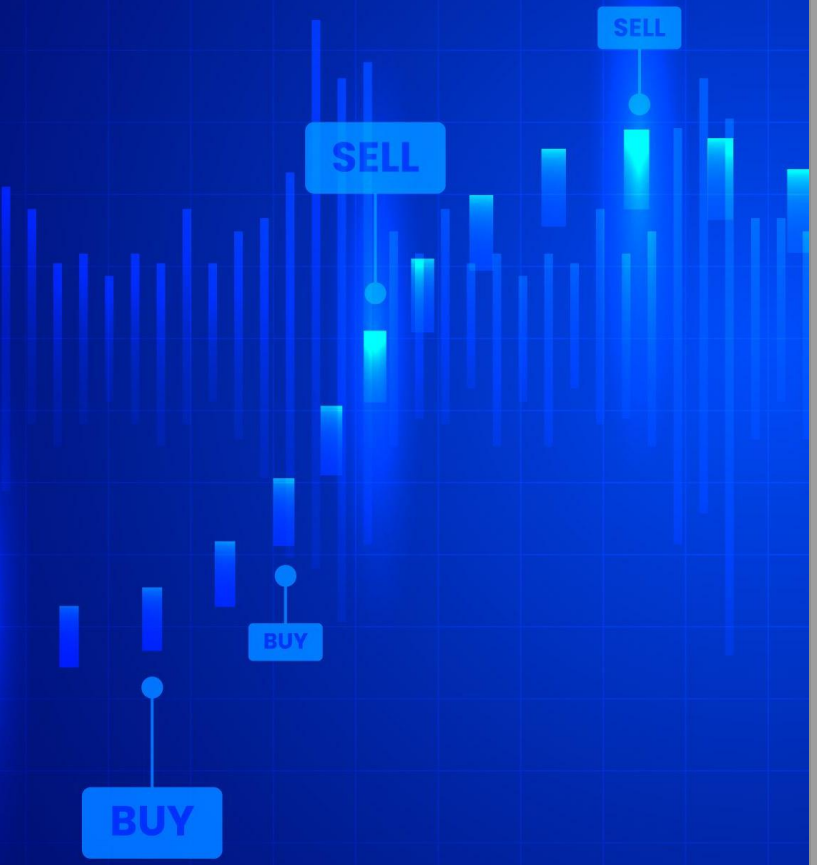
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MORNING CALL

25/07/2024

"Waiting for a reversal"

- ❑ World stocks: Waiting for more macro data this week
- ❑ Vietnamese stocks: Waiting for a reversal
- ❑ Macro news
- ❑ Business news: #PTB, #VIC, #VNS, #BIC, #VIC, #DGC
- ❑ Technical perspective and updated recommendations #NLG
- ❑ 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 22/07 – 26/07/2024

Major stocks market

- In regular trading on Wednesday, the Dow fell 1.25%, the S&P 500 plunged 2.32% and the Nasdaq Composite sank 3.64%. The underwhelming megacap earnings also raised doubts about the sustainability of the artificial intelligence-driven bull market. Investors now look ahead to more earnings reports on Thursday, as well as weekly jobless claims and preliminary second-quarter GDP data. The S&P Global US Composite PMI rose to 55.0 in July 2024 from 54.8 in June, the highest since April 2022, indicating continual growth over the past 18 months, flash estimates showed.
- European stocks closed sharply lower on Wednesday, as fresh earning results indicated that a worsening global macroeconomic backdrop is denting the European corporate sector. The Eurozone's Stoxx 50 fell 1.2% to 4,860, while the pan-European Stoxx 600 lost 0.6% to 512. LVMH plunged 4.7% after its revenues missed expectations, largely due to lower demand from China, its largest market, amid the country's slowing economy.
- The Nikkei 25 Index tumbled 2.5% to below 38,200 while the broader Topix Index declined 2.2% to 2,730 on Thursday, with Japanese shares falling to five-week lows as the selloff in technology stocks accelerated
- WTI crude oil futures added 0.8% to settle at $77.59 per barrel on Wednesday, ending a four-session losing streak but remaining near their lowest level in six weeks

