MORNING CALL

December 30th, 2022

Shinhan Securities

"The last trading day of 2022, the stock market closes a volatile year"

- World stocks rebounded slightly
- Domestic stocks retreated, continuing to struggle around the psychological threshold of 1,000 points
- Technical view and recommendations
- Economic calendar
- Q&A

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Open Account

Global Market Review - Week 26 - 30/12/2022

Major stock markets rebounded

- Major US stock indices booked gains on Thursday after cooler jobs data eased fears that the Federal Reserve will have to raise interest rates aggressively to tame a stubbornly tight labor market. European equity markets closed higher after opening in the red Thursday, with the German DAX rising more than 1% and the benchmark Stoxx 600 up 0.7% led by gains in tech stocks.
- The number of Americans filing new claims for unemployment benefits rose by 9K to 225K in the week ending December 24th, in line with market expectations of 225K. Meanwhile, continuing jobless claims increased to 1710K in the week ending December 17th, the highest level since February suggesting it has been more difficult for the unemployed to find new jobs.
- Consumer inflation in South Korea was at 5 percent year-on-year in December of 2022, in line with expectations and remaining unchanged from the seven-month low from the prior month as lower energy prices and a slower economy drove price growth to steadily decline from the 6.3 percent peak in July.
- US natural gas futures were trading below $4.5/MMBtu at the end of 2022, the lowest in over nine months, amid prospects of lower heating demand on forecasts for much warmer-than-normal temperatures this week and in early January.
- WTI crude futures partially cut earlier losses to hover around $78 per barrel on Thursday, but still extended the retreat from the three-week high of $81 hit this week as investors continued to weigh on the impact that China's reopening could have on global energy markets.

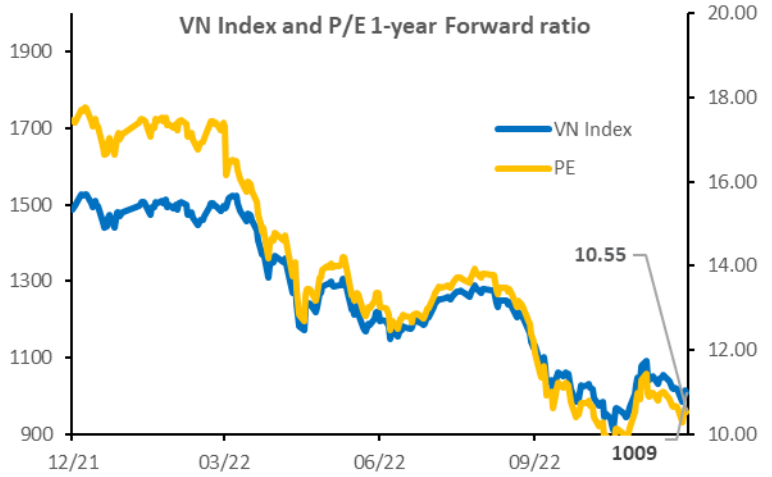
Market

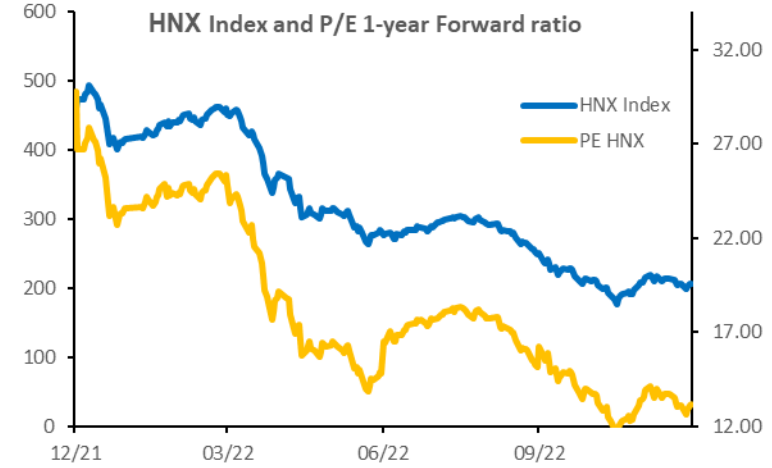
	Close	%1D	%1M	%1Y
VN-Index	1,009	-0.63%	-3.73%	-32.08%
S&P 500 Index	3,849	1.75%	-2.74%	-19.69%
Dow Jones Index	33,221	1.05%	-1.87%	-8.96%
GP 100	7,513	0.21%	-0.80%	1.48%
Nikkei 225	26,181	0.33%	-6.39%	-9.07%
SHCOMP Index	3,074	-0.44%	-2.46%	-15.07%
STOXX 600	430	0.68%	-2.20%	-11.94%
KOSPI Index	2,236	-1.93%	-9.55%	-24.89%
Hang Seng	19,741	-0.79%	6.15%	-14.58%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	103.84	-0.60%	-2.80%	8.24%
USD/VND	23,627.00	-0.02%	4.81%	-3.31%
EUR/USD	1.07	0.00%	2.45%	-5.86%
USD/CNY	6.96	0.25%	2.80%	-8.57%
Brent	83.46	-0.63%	0.52%	5.34%
WTI	78.71	0.40%	-2.28%	2.23%
Natural gas	4.57	0.13%	-34.13%	28.19%
Coal	402.10	0.51%	4.32%	136.21%
Gold	1,815.31	0.02%	2.65%	0.04%

