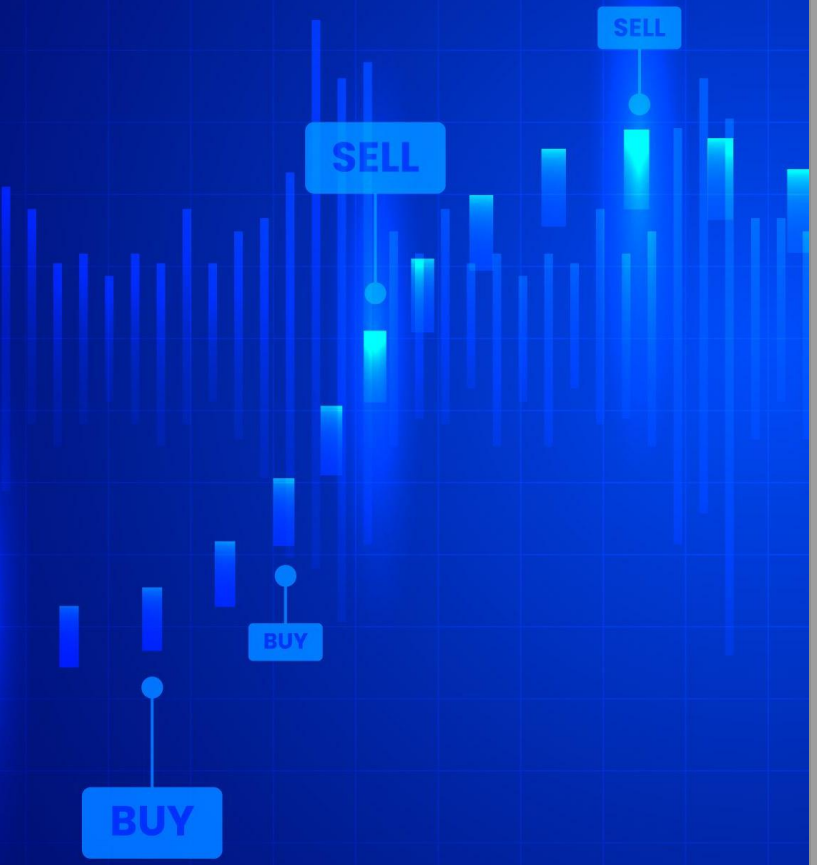
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MORNING CALL

19/09/2024

“Liquidity has improved”

- ❑ World stocks: Surprised by the Fed's decision to cut interest rates by 0.5%
- ❑ Vietnamese stocks: Liquidity has improved
- ❑ Macro news
- ❑ Business news: #VFC, #DIG, #PNJ, #RAL, #FLC, #VHM
- ❑ 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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Shinhan Securities

Global Market Review 16/09 – 20/09/2024

Major stocks market

- In regular trading on Tuesday, the Dow shed 0.04%, the S&P 500 inched up 0.03% and the Nasdaq Composite gained 0.2%. The FOMC's two-day meeting kicks off today, with traders expecting that the Fed will announce its first interest rate cut since 2020. Still, investors remain divided on the size of the reduction, with the odds for a jumbo 50bps cut currently standing above 60%.
- Both the STOXX 50 and the STOXX 600 rose on Tuesday, adding 0.6% and 0.4% respectively, rebounding from losses in the previous session. Traders continue to await key central bank decisions due this week while increasingly betting the Fed will deliver a 50bps rate cut tomorrow.
- The Nikkei 225 Index jumped 0.8% to around 36,500 while the broader Topix Index gained 0.4% to 2,566 on Wednesday, snapping a two-day decline as investors prepared for an expected rate cut from the US Federal Reserve. Markets are currently assigning an over 60% chance that the Fed will opt for a bigger 50 basis point reduction. Exports from Japan rose by 5.6% yoy to JPY 8,441.88 billion in August 2024, slowing sharply from a 10.2% jump in July and falling short of market forecasts of 10%.
- WTI crude oil futures added 1.5% to settle at $71.19 per barrel on Tuesday, marking a second consecutive day of gains

