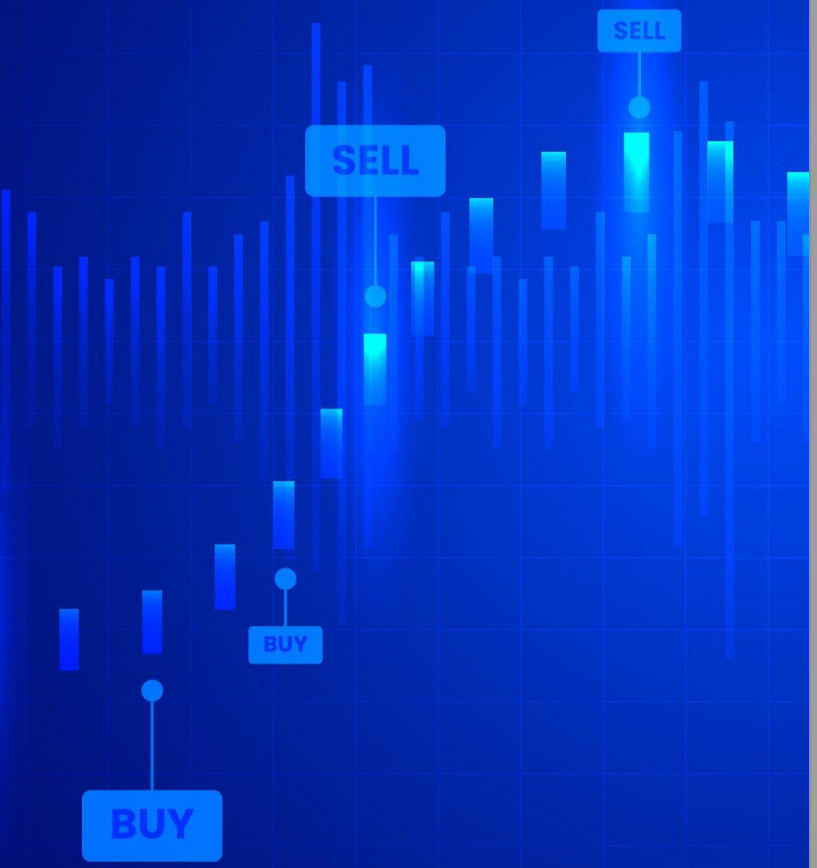
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MORNING CALL

29/07/2024

“Waiting for more buyers”

- ❑ World stocks: The U.S. PCE increased slightly in line with forecasts
- ❑ Vietnamese stocks: Waiting for more buyers
- ❑ Macro news
- ❑ Business news: #MSN, #VIB, #HBC, #DIG, #KDH, #POW
- ❑ Technical perspective and updated recommendations #CTG
- ❑ 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 29/07 - 02/08/2024

Major stocks market

- Last week, the S&P 500 and Nasdaq Composite fell 0.83% and 2.08%, respectively. Meanwhile, the Dow and Russell 200 gained 0.75% and 3.5%, respectively, as investors rotated out of mega-cap tech names into interest rate sensitive stocks such as small-caps. The personal consumption expenditure price index in the US edged up 0.1% month-over-month in June 2024, following a flat reading in May, in line with forecasts.
- Stocks in Europe extended gains and closed higher on Friday, rebounding from a two-day slump, with the STOXX 50 adding 1% and the STOXX 600 rising 0.8%, as earnings reports lifted investors' mood. On the week, both the STOXX 50 and the STOXX 600 are little changed. The CAC 40 rose 1.2% to close at 7,518 on Friday, rebounding from a six-month low reached in the previous session as investors assessed a fresh wave of corporate results.
- The Nikkei 225 Index jumped 2.2% to around 38,500 while the broader Topix Index gained 1.5% to 2,740 on Monday, with both benchmarks rising from three-month closing lows amid a rebound in technology stocks. Japanese shares also tracked gains on Wall Street Friday as cooling US inflation cemented bets that the Federal Reserve will start cutting interest rates in September
- WTI crude oil futures rose towards $77.5 per barrel on Monday, trimming an over 1% decline in the previous session, driven by fears of a potential full-scale war in the Middle East.

