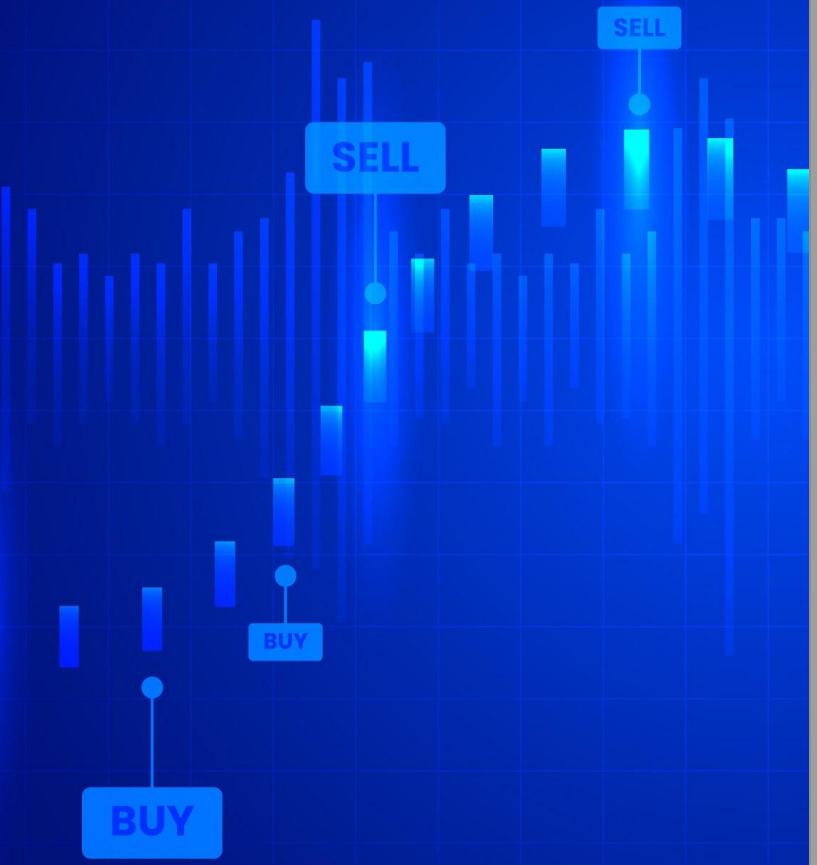
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MORNING CALL

11/10/2024

“Blow hot and cold”

- ❑ World stocks: US inflation data decreased slower than expected
- ❑ Vietnamese stocks: “Blow hot and cold”
- ❑ Macro news
- ❑ Business news: #FPT, #CTG, #OIL, #DPM, #KBC, #FMC
- ❑ 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 07/10 – 11/10/2024

Major stocks market

- In regular trading on Thursday, the Dow fell 0.14%, the S&P 500 dropped 0.21% and the Nasdaq Composite shed 0.05%. Those moves came as US consumer inflation numbers slowed less than expected in September, raising concerns that further hot inflation data could force the Federal Reserve to skip a rate cut in December or January.
- The STOXX 50 was down 0.2% and the STOXX 600 traded around the flatline on Thursday as traders were cautious ahead of the highly-anticipated US CPI report due later in the day. The data should offer further insights on how price pressures in the US economy are evolving, after the FOMC minutes reinforced the view the Fed will lower borrowing costs at a slower pace than initially expected.
- The Nikkei 225 Index climbed 0.5% to above 39,500 on Friday, rising for the third straight session and reaching its highest levels in two weeks. The broad-based Topix Index also gained 0.3% to 2,720. Those moves came even after Wall Street tumbled overnight following hotter-than-expected inflation data and disappointing jobless claims numbers in the US.
- WTI crude oil futures surged by 3.5% to settle at $75.8 per barrel on Thursday, driven by rising US fuel demand as Hurricane Milton struck Florida, concerns over Middle East supply disruptions, and expectations of growing energy demand in the US and China.

