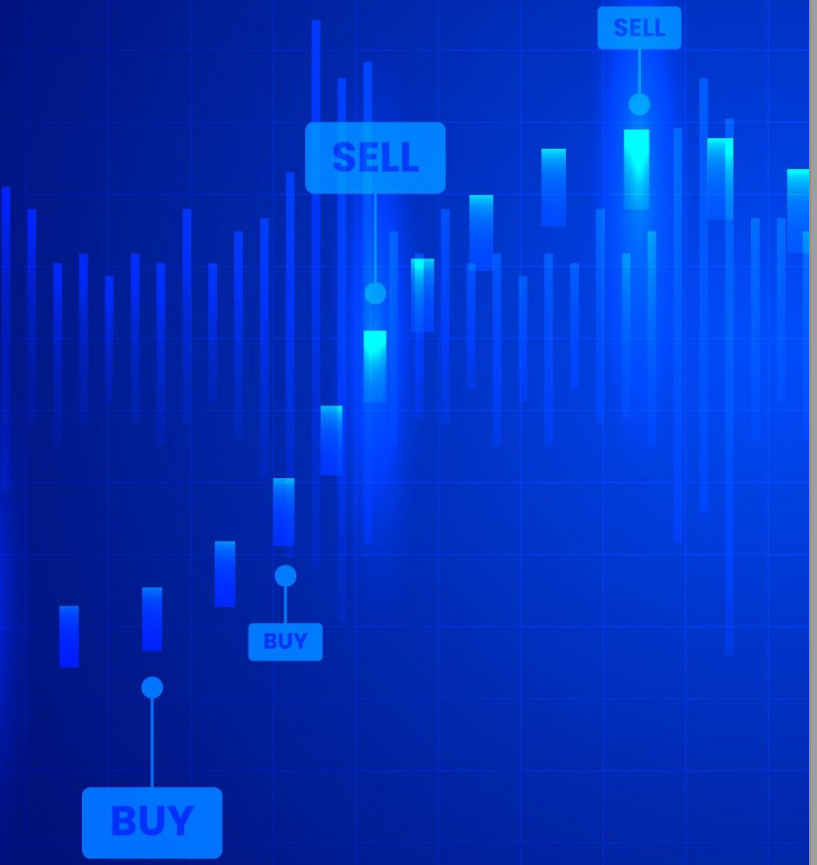
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MORNING CALL

07/08/2024

"Market recovers but should not be hasty"

- ❑ World stocks: Technical recovery
- ❑ Vietnamese stocks: Market recovers but should not be hasty
- ❑ Macro news
- ❑ Business news: #VIB, #SSI, #DCM, #MBS, #MBB, #DCM
- ❑ Technical perspective and updated recommendations
- ❑ Event calendar
- ❑ Q&A

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Following SSV's Zalo,
Catching the latest report



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Shinhan Securities

Global Market Review 05/08 – 09/08/2024

Major stocks market

- In regular trading on Tuesday, the Dow rose 0.76%, the S&P 500 gained 1.04% and the Nasdaq Composite climbed 1.03%, with all 11 S&P sectors finishing higher. Those moves followed a sharp selloff on Monday fueled by US recession fears and the unwinding of the yen carry trade.
- Major bourses in Europe closed mixed, with the STOXX 50 falling 0.1% and the STOXX 600 edging 0.2% higher following a short-lived rebound in the morning trade, as concerns about the economic outlook persist. On the data front, factory orders in Germany unexpectedly rose 3.9%, way above market forecasts of a 0.8% increase, sparking optimism for the struggling manufacturing industry. On the other hand, retail sales in the Euro Area fell way more than expected.
- The Nikkei 225 Index jumped 10.23% to close at 34,675 while the broader Topix Index gained 9.3% to 2,434 on Tuesday after both benchmarks lost over 12% in the previous session in what was the worst drop since Black Monday in 1987. Those moves came amid a rapid unwinding of the yen "carry trade" as the Bank of Japan's hawkish tilt spurred a strong yen rally.
- WTI crude oil futures rose to $73.5 per barrel on Tuesday, recovering from a six-month low due to renewed focus on supply issues and a market rebound. Concerns about escalating Middle East tensions, particularly Iran's threats of retaliation against Israel and the US, have raised fears of supply disruptions.