Market	Close	%1D	%1M	%1Y
VN-Index	1,242	0.72%	-0.26%	2.85%
S&P 500 Index	5,459	1.11%	-0.03%	19.14%
Dow Jones Index	40,589	1.64%	3.76%	14.47%
GP 100	8,286	1.21%	1.49%	7.69%
Nikkei 225	38,659	2.63%	-2.33%	18.01%
SHCOMP Index	2,891	0.14%	-2.58%	-11.75%
STOXX 600	513	0.83%	0.28%	8.93%
KOSPI Index	2,772	1.48%	-0.91%	6.29%
Hang Seng	17,021	0.10%	-3.94%	-14.54%

Commodity	Close	%1D	%1M	%1Y
Brent	81	0.30%	-5.83%	-4.26%
WTI	77	0.17%	-5.21%	-4.08%
Gasoline	246	0.13%	-2.58%	-16.65%
Natural gas	2	1.60%	-21.65%	-22.74%
Coal	139	0.61%	5.49%	3.92%
Gold	2,400	0.45%	2.83%	22.03%
China HRC	3,527	0.43%	-4.73%	-12.20%
Steel rebar	3,061	-2.27%	-8.19%	-18.61%
BDI index	1,808	-1.42%	-11.80%	62.88%

Currency	Close	%1D	%1M	%1Y
Dollar Index	104	-0.08%	-1.54%	2.57%
USD/VND	25,315	0.02%	0.56%	-6.42%
EUR/USD	1	0.05%	1.13%	-1.24%
USD/JPY	154	-0.04%	4.97%	-7.50%
USD/CNY	7	-0.05%	0.22%	-1.48%
USD/GPB	1	-0.09%	-1.77%	-0.33%
USD/KRW	1,383	0.10%	0.09%	-7.81%
USD/AUD	2	-0.24%	1.48%	2.35%
USD/CAD	1	0.09%	-0.64%	-4.59%

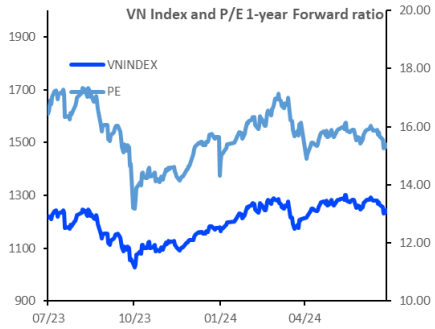
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 26/07/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,242.11	15.39	8.92	0.72	383	10,071
HNX INDEX	236.66	16.90	1.40	0.60	37	662





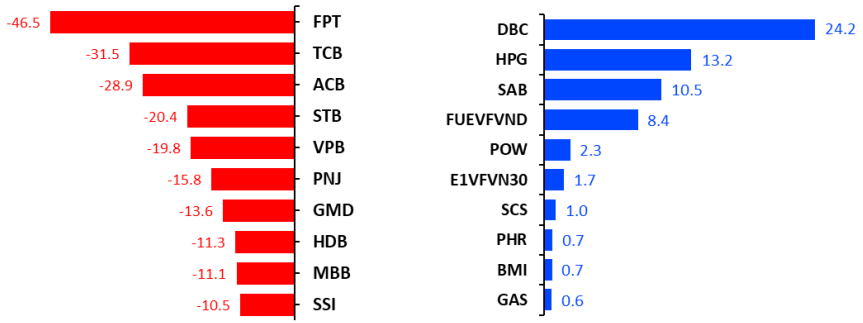
Money flow and sector rotation (VND bn)

Sector	%1D	7/26/2024	7/25/2024	20-session Average
Oil & Gas	150.43	226	90	196
Food and Beverage	118.19	1,273	583	1,193
Technology	53.31	573	374	932
Chemicals	36.73	632	462	1,050
Utilities	32.64	290	218	380
Construction & Materials	28.21	393	307	644
Personal & Household Goods	13.27	172	151	322
Travel & Leisure	6.70	283	266	265
Automobiles & Parts	1.19	127	125	287
Retail	-3.3	437	452	882
Industrial Goods & Services	-4.3	610	637	1,122
Real Estate	-9.4	1,578	1,741	2,272
Banks	-11.9	2,029	2,303	3,309
Health Care	-12.6	39	44	80
Media	-17.8	8	9	21
Financial Services	-21.5	893	1,138	1,351
Basic Resources	-25.4	464	622	1,038
Insurance	-31.0	28	41	66

