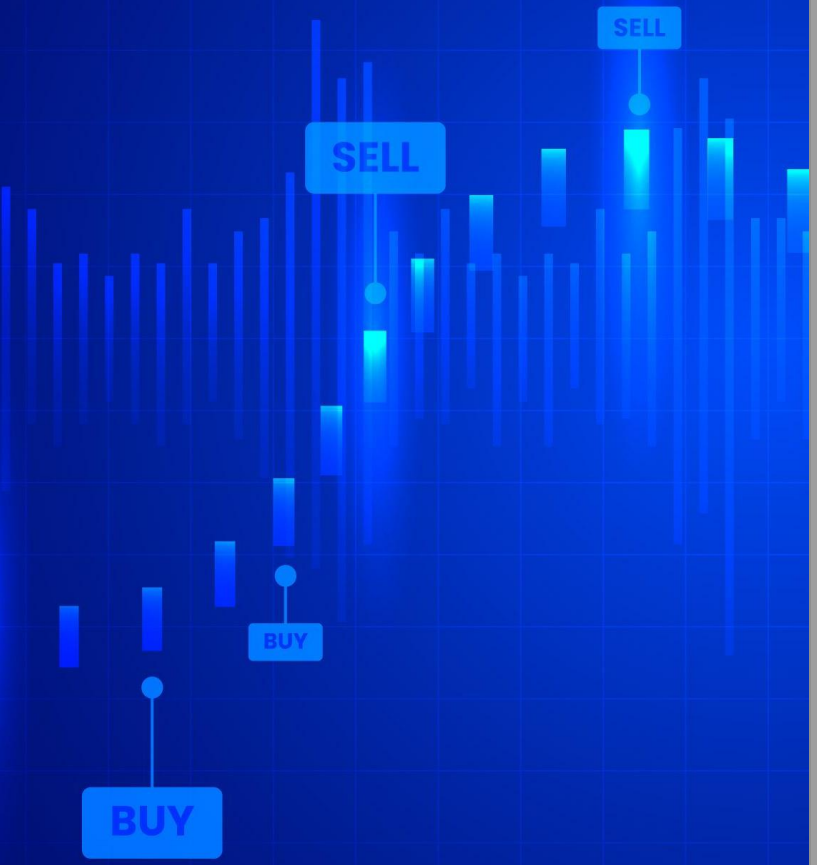
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MORNING CALL

26/08/2024

"Reaching to 1,300 zone for the 4th time"

- ❑ World stocks: The Fed's interest rate cut is right around the corner
- ❑ Vietnamese stocks: Reaching to 1,300 zone for the 4th time
- ❑ Macro news
- ❑ Business news: #MWG, #HHV, #NKG, #PTB, #HNA, #PVS
- ❑ Technical perspective and updated recommendations #VGT
- ❑ Event calendar
- ❑ Q&A

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Following SSV's Zalo,
Catching the latest report



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Shinhan Securities

Global Market Review 26/08 – 30/08/2024

Major stocks market

- Stocks in the U.S. rallied on Friday, after Fed Chair Jerome Powell signaled that interest rate cuts are imminent, reinforcing expectations that the central bank will begin easing monetary policy in September. The S&P 500 rose 1.1%, the Dow Jones gained 462 points, and the Nasdaq advanced 1.4%, bolstered by strong gains in software and semiconductor stocks. Powell's comments at the Jackson Hole symposium boosted market confidence, with traders now anticipating a 70% chance of a 25pbs cut and a 30% chance of a 50pbs cut. For the week, both the S&P 500 and the Nasdaq gained 1.3%, while the Dow rose by 1%.
- The Nikkei 225 Index rose 0.4% to close at 38,364 while the broader Topix Index gained 0.5% to 2,685 on Friday, reversing losses from earlier in the session even after Bank of Japan Governor Kazuo Ueda said in his Diet testimony that the central bank could adjust monetary policy if its economic projections materialize, indicating willingness to hike rates again. Investors also digested data showing Japan's core inflation rate accelerated for the third consecutive month to 2.7% in July, while the headline inflation rate remained unchanged at 2.8% for the third straight month.
- WTI crude oil futures advanced 2.5% to settle at $74.8 per barrel on Friday, following remarks by Federal Reserve Chair Jerome Powell, suggesting the central bank is ready to cut interest rates. Powell supported easing Fed policies, noting that further job market weakening would be undesirable, and expressed confidence that inflation is nearing the Fed's 2% target. Lower interest rates typically stimulate economic growth, which boosts oil demand.

