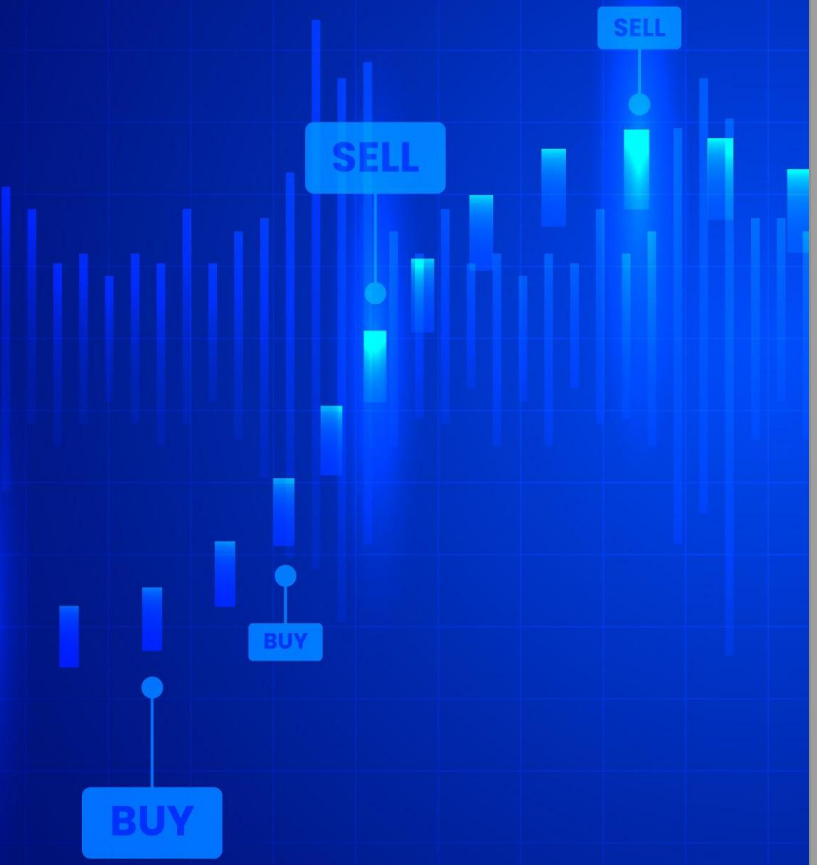
Shinhan Securities



MORNING CALL

23/08/2024

"The adjustment is entirely reasonable"

- ❑ World stocks: Mixed movements
- ❑ Vietnamese stocks: The adjustment is entirely reasonable
- ❑ Macro news
- ❑ Business news: #NVL, #TMS, #HAP, #FRT, #HSG, #DRC
- ❑ Technical perspective and updated recommendations #VGT
- ❑ 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 Thursday, the Dow fell 0.43%, the S&P 500 dropped 0.89% and the Nasdaq Composite tumbled 1.67%. Powell is widely expected to signal that the Fed will start dialing back policy restrictiveness in September, with limited clues on the frequency and magnitude of the reductions
- European stocks were unable to hold their gains and closed mixed on Thursday, but still held to the recovery from the selloff this month amid the outlook of cheaper credit costs and positive activity data in the currency bloc. The Eurozone's Stoxx 50 closed flat at 4,885, and the pan-European Stoxx 600 maintained morning gains to close 0.3% higher at 516.
- The Nikkei 225 and Topix indexes were little changed on Friday, drifting from flat to slightly positive in early trade as investors reacted to the latest inflation figures. Data showed that Japan's core inflation rate accelerated for the third consecutive month to 2.7% in July, supporting the Bank of Japan's hawkish shift this year.
- WTI crude oil futures advanced by 1.5% to settle at $73 per barrel on Thursday, ending a four-day losing streak that had pushed prices to their lowest since January. WTI crude oil futures advanced by 1.5% to settle at $73 per barrel on Thursday, ending a four-day losing streak that had pushed prices to their lowest since January. The recovery occurred despite concerns about a potential U.S. economic slowdown and a bleak 2025 outlook, which overshadowed the positive impact of declining oil inventories.

