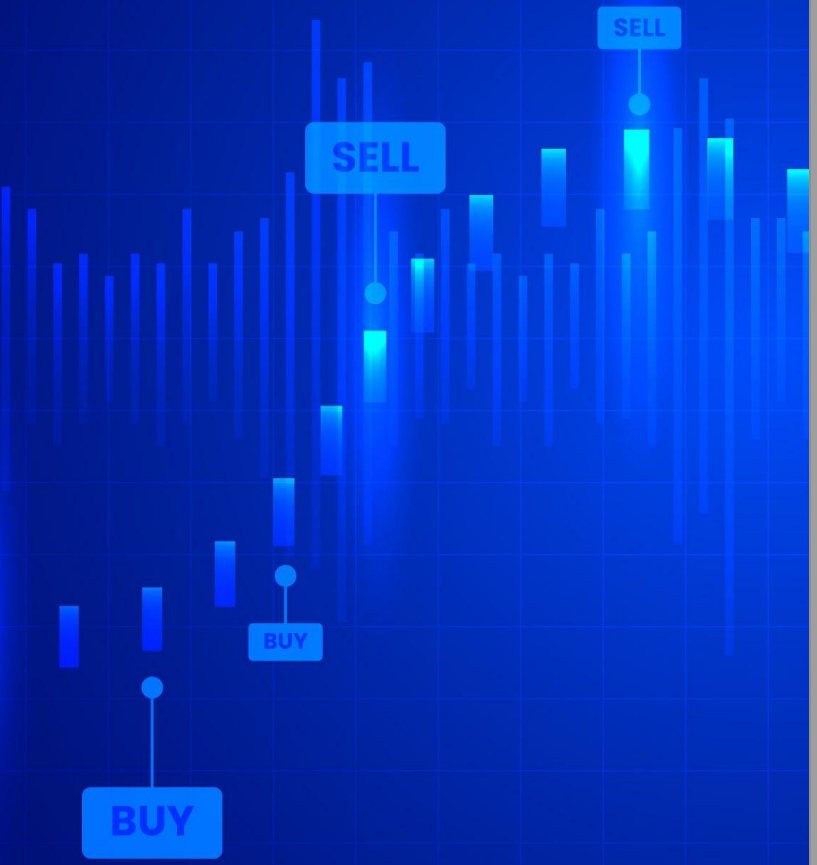
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MORNING CALL

29/08/2024

"The accumulation trend continues"

- ❑ World stocks: US Stocks fall ahead of Nvidia's earning
- ❑ Vietnamese stocks: The accumulation trend continues
- ❑ Macro news
- ❑ Business news: #VNM, #DIG, #FPT, #SMC, #PTL, #C32
- ❑ 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 slipped on Wednesday as investors braced for Nvidia's highly anticipated earnings report, which is expected to significantly impact the tech sector and broader market. The S&P 500 fell 0.6%, and the Nasdaq dropped 1.1%, while the Dow lost 159 points. Most sectors finished in the red, with tech leading the decline with a 2.1% drop in Nvidia shares, as traders speculated on a potential 10% swing in its stock price post-earnings.
- European equities closed slightly higher on Wednesday as markets awaited earnings results from Nvidia, among the largest gauges of global demand for chips and set to serve as a sentiment check for the AI-led rally for stocks across the globe this year. The Eurozone's Stoxx 50 added 0.3% to close at 4,916 and the pan-European Stoxx 600 closed 0.3% higher at 521, both at their highest since mid-July
- The Nikkei 225 Index fell 0.4% to around 38,220 while the broader Topix Index lost 0.2% to 2,686 on Thursday, snapping a two-day advance as losses in technology stocks outweighed gains in other sectors. Those moves came as megacap tech names in the US came under pressure overnight, while AI darling Nvidia tumbled in after-hours trading as the firm's quarterly results failed to impress investors' lofty expectations
- WTI crude oil futures fell by 1.3% to settle at $74.5per barrel on Wednesday, extending a 2.4% decline from the previous session, impacted by a smaller-than-expected draw in U.S. crude stockpiles and ongoing concerns over Chinese demand. Major banks have revised their price forecasts downward, citing economic challenges in key markets like China and a shift to electric vehicles, which are dampening fuel consumption.

