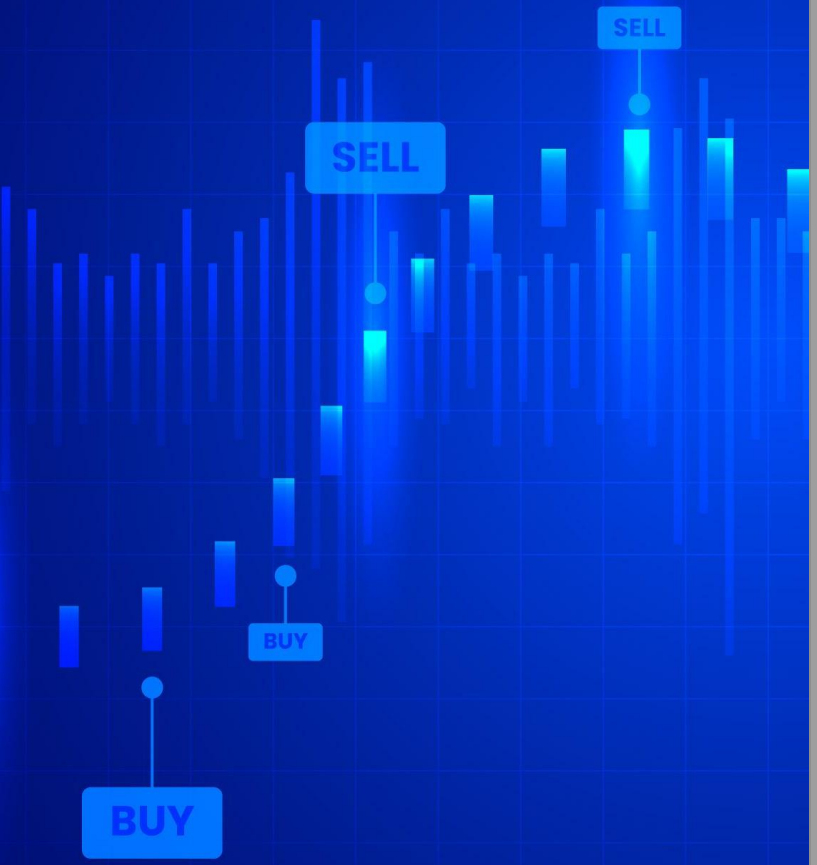
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MORNING CALL

21/08/2024

"The resurgence of real estate stocks"

- ❑ World stocks: A slight market correction is expected as investors await new information
- ❑ Vietnamese stocks: The resurgence of real estate stocks
- ❑ Macro news
- ❑ Business news: #KDH, #KDC, #MSN, #BSR, #DIG, #GAS
- ❑ Technical perspective and updated recommendations #VCS
- ❑ Event calendar
- ❑ Q&A

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Following SSV's Zalo,
Catching the latest report



Please click or scan

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Global Market Review 19/08 – 23/08/2024

Major stocks market

- In regular trading on Tuesday, the S&P 500 and Nasdaq Composite lost 0.2% and 0.33%, respectively, ending their eight-day winning streak. The Dow also shed 0.15% for its first negative session in six. Markets also look forward to Fed Chair Jerome Powell's speech at the Jackson Hole symposium on Friday for clues on whether the central bank will cut rates by 25 or 50 basis points in September.
- The Nikkei 225 Index fell 0.8% to below 37,800 while the broader Topix Index lost 0.5% to 2,657 on Wednesday, giving back gains from the previous session as the yen resumed its rally, pressuring domestic stocks. A stronger yen hurts the profit outlook for Japan's export-heavy industries and forces investors to unwind popular carry trades.
- European stocks were unable to hold early gains and closed lower on Tuesday, halting their recent rallies but holding the broad recovery from the global equity selloff earlier in the month as markets continued to gauge risks of economic stagnation and its impact on future credit costs. The Eurozone's Stoxx 50 dropped 0.3% to close at 4,856, and the pan-European Stoxx 600 fell a sharper 0.5% to 512, pressured by the heavy weight of the energy and metal producers in the broader index
- WTI crude oil futures steadied near $74 per barrel on Tuesday, following a 2.5% loss in the previous session amid hopes for a Middle East ceasefire

