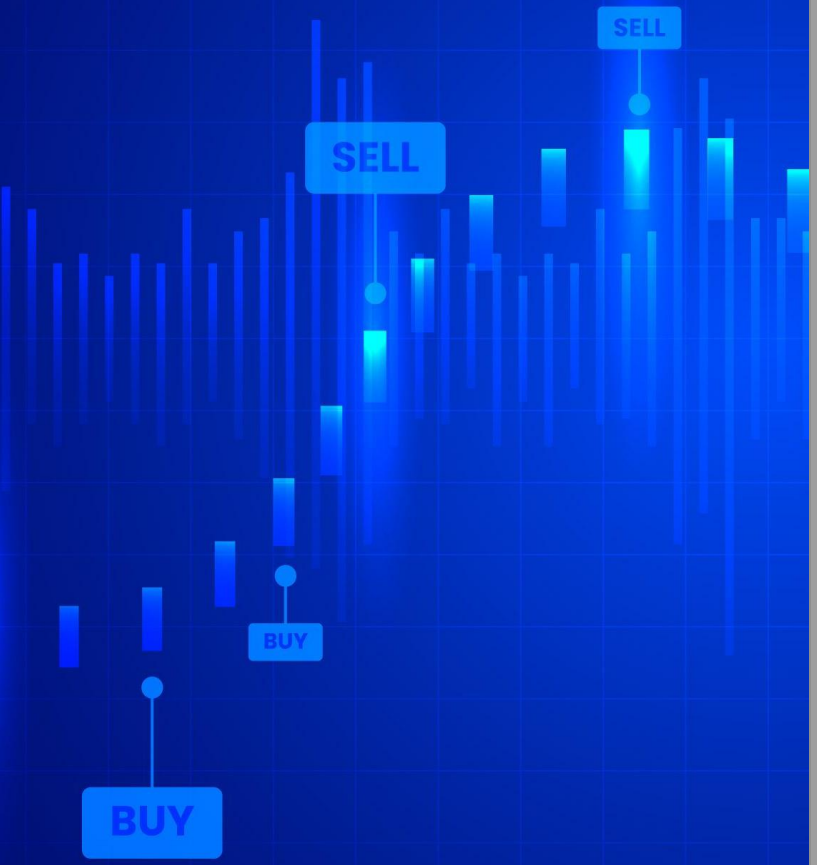
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MORNING CALL

27/08/2024

“Adjust to wait for new cash flow”

- ❑ World stocks: Dow Jones sets a new record
- ❑ Vietnamese stocks: Adjust to wait for new cash flow
- ❑ Macro news
- ❑ Business news: #MCH, #GMD, #VPB, #VCB, #TMS, #HPX
- ❑ 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 26/08 – 30/08/2024

Major stocks market

- The Dow Jones hit a record high on Monday, recovering from early August losses as traders anticipated Federal Reserve rate cuts. However, the index later fluctuated around the flatline after rising over 200 points. Meanwhile, the S&P 500 dropped 0.4%, and the Nasdaq fell 1% as investors seemed to shift from tech stocks to other sectors.
- European stocks closed in muted fashion on Monday, loosely holding the strong gains from the prior week as markets continued to assess the extent to which consolidated expectations of incoming rate cuts by the Federal Reserve will impact European borrowing costs. The Eurozone's Stoxx 50 eased below the flatline to 4,898, and the pan-European Stoxx 600 closed flat at 518.
- The Nikkei 225 Index fell 0.66% to close at 38,110 while the broader Topix Index dropped 0.87% to 2,661 on Monday, with Japanese shares retreating from three-week highs as a strong yen pressured domestic equities. The local currency appreciated as Bank of Japan Governor Kazuo Ueda indicated willingness to hike rates again, while Federal Reserve Chair Jerome Powell signaled that rate cuts are imminent.
- WTI crude oil futures surged more than 3% to above 77 USD per barrel on Monday, marking a third consecutive session of gains due to supply risk concerns amid escalating Middle East tensions. Over the weekend, intense exchanges of missiles between Israel and Hezbollah, following the assassination of a Hezbollah commander, heightened fears of broader regional conflict affecting oil supplies.

