MORNING CALL

December 06th, 2022

Shinhan Securities

"Profit-taking pressure returned, trading struggled"

- Global stocks fell again
- Domestic stocks trading struggled
- Dividend payment schedule for week 05 - 09/12
- Technical view and recommendations #VNM
- Economic calendar
- Q&A

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Open Account

Global Market Review - Week 05 - 09/12/2022

Major stock markets fell again

- Wall Street's main indexes sold off Monday, as better-than-expected US services activity data suggested the Federal Reserve could raise interest rates for longer. European equity markets closed lower on Monday, with the benchmark Stoxx 600 down 0.3% and the German DAX retreating 0.4% dragged by weak economic data.
- The ISM Services PMI unexpectedly jumped to 56.5 in November of 2022, rebounding from a more than 2-year low of 54.4 hit in October and beating market forecasts of 53.3.
- New orders for US manufactured goods rose by 1 percent in October of 2022, following a 0.3 percent increase in the prior month and above market expectations of a 0.7 percent gain.
- According to the Financial Times, Chinese cities accelerated the easing of strict epidemic prevention restrictions over the weekend. The cities of Shenzhen and Shanghai have dropped the requirement for commuters to present PCR test results to travel on public transport. Previously, Tianjin, Chengdu and Chongqing also made similar moves.
- WTI crude futures fell below $77 per barrel, a dramatic reversal from its daily highs of $82.6 as investors grew more risk averse. Better-than-expected ISM non-manufacturing data and last week's solid jobs report dashed hopes of less aggressive interest rate hikes from the Federal Reserve.

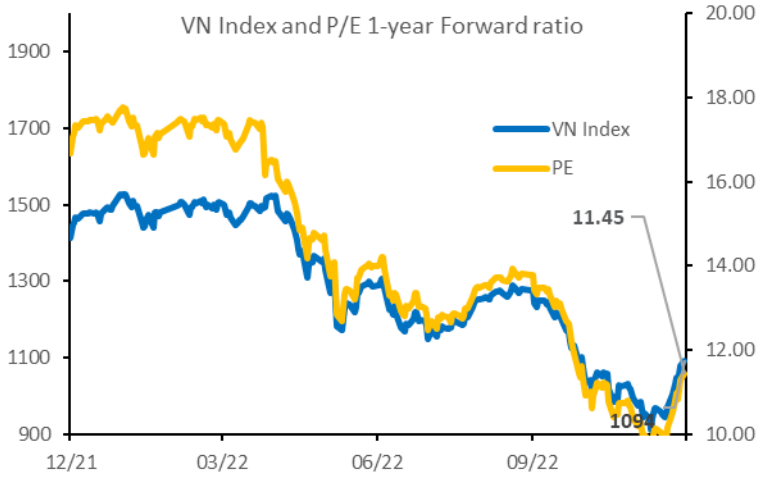
Market

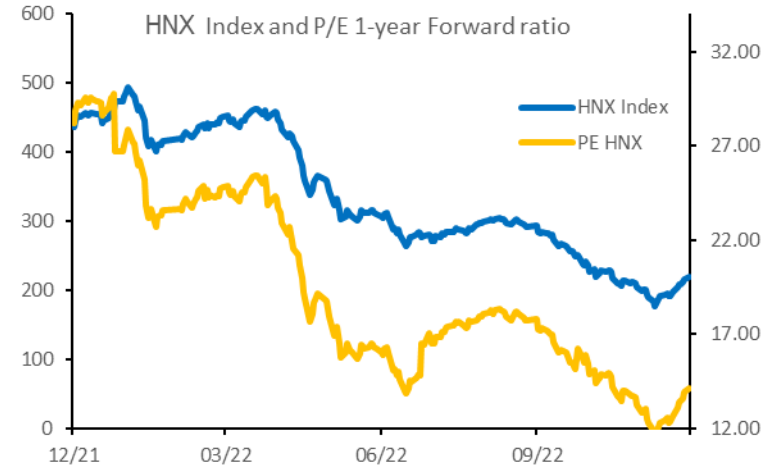
	Close	%1D	%1M	%1Y
VN-Index	1,094	1.26%	9.68%	-22.63%
S&P 500 Index	3,999	-1.79%	6.05%	-11.89%
Dow Jones Index	33,947	-1.40%	4.76%	-1.83%
GP 100	7,568	0.15%	3.17%	4.64%
Nikkei 225	27,805	-0.05%	2.23%	-0.44%
SHCOMP Index	3,212	1.76%	4.59%	-10.52%
STOXX 600	441	-0.41%	5.87%	-5.81%
KOSPI Index	2,408	-0.49%	2.52%	-19.03%
Hang Seng	19,518	4.51%	20.77%	-16.41%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	105.29	0.71%	-5.04%	9.54%
USD/VND	24,001.00	1.98%	3.60%	-3.90%
EUR/USD	1.05	0.14%	4.85%	-6.90%
USD/CNY	6.96	1.31%	3.86%	-8.42%
Brent	82.68	-3.38%	-16.12%	18.32%
WTI	77.43	0.65%	-16.39%	11.43%
Natural gas	5.65	1.22%	-11.80%	54.36%
Coal	400.50	2.43%	14.59%	157.97%
Gold	1,769.68	0.06%	5.61%	-0.51%