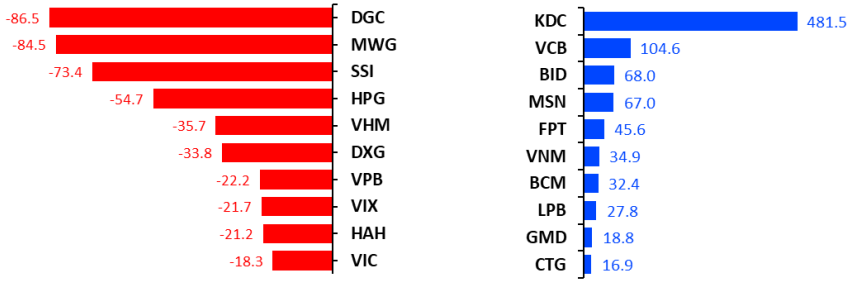
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 26/07/2024

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	(31)	(81)	84	(3)
Basic Resources	13	(50)	44	6
Media	-	(0)	0	0
Industrial Goods & Services	(27)	(14)	(13)	27
Health care	-	(7)	7	(0)
Chemicals	(3)	(103)	87	16
Financial Services	(7)	(127)	119	7
Travel & Leisure	(4)	4	0	(4)
Banks	(177)	197	(79)	(119)
Construction & Materials	(0)	18	17	(35)
Food and Beverage	23	601	(612)	12
Retail	(3)	(89)	95	(7)
Utilities	3	1	2	(3)
Personal & Household Goods	(16)	(3)	13	(10)
Technology	(46)	42	196	(238)
Automobiles & Parts	(1)	(9)	3	6
Insurance	1	(1)	(2)	2
Oil & Gas	(1)	9	(13)	4
Total	**(278)**	**388**	**(51)**	**(338)**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- Disbursement of credit loans: Not allowed to sell insurance. According to the new regulations of the State Bank, commercial banks will not be allowed to 'force' customers to buy insurance as a condition for disbursing credit loans. Although banks are not prohibited from doing insurance business as originally planned, the new regulations of the State Bank will somewhat limit the inconvenience that customers have had to endure in the past, thereby contributing to promoting credit growth in the coming time.
- Due to the high demand in the world market in 2024, the export turnover of fruits and vegetables can reach or exceed USD7 billion. According to preliminary statistics from the General Department of Customs, by mid-July 2024, our country's fruit and vegetable exports had earned nearly USD3.57 billion. Thus, fruits and vegetables have risen to become the third largest export industry in the agricultural sector, after forestry and fishery products.
- Unblocking the capital source of 120,000 billion: Interest rates will decrease further, loan terms will be longer. According to the proposal of the State Bank, the interest rate of the credit package for social housing loans will decrease by 3 percentage points compared to the average interest rate of 4 state-owned commercial banks. According to the Department of Credit for Economic Sectors (State Bank), up to now, in addition to 4 state-owned commercial banks (VCB, BIDV, Agribank, Vietinbank), 4 other joint-stock commercial banks, namely VPBank, TPBank, Techcombank and MBBank, have registered to participate, increasing the size of the package to VND 140,000 billion instead of VND120,000 billion. In this situation, Deputy Governor of the State Bank of Vietnam Dao Minh Tu said that the State Bank of Vietnam is submitting to the Government a revision of the credit package for social housing loans with many new points.

