MORNING CALL

December 08th, 2022

"Selling pressure still prevailed, the index could not recover immediately"

- Global stocks continue to fall
- Domestic stocks trading struggled
- Technical view and recommendations #NT2
- Economic calendar
- Q&A

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Open Account

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

Major stock markets continue to fall

- US stocks ended a volatile session mostly lower on Wednesday, amid recession fears and uncertainty around the path of Federal Reserve rate hikes. European stocks also traded in the red.
- The Bank of Canada raised the target for its overnight rate by 50bps to 4.25% in its last meeting of 2022, in line with market expectations, and pushing borrowing costs to the highest since 2008
- The Reserve Bank of Australia raised its policy rate by 25 basis points to 3.1%, bringing borrowing costs to levels not seen in a decade.
- The Japanese economy shrank 0.2% qoq in Q3 of 2022, compared with flash data of a 0.3% fall and after a 1.1% growth in Q2. This was the first GDP contraction in a year, due to global cost pressures and the weakness in yen. The latest figure came amid an upward revision of both government spending and net trade, with exports growing faster than initially anticipated.
- WTI crude futures fell as much as 3%, touching $72 per barrel, the lowest since December as sentiment remained clouded by worries about weak global demand.

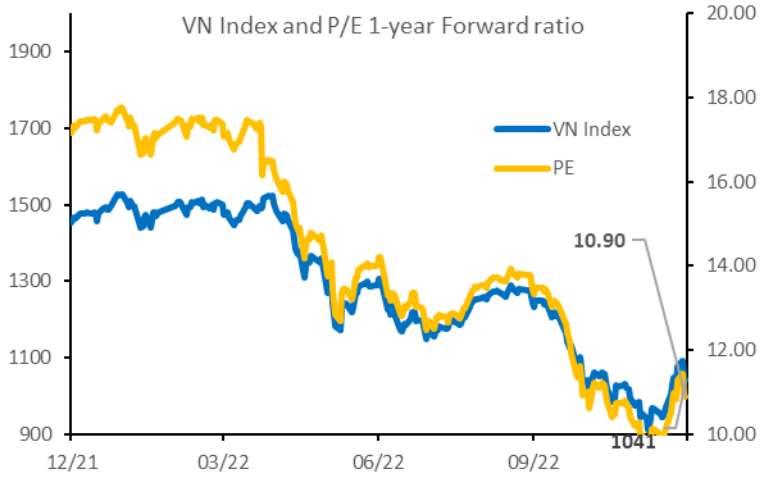
Market

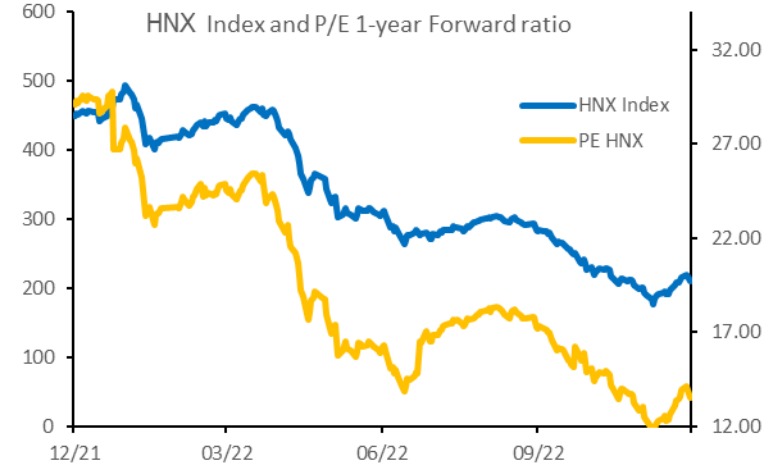
	Close	%1D	%1M	%1Y
VN-Index	1,041	-0.73%	6.05%	-28.35%
S&P 500 Index	3,934	-0.19%	3.34%	-16.06%
Dow Jones Index	33,598	0.00%	2.35%	-5.94%
GP 100	7,489	-0.43%	2.51%	2.07%
Nikkei 225	27,462	-0.81%	-1.47%	-4.85%
SHCOMP Index	3,200	-0.40%	4.41%	-12.04%
STOXX 600	436	-0.62%	3.46%	-8.62%
KOSPI Index	2,376	-0.29%	-0.97%	-20.85%
Hang Seng	18,815	-3.22%	13.63%	-21.59%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	105.10	-0.45%	-4.56%	9.06%
USD/VND	23,962.00	0.30%	3.76%	-3.63%
EUR/USD	1.05	0.01%	4.30%	-7.37%
USD/CNY	6.97	0.36%	3.75%	-8.66%
Brent	77.17	-2.75%	-21.19%	2.29%
WTI	72.54	0.74%	-18.41%	0.25%
Natural gas	5.84	2.10%	-4.81%	53.16%
Coal	405.65	-0.77%	17.61%	163.24%
Gold	1,785.87	-0.02%	4.29%	0.16%

