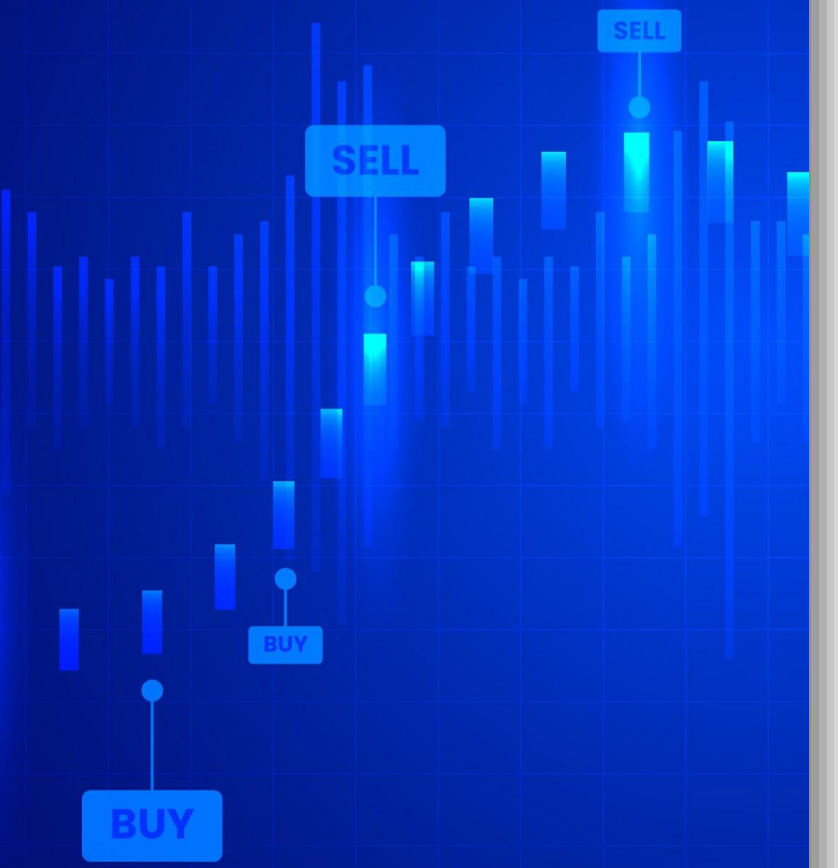
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MORNING CALL

16/08/2024

"Steel stocks are continuously hitting new lows"

- ❑ World stocks: US markets rally
- ❑ Vietnamese stocks: Steel stocks are continuously hitting new lows
- ❑ Macro news
- ❑ Business news: #PLX, #HHV, #IDC, #TCH, #CTR, #BWE
- ❑ 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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Global Market Review 12/08 – 16/08/2024

Major stocks market

- In regular trading on Thursday, the Dow rose 1.39%, the S&P 500 jumped 1.61% and the Nasdaq Composite rallied 2.34%. Cisco also gave a bullish revenue forecast, sending its shares up 6.8%, while Walmart advanced 6.6% after beating earnings and revenue expectations. Those moves came as US retail sales data came in much stronger than anticipated and weekly jobless claims fell, allaying fears of a recession. Data earlier this week also pointed to further signs of easing inflation, boosting confidence that the Federal Reserve will start cutting interest rates in September.
- European stocks closed sharply higher on Thursday, benefitting from the traction in Wall Street as strong economic data countered concerns of a slowing global economy. The Eurozone's Stoxx 50 added 1.6% to close at 4,805, and the pan-European Stoxx 600 gained 1.2% to close at 510.
- The Nikkei 225 Index rallied 2.3% to above 37,500 while the broader Topix Index surged 2.2% to 2,658 on Friday, with Japanese shares reaching two-week highs and following Wall Street higher as strong US retail sales data and falling weekly jobless claims allayed fears of a recession. The latest figures followed softer-than-expected US inflation data which reinforced bets for Federal Reserve interest rate cuts
- WTI crude oil futures went up by 1.5% to settle at $78.16 per barrel on Thursday, bouncing back from two days of losses as recession concerns eased. It was fueled by stronger-than-expected July retail sales and a decline in jobless claims, boosting confidence in the U.S. economy