Market

	Close	%1D	%1M	%1Y
VN-Index	1,273	0.87%	0.61%	7.87%
S&P 500 Index	5,597	-0.20%	1.67%	27.21%
Dow Jones Index	40,835	-0.15%	1.36%	18.49%
GP 100	8,273	-1.00%	1.44%	13.99%
Nikkei 225	37,799	-0.69%	-5.65%	19.75%
SHCOMP Index	2,867	-0.93%	-3.88%	-7.32%
STOXX 600	512	-0.45%	0.44%	14.18%
KOSPI Index	2,692	-0.19%	-3.72%	7.29%
Hang Seng	17,511	-0.33%	0.54%	-0.64%

Commodity

	Close	%1D	%1M	%1Y
Brent	77	0.10%	-6.47%	-8.50%
WTI	73	0.08%	-8.61%	-9.28%
Gasoline	225	-0.35%	-8.24%	-18.90%
Natural gas	2	0.00%	3.29%	-16.49%
Coal	146	-0.34%	8.07%	-2.34%
Gold	2,516	0.00%	4.89%	32.66%
China HRC	3,121	-0.03%	-14.14%	-20.77%
Steel rebar	3,082	0.95%	-5.11%	-13.89%
BDI index	1,735	1.58%	-8.78%	41.86%

Currency

	Close	%1D	%1M	%1Y
Dollar Index	101	-0.05%	-2.88%	-1.85%
USD/VND	24,922	0.01%	1.66%	-4.44%
EUR/USD	1	-0.02%	2.18%	2.13%
USD/JPY	145	-0.10%	8.00%	0.56%
USD/CNY	7	0.14%	2.03%	2.16%
USD/GPB	1	0.00%	-0.78%	-2.13%
USD/KRW	1,329	0.11%	4.45%	1.01%
USD/AUD	1	-0.05%	-1.58%	-4.96%
USD/CAD	1	0.04%	1.04%	-0.52%

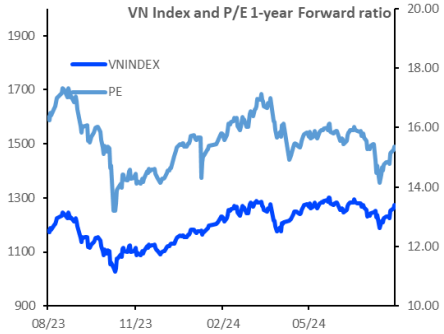
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 20/08/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,272.55	15.37	10.93	0.87	721	17,867
HNX INDEX	237.31	15.87	1.29	0.55	73	1,311





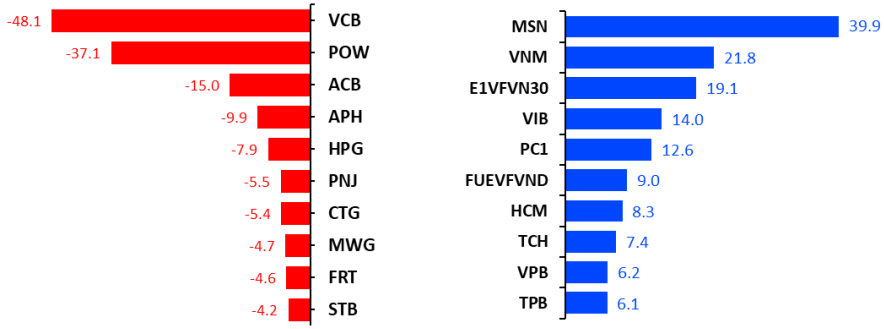
Money flow and sector rotation (VND bn)