Vietnam Market Snapshot 05/12/2022





	Close	PE	Difference	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,093.67	11.45	13.66	1.26	1,257	20,974
HNX INDEX	219.96	14.14	4.00	1.85	123	1,769

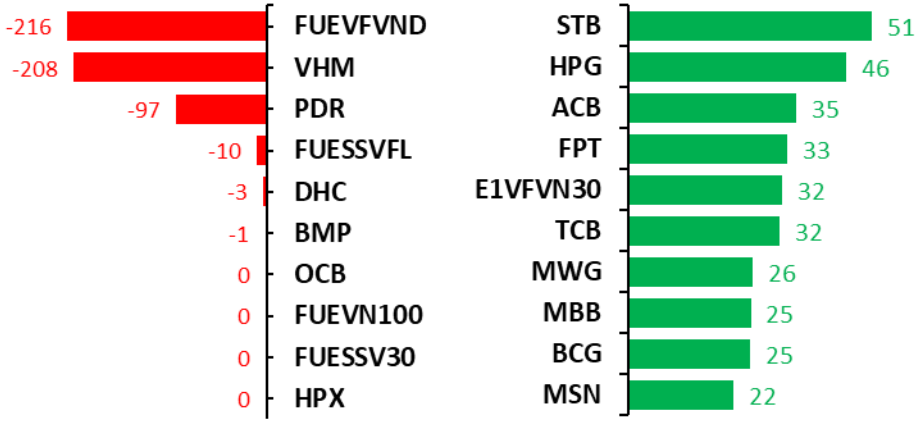
Money flow and sector rotation (VND bn)

Sector	%1D	12/5/2022	12/2/2022	20-session Average
Media	108.01	1	0	2
Insurance	67.58	107	64	67
Health Care	60.94	26	16	19
Banks	40.83	4,528	3,215	2,615
Industrial Goods & Services	38.43	729	526	452
Financial Services	29.27	2,401	1,858	1,314
Utilities	18.54	277	233	204
Automobiles & Parts	18.06	137	116	107
Basic Resources	13.90	1,454	1,277	1,086
Construction & Materials	5.77	756	715	468
Oil & Gas	1.98	174	170	147
Travel & Leisure	1.50	104	102	54
Food and Beverage	-2.5	994	1,019	816
Personal & Household Goods	-3.2	148	153	120
Real Estate	-10.9	4,568	5,128	2,717
Chemicals	-11.8	658	745	586
Retail	-16.9	473	569	381
Technology	-50.8	122	249	122

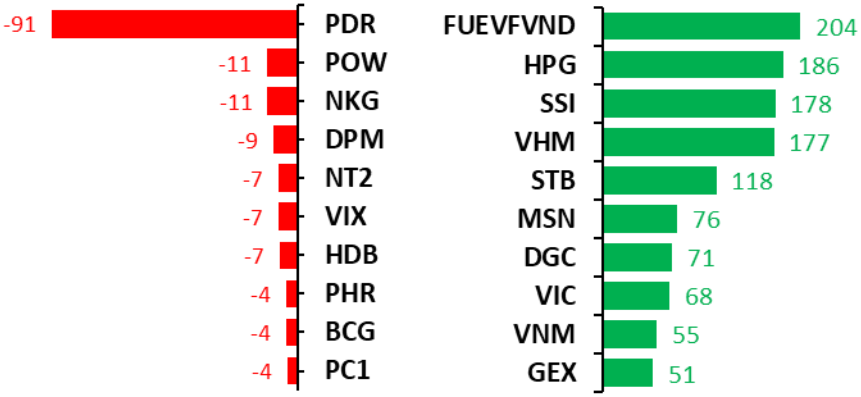
Source: Bloomberg, Shinhan Securities Vietnam