Market	Close	%1D	%1M	%1Y
VN-Index	1,210	1.87%	-5.67%	-2.51%
S&P 500 Index	5,240	1.04%	-5.88%	15.97%
Dow Jones Index	38,998	0.76%	-0.96%	9.94%
GP 100	8,027	0.23%	-2.16%	6.25%
Nikkei 225	34,348	-0.94%	-16.05%	6.49%
SHCOMP Index	2,867	0.23%	-2.80%	-12.28%
STOXX 600	488	0.29%	-5.45%	6.26%
KOSPI Index	2,550	1.09%	-10.92%	-1.20%
Hang Seng	16,647	-0.31%	-6.47%	-14.79%

Commodity	Close	%1D	%1M	%1Y
Brent	76	-0.46%	-12.03%	-10.79%
WTI	73	-0.59%	-12.49%	-11.19%
Gasoline	230	-1.04%	-10.04%	-17.91%
Natural gas	2	0.95%	-12.51%	-25.54%
Coal	146	1.25%	7.18%	6.20%
Gold	2,385	-0.28%	1.10%	23.16%
China HRC	3,461	-0.14%	-7.29%	-14.14%
Steel rebar	2,970	-0.47%	-12.26%	-18.43%
BDI index	1,685	0.48%	-14.29%	47.16%

Currency	Close	%1D	%1M	%1Y
Dollar Index	103	-0.04%	-1.85%	0.87%
USD/VND	25,134	0.00%	1.13%	-5.61%
EUR/USD	1	-0.03%	0.96%	-0.67%
USD/JPY	145	-0.28%	11.11%	-1.55%
USD/CNY	7	-0.23%	1.57%	0.52%
USD/GPB	1	-0.06%	0.83%	0.66%
USD/KRW	1,375	0.23%	0.64%	-4.99%
USD/AUD	2	-0.25%	3.07%	0.57%
USD/CAD	1	0.04%	-1.05%	-2.98%

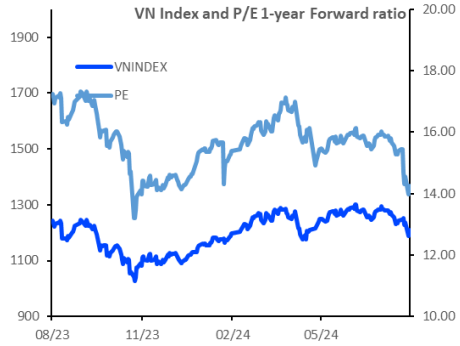
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 06/08/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,210.28	14.24	22.21	1.87	550	13,763
HNX INDEX	226.46	14.19	3.75	1.68	62	1,038





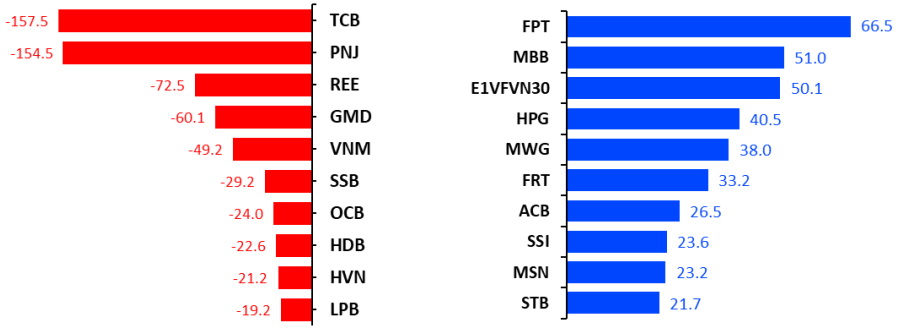
Money flow and sector rotation (VND bn)

