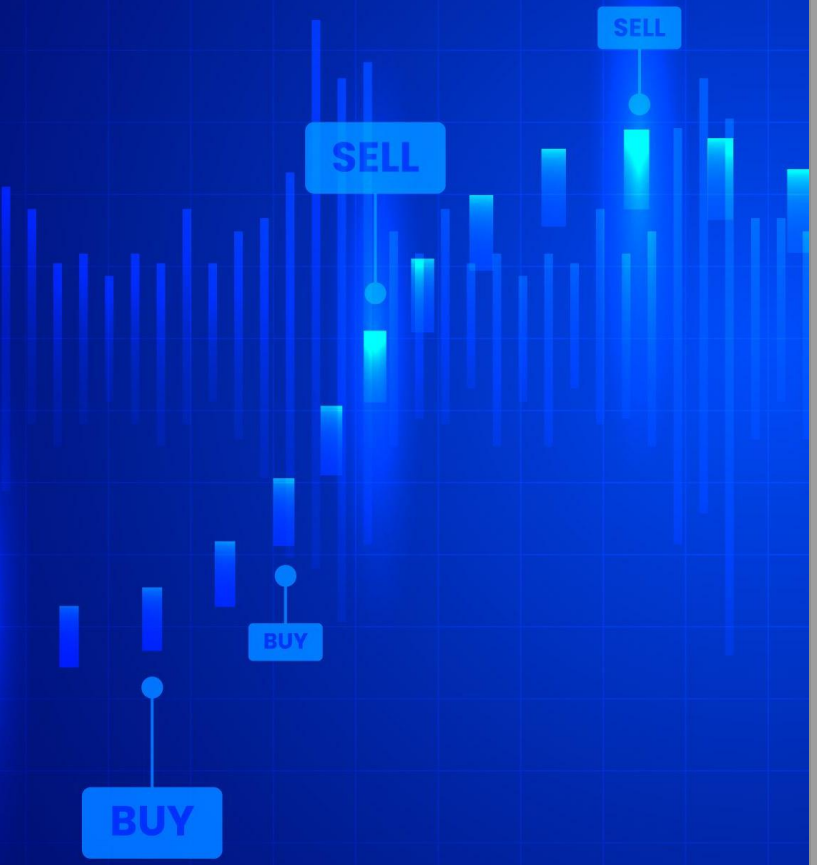
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MORNING CALL

04/09/2024

“Low trading volume”

- ❑ World stocks: The Dow Jones plummeted 600 points to kick off September
- ❑ Vietnamese stocks: Low trading volume
- ❑ Macro news
- ❑ Business news: #QTP, #VLC, #POW, #BCM, #GEG, #MCH
- ❑ Technical perspective and updated recommendations #DPR, #VHC
- ❑ 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 04/09 - 06/09/2024

Major stocks market

- US stocks declined sharply on Tuesday, posting their worst day since the August 5, driven by economic concerns and a significant selloff in tech stocks. The S&P 500 tumbled by 2.1% and the tech-heavy Nasdaq plummeted 3.1% while the Dow Jones shed 625 points.
- European stocks closed sharply lower on Tuesday, pressured by the aggressive pullback in afternoon trading amid losses on Wall Street as investors reduced their riskier positions ahead of a key batch of economic releases due this week. The Eurozone's Stoxx 50 fell 1.2% to close at 4,914, and the pan-European Stoxx 600 dropped 1% from yesterday's record high to close at 520
- The Nikkei 225 Index plunged nearly 4% to below 37,300 while the broader Topix Index dropped 2.6% to 2,662 on Wednesday, retreating sharply from one-month highs and tracking a tech-led selloff on Wall Street overnight. Those moves came as semiconductor stocks came under heavy selling pressure and weak manufacturing data fueled recession fears in the US. Technology stocks, particularly in the semiconductor sector, were at the forefront of the losses.
- WTI crude oil futures fell over 4% below $71 per barrel on Tuesday, the lowest since the start of January as muted demand magnified the impact of relatively ample supply.