Breaking News



Business news

- **MSN**: Management believes that WCM can achieve positive net profit in Q3 and Q4/2024 if WCM maintains LFL growth of 9% in these two quarters" – Vietcap said. Masan said it has upgraded and improved WiN stores (aimed at consumers in urban areas) and WinMart Rural (serving consumers in rural areas). These two store models are more effective than the traditional model. Vietcap's report revealed information in the investor meeting on July 26 that WCM has been cautious about opening more stores, instead focusing on improving existing stores and renovating stores according to the WIN model.
- **VIB:** Vietnam International Bank (VIB) announced its business results for the first 6 months of 2024 with total revenue reaching over VND 10,350 billion, a slight increase compared to the same period last year. Capital mobilization and outstanding loans increased by 5%, equivalent to the industry average. Pre-tax profit reached VND 4,600 billion, corresponding to a return on equity (ROE) of 21%, in the top group of the industry.
- **HBC**: According to Vietcombank Securities (VCBS), with a relatively fragile financial structure and accumulated losses after 2 years, restructuring at the present time for HBC is urgent. The Ho Chi Minh City Stock Exchange (HoSE) has announced that it will compulsorily delist HBC shares of Hoa Binh Construction Group Joint Stock Company, due to accumulated losses exceeding the actual contributed charter capital. HoSE said that this unit has received the separate and consolidated audited financial statements for 2023 of Hoa Binh Construction Group Joint Stock Company (Stock code: HBC) and has made information disclosure. According to the company's 2023 consolidated audited financial statements, undistributed profit after tax as of December 31, 2023 was -3,240 billion VND, exceeding the Company's actual contributed charter capital (2,741 billion VND).

Breaking News



Business news

- **DIG:** On July 28, DIC Holdings Construction Joint Stock Company held a signing ceremony for cooperation with partners at the Vung Tau Centre Point project. According to the signed contract, Military Commercial Joint Stock Bank (MB) will provide comprehensive financial solutions related to the project for investors and customers who own products at the project. MB will finance customers when purchasing products at the Vung Tau Centre Point project. Accordingly, customers only need to pay 20% of the contract value until receiving the house, with principal grace period and interest-free payment within 18 months.

- **KDH**: Khang Dien House adjusts plan to use VND 3,000 billion raised from private offering. Tien Loc Investment JSC and Vietnam Investment Limited have bought nearly 29 million KDH private shares. Two major shareholders Tien Loc Investment JSC and Vietnam Investment Limited have just reported buying tens of millions of KDH shares of Khang Dien House Investment and Trading JSC. Specifically, on July 24, Tien Loc Investment JSC bought 17.6 million shares, increasing its ownership ratio at KDH from 10.83% (nearly 87 million shares) to 13.03% (more than 104 million shares). On July 25, Vietnam Investment Limited bought 11 million KDH shares, thereby owning 1.38% of Khang Dien House's charter capital.

- **POW:** Revenue in the first 6 months of the year is estimated at VND16,000 billion. PetroVietnam Power Corporation (PV Power, stock code POW) said it is focusing on implementing and is expected to start the first fire of Nhon Trach 3 Power Plant in September. Recently, Vietnam Oil and Gas Group (Petrovietnam) had a working session with PetroVietnam Power Corporation (PV Power, stock code POW - HoSE). Reporting at the meeting, Mr. Le Nhu Linh - General Director of PV Power said that in the first 6 months of 2024, the Corporation will focus on implementing the Nhon Trach 3 & 4 Power Plant project, researching and investing in developing LNG power projects, and renewable energy power projects.

Technical view

Trend: Heading towards the next support zone

- VNINDEX closed at 1,242.11 (+8.92 points, +0.72%), liquidity dropped sharply below the 20-session average. The market had 284 green codes and 129 red codes. The group of stocks contributing to the market's increase included MSN FPT BCM, while LPB, VRE and NVL contributed to the market's decline. Most industry groups showed recovery in the last session of the week. Foreign investors net bought about VND388.89 billion.
- **Technical view:** VNINDEX continued to have a week of decline, closing at 1,242 (-22.7 points; -1.79%) on the weekly chart with a long candle wick touching the lowest level of 1,220. Demand showed signs of participation in the last 3 sessions of the week, causing VNINDEX to recover somewhat. It is worth noting that foreign investors stopped net selling, while individual investors sold net strongly. VNINDEX showed signs of recovery at the EMA 200 support zone, which is also the area of the Fibo 0.5 threshold and maintained a long-term uptrend.
- **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

29/07/2024 9:00 AM

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	Note
CTG	Buy	32	33.9	31.1	6%	-2.9%	32.1	Recover at the suport level	

Trading portfolio

Ticker	Recommendation	Buying price	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
NLG	Hold	41.5	44.4	40.4	7%	-2.7%	41.8	2	0.60%	25/07/2024	
HAH	Hold	42.7	46.8	41.4	10%	-3.0%	43.1	1	0.94%	26/07/2024	
ACB	Hold	23.9	25.3	23.5	6%	-1.7%	24.1	1	0.84%	26/07/2024	

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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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