MORNING CALL

November 14th, 2022

“Struggling to test the trend, haven asset channels have cooled down”

- Global stocks continue to have a positive trading week
- Domestic stocks struggled again, recovering weakly with the indecision trend still dominant
- Haven assets cool down
- Technical view and recommendations #BID
- Economic calendar
- Q&A

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Global Market Review - Week 07-11/11/2022

Major stock markets prospered

- US equities closed Friday session higher after a choppy morning session, extending Thursday's sharp gains prompted by weaker-than-expected CPI reading for October which reinforced the case for only a modest 50 bps hike in December. European equity markets had their best week since March, with the benchmark Stoxx 600 adding 3.7% and the German DAX up 5.7% buoyed by expectations that the Fed will slow the pace of rate hikes and news that China eased some Covid rules. In Asia, closing the week, Hong Kong's Hang Seng jumped more than 7%, along with Nikkei up 4.1%.
- The University of Michigan consumer sentiment for the US fell to 54.7 in November, the lowest in four months, and well below forecasts of 59.5.
- Chinese health authorities on November 11 announced easing some restrictions related to COVID-19 epidemic prevention, thereby shortening the isolation period for close contacts and people entering the country. At the same time abolishing sanctions on airlines that carry passengers infected with COVID-19.
- FTX exchange has officially filed for bankruptcy, pushing cryptocurrencies sharply down while sending shockwaves through other risk asset classes.
- This week is probably a week for the market to rest when there are not many key news. In the US, the most important economic releases include retail sales, producer prices, and housing data. Elsewhere, in the spotlight will be inflation rates from Japan, India, UK and Canada; Autumn budget statement from UK. In addition, some economic data in China will also be released.
- WTI crude futures rose more than 2.5% toward the $90 per barrel mark, extending a 0.8% gain in the previous session as news of China relaxing some of its stringent coronavirus-induced restrictions lifted the outlook for demand.

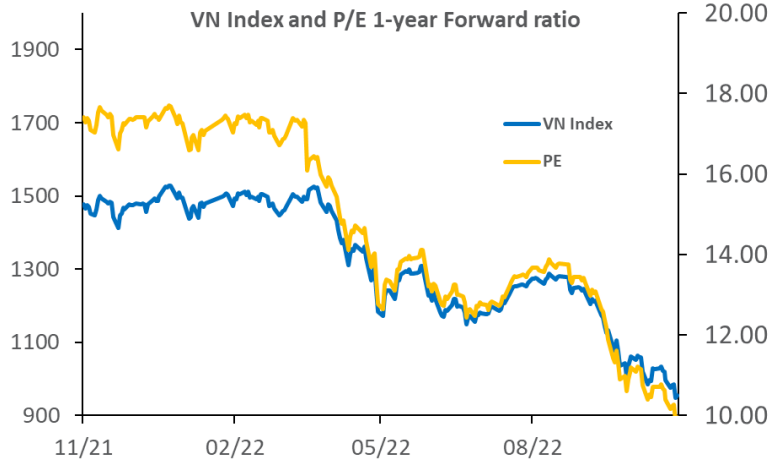
Market

	Close	%1D	%1M	%1Y
VN-Index	955	0.77%	-10.11%	-35.21%
S&P 500 Index	3,993	0.92%	11.44%	-14.73%
Dow Jones Index	33,748	0.10%	13.88%	-6.52%
GP 100	7,318	-0.78%	6.70%	-0.41%
Nikkei 225	28,155	-0.38%	3.93%	-4.91%
SHCOMP Index	3,087	1.69%	0.50%	-12.77%
STOXX 600	432	0.09%	10.46%	-11.19%
KOSPI Index	2,495	0.48%	12.77%	-15.95%
Hang Seng	17,326	7.74%	4.45%	-31.59%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	106.75	0.43%	-5.79%	12.22%
USD/VND	24,821.00	0.19%	-3.61%	-8.72%
EUR/USD	1.03	-0.17%	6.24%	-9.14%
USD/CNY	7.10	1.26%	1.01%	-9.95%
Brent	96.65	0.69%	5.48%	17.62%
WTI	89.54	0.65%	4.59%	10.83%
Natural gas	6.05	2.82%	-6.32%	26.17%
Coal	326.80	0.79%	-16.45%	115.71%
Gold	1,762.71	-0.48%	7.19%	-5.38%

