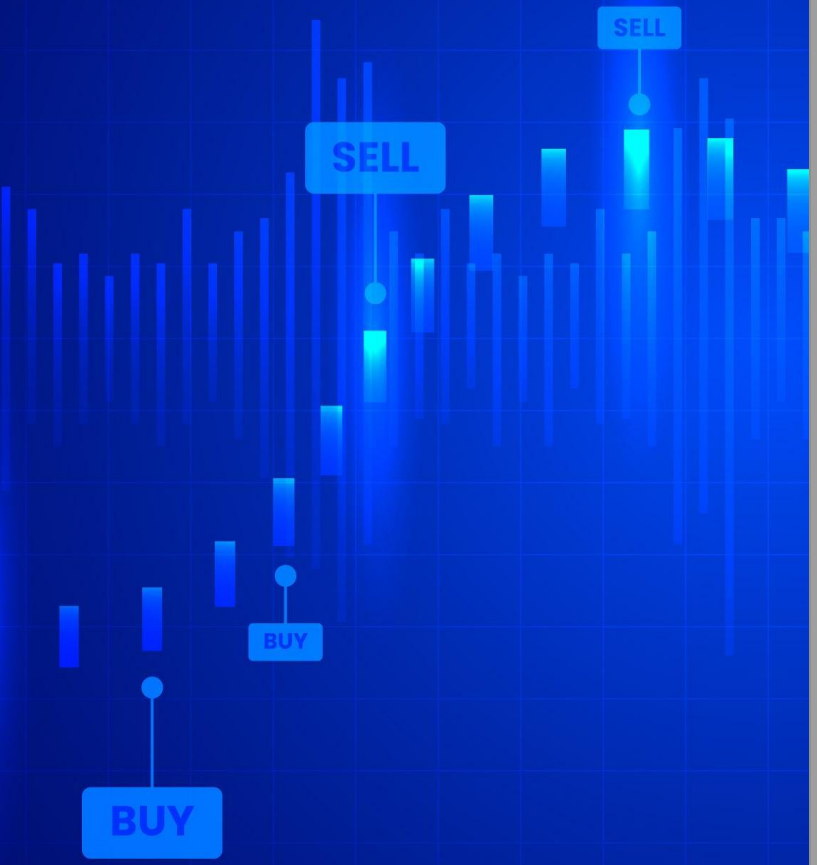
Shinhan Securities



MORNING CALL

12/07/2024

"Foreign investors returned to net buying"

- ❑ World stocks: US CPI data is lower than expected and lower than last month
- ❑ Vietnamese stocks: Foreign investors returned to net buying
- ❑ Macro news
- ❑ Business news: #HDB, #REE, #VGC, #LBM, #MBS, #TCB
- ❑ Technical perspective and updated recommendations #TIP
- ❑ Event calendar
- ❑ Q&A

Thao Nguyen ☎ (84-28) 6299 8004 ✉ thao.np@shinhan.com

Nam Hoang ☎ (84-28) 6299 7603 ✉ nam.h@shinhan.com

Following SSV's Zalo,
Catching the latest report



Please click or scan

Shinhan Securities

Global Market Review 08/07 - 12/07/2024

Major stocks market

- The S&P 500 dropped 1% after touching a record of over 5,650 and the tech-heavy Nasdaq 100 slumped 2% after reaching 20,650. Both headline and core inflation rates fell more than expected to multi-year lows in June, driving more than 90% of the market to bet on a Fed rate cut in September, compared to less than 75% yesterday. The annual inflation rate in the US fell for a third straight month to 3% in June 2024, the lowest since June 2023, compared to 3.3% in May and below forecasts of 3.1%.
- European stocks consolidated earlier gains and closed firmly higher on Thursday, benefitting from higher risk appetite in the US after softer-than-expected inflation raised expectations of incoming rate cuts by the Federal Reserve, raising demand for equities across the globe. The Eurozone's Stoxx 50 added 0.4% to close at 4,980, while the pan-European Stoxx 600 rose by 0.7% to 520.
- The Nikkei 225 Index tumbled 2.3% to around 41,200 while the broader Topix dropped 0.8% to 2,905 on Friday, with Japanese shares retreating from all-time highs as the yen rallied as much as 2.6% on a suspected government intervention, although top currency diplomat Masato Kanda refused to confirm this
- WTI crude oil futures rose towards $83 per barrel on Friday, rising for the third straight session, driven by positive market sentiment following a lower-than-expected inflation print for the US, the world's largest oil consumer

