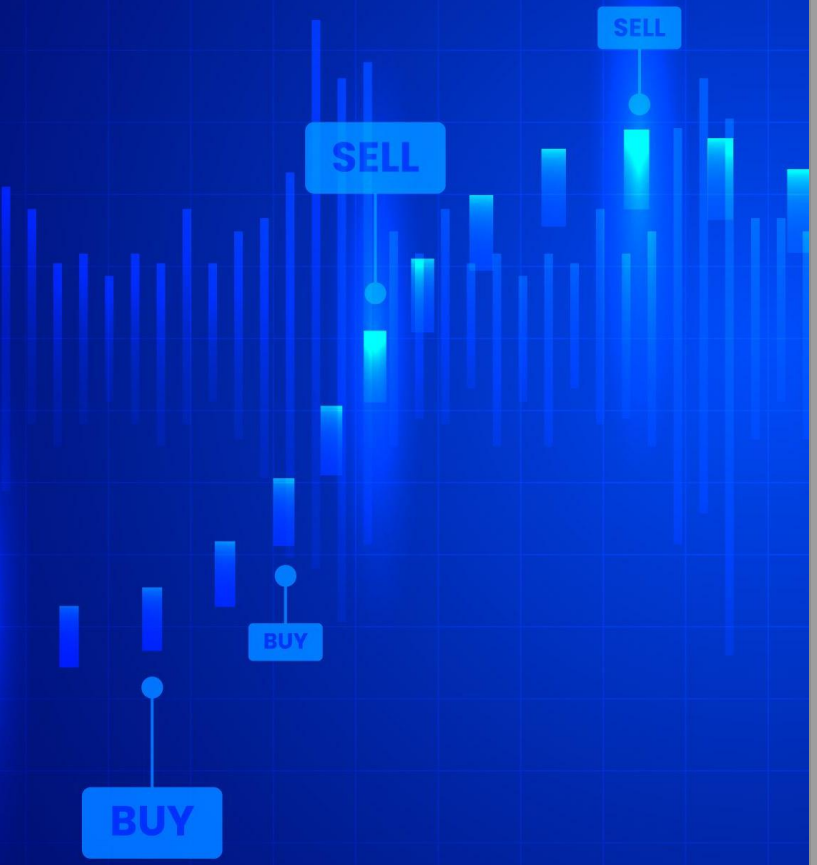
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MORNING CALL

02/10/2024

“1300 passed by”

- ❑ World stocks: Markets are seeing widespread declines
- ❑ Vietnamese stocks: 1300 passed by
- ❑ Macro news
- ❑ Business news: #IMP, #CTD, #OIL, #PDR, #POW, #D2D
- ❑ 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

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Global Market Review 30/09 – 04/10/2024

Major stocks market

- In regular trading on Tuesday, the Dow fell 0.41%, the S&P 500 lost 0.93% and the Nasdaq Composite dropped 1.53%. On the economic front, the latest job openings data pointed to a still resilient labor market, while the manufacturing sector remained stagnant. Investors now look ahead to more labor market data this week to gauge the monetary policy outlook.
- European stocks closed lower on Tuesday, erasing earlier gains due to fears of a possible Iranian attack on Israel. Both the Stoxx 50 and Stoxx 600 fell by about 0.4%, with most sectors in decline. On the economic front, Eurozone inflation dropped to 1.8% in September, its lowest since 2021, below the expected 1.9%. This decline increases the chances of an interest rate cut by the European Central Bank
- The Nikkei 225 Index fell 1.5% to below 38,100 while the broader Topix Index lost 0.8% to 2,670 on Wednesday, giving back gains from the previous session as tensions in the Middle East intensified after Iran launched a missile attack on Israel, while Israeli forces entered southern Lebanon to attack Hezbollah.
- WTI crude oil futures surged 3% to above $70 per barrel on Tuesday, after Iran launched a barrage of missiles at Israel, heightening fears of a broader regional conflict in the Middle East.

