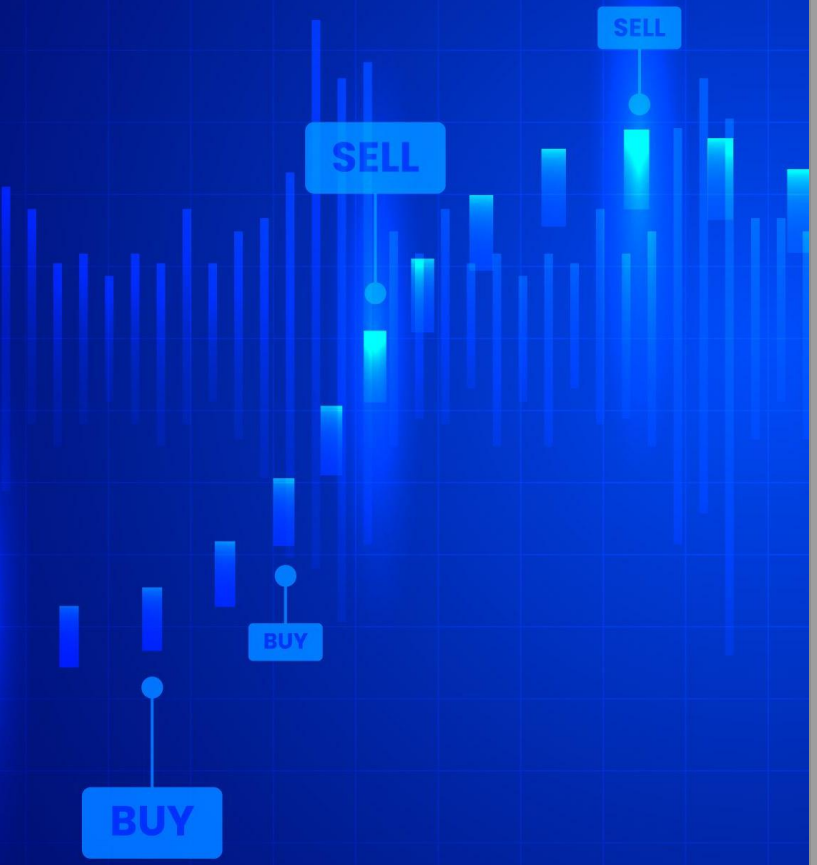
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MORNING CALL

08/07/2024

"Waiting for cash flow to enter the market"

- ❑ World stocks: U.S. employment data falls from the previous month.
- ❑ Vietnamese stocks: Waiting for cash flow to enter the market
- ❑ Macro news
- ❑ Business news: #KDH, #CSV, #VSC, #DIG, #LGH, #SBG
- ❑ 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

- Last week, the S&P 500 and Nasdaq Composite rallied 1.95% and 3.5%, respectively, with both benchmarks reaching new all-time highs. The Dow lagged behind its peers, gaining only 0.66%.Those moves came as the latest batch of US economic reports showed signs of a slowing economy, bolstering bets on Federal Reserve interest rate cuts. Meanwhile, June consumer inflation data will be scrutinized this week to guide the rates outlook further. The US economy added 206K jobs in June 2024, slightly below a downwardly revised 218K in May and above forecasts of 190K.
- European stocks failed to maintain early gains and closed slightly lower on Friday as investors digested a batch of economic data and assessed the political backdrop in Europe. The Eurozone's blue-chip Stoxx 50 closed 0.3% lower at 4,975 while the pan-European Stoxx 600 eased by 0.2% to 516. The CAC 40 was unable to sustain its early gains and dropped 0.3% to close at 7,676 on Friday.
- The Nikkei 225 Index fell 0.2% to below 40,850 while the broader Topix Index lost 0.3% to 2,875 on Monday, with Japanese shares sliding for the second straight session as caution dominated sentiment ahead of key US inflation data this week that could shape Federal Reserve monetary policy.
- WTI crude futures held near $84 per barrel on Friday and were set to advance for the fourth straight week as falling US crude inventories and signs of strong seasonal demand supported oil prices.

