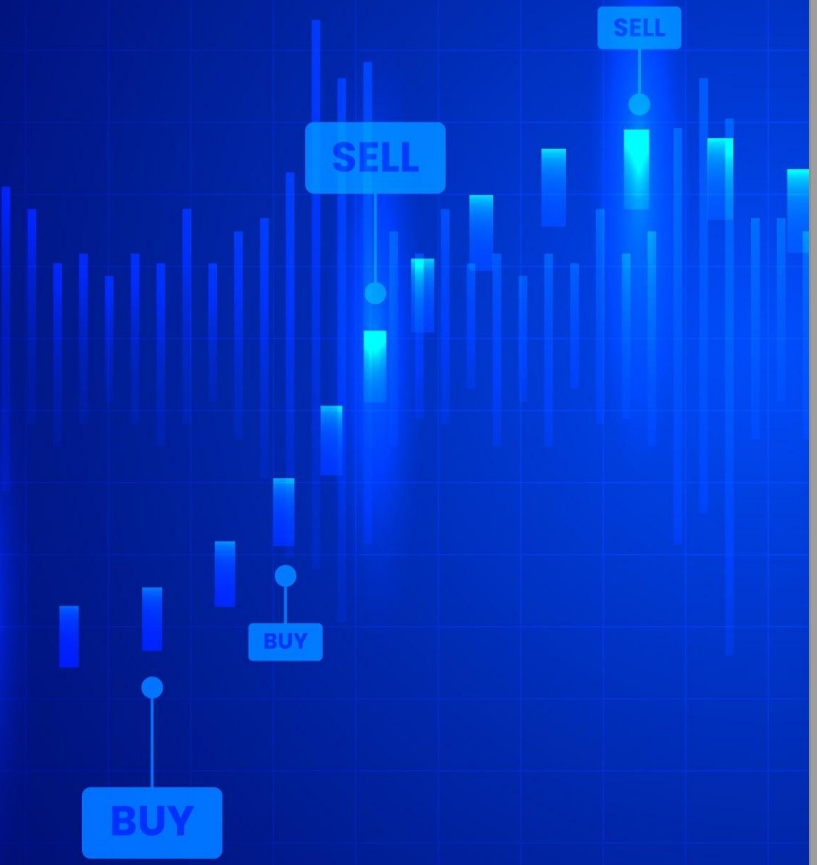
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MORNING CALL

05/08/2024

“Relieve the pressure”

- ❑ World stocks: US Stocks Plunge Amid Economic Concerns
- ❑ Vietnamese stocks: Relieve the pressure
- ❑ Macro news
- ❑ Business news: #TRA, #ILB, #HQC, #MWG, #DIG, #VOS
- ❑ 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 05/08 - 09/08/2024

Major stocks market

- US stocks closed sharply lower on Friday, with the S&P 500 down 1.8%, the Nasdaq sinking 2.4%, and the Dow Jones plunging nearly 610 points due to a weaker-than-expected jobs report that raised concerns about a slowing economy. Nonfarm payrolls increased by just 114,000, well below the forecast of 175,000, while the unemployment rate unexpectedly rose to 4.3%, the highest since October 2021.
- Both the STOXX 50 and the STOXX 600 extended their plunge and closed 2.8% lower Friday after the jobs report for the US came in weaker-than-expected, adding to further concerns over a slowing US economy. Early, an unexpected big contraction in the US manufacturing sector and a series of mixed earnings results from Apple and Amazon were already weighing on investors' moods.
- The Nikkei 225 Index sank 5.81% to close at 35,910 while the broader Topix Index tumbled 6.14% to 2,538 on Friday, hitting their lowest levels in six months as investors sold off Japanese equities following a hawkish shift in Bank of Japan monetary policy. Earlier this week, the BOJ raised its policy rate to 0.25% and signaled willingness to hike rates further
- WTI crude futures fell by more than 3% to below $74 per barrel on Friday, the lowest in 2 months, and extending the losses from the previous session, as global oil demand concerns outweighed supply risks from rising geopolitical tensions in the Middle East. Data released on Friday showed US jobs growth slowed sharply, the jobless rate increased to 4.3% and wage growth slowed. This comes on top of weak manufacturing data.

