.80% | 1.67% |
| USD/VND | 25,453 | 0.01% | -0.12% | -6.66% |
| EUR/USD | 1 | 0.05% | -0.48% | -0.34% |
| USD/JPY | 161 | 0.20% | -3.01% | -10.13% |
| USD/CNY | 7 | 0.03% | -0.38% | -0.72% |
| USD/GPB | 1 | -0.06% | 0.14% | -0.50% |
| USD/KRW | 1,377 | 0.27% | -0.32% | -5.72% |
| USD/AUD | 1 | -0.17% | -1.34% | -1.23% |
| USD/CAD | 1 | 0.04% | 0.62% | -2.40% |

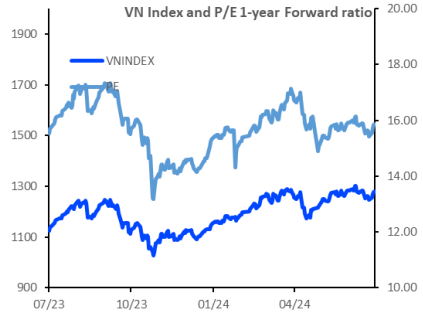
Source: Bloomberg. Shinhan Securities Vietnam

# Vietnam Market Snapshot 04/07/2024

## Market data

| | Close | PE | Change | %1D | Trading volume (mn stocks) | Trading value (VND bn) |
|---|---|---|---|---|---|---|
| VNI NDEX | 1,279.89 | 15.86 | 3.04 | 0.24 | 450 | 12,874 |
| HNX INDEX | 241.88 | 17.27 | 0.45 | 0.19 | 51 | 893 |



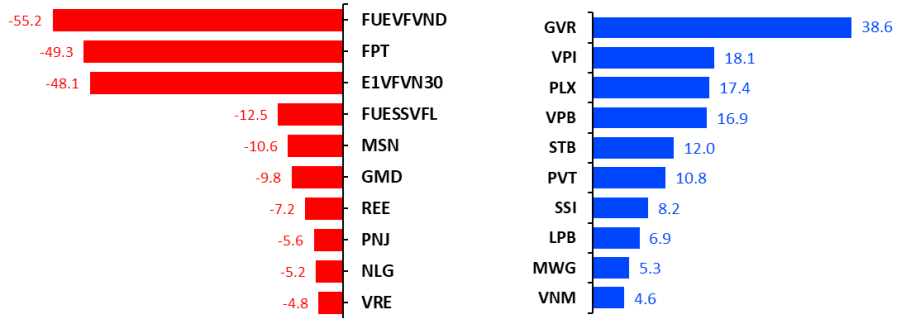

## Money flow and sector rotation (VND bn)

| Sector | %1D | 7/4/2024 | 7/3/2024 | 20-session Average |
|---|---|---|---|---|
| Oil & Gas | 177.01 | 314 | 113 | 187 |
| Food and Beverage | 73.91 | 1,162 | 668 | 1,431 |
| Media | 67.47 | 9 | 5 | 14 |
| Automobiles & Parts | 27.00 | 242 | 190 | 358 |
| Health Care | 20.60 | 62 | 51 | 61 |
| Travel & Leisure | 14.19 | 175 | 153 | 278 |
| Financial Services | 12.14 | 1,061 | 946 | 1,893 |
| Technology | 11.06 | 1,235 | 1,112 | 1,258 |
| Insurance | 10.20 | 56 | 51 | 72 |
| Banks | -9.2 | 2,487 | 2,739 | 3,568 |
| Real Estate | -9.5 | 1,862 | 2,057 | 2,393 |
| Construction & Materials | -10.4 | 472 | 527 | 809 |
| Personal & Household Goods | -10.9 | 344 | 386 | 340 |
| Utilities | -12.2 | 331 | 377 | 416 |
| Industrial Goods & Services | -17.2 | 855 | 1,033 | 1,551 |
| Basic Resources | -20.7 | 817 | 1,031 | 1,335 |
| Chemicals | -22.6 | 818 | 1,056 | 1,169 |
| Retail | -23.1 | 544 | 707 | 761 |

