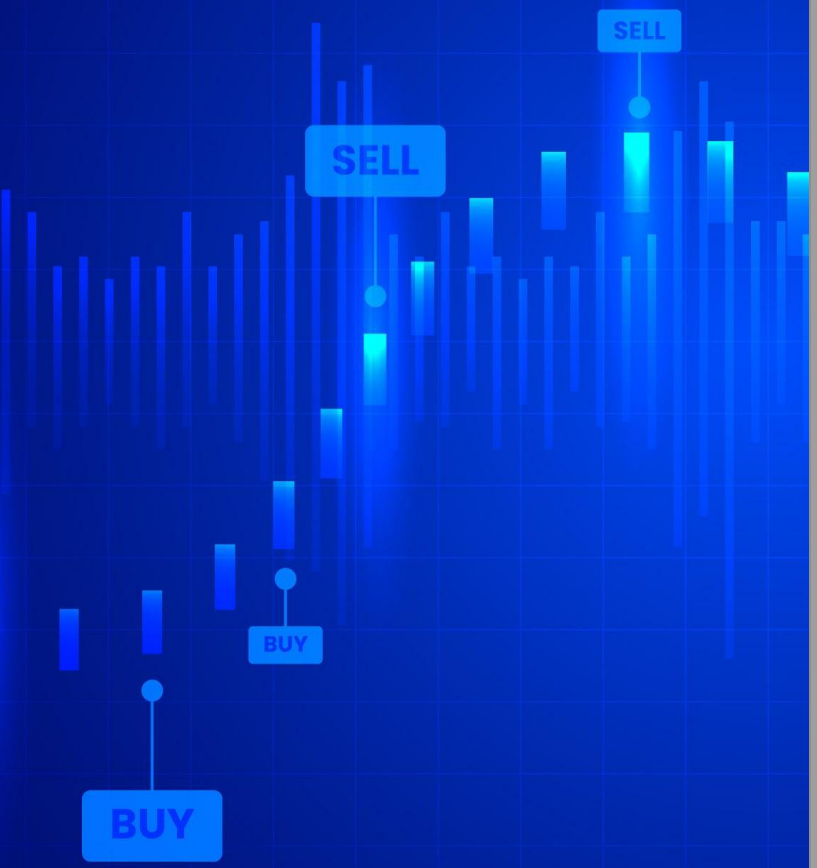
Shinhan Securities



MORNING CALL

15/10/2024

"VN-Index moves on roller-coaster"

- ❑ World stocks: Dow Jones surpasses 43,000 points for the first time
- ❑ Vietnamese stocks: VN-Index moves on roller-coaster
- ❑ Macro news
- ❑ Business news: #CNG, #VHM, #TCH, #VHC, #DHC, #HTL
- ❑ Technical perspective and updated recommendations
- ❑ Event calendar
- ❑ Q&A

Thao Nguyen ☎ (84-28) 6299 8004 ✉ thao.np@shinhan.com

Nam Hoang ☎ (84-28) 6299 7603 ✉ nam.h@shinhan.com

Following SSV's Zalo,
Catching the latest report



Please click or scan

Shinhan Securities

Global Market Review 14/10 – 18/10/2024

Major stocks market

- The S&P 500 and Dow Jones hit new record highs on Monday, while the Nasdaq rose 0.9%, driven by gains in tech stocks. The earnings season kicks into high gear this week with major companies like UnitedHealth, J&J, Bank of America, Goldman Sachs, and Netflix reporting results. Tech was the standout performer, with Nvidia leading gains in chipmakers and Apple benefiting from a positive analyst call.
- European stocks started the week higher, with the STOXX 50 and STOXX 600 rising 0.8% and 0.5%, respectively, following a strong US market boost. Tech stocks led the gains, climbing 1.7%, while travel and leisure stocks fell 0.7%. Investors are focused on the European Central Bank, expected to deliver its third rate cut of the year on Thursday, as inflation risks ease faster than anticipated.
- The Shanghai Composite jumped 2.07% to close at 3,284 while the Shenzhen Component gained 2.65% to 10,327 on Monday, recouping some losses from last week after China unveiled its highly-anticipated fiscal stimulus plan over the weekend. In a briefing on Saturday headed by Finance Minister Lan Foan, the government pledged to increase borrowing to support the property market, offer subsidies to low-income people and boost state banks' capital in a wider effort to shore up the economy.
- WTI crude oil futures fell by 2% to $74 per barrel on Monday, driven by concerns over China's weakening economy. Markets were disappointed by China's Finance Ministry briefing on Saturday, which lacked new major fiscal stimulus, despite promises of support for the property sector and potential increased borrowing. China's inflation rate also declined in September, raising fears about weaker fuel demand in the world's largest crude importer.