Market	Close	%1D	%1M	%1Y
VN-Index	1,281	0.07%	2.79%	6.39%
S&P 500 Index	5,592	-0.60%	2.35%	24.34%
Dow Jones Index	41,091	-0.39%	1.36%	17.90%
GP 100	8,344	-0.02%	0.62%	11.77%
Nikkei 225	38,170	-0.53%	-0.78%	18.44%
SHCOMP Index	2,837	-0.40%	-1.88%	-9.52%
STOXX 600	521	0.33%	1.72%	13.22%
KOSPI Index	2,667	-0.85%	-3.56%	4.50%
Hang Seng	17,692	-1.02%	2.63%	-4.28%

Commodity	Close	%1D	%1M	%1Y
Brent	79	0.13%	-1.29%	-7.88%
WTI	75	0.19%	-1.52%	-8.01%
Gasoline	222	0.22%	-8.10%	-20.46%
Natural gas	2	1.19%	11.27%	-16.98%
Coal	145	-0.68%	7.57%	-9.23%
Gold	2,513	0.32%	5.39%	29.68%
China HRC	3,246	0.50%	-7.97%	-17.47%
Steel rebar	3,187	0.60%	4.22%	-10.43%
BDI index	1,755	1.98%	-2.34%	58.54%

Currency	Close	%1D	%1M	%1Y
Dollar Index	101	-0.15%	-3.46%	-2.50%
USD/VND	24,865	-0.01%	1.71%	-2.92%
EUR/USD	1	0.08%	2.85%	2.29%
USD/JPY	145	0.04%	6.57%	0.93%
USD/CNY	7	-0.02%	1.84%	2.13%
USD/GPB	1	-0.11%	-2.60%	-4.25%
USD/KRW	1,337	-0.06%	3.42%	-1.15%
USD/AUD	1	-0.12%	-3.60%	-4.61%
USD/CAD	1	0.11%	2.87%	0.64%

Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 28/08/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,281.44	15.48	0.88	0.07	617	14,774
HNX INDEX	238.23	16.07	-0.68	-0.29	58	991





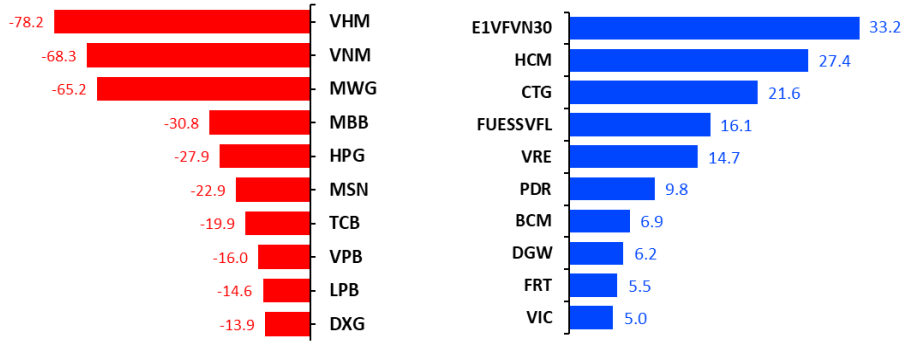
Money flow and sector rotation (VND bn)

Sector	%1D	8/28/2024	8/27/2024	20-session Average
Basic Resources	76.26	1,025	581	980
Financial Services	55.60	2,408	1,547	1,815
Media	47.99	11	8	9
Food and Beverage	24.25	1,356	1,092	1,463
Technology	13.64	401	353	649
Health Care	11.46	35	32	43
Construction & Materials	10.53	518	469	606
Chemicals	7.95	644	597	825
Travel & Leisure	2.77	119	116	157
Industrial Goods & Services	0.80	576	571	763
Real Estate	-5.1	3,744	3,945	2,608
Banks	-5.2	2,472	2,609	2,903
Oil & Gas	-10.3	124	139	211
Automobiles & Parts	-13.3	210	243	287
Utilities	-15.7	227	269	332
Insurance	-35.4	24	38	41
Personal & Household Goods	-38.3	246	399	339
Retail	-53.8	607	1,313	821

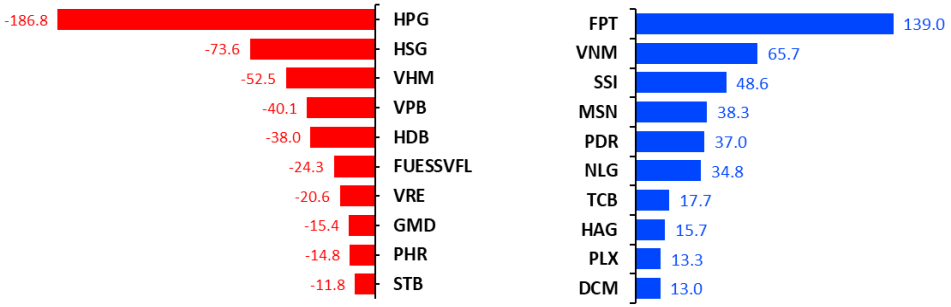
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 28/08/2024

