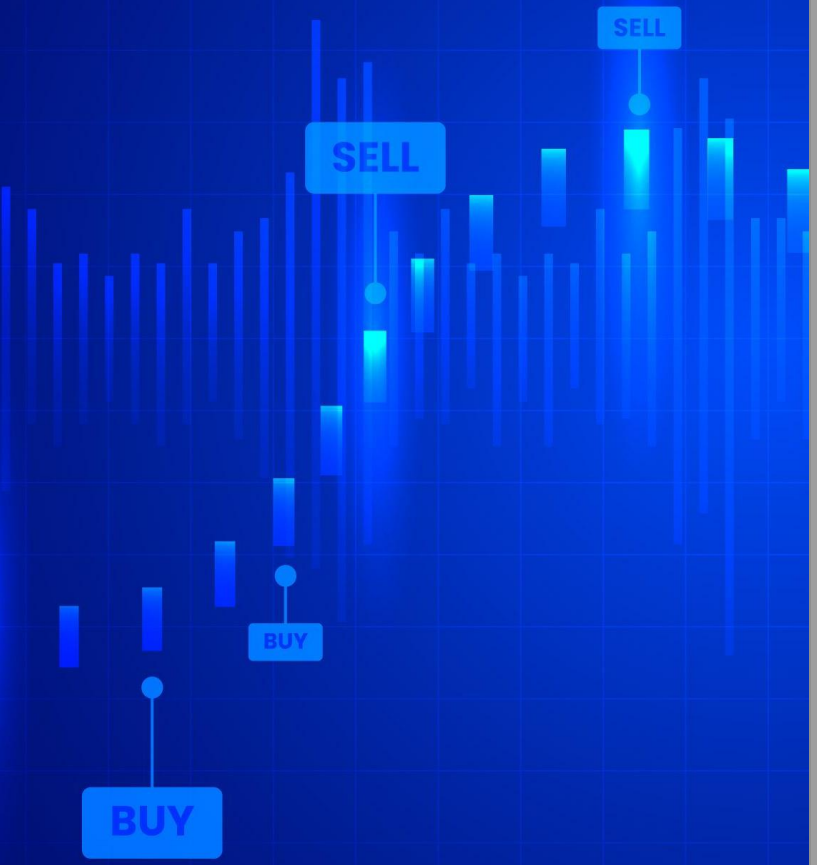
Shinhan Securities



MORNING CALL

22/08/2024

"Bank stocks enter the game"

- ❑ World stocks: US stocks rose after the Fed meeting
- ❑ Vietnamese stocks: Bank stocks enter the game
- ❑ Macro news
- ❑ Business news: #MWG, #MSH, #YTC, #LAS, #FRT, #ANV
- ❑ 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 19/08 – 23/08/2024

Major stocks market

- In regular trading on Wednesday, the Dow rose 0.14%, the S&P 500 gained 0.42% and the Nasdaq Composite climbed 0.57%, with nine out of the 11 S&P sectors ending higher. Those moves came as the latest Fed minutes revealed that "the vast majority" of members agreed that "if the data continued to come in as expected, it would likely be appropriate to ease policy at the next meeting." Markets are fully priced in for September rate cut, favoring a 25 basis point reduction
- European stocks held early gains and closed firmly higher on Wednesday, more than offsetting the pullback from the prior session to extend the equity market's recovery from the selloff from earlier in the month as investors continued to assess the growth outlook and future credit costs. The Eurozone's Stoxx 50 added 0.6% to close at a one-month high of 4,885, while the Stoxx 600 advanced 0.3% to close at 514. Gains were dominated by consumer cyclical stocks, with Hermes, Ferrari, and Adidas adding between 3% and 1.2%
- The Nikkei 225 Index fell 0.29% to close at 37,952 while the broader Topix Index lost 0.21% to 2,665 on Wednesday, giving back some 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.
- WTI crude oil futures declined by 1.7% to $71.9 per barrel on Wednesday, settling at lowest level since January, as investor reacted to the latest Fed minutes and a significant downward revision in U.S. job growth estimates.