Market

	Close	%1D	%1M	%1Y
VN-Index	1,237	0.79%	-3.62%	0.87%
S&P 500 Index	5,347	-1.84%	-3.96%	19.40%
Dow Jones Index	39,737	-1.51%	0.92%	13.32%
GP 100	8,175	-1.31%	-0.36%	8.07%
Nikkei 225	33,664	-6.25%	-17.72%	4.57%
SHCOMP Index	2,905	-0.92%	-1.51%	-11.64%
STOXX 600	498	-2.73%	-3.63%	8.40%
KOSPI Index	2,556	-4.48%	-10.69%	-1.79%
Hang Seng	16,946	-2.08%	-4.80%	-13.28%

Commodity

	Close	%1D	%1M	%1Y
Brent	77	0.26%	-11.01%	-10.70%
WTI	74	0.12%	-11.48%	-11.12%
Gasoline	232	0.03%	-9.41%	-16.70%
Natural gas	2	-2.03%	-16.90%	-25.22%
Coal	144	1.09%	8.96%	7.94%
Gold	2,435	-0.34%	1.79%	25.73%
China HRC	3,466	-0.23%	-6.85%	-14.59%
Steel rebar	3,000	0.23%	-11.37%	-18.61%
BDI index	1,675	0.42%	-14.80%	47.45%

Currency

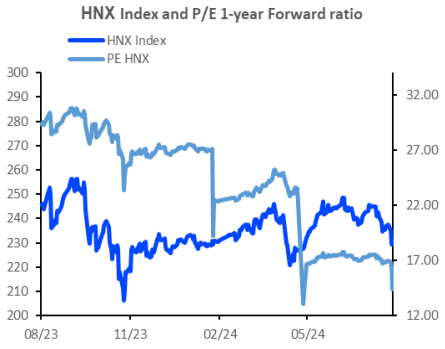
	Close	%1D	%1M	%1Y
Dollar Index	103	-0.17%	-1.75%	1.00%
USD/VND	25,216	0.01%	0.80%	-5.91%
EUR/USD	1	0.07%	0.73%	-0.75%
USD/JPY	145	1.01%	10.81%	-1.77%
USD/CNY	7	1.02%	1.38%	0.27%
USD/GPB	1	0.10%	0.22%	-0.03%
USD/KRW	1,358	0.25%	1.71%	-3.81%
USD/AUD	2	0.29%	3.95%	1.25%
USD/CAD	1	0.02%	-1.66%	-3.60%

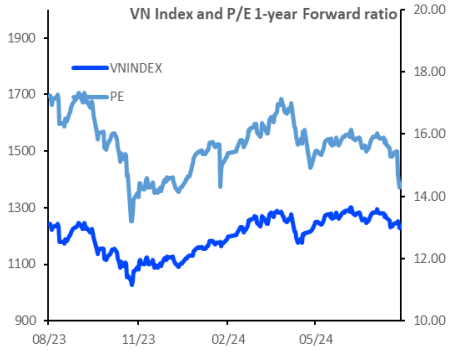
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 02/08/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,236.60	14.43	9.64	0.79	609	15,591
HNX INDEX	231.56	14.42	2.33	1.02	61	1,026





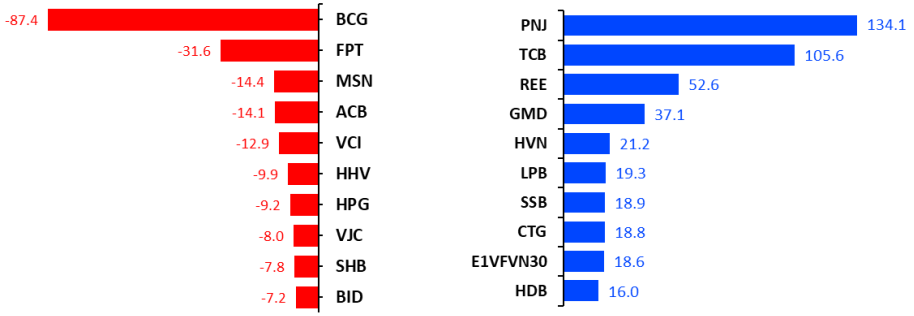
Money flow and sector rotation (VND bn)