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	(56)	(6)	101	(95)
Basic Resources	(31)	(249)	278	(29)
Media	-	(0)	0	-
Industrial Goods & Services	(0)	(26)	41	(15)
Health care	-	3	(3)	0
Chemicals	(3)	(16)	(0)	16
Financial Services	74	9	(76)	67
Travel & Leisure	(2)	(6)	7	(1)
Banks	(76)	(81)	92	(10)
Construction & Materials	1	(12)	16	(4)
Food and Beverage	(94)	118	(40)	(77)
Retail	(54)	(10)	87	(77)
Utilities	(1)	12	(18)	6
Personal & Household Goods	(10)	6	24	(30)
Technology	(10)	136	(132)	(4)
Automobiles & Parts	(1)	(1)	(1)	2
Insurance	1	(3)	1	1
Oil & Gas	(3)	15	(5)	(10)
Total	**(264)**	**(113)**	**374**	**(261)**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- The State Bank of Vietnam (SBV) announced at the end of August 28, 2024 that credit institutions with a growth rate of 80% or more of the credit room announced at the beginning of the year will be proactively adjusted to increase their credit balance. Specifically, from the beginning of 2024, the SBV has assigned all credit growth targets to credit institutions at the level of about 15% set out in Directive No. 01/CT-NHNN dated January 15, 2024.
- Life insurance companies and the first half of the year were gloomy. A series of major insurance brands in the market have just announced their second quarter financial reports with the common result that most businesses have decreased profits. For example, Manulife Vietnam recorded a profit after tax of more than VND 1,699 billion, down 13% compared to 2023. Of which, profit from financial activities in the first half of 2024 reached more than VND 3,142 billion, up more than 40% compared to the same period in 2023. Revenue from this financial activity comes mainly from investments in stocks, bonds and bank deposits.
- Banks face pressure to narrow NIM. Data from a report by Agribank Securities Company (Agriseco Research) shows that the industry-wide NIM ratio decreased slightly in the first 6 months of the year and reached about 3.27%, compared to 3.42% in the same period in 2023 and 3.4% in the last 6 months of the year. This ratio has generally returned to the normal period of the banking industry before COVID-19 and is lower than the period of 2021 - 2022 (when lending interest rates decreased more slowly than deposit interest rates).

Breaking News



Business news

- **VNM:** Vietcap forecasts that Vinamilk's 2024 net profit could grow by double digits to over VND10,000 billion. After a difficult period of finding growth momentum when the domestic milk market showed signs of saturation, Vinamilk (VNM) unexpectedly recorded breakthrough business results in the last quarter. Accordingly, the company's net revenue in the second quarter reached VND16,656 billion, an increase of nearly 10% over the same period in 2023, thereby setting a record since its operation. This is also the quarter with the highest growth rate since the beginning of 2022.
- **DIG:** The inspection conclusion clearly stated that the Ministry of Construction's decision to equitize the Development Investment - Construction Company (now DIC Corp Construction Development Investment Joint Stock Corporation) and divest state capital in this enterprise was in accordance with the Government's policies and regulations and the Prime Minister's direction.
- **FPT:** FPT Corporation (stock code FPT - HoSE) has just announced the opening of a new office in Shanghai, China. Sharing about the new office, Mr. Pham Thanh Tuan - Director of FPT China believes that the company will have strong and outstanding development steps in the near future through promoting the recruitment of high-quality technology engineers in the fields of project management, strategic consulting, responding to strong changes in the information technology industry.

Breaking News



Business news

- **DIG:** Cancellation of 200 bonds. The number of bonds canceled is 200, the total value of canceled bonds is 200 billion VND. The effective date of cancellation is August 22, 2024. The reason for cancellation is that the bonds are due for maturity.
- **PTL:** Victory Capital has replaced its General Director for the fifth time in three years. Victory Capital Joint Stock Company (code: PTL) has just announced its decision to dismiss Ms. Nguyen Thi Kim Thoa from the position of General Director and legal representative, and appoint Mr. Nguyen Tuan Anh to this position from August 26. Notably, just five days earlier, Mr. Tuan Anh had resigned from his position as an independent member of the Board of Directors at PTL.
- **C32:** On August 28, the State Securities Commission issued a decision to impose an administrative fine of VND150 million on CIC39 Joint Stock Company for publishing false information about profit after corporate income tax in its separate financial statements and consolidated financial statements. Accordingly, CIC39 Joint Stock Company (located at 45A Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province) was administratively fined under Decision No. 942/QD-XPHC of the State Securities Commission, with a fine of VND150 million, for publishing false information.

Technical view

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

- VNINDEX closed at 1,281.44 (+0.88 points, +0.07%) with liquidity falling around the 20-session average. The market had 168 green codes and 225 red codes. The group of stocks contributing to the market's increase included GVR TCB MBB while VCB VIC VHM contributed to the market's decrease. Most industry groups ended the session in light green. Foreign investors sold more than VND 112.5 billion.
- **Technical view:** The cautious buying trend continued to appear in the trading session. VN-Index traded with liquidity decreasing to around the average level 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

29/08/2024 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%	38.1	13	1.87%	12/08/2024	
REE	Hold	66.9	73.8	64.6	10%	-3%	68.6	13	2.54%	12/08/2024	
VGT	Hold	15.2	17.9	14.7	18%	-3%	14.9	4	-1.97%	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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