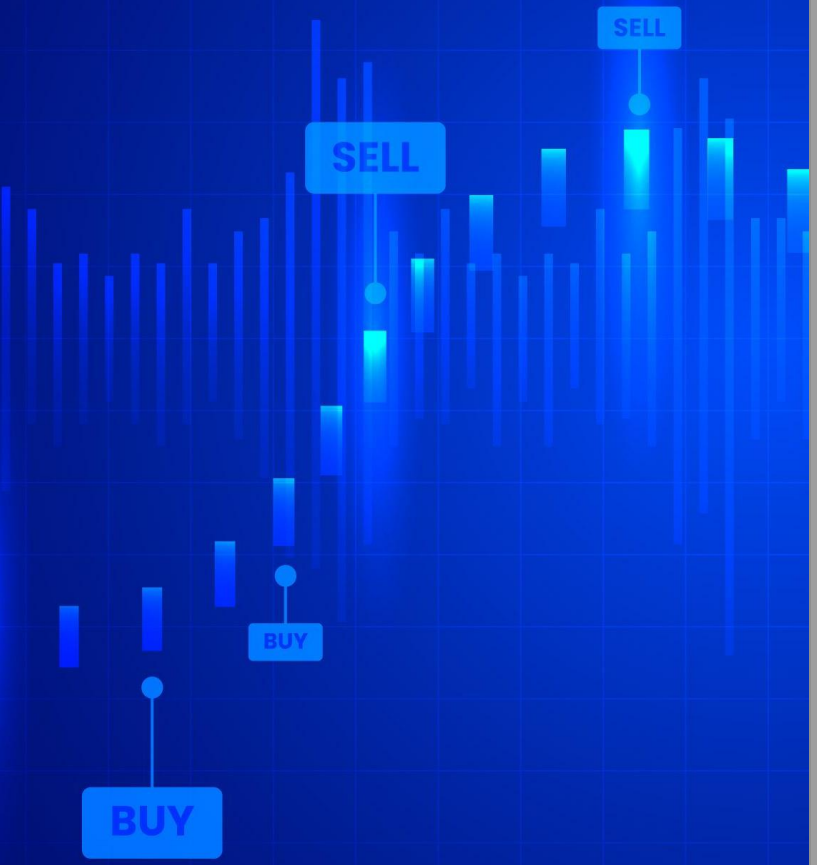
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MORNING CALL

28/08/2024

"Observe and wait"

- ❑ World stocks: US Futures Ease Ahead of Nvidia Earnings
- ❑ Vietnamese stocks: Observe and wait
- ❑ Macro news
- ❑ Business news: #ITA, #SBG, #CII, #NLG, #HSG, #VPB
- ❑ Technical perspective and updated recommendations
- ❑ Event calendar
- ❑ Q&A

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Following SSV's Zalo,
Catching the latest report



Please click or scan

Shinhan Securities

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

Major stocks market

- US stocks faced a choppy trading session on Tuesday as investors awaited Nvidia's earnings report, a key event for the AI sector. The S&P 500 gained 0.1%, the Nasdaq 100 rose 0.3%, while the Dow Jones finished marginally higher after setting a record high. Tech sector led the gains of the day as Nvidia's (+1.5%) results are highly anticipated, as they could influence the tech sector and AI investments.
- European stocks held early gains and closed slightly higher on Tuesday, recovering from yesterday's muted session as markets continued to assess the latest economic data and gauge the possible responses from key central banks. The Stoxx 50 closed slightly above the flatline at 4,902 and the Stoxx 600 added 0.2% to close at 519, the highest in over one month with support from key mining stocks in the broader index as the LSE reopened from a longer weekend.
- The Nikkei 225 Index rose 0.47% to close at 38,289 while the broader Topix Index gained 0.73% to 2,681 on Tuesday, erasing losses from earlier in the session, with all sectors participating in the advance. A pullback in the yen helped Japanese equities as investors continued to assess diverging monetary policies between the Bank of Japan and the Federal Reserve.
- WTI crude oil futures lost 2.4% to settle at $75.50 per barrel on Tuesday, losing steam after a more than 7% rally over the previous three sessions amid Middle East tensions and concerns about a potential shutdown of Libyan oil fields. Libya's announced a total closure of its oil fields amid political conflict and ongoing regional tensions.