Market	Close	%1D	%1M	%1Y
VN-Index	1,284	-0.17%	-1.26%	11.23%
S&P 500 Index	5,585	-0.88%	3.02%	24.87%
Dow Jones Index	39,754	0.08%	2.69%	15.74%
GP 100	8,223	0.36%	0.10%	10.88%
Nikkei 225	41,275	-2.25%	6.17%	29.21%
SHCOMP Index	2,970	1.06%	-2.21%	-7.06%
STOXX 600	520	0.60%	-0.65%	13.30%
KOSPI Index	2,853	-1.32%	4.59%	10.82%
Hang Seng	17,832	2.06%	-0.59%	-5.45%

Commodity	Close	%1D	%1M	%1Y
Brent	86	0.36%	3.77%	6.99%
WTI	83	0.50%	5.77%	9.61%
Gasoline	253	0.35%	5.52%	-5.26%
Natural gas	2	0.18%	-25.39%	-13.68%
Coal	134	0.00%	1.90%	2.10%
Gold	2,412	-0.13%	3.76%	23.25%
China HRC	3,658	-0.41%	-3.05%	-4.81%
Steel rebar	3,299	-0.36%	-3.08%	-10.23%
BDI index	1,947	0.41%	6.05%	78.95%

Currency	Close	%1D	%1M	%1Y
Dollar Index	104	0.04%	-0.15%	3.94%
USD/VND	25,427	0.00%	0.06%	-6.90%
EUR/USD	1	0.02%	0.56%	-2.33%
USD/JPY	159	-0.23%	-1.56%	-13.00%
USD/CNY	7	0.25%	-0.05%	-0.66%
USD/GPB	1	0.03%	-0.87%	0.58%
USD/KRW	1,375	-0.23%	0.05%	-6.30%
USD/AUD	1	0.01%	-1.41%	0.42%
USD/CAD	1	0.01%	0.67%	-3.26%

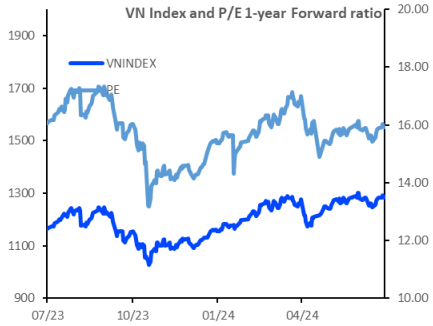
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 10/07/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,283.80	15.91	-2.14	-0.17	593	16,433
HNX INDEX	245.39	17.52	0.84	0.35	66	1,382





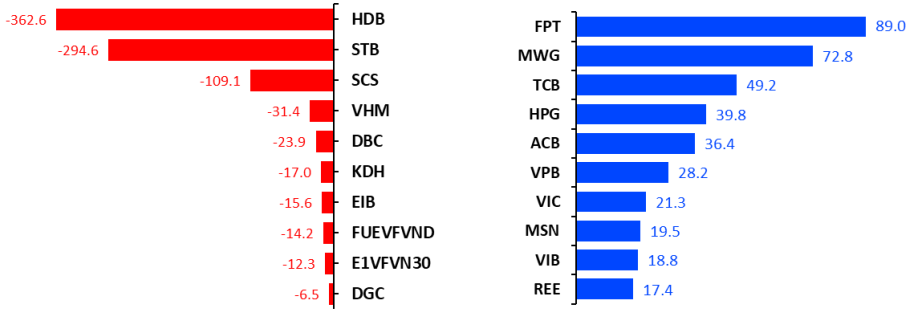
Money flow and sector rotation (VND bn)