Market	Close	%1D	%1M	%1Y
VN-Index	1,284	0.90%	2.34%	8.77%
S&P 500 Index	5,621	0.42%	1.01%	28.11%
Dow Jones Index	40,890	0.14%	1.18%	19.25%
GP 100	8,283	0.12%	1.03%	13.93%
Nikkei 225	38,234	0.74%	-3.45%	20.02%
SHCOMP Index	2,857	-0.35%	-3.63%	-8.45%
STOXX 600	514	0.33%	-0.16%	13.78%
KOSPI Index	2,706	0.18%	-2.08%	7.57%
Hang Seng	17,391	-0.69%	-1.39%	-2.25%

Commodity	Close	%1D	%1M	%1Y
Brent	76	-0.13%	-7.83%	-9.62%
WTI	72	-0.22%	-10.04%	-10.68%
Gasoline	220	-0.34%	-11.05%	-21.21%
Natural gas	2	0.78%	-2.53%	-14.30%
Coal	146	-0.07%	7.99%	-2.24%
Gold	2,512	0.00%	4.81%	32.38%
China HRC	3,170	1.57%	-12.79%	-19.01%
Steel rebar	3,069	-0.97%	-5.34%	-14.58%
BDI index	1,759	1.38%	-7.23%	47.32%

Currency	Close	%1D	%1M	%1Y
Dollar Index	101	0.17%	-2.98%	-2.27%
USD/VND	24,915	0.10%	1.69%	-3.91%
EUR/USD	1	-0.04%	2.34%	2.77%
USD/JPY	145	-0.17%	7.97%	0.30%
USD/CNY	7	-0.03%	2.00%	2.13%
USD/GPB	1	0.01%	-1.19%	-2.72%
USD/KRW	1,335	-0.12%	3.97%	0.01%
USD/AUD	1	0.02%	-1.49%	-4.75%
USD/CAD	1	0.05%	1.24%	-0.28%

Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 21/08/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,284.05	15.51	11.50	0.90	667	17,739
HNX INDEX	238.42	16.07	1.11	0.47	62	1,244





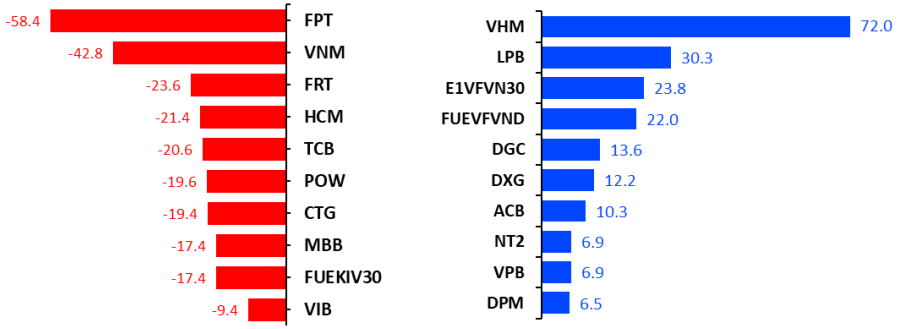
Money flow and sector rotation (VND bn)

Sector	%1D	8/21/2024	8/20/2024	20-session Average
Retail	62.05	1,235	762	775
Technology	56.81	880	561	665
Banks	53.26	4,801	3,132	2,791
Basic Resources	19.49	1,229	1,029	947
Oil & Gas	19.43	295	247	211
Media	-1.2	9	9	8
Utilities	-2.0	429	437	342
Health Care	-2.3	38	39	40
Construction & Materials	-4.4	727	760	578
Chemicals	-5.8	998	1,059	813
Industrial Goods & Services	-8.0	769	836	801
Automobiles & Parts	-12.7	270	309	277
Food and Beverage	-18.7	1,045	1,285	1,483
Real Estate	-30.8	2,810	4,057	2,247
Personal & Household Goods	-33.2	385	576	292
Financial Services	-33.8	1,640	2,477	1,556
Travel & Leisure	-38.1	120	194	188
Insurance	-57.4	27	64	36

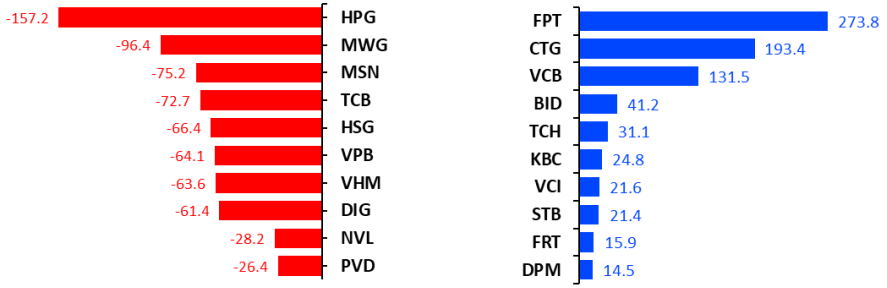
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 21/08/2024