Sector	%1D	8/2/2024	8/1/2024	20-session Average
Technology	32.13	1,288	975	847
Health Care	-3.7	53	55	78
Media	-6.6	12	13	22
Food and Beverage	-8.4	1,770	1,933	1,400
Utilities	-11.9	328	372	382
Banks	-16.7	3,452	4,143	3,415
Insurance	-17.3	38	46	60
Travel & Leisure	-21.9	198	254	264
Real Estate	-22.8	2,089	2,707	2,299
Financial Services	-24.6	1,673	2,219	1,469
Construction & Materials	-27.1	581	798	668
Oil & Gas	-27.5	223	308	208
Chemicals	-28.6	811	1,135	1,053
Retail	-32.1	668	983	836
Personal & Household Goods	-36.8	342	540	322
Basic Resources	-41.4	868	1,480	1,088
Industrial Goods & Services	-42.8	938	1,641	1,149
Automobiles & Parts	-50.4	240	484	299

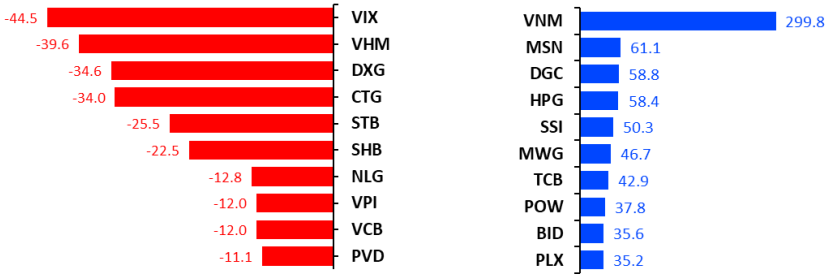
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 02/08/2024

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	24	(75)	67	8
Basic Resources	(5)	90	(98)	9
Media	-	0	0	(1)
Industrial Goods & Services	98	70	(176)	106
Health care	-	0	(12)	12
Chemicals	(3)	73	(72)	(1)
Financial Services	(93)	39	(17)	(23)
Travel & Leisure	13	(9)	(17)	26
Banks	196	10	(265)	254
Construction & Materials	(4)	1	53	(54)
Food and Beverage	9	377	(386)	9
Retail	(0)	59	(66)	7
Utilities	9	33	(8)	(25)
Personal & Household Goods	132	(16)	(124)	140
Technology	(32)	45	551	(596)
Automobiles & Parts	(1)	15	(15)	(1)
Insurance	0	8	(9)	1
Oil & Gas	(1)	24	(13)	(11)
Total	**343**	**745**	**(608)**	**(137)**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- The fertilizer industry is shifting towards green agriculture, aiming to increase the proportion of organic fertilizers to 50%. Additionally, 100% of available resources from cultivation, livestock, aquaculture, and household waste will be utilized as organic fertilizers, both at the household level and in industrial production. Currently, the Vietnamese Ministry of Agriculture and Rural Development is collaborating with the U.S. Department of Agriculture to implement a "4 rights" project in rice nutrient management, which includes: using the right type, in the right proportion, at the right time, and in the right place.
- According to the Department of Industry and Trade, the entire province has 390 enterprises and facilities processing plantation wood. Among them, 8 enterprises are large-scale, processing wood for export to markets like the EU, US, and Japan. The export market for Vietnamese wood products is becoming brighter, including wood products from Tuyên Quang, which will continue to expand to many countries and territories. This will be an opportunity for the forestry economy, the province's strength, to accelerate.
- Representatives from the Dong Nai Department of Transport have stated that they are seeking approval from the Ministry of Transport for a plan to invest in and construct two interchanges at Vũng Tàu Crossroads and Gate 11 to eliminate traffic blackspots in these areas. Both interchanges are located on National Highway 51 in Biên Hòa City, at the gateway to Ho Chi Minh City and Bình Dương. According to the Transportation Design Consulting Joint Stock Company (TEDI), at the Vũng Tàu Crossroads interchange, to minimize land clearance, the proposed solution is to build a multi-level interchange. Specifically, the direction from National Highway 51 will convert the existing curved left-turn tunnel (currently leading to Ho Chi Minh City) into a straight tunnel from National Highway 51 to An Hao Bridge; and construct an additional 4-lane tunnel, creating a two-way road.