Market

	Close	%1D	%1M	%1Y
VN-Index	1,281	0.04%	3.10%	6.56%
S&P 500 Index	5,626	0.16%	3.05%	26.90%
Dow Jones Index	41,251	0.02%	1.63%	19.36%
GP 100	8,345	0.21%	0.72%	13.72%
Nikkei 225	38,162	-0.33%	1.31%	18.63%
SHCOMP Index	2,849	-0.24%	-1.46%	-8.07%
STOXX 600	519	0.16%	1.18%	13.94%
KOSPI Index	2,685	-0.16%	-1.72%	5.57%
Hang Seng	17,875	0.43%	5.01%	-1.41%

Commodity

	Close	%1D	%1M	%1Y
Brent	80	0.49%	-1.47%	-5.31%
WTI	76	0.48%	-1.65%	-5.26%
Gasoline	224	-0.17%	-8.84%	-19.77%
Natural gas	2	0.58%	-4.54%	-25.75%
Coal	146	0.21%	8.31%	-2.28%
Gold	2,524	-0.02%	5.87%	31.46%
China HRC	3,230	1.16%	-8.42%	-17.87%
Steel rebar	3,175	2.16%	1.37%	-11.39%
BDI index	1,762	-0.34%	-2.54%	63.15%

Currency

	Close	%1D	%1M	%1Y
Dollar Index	101	0.06%	-3.55%	-3.31%
USD/VND	24,822	0.04%	1.89%	-3.31%
EUR/USD	1	-0.04%	3.31%	3.33%
USD/JPY	144	-0.18%	6.80%	1.61%
USD/CNY	7	-0.03%	1.92%	2.32%
USD/GPB	1	0.01%	-3.00%	-4.95%
USD/KRW	1,331	0.04%	3.89%	-0.59%
USD/AUD	1	0.01%	-3.59%	-5.35%
USD/CAD	1	0.01%	3.06%	1.17%

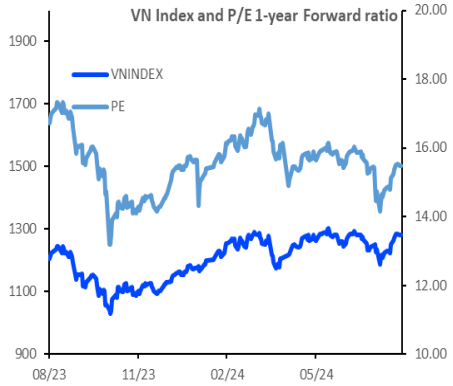
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 27/08/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,280.56	15.47	0.54	0.04	537	14,352
HNX INDEX	238.91	16.12	-0.06	-0.03	50	892





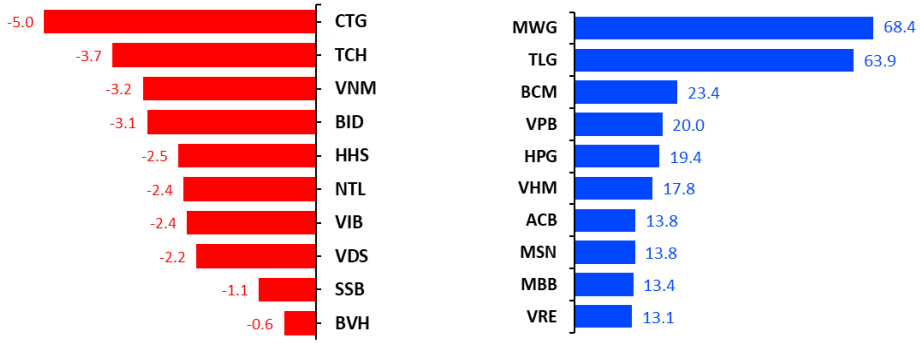
Money flow and sector rotation (VND bn)