Market	Close	%1D	%1M	%1Y
VN-Index	1,265	0.47%	0.26%	4.41%
S&P 500 Index	5,618	-0.29%	0.18%	26.42%
Dow Jones Index	41,503	-0.25%	1.48%	20.24%
GP 100	8,254	-0.68%	-1.24%	7.75%
Nikkei 225	37,143	2.10%	-0.66%	11.73%
SHCOMP Index	2,717	0.49%	-6.10%	-13.05%
STOXX 600	515	-0.50%	0.00%	12.72%
KOSPI Index	2,561	-0.56%	-5.06%	-1.55%
Hang Seng	17,660	1.37%	1.32%	-1.51%

Commodity	Close	%1D	%1M	%1Y
Brent	73	-0.61%	-5.74%	-22.41%
WTI	70	-0.59%	-5.22%	-22.71%
Gasoline	201	-0.17%	-11.33%	-24.48%
Natural gas	2	0.53%	2.73%	-19.38%
Coal	139	-0.47%	-5.28%	-13.53%
Gold	2,555	-0.16%	2.02%	32.28%
China HRC	3,153	-0.47%	0.35%	-20.04%
Steel rebar	3,105	0.06%	3.67%	-17.77%
BDI index	1,890	-0.58%	10.66%	23.85%

Currency	Close	%1D	%1M	%1Y
Dollar Index	101	0.73%	-0.55%	-3.62%
USD/VND	24,631	-0.01%	1.39%	-1.17%
EUR/USD	1	-0.31%	0.00%	3.80%
USD/JPY	143	-0.82%	2.17%	3.06%
USD/CNY	7	0.29%	0.88%	3.03%
USD/GPB	1	0.29%	-1.40%	-5.94%
USD/KRW	1,333	0.08%	0.11%	-0.30%
USD/AUD	1	0.24%	-0.26%	-4.36%
USD/CAD	1	-0.23%	-0.01%	-1.38%

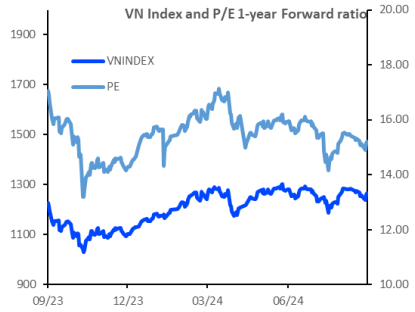
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 18/09/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,264.90	15.21	5.95	0.47	541	14,744
HNX INDEX	232.95	18.51	0.66	0.28	66	947





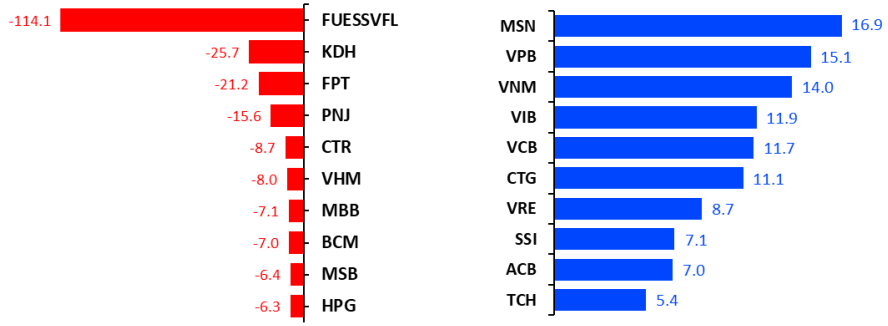
Money flow and sector rotation (VND bn)

Sector	%1D	9/18/2024	9/17/2024	20-session Average
Financial Services	127.13	3,038	1,338	1,603
Technology	122.41	830	373	461
Banks	101.43	3,505	1,740	2,301
Travel & Leisure	46.27	163	111	107
Chemicals	32.70	754	568	623
Retail	29.66	889	685	573
Industrial Goods & Services	25.58	580	462	488
Utilities	18.37	178	151	198
Personal & Household Goods	12.10	202	180	220
Insurance	10.72	19	17	33
Basic Resources	10.46	635	575	727
Food and Beverage	9.75	804	732	947
Construction & Materials	6.65	570	534	436
Health Care	3.54	70	68	48
Automobiles & Parts	-7.0	99	106	136
Real Estate	-15.3	2,274	2,684	2,343
Oil & Gas	-17.2	119	144	127
Media	-36.3	6	10	7