Chỉ số chứng khoán	Giá đóng cửa	%1D	%1M	%1Y
VN-Index	1,283	-0.10%	4.14%	9.40%
S&P 500 Index	5,571	-0.89%	0.27%	25.58%
Dow Jones Index	40,713	-0.43%	0.88%	18.10%
GP 100	8,288	0.06%	1.48%	13.22%
Nikkei 225	38,249	0.10%	-3.40%	19.49%
SHCOMP Index	2,849	-0.27%	-2.28%	-7.46%
STOXX 600	516	0.35%	0.05%	13.74%
KOSPI Index	2,696	-0.42%	-2.81%	7.61%
Hang Seng	17,641	1.44%	0.98%	-1.15%

Hàng hóa	Giá đóng cửa	%1D	%1M	%1Y
Brent	77	0.03%	-4.65%	-7.17%
WTI	73	0.11%	-5.03%	-7.35%
Gasoline	224	-0.05%	-7.10%	-19.00%
Natural gas	2	0.63%	-5.53%	-17.26%
Coal	147	0.58%	8.70%	-2.17%
Gold	2,489	0.17%	3.29%	29.94%
China HRC	3,203	1.04%	-11.20%	-18.04%
Steel rebar	3,012	-1.02%	-6.20%	-17.30%
BDI index	1,768	0.51%	-5.40%	53.61%

Tiền tệ	Giá đóng cửa	%1D	%1M	%1Y
Dollar Index	101	-0.12%	-2.93%	-1.97%
USD/VND	24,933	0.16%	1.74%	-4.36%
EUR/USD	1	0.09%	2.47%	2.38%
USD/JPY	146	0.32%	6.69%	-0.68%
USD/CNY	7	0.03%	1.82%	1.87%
USD/GPB	1	-0.08%	-1.47%	-2.85%
USD/KRW	1,341	0.14%	3.34%	-0.12%
USD/AUD	1	-0.11%	-1.45%	-3.45%
USD/CAD	1	0.13%	1.37%	-0.54%

Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 22/08/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,282.78	15.50	-1.27	-0.10	549	13,952
HNX INDEX	238.47	16.13	0.06	0.02	64	1,075





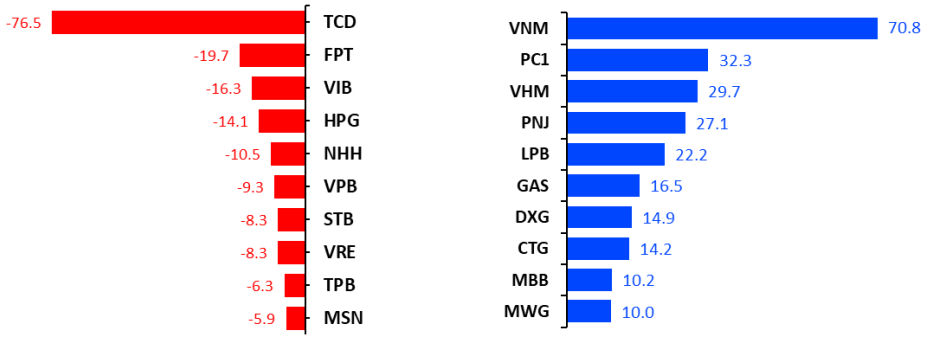
Money flow and sector rotation (VND bn)

Sector	%1D	8/22/2024	8/21/2024	20-session Average
Insurance	124.08	61	27	37
Health Care	99.73	76	38	42
Media	78.32	17	9	8
Food and Beverage	30.25	1,361	1,045	1,522
Real Estate	-3.6	2,710	2,810	2,295
Travel & Leisure	-4.0	115	120	180
Financial Services	-5.9	1,543	1,640	1,576
Basic Resources	-7.6	1,136	1,229	972
Personal & Household Goods	-11.4	341	385	301
Construction & Materials	-12.0	640	727	595
Industrial Goods & Services	-21.1	607	769	802
Automobiles & Parts	-22.1	210	270	281
Chemicals	-35.6	643	998	822
Banks	-37.8	2,988	4,801	2,826
Technology	-41.3	517	880	672
Oil & Gas	-42.9	168	295	215
Utilities	-44.1	239	429	343
Retail	-55.5	550	1,235	780