Sector	%1D	8/27/2024	8/26/2024	20-session Average
Retail	98.83	1,313	661	832
Automobiles & Parts	40.30	243	173	285
Real Estate	35.15	3,945	2,919	2,512
Insurance	7.77	38	35	42
Utilities	4.76	269	257	341
Travel & Leisure	-8.1	116	126	160
Media	-12.3	8	9	9
Technology	-13.3	353	407	651
Construction & Materials	-18.8	469	577	612
Banks	-21.7	2,609	3,330	2,958
Industrial Goods & Services	-25.9	571	771	780
Food and Beverage	-27.4	1,092	1,503	1,506
Chemicals	-29.5	597	847	825
Health Care	-35.2	32	49	44
Oil & Gas	-36.4	139	218	216
Personal & Household Goods	-44.4	399	717	342
Basic Resources	-44.7	581	1,051	1,007
Financial Services	-44.8	1,547	2,805	1,753

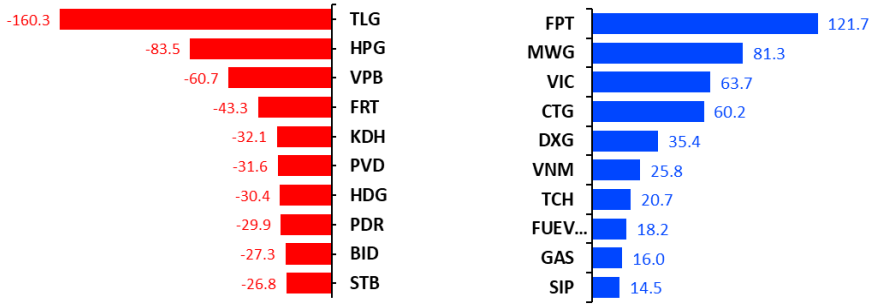
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 27/08/2024

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	71	9	(115)	106
Basic Resources	22	(105)	131	(26)
Media	-	(1)	1	-
Industrial Goods & Services	5	(5)	16	(11)
Health care	-	3	(3)	0
Chemicals	5	(5)	(1)	7
Financial Services	15	(22)	28	(6)
Travel & Leisure	5	(6)	14	(8)
Banks	80	(123)	31	92
Construction & Materials	5	9	(5)	(4)
Food and Beverage	13	(17)	16	1
Retail	80	42	(79)	38
Utilities	4	23	(24)	0
Personal & Household Goods	70	(161)	101	60
Technology	12	117	(145)	28
Automobiles & Parts	(6)	19	(13)	(6)
Insurance	(0)	(1)	4	(2)
Oil & Gas	(1)	(20)	17	4
Total	**381**	**(244)**	**(28)**	**272**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- The US is considering the Forest Act. 3 key changes in the bill. Controlled commodities: The bill focuses on five specific commodities (palm oil, soybeans, livestock products, cocoa and rubber), excluding coffee and timber. However, timber imports are already more tightly controlled through the Lacey Act. Deforestation definition: The bill only considers illegal deforestation, not government-sanctioned deforestation, such as conversion of forests to rubber plantations. Geographic information requirements: The bill requires information on the geographical location of products, but may not require specific coordinates.
- Hanoi and Ho Chi Minh City renting price increases accordingly as real estate prices increase. The need for stable accommodation is always a top priority for students who live far from home. During the school year, this need increases even more. According to data from Batdongsan.com.vn, in July, the level of interest in rental rooms and houses in Hanoi increased by 10% compared to June. In Ho Chi Minh City, the increase was 22%. Rental prices in some areas tend to increase from the second quarter of 2024.
- Steel exports to the US increased sharply. According to Mekong ASEAN, which calculated Vietnam's steel export prices from data from the General Department of Customs, the average cumulative steel export price from the beginning of 2024 to August 15 decreased by 5.6% YoY, to 732.9 USD/ton. This caused Vietnam's steel export turnover to increase by only 13% over the same period, reaching 5.9 billion USD.