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	78	(189)	101	88
Basic Resources	1	(226)	235	(9)
Media	-	(0)	0	0
Industrial Goods & Services	(5)	(24)	33	(9)
Health care	-	1	(1)	0
Chemicals	19	8	(42)	35
Financial Services	33	(90)	(478)	567
Travel & Leisure	(2)	(18)	15	3
Banks	(24)	235	(474)	239
Construction & Materials	9	(14)	(7)	21
Food and Beverage	(41)	(80)	93	(13)
Retail	(30)	(84)	129	(45)
Utilities	(15)	(10)	17	(7)
Personal & Household Goods	(2)	0	13	(13)
Technology	(58)	267	(216)	(51)
Automobiles & Parts	(0)	41	(41)	(0)
Insurance	1	(1)	(0)	1
Oil & Gas	(1)	(35)	43	(8)
Total	**(37)**	**(217)**	**(582)**	**799**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- Over the past 7 months, Vietnam has imported over 3 million tons of various fertilizers, which is double the amount of fertilizer exported to other countries, approximately 1 million tons. Conversely, fertilizer export turnover in the 7 months reached 420.3 million US dollars, an increase of 7.5%. However, the average export price reached 40.6 US dollars/ton, a decrease of 2% compared to the same period last year. According to the Vietnam Fertilizer Association, the global urea market is forecast to become more active in the last quarter of the year, as major consumers such as China, India, the US, Brazil, and Europe simultaneously return to bidding
- The Vietnam Association of Seafood Exporters and Processors (VASEP) reported that Vietnam's shrimp exports reached 375 million USD in July 2024, a 17% increase compared to July 2023. This is also the month with the highest value and strongest growth since the beginning of the year. Regarding the shrimp export market, in July, shrimp exports recorded growth in most major markets such as the US, China, and the EU. Markets like Japan and South Korea, which had previously recorded declines or only slight increases in previous months, recorded double-digit growth rates in July.
- While the economic growth rate of most countries worldwide has significantly slowed down, the digital economy continues to maintain impressive growth, and Vietnam is no exception. In 2023, the digital economy contributed approximately 16.5% to Vietnam's GDP, with a growth rate exceeding 20% per year. The e-Conomy SEA 2023 report indicates that Vietnam's digital economy is continuing to demonstrate robust growth, with a projected value of around $45 billion by 2025. This expansion is driven by expectations of stable economic growth and the increasing use of digital services across various sectors

Breaking News



Business news

- **MWG:** While An Khang is scaling back, Long Châu is becoming more aggressive in the race to capture the pharmaceutical retail market share. Recently, Mobile World Investment Corporation (MWG) announced that it will close about 200 An Khang pharmacies within the next 6 months, reducing the number of stores to 300. Earlier this year, the pharmaceutical retail chain had closed nearly 50 stores. MWG's leadership expects the An Khang pharmacy chain to achieve double-digit revenue growth, increase market share, and break even before December 31, 2024
- **MSH:** May Song Hong's investment move into Egypt aims to leverage the country's lower labor costs, which are significantly cheaper compared to Vietnam. Financial reports also reveal a substantial increase in the company's orders in the second half of the year. In the second quarter of 2024, May Song Hong Joint Stock Company recorded net revenue of VND 1,333 billion, down 14% compared to the same period last year, but net profit increased by 8% to VND 92 billion. Specifically, as of the end of the second quarter of 2024, May Song Hong's inventory reached VND 1,107 billion, up 25% compared to the beginning of the year, of which finished goods inventory more than doubled
- **YTC:** Sài Gòn 3 Group aims to acquire a 30.31% stake in Yteco without a public tender offer. Seven individual shareholders will transfer over 2.89 million shares, representing 30.31% of the capital, to Sài Gòn 3 Group Investment and Development.Regarding business performance, in 2023, Yteco achieved a net revenue of 556 billion VND, down 18% compared to 2022. Additionally, fluctuations in energy prices and supply chain risks led to increased logistics costs, causing Yteco's net profit to decline significantly by more than 79% to nearly 7 billion VND