Vietnam Market Snapshot 07/12/2022





	Close	PE	Difference	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,041.02	10.90	-7.67	-0.73	1,481	23,533
HNX INDEX	209.93	13.49	-2.87	-1.35	188	2,738

Money flow and sector rotation (VND bn)

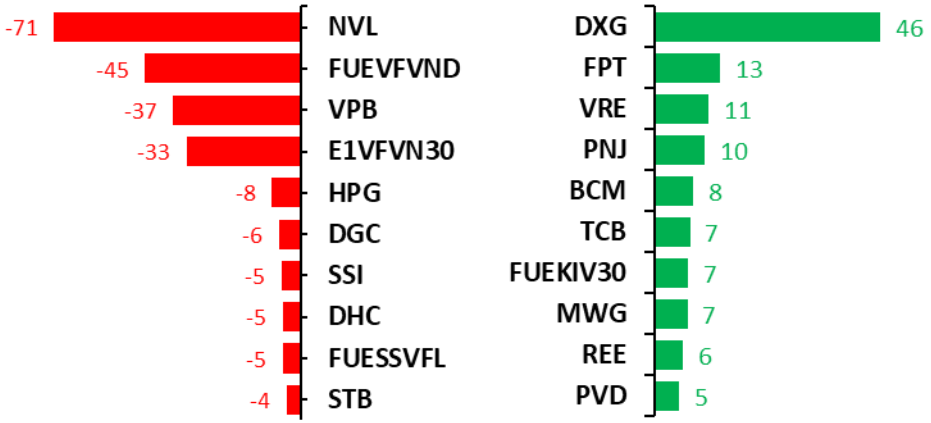
Sector	%1D	12/7/2022	12/6/2022	20-session Average
Media	-1.7	7	7	2
Travel & Leisure	-29.8	71	101	60
Insurance	-31.3	53	76	68
Utilities	-33.5	176	264	206
Food and Beverage	-33.6	1,059	1,595	884
Personal & Household Goods	-33.7	114	172	126
Industrial Goods & Services	-34.2	574	872	496
Real Estate	-35.4	3,320	5,137	2,979
Retail	-37.6	359	574	398
Automobiles & Parts	-38.7	105	171	114
Health Care	-39.5	21	35	21
Technology	-39.6	93	154	127
Basic Resources	-43.7	1,121	1,992	1,159
Financial Services	-44.6	1,744	3,147	1,488
Banks	-44.6	2,649	4,782	2,776
Construction & Materials	-46.5	581	1,087	514
Oil & Gas	-47.3	126	238	154
Chemicals	-57.1	478	1,115	628

Source: Bloomberg, Shinhan Securities Vietnam

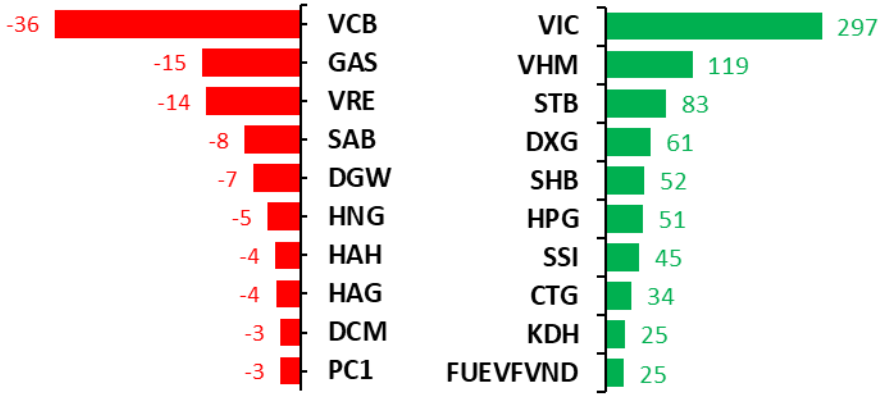
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Vietnam Market Snapshot 07/12/2022