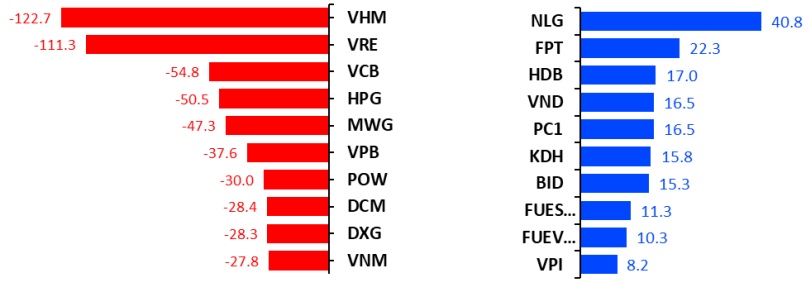
Source: Bloomberg. Shinhan Securities Vietnam

# Vietnam Market Snapshot 04/07/2024

### 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 | 16 | (221) | 236 | (15) |
| Basic Resources | (0) | (72) | 59 | 13 |
| Media | - | 0 | 1 | (1) |
| Industrial Goods & Services | (9) | (24) | 5 | 19 |
| Health care | - | (1) | 1 | (1) |
| Chemicals | 42 | (36) | 82 | (46) |
| Financial Services | (97) | 21 | (54) | 34 |
| Travel & Leisure | 2 | (29) | 18 | 11 |
| Banks | 31 | (72) | 126 | (54) |
| Construction & Materials | 1 | (4) | 9 | (5) |
| Food and Beverage | (3) | (36) | 69 | (34) |
| Retail | 6 | (62) | 47 | 15 |
| Utilities | (5) | (50) | 44 | 6 |
| Personal & Household Goods | (4) | 4 | 32 | (36) |
| Technology | (50) | 17 | 95 | (112) |
| Automobiles & Parts | 2 | (16) | 15 | 2 |
| Insurance | (1) | 0 | 0 | (0) |
| Oil & Gas | 18 | 4 | (50) | 46 |
| **Total** | **(52)** | **(577)** | **735** | **(158)** |

Source: Fiinpro. Shinhan Securities Vietnam

# Breaking News



## Macro

- Japan: Japanese companies have agreed to increase monthly wages by an average of 5.10% this year, the largest in 33 years, Rengo - Japan's largest trade union federation said on Wednesday (July 3), concludes a survey of companies conducted since March.
- Vietnam: The international aviation market has completely recovered and had slight growth (up 3%) compared to the same period in 2019 - the year before the COVID-19 epidemic. Vietnamese airlines account for 44% of the international passenger market share with an average seat utilization ratio of over 77%. Among them, Korea is still the most important market, reaching 5.3 million visitors in the past 6 months. Next is the Chinese market with 2.5 million visitors, an increase of more than 3 times compared to the same period in 2023 and equal to 62% compared to the same period in 2019.
- In June, the State Treasury issued and mobilized 29,471 billion VND of Government bonds, cumulatively reaching 156,502 billion VND in six months, equivalent to 39% of the 2024 plan. On July 4, the Stock Exchange Hanoi (HNX) informed that in June, HNX organized 18 bond bidding rounds issued by the State Treasury and mobilized 29,471 billion VND. In particular, winning bonds are concentrated mainly in the 10-year term with a proportion of over 88%. According to HNX, bond interest rates decreased slightly towards the end of the month (only for the 30-year term, the winning interest rate remained unchanged). As a result, the issuance interest rates at the last successful bidding sessions of the month with terms of 5 years, 10 years, 15 years and 30 years were 1.85%, 2.74%, 2.86% and 3.1% respectively.

