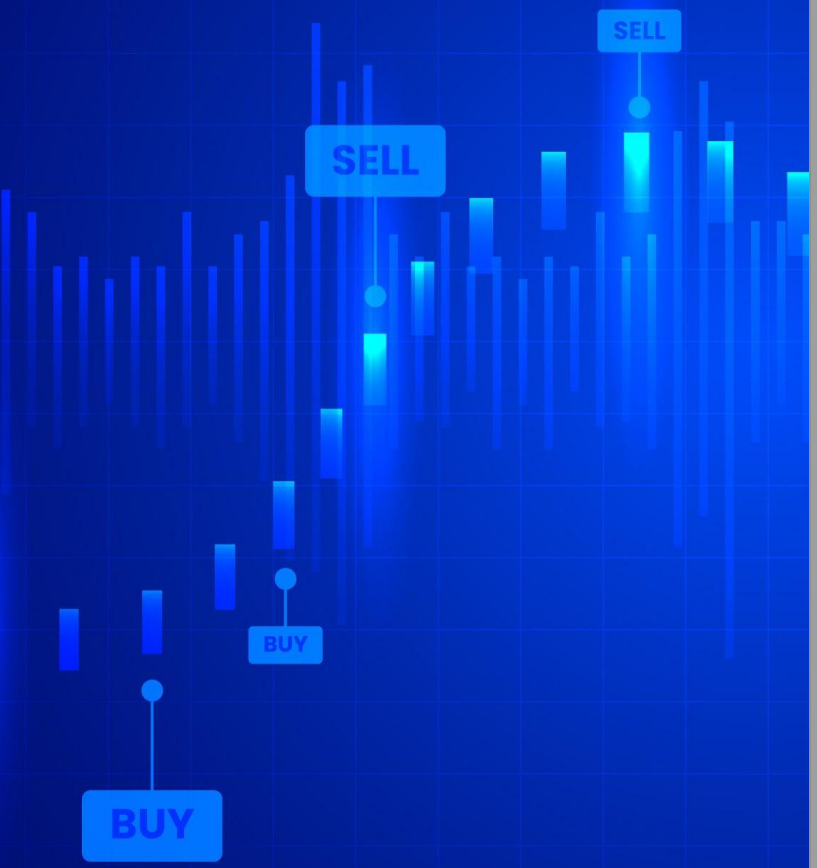
Shinhan Securities



MORNING CALL

08/08/2024

"Blue-chip stocks drive the market"

- ❑ World stocks: Market sentiment is gradually stabilizing
- ❑ Vietnamese stocks: Blue-chip stocks drive the market
- ❑ Macro news
- ❑ Business news: #MWG, #SAB, #DGW, #PTB, #VHM, #MPC
- ❑ Technical perspective and updated recommendations
- ❑ 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 05/08 - 09/08/2024

Major stocks market

- In regular trading on Wednesday, Wall Street gapped higher before reversing lower, fueling worries that the recent market selloff may not be over. The Dow lost 0.6% on Wednesday, while the S&P 500 and Nasdaq Composite tumbled 0.77% and 1.05%, respectively
- European equity markets closed firmly higher on Wednesday, tracking a global recovery in riskier assets following their selloffs this week as investors continued to assess the validity of recession concerns and the volume of carry trades that have been unwinding. The Eurozone's Stoxx 50 added 2% to 4,667, and the pan-European Stoxx 600 advanced 1.6% to 496.
- The Nikkei 225 Index dropped 2.4% to below 34,500 while the broader Topix Index lost 0.9% to 2,465 on Thursday, breaking a two-day advance and taking cues from a weak lead on Wall Street overnight as the market failed to sustain a comeback from Monday's selloff. The summary of opinions from the Bank of Japan's policy meeting in July also revealed that some members had proposed more rate hikes. On the economic front, data showed that Japan's current account surplus widened in June as exports growth outpaced imports
- WTI crude oil futures rose to around $75.5 per barrel on Thursday, rising for the third straight session, driven by a larger-than-expected drop in US crude oil inventories

Market	Close	%1D	%1M	%1Y
VN-Index	1,216	0.46%	-5.27%	-2.12%
S&P 500 Index	5,200	-0.77%	-6.70%	15.56%
Dow Jones Index	38,763	-0.60%	-1.48%	9.77%
GP 100	8,167	1.75%	-0.32%	8.50%
Nikkei 225	34,583	-1.44%	-15.20%	6.81%
SHCOMP Index	2,870	0.09%	-1.80%	-11.99%
STOXX 600	496	1.54%	-3.96%	8.15%
KOSPI Index	2,537	-1.21%	-11.21%	-1.42%
Hang Seng	16,878	1.38%	-3.69%	-12.02%