Breaking News



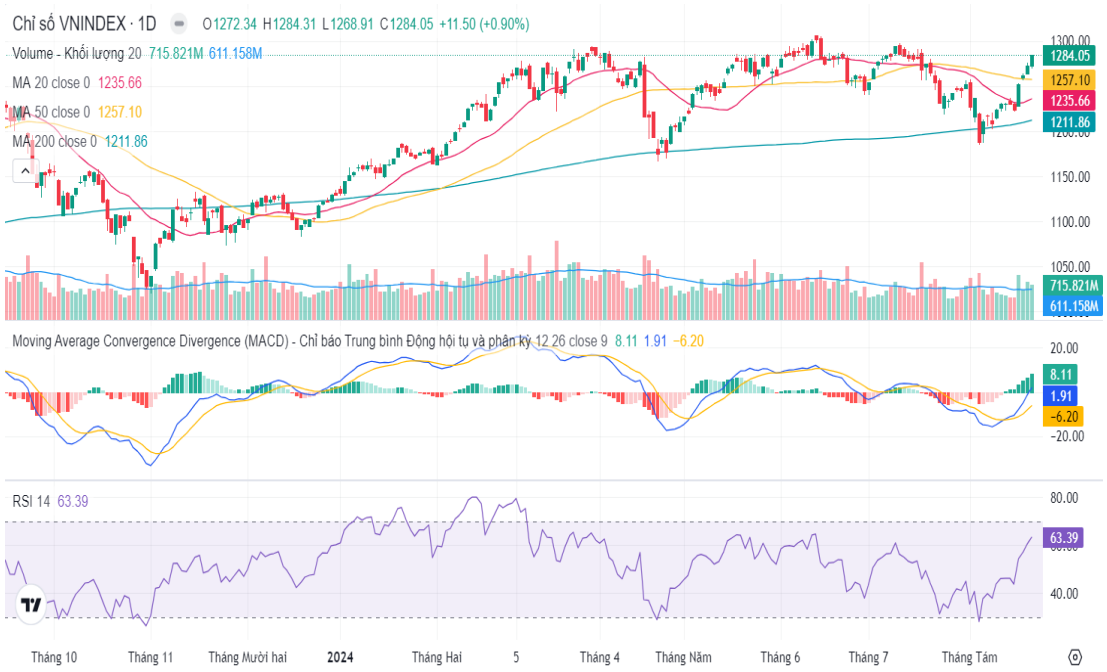
Business news

- **LAS:** LAS has just announced the record date for receiving dividends for 2023 as September 5th, 2024. The ex-dividend date is September 4th, 2024. The dividends are expected to be paid on September 25th, 2024. With a payout ratio of 10%, corresponding to VND 1,000 per share, the company will need to spend nearly VND 113 billion for this dividend payment. The company reported the highest second-quarter profit in 8 years, reaching its annual profit target early, despite a deep revenue decline of 30% compared to the same period last year. The main reason is the strong recovery in gross profit margin. As a result, the first-half business results have also reached the full-year profit target
- **FRT:** FRT shares have consistently hit new highs recently, driven by investor expectations in FPT Retail's pharmaceutical business. Specifically, in the audited semi-annual financial report of 2024, FPT Retail revealed the strong business performance of the Long Châu chain. Notably, this pharmacy chain contributed 11,521 billion VND to the retailer's revenue, a 67% increase year-on-year. The pharmaceutical segment now accounts for 63% of FPT Retail's revenue. Long Châu's earnings before interest, taxes, depreciation, and amortization (EBITDA) reached 491 billion VND
- **ANV:** In July and August, a series of executives at Nam Viet Joint Stock Company (HOSE: ANV) have sold or are in the process of selling the company's shares. Specifically, Deputy General Director Tran Minh Canh sold 200,000 ANV shares between July 25th and August 19th, 2024, through both market order and negotiated transactions. After the transaction, Mr. Canh's ownership in ANV decreased from 450,000 shares (0.34% stake) to 250,000 shares (0.18% stake). Between July 12th and August 10th, Chief Accountant Nguyen Ha Thu Diem intended to sell all 15,000 ANV shares she held, but the transaction was not completed due to her having secured the necessary funds.

Technical view

Trend: Increase in shortterm

- The VNINDEX closed at 1,284.05 points, up 11.5 points (+0.87%) with trading volume higher than the 20-day average. The market saw 241 gainers and 174 losers. Stocks contributing to the market's uptrend included VCB, BID, and CTG, while PLX, SAB, and VNM weighed on the market. Most sectors saw strong gains. Foreign investors sold more than 200 billion dong
- **Technical view:** The market continued to surge throughout the trading session and closed at a new session high with consistently high trading volume. The VNINDEX has now approached the resistance zone of 1,280 – 1,300, which the index has previously failed to break through three times. The current trend is bullish in the short term. In the medium to long term, the market has been consolidating around the 1,280 level for nearly 6 months. We expect the market to undergo a healthy correction in the near future to successfully and convincingly break through the previous highs. Dips that show signs of reversing higher will present good buying opportunities. The corresponding support and resistance levels are 1,230 and 1,300
- **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	

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.
18th Floor, The Mett Tower, 15 Tran Bach Dang, Thu Thiem Ward,
Thu Duc City, Ho Chi Minh 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.