Breaking News



Business news

- **TRA** In the second quarter, Traphaco's revenue reached 620 billion VND, a 20% increase compared to the same period last year. However, the cost of goods sold surged by 306 billion VND, a significant 47% difference. After deductions, gross profit stood at 314 billion VND, slightly higher than the same period by 2%. Although it declined, the second quarter's results were still better than the previous three quarters of the company. Additionally, it's important to note that the baseline of the same period last year for Traphaco was also very high. In 2023, the company achieved a net profit of 263 billion VND, the second highest in the company's history, only slightly lower than 2022. Cumulatively for the first six months, Traphaco achieved nearly 1,170 billion VND in net revenue, exceeding the same period by 3%; net profit was 121 billion VND, a decrease of 16%. Compared to the plan approved by the 2024 General Meeting of Shareholders, the company achieved 47% of its revenue target and more than 55% of its post-tax profit plan
- **ILB:** ICD Tan Cang – Long Binh Joint Stock Company (HOSE: ILB) will set a record date of August 29th, 2024, for the payment of a 21.07% cash dividend (VND 2,107 per share) for the year 2023. This marks the highest dividend payout since the company's listing on the Ho Chi Minh Stock Exchange (HOSE) in 2019. Between 2019 and 2021, the company maintained a cash dividend of 15% per year, which increased to 19.9% in 2022 and 21.07% in 2023. The projected dividend for 2024 is 15%, with a total payout of VND 382 billion based on the company's charter capital at the time of the dividend distribution, after the completion of ILB's share issuance plan to increase charter capital
- **HQC**: Hoang Quan Realty (HQC): Q2 profit surges 8.3 times year-on-year, over 1,700 billion VND poured into 4 key projects in 2024.Hoang Quan Real Estate Trading and Service Consulting Joint Stock Company (stock code HQC) has just released its consolidated financial statements for the second quarter of 2024, recording net revenue of nearly 316 billion VND – a threefold increase compared to the same period. After deducting expenses, the Company reported a post-tax profit of over 10 billion VND – a whopping 8.3 times higher compared to the second quarter of 2023.