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	(3)	545	(194)	(282)
Basic Resources	(14)	85	(44)	(2)
Media	-	0	0	(0)
Industrial Goods & Services	8	19	(107)	23
Health care	-	4	(40)	0
Chemicals	(4)	26	(47)	27
Financial Services	(97)	105	(47)	(88)
Travel & Leisure	1	13	23	11
Banks	(16)	136	(106)	74
Construction & Materials	(1)	10	(108)	0
Food and Beverage	(4)	36	(35)	(14)
Retail	9	13	(76)	28
Utilities	1	(6)	(6)	8
Personal & Household Goods	10	(1)	(13)	(1)
Technology	13	0	(22)	28
Automobiles & Parts	-	(1)	(0)	1
Insurance	(2)	13	(0)	(2)
Oil & Gas	5	6	0	13

Source: Fiinpro, Shinhan Securities Vietnam

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Breaking News

Macro

Positive

- At the Government Standing Meeting, Prime Minister Pham Minh Chinh assigned Deputy Prime Minister Le Minh Khai to direct the research and development of a decree amending decrees related to the stock, bond and real estate markets.
- After 11 months, the State Treasury has issued more than VND 182 trillion of government bonds.
- 3 traffic projects of more than VND 10,000 billion in Ho Chi Minh City are prepared to start.

Less positive



Business news

- VIC, VinFast have filed an IPO with the US Securities and Exchange Commission, and are expected to list on Nasdaq with the code VFS.
- PDR, According to an announcement from Phat Dat, the company spent about VND 1,300 billion to buy back bonds and pay off a series of loans before maturity. Recently, Mr. Doan Viet Dai Tu, a member of the Board of Directors, registered to buy 850,000 shares. The implementation period is expected from 12/12/2022 to 12/01/2023.
- NT2, PetroVietnam Power Nhon Trach 2 estimated pre-tax profit of nearly VND 800 billion, exceeding 62% of the year plan.

  Power output for the whole year is estimated at 94% of the plan, due to the challenge of declining gas output, high gas prices, and the increase in the proportion of renewable energy.
- DIG, DIC Corp wants to offer 100 million shares to existing shareholders in the first quarter of 2023 at the price of 15,000 VND/share.
- DHG, DHG Pharma set a target of net revenue of 5,000 billion dong and pre-tax profit of more than 1,100 billion dong in 2023, the highest ever. Compared to the 2021 plan, the two targets above increased by 18.4% and 32.4%, respectively.
- STB, The fund group related to Dragon Capital has just announced that it has bought a total of 5.11 million STB shares to raise its ownership to 5.25% and officially become a major shareholder.
- IBC, Shark Thuy's business is subject to tax enforcement, shares plunge.
- DGC, Duc Giang Chemical announces to pay dividends in 2022 in cash at the rate of 30%, ex-rights date 19/12

Technical view



Trend: Short-term weakness signal

- Selling pressure continued to dominate in the session so the index could not recover immediately and had to close in red. Order matching remained above 20 session average but much lower than yesterday. The RSI has cooled down to the neutral level near 50. In general, the correcting signal will probably continue with the nearest support around 1,020 points and below the psychological 1,000 points. Trading will struggle, so need to watch for a few more sessions to confirm the trend.

Scenarios:

- Positive (60%): The index balanced and successfully tested the area of 1,020 points to create a recovery momentum to the threshold of 1,100 points, more optimistic than towards the 1,150 point area, corresponding to the old bottom that has been broken before.
- Less positive (40%): The index losing the level of 1,020 might drop to test the psychological threshold of 1,000 points and lower to the area of 980 points.

Recommended stocks

8/12/2022

Unit: thousand VND

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
POW	Watch							Correction to the support zone
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%	26.8	4	3.08%	02/12/2022	

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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