MORNING CALL

November 17th, 2022

“The pair of reversal candles appeared, has the market found the bottom?”

- Global stocks fell again
- Domestic stocks reversed spectacularly with record matching order
- Technical view and recommendations #BID, #CTG, #POW
- Economic calendar
- Q&A

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Global Market Review - Week 14-18/11/2022

Major stock markets fell slightly

- US stocks dropped slightly, trading started to struggle. European stocks closed lower on Wednesday, snapping a four-day winning streak, as investors monitored geopolitical tensions in eastern Europe while digesting a slew of corporate updates.
- Retail sales in the US surged 1.3% month-over-month in October of 2022, the strongest increase in eight months, after a flat reading in September and beating market forecasts of a 1% gain.
- The annual inflation rate in the UK jumped to 11.1% in October from 10.1% in September, much above forecasts of 10.7%.
- Imports to Japan jumped 53.5% yoy to a fresh high of JPY 11,164.8 billion in October 2022, topping market forecasts of 49.7%. and following a 45.7% growth in September. This was also the 18th straight month of double-digit growth in inbound shipments, amid strong domestic demand, high commodity prices, and the slump in yen. According to preliminary statistics released by the Cabinet Office of Japan on November 15, the country's gross domestic product (GDP) shrank 0.3% in the third quarter of 2022, equivalent to a decrease in economic growth annual rate is 1.2%. This is the first time that Japan's economy has turned into a contraction in the past 1 year and is a significant decrease compared to the growth rate in the second quarter of 4.6%.
- WTI crude futures fell more than 2% to below $85 per barrel, closing in on a 3-week low after rising to as high as $87.5 earlier in the session, as flows through the Druzhba pipeline which carries Russian oil to Hungary had resumed following a brief outage.

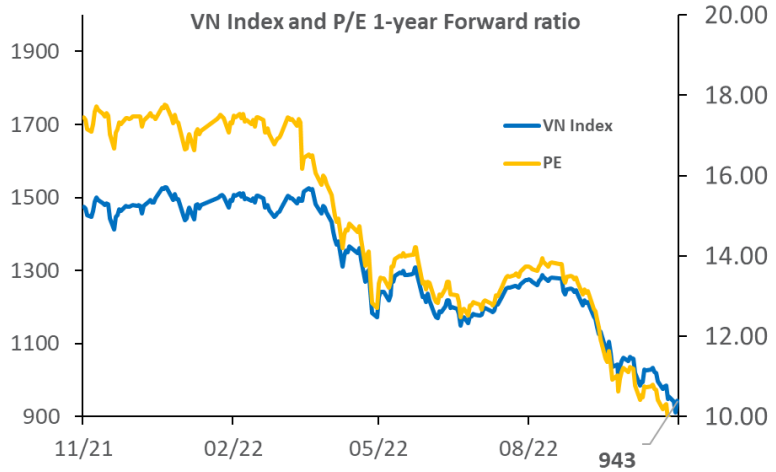
Market

	Close	%1D	%1M	%1Y
VN-Index	943	3.40%	-10.33%	-36.11%
S&P 500 Index	3,959	-0.83%	10.49%	-15.79%
Dow Jones Index	33,554	-0.12%	13.22%	-7.16%
GP 100	7,351	-0.25%	6.23%	0.82%
Nikkei 225	27,958	-0.25%	4.41%	-5.83%
SHCOMP Index	3,120	-0.45%	1.14%	-11.80%
STOXX 600	430	-0.98%	7.95%	-12.20%
KOSPI Index	2,477	-0.12%	11.61%	-16.37%
Hang Seng	18,256	-0.47%	9.89%	-28.82%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	106.28	-0.12%	-6.20%	10.81%
USD/VND	24,790.00	0.08%	-1.90%	-8.65%
EUR/USD	1.04	-0.06%	5.57%	-8.22%
USD/CNY	7.10	-0.74%	1.38%	-9.94%
Brent	92.86	-1.07%	1.34%	12.65%
WTI	85.29	-0.35%	-0.20%	8.84%
Natural gas	6.22	0.31%	3.67%	29.13%
Coal	332.55	-2.48%	-15.27%	121.11%
Gold	1,773.63	-0.01%	7.49%	-5.03%

Vietnam Market Snapshot 16/11/2022





	Close	PE	Difference	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	942.90	9.86	31.00	3.40	1,046	14,373
HNX INDEX	183.45	11.71	7.66	4.36	121	1,321