Commodity	Close	%1D	%1M	%1Y
Brent	78	0.17%	-8.50%	-8.95%
WTI	75	0.31%	-8.34%	-9.00%
Gasoline	236	0.27%	-6.87%	-16.92%
Natural gas	2	-0.80%	-11.45%	-24.56%
Coal	145	-0.34%	6.81%	2.76%
Gold	2,389	0.25%	1.26%	24.08%
China HRC	3,444	-0.49%	-7.74%	-13.90%
Steel rebar	2,981	-0.13%	-9.97%	-17.97%
BDI index	1,698	0.77%	-12.47%	48.69%

Currency	Close	%1D	%1M	%1Y
Dollar Index	103	-0.09%	-1.81%	0.56%
USD/VND	25,161	0.02%	1.03%	-5.68%
EUR/USD	1	0.03%	0.93%	-0.28%
USD/JPY	146	0.20%	9.86%	-2.06%
USD/CNY	7	-0.29%	1.28%	0.23%
USD/GPB	1	0.06%	0.96%	0.51%
USD/KRW	1,379	-0.32%	0.31%	-4.58%
USD/AUD	2	-0.19%	3.15%	0.19%
USD/CAD	1	0.15%	-0.76%	-2.33%

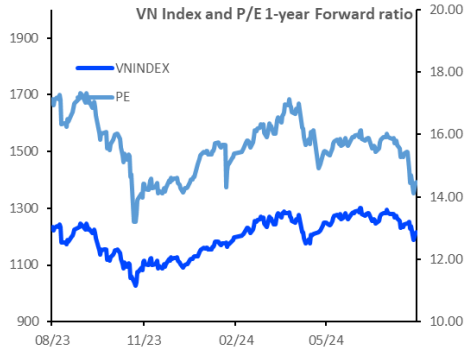
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 07/08/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,215.88	14.48	5.60	0.46	457	11,519
HNX INDEX	227.95	15.29	1.50	0.66	43	725





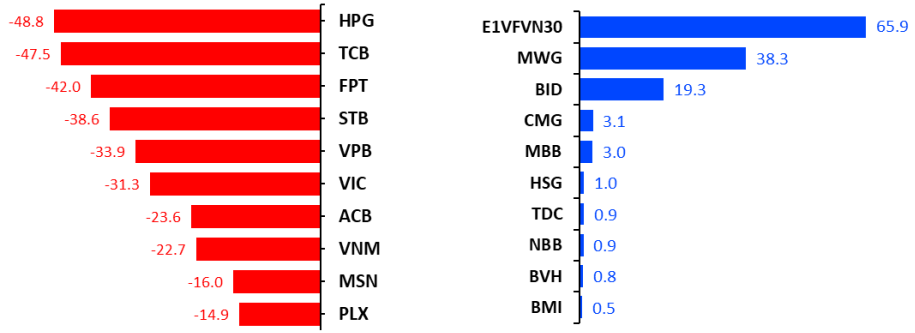
Money flow and sector rotation (VND bn)

Sector	%1D	8/7/2024	8/6/2024	20-session Average
Real Estate	60.95	3,021	1,877	2,291
Utilities	8.73	288	265	357
Travel & Leisure	6.44	142	134	246
Chemicals	0.39	681	678	931
Health Care	-9.7	25	28	72
Banks	-17.9	2,249	2,739	3,458
Oil & Gas	-18.0	176	214	204
Food and Beverage	-23.3	1,448	1,888	1,415
Industrial Goods & Services	-24.7	512	679	1,026
Media	-24.8	4	5	20
Automobiles & Parts	-27.2	189	259	281
Basic Resources	-30.5	617	888	1,026
Retail	-35.5	428	664	800
Personal & Household Goods	-38.6	111	180	289
Insurance	-39.2	21	34	52
Construction & Materials	-45.6	331	609	636
Financial Services	-49.7	872	1,733	1,516
Technology	-55.5	386	869	802