Vietnam Market Snapshot 05/12/2022

Top net buying & selling of proprietary trading (VND billion)



Top net buying & selling foreign investors (VND billion)



The 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	(256)	254	556	(903)
Basic Resources	42	194	(57)	40
Media	(0)	-	0	0
Industrial Goods & Services	6	77	(165)	15
Health care	(0)	4	(37)	0
Chemicals	4	56	(18)	25
Financial Services	(162)	399	19	(250)
Travel & Leisure	10	28	(43)	3
Banks	215	220	(204)	181
Construction & Materials	0	(7)	(186)	(3)
Food and Beverage	46	147	(131)	(51)
Retail	26	2	28	31
Utilities	8	(12)	(41)	2
Personal & Household Goods	8	(3)	(69)	7
Technology	33	(0)	(158)	47
Automobiles & Parts	(0)	4	1	(1)
Insurance	2	8	0	3
Oil & Gas	1	11	0	2

Source: Fiinpro, Shinhan Securities Vietnam

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Breaking News

Macro

Positive

- State Bank officially opens credit room by 1.5 - 2%
- On the morning of December 5, in Seoul, on the occasion of his State visit to the Republic of Korea, President Nguyen Xuan Phuc received leading Korean corporations. Mr. Kwon Bong-seok, Vice Chairman and CEO of LG Group said that in the future, LG will invest 4 billion USD in Vietnam. The Group wishes to continue investment cooperation in many fields, and wants to make Vietnam a center of camera production for phones in the future.
- Hai Duong has an additional animal feed factory with a capacity of nearly 40,000 tons/month.
- National Assembly Chairman Vuong Dinh Hue begins his official visit to New Zealand.

Less positive



Business news

- FTSE Russell announced to keep the basket of FTSE Vietnam Index (the reference index of the FTSE ETF) in the review of the fourth quarter.
- PDR, Phat Dat Real Estate Development JSC has just announced the completion of the transfer of shares in Hoa Binh Real Estate JSC, this is the investor of project No. 197 Dien Bien Phu, Binh Thanh District, Ho Chi Minh City.
- VCB, Vietcombank reduced interest rates with the largest loan balance in recent years.
- NTC, Nam Tan Uyen are about to pay dividends in cash, rate 60%. Phuoc Hoa Rubber (PHR) is the largest shareholder in Nam Tan Uyen with an ownership rate of 32.85% and will receive VND 47 billion in dividends.
- TNG, According to the business results update report in November 2022, TNG Investment and Trading Joint Stock Company recorded sales revenue of VND 506 billion and profit after tax of VND 20 billion, down 11% and 23% respectively. compared to October. The US is TNG's largest export market with 40%, followed by France with 29%.

  In the first 11 months of 2022, TNG recorded sales revenue of VND 6,335 billion, up 27% and profit after tax expected to reach VND 276 billion, up 31% over the same period. After 11 months, the Company fulfilled 99% of the annual profit plan and exceeded 6% of the annual revenue plan.
- VGC, Viglacera Corporation has just announced the accumulated business results of the first 11 months of the year with the consolidated profit of the whole corporation reaching 127% of the year plan and up 59% over the same period last year. Consolidated profit of the parent company exceeded 32% of the annual target.