Sector	%1D	8/20/2024	8/19/2024	20-session Average
Media	98.56	9	5	9
Travel & Leisure	82.51	194	106	203
Real Estate	71.00	4,057	2,373	2,209
Financial Services	65.74	2,477	1,494	1,577
Oil & Gas	58.75	247	155	209
Technology	46.14	561	384	651
Automobiles & Parts	42.53	309	217	277
Retail	24.80	762	611	783
Construction & Materials	21.46	760	626	575
Banks	21.18	3,132	2,585	2,726
Chemicals	20.23	1,059	881	808
Insurance	16.88	64	55	40
Health Care	-4.7	39	41	41
Utilities	-4.7	437	459	337
Basic Resources	-6.9	1,029	1,105	932
Industrial Goods & Services	-14.4	836	976	814
Personal & Household Goods	-17.0	576	694	289
Food and Beverage	-19.4	1,285	1,596	1,484

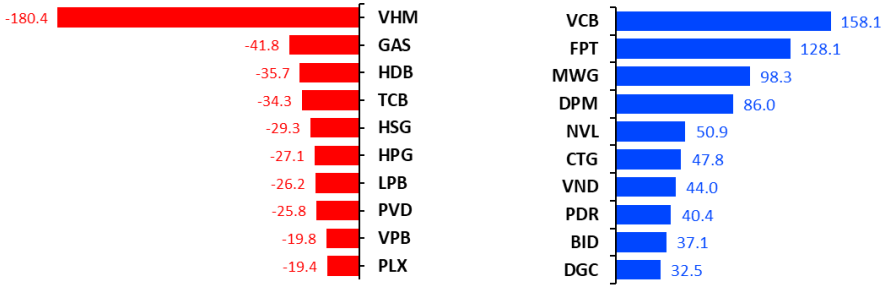
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 20/08/2024

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	(4)	(74)	(21)	95
Basic Resources	(10)	(74)	163	(89)
Media	-	1	(1)	0
Industrial Goods & Services	(6)	3	(2)	(1)
Health care	-	(3)	(0)	3
Chemicals	5	116	(157)	41
Financial Services	53	32	(76)	43
Travel & Leisure	(1)	21	1	(22)
Banks	(16)	158	(95)	(63)
Construction & Materials	14	(6)	(7)	13
Food and Beverage	66	32	(95)	63
Retail	(9)	101	(94)	(7)
Utilities	(38)	(51)	88	(37)
Personal & Household Goods	(5)	1	20	(21)
Technology	(3)	127	(129)	2
Automobiles & Parts	13	(5)	(10)	15
Insurance	1	(5)	4	1
Oil & Gas	1	(45)	39	6
Total	**60**	**331**	**(373)**	**42**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- Widespread political instability in Bangladesh could disrupt the global textile supply chain and impact the Vietnamese textile industry. According to Vitas, the closure of many textile factories in Bangladesh may prompt customers to consider shifting their orders to other countries. Vietnamese businesses could have certain advantages and are fully capable of taking on new orders. In the short term, Bangladesh's textile production capacity will decline, especially during the peak production season for winter goods
- According to information from the Vietnam Maritime Administration (Ministry of Transport), the number of containers that have been detained at Vietnamese ports for over 90 days has exceeded 7,650 units. This backlog is concentrated primarily at major ports such as Ho Chi Minh City, Hai Phong, Da Nang, and Vung Tau. The prolonged detention of goods is occupying port storage areas and shipping containers, reducing operational efficiency and cargo turnover. The increasing storage area for detained goods, coupled with limited warehouse space, is putting additional pressure on port operations during peak periods and decreasing competitiveness compared to other facilities
- The USD exchange rate has breached the 25,000 VND threshold, prompting the State Bank of Vietnam (SBV) to potentially adopt a more accommodative monetary policy. With the rapid cooling of the exchange rate and the SBV's policy orientation, the banking system's liquidity is expected to stabilize and become more abundant. Domestic USD prices have collectively plummeted amid signs of weakening in the greenback on the international market, as the market reassesses the prospects of the Fed easing monetary policy ahead of the Jackson Hole Central Banking Symposium this weekend