Market	Close	%1D	%1M	%1Y
VN-Index	1,285	0.20%	3.48%	8.62%
S&P 500 Index	5,635	1.15%	3.21%	27.89%
Dow Jones Index	41,175	1.14%	1.44%	19.88%
GP 100	8,328	0.48%	0.51%	13.48%
Nikkei 225	37,916	-1.17%	0.66%	19.89%
SHCOMP Index	2,854	0.20%	-1.26%	-6.84%
STOXX 600	518	0.46%	1.03%	14.79%
KOSPI Index	2,710	0.31%	-0.79%	7.58%
Hang Seng	17,612	-0.16%	3.47%	-1.92%

Commodity	Close	%1D	%1M	%1Y
Brent	80	0.71%	-1.91%	-5.80%
WTI	75	0.76%	-2.28%	-5.55%
Gasoline	229	0.39%	-6.77%	-20.25%
Natural gas	2	-0.40%	0.40%	-20.71%
Coal	145	-1.06%	7.80%	-3.20%
Gold	2,514	0.07%	5.32%	30.94%
China HRC	3,173	-0.94%	-11.69%	-19.75%
Steel rebar	3,010	0.33%	-3.90%	-16.34%
BDI index	1,762	-0.34%	-2.54%	63.15%

Currency	Close	%1D	%1M	%1Y
Dollar Index	101	-0.16%	-3.61%	-3.38%
USD/VND	24,978	-0.02%	1.55%	-4.54%
EUR/USD	1	0.02%	3.11%	3.47%
USD/JPY	144	0.45%	6.99%	1.96%
USD/CNY	7	0.37%	2.16%	2.21%
USD/GPB	1	0.00%	-2.62%	-4.63%
USD/KRW	1,323	0.54%	4.61%	0.03%
USD/AUD	1	0.07%	-3.57%	-5.32%
USD/CAD	1	0.03%	2.45%	0.70%

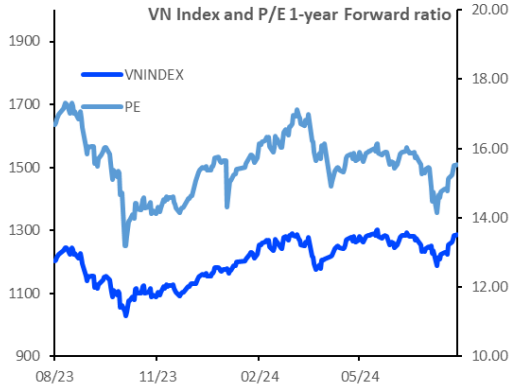
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 23/08/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,285.32	15.53	2.54	0.20	593	14,172
HNX INDEX	240.07	16.20	1.60	0.67	67	1,206





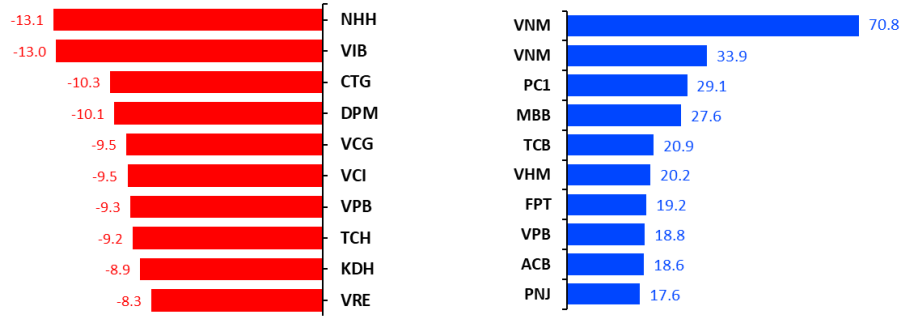
Money flow and sector rotation (VND bn)