# Breaking News



## Business news

- VSC: The Board of Directors (BOD) of Vietnam Container Joint Stock Company (stock code VSC - HoSE) has just approved the transfer of capital contribution at Nam Hai Dinh Vu Port Company Limited. The seller is Doan Huy Trading and Investment Company Limited (Doan Huy Company) and Huy Hoang Import-Export Metal Trading Company Limited (Huy Hoang Company). The transfer rate is a maximum of 65% from the two companies mentioned above, with a price of 83,800 VND/capital contribution, corresponding to a deal value of nearly VND 2,179 billion. The capital source for the above transaction comes from the issuance of 100% capital increase of Container Vietnam for existing shareholders and bank loans.
- HAX: Haxaco Chairman Do Tien Dung registered to sell a large amount of HAX shares. Before making this transaction, Mr. Dung owned nearly 18.8 million HAX shares, equivalent to 17.47% of the company's equity capital. If the deal is successful, Mr. Dung's ownership ratio at HAX will decrease to more than 18 million shares, equivalent to 16.82% of charter capital. Ending on July 3, HAX stock had a market price of 16,150 VND/share, an increase of nearly 22% after 1 quarter. Temporarily calculating with the price in this area, it is estimated that Haxaco Chairman can earn about VND 11.3 billion.
- ASM: Sao Mai Group Joint Stock Company (ASM) has just announced the issuance of 33.6 million shares, par value of 10,000 VND/share, to pay dividends for 2022 and 2023.

# Breaking News



## Business news

- **LHG:** KIM Vietnam fund group became a major shareholder in Long Hau (LHG). It is known that by the end of 2023, Long Hau has only one major shareholder owning 48.67% of charter capital, Tan Thuan Industrial Development Company Limited, and the remaining 51.33% of charter capital belongs to small shareholders. owns less than 5% of charter capital. In terms of business activities, in the first quarter of 2024, Long Hau recorded revenue of 76.25 billion VND, down 34.1% over the same period, profit after tax recorded 31.45 billion VND, down 32.3% over the same period last year. before. Of which, gross profit margin improved from 50.5% to 53.3%.

- **ITA:** Tan Tao shares (ITA) will be placed under restricted trading. Currently, the Company has not announced information about the 2023 audited financial statements, in the case of securities restricted from trading according to the regulations: "Listed organizations are late in submitting their annual audited financial statements." have been audited or the semi-annual financial statements have been reviewed more than 45 days beyond the prescribed deadline.

- **VNFIN LEAD:** VIX, SSB and NAB can be added to the VNFIN Lead index basket. The HOSE-Index, VNX-Index and investment indices including VNDiamond, VNFIN Lead and VNFIN Select will restructure the portfolio on August 2, announced on July 15. According to SSI Research, VIX will be purchased more than 950,000 units, SSB will be purchased more than 160,000 units and NAB will be purchased 66,000 units.

# Technical view

## Trend: Cautious increase

- VNINDEX closed at 1,279.89 (+3.04 points, +0.24%), liquidity continued to remain lower than the 20-session average. The market has 179 green codes and 207 red codes. The group of stocks contributing to the market's uptrend includes FPT, LPB and PLX, whereas VCB POW and SAB contribute to the market's downtrend. Most industry groups recovered positively. Foreign investors net sold about VND 577.63 billion.
- **Technical view:** VN-Index increasing slightly about 3 points with low liquidity and small spread. The small spread and the appearance of a Doji candlestick in the trading session indicate that the buyers and sellers are in balance and show a cautious mentality. VN-Index ended the trading session above all 3 EMA lines 20, 50 and 200. If liquidity maintains a low level (selling force does not increase strongly) and successfully accumulates around the EMA50 line, investor psychology will improve and help the market grow in the coming period.
- **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

05/07/2024 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 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| PTB | Hold | 73.2 | 79.0 | 70.0 | 8% | -4.4% | 71.6 | 12 | -2.19% | 19/06/2024 | |
| KDH | Hold | 37.3 | 39.7 | 36.0 | 6% | -3.5% | 38.0 | 12 | 1.74% | 19/06/2024 | |
| HPG | Hold | 28.8 | 31.0 | 28.1 | 8% | -2.4% | 28.7 | 5 | -0.35% | 28/06/2024 | |
| MSB | Hold | 14.6 | 15.7 | 14.1 | 8% | -3.4% | 14.8 | 2 | 1.03% | 03/07/2024 | |
| PNJ | Hold | 94.6 | 103.0 | 93.1 | 9% | -1.6% | 94.9 | 1 | 0.32% | 04/07/2024 | |

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# Economic calendar

## July 2024

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

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# Q&A

# Shinhan Investment Network

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