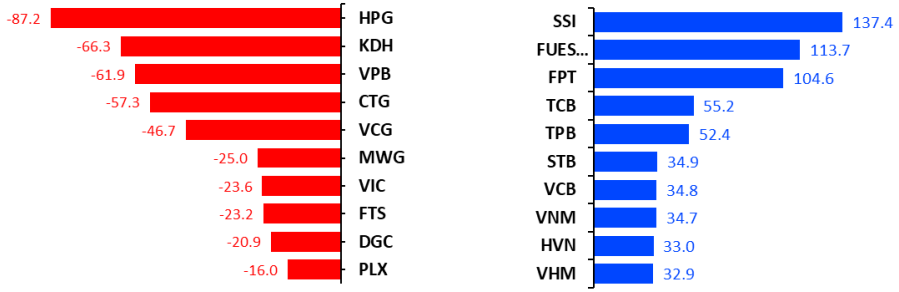
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 18/09/2024

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	(28)	(17)	31	(14)
Basic Resources	(7)	(78)	77	0
Media	-	0	(0)	0
Industrial Goods & Services	(10)	47	(54)	7
Health care	-	(0)	3	(3)
Chemicals	(5)	(29)	6	23
Financial Services	(105)	217	(90)	(127)
Travel & Leisure	(0)	37	(37)	0
Banks	61	52	1,231	(1,283)
Construction & Materials	0	5	23	(28)
Food and Beverage	26	31	(68)	36
Retail	(6)	(30)	23	6
Utilities	(3)	(12)	11	1
Personal & Household Goods	(18)	2	6	(9)
Technology	(21)	113	(116)	3
Automobiles & Parts	5	(4)	0	4
Insurance	1	(3)	2	1
Oil & Gas	0	(22)	26	(5)
Total	**(110)**	**312**	**1,075**	**(1,388)**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- Indonesia's Central Statistics Agency (BPS) has just announced the country's rice imports in the first 8 months of 2024, with Vietnam being the second largest rice supplier to Indonesia. According to new data released by the BPS, from January to August 2024, Indonesia imported 3.05 million tons of rice worth 1.91 billion USD. This figure increased by more than 121% compared to the same period last year and contributed 1.5% to Indonesia's total non-oil and gas imports.
- The Ministry of Finance said that as of the end of August, no state-owned enterprise had been approved by the competent authority for equitization. According to the Ministry of Finance, in August 2024, units will continue to implement equitization according to the approved plan for restructuring state-owned enterprises and state-owned enterprises in the period of 2022 - 2025 approved by the Prime Minister in Decision No. 1479/QD-TTg dated November 29, 2022 and Decision No. 184/QD-TTg dated February 20, 2024, but no enterprise has had its equitization plan approved by competent authorities.
- Officially allowing foreign institutional investors to not need to deposit 100% when buying stocks. With the issuance of Circular 68/2024/TT-BTC, which adds regulations on stock purchases that do not require sufficient funds when placing orders by foreign institutional investors, an important "bottleneck" has been removed, helping to accelerate the process of upgrading the Vietnamese stock market from frontier to secondary emerging, according to FTSE Russell's criteria.

Breaking News



Business news

- **VFC:** Request for information on the Vinafco case of 10 tons of batteries falling into the sea. On September 18, speaking with Lao Dong Newspaper, a representative of the Ho Chi Minh City Maritime Port Authority said that when assigned to verify and investigate the incident of the Morning Vinafco ship dropping a container at sea, the Port Authority sent a document requesting relevant parties to provide information on the batteries and authentic documents. However, due to not receiving any response from the parties, the Ho Chi Minh City Maritime Port Authority temporarily reported that the Vietnam Maritime Administration would not investigate the case.
- **DIG:** Contributing to the realization of the Government's project "Investing in the construction of at least one million social housing apartments for low-income people and industrial park workers in the period of 2021-2030", DIC Group is planning to implement social housing projects in urban areas in Vinh Phuc, Ha Nam and Hau Giang. Planning to implement social housing in Vinh Phuc, Ha Nam and Hau Giang.
- **PNJ:** In the first 8 months of 2024, Phu Nhuan Jewelry Joint Stock Company's revenue (stock code PNJ) increased by 27.2% over the same period, but its after-tax profit increased by only 2.8% over the same period. Notably, the average gross profit margin in the past 8 months reached 16.6%, down from 18.6% in the same period in 2023. However, the gross profit margin in the first 8 months of 2024 is still quite good thanks to PNJ maintaining stable profit margins in retail and wholesale channels; optimizing production and business activities with modern technologies, optimizing production and operation processes to reduce costs and improve operating efficiency, offsetting the decrease in gross profit due to the increased proportion of 24K gold in the revenue structure. As of the end of August 2024, PNJ owns 414 stores nationwide. Including 405 PNJ stores, 5 Style by PNJ stores, 3 CAO Fine Jewellery stores and 1 Wholesale Business Center.