Market	Close	%1D	%1M	%1Y
VN-Index	1,286	-0.16%	2.77%	11.40%
S&P 500 Index	5,860	0.77%	4.16%	35.40%
Dow Jones Index	43,065	0.47%	4.04%	27.90%
GP 100	8,293	0.47%	0.24%	9.12%
Nikkei 225	40,088	1.22%	9.58%	24.05%
SHCOMP Index	3,284	2.07%	21.46%	6.35%
STOXX 600	525	0.53%	1.71%	16.83%
KOSPI Index	2,620	-0.11%	1.75%	6.69%
Hang Seng	21,093	-0.75%	21.44%	18.41%

Commodity	Close	%1D	%1M	%1Y
Brent	75	-2.69%	5.26%	-17.06%
WTI	72	-2.76%	4.57%	-18.13%
Gasoline	206	-2.24%	6.80%	-9.00%
Natural gas	2	-1.04%	7.07%	-23.73%
Coal	148	1.02%	7.47%	3.02%
Gold	2,649	0.00%	2.56%	37.93%
China HRC	3,654	1.02%	15.34%	-3.82%
Steel rebar	3,388	-0.59%	11.56%	-3.23%
BDI index	1,809	1.06%	-4.29%	-6.99%

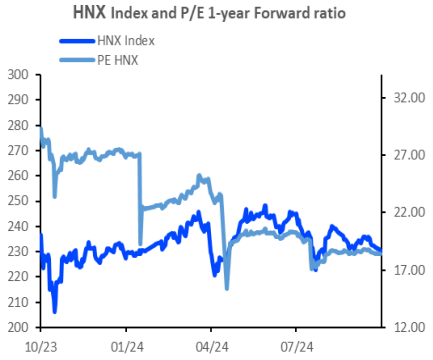
Currency	Close	%1D	%1M	
Dollar Index	103	-0.09%	2.07%	-3
USD/VND	24,843	0.01%	-1.21%	-1
EUR/USD	1	-0.04%	-2.05%	3
USD/JPY	150	0.09%	-6.02%	-0
USD/CNY	7	-0.32%	0.11%	3
USD/GPB	1	-0.01%	1.19%	-6
USD/KRW	1,359	-0.11%	-1.89%	-0
USD/AUD	1	0.02%	0.40%	-5
USD/CAD	1	-0.01%	-1.53%	-1

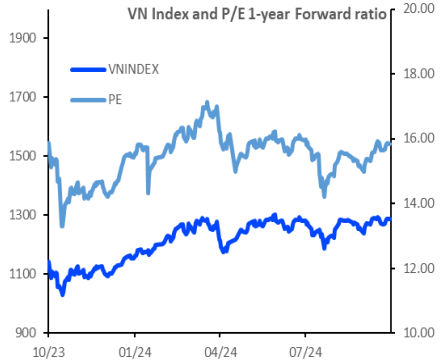
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 14/10/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,286.34	15.84	-2.05	-0.16	617	15,256
HNX INDEX	230.72	18.38	-0.66	-0.28	44	696





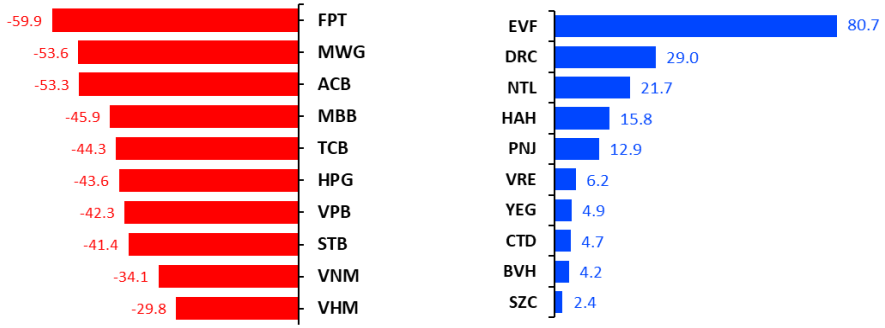
Money flow and sector rotation (VND bn)

Sector	%1D	10/14/2024	10/11/2024	20-session Average
Automobiles & Parts	619.55	679	94	161
Chemicals	109.23	669	320	680
Construction & Materials	55.05	703	453	594
Health Care	52.49	70	46	50
Banks	45.19	4,009	2,761	4,687
Technology	42.93	830	581	532
Oil & Gas	39.03	140	100	187
Financial Services	33.74	1,894	1,416	2,092
Food and Beverage	22.34	1,222	999	1,065
Personal & Household Goods	18.77	166	139	233
Real Estate	18.32	2,475	2,092	2,353
Basic Resources	12.51	716	637	1,082
Utilities	-5.0	207	218	171
Media	-18.4	17	21	10
Retail	-21.9	661	846	734
Travel & Leisure	-23.9	151	199	136
Industrial Goods & Services	-33.6	611	921	624
Insurance	-40.5	25	42	26