Vietnam Market Snapshot 29/12/2022





	Close	PE	Difference	%1D	Trading volume (mn stocks)	Trading value (bn VND)
VNI NDEX	1,009.29	10.54	-6.37	-0.63	462	8,235
HNX INDEX	206.54	13.13	0.49	0.24	46	703

Money flow and sector rotation (bn VND)

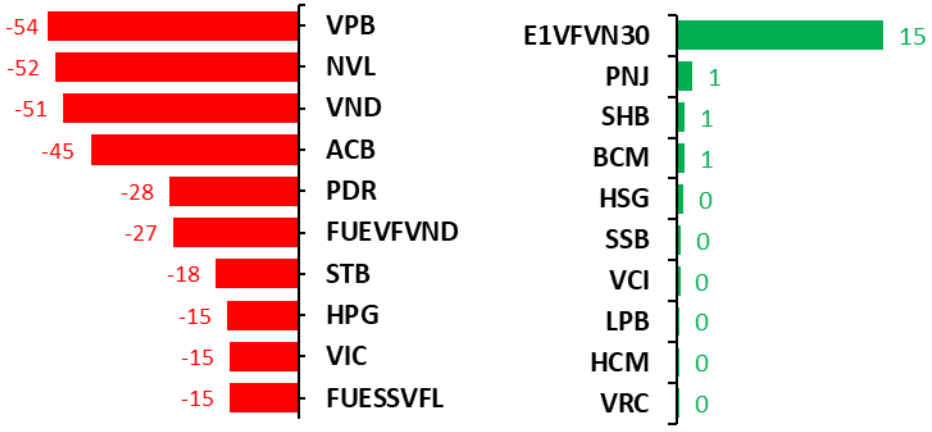
Sector	%1D	12/29/2022	12/28/2022	20-session Average
Insurance	107.86	28	14	53
Automobiles & Parts	35.86	55	41	87
Construction & Materials	27.74	354	277	602
Basic Resources	13.51	545	480	1,135
Technology	8.33	59	54	97
Travel & Leisure	4.59	70	67	88
Real Estate	0.65	1,300	1,291	2,676
Utilities	-1.4	97	98	176
Food and Beverage	-13.6	540	625	927
Retail	-13.9	126	146	320
Financial Services	-15.6	613	726	1,685
Personal & Household Goods	-15.7	59	70	121
Banks	-16.6	1,434	1,719	2,778
Media	-23.2	0	0	2
Oil & Gas	-25.9	82	110	135
Chemicals	-26.4	153	207	461
Industrial Goods & Services	-33.4	292	438	544
Health Care	-40.5	13	22	17

Source: Bloomberg, Sinhan Securities Vietnam

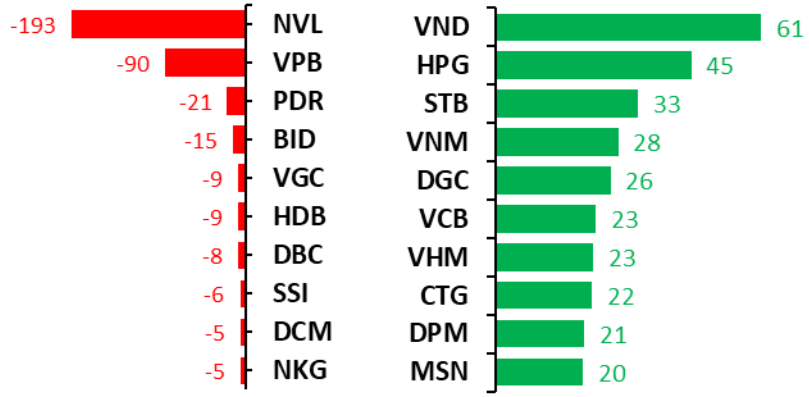
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Vietnam Market Snapshot 29/12/2022

