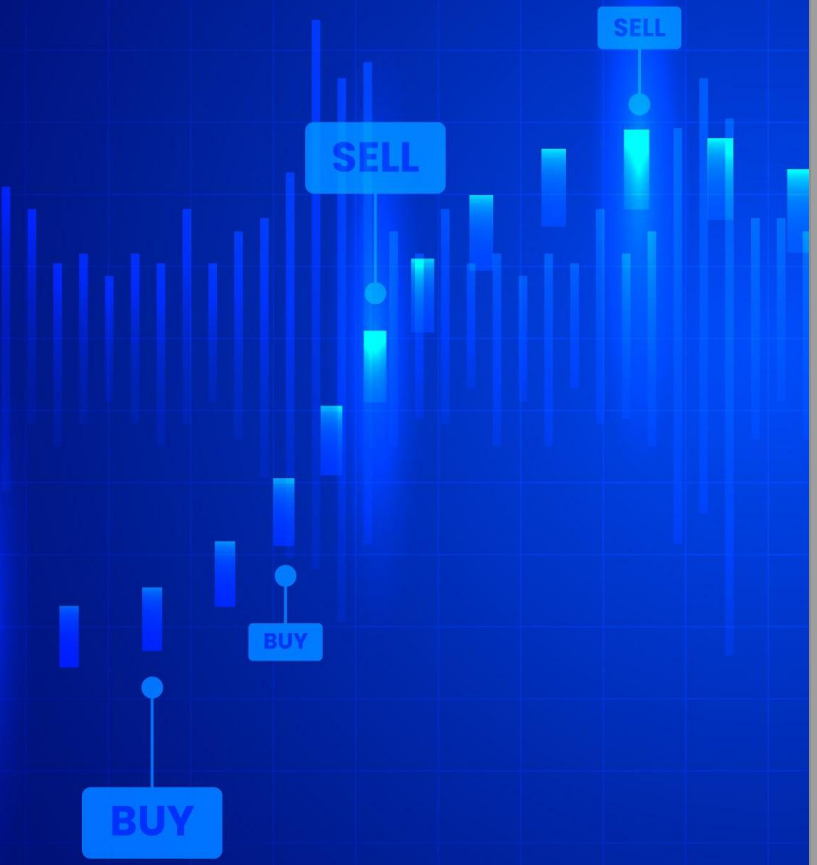
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# MORNING CALL

05/11/2024

# “Wait for buyers reaction”

- ❑ World stocks: The 2024 US election officially begins
- ❑ Vietnamese stocks: Wait for buyers reaction
- ❑ Macro news
- ❑ Business news: #VCG, #SBD, #PVS, #HDB, #TCM, #AGM
- ❑ 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 28/10 – 1/11/2024

## Major stocks market

- On Monday, the Dow dropped 0.61%, the S&P 500 fell 0.28%, and the Nasdaq Composite declined 0.33%. Recent polls suggest a tight race between Vice President Kamala Harris and former President Donald Trump, with markets also focusing on which party will control Congress as a potential sweep could bring significant shifts in spending and taxation policies. Investors are also awaiting the Federal Reserve's policy decision later this week, where a more cautious 25-basis-point rate cut is widely expected
- European markets ended lower on Monday as investors anticipated the US presidential election set for Tuesday. The Stoxx 50 declined by 0.6%, while the broader Stoxx 600 fell 0.3%, with most sectors in the red. Technology stocks dropped 1.1%, while banks led the gains among sectors, rising 0.7%.
- The Nikkei 225 Index fell 2.63% to close at 38,054, while the broader Topix Index dropped 1.9% to 2,644 on Friday, extending losses from the previous session and reflecting declines on Wall Street due to disappointing corporate updates from Microsoft and Meta Platforms.
- WTI crude oil futures surged 3% to $71.50 per barrel on Monday following OPEC+'s decision to postpone planned output increases by a month. The group announced it would extend its current output cut of 2.2 million barrels per day (bpd) into December, delaying an earlier planned increase of 180,000 bpd due to falling prices and weak demand.