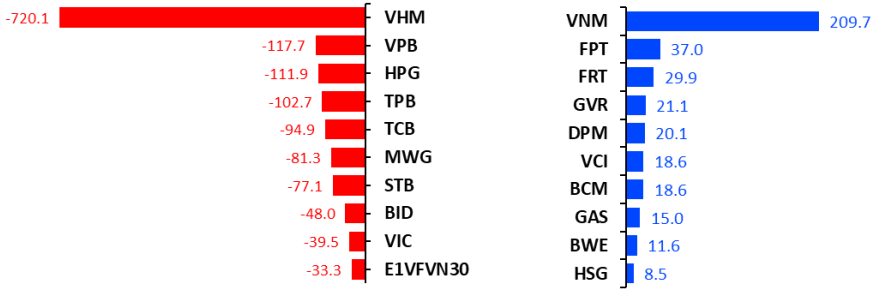
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 07/08/2024

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	(45)	(771)	817	(47)
Basic Resources	(47)	(109)	199	(90)
Media	-	(0)	(0)	0
Industrial Goods & Services	(20)	(7)	41	(33)
Health care	-	(0)	3	(3)
Chemicals	(1)	26	(65)	38
Financial Services	53	(73)	63	10
Travel & Leisure	(8)	(6)	21	(15)
Banks	(182)	(500)	(271)	772
Construction & Materials	1	(42)	55	(13)
Food and Beverage	(44)	154	(182)	28
Retail	38	(69)	50	19
Utilities	(7)	14	1	(15)
Personal & Household Goods	(2)	(4)	(3)	7
Technology	(39)	40	(4)	(36)
Automobiles & Parts	(0)	(14)	6	8
Insurance	1	0	(2)	2
Oil & Gas	(15)	2	27	(29)
Total	**(319)**	**(1,359)**	**757**	**602**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- According to data from the Vietnam Securities Depository (VSD), domestic investors opened nearly 330,000 new securities accounts in July, a threefold increase from the previous month and the highest level in the past two years. As of the end of July, the total number of securities accounts held by domestic investors exceeded 8.33 million, equivalent to approximately 8% of the population. According to the newly approved Securities Market Development Strategy to 2030, Vietnam aims to reach a milestone of 9 million securities trading accounts for domestic investors by 2025 and 11 million accounts by 2030
- To protect domestic production, many countries are increasing the application of trade defense measures (TDMs). Vietnam also needs to strengthen TDM measures in the face of growing import pressure, which threatens domestic production. Mr. Le Sy Giang, CEO of GH Consults (GHC), shared: The starting point of TDM is the competition between producers of different countries. With such a starting point, when both sides enter a "battle" in a market like Vietnam, we must be prepared to prepare dossiers and make effective use of this legal tool
- In 2024, the Ministry of Industry and Trade conducted inspections of 6 major businesses and 8 petroleum distributors, as part of the Ministry's annual inspection program. The Ministry of Industry and Trade assessed that, in the first six months of the year, businesses had generally complied with the law on petroleum business, reporting on the maintenance and changes in distribution systems, reporting on production, export, import, and inventory, reporting on the price stabilization fund, and declaring selling prices... periodically as prescribed and on an ad-hoc basis at the request of the Ministry of Industry and Trade. However, many businesses have not been proactive in reporting

Breaking News



Business news

- **MWG:** The mini-grocery store chain owned by Mobile World Investment Corporation (HOSE: MWG) is starting to reopen stores after more than 2 years of focusing on restructuring and operational optimization. According to verified information on the Bách hóa Xanh Recruitment Facebook page, the system is expected to open 7 supermarkets this August and is still seeking additional staff. The newly opened supermarkets are located in Ho Chi Minh City, Long An, Bình Dương, and Đồng Nai
- **SAB:** Following the most profitable second quarter in seven quarters, Saigon Beer Alcohol Beverage Corporation (Sabeco, HOSE: SAB) has launched a new beer product. According to the company, this move is aimed at meeting consumer expectations and optimizing the brand. 333 Pilsner is the first new product under the 333 brand, one of the earliest beer brands in Vietnam. The launch of 333 Pilsner demonstrates Sabeco's commitment to producing high-quality products to meet the growing demands of Vietnamese consumers
- **DGW**: According to the plan shared by DGW representatives, starting from the third quarter of 2024, the company will distribute new products from MSI such as laptops, PCs, monitors, mice, keyboards, and components. Furthermore, by the end of 2024, they will also distribute home appliances like air conditioners and refrigerators from Xiaomi.Also, in September 2024, the government will shut down the 2G network, creating a wave of new phone purchases, especially for low-cost smartphones. Moreover, the third quarter is typically a period for replacing phones and laptops after the peak year of 2021. Combined with the distribution of new MSI products, DGW forecasts a third-quarter revenue of 6,000 billion VND, representing an 11% increase compared to the same period last year, and a post-tax profit of 120 billion VND, a growth of 18%

