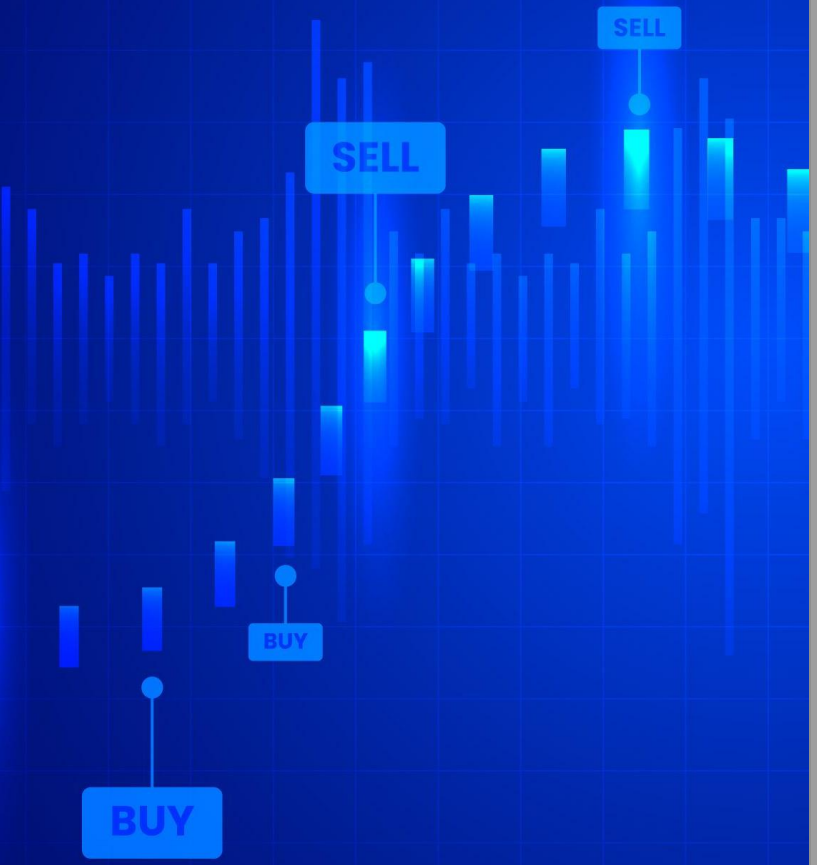
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MORNING CALL

08/10/2024

"A close-call"

- ❑ World stocks: The yield on U.S. Treasury bonds has increased
- ❑ Vietnamese stocks: A close-call
- ❑ Macro news
- ❑ Business news: #DBD, #HVN, #HPG, #PMC, #CII, #PNJ
- ❑ 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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Global Market Review 07/10 – 11/10/2024

Major stocks market

- In regular trading on Monday, the Dow fell 0.94%, the S&P 500 dropped 0.96% and the Nasdaq Composite tumbled 1.18%. The benchmark 10-year Treasury yield climbed above 4% for the first time in two months as investors recalibrated their expectations for Federal Reserve rate cuts following a strong jobs report. Investors now look ahead to more economic data and Fed commentary on Tuesday to guide the rates outlook further.
- European stocks edged higher on Monday, with the Stoxx 50 and Stoxx 600 rising less than 0.3%, as a 1% gain in household goods offset a 0.7% drop in tech shares. Global markets are facing uncertainty as escalating geopolitical tensions push oil prices higher, with WTI and Brent crude futures reaching their highest since August.
- The Nikkei 225 Index fell 0.7% toward 39,000 while the broader Topix Index dropped 0.9% to 2,713 on Tuesday, snapping a three-day advance and tracking losses on Wall Street overnight as surging Treasury yields pressured equity markets globally.
- WTI crude oil futures climbed to $77.1 per barrel on Monday, a six-week high following last week's 9.1% gain, as tensions in the Middle East escalate. Investors are focused on whether Israel will respond to last week's Iranian missile attack. Fears of broader conflict in the region persist, especially as Israel continues military actions in Gaza and Lebanon.