Market	Close	%1D	%1M	%1Y
VN-Index	1,280	-0.41%	3.05%	8.17%
S&P 500 Index	5,617	-0.32%	2.89%	27.49%
Dow Jones Index	41,241	0.16%	1.60%	20.07%
GP 100	8,328	0.48%	0.51%	13.48%
Nikkei 225	38,068	-0.11%	1.06%	20.37%
SHCOMP Index	2,856	0.04%	-1.22%	-6.81%
STOXX 600	518	-0.02%	1.02%	14.77%
KOSPI Index	2,688	-0.37%	-1.60%	6.71%
Hang Seng	17,799	1.06%	4.57%	-0.88%

Commodity	Close	%1D	%1M	%1Y
Brent	81	-0.29%	0.07%	-3.89%
WTI	77	-0.40%	-0.06%	-3.41%
Gasoline	229	0.36%	-7.01%	-20.46%
Natural gas	2	0.51%	-1.99%	-22.60%
Coal	146	0.34%	8.09%	-2.48%
Gold	2,512	-0.23%	5.37%	30.83%
China HRC	3,193	0.63%	-9.47%	-18.82%
Steel rebar	3,109	2.10%	-0.73%	-13.59%
BDI index	1,762	-0.34%	-2.54%	63.15%

Currency	Close	%1D	%1M	%1Y
Dollar Index	101	0.06%	-3.26%	-3.04%
USD/VND	24,873	0.42%	1.80%	-3.51%
EUR/USD	1	-0.01%	3.13%	3.15%
USD/JPY	145	-0.23%	6.32%	1.15%
USD/CNY	7	-0.02%	1.80%	2.34%
USD/GPB	1	0.04%	-2.43%	-4.40%
USD/KRW	1,331	-0.13%	3.89%	-0.58%
USD/AUD	1	0.12%	-3.18%	-4.95%
USD/CAD	1	0.01%	2.72%	0.84%

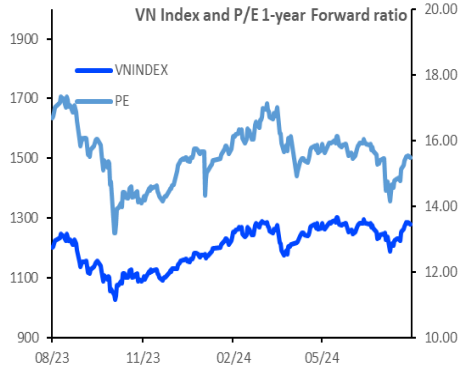
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 26/08/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,280.02	15.46	-5.30	-0.41	642	16,492
HNX INDEX	238.97	16.13	-1.10	-0.46	66	1,059





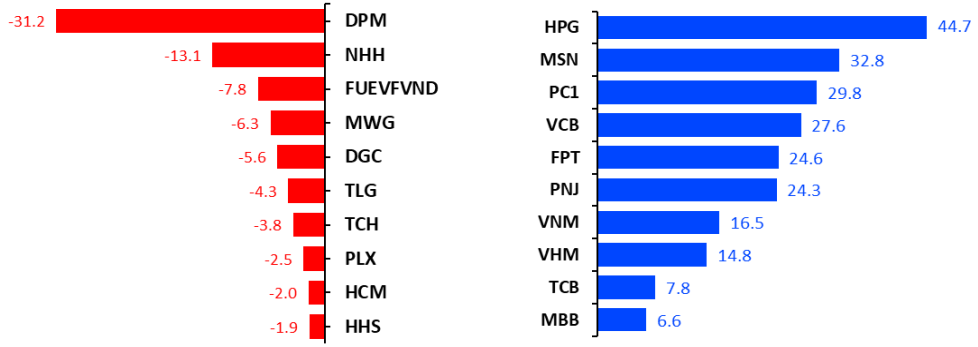
Money flow and sector rotation (VND bn)