Sector	%1D	8/6/2024	8/5/2024	20-session Average
Food and Beverage	-9.8	1,888	2,094	1,420
Automobiles & Parts	-18.3	259	317	293
Financial Services	-21.6	1,733	2,211	1,523
Oil & Gas	-30.1	214	307	206
Real Estate	-32.1	1,877	2,766	2,257
Retail	-33.7	664	1,002	827
Chemicals	-34.5	678	1,035	973
Construction & Materials	-35.0	609	937	657
Technology	-36.6	869	1,370	837
Industrial Goods & Services	-37.7	679	1,090	1,076
Utilities	-37.9	265	427	363
Personal & Household Goods	-43.4	180	318	299
Banks	-45.6	2,739	5,031	3,503
Health Care	-46.1	28	52	75
Insurance	-47.9	34	65	54
Travel & Leisure	-48.8	134	261	253
Basic Resources	-50.2	888	1,783	1,096
Media	-64.4	5	14	20

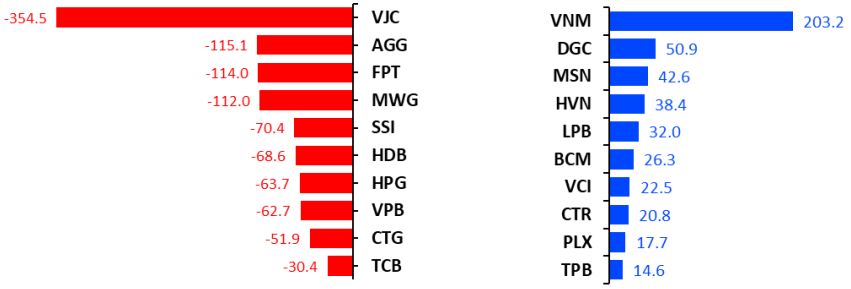
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 06/08/2024

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	26	(141)	126	15
Basic Resources	41	(62)	82	(19)
Media	-	0	(0)	0
Industrial Goods & Services	(141)	(28)	6	22
Health care	-	3	1	(4)
Chemicals	(7)	36	(64)	28
Financial Services	74	(62)	9	53
Travel & Leisure	(13)	(318)	326	(8)
Banks	(170)	(200)	(56)	257
Construction & Materials	(4)	33	(8)	(25)
Food and Beverage	(9)	253	(344)	91
Retail	71	(144)	60	84
Utilities	(10)	(21)	21	1
Personal & Household Goods	(155)	(4)	(3)	7
Technology	66	(112)	78	35
Automobiles & Parts	7	12	(29)	18
Insurance	0	1	(1)	0
Oil & Gas	(8)	25	18	(43)
Total	**(232)**	**(728)**	**218**	**509**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- According to the Vietnam Civil Aviation Authority, for economy class airfares on domestic routes from August 1st to 15th, 2024, airlines are still offering tickets at relatively low prices compared to the maximum regulated level. The Hanoi - Da Nang route, a major north-south route with high frequency flights by domestic airlines, is a case in point. Observations show that the highest prices were found on the days immediately preceding the survey (August 1st and 2nd) for Vietnam Airlines and Vietjet Air, around 1.6 million VND/one-way, equivalent to about 56% of the maximum of 2.89 million VND (for flights between 9 AM and 5 PM). For flights departing on later dates, fares from all airlines decreased significantly, with many days offering fares around 25% of the maximum; notably, Vietravel Airline had a series of fares starting from nearly 300,000 VND/one-way, or 12% of the maximum (for departures after 5 PM from August 5th to 13th).
- The Ministry of Industry and Trade has stated that it will study and analyze the arguments presented in the assessment report by the US Department of Commerce, in order to supplement and improve its arguments for submitting a request to the agency to reconsider market economy status for Vietnam. On August 2, 2024, the US Department of Commerce (DOC) issued a conclusion on Vietnam's request for recognition as a market economy. While acknowledging the positive developments in Vietnam's economy in recent times, the US has yet to recognize Vietnam as a market economy
- News from the Ministry of Industry and Trade: Minister of Industry and Trade Nguyen Hong Dien has received and worked with Mr. Manuel Tovar Rivera, Minister of Foreign Trade of Costa Rica. Costa Rica is a member of the World Trade Organization (WTO) and a member of the Organization for Economic Cooperation and Development (OECD) - an organization of 38 countries with the most developed market economies in the world.