Breaking News



Business news

- **ITA:** Unable to find an auditor, Tan Tao (ITA) continues to request a postponement of submitting the 2024 Semi-Annual Financial Report. Tan Tao said that over the past several months, although the Company has made every effort to contact and persuade all auditors (30 auditors approved to audit public interest entities in the securities sector in 2023), all auditors have refused.
- **SBG:** Siba Group suddenly announced the termination of the Siba Nghe An High-Tech Mechanical Factory Investment Project, which was first granted by the Management Board of the Southeast Economic Zone of Nghe An province on January 4, 2023. Previously, on May 20, Siba Group approved the dissolution of Vmeco Dong Thap Clean Energy Company Limited, 100% of which was owned by Siba Group. The reason for the dissolution of the subsidiary was given by Siba Group due to changes in the business orientation of the company and its subsidiaries, optimizing the use of capital.
- **CII:** Ho Chi Minh City Infrastructure Investment (CII) revealed a plan to invest in a new project with a total investment value of up to VND 1,118.8 billion. Notably, in the Thu Thiem area (Thu Duc City, Ho Chi Minh City), Ho Chi Minh City Infrastructure Investment through its subsidiary, the North Thu Thiem Area One Member Co., Ltd., is in the preparation stage for investing in projects such as Lakeview 4 with an area of 9,474 m2, D'Vernal project with an area of 9,474 m2, Riverfront Residence project with an area of 5,823 m2, The River 2 project with an area of 19,882 m2, and Lot 1-18 office commercial building with an area of 6,054 m2.

Breaking News



Business news

- **NLG:** A major shareholder continues to register to sell 3.5 million shares. Thai Binh Investment JSC, an organization related to Mr. Nguyen Duc Thuan, a member of the Board of Directors of Nam Long Investment JSC (NLG - HOSE) continues to register to sell 3.5 million NLG shares to restructure its investment portfolio. The transaction is expected to take place from September 4 to October 3, by order matching or negotiation. If the transaction is successful, Thai Binh Investment JSC will reduce its ownership in NLG from 21.14 million shares, equivalent to 5.49%, to 17.64 million shares, equivalent to 4.58%.
- **HSG:** Report on the change of ownership threshold of 1% of foreign investors in Hoa Sen Group Joint Stock Company (code HSG-HOSE). Accordingly, the foreign fund group Dragon Capital has just announced that it has sold 3 million HSG shares in the session on August 21. Of which, Amersham Industries Limited fund sold 1 million shares; DC Developing Markets Strategies Public Limited Company fund sold 1 million shares; Hanoi Investments Holdings Limited fund sold 500,000 shares; and Norges Bank fund sold 500,000 shares.
- **VPB:** Shares of Vietnam Prosperity Joint Stock Commercial Bank have been raised to a new valuation level, thanks to the potential for credit growth and portfolio restructuring from FE Credit. In a report on VPB, BSC Securities said that the bank continued to cut the size of its corporate bond portfolio by 33.5%, reducing the proportion of corporate bonds in outstanding loans to 3.6%, the lowest level since 2020. By industry, the bank's lending sectors continued to come from wholesale and retail (up 17.8%), real estate business (up 22.1%) and accommodation services (up 36.4%). According to the latest update, outstanding loans to NVL at VPB have now decreased to about VND 6,000 billion.

Technical view

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

- VNINDEX closed at 1,280.56 (+0.54 points, +0.04%) with liquidity falling below the 20-session average. The market had 169 green codes and 235 red codes. The group of stocks contributing to the market's increase included VIC VHM FPT while BID VCB GAS contributed to the market's decrease. Industry groups had mixed increases and decreases. Foreign investors sold more than VND259.6 billion.
- **Technical view:** The cautious buying trend continued to appear during the trading session. VN-Index traded with liquidity falling below average along with a narrow fluctuation range. The market is in a void of business results information and the time when the Fed decides to cut interest rates is approaching, causing investors' motivation to buy more to decrease in recent sessions. Investors observing the market developments in the coming time to take a more appropriate actions. If the market maintains low-to-average liquidity in the down sessions and buying demand appears with increased liquidity in the up sessions (ideally if VN-Index can break out to 1,300 with improved liquidity), investors can confidently increase their positions. On the contrary, if liquidity increases sharply, with a wide range in the down session and loses the support level of 1,250 points, investors can consider reducing the proportion to manage portfolio risk.
- **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

28/08/2024 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%	38.15	12	2.01%	12/08/2024	
REE	Hold	66.9	73.8	64.6	10%	-3%	68.6	12	2.54%	12/08/2024	
VGT	Hold	15.2	17.9	14.7	18%	-3%	15.1	3	-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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