Breaking News



Business news

- **KDH:** VinaCapital Joint Stock Company and its affiliated foreign fund, Vietnam Ventures Limited, have just reported a transaction of KDH shares to the Ho Chi Minh City Stock Exchange, the State Securities Commission, and Khang Dien Investment and Real Estate Joint Stock Company. Accordingly, Vietnam Ventures Limited has registered to sell 11,981,600 KDH shares to restructure its investment portfolio. If the transaction is successful, Vietnam Ventures Limited's ownership will decrease from 18.73 million shares (2.06%) to 6.75 million shares (0.74%). The transaction is expected to take place from August 22 to September 20, through negotiated deals and on-exchange matching.
- **KDC:** Welcomes major shareholder despite declining business performance. VinaCapital fund increases its stake in Kido as KDC share price retreats to an 18-month low and Q2/2024 profit evaporates 99%. In a disclosure on HoSE, Liva Holdings Limited - a fund under VinaCapital Fund Management JSC - reported having purchased 8.6 million KDC shares of Kido Group Corporation in the session of August 14th. Thereby, the fund increased its ownership from 8.62 million shares (2.97%) to 17.24 million shares (5.95%), becoming a major shareholder in Kido
- **MSN:** Masan Group's retail arm, WinCommerce, currently owns the 'New Commerce' retail consumption model, boasting a unique market advantage: an in-house manufacturing, distribution, and logistics platform. After being acquired by Masan, the WinCommerce chain became profitable after 10 years of operation. In 2023, WinCommerce completed its restructuring and resumed its strategy of expanding its retail chain, focusing on distinct models for different regions and customer segments. By the end of 2024, WinCommerce's expansion plan is projected to reach a total of approximately 4,000 stores nationwide