Market	Close	%1D	%1M	%1Y
VN-Index	1,286	0.35%	2.64%	11.78%
S&P 500 Index	5,780	-0.21%	4.07%	32.06%
Dow Jones Index	42,454	-0.14%	3.90%	25.59%
GP 100	8,238	-0.07%	0.53%	8.11%
Nikkei 225	39,605	0.57%	11.19%	24.01%
SHCOMP Index	3,302	1.32%	21.31%	7.24%
STOXX 600	519	-0.18%	2.18%	14.55%
KOSPI Index	2,610	0.40%	3.83%	6.51%
Hang Seng	21,252	2.98%	24.22%	18.77%

Commodity	Close	%1D	%1M	%1Y
Brent	79	-0.53%	11.85%	-7.97%
WTI	76	-0.45%	12.18%	-9.56%
Gasoline	214	-0.40%	12.92%	-3.06%
Natural gas	3	0.52%	18.46%	-20.37%
Coal	148	0.03%	6.51%	5.37%
Gold	2,635	0.21%	4.92%	40.60%
China HRC	3,627	-0.98%	18.26%	-5.10%
Steel rebar	3,395	-0.03%	13.55%	-4.10%
BDI index	1,790	-3.76%	-8.81%	-8.11%

Currency	Close	%1D	%1M	%1Y
Dollar Index	103	-0.12%	1.16%	-2.79%
USD/VND	24,839	0.02%	-1.00%	-1.68%
EUR/USD	1	-0.03%	-0.74%	2.93%
USD/JPY	149	0.00%	-4.18%	0.40%
USD/CNY	7	-0.01%	0.60%	3.16%
USD/GPB	1	0.00%	-0.12%	-5.70%
USD/KRW	1,350	0.28%	-0.74%	-0.85%
USD/AUD	1	0.00%	-0.95%	-4.82%
USD/CAD	1	-0.07%	-1.29%	-1.16%

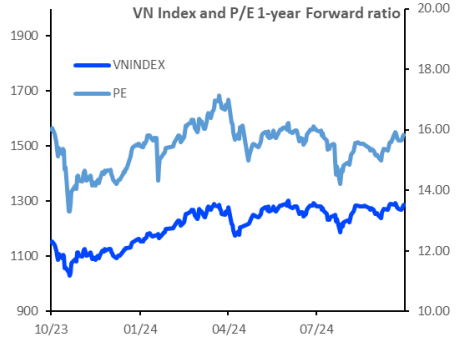
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 10/10/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,286.36	15.84	4.51	0.35	597	17,081
HNX INDEX	231.29	18.43	-0.48	-0.21	52	837





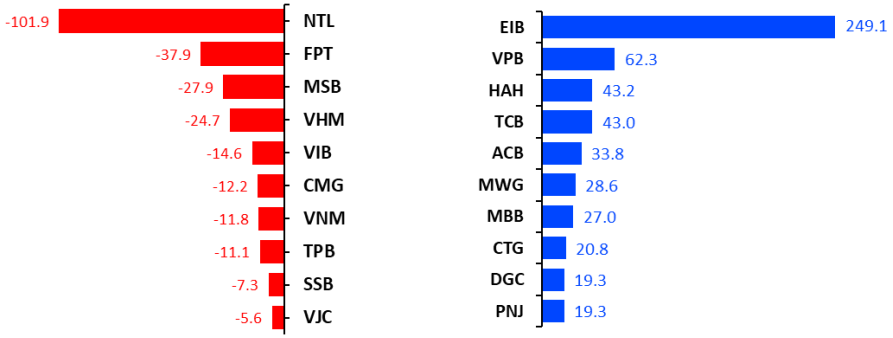
Money flow and sector rotation (VND bn)

Sector	%1D	10/10/2024	10/9/2024	20-session Average
Technology	314.24	1,579	381	499
Insurance	150.47	54	21	26
Travel & Leisure	86.76	261	140	127
Chemicals	64.09	760	463	696
Food and Beverage	53.57	2,307	1,502	1,057
Utilities	43.83	183	127	175
Personal & Household Goods	18.56	205	173	227
Automobiles & Parts	14.17	98	85	131
Media	5.89	16	15	9
Financial Services	3.11	2,015	1,954	2,055
Banks	2.44	5,206	5,082	4,511
Real Estate	0.29	1,427	1,423	2,262
Construction & Materials	-16.8	401	481	578
Industrial Goods & Services	-28.0	556	773	589
Basic Resources	-31.6	1,053	1,538	1,068
Oil & Gas	-31.7	146	214	187
Health Care	-44.9	38	69	49
Retail	-48.4	766	1,486	710