Market	Close	%1D	%1M	%1Y
VN-Index	1,284	0.19%	3.82%	4.89%
S&P 500 Index	5,529	-2.12%	3.41%	22.44%
Dow Jones Index	40,937	-1.51%	3.02%	17.51%
GP 100	8,298	-0.78%	1.51%	11.35%
Nikkei 225	37,257	-3.69%	3.75%	13.11%
SHCOMP Index	2,803	-0.29%	-3.52%	-11.77%
STOXX 600	520	-0.97%	4.42%	13.51%
KOSPI Index	2,606	-2.22%	-2.64%	0.81%
Hang Seng	17,475	-1.00%	3.12%	-7.27%

Commodity	Close	%1D	%1M	%1Y
Brent	73	-0.61%	-4.57%	-17.64%
WTI	70	-0.68%	-4.98%	-18.34%
Gasoline	197	-0.33%	-14.95%	-23.93%
Natural gas	2	-0.50%	11.44%	-20.72%
Coal	142	-1.32%	-1.46%	-9.12%
Gold	2,493	0.00%	3.41%	28.32%
China HRC	3,184	-0.75%	-8.14%	-19.70%
Steel rebar	2,987	-3.05%	-0.20%	-18.83%
BDI index	1,947	1.46%	16.24%	79.78%

Currency	Close	%1D	%1M	%1Y
Dollar Index	102	-0.13%	-1.47%	-2.44%
USD/VND	24,885	-0.04%	0.87%	-3.24%
EUR/USD	1	0.06%	0.89%	2.35%
USD/JPY	145	0.01%	-0.88%	0.69%
USD/CNY	7	0.07%	0.32%	2.22%
USD/GPB	1	0.05%	-2.52%	-3.67%
USD/KRW	1,342	0.02%	2.03%	-1.65%
USD/AUD	1	0.15%	-3.04%	-3.59%
USD/CAD	1	0.03%	2.05%	0.32%

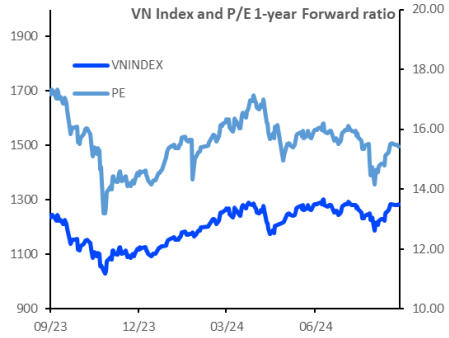
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 30/08/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,281.47	15.48	0.03	0.00	528	12,629
HNX INDEX	237.88	16.05	-0.35	-0.15	38	592





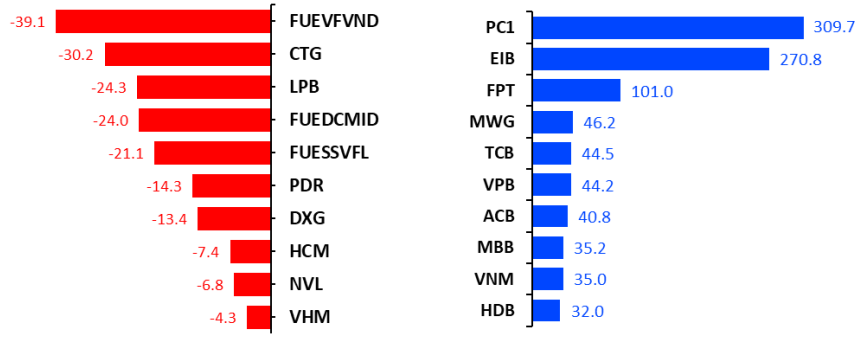
Money flow and sector rotation (VND bn)

Sector	%1D	8/30/2024	8/29/2024	20-session Average
Health Care	179.60	53	19	37
Chemicals	95.28	854	437	707
Automobiles & Parts	46.54	157	107	235
Technology	36.51	476	349	465
Real Estate	29.93	2,759	2,124	2,380
Retail	26.11	549	435	704
Travel & Leisure	25.14	150	119	128
Basic Resources	18.43	750	634	798
Food and Beverage	13.60	938	826	1,167
Industrial Goods & Services	7.95	423	392	590
Media	3.23	5	5	7
Construction & Materials	0.46	379	377	497
Utilities	-7.0	170	182	280
Financial Services	-13.2	1,736	1,998	1,610
Oil & Gas	-20.5	92	115	169
Personal & Household Goods	-21.6	194	248	293
Insurance	-28.1	16	23	34
Banks	-45.7	2,283	4,208	2,459