Breaking News



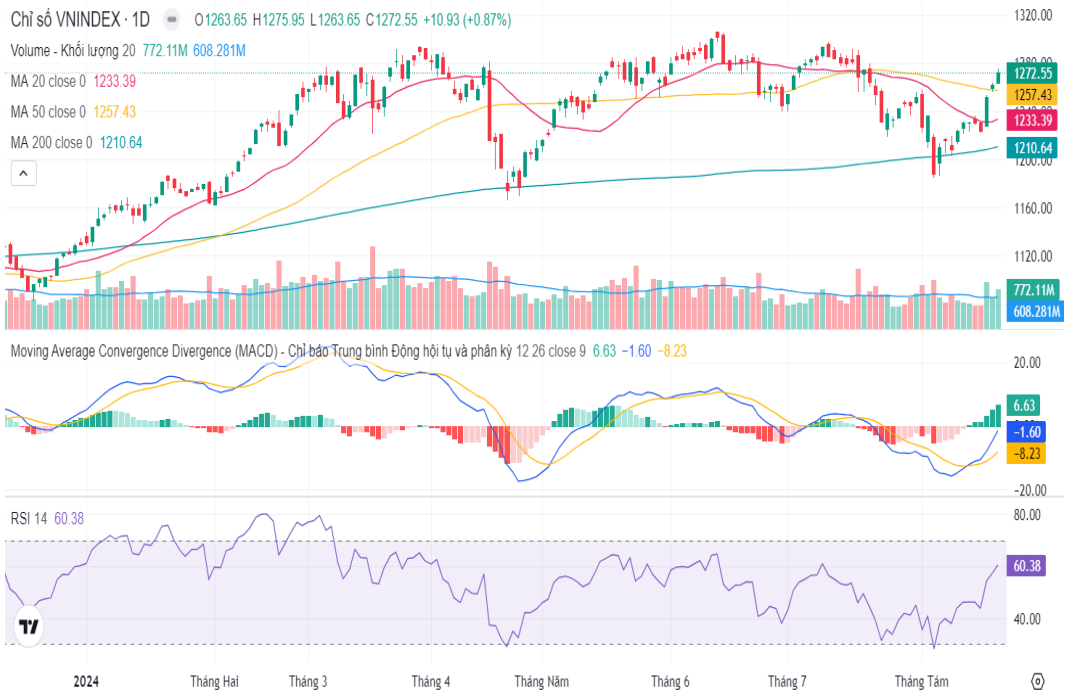
Business news

- **BSR:** At the meeting, representatives from WOOD engineering consultants, the licensor, equipment manufacturers, and the O&M consulting unit assessed that optimizing the overall maintenance cycle from 3 years to 4 years for Dung Quất Refinery is 'very feasible' based on the plant's operating history, maintenance records, and the actual condition of its equipment. Given the success of TA5, the critical systems and equipment within the plant have been inspected, maintained, and returned to their design conditions, ensuring reliable and stable operation until now. However, Binh Son Refinery needs to continue reviewing, evaluating performance, and developing suitable operating and maintenance scenarios to control risks
- **DIG:** DIC Corp (DIG) has just received an additional VND 1,500 billion in funding for its project on a prime piece of land in Vung Tau City. The Cap Saint Jacques complex is located at 169 Thuy Van Street, Ward 8, Vung Tau City, Ba Ria - Vung Tau Province. The project boasts a prime location with two frontages on Thuy Van Street and Thi Sach Street, just 50 meters from Thuy Van beach. Notably, it offers direct sea views of Bai Sau area, which is Vung Tau's main tourism and resort development zone.
- **GAS:** On November 28th, GAS will be making a cash dividend payment for the year 2023 to shareholders at a rate of 60%, which means each share will receive 6,000 VND. Regarding the business performance in the first six months of the year, PV Gas's net revenue and after-tax profit reached 53,367 billion VND (+18% compared to the same period) and 5,960 billion VND (-10% compared to the same period), respectively. This represents 75% of the annual revenue plan and exceeds the annual profit target by 6%. Thanks to its large cash and bank deposit balance of 42,000 billion VND, GAS has a very strong resilience to financial impacts. Therefore, even though the exchange rate loss in the second quarter of 2024 was more than 6 times higher than the same period, GAS still recorded a financial profit of 215 billion VND

Technical view

Trend: Technical recovery

- The VNINDEX closed at 1,272 points (+10.93 points, +0.87%) with higher-than-average trading volume over the past 20 sessions. The market saw 136 decliners and 264 gainers. Stocks contributing to the market's uptrend included VCB, BID, and VHM, while PLX, VNM, and LPB weighed on the index. The real estate sector saw strong gains. Foreign investors were net buyers of over 330 billion dong.
- **Technical view:** The VN-Index has opened a gap for three consecutive sessions, accelerating sharply to the 1275 level, driven by the real estate sector. Near the end of the session, the market witnessed selling pressure as it approached the resistance level of 1280. The 1280-1320 range has been a resistance level that has not been breached multiple times this year, so the market is likely to face fluctuations in the coming sessions. In the following sessions, there is a possibility that the VN-Index will retest the resistance level of 1280. If it fails to conquer this level, it will likely pull back to retest the demand around the support of 1250-1270.
- **Strategy**: Investors can wait for a correction and a rebound at the support level of 1,240 - 1,250 to initiate new purchases. As the price continues to rise, selling pressure at the 1,280 level is starting to emerge. Therefore, it is recommended that investors avoid chasing the price



Scenarios:

- Positive: The market is expected to break through 1,300
- Base: The market is expected to trade in 1,250 area
- Negative: The market breaks the support zone to the 1,220

Recommended stocks

21/08/2024 9:00 AM

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	Note
VCS	Prepare to buy	66.4	76	64.8	14%	-2%	67.7	Break through EMA 20 with good liquidity	

Trading portfolio

Ticker	Recommendation	Buying price	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
MSN	Hold	74.5	78.9	70.7	6%	-5%	77.8	8	4.43%	09/08/2024	
DHC	Hold	37.4	40.8	35.8	9%	-4%	38.5	7	2.94%	12/08/2024	
REE	Hold	66.9	73.8	64.6	10%	-3%	70.3	7	5.08%	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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