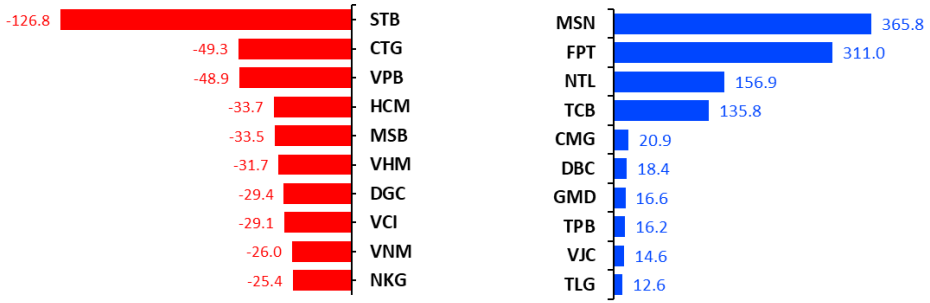
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 10/10/2024

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	(101)	112	(1)	(110)
Basic Resources	14	(24)	(79)	102
Media	5	2	(6)	5
Industrial Goods & Services	51	21	(84)	64
Health care	(0)	3	(2)	(1)
Chemicals	31	(45)	23	22
Financial Services	47	(79)	23	56
Travel & Leisure	(6)	5	168	(173)
Banks	418	(134)	(278)	412
Construction & Materials	8	(10)	8	2
Food and Beverage	7	367	(400)	32
Retail	42	(27)	121	(94)
Utilities	(2)	(6)	18	(12)
Personal & Household Goods	20	8	(24)	15
Technology	(50)	334	(217)	(117)
Automobiles & Parts	0	(6)	5	1
Insurance	16	5	(19)	15
Oil & Gas	(1)	(25)	24	1
Total	**499**	**502**	**(722)**	**220**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- According to the report, the Government has finalized the transfer plan for the two mandatory acquisition banks, Construction Joint Stock Commercial Bank (CBBank) and OceanBank. At the same time, the transfer plan for the remaining two banks, Global Petro Joint Stock Commercial Bank (GPBank) and DongA Bank, is being finalized. Regarding Saigon Commercial Joint Stock Bank (SCB), a proposal for restructuring has been submitted to the Government for consideration and decision. Up to this point, although not officially announced, market information suggests that Vietcombank will take over CBBank, while MB will acquire OceanBank. DongA Bank and GPBank are likely to be transferred to HDBank and VPBank, respectively
- Since the beginning of 2024, the State Bank of Vietnam has announced a new method for allocating credit room to commercial banks each year. This involves multiplying the financial health rating score of each CB by 3.5%. This is the first time the State Bank has implemented a credit room allocation based on financial ratings, allowing commercial banks to anticipate their credit limits for the year. However, this is still considered a short-term solution. In the long run, it is necessary to announce and implement a roadmap to eliminate credit limits and control credit growth through market mechanisms
- Vietnam's seafood exports surged over 7 billion USD in the first nine months of 2024, driven by impressive growth in shrimp and pangasius. The robust third quarter, which contributed 2.76 billion USD, pushed the total export value to 7.16 billion USD, marking an 8.5% year-on-year increase. Notably, all key seafood products experienced significant growth, with shrimp and pangasius leading the way