Market	Close	%1D	%1M	%1Y
VN-Index	1,283	0.25%	-0.35%	12.74%
S&P 500 Index	5,567	0.54%	4.64%	26.56%
Dow Jones Index	39,376	0.17%	1.49%	16.72%
GP 100	8,204	-0.45%	-0.50%	13.05%
Nikkei 225	40,844	-0.17%	6.29%	26.11%
SHCOMP Index	2,950	-0.26%	-3.77%	-7.72%
STOXX 600	517	-0.18%	-0.23%	15.40%
KOSPI Index	2,858	-0.16%	6.42%	13.10%
Hang Seng	17,800	-1.27%	-3.39%	-3.08%

Commodity	Close	%1D	%1M	%1Y
Brent	86	-0.12%	8.57%	10.16%
WTI	84	-0.32%	9.74%	12.23%
Gasoline	258	-0.32%	7.07%	-1.48%
Natural gas	2	0.04%	-20.49%	-10.15%
Coal	137	-0.55%	-0.18%	-6.25%
Gold	2,365	-0.19%	3.32%	24.01%
China HRC	3,733	-0.35%	-1.27%	-3.96%
Steel rebar	3,331	-1.60%	-3.81%	-10.82%
BDI index	1,966	-2.72%	4.52%	94.85%

Currency	Close	%1D	%1M	%1Y
Dollar Index	105	0.11%	0.10%	2.65%
USD/VND	25,420	-0.01%	0.01%	-6.97%
EUR/USD	1	-0.16%	0.54%	-1.62%
USD/JPY	161	0.04%	-2.27%	-12.06%
USD/CNY	7	0.00%	-0.28%	-0.24%
USD/GPB	1	0.08%	-0.59%	0.44%
USD/KRW	1,380	0.10%	-0.26%	-5.31%
USD/AUD	1	0.12%	-1.94%	-0.97%
USD/CAD	1	-0.04%	0.84%	-2.68%

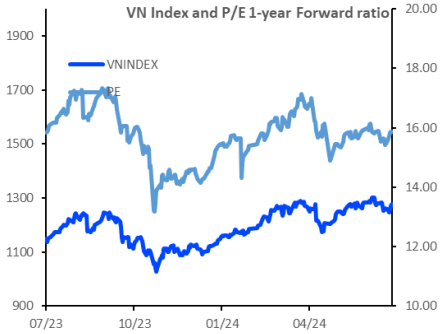
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 05/07/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,283.04	15.90	3.15	0.25	557	15,077
HNX INDEX	242.31	17.30	0.43	0.18	61	1,163





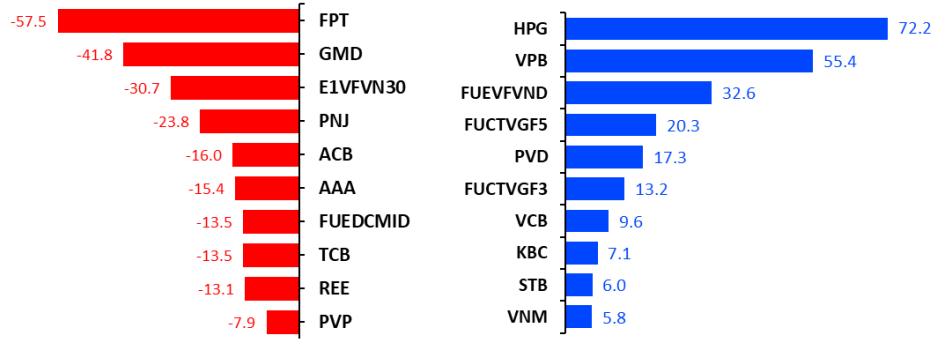
Money flow and sector rotation (VND bn)