Market	Close	%1D	%1M	%1Y
VN-Index	1,270	-0.05%	-0.32%	12.53%
S&P 500 Index	5,696	-0.96%	5.32%	32.20%
Dow Jones Index	41,954	-0.94%	3.99%	25.58%
GP 100	8,304	0.28%	1.49%	10.80%
Nikkei 225	39,012	-0.82%	7.20%	25.87%
SHCOMP Index	3,336	8.06%	17.39%	7.27%
STOXX 600	519	0.18%	2.55%	16.76%
KOSPI Index	2,586	-0.93%	1.65%	7.37%
Hang Seng	23,100	1.60%	32.42%	32.10%

Commodity	Close	%1D	%1M	%1Y
Brent	80	-0.59%	13.21%	-4.88%
WTI	77	-0.52%	13.40%	-7.31%
Gasoline	214	-0.54%	12.98%	-2.29%
Natural gas	3	-0.44%	20.18%	-18.09%
Coal	149	0.20%	4.95%	7.22%
Gold	2,641	-0.05%	5.39%	41.90%
China HRC	3,675	10.89%	13.71%	-5.41%
Steel rebar	3,536	6.28%	20.39%	-2.40%
BDI index	1,907	-1.09%	-1.75%	-1.14%

Currency	Close	%1D	%1M	%1Y
Dollar Index	102	-0.15%	1.19%	-3.46%
USD/VND	24,847	0.02%	-0.73%	-1.86%
EUR/USD	1	0.07%	-0.46%	3.95%
USD/JPY	148	0.23%	-3.15%	0.45%
USD/CNY	7	-0.11%	1.40%	3.98%
USD/GPB	1	-0.13%	-0.21%	-6.58%
USD/KRW	1,347	-0.17%	-0.34%	0.25%
USD/AUD	1	-0.11%	-1.54%	-5.24%
USD/CAD	1	0.04%	-0.41%	-0.18%

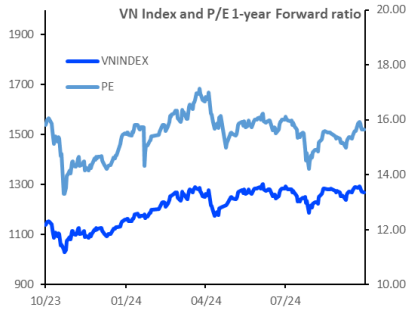
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 07/10/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,269.93	15.63	-0.67	-0.05	430	10,658
HNX INDEX	232.47	18.52	-0.21	-0.09	60	806





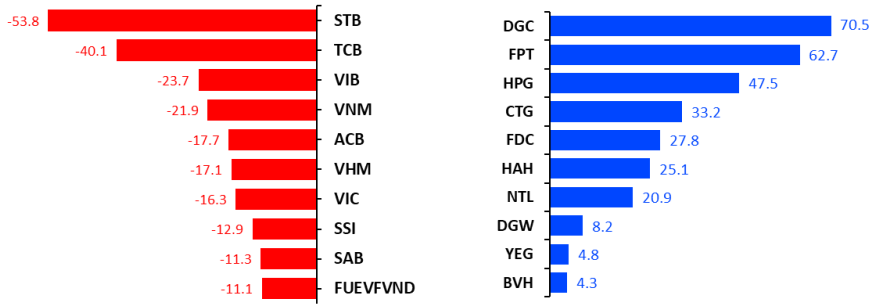
Money flow and sector rotation (VND bn)

Sector	%1D	10/7/2024	10/4/2024	20-session Average
Industrial Goods & Services	18.55	459	387	564
Financial Services	15.34	1,634	1,417	1,964
Insurance	12.71	21	19	28
Retail	6.48	485	455	642
Health Care	-0.3	25	25	50
Utilities	-5.1	125	132	187
Travel & Leisure	-9.0	100	110	119
Food and Beverage	-10.5	1,031	1,152	987
Technology	-11.0	199	224	465
Chemicals	-19.3	431	534	723
Construction & Materials	-19.3	399	494	583
Real Estate	-19.7	1,359	1,693	2,421
Banks	-20.9	3,447	4,356	4,124
Personal & Household Goods	-27.7	161	223	228
Basic Resources	-33.3	566	849	955
Automobiles & Parts	-43.9	73	131	136
Media	-58.3	9	22	8
Oil & Gas	-68.4	116	367	172