| Market | Close | %1D | %1M | %1Y |
|---|---|---|---|---|
| VN-Index | 1,245 | -0.81% | -2.04% | 15.60% |
| S&P 500 Index | 5,713 | -0.28% | -0.67% | 31.07% |
| Dow Jones Index | 41,795 | -0.61% | -1.32% | 22.70% |
| GP 100 | 8,184 | 0.09% | -1.16% | 10.33% |
| Nikkei 225 | 38,442 | 1.02% | -0.50% | 20.32% |
| SHCOMP Index | 3,310 | 1.17% | -0.79% | 9.22% |
| STOXX 600 | 509 | -0.33% | -1.80% | 14.62% |
| KOSPI Index | 2,569 | -0.76% | -0.02% | 8.48% |
| Hang Seng | 20,568 | 0.30% | -9.54% | 16.44% |

| Commodity | Close | %1D | %1M | %1Y |
|---|---|---|---|---|
| Brent | 75 | -0.13% | -3.93% | -11.67% |
| WTI | 71 | -0.15% | -4.06% | -11.37% |
| Gasoline | 202 | 0.12% | -3.54% | -8.15% |
| Natural gas | 3 | 0.25% | -2.31% | -20.68% |
| Coal | 144 | -0.03% | -2.90% | 17.47% |
| Gold | 2,734 | -0.09% | 3.47% | 38.22% |
| China HRC | 3,538 | -0.65% | -3.73% | -8.96% |
| Steel rebar | 3,318 | 0.91% | -0.27% | -11.92% |
| BDI index | 1,378 | -0.72% | -28.53% | -5.75% |

| Currency | Close | %1D | %1M | %1Y |
|---|---|---|---|---|
| Dollar Index | 104 | 0.06% | 1.40% | -1.02% |
| USD/VND | 25,310 | 0.04% | -1.81% | -3.81% |
| EUR/USD | 1 | -0.04% | -0.93% | 1.46% |
| USD/JPY | 152 | -0.15% | -2.74% | -1.50% |
| USD/CNY | 7 | 0.40% | -1.16% | 2.38% |
| USD/GPB | 1 | 0.05% | 1.03% | -4.68% |
| USD/KRW | 1,379 | -0.19% | -2.49% | -5.89% |
| USD/AUD | 2 | 0.02% | 2.64% | -1.44% |
| USD/CAD | 1 | -0.04% | -2.06% | -1.49% |

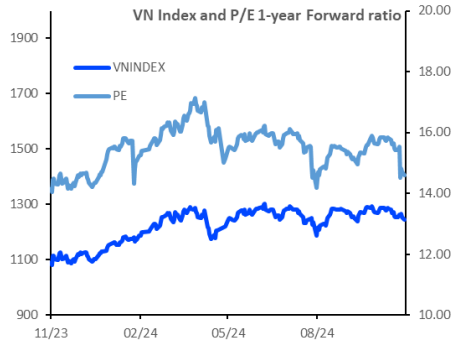
Source: Bloomberg. Shinhan Securities Vietnam

# Vietnam Market Snapshot 04/11/2024

## Market data

| | Close | PE | Change | %1D | Trading volume (mn stocks) | Trading value (VND bn) |
|---|---|---|---|---|---|---|
| VNI NDEX | 1,244.71 | 14.59 | -10.18 | -0.81 | 543 | 13,312 |
| HNX INDEX | 224.45 | 17.14 | -0.96 | -0.42 | 47 | 656 |



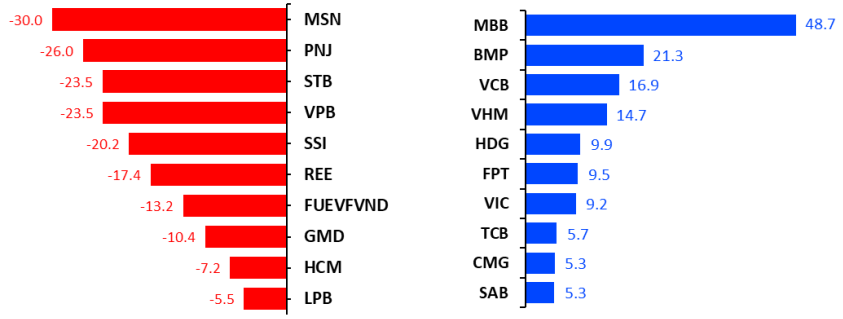

## Money flow and sector rotation (VND bn)

| Sector | %1D | 11/4/2024 | 11/1/2024 | 20-session Average |
|---|---|---|---|---|
| Automobiles & Parts | 48.09 | 147 | 99 | 162 |
| Financial Services | 37.03 | 1,699 | 1,240 | 1,553 |
| Banks | 27.98 | 3,839 | 3,000 | 3,943 |
| Oil & Gas | 18.41 | 126 | 106 | 136 |
| Technology | 12.30 | 492 | 438 | 483 |
| Insurance | 10.98 | 20 | 18 | 20 |
| Construction & Materials | 9.43 | 558 | 510 | 494 |
| Basic Resources | 0.80 | 665 | 659 | 756 |
| Health Care | 0.48 | 31 | 31 | 49 |
| Real Estate | -1.8 | 2,353 | 2,397 | 2,318 |
| Utilities | -12.3 | 134 | 152 | 138 |
| Chemicals | -12.7 | 487 | 558 | 527 |
| Industrial Goods & Services | -22.0 | 628 | 806 | 632 |
| Travel & Leisure | -24.5 | 140 | 186 | 151 |
| Food and Beverage | -25.5 | 1,036 | 1,390 | 1,148 |
| Media | -34.3 | 16 | 25 | 18 |
| Retail | -51.0 | 741 | 1,513 | 762 |
| Personal & Household Goods | -52.5 | 194 | 407 | 164 |