Sector	%1D	7/5/2024	7/4/2024	20-session Average
Travel & Leisure	117.77	380	175	283
Health Care	87.16	115	62	65
Industrial Goods & Services	58.01	1,351	855	1,516
Retail	42.08	773	544	776
Real Estate	41.49	2,634	1,862	2,416
Banks	22.23	3,039	2,487	3,580
Chemicals	16.84	955	818	1,161
Automobiles & Parts	8.62	263	242	360
Food and Beverage	6.02	1,232	1,162	1,425
Personal & Household Goods	4.49	359	344	341
Construction & Materials	4.41	492	472	800
Technology	-2.0	1,211	1,235	1,281
Basic Resources	-3.6	788	817	1,330
Insurance	-6.3	53	56	71
Financial Services	-9.8	957	1,061	1,870
Utilities	-15.9	279	331	412
Media	-41.5	5	9	12
Oil & Gas	-51.1	153	314	187

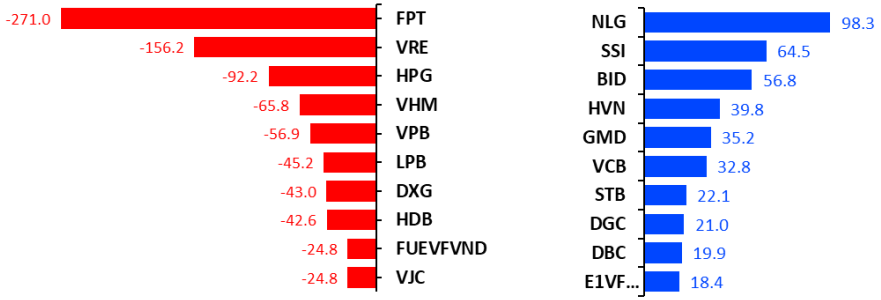
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 05/07/2024

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	(11)	(186)	239	(53)
Basic Resources	72	(91)	34	57
Media	-	(0)	0	0
Industrial Goods & Services	(67)	11	22	(34)
Health care	-	(6)	5	0
Chemicals	(14)	19	34	(53)
Financial Services	3	88	(145)	57
Travel & Leisure	1	10	(61)	51
Banks	9	(6)	261	(255)
Construction & Materials	(2)	(12)	6	6
Food and Beverage	(10)	40	(53)	13
Retail	4	27	111	(138)
Utilities	5	(14)	(4)	19
Personal & Household Goods	(24)	27	(21)	(6)
Technology	(59)	(295)	357	(62)
Automobiles & Parts	(2)	(8)	7	1
Insurance	(1)	(1)	(1)	1
Oil & Gas	15	8	(25)	17
Total	**(84)**	**(388)**	**766**	**(378)**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- USA: The fight against inflation in the US is progressing positively. In the latest monetary policy report sent to the US Congress, the US Federal Reserve (Fed - central bank) assessed that the country's inflation situation is decreasing and the job market has returned to conditions before the COVID-19 pandemic. According to the Fed, inflation fell significantly last year and continues to show further progress this year. The US central bank believes it may only be a matter of time before price growth in the housing services sector returns to pre-pandemic levels.
- China: China's central bank did not buy gold for the second consecutive month in June, the reason being that the price of this precious metal still reached a record high, Bloomberg reported. The amount of gold bullion held by the People's Bank of China was unchanged at 72.8 million ounces at the end of last month, according to official data released on Sunday. The central bank decided not to replenish its reserves in May, ending an 18-month gold buying spree that helped push gold prices to an all-time high.
- Asian stocks are forecast to have the best performance in the last 6 months of the year. One-third of 19 Asia-based strategists and fund managers surveyed by Bloomberg News said they expect Chinese stocks to outperform in the next half year. A similar proportion chose India as the best investment.

Breaking News



Business news

- KDH: Khang Dien established another subsidiary Phuc Thong. This subsidiary will operate in the real estate sector with a charter capital of VND 20 billion. Of which, Khang Dien's contributed capital is VND 19.8 billion, corresponding to 99% ownership, the remaining 1% will be owned by another individual. General Director of Khang Dien is assigned as the legal representative at Khang Phuc.
- CSV: The chemical enterprise has finalized the last registration date to receive 2023 cash dividends and receive stock issuance to increase capital on July 2 recently. The dividend rate is 25% (1 share receives 2,500 VND), payment date is divided into 2 installments. Regarding the business situation, completing the first quarter of 2024, CSV recorded net revenue of more than VND 351 billion, down 10% over the same period last year. However, the cost of capital decreased more slowly, causing net profit to decrease by 26% to nearly VND 47 billion. In 2024, CSV plans its business with a revenue target of VND 1,640 billion, an increase of more than 3% compared to the previous year, but pre-tax profit is down 10% compared to 2023, down to VND 261 billion– lowest level of profit in 4 years.
- VSC: Vietnam Joint Stock Commercial Bank for Industry and Trade Fund Management Company Limited (Vietinbank Capital) just bought 21 million VSC shares of Vietnam Container Joint Stock Company (Viconship, stock code VSC - HoSE) on July 3. Thereby, increasing the ownership ratio in Container Vietnam from 8.25% to 16.12% of charter capital, and becoming the largest shareholder in this company.