Sector	%1D	7/11/2024	7/10/2024	20-session Average
Financial Services	46.00	1,494	1,023	1,637
Real Estate	29.07	3,014	2,335	2,373
Personal & Household Goods	-4.1	305	318	344
Banks	-4.2	3,006	3,138	3,259
Technology	-4.7	1,038	1,089	1,266
Insurance	-6.0	61	65	73
Health Care	-6.5	66	70	69
Food and Beverage	-7.0	1,444	1,552	1,409
Construction & Materials	-8.2	688	749	773
Automobiles & Parts	-10.6	378	422	381
Chemicals	-15.6	1,284	1,521	1,261
Oil & Gas	-17.6	171	207	184
Media	-20.3	11	14	11
Retail	-23.6	748	980	811
Industrial Goods & Services	-23.8	1,149	1,508	1,449
Utilities	-27.2	305	419	405
Travel & Leisure	-41.1	170	288	292
Basic Resources	-46.4	1,077	2,012	1,340

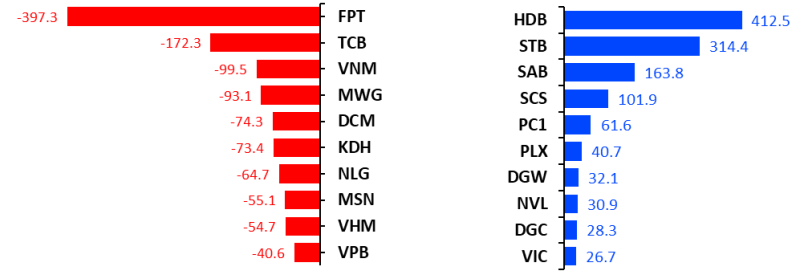
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 10/07/2024

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	(17)	(154)	197	(43)
Basic Resources	40	(52)	34	18
Media	-	(1)	0	1
Industrial Goods & Services	18	22	(60)	37
Health care	3	(7)	5	2
Chemicals	10	(51)	63	(13)
Financial Services	(12)	50	(88)	38
Travel & Leisure	(97)	60	(103)	43
Banks	(477)	489	98	(586)
Construction & Materials	4	61	(46)	(16)
Food and Beverage	11	35	145	(180)
Retail	73	(49)	23	26
Utilities	4	(3)	21	(18)
Personal & Household Goods	4	(6)	(23)	29
Technology	86	(403)	308	95
Automobiles & Parts	(2)	(22)	1	21
Insurance	0	(4)	3	1
Oil & Gas	(2)	40	(51)	11
Total	**(355)**	**6**	**526**	**(532)**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- The textile industry is expected to grow strongly towards the end of the year. Mr. Vu Duc Giang, Chairman of the Vietnam Textile and Apparel Association (Vitas), said: orders have begun to stabilize, some businesses have orders until the end of October and November 2024. Therefore, domestic manufacturing enterprises expect stronger growth towards the end of the year with an export target of USD 44 billion in 2024. In the first 6 months of 2024, textile and garment is one of the industries with export turnover. Export ranks among the top in the country with USD 16,282 billion, up 3% over the same period last year.
- Malaysia promotes exports to the Vietnamese market. According to a Vietnam News Agency correspondent in Kuala Lumpur, on July 11, the Malaysian Ministry of Investment, Trade and Industry (MITI) issued a press release saying that Malaysia ensures the value of exported goods to the Vietnamese market reaches 3.3%. billion RM (about USD 717 million) including electrical & electronic (E&E), palm oil, chemicals and petrochemicals, iron and steel, food and beverages. Vietnam is also an important investment destination for Malaysia, especially in real estate development, utilities, financial services and manufacturing.
- Petroleum is Vietnam's largest export item to Laos. Vietnam exports goods to Laos earning USD 289 million, up 7.4% over the same period last year. Vietnam exports 19 main products to Laos. Petroleum is the product with the highest turnover with USD 42 million, up 40% over the same period last year; Behind are iron and steel products with USD 23.1 million, up 9.4% over the same period last year; Other machinery, equipment, tools and spare parts ranked third with a value of USD 21.9 million, up 3.3% over the same period last year.