Sector	%1D	8/23/2024	8/22/2024	20-session Average	Trend
Insurance	52.65	94	61	41	-
Financial Services	49.73	2,310	1,543	1,647	-
Chemicals	23.11	791	643	830	-
Industrial Goods & Services	14.88	697	607	807	-
Automobiles & Parts	12.39	236	210	286	-
Health Care	6.67	81	76	44	-
Real Estate	3.59	2,807	2,710	2,357	-
Travel & Leisure	1.26	117	115	172	-
Basic Resources	-2.3	1,110	1,136	1,005	-
Retail	-5.4	520	550	784	-
Technology	-7.5	478	517	668	-
Media	-8.2	15	17	9	-
Personal & Household Goods	-11.1	303	341	308	-
Construction & Materials	-13.3	555	640	603	-
Banks	-13.4	2,586	2,988	2,853	-
Utilities	-17.3	198	239	339	-
Food and Beverage	-18.4	1,111	1,361	1,514	-
Oil & Gas	-23.7	128	168	210	-

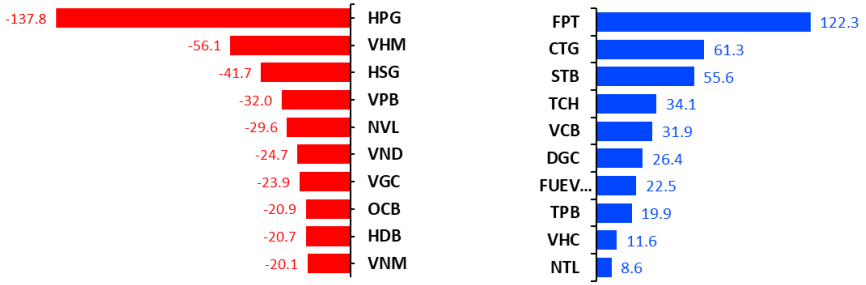
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 23/08/2024

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	55	(113)	22	92
Basic Resources	12	(180)	195	(15)
Media	-	(2)	2	0
Industrial Goods & Services	10	(10)	5	5
Health care	-	(0)	0	0
Chemicals	(26)	18	(8)	(10)
Financial Services	1	24	(540)	516
Travel & Leisure	4	1	1	(2)
Banks	92	87	(195)	109
Construction & Materials	20	(29)	7	23
Food and Beverage	119	(12)	(58)	71
Retail	8	(19)	(32)	51
Utilities	6	(3)	(8)	11
Personal & Household Goods	17	7	(24)	17
Technology	19	112	(124)	13
Automobiles & Parts	(10)	35	(30)	(4)
Insurance	(2)	6	4	(9)
Oil & Gas	0	3	2	(5)
Total	**325**	**(79)**	**(783)**	**861**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- Winning high land auctions would lead to large cost for the real estate market. The Vietnam Association of Realtors (VARS) said that through two land auctions in Thanh Oai and Hoai Duc districts (Hanoi), the high price increase reflected the needs of the people, but also could cause future consequences for the real estate market.
- Many FDI processing and manufacturing enterprises want to expand production in Vietnam. In the North, a large company in the field of manufacturing electronic components with a factory in Thang Long Industrial Park invested in expanding production two years ago, increasing its export scale by four times, reaching about 200-240 million USD/year. "They are currently looking for a location to open another factory. Thang Long Industrial Park has run out of land, forcing enterprises to find a new location with a demand of 7-10 hectares," said a representative of the US-ASEAN Business Council. Similarly, a company in the South that produces OEM for foreign customers in the electronics sector with an export scale of 2 billion USD/year has a factory in the high-tech park of Ho Chi Minh City. "They said that customers are increasing pressure, forcing them to increase capacity," Mr. Thanh added.
- After growing rapidly, Vietnam's fish exports have suddenly slowed down in major markets. According to the Vietnam Association of Seafood Exporters and Producers (VASEP), by the end of July 2024, Vietnam's tuna exports continued to maintain growth momentum compared to the same period last year, up 14% to nearly 87 million USD. However, the export growth rate is slowing down significantly compared to previous months. Notably, tuna exports to major markets such as the EU, Israel, Canada, Mexico, etc. all recorded a downward trend in July.