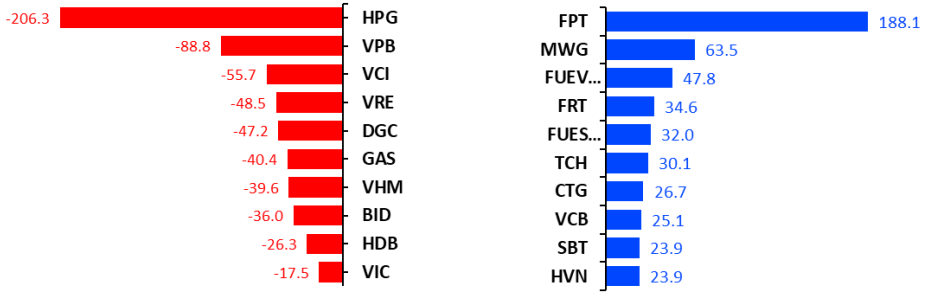
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 29/08/2024

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	5	(11)	(61)	72
Basic Resources	32	(214)	183	31
Media	-	(0)	(0)	0
Industrial Goods & Services	12	13	(45)	32
Health care	-	11	(11)	(0)
Chemicals	16	(62)	(12)	74
Financial Services	(38)	52	3	(55)
Travel & Leisure	14	30	(43)	12
Banks	511	(62)	(596)	658
Construction & Materials	312	14	(322)	308
Food and Beverage	46	14	(77)	63
Retail	55	115	(202)	87
Utilities	12	(38)	21	17
Personal & Household Goods	14	(2)	(7)	9
Technology	101	187	(298)	110
Automobiles & Parts	(1)	28	(30)	2
Insurance	0	(1)	0	1
Oil & Gas	1	(11)	7	4
Total	**1,091**	**65**	**(1,491)**	**1,425**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- Vietnam's exports are projected to grow at a rate of 6.8% per year from 2024 to 2030. According to a new report by global real estate consultancy Jones Lang LaSalle (JLL) Vietnam titled "From Vision to Action: Accelerating Vietnam's Industrial Green Transition," the growth drivers of the industrial market, demographic advantages, and ongoing green initiatives will act as catalysts for the green transformation of this sector. From 2010 to 2023, foreign direct investment (FDI) in Vietnam recorded a compound annual growth rate (CAGR) of 10%, higher than the regional average of 7.6% in ASEAN countries
- Credit growth in Ho Chi Minh City is lower than the national average. According to the Ho Chi Minh City Statistics Office, as of the end of August, the outstanding loan balance in the city increased by 4.5% compared to the end of 2023 and increased by 11.4% year-on-year, lower than the overall credit growth rate of the country at 6.63%. Although lending interest rates have decreased compared to the end of last year, the credit growth rate has been slow. Specifically, as of the end of August, the interest rate for loans in Vietnamese dong has decreased by 0.9-1% for short-term loans, while deposit interest rates have tended to increase
- Cumulative from the beginning of 2024 to August 15th, Vietnam's tuna exports to the EU increased by 28% compared to the same period last year, reaching over 133 million USD. In the first months of this year, tuna exports to the EU market experienced fluctuations. After continuous growth from March to June, tuna export turnover to the EU decreased by 14% in July. VASEP, summarizing opinions from businesses, stated that the reason for the recent decline in tuna exports to the EU is due to the gradual exhaustion of preferential tariff quotas and the difficulty faced by enterprises in supplying pure-origin yellowfin tuna in Vietnam (the main ingredient for the processing and exporting of canned tuna).

Breaking News



Business news

- **QTP:** In the context of the La Nina phenomenon having a significant impact since June 2024, the electricity output of Quang Ninh Thermal Power Joint Stock Company (stock code QTP) is forecasted to decrease significantly from the third quarter of 2024. In the second quarter, Quang Ninh Thermal Power Joint Stock Company (stock code QTP – UPCoM market) recorded revenue of 3,628 billion VND, significantly higher than the previous three quarters, as the second quarter is typically the peak period for power generation. However, the gross profit margin in this period decreased to only 6% due to the low purchase price of electricity (CGM) as well as the increase in cost of goods sold as the price of input coal increased. Compared to the second quarter of 2023, Quang Ninh Thermal Power's revenue decreased by 2% and after-tax profit decreased by 35%
- **VLC:** Vietnam Animal Husbandry Corporation (Vilico, stock code VLC) – a subsidiary of Vietnam Dairy Products Joint Stock Company (Vinamilk, VNM) – will commence commercial operation of a chilled beef processing plant with a capacity of 10,000 tons per year this September. Currently, Vietnam Animal Husbandry is expediting the completion of the Vinabeef Tam Dao cattle breeding and processing complex project with a capacity of 10,000 tons of meat per year in Vinh Phuc province. This project is a joint venture between the company and Sojitz Corporation (Japan). The scale of cooperation in the planned phases is up to 500 million USD (equivalent to nearly 12,500 billion VND).
- **POW:** According to the Electricity Master Plan VIII, by 2030, electricity generated from LNG will account for approximately 14.9% of the total installed capacity of the national power system. This source is crucial in ensuring a sufficient, stable, and secure national power supply. In the coming years, PV Power will focus on energy transition to fulfill its environmental protection responsibilities and leverage its existing position in the gas sector to enhance cooperation and develop LNG power projects