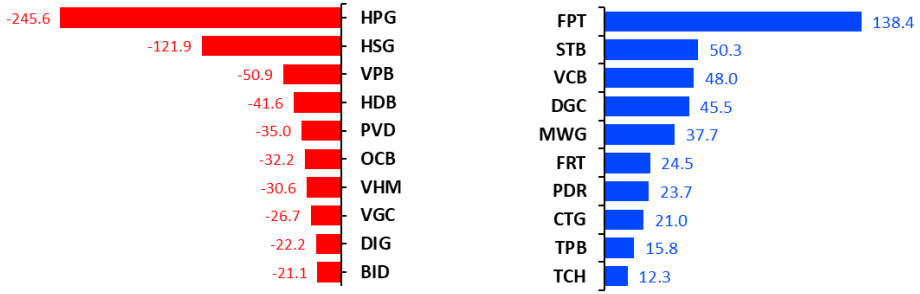
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 22/08/2024

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	39	(22)	(25)	47
Basic Resources	(13)	(391)	423	(32)
Media	-	1	(1)	0
Industrial Goods & Services	(4)	2	(6)	4
Health care	-	(1)	(1)	2
Chemicals	(7)	33	(43)	10
Financial Services	8	(48)	36	12
Travel & Leisure	(2)	(15)	19	(4)
Banks	(15)	(65)	99	(34)
Construction & Materials	(23)	(84)	31	53
Food and Beverage	76	(53)	(35)	88
Retail	11	63	(36)	(27)
Utilities	16	(15)	(0)	15
Personal & Household Goods	30	(4)	(41)	44
Technology	(20)	142	(81)	(60)
Automobiles & Parts	4	20	(24)	3
Insurance	1	2	(6)	5
Oil & Gas	2	(36)	46	(10)
Total	**104**	**(472)**	**354**	**118**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- The State Bank of Vietnam has been waiting for a 'cold front' from the Fed. The Fed's expected interest rate cut in September is seen as creating conditions for the State Bank to implement a more accommodative monetary policy, following a period of deploying various tools to curb the upward pressure on the exchange rate. Amidst the sharp decline of the US dollar in the global market and an abundant domestic foreign exchange supply due to increased registered and disbursed FDI compared to the same period and a positive trade balance, the USD/VND exchange rate has seen a significant drop across both the official and unofficial markets.
- The Vietnam Fertilizer Association, together with China's agricultural technology and Guangxi's agricultural materials associations, has hosted a forum to boost fertilizer production and trade partnerships. China's agricultural sector has undergone a significant transformation, moving beyond traditional manual labor and adopting cutting-edge technologies like AI, drones, and automated systems.
- Conclusion 76-KL/TW outlines major policies and decisions to leverage the country's overall potential and strengths, as well as those specific to the petroleum industry, enabling the sector to overcome challenges and achieve sustainable development. However, the petroleum industry still faces some shortcomings and limitations in achieving certain strategic goals, infrastructure reserves, and the progress of large-scale projects. The industry also needs to focus on attracting and encouraging investment from non-state economic sectors and international financial institutions; pay attention to developing high-quality human resources, coupled with policies to attract talent and provide in-depth training to meet international standards