Market

	Close	%1D	%1M	%1Y
VN-Index	1,292	0.33%	0.65%	11.85%
S&P 500 Index	5,709	-0.93%	1.07%	33.12%
Dow Jones Index	42,157	-0.41%	1.43%	26.09%
GP 100	8,277	0.48%	-1.04%	10.20%
Nikkei 225	38,049	-1.56%	-1.68%	19.80%
SHCOMP Index	3,336	8.06%	17.39%	7.27%
STOXX 600	521	-0.38%	-0.77%	16.90%
KOSPI Index	2,572	-0.83%	-3.83%	4.33%
Hang Seng	21,134	2.43%	17.48%	18.66%

Commodity

	Close	%1D	%1M	%1Y
Brent	75	1.35%	-3.83%	-17.82%
WTI	71	1.50%	-3.63%	-20.20%
Gasoline	199	1.03%	-10.17%	-17.64%
Natural gas	3	0.14%	36.34%	2.11%
Coal	142	-2.38%	-3.11%	-11.52%
Gold	2,659	-0.16%	6.38%	45.46%
China HRC	3,675	10.89%	13.71%	-5.41%
Steel rebar	3,327	4.16%	6.77%	-8.17%
BDI index	2,030	-2.59%	5.78%	16.87%

Currency

	Close	%1D	%1M	%1Y
Dollar Index	101	0.00%	-0.49%	-5.34%
USD/VND	24,610	0.00%	1.11%	-1.04%
EUR/USD	1	-0.01%	-0.05%	5.63%
USD/JPY	144	-0.06%	2.27%	4.32%
USD/CNY	7	-0.11%	1.40%	3.98%
USD/GPB	1	0.01%	-1.04%	-9.01%
USD/KRW	1,321	-0.48%	1.31%	2.15%
USD/AUD	1	-0.05%	-1.39%	-7.60%
USD/CAD	1	0.04%	0.07%	1.42%

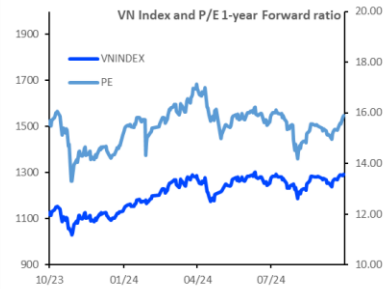
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 01/10/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,292.20	15.89	4.26	0.33	831	20,255
HNX INDEX	236.05	18.81	1.14	0.48	126	1,433





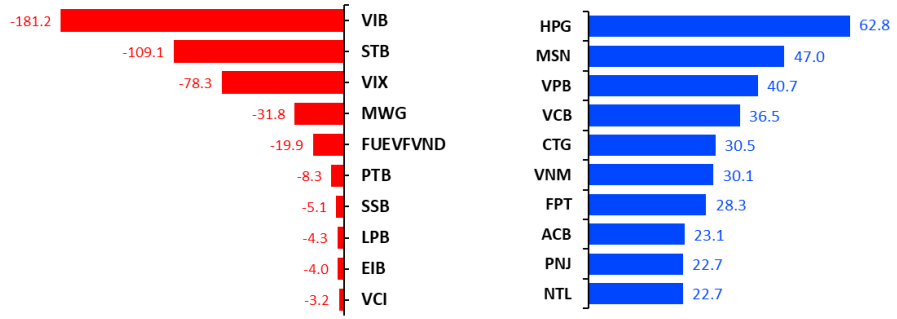
Money flow and sector rotation (VND bn)

Sector	%1D	10/1/2024	9/30/2024	20-session Average
Insurance	125.35	53	23	30
Chemicals	75.39	972	554	738
Construction & Materials	72.66	925	536	565
Technology	67.27	732	437	547
Financial Services	64.27	3,119	1,899	1,888
Food and Beverage	55.70	1,309	840	980
Automobiles & Parts	46.51	207	141	136
Utilities	42.32	211	149	201
Retail	41.37	825	584	627
Banks	35.03	6,128	4,539	3,628
Media	33.54	5	4	7
Travel & Leisure	28.42	119	93	119
Basic Resources	19.61	1,825	1,526	966
Personal & Household Goods	13.91	316	278	223
Industrial Goods & Services	3.94	712	685	569
Real Estate	2.10	2,550	2,497	2,455
Oil & Gas	-7.3	165	178	166
Health Care	-32.7	44	66	54