Market	Close	%1D	%1M	%1Y
VN-Index	1,224	-0.55%	-4.50%	-1.58%
S&P 500 Index	5,543	1.61%	-2.19%	25.86%
Dow Jones Index	40,563	1.39%	-0.96%	16.68%
GP 100	8,347	0.80%	2.23%	13.46%
Nikkei 225	37,685	2.61%	-8.70%	18.63%
SHCOMP Index	2,877	0.94%	-3.32%	-8.66%
STOXX 600	510	1.15%	-1.43%	11.99%
KOSPI Index	2,691	1.76%	-5.94%	4.68%
Hang Seng	17,109	-0.02%	-3.49%	-6.66%

Commodity	Close	%1D	%1M	%1Y
Brent	81	-0.21%	-3.42%	-3.09%
WTI	78	-0.29%	-3.50%	-1.83%
Gasoline	235	-0.15%	-4.97%	-17.88%
Natural gas	2	-0.09%	0.32%	-15.32%
Coal	150	2.92%	11.15%	1.94%
Gold	2,457	0.02%	-0.48%	29.88%
China HRC	3,163	-2.86%	-14.14%	-19.48%
Steel rebar	2,941	1.41%	-11.89%	-18.28%
BDI index	1,692	-2.08%	-12.87%	37.23%

Currency	Close	%1D	%1M	%1Y
Dollar Index	103	0.05%	-1.19%	-0.39%
USD/VND	25,045	0.00%	1.34%	-4.38%
EUR/USD	1	0.03%	0.70%	0.88%
USD/JPY	149	0.06%	6.14%	-1.90%
USD/CNY	7	-0.47%	1.17%	1.58%
USD/GPB	1	-0.05%	0.87%	-1.02%
USD/KRW	1,362	-0.10%	1.71%	-1.86%
USD/AUD	2	-0.07%	1.77%	-2.90%
USD/CAD	1	-0.02%	-0.44%	-1.46%

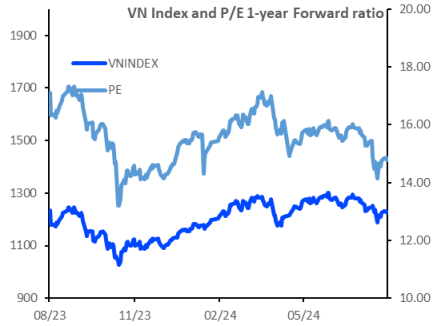
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 15/08/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,223.56	14.78	-6.80	-0.55	393	9,990
HNX INDEX	228.54	15.38	-1.14	-0.50	40	684





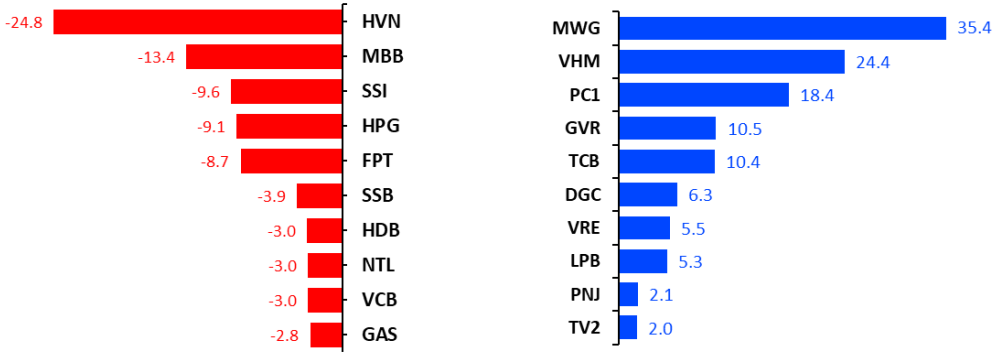
Money flow and sector rotation (VND bn)

Sector	%1D	8/15/2024	8/14/2024	20-session Average
Health Care	36.89	44	32	47
Basic Resources	31.48	785	597	892
Real Estate	16.43	1,952	1,677	2,013
Construction & Materials	13.69	456	401	559
Retail	5.15	631	600	786
Financial Services	-1.1	1,077	1,089	1,515
Travel & Leisure	-3.2	99	102	203
Banks	-3.7	1,623	1,685	3,002
Chemicals	-4.1	761	794	812
Personal & Household Goods	-5.3	181	191	248
Insurance	-9.0	27	30	41
Industrial Goods & Services	-11.7	467	529	818
Technology	-23.8	334	439	694
Media	-24.2	6	8	13
Utilities	-27.7	225	311	330
Automobiles & Parts	-29.6	189	268	277
Oil & Gas	-43.6	131	232	201
Food and Beverage	-43.9	985	1,756	1,432