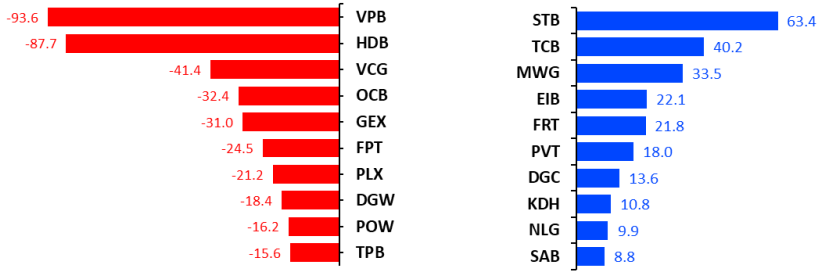
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 07/10/2024

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	(6)	(14)	(54)	68
Basic Resources	46	(12)	(70)	82
Media	5	(0)	(4)	5
Industrial Goods & Services	13	(15)	5	10
Health care	-	(1)	2	(1)
Chemicals	71	4	(96)	92
Financial Services	(30)	(19)	22	(3)
Travel & Leisure	(3)	(4)	14	(10)
Banks	(147)	(135)	308	(172)
Construction & Materials	(7)	(71)	82	(11)
Food and Beverage	(40)	(21)	96	(75)
Retail	6	36	(10)	(26)
Utilities	(2)	(28)	23	5
Personal & Household Goods	(9)	(7)	31	(25)
Technology	65	(28)	(47)	74
Automobiles & Parts	(0)	(4)	4	(0)
Insurance	4	5	(6)	1
Oil & Gas	(0)	(21)	26	(4)
Total	**(33)**	**(336)**	**326**	**10**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- According to the General Statistics Office, despite the severe impacts of super typhoon Yagi, the GDP in the third quarter of 2024 still increased by 7.4% compared to the same period of the previous year. With such a strong growth rate in the third quarter, the GDP growth for the first nine months of 2024 reached 6.82%, a significant increase compared to the same period in 2023. The industry and construction sector grew by 9.11%, contributing 48.88%. Notably, the manufacturing industry was a bright spot in the economy with a growth rate of 11.41%, the highest increase for the same period in the last 6 years. Additionally, the service sector also increased by 7.51%, contributing 47.04%
- As of September 27, 2024, total means of payment increased by 5.10% compared to the end of 2023 (a 5.40% increase during the same period last year); capital mobilization by credit institutions increased by 4.79% (a 6.63% increase during the same period last year); and the economy's credit growth reached 8.53% (a 6.24% increase during the same period last year). As of August 2024, lending interest rates have decreased by more than 1.0% compared to the end of 2023
- Food prices increased significantly in provinces and cities directly affected by storms and their aftermath. Additionally, some localities implemented tuition fee increases as outlined in Decree 97/2023/ND-CP, and housing rental costs rose. These factors were the primary causes of the 0.29% increase in the Consumer Price Index (CPI) in September 2024 compared to the previous month. Compared to December 2023, the CPI in September increased by 2.18%, and compared to the same period last year, it increased by 2.63%. Furthermore, a factor that helped to curb the CPI growth rate in the first nine months of 2024 was the decrease of 1.19% in the price index of postal and telecommunications services. This reduction was due to the lower prices of older generation phones as businesses implemented discount programs to stimulate demand for newer smartphone models