Breaking News



Business news

- **VIB:** Chairman Dang Khac Vy and his wife, Ms. Tran Thi Thao Hien, currently own nearly 251 million shares, equivalent to 9.87% of the capital at VIB. Vietnam International Commercial Joint Stock Bank (VIB) has just announced a list of 18 shareholders holding more than 1% of the charter capital. On the side of institutional shareholders, VIB's strategic shareholder, Commonwealth Bank of Australia (CBA), currently holds the largest number of shares with over 503 million shares, equivalent to 19.837% of the bank's capital
- **SSI:** The son of the Chairman of SSI Securities registered to sell an agreement of more than 47 million shares. According to the recent announcement of SSI Securities Joint Stock Company, Mr. Nguyen Duy Linh - the second son of Mr. Nguyen Duy Hung - Chairman of the Board of Directors of the company registered to sell all more than 47.11 million SSI shares, equivalent to a ratio of 3.12 % due to personal financial needs. Meanwhile, NDH Investment Company Limited registered to buy 32 million SSI shares to increase its ownership ratio.
- **DCM**: In the remaining months of the year, DCM will continue to boost fertilizer consumption as it enters the domestic peak season and increase exports during the off-peak season. According to PetroVietnam Ca Mau Fertilizer Company (stock code: DCM), the enterprise always prioritizes supplying fertilizers to the domestic market, meeting the fertilizer demand for agricultural production, and ensuring national food security. However, during off-peak periods, DCM will focus its business on the world market, seeking export opportunities not only for its main products but also for other chemical fertilizers. Over the past 6 months, the global urea fertilizer market has been quite active, facilitating DCM's exports. Major consumers such as China, India, the United States, Brazil, and Europe have simultaneously re-tendered to secure fertilizer supplies. China and Russia have also extended the duration of fertilizer export restrictions