Vietnam Market Snapshot 11/11/2022





	Close	PE	Difference	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	954.53	9.96	7.29	0.77	736	10,992
HNX INDEX	189.81	12.11	-2.58	-1.34	79	1,101

Money flow and sector rotation (VND bn)

Sector	%1D	11/11/2022	11/10/2022	20-session Average
Media	80.89	3	2	2
Construction & Materials	52.06	523	344	461
Financial Services	42.56	1,116	783	1,004
Industrial Goods & Services	39.86	479	342	416
Oil & Gas	23.25	150	122	191
Automobiles & Parts	6.84	101	94	78
Food and Beverage	0.16	721	720	718
Real Estate	-2.2	1,417	1,449	1,473
Banks	-3.4	2,481	2,567	1,958
Retail	-7.0	356	383	414
Basic Resources	-13.3	1,062	1,225	909
Chemicals	-21.7	489	624	613
Health Care	-25.2	16	21	16
Personal & Household Goods	-29.0	80	112	122
Technology	-35.2	92	142	100
Utilities	-39.3	148	243	185
Travel & Leisure	-41.1	27	46	36
Insurance	-49.4	45	89	61

Breaking News

Macro

Positive

- The Ministry of Industry and Trade requires the focal enterprise to sign a commitment to supply enough goods to the gas station. Specifically, the Ministry of Industry and Trade has just sent a telegram to the General Department of Market Management and the Market Management Departments of provinces and cities about the supervision, inspection, handling of violations and signing a commitment with enterprises. petroleum business.
- Interbank interest rates and exchange rates tend to cool down.

Less positive

- The State Bank of Vietnam continues to increase the operating interest rate by 1%, effective from October 25.
- The State Bank of Vietnam (SBV) decided to adjust the USD/VND spot exchange rate band from ±3% to ±5% from October 17.



Business news

Many business leaders and executives have registered to buy shares

- KBC, Mr. Dang Thanh Tam, Chairman of the Board of Directors of Kinh Bac Urban Development Corporation has just registered to buy 50 million shares to increase ownership. The expected trading time is from November 15 to December 14 in the form of order matching or agreement.
- HAH, Hai Ha Investment and Transport Joint Stock Company is a company led by Mr. Vu Ngoc Son as Chairman of the Board of Directors cum General Director, registered to buy 1 million shares of HAH from 11/11 to 8/12 by agreement method or order matching to increase investment.
- CII, Ms. Pham Thi Thuy Hang, wife of Mr. Le Quoc Binh, Chairman of the Board of Directors of Ho Chi Minh City Technical Infrastructure Investment JSC. HCM, register to buy 2 million CII shares. The transaction is expected to be carried out from November 15 to December 14.
- PC1, Mr. Trinh Van Tuan, Chairman of the Board of Directors of PC1 Group Joint Stock Company, registered to buy 1 million shares to increase his ownership rate in the company. The transaction is expected to be carried out from November 15 to November 28.
- HDB, Two leaders of Ho Chi Minh City Development Commercial Joint Stock Bank. In Ho Chi Minh City (HDBank), Mr. Nguyen Huu Dang - Vice Chairman of the Board of Directors and Mr. Dao Duy Tuong - Head of the Supervisory Board registered to buy 500,000 shares each, expected to trade from November 15, 2022.
- MWG, Mr. Nguyen Duc Tai, Chairman of the Board of Directors of Mobile World Investment JSC, registered to buy 1 million MWG shares in order to increase the ownership rate. The transaction is expected to take place from November 14 to December 13.