Breaking News



Business news

- **DBD:** The People's Committee of Binh Dinh Province has recently reported on the divestment of all state capital in Binh Dinh Pharmaceutical and Medical Equipment Joint Stock Company (13.34% of charter capital) and Binh Dinh Mineral Joint Stock Company (25% of charter capital). For Binh Dinh Pharmaceutical and Medical Equipment Joint Stock Company (Bidiphar, Code: DBD), the locality is currently continuing to develop a plan and organize the divestment to be completed in the 2024-2025 period. After nine months of 2024, Bidiphar's net revenue reached over 1,269 billion VND (up 5.1% compared to the same period last year), however, pre-tax profit decreased by 3% to over 246 billion VND.
- **HVN:** According to Vietnam Airlines, in the first nine months of the year, the airline operated 106,400 safe flights. Passenger transport reached 17.2 million, a 8.9% increase compared to the same period in 2023; Cargo and mail transport reached nearly 226,000 tons, a 42% increase compared to the same period in 2023. Vietnam Airlines assessed that, in September and the third quarter of 2024 in general, the aviation market faced many more fluctuations than expected, such as political conflicts, exchange rate fluctuations, unfavorable fuel prices, engine recalls by manufacturers, increased costs of materials, spare parts, maintenance, and aircraft leasing...
- **HPG:** After 9 months of keeping prices stable, Hoa Phat Group Corporation (HPG) has adjusted the price of rolled steel for the second time since the beginning of October, while the price of wire rod has been adjusted upwards for the fourth time since mid-September. Hoa Phat Group Corporation (HPG) continues to announce adjustments to the selling price of steel, as the price of billets and input materials is increasing again. Specifically, the price of rebar has increased by VND 100,000/ton and the price of rolled steel has increased by VND 100,000/ton

Breaking News



Business news

- **PMC:** Following the first dividend payment in 2024, Pharmedic has outlined plans for an additional cash dividend payment from the recovered investment development fund, amounting to a generous 109% of the share par value. It's important to note that this 109% dividend is separate from the 24% dividend from after-tax profits that is already included in the company's 2024 plan. In terms of shareholder structure, Saigon Pharmaceutical Company (Sapharco) is the largest shareholder of Pharmedic, holding a 43.44% stake. The second largest shareholder is Saigon- Hanoi Securities Joint Stock Company (HNX: SHS) with a 14.6% ownership
- **CII:** CII has recently been approved to invest in a real estate project in the western part of Ho Chi Minh City. The People's Committee of Ho Chi Minh City has issued a decision approving the investment plan and the investor. This project spans 5.2 hectares, with a total investment of 4,478 billion VND. It is expected to supply the market with over 2,100 products, including apartments, townhouses, and shophouses. The specific location of the project has not been disclosed yet. According to CII, the project is situated in the western part of Ho Chi Minh City, potentially involving districts such as 12, Binh Tan, 6, Tan Phu, Hoc Mon, Binh Chanh, and Cu Chi
- **PNJ:** PNJ has received Decision No. 648 dated October 2, 2024, from the Banking Supervision and Inspection Agency imposing an administrative penalty of 1.34 billion VND for violations in the monetary and banking sector. The penalty was imposed because PNJ's internal regulations, customer risk classification practices, large-value transaction reporting, and internal audits were found to be insufficiently rigorous and did not fully comply with the legal procedures for anti-money laundering

Technical view

Trend: Financial group is correcting

- The VN-Index closed at 1,269.93 points (-0.67 points, -0.05%) with decreased liquidity and below the 20-day average. The market saw 170 gainers and 202 decliners. Stocks contributing to the market's increase include STB, HPG, and CTG, while VNM, VCB, and HDB contributed to the decline. Foreign investors net sold over 300 billion dong.
- **Technical Analysis:** VN-Index experienced a session of retesting the MA20 support level after breaching the MA10 support. The adjustment session, accompanied by significantly decreased trading volume, indicates a weakening of selling pressure and a return of buying force, especially during the ATC session. The market trend remains in a correction phase without significant changes. In a positive scenario, the market will consolidate around the 1270 support level to attract more liquidity and confirm the formation of a bottom at 1270. If it continues to breach the MA20 level, the index will retest the MA50 level around the 1240-1250 points
- **Strategy:** Investors should observe at this price range, increasing their holdings if the VN-Index successfully surpasses 1,300 points with improved liquidity and a wide range.



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

08/10/2024 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
KBC	Hold	27.7	32	26.8	16%	-3%	27.2	7	-1.81%	27/9/2024	
POW	Hold	13	15	12.5	15%	-4%	12.75	5	-1.92%	1/10/2024	
PVD	Buy	27.7	32.05	26.6	16%	-4%	27.95	1	0.90%	7/10/2024	

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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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