Sector	%1D	8/26/2024	8/23/2024	20-session Average
Personal & Household Goods	136.53	717	303	333
Oil & Gas	70.00	218	128	215
Food and Beverage	35.31	1,503	1,111	1,532
Utilities	29.77	257	198	341
Banks	28.75	3,330	2,586	2,939
Retail	27.05	661	520	791
Financial Services	21.42	2,805	2,310	1,737
Industrial Goods & Services	10.58	771	697	813
Travel & Leisure	7.70	126	117	170
Chemicals	7.02	847	791	834
Real Estate	4.00	2,919	2,807	2,416
Construction & Materials	3.98	577	555	611
Basic Resources	-5.3	1,051	1,110	1,017
Technology	-14.7	407	478	653
Automobiles & Parts	-26.7	173	236	283
Health Care	-39.3	49	81	45
Media	-44.1	9	15	9
Insurance	-62.7	35	94	41

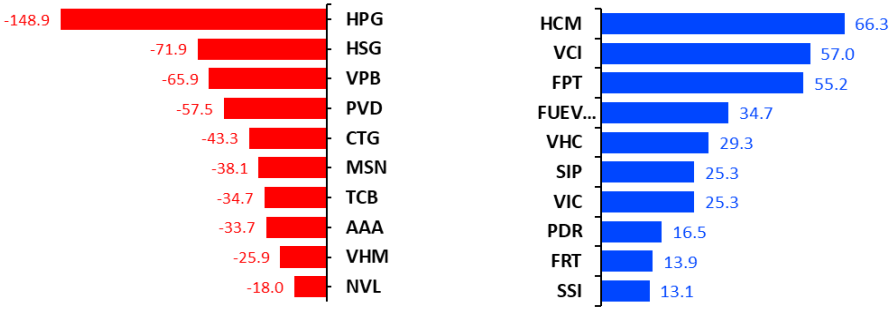
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 26/08/2024

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	24	9	3	(13)
Basic Resources	46	(228)	197	31
Media	-	(0)	0	-
Industrial Goods & Services	8	(13)	58	(45)
Health care	-	(3)	3	0
Chemicals	(50)	(49)	96	(47)
Financial Services	(3)	153	(126)	(26)
Travel & Leisure	2	(7)	(139)	146
Banks	64	(189)	(20)	209
Construction & Materials	31	(9)	(41)	51
Food and Beverage	50	(27)	7	20
Retail	(6)	(2)	(5)	7
Utilities	6	(6)	(2)	8
Personal & Household Goods	20	(14)	57	(43)
Technology	25	51	(92)	41
Automobiles & Parts	(6)	(3)	6	(3)
Insurance	1	(1)	1	(0)
Oil & Gas	(3)	(52)	75	(23)
Total	**209**	**(390)**	**78**	**312**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- Investors are looking to Southeast Asian markets ahead of the possibility of the Fed cutting interest rates soon. As expectations of a US rate cut increase, investors have begun to turn to Southeast Asia in search of markets that benefit from a controlled inflation environment. Foreign direct investment (FDI) into the 10 member states of the Association of Southeast Asian Nations (ASEAN) reached a record $229.8 billion in preliminary figures for 2023, with significant increases in Singapore, Vietnam and Cambodia.
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- FTSE Russell may decide to upgrade Vietnam in its September 2025 review. The Ministry of Finance and the State Securities Commission (SSC) have released a draft circular amending four circulars related to foreign institutional investors being able to buy securities without sufficient funds (Non Pre-funding solution – NPS) and a roadmap for information disclosure in English. The Circular will be implemented soon in the fourth quarter of 2024 and will be the basis for FTSE Russell to give a positive assessment in the September rating period this year and decide to upgrade Vietnam in the September 2025 assessment period.