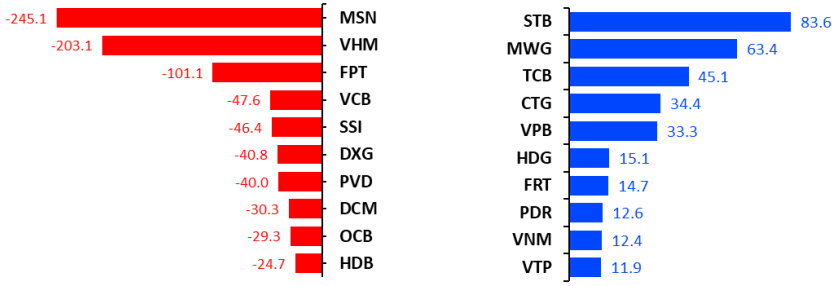
Source: Bloomberg. Shinhan Securities Vietnam

# Vietnam Market Snapshot 04/11/2024

### 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 | 30 | (256) | (141) | 397 |
| Basic Resources | (3) | (11) | (32) | 43 |
| Media | - | 0 | (0) | 0 |
| Industrial Goods & Services | (26) | (7) | 11 | (4) |
| Health care | - | (1) | 1 | - |
| Chemicals | 1 | (56) | 61 | (5) |
| Financial Services | (50) | (20) | 56 | (36) |
| Travel & Leisure | 5 | (5) | 4 | 1 |
| Banks | 16 | 84 | 88 | (172) |
| Construction & Materials | 21 | (36) | 38 | (1) |
| Food and Beverage | (22) | (248) | 235 | 12 |
| Retail | 3 | 66 | (83) | 18 |
| Utilities | 5 | (7) | 19 | (13) |
| Personal & Household Goods | (22) | (3) | 58 | (56) |
| Technology | 15 | (106) | 93 | 12 |
| Automobiles & Parts | (0) | (17) | 21 | (4) |
| Insurance | 0 | (1) | (1) | 2 |
| Oil & Gas | (0) | (47) | 52 | (5) |
| **Total** | **(28)** | **(672)** | **481** | **191** |

Source: Fiinpro. Shinhan Securities Vietnam

# Breaking News



## Macro

- The State Bank of Vietnam net injected nearly VND24,000 billion, the exchange rate was anchored high. Specifically, 21 members participated and all won the bid on the mortgage channel with a value of VND29,999.97 billion, 7-day term, winning interest rate at 4%/year. There was VND10,000 billion maturing.
- FTSE Russell and Morgan Stanley worked with the State Securities Commission on upgrading the Vietnamese stock market. Regarding the future prospects, Morgan Stanley representatives said that if the Vietnamese stock market is upgraded to an emerging market, it could help attract billions of dollars in foreign capital.
- Shunsin Technology Vietnam Co., Ltd. (a subsidiary of Foxconn Group) is applying for an environmental license for an 80 million USD investment project in Bac Giang province to produce and process chips. In the Environmental Impact Assessment Report currently seeking consultation from the Ministry of Natural Resources and Environment, the Shunsin Technology Co., Ltd. (Vietnam) Factory Project in Quang Chau was granted an investment registration certificate by the Bac Giang Provincial Industrial Parks Management Board, first certified on June 27, 2024.

# Breaking News



## Business news

- **VCG:** Vinaconex's financial report shows that the company's cost of goods sold decreased slightly to VND2,283 billion. As a result, Vinaconex's gross profit increased sharply to VND391 billion, more than 6 times higher than in the third quarter of 2023. As a result, the gross profit margin increased from 2.65% to 14.6%. In the third quarter of 2024, Vinaconex recorded a profit after tax of more than VND147 billion, more than 5 times higher than the figure of more than VND27 billion in the same period last year.
- **SBD:** Sao Bac Dau Company (stock code: SBD) did not fulfill its financial obligations for the signed contracts, so it filed a petition with the court to initiate bankruptcy proceedings. Accordingly, A1Tech Company supplies and installs for Sao Bac Dau Company technological equipment such as equipment on toll lanes, equipment in toll booths, equipment in accounting rooms, transmission equipment, cameras and incident detection systems, dynamic weighing systems, etc. In addition, A1Tech Company is responsible for handing over to Sao Bac Dau Company the equipment installation drawings, user manuals and operating procedures of the entire system provided by A1Tech Company.
- **PVS:** Preparing to spend hundreds of billions to pay dividends, cash of more than ten thousand billion, reporting profits exceeding the plan after only 9 months. With nearly 478 million shares in circulation, PVS will have to spend about 335 billion VND to pay dividends to shareholders this time, exactly as planned at the 2024 Annual General Meeting of Shareholders. According to the announced Q3/2024 financial statements, PVS recorded a 15% increase in net revenue over the same period last year to 4,820 billion VND. The slower increase in cost of goods sold helped the company earn a gross profit of 334 billion, an increase of 85%, and the gross profit margin improved sharply from 4% in Q3/2023 to 7% in this period.