Breaking News



Business news

- **RAL:** Ngày 18/9, Công ty Cổ phần Bóng đèn Phích nước Rạng Đông (MCK: RAL) cho biết đã nhận Quyết định số 1307/QĐ-TCT ngày 9/9/2024 của Tổng cục Thuế xử phạt vi phạm hành chính về thuế. Tổng số tiền bị xử lý về thuế của Bóng đèn Phích nước Rạng Đông là gần 5.3 tỷ đồng. Căn cứ kết luận thanh tra thuế, quyết định của Tổng cục Thuế chỉ ra các hành vi vi phạm hành chính của doanh nghiệp, gồm: Khai sai dẫn đến thiếu số tiền hoặc không thiếu số tiền thuế phải nộp theo quy định; sử dụng hóa đơn không đúng quy định.
- **FLC:** FLC Group Joint Stock Company (Code: FLC) has just announced that it has received a request to terminate the contract from the position of Chief Accountant of Mr. Nguyen The Chung. Mr. Chung submitted his resignation on September 16 and was approved on September 17. Mr. Chung will start taking on the role of Chief Accountant at FLC from January 3, 2022. After Mr. Chung's resignation was approved by the Board of Directors, Mr. Vu Dinh Canh, born in 1976, was appointed to the new position of Chief Accountant from September 18.
- **VHM:** Revenue could reach VND99.7 trillion in 2024. The Royal Island, Ocean Park, Smart City, Grand Park, Golden Avenue and Co Loa projects could bring Vinhomes (VHM) nearly VND100 trillion in revenue in 2024. KB Securities Vietnam Joint Stock Company (KBSV) forecasts that the revenue of Vinhomes Joint Stock Company (code: VHM) could reach VND99.7 trillion in 2024. In the second quarter, Vinhomes' sales reached VND35.5 trillion, up 43% year-on-year. This includes both wholesale (47%) and retail (53%) transactions. The Royal Island project contributed the most with nearly 2,700 units sold, earning VND27.7 trillion.

Technical view

Trend: Improved liquidity

- VNINDEX closed at 1,264.90 (+5.95 points, +0.47%) with liquidity recovering above the 20-session average. The market had 231 green stocks and 148 red stocks. The group of stocks contributing to the market's increase included CTG VCB FPT while HPG VIC VRE contributed to the market's decrease. Excluding the basic materials group, the remaining industry groups all increased well. Foreign investors net bought more than VND 312.27 billion.
- **Technical view:** Liquidity improved and VN-Index continued to increase during the trading session. The index closed above all three EMA20, 50 and 200 lines, helping to strengthen investor confidence and attract more supply that has been on the sidelines observing in the past. Foreign investors had 2 consecutive strong net buying sessions, which is also a positive signal for the market. The target of the VN-Index is the resistance level of 1,300 points, which is also the area where the index failed to surpass 4 times in 2024. However, if liquidity continues to remain low and VN-Index cannot surpass 1,300 points, the index will adjust and return to trading within a wide range of 1,250-1,300 points.
- **Strategy**: Investors should increase their positions in the 1,260-1,270 point range and consider further disbursement if the VN-Index surpasses 1,300 points with improved liquidity.



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

19/09/2024 9:00 AM

Unit: VND thousand

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	Note

Ticker	Recommendation	Buying price	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
MBB	Hold	23.8	26	23.4	9%	-2%	24.4	7	2.52%	10/9/2024	
MBS	Hold	27.2	29.7	25.8	9%	-5%	28.2	5	3.68%	12/9/2024	
NLG	Hold	40.9	44.6	39.6	9%	-3%	41.95	5	2.57%	12/9/2024	
PHR	Hold	57.9	63.9	56.2	10%	-3%	59.3	3	2.42%	16/9/2024	

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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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