Dividend payment schedule for week 05 - 09/12/2022

Cash dividend

No.	Stock	Exchange	Ex-Right Date	Exercise Date	Ratio
1	MEL	HNX	09/12/2022	29/12/2022	10%
2	SCS	HOSE	09/12/2022	29/12/2022	25%
3	KHW	UPCoM	08/12/2022	26/12/2022	1%
4	PGI	HOSE	08/12/2022	28/12/2022	12%
5	MSH	HOSE	08/12/2022	23/12/2022	25%
6	BEL	UPCoM	08/12/2022	23/12/2022	5%
7	CHP	HOSE	07/12/2022	30/12/2022	12%
8	PLC	HNX	07/12/2022	23/12/2022	12%
9	PVC	HNX	07/12/2022	22/12/2022	2%
10	SPM	HOSE	07/12/2022	19/12/2022	5%
11	PRE	HNX	07/12/2022	16/12/2022	9%
12	GEE	UPCoM	07/12/2022	28/12/2022	10%
13	IDV	HNX	06/12/2022	26/12/2022	5%
14	TDB	UPCoM	06/12/2022	28/12/2022	5%
15	NTH	HNX	06/12/2022	22/12/2022	10%
16	PGC	HOSE	06/12/2022	07/04/2023	12%
17	BSA	UPCoM	05/12/2022	26/12/2022	3%
18	HPP	UPCoM	05/12/2022	10/01/2023	10%
19	TBC	HOSE	05/12/2022	30/12/2022	15%
20	EME	UPCoM	05/12/2022	19/12/2022	5%

Stock dividends

No.	Stock	Exchange	Ex-Right Date	Record Date	Ratio
1	HHP	HOSE	09/12/2022	10/12/2022	1000:65
2	LSS	HOSE	08/12/2022	09/12/2022	1000:65
3	LDG	HOSE	07/12/2022	08/12/2022	100:7
4	AGG	HOSE	07/12/2022	08/12/2022	100:10
5	TDP	HOSE	07/12/2022	08/12/2022	100:12



Technical view



Trend: Short-term weakness signal

- The index started to stall when approaching the psychological threshold of 1,100 points. The trade was struggled and the profit-taking pressure returned pushed the index closed partially narrowed the session's gain. Although foreign investors are still active net buyers, it seems that there is not much room left and it will be a challenge for the future if foreign investors turn to net sellers. The RSI has come close to the overbought zone, along with the MACD has widened the distance quite far from the signal line. This implies that a short-term overbought signal is present and the trade needs to be more cautious. The market probably needs a break before conquering higher levels. The strategy favors lowering weighting and observing new developments.

Scenarios:

- Positive (60%): The index maintained above 1,050 points and continued to rise to 1,100 points, more optimistic than towards 1,150 points, corresponding to the old bottom that was broken before.
- Less positive (40%): The index returned to retest around 1,020 points. If it loses the threshold of 1,020, the index might drop back to test the psychological level of 1,000 points and lower to the area of 900 points.

Recommended stocks

6/12/2022

Unit: thousand VND

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
VGI	Watch							Good reaction around 20-day MA
MBB	Watch							Good reaction around 50-day MA
HPG	Watch							Break MA50 days with consensus volume, waiting for a correction
SSI	Watch							Break MA50 days, wait for the correction

Trading portfolio

Ticker	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
NT2	Hold	26	29	24.5	12%	-6%	26.6	2	2.31%	02/12/2022	
VNM	Sell	77.5	85	73	10%	-6%	85	10	9.68%	22/11/2022	

Economic calendar

December 2022

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
27	28	29	30	1 Fed Chair Powell Speaks Core PCE Price Index m/m (USD) ISM Manufacturing PMI (USD)	2 Non-Farm Employment Change (US)	3
4 OPEC Meetings	5 ISM Services PMI (USD)	6 RBA Rate Statement	7 BOC Rate Statement	8 Unemployment claims (US)	9 Prelim UoM Consumer Sentiment (USD) PPI m/m (USD)	10
11	12 GDP m/m (UK)	13 CPI,Core CPI (US)	14 CPI, Core CPI (UK)	15 FOMC Statement Federal Funds Rate SNB Press Conference	16 Flash Services PMI (US)	17
18	19 Flash Manufacturing and Services PMI (UK, French, German)	20 Monetary Policy Statement (Japan)	21 CB Consumer Confidence (US)	22 Final GDP q/q	23 GDP m/m (Canada) Core PCE Price Index (US)	24
25	26	27	28	29 Monthly macroeconomic data release (Viet Nam)	30	31

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Q&A

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