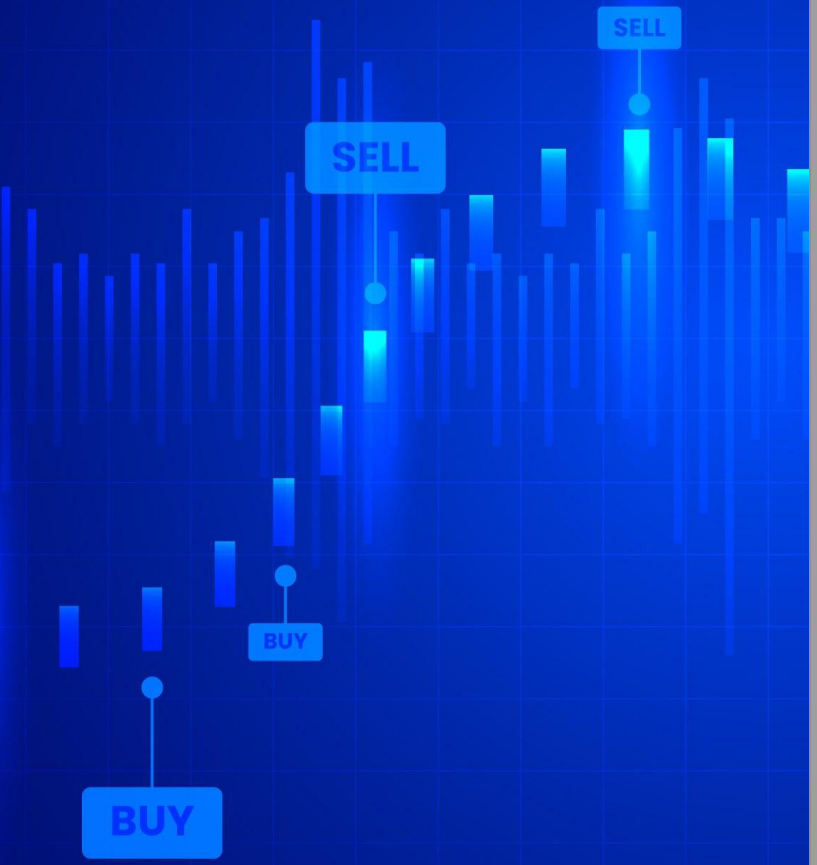
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MORNING CALL

17/10/2024

"In a turbulent air"

- ❑ World stocks: Earnings season
- ❑ Vietnamese stocks: In a turbulent air
- ❑ Macro news
- ❑ Business news: #VPB, #DIG, #PGD, #NVL, #BCM, #BIC
- ❑ 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 14/10 – 18/10/2024

Major stocks market

- In regular trading on Wednesday, the Dow jumped 0.79% to another all-time closing high. The S&P 500 and Nasdaq Composite also gained 0.47% and 0.28%, respectively. Investors now await earnings from Netflix, Blackstone and Intuitive Surgical, among others, as well as the latest weekly jobless claims, retail sales and industrial production data.
- European stocks closed firmly lower on Wednesday, extending the prior session's losses amid pessimistic corporate earnings from the Eurozone's largest companies. The currency bloc's Stoxx 50 fell 0.7% at 4,911 and the pan-European Stoxx 600 fell a softer 0.2% to 520, as the latter was supported by favorable inflation in the UK.
- The Nikkei 225 Index rose 0.1% to around 39,200 while the broader Topix Index gained 0.5% to 2,704 on Thursday, recouping some losses from the previous session and tracking a rebound on Wall Street overnight as strong corporate earnings from companies like Morgan Stanley and United Airlines lifted market sentiment. Exports from Japan shrank by 1.7% yoy to JPY 9,038.20 billion in September 2024, reversing a marginally revised 5.5% growth in August and missing market forecasts of a 0.5% rise.
- WTI crude oil futures steadied around a two-week low of $70 per barrel on Wednesday, following a 4.4% decline in the previous session amid continued uncertainty over the Middle East conflict.