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	(109)	(134)	(8)	125
Basic Resources	(15)	42	(7)	(21)
Media	-	(0)	0	0
Industrial Goods & Services	(1)	13	(84)	(22)
Health care	0	3	(8)	0
Chemicals	(3)	42	(30)	(8)
Financial Services	(81)	93	(42)	(84)
Travel & Leisure	(9)	17	(21)	(10)
Banks	(145)	(35)	(17)	(35)
Construction & Materials	(0)	11	(33)	17
Food and Beverage	(23)	51	(29)	(22)
Retail	(13)	4	8	13
Utilities	(4)	6	82	31
Personal & Household Goods	1	1	15	(0)
Technology	(9)	(0)	30	9
Automobiles & Parts	(0)	2	(3)	0
Insurance	(0)	4	(0)	11
Oil & Gas	(1)	23	(0)	6

Source: Fiinpro, Shinhan Securities Vietnam

Breaking News

Macro

Positive

- CPI for the whole year 2022 increased by 3.15%, reaching the target set by the National Assembly. Core inflation increased by 2.59% compared to 2021.
- Vietnam's GDP is estimated to grow by 8.02% in 2022, GDP in the fourth quarter is estimated to increase by 5.92%.
- In 2023, Vietnam aims to welcome 8 million international visitors.

Less positive

- The Index of Industrial Production (IIP) tended to decrease in the fourth quarter due to declining orders, high input costs and a shortage of raw material supply, of which December 2022 is estimated to decrease by 1% compared to the previous month and only increased by 0.2% over the same period last year. The IIP index in 2022 is estimated to increase by 7.8%.



Business news

- IBC, Apax Holdings shares were rescued after 26 floor sessions, matching a record 14% of the company's outstanding shares.
- The HHV consortium won the package of nearly 3,900 billion VND at the Quang Ngai - Hoai Nhon highway. On December 26, the Project Management Board 2 held a contract signing ceremony for the XL1 package in the Quang Ngai - Hoai Nhon section of the East North-South Expressway construction project in the 2021-2025 period.
- NVL, Novaland postponed dividends, former Chairman Bui Thanh Nhon was nominated to return to the Board of Directors.
- GVR adjusted down the plan for profit after tax in 2022. Accordingly, revenue and profit after tax both decreased compared to the target at the beginning of the year, 24% and 27% respectively, to VND 28,280 billion and VND 3,880 billion. The Group explained that the profit adjustment due to conflicts of some countries in the world affected consumption and selling prices of official products. In addition, the Group has not yet been able to divest capital as planned.
- POW, In 2022, the corporation's revenue is estimated at VND 28,527 billion, exceeding 18% of the year plan and increasing 17% compared to 2021.

  In the fourth quarter of 2022, PV Power recorded a revenue of VND 7,961 billion, up 121% over the same period last year. In December alone, the corporation is estimated to achieve revenue of VND 3,140 billion.
- PET, In 2022, the company recorded an estimated revenue of VND 18,000 billion, a slight increase of 2% compared to 2021 and fulfilled 90% of the year plan.

  Planning for 2023, PET sets a target of flat revenue and profit of VND 18,000 billion and VND 240 billion, in the context that the market is forecasted to be facing many difficulties.
- KBC approved the plan to buy back 100 million shares to reduce charter capital.

Technical view



Trend: Divergent, find direction

- The attempt to rise again faced difficulties and the market had to close in red even though the green color remained throughout the session. Profit taking pressure prevailed and the sentiment near the holiday continued to dominate the trade. The index fluctuated in a narrow range but is below the 10-day MA trendline, matching orders to maintain low level, meaning that the trend is not clear and the money flow is quite cautious. If the sideways movement continues and the index continues to fail on the upward breakout direction, the market might have to drop back to test the lower threshold. The right strategy is still observational.

Scenarios:

- Positive (50%): The index balanced and successfully tested the area of 1,000 - 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 (50%): The index losing the level of 1,000 might drop to test the threshold of 980 points and lower to the area of 950 points.

Recommended stocks

30/12/2022

Unit: thousand VND

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
HVN	Watch						13.85	Waiting for retest of 10-day MA, expect China to open
BID	Watch						40	Breakout signal, playing a leading role
PVT	Watch						21.8	Breakout signal, maintaining above the 10-day MA
KBC	Watch						23.9	Breakout signal, watch for reaction around 10-day MA
NT2	Watch						28.7	Good reaction around the 10-day MA
SBT	Watch						14.5	Good reaction around 10-day MA, world sugar price surpasses peak
FPT	Watch						76.2	Accumulating sideways, waiting for breakout signal

Trading portfolio

Ticker	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note

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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