Market

	Close	%1D	%1M	%1Y
VN-Index	1,238	0.54%	-1.44%	3.56%
S&P 500 Index	5,427	-2.31%	-0.77%	18.82%
Dow Jones Index	39,854	-1.25%	1.90%	12.46%
GP 100	8,154	-0.17%	-1.14%	6.00%
Nikkei 225	38,012	-2.92%	-2.96%	16.31%
SHCOMP Index	2,902	-0.46%	-1.63%	-10.20%
STOXX 600	512	-0.61%	-1.04%	9.48%
KOSPI Index	2,708	-1.85%	-2.40%	2.70%
Hang Seng	17,311	-0.91%	-4.22%	-10.93%

Commodity

	Close	%1D	%1M	%1Y
Brent	81	-0.49%	-4.35%	-2.79%
WTI	77	-0.45%	-4.44%	-3.00%
Gasoline	244	-0.33%	-2.83%	-14.36%
Natural gas	2	0.71%	-22.64%	-21.90%
Coal	135	0.04%	1.35%	1.24%
Gold	2,389	-0.36%	2.99%	21.58%
China HRC	3,558	-0.97%	-4.28%	-9.47%
Steel rebar	3,143	-1.19%	-6.79%	-16.25%
BDI index	1,864	-0.27%	-3.22%	93.76%

Currency

	Close	%1D	%1M	%1Y
Dollar Index	104	-0.10%	-1.25%	2.90%
USD/VND	25,344	0.05%	0.44%	-6.62%
EUR/USD	1	0.01%	1.19%	-1.94%
USD/JPY	153	0.73%	4.54%	-7.77%
USD/CNY	7	0.03%	0.02%	-1.73%
USD/GPB	1	0.08%	-1.64%	0.05%
USD/KRW	1,385	-0.36%	0.18%	-7.91%
USD/AUD	2	0.23%	1.23%	3.44%
USD/CAD	1	-0.06%	-1.14%	-4.66%

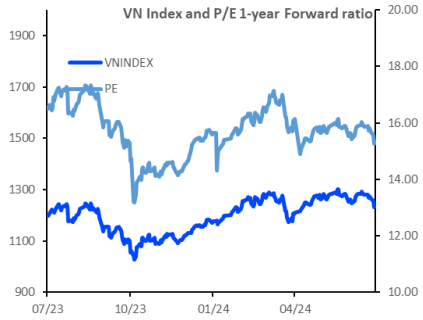
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 24/07/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,238.47	15.35	6.66	0.54	612	15,983
HNX INDEX	236.17	16.87	1.58	0.67	64	1,173





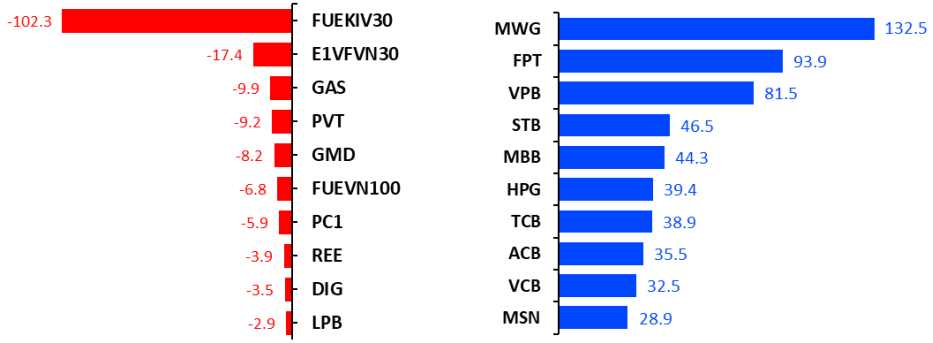
Money flow and sector rotation (VND bn)

Sector	%1D	7/24/2024	7/23/2024	20-session Average
Travel & Leisure	212.20	419	134	260
Insurance	69.83	93	55	76
Retail	36.91	1,393	1,017	903
Oil & Gas	28.54	251	195	194
Financial Services	20.91	2,056	1,700	1,373
Personal & Household Goods	19.69	338	282	333
Real Estate	14.08	2,053	1,799	2,301
Construction & Materials	12.15	652	581	684
Media	9.72	34	31	20
Utilities	7.09	319	298	388
Industrial Goods & Services	5.16	1,035	984	1,172
Basic Resources	3.90	937	902	1,089
Food and Beverage	-4.6	1,058	1,109	1,212
Health Care	-8.5	56	62	81
Automobiles & Parts	-10.2	273	304	315
Technology	-21.6	599	764	987
Banks	-22.7	3,498	4,526	3,362
Chemicals	-24.2	900	1,188	1,103