Market

	Close	%1D	%1M	%1Y
VN-Index	1,279	-0.12%	1.63%	14.07%
S&P 500 Index	5,842	0.47%	3.69%	33.60%
Dow Jones Index	43,078	0.79%	3.54%	26.71%
GP 100	8,329	0.97%	0.23%	8.52%
Nikkei 225	39,130	-0.13%	8.08%	22.13%
SHCOMP Index	3,203	0.05%	18.45%	3.87%
STOXX 600	520	-0.19%	0.47%	15.53%
KOSPI Index	2,611	0.03%	1.38%	6.13%
Hang Seng	20,287	-0.16%	14.87%	14.14%

Commodity

	Close	%1D	%1M	%1Y
Brent	75	0.54%	1.25%	-17.00%
WTI	71	0.58%	-0.55%	-18.30%
Gasoline	205	0.70%	2.63%	-10.07%
Natural gas	2	0.25%	2.11%	-22.93%
Coal	146	-0.07%	6.34%	1.53%
Gold	2,677	0.13%	4.19%	39.21%
China HRC	3,624	-0.52%	14.39%	-4.58%
Steel rebar	3,406	-0.03%	12.15%	-5.76%
BDI index	1,676	-5.10%	-11.84%	-18.56%

Currency

	Close	%1D	%1M	%1Y
Dollar Index	104	-0.08%	2.59%	-2.58%
USD/VND	24,990	-0.02%	-1.42%	-1.96%
EUR/USD	1	-0.02%	-2.29%	2.68%
USD/JPY	149	0.15%	-4.69%	0.26%
USD/CNY	7	0.00%	-0.31%	2.69%
USD/GPB	1	0.03%	1.34%	-6.19%
USD/KRW	1,365	-0.05%	-2.32%	-0.86%
USD/AUD	1	-0.48%	0.84%	-4.98%
USD/CAD	1	-0.03%	-1.14%	-0.78%

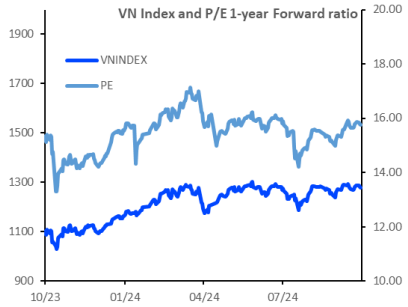
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 16/10/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,279.48	15.75	-1.60	-0.12	438	11,760
HNX INDEX	228.26	18.19	-0.69	-0.30	37	602





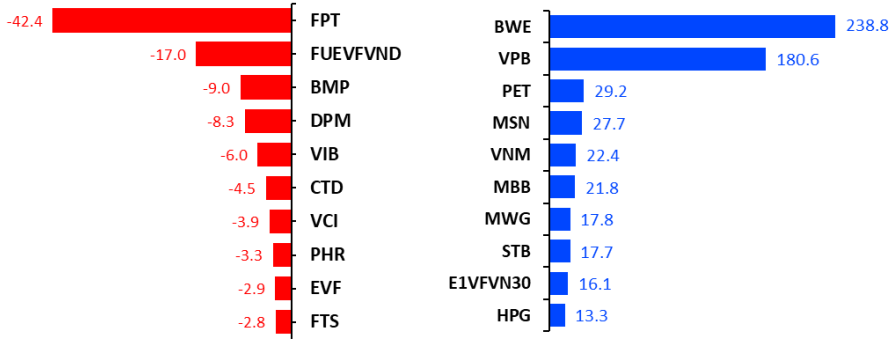
Money flow and sector rotation (VND bn)

Sector	%1D	10/16/2024	10/15/2024	20-session Average
Health Care	143.69	86	35	49
Chemicals	57.55	707	449	672
Retail	21.48	1,108	912	756
Insurance	1.51	21	21	27
Utilities	0.24	144	144	169
Construction & Materials	-7.0	445	479	585
Food and Beverage	-8.5	1,272	1,390	1,121
Industrial Goods & Services	-9.9	557	618	630
Technology	-10.0	410	455	516
Financial Services	-21.1	1,365	1,731	2,028
Media	-23.1	6	7	10
Personal & Household Goods	-27.2	118	162	227
Travel & Leisure	-27.2	117	160	136
Banks	-32.1	3,130	4,607	4,812
Basic Resources	-38.0	529	853	1,091
Automobiles & Parts	-42.8	177	310	175
Real Estate	-48.2	1,412	2,724	2,312
Oil & Gas	-60.2	148	373	200