Haven assets cool down





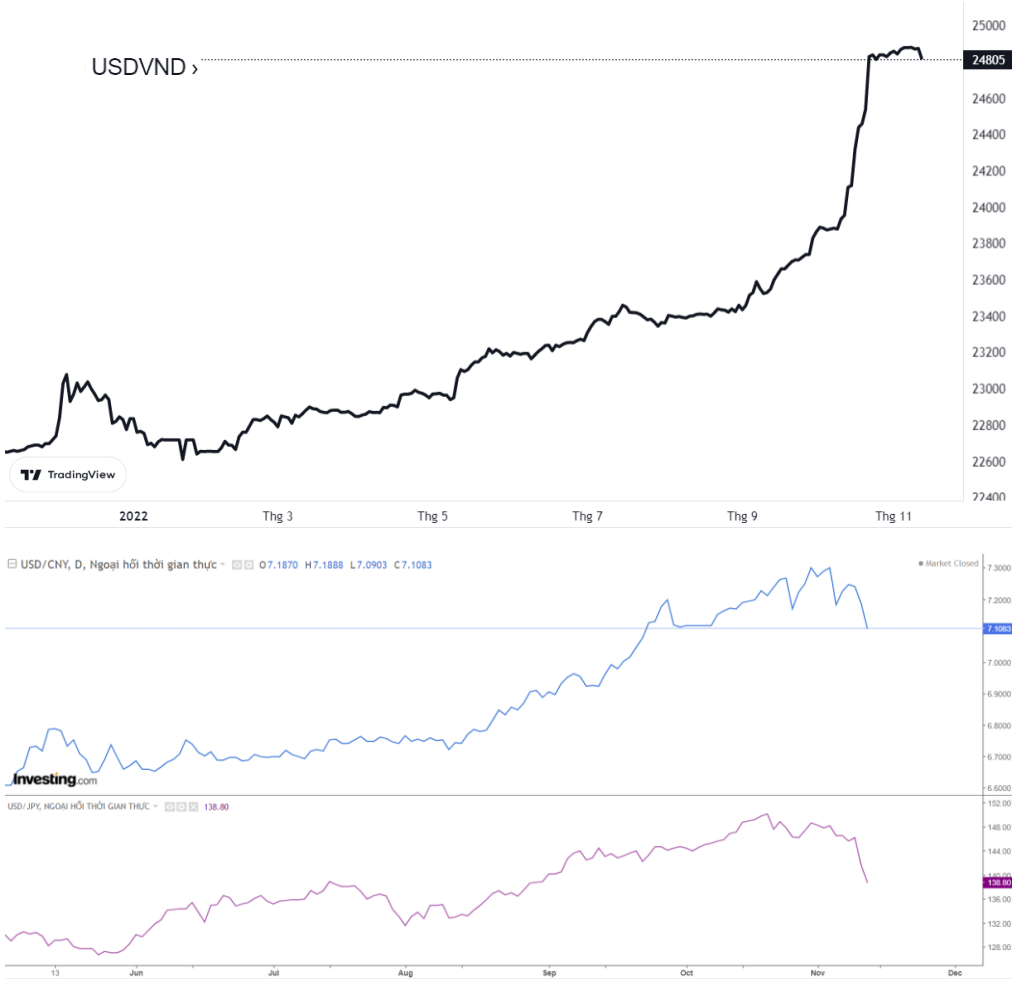
Dollar Index lost 107

- The dollar index depreciated below 107, a level not seen since mid-August, as softer-than-expected US data set the stage for a slower pace of interest rate hikes by the Federal Reserve. A Bureau of Labor Statistics report showed that the annual inflation rate eased to 7.7%, below economists' forecasts of 8%. The report also showed the CPI coming in cooler than expected on a month-on-month basis and in its core reading. Money markets are currently priced for a more moderate 50 basis point Fed rate hike in December after it delivered four consecutive 75 basis point increases. Given the above, the DXY is now down more than 3% this week, on track for its worst week since March 2020.