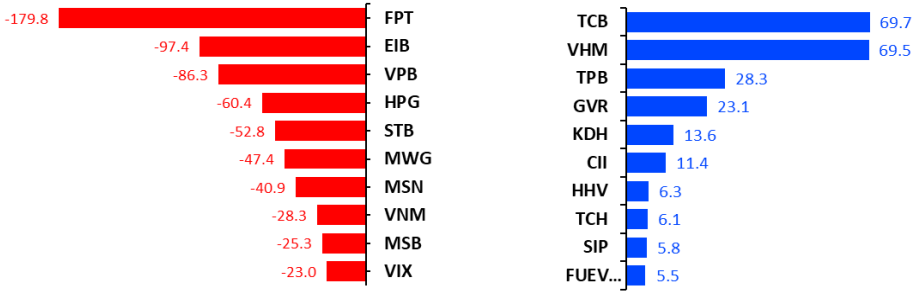
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 14/10/2024

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	(14)	55	14	(70)
Basic Resources	(43)	(60)	63	(3)
Media	5	(2)	(3)	5
Industrial Goods & Services	19	(24)	14	10
Health care	(0)	1	(1)	(0)
Chemicals	(3)	8	83	(91)
Financial Services	54	(58)	116	(58)
Travel & Leisure	(14)	(7)	23	(16)
Banks	(339)	(213)	382	(169)
Construction & Materials	(1)	2	17	(19)
Food and Beverage	(63)	(63)	97	(35)
Retail	(53)	(64)	150	(86)
Utilities	(7)	4	(13)	9
Personal & Household Goods	13	(9)	10	(2)
Technology	(60)	(182)	238	(56)
Automobiles & Parts	29	5	(43)	38
Insurance	4	2	(10)	7
Oil & Gas	(0)	(11)	2	9
Total	**(472)**	**(615)**	**1,141**	**(526)**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- International arrivals to Vietnam in 2024 could surpass the pre-COVID-19 peak, reaching approximately 19 million visitors. A recent macroeconomic report for the first nine months of the year, released by the General Statistics Office, revealed that Vietnam welcomed over 12.7 million international visitors, marking a 43% increase compared to the same period last year. Leading markets in terms of visitor numbers include South Korea with over 3.36 million arrivals, China with over 2.7 million, Taiwan (China) with over 950,000, and India with over 350,000
- As of October 11, 2024, with a 4.8% increase, Vietnam's average retail electricity price is 2,103.1159 VND/kWh. According to the current exchange rate, Vietnam's retail electricity price is equivalent to 0.084 USD/kWh. According to Global Petrol Prices statistics in March 2024, the average global electricity price was 0.156 USD for households and 0.150 USD per kWh for businesses. Vietnam's electricity price was 0.075 USD (in March 2024), higher than some countries in the region such as Laos, Malaysia, but lower than China (at 0.078 USD), Indonesia (0.092 USD), or Thailand (0.128 USD), Singapore (0.250 USD). Also according to Global Petrol Prices, from the second quarter to the third quarter of 2024, the average global electricity price increased by 4.57% for households and 2.53% for businesses. Thus, the downward trend in electricity prices since the 2022 energy shock has been reversed
- To meet the capital needs for implementing the urban railway (metro) development project, Ho Chi Minh City has proposed retaining the increased central government budget revenue from the revenue sharing between the central government budget and the city's budget. This still ensures the central government's 79% revenue as per the revenue estimate approved by the National Assembly