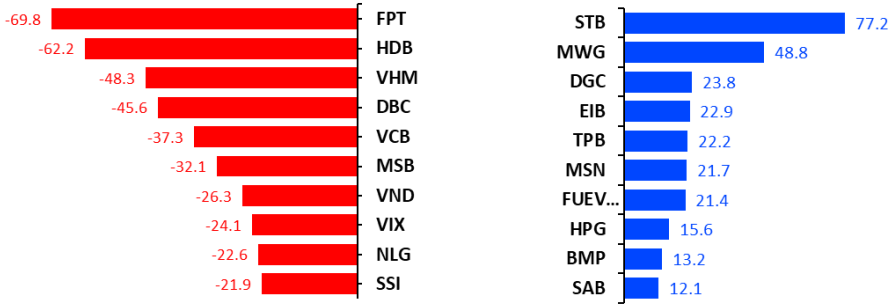
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 16/10/2024

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	25	(132)	104	28
Basic Resources	14	18	(53)	34
Media	4	0	(4)	4
Industrial Goods & Services	3	(14)	28	(13)
Health care	-	10	(9)	(1)
Chemicals	(9)	9	13	(22)
Financial Services	(0)	(73)	185	(112)
Travel & Leisure	3	(26)	(1)	27
Banks	246	(64)	14	50
Construction & Materials	(12)	10	4	(14)
Food and Beverage	58	(24)	(18)	42
Retail	47	37	(51)	14
Utilities	242	(6)	8	(2)
Personal & Household Goods	6	(1)	(6)	7
Technology	(42)	(74)	139	(66)
Automobiles & Parts	(0)	(1)	8	(7)
Insurance	3	(2)	(4)	6
Oil & Gas	3	1	25	(26)
Total	**589**	**(330)**	**382**	**(52)**

Source: Fiinpro. Shinhan Securities Vietnam

Breaking News



Macro

- The State Bank of Vietnam has just issued document 8444/NHNN-VP implementing Directive No. 29/CT-TTg of the Prime Minister on stimulating consumption, supporting production and business and developing the market in the coming years. water. An important content that units need to carry out is to continue implementing the Digital Transformation Plan to 2025 and vision to 2030. This includes coordinating with relevant agencies to implement the Application Development Project. Using population data, identification and electronic authentication to serve national digital transformation in the period 2022-2025, with a vision to 2030.
- Vietnam's plastics industry is facing significant challenges related to plastic waste and the need for recycling. The transition to recycling technologies and sustainable production has become urgent to meet the demands of green development. According to the Ministry of Natural Resources and Environment, Vietnam discards about 1.8 million tons of plastic waste each year, of which 0.28 to 0.73 million tons are directly discharged into the sea. However, only 27% of this waste is recycled at facilities and enterprises, a figure that is much lower than the actual demand
- Vietnam's government debt has been assessed by international organizations as stable and significantly lower compared to other countries with similar ratings. The borrowing demand for 2025 is estimated to exceed 815,000 billion VND. Specifically, public debt is projected to reach 36-37% of GDP, equivalent to 4-4.1 quadrillion VND; the government debt-to-GDP ratio is expected to be 33-34%; and the country's foreign debt-to-GDP ratio is estimated to be around 32-33%. These indicators are only equivalent to 60-70% of the permitted ceiling