Breaking News



Business news

- **DIC:** New move of DIC Corp at Cap Saint Jacques and Pullman projects. The Board of Directors (BOD) of Construction Investment and Development Joint Stock Corporation (DIC Corp, stock code DIG - HoSE) has just gotten approved to borrow capital to invest in the Cap Saint Jacques Complex Project - Phase 2 (5-star hotel block) and Phase 3 (Tourist apartment block and hotel). Accordingly, DIC Corp plans to borrow VND 1,500 billion at Joint Stock Commercial Bank for Investment and Development of Vietnam (BIDV Bank) - Nam Ky Khoi Nghia Branch from the third quarter of 2024. The loan has a maximum term of 120 months from the date of first disbursement. Cap Saint Jacques Complex project is located on Thuy Van Street, City. Vung Tau, with a scale of 11,312 m2 with a total investment of VND 3,577 billion.

- **LHG:** Long Hau announced its plan to pay dividends in cash in 2023. Long Hau assigned the Board of General Directors, functional departments and relevant units to be responsible for implementing this decision. It is expected that dividend payment will be made in August 2024. In the first quarter of the year, Long Hau's revenue reached VND 76.25 billion, down 34% over the same period last year, mainly due to reduced industrial park land rental revenue. However, the business's gross profit margin still improved from 50.5% to 53.5% thanks to the reduction in cost of goods sold.

- **SBG:** The company of agricultural giant Truong Sy Ba wants to sell a series of properties in Nghe An. After dissolving Vmeco Dong Thap Clean Energy Company, Mr. Truong Sy Ba's Siba Group continued to transfer assets located on land in Nghe An province.

Technical view

Trend: Waiting for cash flow to enter the market

- VNINDEX closed at 1,283.04 (+3.19 points, +0.25%), liquidity continued to remain lower than the 20-session average. The market has 182 green codes and 231 red codes. The group of stocks contributing to the market's uptrend includes HVN, FPT and LPB, while SAB VRE and HDB contributed to the market's downtrend. Most industry groups recovered positively. Foreign investors net sold about 380 billion VND.
- **Technical view:** VN-Index had a sideway trading session in a narrow range. The narrow fluctuation range and the appearance of a Doji candle during the trading session indicate that the buyers and sellers are in balance and show a cautious mentality. VN-Index ended the session above all 3 EMA lines 20, 50 and 200; The MACD momentum indicator showed positive values again in the last session of the week. Liquidity in the coming sessions maintain a low level (selling force does not increase strongly) and successfully accumulate around the EMA50 line, investor psychology will improve and help the market grow in the coming period.

  On the weekly chart, the uptrend of VN-Index is reinforced when VN-Index had a strong trading week recovering from EMA50.
- **Strategy**: The trading session last week reinforced the view that the recent correction was only technical and that the uptrend trend is still the main trend of VN-Index. Investors can increase the positions around the EMA50 area.



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

08/07/2024 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%	72.0	13	-1.64%	19/06/2024	
KDH	Hold	37.3	39.7	36.0	6%	-3.5%	38.3	13	2.68%	19/06/2024	
HPG	Hold	28.8	31.0	28.1	8%	-2.4%	28.7	6	-0.52%	28/06/2024	
MSB	Hold	14.6	15.7	14.1	8%	-3.4%	14.7	3	0.34%	03/07/2024	
PNJ	Hold	94.6	103.0	93.1	9%	-1.6%	95.0	2	0.42%	04/07/2024	

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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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