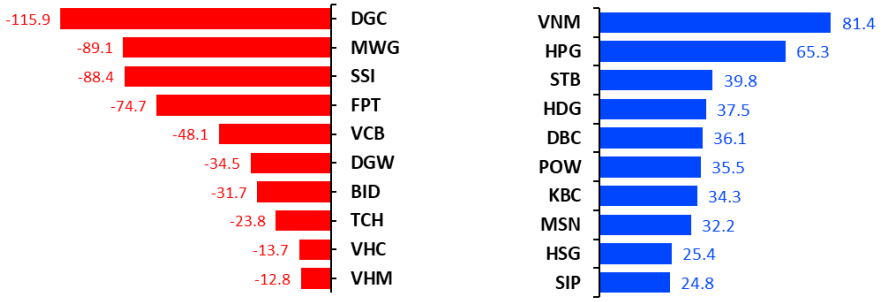
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 24/07/2024

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	62	133	(191)	58
Basic Resources	39	104	(110)	6
Media	-	(3)	3	(0)
Industrial Goods & Services	(22)	38	(94)	56
Health care	-	6	(6)	0
Chemicals	19	(53)	30	23
Financial Services	(12)	(33)	3	30
Travel & Leisure	15	30	(50)	21
Banks	359	(0)	(373)	373
Construction & Materials	13	7	(38)	31
Food and Beverage	49	152	(143)	(9)
Retail	147	(102)	(107)	209
Utilities	(10)	50	(36)	(14)
Personal & Household Goods	18	(5)	(22)	28
Technology	94	(68)	2	66
Automobiles & Parts	1	(20)	21	(1)
Insurance	3	(5)	7	(2)
Oil & Gas	4	6	10	(16)
Total	**779**	**236**	**(1,095)**	**858**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- Chili export turnover increased nearly 32%. In the first 6 months of 2024, China is Vietnam's largest chili export market with 6,338 tons (accounting for 86.5% of the country's total export chili output). According to experts, the reason China has increased imports of Vietnamese chili in recent times is because this product has a beautiful appearance, high spiciness and variety of types.
- Ho Chi Minh City proposed to prioritize the implementation of more than 90 traffic projects. According to the proposal, there are 5 large intersections to solve traffic congestion in the area including: Project to build intersection 7 Dien Bien Phu - Ngo Gia Tu - Ly Thai To - Le Hong Phong (district 3 and District 10). The Nguyen Tri Phuong - Ngo Gia Tu - Nguyen Chi Thanh intersection project (District 5 and District 10) will build a different level intersection - overpasses directly connecting the intersection branches. This project has an estimated investment capital of about 400 billion VND. The Nguyen Oanh - Phan Van Tri intersection construction project (Go Vap district) has an investment capital of about 400 billion VND, will build a different level intersection (a two-way direct overpass in the direction of Nguyen Oanh). The bridge will be 500m long and 2-4 lanes wide. At the intersection of National Highway 1 - Road No. 7 - Road No. 18 (Binh Tan district), a grade-differentiated intersection will be built, with an overpass or underpass with two-way direct access in the direction of Road No. 7 - Road No. 18. The bridge is 400m long, 2 - 4 lanes wide. Project investment is 400 billion VND. Overpass project at the intersection of Bon Xa intersection (Binh Tan and Tan Phu districts) with a capital of nearly 2,400 billion VND, including site clearance costs. This project will build a two-way overpass in the direction of Le Van Quoi - Hoa Binh street, bridge length 280m, bridge width 12m.
- Hai Phong announced the removal of 5,000m3 of backlogged goods from Hoang Dieu Port. The People's Committee of Ngo Quyen District (Hai Phong) issued a notice asking agents, shipping lines and shippers to relocate backlogged shipments at Hoang Dieu Port before August 22 to carry out the construction project of Nguyen Trai Bridge.