Breaking News



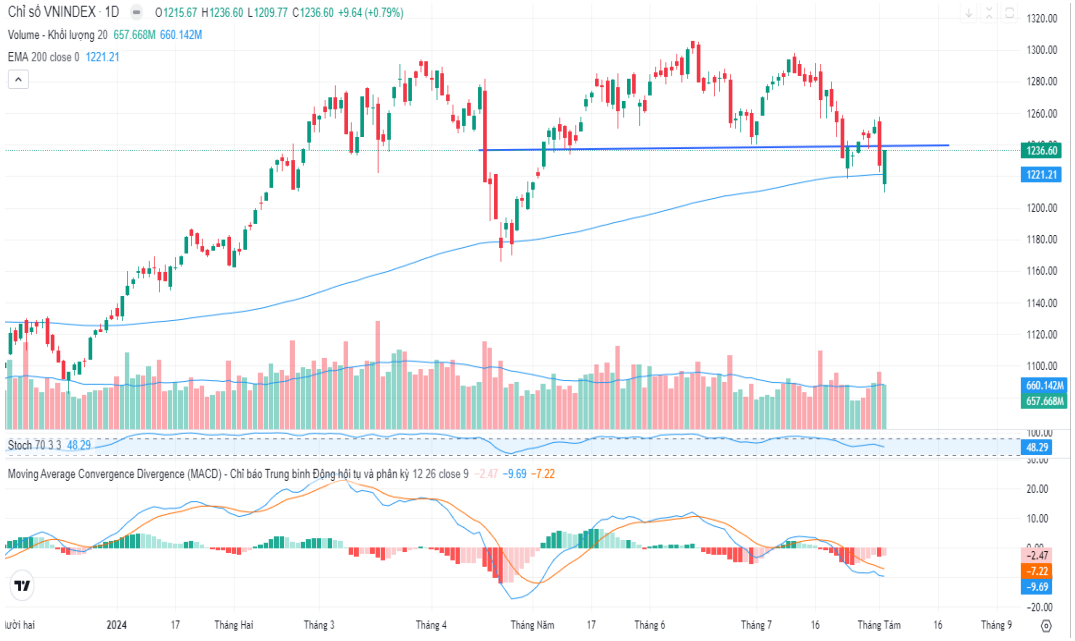
Business news

- **MWG**: Dragon Capital Continues to Sell Millions of Mobile World SharesDragon Capital has reported selling nearly 2 million shares of Mobile World (MWG). Specifically, Wareham Group Limited sold 1.1 million shares, Norges Bank sold 800,000 shares, and KB Vietnam Focus Balanced Fund sold 60,000 shares. After the transaction, Dragon Capital still holds over 116 million MWG shares, representing a 7.94% stake.
- **DIG:** Consortium Registers to Invest in a 3,825 Billion VND Urban Area in Thái Nguyên. According to the results of the registration to implement the Nam Tien 2 Urban Area Project, as announced by the Thái Nguyên Provincial Planning and Investment Department, a consortium consisting of Saigon Real Estate Corporation, Hung Thinh INCONS Joint Stock Company, and Investment and Construction Development Joint Stock Corporation is the sole investor to register for the project.
- **VOS**: Vosco Replaces Chairman and General DirectorVosco has dismissed Cao Minh Tuan from the position of General Director due to retirement and has also dismissed Nguyen Quang Minh from the position of Chairman of the Board of Directors to take over the position of General Director of VOS. Vietnam Maritime Corporation (Vosco, MCK: VOS) has just announced Resolution No. 49/NQ-HĐQT of the Board of Directors on the dismissal of the Chairman of the Board of Directors and the General Director.

Technical view

Trend: Downtrend

- VNINDEX closed at 1,236 points (+9.64 points, +0.79%) with increased trading volume. The market saw 160 decliners and 267 advancers. Stocks like BID and GVR contributed to the market's gains, while VCB and FPT weighed on the index. Most sectors recovered. Foreign investors were net buyers with a value of 744 billion dong.
- **Technical view:** VNINDEX continued a downward week, closing at 1,236 points (-5.51 points, -0.44%) with low trading volume on the weekly chart. On the daily chart, after a sharp decline of more than 20 points on Friday, the market recovered nearly 10 points. However, a downtrend is clearly forming as subsequent lows and highs are consistently lower than previous ones since mid-July.
- **Strategy**: We recommend that investors take advantage of these rallies to sell stocks that have violated stop-loss levels. Prioritize holding more cash and selectively choosing stocks with strong fundamentals.



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

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
ACB	Hold	23.9	25.3	23.5	6%	-1.7%	24.0	6	0.21%	26/07/2024	
CTG	Hold	32	33.9	31.1	6%	-2.9%	31.6	5	-1.41%	26/07/2024	

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Economic calendar

August 2024

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
28	29 Announcement of Vietnam's economic data for July	30 US JOLTs Job Openings JUN	31	1 _ Fed Interest Rate Decision _ US ISM Manufacturing PMI JUL _ PMI VN	2 _ US Non Farm Payrolls JUL _ US Unemployment Rate JUL	3
4	5 _ ISM Services PMI JUL	6	7	8 US Initial Jobless Claims	9	10
11	12 MSCI's restructure portfolio announcement	13	14 _ US Core Inflation& Inflation Rate MoM JUL	15 _ Expiration date of future contract VN30F2408 _ US Retail Sales MoM JUL	16 _ Michigan Consumer Sentiment Prel AUG	17
18	19	20	21	22 _ FOMC Minutes	23 ETF Share MSCI restructure the portfolio	24
25	26	27	28	29 _ US GDP Growth Rate QoQ 2nd Est Q2 _ Vietnam macroeconomic data in August	30	31

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Q&A

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