Money flow and sector rotation (VND bn)

Sector	%1D	11/16/2022	11/15/2022	20-session Average
Chemicals	217.35	1,159	365	604
Oil & Gas	203.70	273	90	176
Retail	129.02	688	300	418
Construction & Materials	111.34	622	294	449
Technology	85.79	233	126	112
Real Estate	68.74	2,030	1,203	1,496
Insurance	64.59	110	67	65
Health Care	62.88	27	17	18
Financial Services	52.37	1,361	893	1,023
Banks	39.43	3,007	2,156	2,122
Utilities	37.20	228	166	184
Industrial Goods & Services	36.88	497	363	419
Food and Beverage	34.01	972	725	725
Personal & Household Goods	23.50	129	105	120
Automobiles & Parts	23.02	117	95	83
Travel & Leisure	-3.0	62	64	39
Basic Resources	-31.9	659	968	937
Media	-76.7	1	6	2

Breaking News

Macro

Positive

- The Ministry of Industry and Trade directs the main traders of petrol and oil to supply enough gasoline for the domestic market, ensuring that there is no shortage of petrol and oil.
- The Ministry of Industry and Trade submits to the Government for approval the Power Plan 8, with the average electricity price expected to gradually increase from 7.9 UScent/kWh in 2020 to 8.1-9 UScent/kWh in 2030. Orientation to 2050 average electricity is about 10.2-10.5 UScent/kWh.

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

- HAG, In order to confirm the actual production and business activities and prove the company's growth, Mr. Duc - Chairman of the Board of Directors, invited shareholders owning over 500,000 shares and representatives of the shareholders groups (total HAG shares over 500,000) participated in the journey to visit HAGL's projects in Vietnam, Laos, Cambodia in mid-December, expected 40 people.
- FPT, FPT Corporation has just announced 10-month business results with revenue of VND 33,105 billion, profit before tax of VND 6,456 billion, up 24.4% and 24% respectively over the same period. Profit after tax for shareholders of parent company reached VND 4,550 billion, up 30.7%. The technology sector continued to play a key role, contributing 57% of revenue and 46% of pre-tax profit for FPT, equivalent to VND 20,047 billion and VND 2,970 billion.
- ANV, Nam Viet JSC has just announced the adjustment of the 2021 dividend payment time from December 1, 2022 to April 27, 2023, which is about 5 months longer than the original plan. Explaining the reason, ANV said that the financial situation at the end of the year was difficult, leading to not being able to prepare the payment source in time.
- GMX, My Xuan Construction Ceramic Tile JSC announced its business results for the third quarter of 2022 with strong revenue growth of 285%, reaching VND 76.42 billion, nearly 4 times higher than the same period; profit after tax increased strongly, reaching VND 13.81 billion, while the same period only profit was VND 1.46 billion. The reason is that the economy recovered well after the Covid-19 pandemic, the consumption demand of people and businesses increased, so the consumption of brick products for wall construction and the output of decorative products increased.



Technical view



Trend: Spectacular reversal

- Although the selling pressure to sell mortgages continued to dominate at the beginning of the session, the bottom-fishing demand quickly joined and helped many stocks escape the floor price, recover and rise sharply to the ceiling price in the session. Green color spread in almost all industry groups. However, NVL and PDR still had a surplus of over ten million shares at the floor price. The spreading momentum today was good, showing the response of the general money flow and helping the index close at a high level, creating a Bullish Engulfing candlestick pattern, one of the popular reversal candlesticks. Matching was also above the 20 session average, showing consensus. Currently this is a positive signal in the short term, but it is still quite early to conclude whether the market has bottomed or not, we still need a few more confirmation sessions, but in the immediate future, the threshold of 900 points will be a hard support for the market trend.

Scenarios:

- Positive (40%): 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 (60%): 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 **17/11/2022**

Unit: thousand VND

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
VNM	Watch							Good reaction around MA20 week
HPG	Watch							Breaking above the 10-day MA with high volume, the story of China's real estate rescue

Trading portfolio

Ticker	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
BID	Wait to sell	35	38	33	9%	-6%	35.7	3	2.00%	14/11/2022	Market risk
POW	Hold	10	11	9.5	10%	-5%	10.1	4	1.00%	11/11/2022	Market risk
CTG	Wait to sell	23.5	26	22	11%	-6%	24.8	13	5.53%	31/10/2022	Market risk

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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