Breaking News



Business news

- **HDB**: About to mobilize 1,000 billion VND in bonds for the second phase. Ho Chi Minh City Development Commercial Joint Stock Bank (HDBank) has just announced the second phase of bond offering to the public. Accordingly, HDBank plans to issue to the public bond code HDBC7Y202302 with par value of 100,000 VND/bond, total issuance value of 1,000 billion VND. The bond batch has a term of 7 years, purchase registration period: From July 17, 2024 to August 7, 2024. Bonds have floating interest rates, applicable to the entire term of the bond. The interest rate is calculated as the reference interest rate plus a margin of 2.8%/year.
- **REE:** REE shares of Refrigeration Electrical Engineering Joint Stock Company (REE) are on a strong growth path, approaching the historic peak reached in mid-June 2022. The main driving force behind this increase is the foreign fund Platinum Victory Pte.Ltd (Singapore) continuously registering to buy a large amount of REE shares at a price up to 20% higher than the current market price.
- **VGC**: In 2024, the company plans revenue and profit before tax to be VND 13.3 trillion (+1% of sales) and VND 1.1 trillion (-39% of sales), respectively. According to SSI Securities, in 2024, the company plans revenue and profit before tax to be VND 13.3 trillion (+1% of stock) and 1.1 trillion VND (-39% of stock), respectively. According to the management, the Binh Duong glass factory temporarily stopped operations for repairs and low consumer demand caused the factories to operate below capacity, causing a gross profit loss of VND 300 billion, leading to a decrease in VGC's profit for the year 2024.

Breaking News



Business news

- **LBM:** Lam Dong Minerals and Construction Materials Joint Stock Company (HoSE: LBM) will finalize the list of shareholders to issue shares to increase equity capital from equity sources on July 22. Regarding the 2024 business plan, Lam Dong Minerals and Construction Materials expects consolidated revenue to reach 775 billion VND and consolidated pre-tax profit of 90 billion VND. For the parent company, LBM expects revenue to reach 725 billion VND and pre-tax profit to be 87 billion VND, with the dividend ratio maintained at 25%.

- **MBS**: MB Securities Joint Stock Company (code: MBS) has just announced that July 25 will be the last registration date to finalize the list of shareholders paying dividends in cash in 2023. Expected payment date is August 23, 2024. The implementation rate is 12%/share (shareholder owning 1 share will receive VND 1,200). With nearly 438 million outstanding shares, MBS will have to spend about 525 billion VND for this dividend payment. As of the end of the second quarter of 2024, MBS's loan balance recorded VND 9,979 billion, of which margin loans were nearly VND 9,823 billion, an increase of 549 billion VND compared to the end of the first quarter.

- **TCB:** The Board of Directors (BOD) of Vietnam Technological and Commercial Joint Stock Bank (Techcombank, stock code TCB - HoSE) has just announced that it will finalize the list of shareholders to collect written opinions on July 17. . Accordingly, this bank will seek shareholders' opinions on two important contents, including: Approving the Plan to increase charter capital in 2024 through issuing shares under the employee option program (ESOP); Amending and supplementing regulations of the Board of Directors, Internal Administration and Supervisory Board of Techcombank.