Breaking News



Business news

- **CNG:** In Q3/2024, CNG recorded a total revenue of VND 988.7 billion, exceeding the quarterly plan by 21%. Accumulated over 9 months, this figure reached VND 2,460.5 billion, fulfilling 80% of the annual plan. Estimated pre-tax profit in Q3 reached VND 34.68 billion, surpassing the quarterly plan by 16%. In the first 9 months, pre-tax profit stood at VND 92.1 billion, reaching 83% of the annual target. Compared to the same period in 2023, CNG's profit increased by more than 38%.In related developments, on October 31st, CNG will pay out more than VND 42 billion in dividends for 2023 at a rate of 12% in cash (VND 1,200/share). The ex-dividend date is October 14, 2024.
- **VHM:** In a notice dated October 11, 2024, Vinhomes Joint Stock Company (HOSE: VHM) announced that the expected period for the repurchase of 370 million treasury shares is from October 23 to November 22, 2024. The repurchase plan was approved by VHM's General Meeting of Shareholders in a written resolution dated September 4, 2024. Accordingly, VHM will repurchase a maximum of 370 million treasury shares, equivalent to 8.5% of the total outstanding shares. In the event that the maximum number of shares is repurchased, VHM's charter capital will decrease from over 43.5 trillion VND to over 39.8 trillion VND
- **TCH:** The fact that the two "Hoang Huy" stocks were halted from trading occurred in the context of TCH being mentioned in the Government Inspectorate's conclusion on October 11, 2024, due to its involvement in the conversion of land use from production and business to land business and residential construction during the 2011-2019 period by state-owned enterprises and joint-stock companies. Accordingly, the Government Inspectorate discovered several violations at a 23,380 square meter plot of land at 275 Nguyen Trai Street, Thanh Xuan District, Hanoi.

Breaking News



Business news

- **VHC:** VHC has announced its preliminary 9-month 2024 business results, reporting a 23% year-on-year increase in revenue to reach 9,300 billion VND. This growth was primarily driven by a 23% increase in revenue from frozen catfish and related products (such as breaded fish, fish oil, fishmeal, and animal feed). In September 2024, revenue growth slowed to 6% year-on-year, compared to the strong 31% growth in August 2024
- **DHC:** DHC has received an investment certificate for the Giao Long 3 plant, a project with a total investment of VND 1.8 trillion. The construction is expected to commence in the first quarter of 2025, aiming to be operational by the third quarter of 2027. Previously, in April, the Annual General Meeting of Shareholders of Dong Hai Ben Tre reported that the Giao Long 3 project had been scaled down and delayed due to capital-related legal regulations. The law stipulates that for projects developed on land areas exceeding 10 hectares, at least 20% of the investment costs must be financed through equity. Accordingly, Giao Long 3 requires an investment of VND 360 billion from equity
- **HTL:** HTL is planning to present to its shareholders a proposal to change the dividend payout ratio for 2024. Based on the actual situation, HTL has adjusted the dividend payout ratio for 2024 to 65%, equivalent to VND 6,500 per share, using the company's undistributed post-tax profits. The estimated payout period is in 2024-2025. Previously, the 2024 Annual General Meeting of Shareholders, held on May 10th, approved a dividend payout plan for 2024 with a ratio not exceeding 20%. Truong Long Technical and Automobile is known as an enterprise that consistently pays cash dividends annually, with a rate fluctuating by tens of percent each year. In 2023, Truong Long implemented two dividend payments, with a total ratio of up to 50%

Technical view

Trend: Financial group is leading the way

- The VNINDEX closed at 1,286.34 points, down 2.05 points (-0.16%) with average liquidity flat over the past 20 sessions. The market saw 146 gainers and 206 decliners. Stocks contributing to the market's gain included VHM, GVR, and MBB, while FPT, HPG, and EIB weighed on the market. Foreign investors were net sellers of more than 615 billion dong.
- **Technical Analysis:** The market opened with a gap up early in the morning session, but faced selling pressure towards the end. Market liquidity remained at a moderate level, indicating no significant selling pressure. The short-term trend of the market is still characterized by consolidation and narrow trading ranges. The VN-Index is expected to consolidate within the 127x-129x range. The VN-Index requires a strong cash flow session to break the negative divergence of the MACD. In the event of a continued breach of the MA20, the index will retest the MA50 level around the 1,240-1,250 point range, and the market will need 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

15/10/2024 9:00 AM

Unit: VND thousand

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	Note
HPG	Prepare to buy	26.95	29.2	26	8%	-4%	27.05	Increase above EMA 200	

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%	27.75	12	0.18%	27/9/2024	
POW	Hold	13	15	12.5	15%	-4%	12.8	10	-1.54%	1/10/2024	
PVD	Hold	27.7	32.05	26.6	16%	-4%	27.1	6	-2.17%	7/10/2024	
MBB	Hold	25.5	27.7	24.75	9%	-3%	25.85	3	1.37%	10/10/2024	
MBS	Hold	29.9	34.5	29.3	15%	-2%	29.9	3	0.00%	10/10/2024	

Note: All opinions and estimates regarding the company and its securities are accurate representations of the covering analyst's judgments as of this date and may differ from actual results. This report is intended to provide information to assist investment decisions only and should not be used or considered an offer or the solicitation of an offer to sell or to buy any securities. Stock selection and final investment decisions should be made at the client's own discretion. Please see the “Compliance notice and Disclaimer" section at the end of this report for more details.