Breaking News



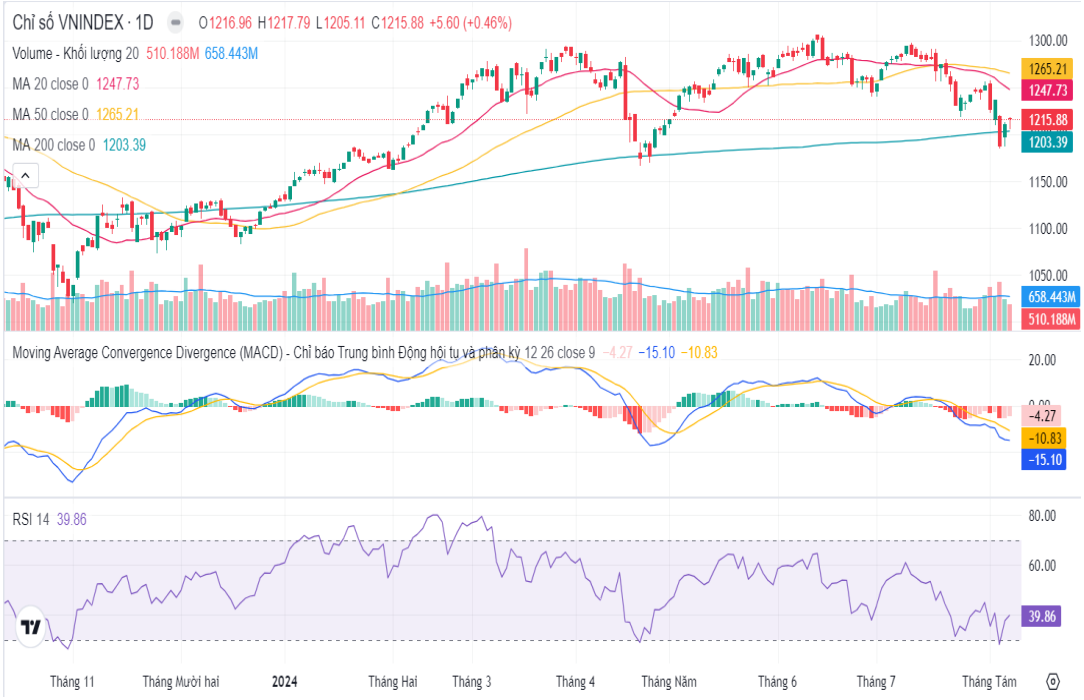
Business news

- **PTB**: Phú Tài Corporation (stock code PTB – HOSE) has just released its Q2 2024 financial report, showing a net revenue of 1,608 billion VND, up 9% compared to the same period last year, mainly driven by increased wood and stone production. Meanwhile, financial revenue reached 24 billion VND, more than four times higher than the same period last year, primarily due to gains from foreign exchange differences arising in the first half of this year. As a company primarily operating in the export market, the high USD/VND exchange rate since the beginning of the year has contributed to Phú Tài's business growth.
- **VHM:** The Board of Directors of VHM has just issued a resolution to repurchase up to 370 million treasury shares, representing 8.5% of the total outstanding shares, through a combination of matching and/or negotiated transactions via a securities company. The transaction is expected to be executed after receiving approval from the State Securities Commission. VHM stated that the current VHM share price is below its fair value, and therefore the share repurchase is aimed at safeguarding the interests of the company and its shareholders
- **MPC**: The shrimp king" posts a 59% increase in Q2 revenue, surpassing VND 3.7 trillion. Gross profit reached VND 393 billion, up 19%, although the higher cost of goods sold somewhat diminished this advantage. Gross profit margin stood at 10.5%, lower than the 14.1% in Q2 2023 but higher than the first quarter of this year (8.96%). MPC attributed these results to the improved performance of the Group's shrimp seed and commercial shrimp farming companies. The company explained that the first half of the year typically sees lower revenue and profit due to the negative impact of hot weather. Moreover, consumer demand during this period is generally lower compared to the end of the year when there are many major global festivals