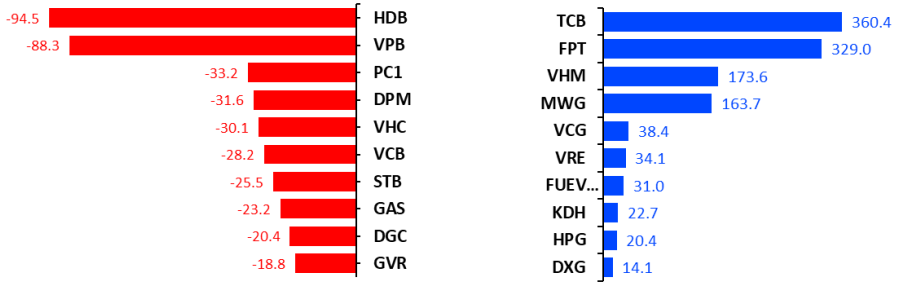
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 01/10/2024

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	68	247	(314)	67
Basic Resources	54	5	(77)	72
Media	3	0	(3)	3
Industrial Goods & Services	18	(32)	10	22
Health care	-	3	(4)	1
Chemicals	10	(72)	56	17
Financial Services	(78)	21	104	(125)
Travel & Leisure	8	(1)	(17)	18
Banks	(99)	96	(90)	(6)
Construction & Materials	10	11	(3)	(8)
Food and Beverage	76	(40)	(33)	73
Retail	(18)	173	(51)	(122)
Utilities	5	(23)	18	5
Personal & Household Goods	23	(9)	(19)	27
Technology	31	338	(334)	(4)
Automobiles & Parts	7	(6)	0	6
Insurance	4	3	(1)	(2)
Oil & Gas	(2)	(27)	38	(11)
Total	**121**	**687**	**(721)**	**34**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- Vietnam's manufacturing Purchasing Managers' Index (PMI) dropped below the 50-point threshold in September, signaling a return to deteriorating business conditions in the final quarter of the year after a period of strong growth. The report noted that Typhoon Yagi (Storm No. 3) had a severe impact on Vietnam's manufacturing sector in September, with heavy rain and flooding leading to temporary business closures and delays in production lines and supply chains. As a result, output, new orders, purchasing activity, and inventories of purchases all declined. However, the disruption is expected to be temporary, and companies remain confident in the production outlook, leading to an increase in employment to match
- The State Securities Commission (SSC) has just decided to extend the deadline for updating citizen identification for securities investors, from October 1st to early 2025. For investors who have not yet cooperated to complete the update, the commission requests that organizations require investors to complete the updating and standardization of information before conducting transactions.
- On the morning of October 1st, the State Securities Commission (SSC) officially announced information regarding Circular 68/2024/TT-BTC, recently issued by the Ministry of Finance. This circular amends and supplements a number of provisions related to securities trading on the securities trading system; securities transaction clearing and settlement; securities company operations; and information disclosure in the securities market. The circular will take effect from November 2nd

Breaking News



Business news

- **IMP:** Imexpharm is planning to develop a large-scale project called "Cat Khanh Pharmaceutical Complex" in Dong Thap province.The project will be developed according to EU-GMP standards on an area of 25,000 square meters, with a total investment of up to 1,495 billion VND, of which 80% will be borrowed capital, equivalent to 1,195 billion VND. Upon completion, the plant is expected to have a capacity of 1.4 billion units of product per year. Construction is expected to begin in the third quarter of 2025, and the plant will start operating from December 2028 to the first quarter of 2030. This is considered an important part of Imexpharm's strategy to enhance its production capacity, aiming to meet the growing demand of the domestic and international pharmaceutical market.
- **CTD:** Coteccons has projected to achieve a revenue of 25,000 billion VND and a post-tax profit of 430 billion VND in the fiscal year 2024-2025. The company has proposed not to distribute dividends or establish any funds given the challenging and difficult circumstances of the construction industry. In the near future, the company will establish offices in several countries and explore cooperation opportunities or M&A to boost its operations
- **OIL:** PVOIL has increased its output by 18% in the first nine months of the year, maintaining a double-digit growth rate. Therefore, although the year is not over yet, we are confident that we will set a new record in revenue this year with 120,000 billion VND. Currently, although oil prices are low, PVOIL is still confident in achieving its plan, of course, except in the case where oil prices fall sharply to a level lower than expected," shared Mr. Cao Hoai Duong, Chairman of the Board of Directors of Vietnam Oil Corporation. Mr. Duong also shared about the development of the retail channel, according to the plan in 2024, PVOIL will develop more than 100 new gas stations. In the first nine months alone, the company has opened nearly 80 new gas stations