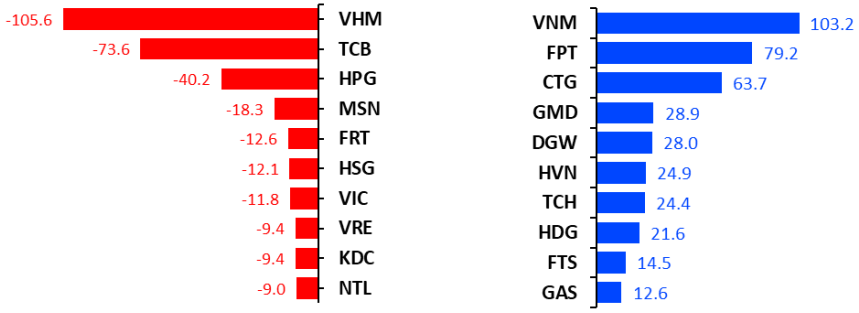
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 15/08/2024

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	(117)	89	28
Basic Resources	(6)	(45)	24	22
Media	-	(0)	0	-
Industrial Goods & Services	4	29	(32)	3
Health care	-	(0)	0	0
Chemicals	17	(9)	(35)	44
Financial Services	(11)	22	(55)	33
Travel & Leisure	(27)	18	18	(36)
Banks	(10)	(3)	35	(32)
Construction & Materials	17	8	(31)	23
Food and Beverage	(2)	87	(161)	74
Retail	35	22	(104)	82
Utilities	(3)	14	(11)	(3)
Personal & Household Goods	2	(6)	(1)	8
Technology	(9)	72	(62)	(10)
Automobiles & Parts	(0)	21	(31)	11
Insurance	(0)	(1)	0	0
Oil & Gas	(1)	10	(22)	12
Total	**33**	**120**	**(380)**	**259**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- According to a report from the Planning and Investment Department of the Ministry of Transport, the Ministry is expected to be assigned a total planned capital of approximately 396,435 billion VND for the period 2021-2025. Of this, 295,888 billion VND is from the medium-term public investment capital for the period 2021-2025; 81,269 billion VND is from the socio-economic recovery and development program; and 19,278 billion VND is from the increased central budget revenue in 2021, 2022, and 2023. As of the end of 2024, the Prime Minister has assigned the Ministry of Transport an annual plan of 291,922 billion VND, leaving a remaining investment plan of 104,513 billion VND
- Up to date, the total source of social policy credit has reached 373 trillion dong, while the outstanding debt is 351 trillion dong. According to assessments by ministries, agencies, and experts, this is not only seed capital for poverty alleviation and the suppression of "black credit" but also creates a transition for people to become production households or micro-enterprises... After 10 years of implementing Directive No. 40-CT/TW and more than 3 years of implementing Conclusion No. 06-KL/TW of the Politburo as well as Decision No. 401/QĐ-TTg and Decision No. 1630/QĐ-TTg of the Government, the organizational model and credit management methods of the Vietnam Bank for Social Policies have been increasingly perfected, suitable for the political system structure and the realities of Vietnam
- In August 2024, it is estimated that approximately 7,300 billion VND out of 18,600 billion VND worth of maturing bonds are at high risk of default, primarily from the Residential Real Estate and Energy sectors. In July 2024, five issuers made partial payments on overdue bond principal totaling 1,500 billion VND, spanning the Service, Residential Real Estate, and Construction sectors. The remaining outstanding bond debt of these issuers stands at 2,300 billion VND