Technical view

Trend: Downtrend

- The VNINDEX closed at 1,215.8 points (+5.6 points, +0.46%) with lower-than-average trading volume over the past 20 sessions. The market saw 182 decliners and 228 advancers. Stocks that contributed to the market's gains included VHM, GAS, and GVR, while TCB, VPB, and BID weighed on the market. The oil and gas sector saw impressive gains in today's trading session. Foreign investors net sold approximately 1,361 billion dong
- **Technical view:** The VN-Index has rebounded for the second consecutive session, but market liquidity remains quite low. Although the market closed in the green, the gains were primarily driven by blue-chip stocks such as VIC, VHM, and VRE. The short-term market trend remains bearish as the wave structure still exhibits lower lows and lower highs. Therefore, the market may experience another decline to establish a second bottom. Current reference support and resistance levels are 1,175 and 1,240, respectively. In a positive scenario where the market breaks above 1,240, the VNINDEX will confirm a trend reversal and regain its previous upward momentum
- **Strategy**: Investors continue to monitor market movements in the 1,170-1,200 range, waiting for the market to establish a new equilibrium price zone. A reliable new buying point could emerge when the market recovers above the 200-day EMA, which corresponds to the 1,225 level, after a sufficient period of consolidation. However, investors should only participate with a small position size, as the 1,240 level is a relatively strong resistance zone



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

08/08/2024 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

Note: All opinions and estimates regarding the company and its securities are accurate representations of the covering analyst's judgments as of this date and may differ from actual results. This report is intended to provide information to assist investment decisions only and should not be used or considered an offer or the solicitation of an offer to sell or to buy any securities. Stock selection and final investment decisions should be made at the client's own discretion. Please see the “Compliance notice and Disclaimer" section at the end of this report for more details.

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

Shinhan Securities

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



Compliance Notice

- Analyst Certification: We/I hereby certify the information and material presented in this report are accurate expressions of their views, and that we/I have not received internally or externally wrongful pressure to express such views.
- All opinions and estimates regarding the company and its securities are accurate representations of the covering analyst's judgments as of this date and may differ from actual results.
- This report is intended to provide information to assist investment decisions only and should not be used or considered an offer or the solicitation of an offer to sell or to buy any securities. Stock selection and final investment decisions should be made at the client's own discretion.
- This report is distributed to our clients only, and any unauthorized use, duplication, or redistribution of this report is strictly prohibited.

Disclaimers

- This research report and marketing materials for Vietnamese securities are originally prepared and issued by the Research Center of Shinhan Securities Vietnam Ltd.., an organization licensed with the State Securities Commission of Vietnam. The analyst(s) who participated in preparing and issuing this research report and marketing materials is/are licensed and regulated by the State Securities Commission of Vietnam in Vietnam only. This report and marketing materials are copyrighted and may not be copied, redistributed, forwarded or altered in any way without the consent of Shinhan Securities Vietnam Ltd.
- This research report and marketing materials are for information purposes only. They are not and should not be construed as an offer or solicitation of an offer to purchase or sell any securities or other financial instruments or to participate in any trading strategy. This research report and marketing materials do not provide individually tailored investment advice. This research report and marketing materials do not take into account individual investor circumstances, objectives or needs, and are not intended as recommendations of particular securities, financial instruments or strategies to any particular investor. The securities and other financial instruments discussed in this research report and marketing materials may not be suitable for all investors. The recipient of this research report and marketing materials must make their own independent decisions regarding any securities or financial instruments mentioned herein and investors should seek the advice of a financial adviser. Shinhan Securities Vietnam Ltd. does not undertake that investors will obtain any profits, nor will it share with investors any investment profits. Shinhan Securities Vietnam Ltd.., its affiliates, or their affiliates and directors, officers, employees or agents of each of them disclaim any and all responsibility or liability whatsoever for any loss (director consequential) or damage arising out of the use of all or any part of this report or its contents or otherwise arising in connection therewith. Information and opinions contained herein are subject to change without notice and may differ or be contrary to opinions expressed by other business areas or Shinhan Securities Vietnam Ltd. The final investment decision is based on the client's judgment, and this research report and marketing materials cannot be used as evidence in any legal dispute related to investment decisions.
- Copyright ⓒ 2020 Shinhan Securities Vietnam Ltd. All rights reserved. No part of this report may be reproduced or distributed in any manner without permission of Shinhan Securities Vietnam Ltd.