Breaking News



Business news

- **MWG:** Since the beginning of the year, Mobile World has closed hundreds of stores in its mobile device, electronics and pharmacy retail chain, but continues to expand its grocery chain and its child studying abroad in Indonesia. At the second quarter 2024 investor meeting, MWG leaders said that the company has basically completed the closure of TGDĐ and ĐMX stores. However, the An Khang pharmacy chain is still in the process of purification, and is expected to continue to close nearly 200 more stores, maintaining the number of operating pharmacies at about 300 points of sale.
- **HHV:** In response to the news that the bidding package 4.7 of Long Thanh airport was rejected, Deo Ca Group responded. The representative of Deo Ca Joint Venture said that at the time of the bidding document evaluation process, the member of the Joint Venture Hoang Long Construction Investment Corporation - JSC had a full bidding account and normal operating status on the National Bidding Network System and at this time there was no decision approving the results of contractor selection for Bidding Package No. 4.7.
- **NKG:** With 7 months of positive growth, NKG is recommended to increase its proportion. In the second quarter of 2024, NKG recorded revenue of more than VND 5,660 billion, up 2.9% and profit after tax of VND 219.6 billion, up 75% over the same period in 2023 thanks to increased galvanized steel output and financial revenue increased 2.2 times, reaching VND 113.6 billion. Accumulated in the first 6 months of 2024, NKG's revenue reached more than VND 10,951 billion, up 11% over the same period and profit after tax reached VND 369.7 billion, up 4.85 times compared to the first 6 months of 2023.

Breaking News



Business news

- **PTB:** Phu Tai terminates Dong Nai branch operations. Phu Tai Joint Stock Company (code PTB - HOSE) has just approved the termination of operations of the Stone Processing Factory branch in Dong Nai province due to restructuring of member units. Regarding business activities, in the second quarter of 2024, Phu Tai recorded revenue of VND 1,608.06 billion, an increase of 9.1% over the same period, profit after tax of VND 113.96 billion, an increase of 11.6% over the same period last year. In which, gross profit margin decreased from 21.3% to 20.2%.
- **HNA:** Ho Chi Minh City Stock Exchange (HoSE) has just issued a document reminding Hua Na Hydropower Joint Stock Company (stock code HNA) about the delay in announcing the Board of Directors' Decision approving the 2024 production and business plan. HoSE reminded Hua Na Hydropower to comply with legal regulations on the stock market to ensure shareholders' rights, and to review and publish additional information.
- **PVS:** The two midstream contracts EPCI#3 and EPCI#4 of the Block B gas project undertaken by PetroVietnam Technical Services Corporation (stock code PVS) will be implemented in the third quarter of this year. According to a recent update by Vietcap Securities on the business prospects of PetroVietnam Technical Services Corporation (stock code PVS – HNX), the commencement date of the Block B project is expected to be delayed until the end of this year, compared to the original plan of mid-year, but the midstream contracts of Block B will begin to be implemented in the third quarter of 2024. The midstream contracts of Block B were approved by the Southwest Pipeline Operating Company (SWPOC) for contractor selection on July 3, 2024 after the Japanese partner Mitsui & Co., Ltd. (through its subsidiary Mitsui Oil Exploration Co., Ltd. - MOECO) received its Final Investment Decision (FID) in early April.

Technical view

Trend: Approaching the 1,300 point zone

- VNINDEX closed at 1,285.32 (+2.54 points, +0.2%) with liquidity falling to the 20-session average. The market had 172 green codes and 212 red codes. The group of stocks contributing to the market's increase included GVR HPG CTG while FPT LPB VRE contributed to the market's decrease. Most industry groups increased sharply. Foreign investors net sold more than VND 77 billion
- **Technical view:** VNINDEX closed the week at 1,285 (+33.09 points, +2.64%) with continued high liquidity. The banking and real estate sectors took turns driving the market. The short-term trend is upward, with resistance at the old peak of 1,300; however, profit-taking pressure in this area will become increasingly strong as the index has risen significantly in recent sessions
- **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 1,280–1,300 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	

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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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