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					

Shinhan Securities

Q&A

Shinhan Investment Network

SEOUL

Shinhan Securities Co., Ltd
Shinhan Investment Tower
70, Youido-dong, Yongdungpo-gu,
Seoul, Korea 150-712
Tel : (82-2) 3772-2700, 2702
Fax : (82-2) 6671-7573

NEW YORK

Shinhan Investment America Inc.
1325 Avenue of the Americas Suite 702,
New York, NY 10019
Tel : (1-212) 397-4000
Fax : (1-212) 397-0032

HONG KONG

Shinhan Investment Asia Ltd.
Unit 7705 A, Level 77
International Commerce Centre
1 Austin Road West
Kowloon, Hong Kong
Tel : (852) 3713-5333
Fax : (852) 3713-5300

INDONESIA

PT Shinhan Sekuritas Indonesia
30th Floor, IFC 2, Jl. Jend. Sudirman Kav.
22-23, Jakarta, Indonesia
Tel : (62-21) 5140-1133
Fax : (62-21) 5140-1599

SHANGHAI

Shinhan Investment Corp.
Shanghai Representative Office
Room 104, Huaneng Union Mansion No.958,
Luijiazui Ring Road, PuDong, Shanghai, China
Tel : (86-21) 6888-9135/6
Fax : (86-21) 6888-9139

HCM

Shinhan Securities Vietnam Co., Ltd.
18th Floor, The Mett Tower, 15 Tran Bach Dang, Thu Thiem Ward,
Thu Duc City, Ho Chi Minh City, Vietnam.
Tel : (84-8) 6299-8000
Fax : (84-8) 6299-4232

HA NOI

Shinhan Securities Vietnam Co., Ltd.
Hanoi Branch
2nd Floor, Leadvisors Building, No. 41A Ly Thai To,
Ly Thai To Ward, Hoan Kiem District,
Hanoi, Vietnam.
Tel : (84-8) 6299-8000



Compliance Notice

- Analyst Certification: We/I hereby certify the information and material presented in this report are accurate expressions of their views, and that we/I have not received internally or externally wrongful pressure to express such views.
- All opinions and estimates regarding the company and its securities are accurate representations of the covering analyst's judgments as of this date and may differ from actual results.
- This report is intended to provide information to assist investment decisions only and should not be used or considered an offer or the solicitation of an offer to sell or to buy any securities. Stock selection and final investment decisions should be made at the client's own discretion.
- This report is distributed to our clients only, and any unauthorized use, duplication, or redistribution of this report is strictly prohibited.

Disclaimers

- This research report and marketing materials for Vietnamese securities are originally prepared and issued by the Research Center of Shinhan Securities Vietnam Ltd.., an organization licensed with the State Securities Commission of Vietnam. The analyst(s) who participated in preparing and issuing this research report and marketing materials is/are licensed and regulated by the State Securities Commission of Vietnam in Vietnam only. This report and marketing materials are copyrighted and may not be copied, redistributed, forwarded or altered in any way without the consent of Shinhan Securities Vietnam Ltd.
- This research report and marketing materials are for information purposes only. They are not and should not be construed as an offer or solicitation of an offer to purchase or sell any securities or other financial instruments or to participate in any trading strategy. This research report and marketing materials do not provide individually tailored investment advice. This research report and marketing materials do not take into account individual investor circumstances, objectives or needs, and are not intended as recommendations of particular securities, financial instruments or strategies to any particular investor. The securities and other financial instruments discussed in this research report and marketing materials may not be suitable for all investors. The recipient of this research report and marketing materials must make their own independent decisions regarding any securities or financial instruments mentioned herein and investors should seek the advice of a financial adviser. Shinhan Securities Vietnam Ltd. does not undertake that investors will obtain any profits, nor will it share with investors any investment profits. Shinhan Securities Vietnam Ltd.., its affiliates, or their affiliates and directors, officers, employees or agents of each of them disclaim any and all responsibility or liability whatsoever for any loss (director consequential) or damage arising out of the use of all or any part of this report or its contents or otherwise arising in connection therewith. Information and opinions contained herein are subject to change without notice and may differ or be contrary to opinions expressed by other business areas or Shinhan Securities Vietnam Ltd. The final investment decision is based on the client's judgment, and this research report and marketing materials cannot be used as evidence in any legal dispute related to investment decisions.
- Copyright ⓒ 2020 Shinhan Securities Vietnam Ltd. All rights reserved. No part of this report may be reproduced or distributed in any manner without permission of Shinhan Securities Vietnam Ltd.