Breaking News



Business news

- **MCH:** Masan Consumer Corporation (code MCH-UPCoM) announced its plan to issue shares under the employee stock option program (ESOP) to encourage employees and senior managers. Accordingly, MCH plans to issue 7,174,310 shares at VND10,000/share, accounting for nearly 1% of the total number of outstanding shares. These ESOP shares are restricted from transfer within 1 year from the end of the issuance. The expected time to receive payment is from August 23 to 4:00 p.m. on September 5.
- **GMD:** Accounting for 27% of the market share in the South, expanding the shipping segment again. According to a recent share from Gemadept Joint Stock Company (Gemadept Group, stock code GMD - HoSE), despite domestic and foreign macroeconomic challenges, the total output of goods through the group's port system in the first 6 months of this year reached nearly 2 million TEUs, an increase of 50% over the same period last year.
- **VPB:** Vietnam Prosperity Joint Stock Commercial Bank (VPBank, code: VPB) has just announced a change in information on the number of shares and ownership ratio of over 1% of charter capital at this bank. According to the list updated to August 20, VPBank has a new institutional shareholder compared to the list that the bank posted on July 19, which is Tianhong Vietnamese Market Equity Launched QDII Fund (China).

Breaking News



Business news

- **VCB:** Vietcombank has been in the Top 50 Best Listed Companies in Vietnam for 12 consecutive years. Although 2024 is the first year Vietcombank has registered to participate in the HRAA award, the evaluation results of the Organizing Committee for Vietcombank in all criteria are significantly higher than the market average. Continuously receiving awards from prestigious domestic and foreign organizations, Vietcombank affirms its position, vision and mission as the number 1 bank in Vietnam, contributing greatly to the sustainable development of the country.
- **TMS:** Transimex wants to sell 500,000 CLX shares, reducing its ownership ratio at Cholimex. Cholimex targets total consolidated revenue in 2024 at VND 660 billion and after-tax profit at VND183.94 billion, a slight increase of nearly 2% compared to 2023. By the end of June, CLX had completed nearly half of its annual profit target.
- **HPX:** In a dispute over a sales contract, Hai Phat must pay VND 3.8 billion to Hanoi Trade. Specifically, suspend the settlement of the lawsuit request of Hanoi Steel and Trading JSC to demand a penalty for breach of contract against HPX in the amount of VND 305 million. At the same time, accept the lawsuit request of Hanoi Steel and Trading JSC to request HPX to pay the amount according to the principle contract on steel supply. Specifically, HPX must pay Hanoi Steel and Trading JSC the remaining amount of VND 3.8 billion.

Technical view

Trend: Weak demand as VN-Index approaches 1,300

- VNINDEX closed at 1,280.02 (-5.3 points, -0.41%) with liquidity equal to the 20-session average. The market had 148 green codes and 259 red codes. The group of stocks contributing to the market's increase included VHM VIC VPB while VNM MSN FPT contributed to the market's decrease. Most industry groups adjusted down. Foreign investors sold more than VND 389 billion.
- **Technical view:** The market opened slightly up more than 4 points, however, short-term profit-taking pressure appeared when VN-Index approached the 1,300-point threshold. The new cash flow was not strong enough to help VN-Index maintain green during the session, ending the session with a loss of more than 5 points. The MACD momentum index has shown signs of decline in recent sessions. The index fluctuated with a small amplitude and decreased liquidity, which is a signal of caution from buyers when approaching the important resistance zone. We believe that VN-Index will likely have a short-term correction and accumulate around the 1,250-1,280 zone before continuing the uptrend.
- **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

27/08/2024 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
DHC	Hold	37.4	40.8	35.8	9%	-4%	38.3	11	2.41%	12/08/2024	
REE	Hold	66.9	73.8	64.6	10%	-3%	70	11	4.63%	12/08/2024	
VGT	Hold	15.2	17.9	14.7	18%	-3%	15.1	2	-0.66%	23/08/2024	

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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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