Breaking News



Business news

- **FPT:** FPT has reached a new all-time high for the 35th time this year, with the market capitalization of Vietnam's largest private corporation surpassing 200,000 billion VND. Compared to the beginning of 2024, FPT's share price has increased by nearly 70%. The foundation for this impressive stock performance is FPT's consistently strong business growth. In the first eight months of 2024, the corporation reported revenue of 39,664 billion VND and pre-tax profit of 7,077 billion VND, representing increases of 20.8% and nearly 20%, respectively, compared to the same period last year.
- **CTG:** On October 9th, the Board of Directors of VietinBank (Ho Chi Minh Stock Exchange code: CTG) officially announced its business plan for 2024. According to the plan, the bank aims to achieve a pre-tax profit of VND 26,300 billion, representing an 8.7% increase compared to the previous year.Other targets include total asset growth of 8-10%, credit growth in accordance with the credit growth limits approved by the State Bank of Vietnam for each period, and a bad debt ratio of less than 1.8%, which remains unchanged from the plan presented at the annual general meeting of shareholders in April.
- **OIL:** PVOIL effectively applies digital transformation to the petroleum business. PVOIL has officially launched a mobile application (app) for individual customers to purchase gasoline (PVOIL 4U), continuing to enhance the customer experience and benefits. Customers using the PVOIL 4U app can purchase gasoline at nearly 900 PVOIL and COMECO gas stations nationwide. At the same time, they will experience many outstanding features and benefits such as: gifting gasoline vouchers, managing fuel purchase transactions, searching for PVOIL gas stations, checking traffic fines, purchasing vehicle insurance, and more, along with various PVOIL promotions

Breaking News



Business news

- **DPM:** Phú Mỹ Fertilizer Plant Moves Towards a 'Smart Factory'. Currently, the leadership of Phú Mỹ Fertilizer Plant can monitor the plant's operation and handle on-site tasks efficiently without being physically present. The plant's leadership expects that the digital transformation process will bring about significant changes and breakthroughs in the plant's operation and production, thereby contributing significantly to making PVFCCo an international-standard and sustainable agriculture and chemical enterprise
- **KBC:** Having just signed a $1.5 billion USD project cooperation agreement with Trump Organization, Mr. Dang Thanh Tam has not yet managed to sell the 2,400 billion VND worth of shares. On October 9th, Mr. Dang Thanh Tam, Chairman of the Board of Directors of Kinh Bac City Development Corporation (Code: KBC), reported an unsuccessful transfer of 86.55 million KBC shares (equivalent to 11.27% of Kinh Bac's charter capital) to DTT Investment and Development Company Limited during the period from September 9th to October 8th
- **FMC:** Sao Ta Foods Joint Stock Company (Fimex, HOSE: FMC) has just announced its operational update for September, reporting impressive sales growth. Specifically, the company reported a total September 2024 sales of nearly USD 30.2 million, a 48.5% increase compared to the same period last year. With total sales exceeding USD 30 million for three consecutive months, Sao Ta has achieved its best quarterly performance in its history in terms of sales. Turning to the latest developments, the company's finished shrimp product sales in September reached nearly 2,640 tons, a 47% increase.

Technical view

Trend: Financial group is leading the way

- The VNINDEX closed at 1,286.36 points, up 4.51 points (+0.35%) with average liquidity flat over the past 20 sessions. The market saw 163 gainers and 206 decliners. Stocks contributing to the market's uptrend included FPT, VCB, and MSN, while STB, VHM, and HPG contributed to the decline. Foreign investors net bought over 505 billion dong
- **Technical Analysis:** The market opened with a significant gap up in the morning session. However, profit-taking pressure from the banking and securities sectors caused the market to narrow its gains. The market continues to face resistance at the 129x level, and it is highly likely that the market will retest the gap around 1281 in the coming sessions. The MACD is still in a negative divergence, indicating that the index needs more time to confirm the formation of a bottom. If the MA20 is breached, the index will retest the MA50 around the 1,240-1,250 point range, and the market will require more sessions to rebalance
- **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

11/10/2024 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%	27.85	10	0.54%	27/9/2024	
POW	Hold	13	15	12.5	15%	-4%	12.9	8	-0.77%	1/10/2024	
PVD	Hold	27.7	32.05	26.6	16%	-4%	27.35	4	-1.26%	7/10/2024	
MBB	Buy	25.5	27.7	24.75	9%	-3%	25.5	1	0.00%	10/10/2024	
MBS	Hold	29.9	34.5	29.3	15%	-2%	29.5	1	-1.34%	10/10/2024	

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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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