Breaking News



Business news

- **PTB**: Phu Tai Joint Stock Company (code: PTB) has just announced that it has received a decision from the State Securities Commission Inspectorate on violating the law on securities and the stock market. Accordingly, PTB was fined 60 million VND for not disclosing information on time according to legal regulations. In 2024, PTB aims to reach more than 6,175 billion VND in revenue and 462 billion VND in pre-tax profit, up nearly 9% and 43% respectively compared to the previous year. Thus, at the end of the first quarter of 2024, with pre-tax profit reaching 109.2 billion VND, PTB has completed 23.6% of the year's plan.
- **VIC:** According to a report by ET Auto, Vietnamese electric car company - VinFast is planning to establish a 1,000-acre smart city project (more than 400 hectares) in the Hyderabad city area (India). At the same time, VinFast has begun looking for location options around the city. This information comes after a close source shared with ET Auto that Mr. Pham Sanh Chau - CEO VinFast India had a meeting with Mr. D. Sridhar Babu - Minister of Information Technology, Electronics, Communications, Industry & Commerce of Telangana state about this issue.
- **VNS**: At the end of June 2024, Vinasun's total assets decreased slightly to VND 1,599 billion, of which cash and bank deposits accounted for VND 391 billion, short-term receivables decreased slightly to VND 117 billion... In the debt structure of VND 494 billion, Vinasun is borrowing short-term and long-term debt of 117 billion VND and 204 billion VND, respectively.

Breaking News



Business news

- **BIC:** Bank for Investment and Development of Vietnam Insurance Joint Stock Corporation (BIDV Insurance, HOSE: BIC) has just announced the resolution of the Board of Directors (BOD) on organizing an extraordinary general meeting of shareholders (AGM). on September 12 here. Specifically, BIDV Insurance has just announced the resolution of the Board of Directors (BOD) on organizing the General Meeting of Shareholders on September 12 to approve the election of members of the Board of Directors and Supervisory Board for the new term along with a number of contents. Other content falls under the authority of the congress.

- **DCL**: The General Director and many senior leaders of Cuu Long Pharmaceutical simultaneously resigned. It is known that Mr. Hai was just appointed to the position of General Director on September 1, 2022, after the incident where the former leaders of Cuu Long Pharmaceutical were prosecuted for abusing positions and powers while performing public duties. service. Thus ,Mr. Hai has been in the "hot seat" for nearly 2 years. Cuu Long Pharmaceutical Joint Stock Company (stock code DCL) has just announced the resignation of General Director Mr. Luong Trong hai. In the application, Mr. Hai said that in the coming time, due to some personal reasons, he will not be able to arrange time to fully participate in the Company's activities as General Director. Mr. Hai proposed to resign from August 1, 2024.

- **DGC:** Delaying the construction progress of the "trump card" Duc Giang Nghi Son complex, setting a plan for third quarter profit to decrease by 17%. Despite delaying the start date, the completion date is still according to the old plan, corresponding to after the first quarter of 2026, Duc Giang will record revenue from project No. 1. If it reaches maximum capacity, the project can generate generating revenue of about 100 million USD/year (more than VND 2,500 billion).

Technical view

Trend: Heading towards the next support zone

- VNINDEX closed at 1,238.47 (+6.66 points, +0.54%), liquidity at the average level of 20 trading sessions. The market has 259 green codes and 177 red codes. The group of stocks contributing to the market's increase included GVR PLX SSB, while HVN MWG and SSI contributed to the market's decrease. Most industry groups showed recovery in the afternoon session. Foreign investors net bought about VND 238 billion
- **Technical view:** The market, after adjusting to around EMA200, has recovered slightly, with average liquidity. This implies that selling pressure is not increasing and buyers have shown a buying signal around this support area. VN-Index's RSI has approached the oversold zone. Investors continue to observe the market at the next support zone. In a positive case, VN-Index around the EMA 200 will have an increasing session with a wide spread and liquidity around low or around the average level. This will be an early reversal signal signaling that supply has been exhausted for investors.
- **Strategy**: Investors continue to observe market developments at the support zone of 1,220-1,230 points, and may consider disbursing when a reversal signal appears and VN-Index returns above EMA50. With stocks that still maintain an uptrend and have a good fundamental foundation, investors can continue to hold. Investors should reduce the proportion of stocks that violate technical signals and have poor business fundamentals in the near future.



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

25/07/2024 9:00 AM

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	Note
NLG	Prepare to buy	41.5	44.4	40.4	7%	-2.7%	42.0	Increase from the support zone	

Trading portfolio

Ticker	Recommendation	Buying price	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
PNJ	Sell	94.6	101.0	93.1	7%	-1.6%	94.8	15	0.21%	04/07/2024	Reach the cutloss

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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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