Yields on US Treasury bonds fell to 3.8%

- The yield on the US 10-year Treasury note fell sharply to 3.8%, the lowest in one month, after fresh CPI data came cooler than expected. Core inflation surprised to the downside at 6.3%, easing pressure on the Federal Reserve to hike rates for an extended period as signaled in its November meeting. Fed fund futures show that markets expect a 50bps rate hike by the Fed in December after four consecutive 75bps increases, while expectations for the terminal rate eased to 5%. In the meantime, investors continued to monitor results from mid-term elections, pointing to a split Senate and an advantage for the Republican party in the House of Representatives

Haven assets cool down



- The USD/VND exchange rate moved sideways and showed signs of cooling down, in the context of the weakening USD. Major Asian currency pairs like USD/CNY or USD/JPY fell sharply last week.

- Interbank interest rates have been more stable in short terms

Effective date: 11/10/2022

TERM	VALUE(%P.A)
Over Night	4.88
1 Weeks	5.56
2 Weeks	7.00
1 Months	8.09
3 Months	10.51
6 Months	9.08
9 Months	7.65(*)

Effective date: 11/02/2022

TERM	VALUE(%P.A)
Over Night	7.12
1 Weeks	7.56
2 Weeks	5.87
1 Months	10.88
3 Months	9.12
6 Months	9.68
9 Months	7.65(*)

Source: SBV

Technical view



Trend: Continue to search for the bottom

- Although global stocks mostly traded positively, the green color seems to be forgetting about Vietnamese stocks, in the context of weak domestic cash flow along with cautious investor sentiment. Main technical indicators like MACD, RSI are still showing positive divergence signals with the index's downtrend, but perhaps the reversal point has not happened immediately and the market needs time to stabilize as well as for investor sentiment is strengthened. Therefore, the right strategy is observation. The nearest support for the trend is around 940 points, while the resistance is now at 1,000 points.

Scenarios:

- Positive (50%): The index kept the threshold of 940 points, corresponding to the lower edge of the short-term downtrend channel, and created a recovery pace to the upper edge, corresponding to the threshold of 1,020 points.
- Less positive (50%): The index continued to drop and lost the threshold of 940 points. At this time, the risk increases and the falling momentum can find the psychological level of 900 points and lower than the threshold of 880 points.

Recommended stocks

Updated date **14/11/2022**

Unit: thousand VND

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
BID	Buy	35	38	33	9%	-6%	34.7	Successfully tested 10-day MA, volume improved
VHC	Watch							Maintain above MA10, MA20 days
VNM	Watch							Waiting to test MA20 day around price 78

Trading portfolio

Ticker	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
POW	Hold	10.3	11	9.5	7%	-8%	10.6	1	2.91%	11/11/2022	
CTG	Hold	23.5	26	22	11%	-6%	23.6	10	0.43%	31/10/2022	
NTP	Sell	37.4	40	35	7%	-6%	32	19	-14.44%	18/10/2022	

Economic calendar

November 2022

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
30	31	1 ISM Manufacturing PMI JOLTS Job Openings	2 ADP Non-Farm Employment Change Monetary Policy Meeting (BoJ)	3 FOMC Statement Federal Funds Rate BOE Monetary Policy Report ISM Services PMI (US)	4 Non-Farm Employment Change, Unemployment Rate (US)	5
6	7 Trade Balance, Unemployment Rate (China)	8 Congressional Elections (US)	9 Crude Oil Inventories (US) CPI, PPI y/y (China)	10 CPI, Core CPI (US) Unemployment Claims	11 Portfolio Structure Announcement (MSCI) GDP (UK) Prelim UoM Consumer Sentiment (US)	12 Treasury Currency Report (US)
13	14 Announcement deadline reviewed Q3/2022 financial statements. Monetary Policy Report Hearings (UK)	15 Monetary Policy Meeting (Australia)	16 CPI (UK) Retail Sales (US)	17 Expiration of futures contract VN30F1M Housing Starts (US)	18 Existing Home Sales (US)	19
20	21 Flash Manufacturing and Services PMI (UK, French, German)	22 Ishare MSCI review	23 Flash Manufacturing and Services PMI (US)	24 FOMC Meeting Minutes	25 Tokyo Core CPI y/y	26
27	28	29 CB Consumer Confidence (US) Monthly macroeconomic data release	30 Prelim GDP q/q (US)	1	2	3

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