# Breaking News



## Business news

- **HDB:** HDBank postpones the payment of 20% stock dividend to the fourth quarter of 2024. On November 4, the Board of Directors of Ho Chi Minh City Development Joint Stock Commercial Bank (HDBank, Code: HDB) announced an adjustment to the content related to the time of implementing stock dividend payment. Accordingly, the time is adjusted to the fourth quarter of 2024 after being approved by the competent State management agency as prescribed. Procedures related to capital increase are expected to be carried out in the first quarter of 2025 (after completing the dividend payment).
- **TCM:** TCM Textile expects from TC Tower project thanks to the new land price list in Ho Chi Minh City. According to the minutes of the extraordinary General Meeting of Shareholders, TCM Textile expects the new land price list in Ho Chi Minh City to push real estate prices higher, contributing to increasing revenue and profit from the TC Tower project compared to the original plan.
- **AGM:** AGM approved the dismissal of Mr. Tung from the position of Chairman of two subsidiaries, Angimex Food Company Limited and Angimex Food Processing Company Limited. At the same time, Mr. Luong Duc Tam was appointed to the position of General Director and became the legal representative of Angimex. Before his appointment, Mr. Tam was Vice Chairman of the Company's Debt Settlement Committee.

# Technical view

## Trend: The correction trend is not over yet

- VNINDEX closed at 1,244.71 (-10.18 points, -0.81%) with liquidity equal to the 20-session average. The market had 93 green codes and 287 red codes. The group of stocks contributing to the market's increase included REE KBC and FtS while VCB VPB and GVR contributed to the market's decline. Major industry groups all decreased, of which the basic materials group decreased the most. Foreign investors net sold more than 671 billion VND, mainly concentrated in MSN and VHM.
- **Technical Analysis:** After being confirmed as just a technical recovery at the end of the week, VN-Index decreased at the beginning of the session and continuously extended its decline during the trading session. Liquidity was at an average level with a wide candle body showing that the sellers were still dominating. The downtrend will still be the main trend in the short term until a new equilibrium point is found. We believe that the EMA200 area will witness more bottom-fishing buying force. If VN-Index finds an equilibrium point at this area, this will be a good signal to attract more money into the market. In case it continues to lose the EMA200 with a wide candle body, VN-Index may return to the 1,200-1,220 area for testing.
- **Strategy:** Investors should maintain an observation status and wait for the market to determine a new equilibrium point before entering. The buying recommendation is to wait for the market to move towards the 1,270 area and have a tendency to rebound or wait for it to surpass 1,300. Investors can consider reducing the proportion of some stocks that violate technical signals.




## 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

# Economic calendar

## November 2024

| SUNDAY | MONDAY | TUESDAY | WEDNESDAY | THURSDAY | FRIDAY | SATURDAY |
|---|---|---|---|---|---|---|
| 27 | 28 | 29<br>Vietnam macroecnomic data in October | 30<br>US GDP Growth Rate QoQ Adv Q3 | 31<br>US Personal Income MoM SEP | 1<br>_ Non-Farm Payrolls<br>_ Unemployment Rate (US)<br>ISM Services PMI<br>_ PMI VN and US | 2 |
| 3 | 4 | 5<br>_ US Presidential Election<br>_ US ISM Services PMI OCT | 6 | 7 | 8<br>Fed Interest Rate Decision | 9 |
| 10 | 11 | 12 | 13<br>US Core Inflation Rate MoM OCT<br>_ US Inflation Rate OCT | 14<br>_ US PPI MoM OCT | 15<br>US Retail Sales MoM OCT | 16 |
| 17 | 18 | 19<br>Building Permits Prel OCT | 20 | 21<br>_ Expiration of futures contract VN30F1M expires | 22 | 23 |
| 24 | 25 | 26 | 27<br>_ US GDP Growth Rate QoQ 2nd EST<br>_ Personal Income MoM OCT | 28<br>FOMC Minutes | 29<br>Vietnam macroecnomic data in October | 30 |

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# Q&A

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