Technical view

Trend: Recover to 1,300

- VNINDEX closed at 1,283.80 (-2.14 points, -0.17%), liquidity dropped below the 20-year average. The market has 198 green codes and 242 red codes. The group of stocks that contributed to the market's increase included VIC, HDB and NAB, whereas VCB, TCB and MSN contributed to the market's decrease. Most industry groups decreased slightly in this session. Foreign investors net bought about 5.7 billion VND, focusing on HDB and STB.
- **Technical view:** VN-Index shows selling pressure near the 1,300 point resistance threshold, while buyers are more cautious at this short-term old peak area. However, VN-Index traded in a narrow range with liquidity falling below the average level, showing no signs of sell-off from sellers. This is most likely just a healthy correction session after many increasing sessions. VN-Index is currently still in an uptrend as it is above all three lines of EMA 20, EMA 50 and EMA 50. The psychological resistance threshold of 1,300 will also be an important resistance area to observe in the near future. In case VN-Index surpasses this resistance zone with financial statements consistent with investor expectations, demand would increase and help VN-Index grow in the near future.
- **Strategy**: This week's trading session is still supporting the main trend of VN-Index which is the uptrend trend. Investors can increase the proportion around the EMA50 area. In case the business results report is not as expected by investors, selling force appears strongly in low price areas, VN-Index falls below EMA50, investors can reduce the proportion.



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

12/07/2024 9:00 AM

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	Note
TIP	Buy	25.7	28.2	24.6	10%	-4.3%	25.7	Uptrend is confirmed	

Trading portfolio

Ticker	Recommendation	Buying price	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
PTB	Hold	73.2	79.0	70.7	8%	-3.4%	70.9	17	-3.14%	19/06/2024	
KDH	Sell	37.3	39.7	36.0	6%	-3.5%	38.6	17	3.35%	19/06/2024	
HPG	Hold	28.8	31.0	28.1	8%	-2.4%	28.9	10	0.17%	28/06/2024	
MSB	Hold	14.6	15.7	14.1	8%	-3.4%	14.4	7	-1.71%	03/07/2024	
PNJ	Hold	94.6	103.0	93.1	9%	-1.6%	97.4	6	2.96%	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

Shinhan Investment Network

SEOUL

Shinhan Securities Co., Ltd
Shinhan Investment Tower
70, Youido-dong, Yongdungpo-gu,
Seoul, Korea 150-712
Tel : (82-2) 3772-2700, 2702
Fax : (82-2) 6671-7573

NEW YORK

Shinhan Investment America Inc.
1325 Avenue of the Americas Suite 702,
New York, NY 10019
Tel : (1-212) 397-4000
Fax : (1-212) 397-0032

HONG KONG

Shinhan Investment Asia Ltd.
Unit 7705 A, Level 77
International Commerce Centre
1 Austin Road West
Kowloon, Hong Kong
Tel : (852) 3713-5333
Fax : (852) 3713-5300

INDONESIA

PT Shinhan Sekuritas Indonesia
30th Floor, IFC 2, Jl. Jend. Sudirman Kav.
22-23, Jakarta, Indonesia
Tel : (62-21) 5140-1133
Fax : (62-21) 5140-1599

SHANGHAI

Shinhan Investment Corp.
Shanghai Representative Office
Room 104, Huaneng Union Mansion No.958,
Luijiazui Ring Road, PuDong, Shanghai, China
Tel : (86-21) 6888-9135/6
Fax : (86-21) 6888-9139

HCM

Shinhan Securities Vietnam Co., Ltd.
22nd Floor, Centec Tower, 72-74 Nguyen Thi Minh Khai Street,
District 3, HCM City, Vietnam
Tel : (84-8) 6299-8000
Fax : (84-8) 6299-4232

HA NOI

Shinhan Securities Vietnam Co., Ltd.
Hanoi Branch
2nd Floor, Leadvisors Building, No. 41A Ly Thai To,
Ly Thai To Ward, Hoan Kiem District,
Hanoi, Vietnam.
Tel : (84-8) 6299-8000



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