Breaking News



Business news

- **PLX:** The market capitalization of the 'revenue champion' on the stock exchange has increased by approximately 20,000 billion VND in less than 4 months. Not only that, but its stock price has also surged to a 28-month high of 49,200 VND/share (as of August 14th). This enterprise is also the top revenue earner on the stock exchange, generating hundreds of billions of VND each year, and is one of the most cash-rich 'giants' on the market.
- **HHV:** Đèo Cả recorded strong profit growth in the second quarter of 2024, reaching over 125 billion đồng. Accumulated for the first six months of the year, the company reported a profit of nearly 239 billion đồng. In 2024, Đèo Cả sets a target of 3,146 billion đồng in consolidated revenue and 404 billion đồng in post-tax profit, increasing 17% and 11%, respectively, compared to the previous year. By 2030, Đèo Cả will invest nearly 100,000 billion đồng in nearly 400 kilometers of expressways, such as Tân Phú - Bảo Lộc, TP.HCM - Chơn Thành, and other routes. The company also stated that it is preparing resources for future railway projects
- **IDC:** The leadership of IDICO Corporation (stock code: IDC) revealed that they are currently negotiating several large land lease contracts with customers and expect the pace of land leasing to accelerate in the second half of the year. The corporation currently anticipates recognizing industrial land lease revenue of approximately 30-50 hectares in the second half of 2024. This includes approximately 30 hectares of backlog yet to be recognized from customer Hyosung at Phu My 2 Industrial Park, and this recognition will depend on the customer's payment progress.

Breaking News



Business news

- **TCH:** Hoang Huy New City project, developed by Hoang Huy Investment and Financial Services Joint Stock Company (stock code: TCH), is showing a series of positive signs with a high absorption rate right from the initial launch. This 65-hectare project in Thuy Nguyen District, Hai Phong City, has recorded many positive signals with a high absorption rate from the first launch. Specifically, the project has received up to 937 billion VND in advance payments from customers, accounting for 72% of the total advance payments from all current projects of Hoang Huy Finance.
- **CTR:** In the first seven months of the year, Viettel Construction is estimated to have achieved over 6,777 billion VND in revenue and 363.3 billion VND in pre-tax profit, representing increases of 11% and 4%, respectively, compared to the same period in 2023. Over the seven months, most of Viettel Construction's core business segments recorded double-digit revenue growth, except for operations and exploitation. Notably, the leasing infrastructure segment continued to grow the fastest with revenue increasing by 40% year-on-year to 335.5 billion VND
- **BWE:** According to BWE's leadership, the water price increase is expected to be approved by Bình Dương province at the end of 2024. Although Biwase currently proposes a 5% annual increase for the period 2025-2028, a 3% annual increase is more likely due to the company's difficulty in proving increased costs to the provincial government. The water price increase will be a positive move, helping to improve BWE's gross profit margin. Notably, being included in the MSCI Frontier Markets Index will help BWE attract more foreign capital, both from active funds and exchange-traded funds (ETFs) as they focus on buying and selling fund certificates based on stocks included in this index

Technical view

Trend: Technical recovery

- The VNINDEX closed at 1,223.5 points, down 6.8 points (-0.55%) with lower-than-average trading volume over the past 20 sessions. The market saw 301 declining stocks and 109 advancing stocks. Stocks contributing to the market's gains included VHM, LPB, and HDB, while GVR, BID, and MSN contributed to the decline. The telecommunications and steel sectors declined sharply. Foreign investors continued to be net buyers, worth more than 120 billion dong.
- **Technical view:** The market continued to experience a volatile session with low trading volume. This indicates a cautious sentiment among investors. The driving force behind the market's performance was mainly from the VN30 blue-chip group, while the steel sector continued to test new lows. The market has seen a strong rebound from the 1190 level, so profit-taking pressure from investors is understandable. In a positive scenario, the market needs to consolidate around the 1230 level, awaiting the influx of capital to break through the 1230-1240 resistance zone
- **Strategy**: Investors should continue to monitor market developments and wait for the market to establish a new equilibrium price range. Investors should only participate with a low proportion as the 1,250 level is a relatively strong resistance level.



Scenarios:

- Positive: The market is expected to recover to the 1,250 area.
- Base: The market is expected to retest the 1,200 area.
- Negative: The market breaks the support zone to the 1,100-1,120 range.

Recommended stocks

16/08/2024 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
MSN	Hold	74.5	79.7	70.7	7%	-5%	75	5	0.67%	09/08/2024	
DHC	Hold	37.4	40.8	35.8	9%	-4%	38	4	1.60%	12/08/2024	
REE	Hold	66.9	74	64.6	11%	-3%	67.5	4	0.90%	12/08/2024	

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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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