Breaking News



Business news

- **BCM:** In August 2024, Becamex Industrial Development Corporation (Becamex IDC, HOSE: BCM) successfully raised 1 trillion VND through bond issuance, increasing its total bond debt to over 13.2 trillion VND. All three bond tranches have a term of 3 years, maturing in August 2027, with interest rates ranging from 10.2% to 10.5% per annum. Thus, from the beginning of the year to now, BCM has raised a total of 1,800 billion VND through bonds; specifically in August, it was 1 trillion VND.
- **GEG:** According to the announcement on August 29th, 2024, Gia Lai Electricity Joint Stock Company (HOSE: GEG) successfully issued 2,000 bonds with a total value of 200 billion VND on August 26th, 2024. The bond batch applies a combination of fixed and floating interest rates. Specifically, the first year will have a fixed interest rate of 9.5% per annum; from the second to the fourth year, the floating interest rate will be applied with a margin of 3.9% per annum, with a minimum of 10% per annum; in the fifth year, the floating interest rate will be applied with a margin of 5.4% per annum, with a minimum of 11.5% per annum
- **MCH:** MasanConsumerHoldings Co., Ltd., the parent company of Masan Consumer (MCH), reported a net profit after tax of nearly VND 3,782 billion in the first half of the year, equivalent to a profit of nearly VND 21 billion per day. According to the periodic financial statement sent to the Hanoi Stock Exchange (HNX), MasanConsumerHoldings recorded a net profit after tax of nearly VND 3,782 billion in the first six months of 2024, a 46% increase compared to the same period last year. This profit level helped the Company's return on equity (ROE) reach 16%, higher than the 15% level of the same period.

Technical view

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

- The VN-Index closed at 1,283.87 points (+2.4 points, +0.19%) with trading volume decreasing around the 20-session average.. The market had 202 green stocks and 180 red stocks. Stocks contributing to the market's uptrend included TCB, FPT, and HVN, while BID, HPG, and MSN contributed to the decline. Foreign investors were net buyers of 66 billion VND.
- **Technical view:** Buyer caution continued to emerge in today's trading session. The VN-Index closed with a Doji candlestick, while liquidity decreased to around the average level, accompanied by a narrow trading range. The maintained average liquidity suggests that selling pressure is not significant enough to pose a risk. The short-term uptrend is still intact, and the VN-Index will be retested at the resistance zone of 1,290 - 1,300 points in the coming sessions. The VN-Index needs a session with a strong return of cash flow to help the index conquer this resistance level
- **Strategy**: Investors waiting for corrections and rebounds at the support zone of 1,240 - 1,250 can buy new. It is recommended that investors should not participate in chasing buys but prioritize holding and observing to wait for the right buying point.



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

04/09/2024 9:00 AM

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	Note
DPR	Buy	42	45.8	41	9%	-2%	42.2	Upward trend above EMA 50	
VHC	Prepare to buy	72.7	80	71.4	10%	-2%	73.6	Reversal of a downward trend	

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%	38.05	17	1.74%	12/08/2024	
REE	Sell	66.9	73.8	64.6	10%	-3%	68.6	17	2.54%	12/08/2024	Restructure the portfolio
VGT	Hold	15.2	17.9	14.5	18%	-5%	14.8	8	-2.63%	23/08/2024	

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Economic calendar

September 2024

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
1	2	3 US ISM Manufacturing PMI AUG	4 JOLTs Job Openings JUL	5 ISM Services PMI AUG	6 Unemployment Rate AUG	7
8	9	10	11 US Core Inflation Rate MoM YoY AUG	12 ECB Interest Rate Decision PPI MoM AUG	13 US Michigan Consumer Sentiment Prel SEP	14
15	16	17 US Retail Sales MoM AUG	18 Building Permits Prel AUG	19 Fed Interest Rate Decision _ Expiration date of future contract VN30F2409	20 Inflation Rate YoY AUG	21
22	23	24	25	26 US GDP Growth Rate QoQ Final Q2	27 US Core PCE Price Index MoM AUG	28
29	30	1	2	3 Vietnam macroecnomic data	4	5

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Q&A

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