Breaking News



Business news

- **VPB:** Vietnam Prosperity Joint Stock Commercial Bank (VPBank – HoSE: VPB) has just updated changes in shareholders holding 1% or more of the charter capital. According to information from shareholder Composite Capital Master Fund LP, as of October 9th, this fund is no longer a shareholder holding 1% or more of VPBank's charter capital. Composite Capital Master Fund LP is an investment fund registered in the Cayman Islands (a territory of the United Kingdom).
- **DIG:** Regarding the fulfillment of financial obligations, the Company will proceed to pay an amount of nearly VND 2.5 billion for the violation in determining the value of land assets as stated in Appendix 3 attached to the conclusion before September 25, 2024. Regarding the inspection of organizational and individual responsibilities, DIG will cooperate with the Ministry of Construction to conduct administrative inspections as per the inspection conclusion, also before September 25, 2024. From the perspective of a business, DIG believes that the inspection activities of the Government Inspectorate, in particular, and of competent state agencies in general, contribute to helping the company build and consolidate its management and governance system in accordance with the Party's, State's, and legal policies
- **PGD:** With net revenue increasing at a faster pace than the cost of goods sold, PetroVietnam Gas Distribution Joint Stock Company (HOSE: PGD) earned nearly 98 billion VND in net profit in the third quarter of 2024, a 3.2-fold increase compared to the same period last year. In addition to the increase in gas production, the company also adjusted its gas selling price in line with market trends, contributing to a nearly 450 billion VND increase in sales revenue (equivalent to an 18% increase), reaching over 2,900 billion VND

Breaking News



Business news

- **NVL:** Bondholders disagree with the decision to not mortgage Novaland's property rights as the company's stock price continues to decline, impacting the value of the bond's collateral. Bondholders are requesting that the issuer, Novaland, finalize the mortgage contract procedures and register the secured transactions as soon as possible. Bondholders are demanding that Novaland provide additional collateral for the trillion-dong bond due to the significant drop in the company's stock price to a historical low.
- **BCM:** Investment and Industrial Development Corporation - Joint Stock Company (Becamex IDC, HOSE: BCM) is about to finalize the list of shareholders eligible for a 2023 cash dividend. The ex-dividend date is November 4, 2024.Currently, the People's Committee of Binh Duong Province holds a significant 95.44% stake in BCM, potentially receiving nearly 988 billion VND in dividends. If completed, the 2023 dividend will be the largest payout since Becamex IDC was listed on the Ho Chi Minh Stock Exchange (HOSE) in 2020.The company plans to continue paying dividends in 2024 at a rate of 10%. BCM is also considering a public offering of 300 million shares on HOSE, with a starting price of at least 50,000 VND/share. This offering is expected to take place in 2024-2025. If all shares are sold at the starting price, BCM could raise a minimum of 15 trillion VND
- **BIC:** The Board of Directors of the Vietnam Joint Stock Commercial Bank Insurance Corporation (HOSE: BIC) has just approved a resolution to adjust the 2024 revenue plan. As for the profit plan, it will depend on the report of the General Director after having full data on the damages related to typhoon number 3 (Yagi) for necessary adjustments. According to the decision of the BIC Board of Directors, the insurance premium revenue plan is adjusted down by more than 7%, from VND 5,570 billion to VND 5,172 billion. Of which, the gross insurance premium revenue is adjusted down by 7% compared to the initial plan, to VND 5,052 billion, but the reinsurance premium revenue remains unchanged at VND 120 billion.

Technical view

Trend: Differentiation

- The VNINDEX closed at 1,279.48 points, down 1.6 points (-0.12%) with lower trading volume compared to the 20-day average. The market saw 153 gainers and 209 decliners. Stocks contributing to the market's gains included MWG, VHM, and VNM, while SSB, GAS, and PLX contributed to the declines. Oil and gas and real estate were the two sectors that experienced the sharpest declines in the market. Foreign investors net sold over 330 billion dong.
- **Technical Analysis:** The VN-Index traded within a narrow range throughout the session, forming a Doji candlestick at the MA10 support level and touching the trendline at 1,279 at the close. The market traded with low volume, indicating buyer caution ahead of the derivatives trading day. The short-term trend of the market remains largely unchanged, with the market still in a consolidation phase between 127x and 129x. The VN-Index needs a strong volume session to break the negative divergence of the MACD. In the event of a continued breach of the EMA50, the index will retest the 1,240-1,250 point region.
- **Strategy:** Investors should maintain their holding positions. Buying recommendations should wait for the market to decline to the 1,270 area and rebound, or wait to surpass 1,300.



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

17/10/2024 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	14	-1.81%	27/9/2024	
MBB	Hold	25.5	27.7	24.75	9%	-3%	25.65	5	0.59%	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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