Breaking News



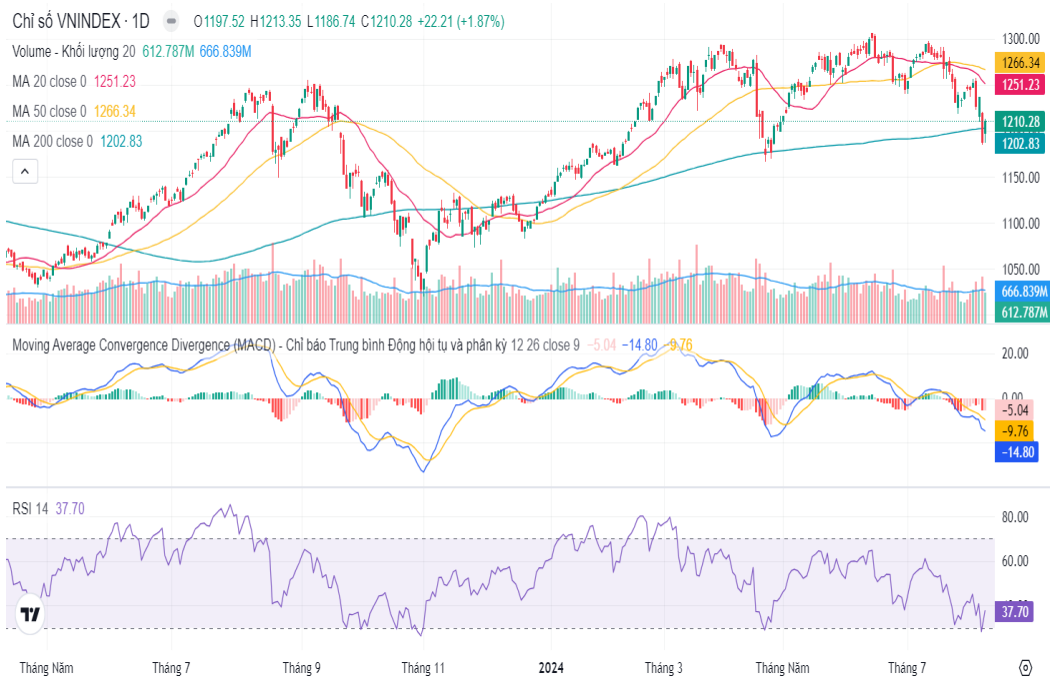
Business news

- **MBS**: On July 31st, the State Securities Commission (SSC) granted a registration certificate for the public offering of over 109.4 million shares for MB Securities Corporation (HNX: MBS). The distribution period is within 90 days from the signing date.Specifically, MBS will issue an additional 109.4 million shares to existing shareholders at a ratio of 4:1 (for every 4 shares held, shareholders can purchase 1 additional share) at a price of 10,000 VND/share. The shares are freely transferable. The ex-dividend date is August 13th. The registration period for purchasing shares is from August 21st to September 9th, 2024.
- **MBB**: As of the end of the second quarter of 2024, Military Commercial Joint Stock Bank (MB Bank) is lending a total of 2,458.96 billion VND to NovaLand Real Estate Investment Corporation (Novaland). Recently, MB Bank's loans to large real estate businesses have become a top concern for the bank's shareholders. Specifically, with Novaland, according to MB Bank's Chairman of the Board of Directors, Luu Trung Thai, the outstanding debt has decreased by 1,500 billion VND from last year to the present. The bank only lends to three large projects. Currently, these projects are all progressing well
- **VCI**: Vietcap Securities Joint Stock Company (HOSE: VCI) will finalize the list of shareholders eligible for the first interim dividend payment of 2024 at a rate of 4% in cash (VND 400 per share), requiring a total payout of nearly VND 177 billion. The ex-dividend date is August 15th, and the payment date is August 30th, 2024.Since its listing on the Ho Chi Minh Stock Exchange (HOSE) in 2017, VCI has consistently paid dividends 1-2 times per year, with the highest payout being 42% in 2021 (including 12% in cash and 30% in stock). Most recently, in 2022, the company maintained a cash dividend of 12%.

Technical view

Trend: Downtrend

- VNINDEX closed at 1,210 points (+22.21 points, +1.87%) with trading volume at the 20-day average. The market saw 58 decliners and 383 gainers. Stocks contributing to the market's uptrend included VNM, GVR, and MSN, while VGC, TMS, and QCG weighed on the market. All sectors recovered, with the consumer goods sector seeing the strongest gains. Foreign investors were net sell of about 730 billion dong.
- **Technical view:** The VN-Index gained significantly, maintaining a green trend throughout the session. At the close, the VN-Index increased by nearly 22 points, reclaiming the crucial support level at the MA200 – equivalent to 1200 points. Although it recovered, the upward session has not yet fully regained all the lost points from before. The short-term trend of the market is still bearish, and the market may very well decline once more to establish a second bottom. The current reference support and resistance levels are 1,175 and 1,240, respectively
- **Strategy**: Investors continue to monitor market movements within the 1,170 – 1,200 range, awaiting the establishment of a new equilibrium price zone. It is recommended to prioritize selling on any rallies, especially for stocks that have breached previous stop-loss levels



Scenarios:

- Positive: The market is expected to recover in the 1,220 area.
- Base: The market is expected to trade 1,150-1,1170
- Negative: The market continues to trade in the 1,100-1,120 range

Recommended stocks

07/08/2024 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

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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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