Breaking News



Business news

- **PDR:** On September 30, 2024, the Board of Directors of Phat Dat Real Estate Development Corporation (HOSE: PDR) approved a customer appreciation policy for the company's shareholders to celebrate its 20th anniversary. Notably, PDR was established on September 13, 2004.Specifically, shareholders holding 50,000 or more PDR shares for at least 6 months (from the date of detailed policy announcement) will have the opportunity to purchase PDR's products with an 8% discount. This policy is applied in conjunction with other preferential policies for regular customers of each project (if any).
- **POW:** Vietnam Petroleum Power Corporation (PV Power) has announced a $521.5 million credit agreement signed with a consortium of two banks, Citi and ING, which is insured by KSURE and SERV, to fund the Nhon Trach 3 and 4 Power Plant project. The Nhon Trach 3 and 4 Power Plant project is the first LNG-fired power plant in Vietnam and is of significant importance in the country's energy transition. The project has a total investment of nearly $1.4 billion, with an equity-to-debt ratio of 25/75%
- **D2D:** Industrial Urban Development Joint Stock Company No. 2 has just announced that October 14th will be the record date for dividend payments in 2023. Accordingly, D2D will pay dividends in cash at a rate of 87% (equivalent to 8,700 VND per share). The payment date is scheduled for October 30th.Regarding business operations, in the first half of 2024, Industrial Urban Development No. 2 recorded a revenue of 53.22 billion VND, an increase of 22.4% compared to the same period last year. However, post-tax profit recorded a loss of 5.2 billion VND, compared to a profit of 7.02 billion VND in the same period last year.

Technical view

Trend: Financial group accelerated

- The VNINDEX closed at 1,292.2 points (+4.26 points, +0.33%) with increased trading volume and above the 20-day average. The market saw 270 gainers and 125 decliners. Stocks contributing to the market's uptrend included TCB, VHM, and HPG, while CTG, VPB, and LPB contributed to the downtrend. Foreign investors were net buyers of over 690 billion dong.
- **Technical view:** The enthusiastic uptrend of the morning session was narrowed when a large selling pressure emerged in the afternoon session, despite the upward movement throughout the day. This is the fifth session in a row that the market has failed to surpass the 1300 resistance level, making intraday fluctuations quite understandable. In the upcoming sessions, the VN-Index may continue to consolidate around 1290 with tightening liquidity or experience fluctuations in the gap around 1280 points before a strong enough driving force can pull the market above 1300 points. In the event of continued failure to reach this previous peak, the index will retest the 1,240-1,250 point range
- **Strategy**: Investors should observe at this price range and increase their holdings if VN-Index successfully 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 1,250-1,300 area
- Negative: The market breaks the support zone to the 1,220

Recommended stocks

02/10/2024 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
NLG	Hold	40.9	44.6	39.6	9%	-3%	41.6	14	1.71%	12/9/2024	
PHR	Hold	57.9	63.9	56.2	10%	-3%	60	12	3.63%	16/9/2024	
KBC	Hold	27.7	32	26	16%	-6%	28.2	3	1.81%	27/9/2024	
POW	Hold	13	15	12.4	15%	-5%	13.2	1	1.54%	1/10/2024	

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Economic calendar

October 2024

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
29	30	1 Fed Chair Powell Speech US ISM Manufacturing PMI SEP	2	3 US ISM Services PMI SEP	4 US Non Farm Payrolls SEP US Unemployment Rate SEP	5
6	7	8	9	10 Inflation Rate MoM SEP FOMC Minutes	11 Unemployment Rate (US) US PPI MoM SEP	12
13	14	15	16	17 US Retail Sales MoM SEP Expiration date of future contract VN30F2410	18 Japan inflation rate YoY	19
20	21 Announcement of Diamond index stock portfolio	22	23	24	25 US Durable Goods Orders MoM SEP	26
27	28	29 Vietnam macroecnomic data in October	30 US GDP Growth Rate QoQ Adv Q3	31 US Personal Income MoM SEP	1	2
3	4					

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Q&A

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