Breaking News



Business news

- **NVL:** Through restructuring efforts, Novaland has garnered significant support from both domestic and international partners, resulting in notable achievements over the past period. However, numerous challenges have hindered negotiations with some international partners, prolonging the process beyond expectations. The consensus of these partners in the upcoming period will serve as a driving force for the company's swift recovery and fulfillment of its commitments to all stakeholders. In the second quarter of 2024, the real estate group's business and restructuring operations exhibited positive signs, indicating a strong rebound. At the recent annual general meeting of shareholders, leaders of commercial banks unanimously recognized real estate as a promising sector that offers substantial benefits to all stakeholders and the economy
- **TMS:** Transimex (TMS) has just completed the issuance of the bond TMSH2426001 with a value of 100 billion VND, a term of 2 years, and a fixed interest rate of 9.5%. This bond was issued and completed on the same day, August 13, 2024. Therefore, the maturity date will be August 13, 2026. Notably, this is a "triple-zero" bond: non-convertible, without warrants, and without collateral
- **HAP:** HAPACO Joint Stock Corporation (stock code: HAP-HOSE) has just announced the Board of Directors' resolution on contributing additional capital to Green International Hospital Joint Stock Company. It is known that Hapaco has contributed an additional VND 554 billion, of which VND 480 billion was contributed through the acquisition of shares from existing shareholders at Green Hospital, equivalent to 24 million shares, and VND 74 billion was contributed from the purchase of newly issued shares, equivalent to 7.4 million shares. The completion date for the capital contribution was March 23, 2022. The total capital contributed by HAP after the additional contribution at Green Hospital is VND 731 billion. Of which, the capital contributed based on the par value of the owned shares is VND 491 billion, equivalent to 49.1 million shares of Green Hospital, representing a ratio of 81.83%, and Green Hospital has become a subsidiary of HAP

Breaking News



Business news

- **FRT:** Information from FPT Retail (stock code FRT) revealed that the company has completed the opening of 100 vaccination centers in just 8 months. Thus, Long Châu Vaccination has achieved its full-year target for opening centers nearly 5 months ahead of schedule. It is expected that the company will reach a milestone of 130 centers by the end of 2024, exceeding the initial target presented at the Annual General Meeting by 30 centers. FPT Long Châu officially entered the vaccination field with its first two centers in July 2023. Regarding market potential, the company's representative said that the current vaccination coverage rate in Vietnam is about 4% of the population, while in many other countries in the region, it is 15-30%, so the potential of this segment is still significant
- **HSG:** Despite HSG's rising share price, Dragon Capital group sold an additional 3 million shares. Dragon Capital's fund group continued to offload a significant amount of Hoa Sen Group Corporation (HOSE: HSG) shares on August 20th, following a near-month-long selling spree. Meanwhile, in the market, HSG shares closed at VND 20,580/share on August 20th, marking a more than 17% increase over the past year. Liquidity was quite active with an average of nearly 12 million shares traded per session. As a result, Dragon Capital's fund group has pocketed approximately VND 65 billion from these transactions.
- **DRC:** Recently, the leadership of Da Nang Rubber Joint Stock Company (DRC) participated in a business trip to the United States and Canada organized by the State Capital Management Committee. DRC promoted its tire products in the Canadian market. DRC has also been actively promoting a series of plans to rapidly increase its market share in the United States in 2024 and beyond. Therefore, Mr. Ha Phuoc Loc expects that the cooperative connections with Canadian and American businesses established during this trip will be a crucial factor in helping DRC solidify its ambitious goals in the vast North American market

Technical view

Trend: Increase in shortterm

- The VNINDEX closed at 1,282.78 points (-1.75 points, -0.1%) with lower-than-average trading volume over the past 20 sessions. The market saw 171 gainers and 228 decliners. Stocks contributing to the market's increase included SSB, TCB, and CTG, while HPG, VNM, and VCB weighed on the market. Most industry groups gained strongly. Foreign investors net sold over 470 billion dong
- **Technical view:** The market opened enthusiastically, but then selling pressure pulled the VN-Index down. Trading hovered around the 1280-1290 range, with lower liquidity after four consecutive up days and no signs of distribution. Given the recent strong rally, a correction like today's is quite understandable. Currently, the market lacks sufficient signals to form a new wave. We expect the market to consolidate in the coming period for a more convincing breakout later. Support and resistance levels are 1,230 and 1,300 respectively
- **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

23/08/2024 9:00 AM

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	Note
VGT	Prepare to buy	15.2	17.9	14.7	18%	-3%	15.4	Upward trend on EMA 20 with good liquidity	

Trading portfolio

Ticker	Recommendation	Buying price	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
MSN	Sell	74.5	78.9	70.7	6%	-5%	78	10	4.70%	09/08/2024	Already sold in the session
DHC	Hold	37.4	40.8	35.8	9%	-4%	38.45	9	2.81%	12/08/2024	
REE	Hold	66.9	73.8	64.6	10%	-3%	69.7	9	4.19%	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.