MORNING CALL

January 06th, 2023

“The index went up cautiously with a narrow range, the liquidity was not really positive”

- Global stocks diverged
- Domestic stocks continued to gain, although trading started to be cautious
- The group of stocks has the current good trend #NT2 #PC1 #C4G #VCG #FPT #VNM #KBC #HVN
- Technical view and recommendations
- Economic calendar
- Q&A

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Open Account

Global Market Review - Week 03 - 06/01/2023

Major stock markets diverged

- US stocks closed sharply lower on Thursday as strong employment results added leeway for more interest rate hikes by the Federal Reserve. Data from ADP showed that 235 thousand private-sector jobs were added in December, well above estimates, while initial jobless claims surprised to the downside. The results further backed evidence of a stubbornly tight labor market after JOLTS Job Opening figures yesterday also surpassed expectations, backing the hawkish rhetoric unveiled in the FOMC's latest meeting.
- European equity markets closed mostly lower on Thursday, with the German DAX falling 0.3% and the benchmark Stoxx 600 down 0.2% led by losses in chemicals and insurance stocks.
- Asian equity markets rose slightly on Thursday. However, caution dominated sentiment as US shares tumbled overnight after data showed that US private companies added more jobs than expected in December, giving the central bank room to keep raising rates. Shares in Australia, Japan and South Korea all gained.
- Exports from the United States fell by $5.1 billion, or 2%, to $251.9 billion in November of 2022, the lowest since March.
- Private businesses in the US created 235K jobs in December of 2022, higher than an upwardly revised 182K in November and well above market forecasts of 150K. US-based employers announced 43,651 job cuts in December of 2022, less than 76,835 in November which was the biggest since January of 2021.
- WTI crude futures rose more than 1% to around $74 per barrel on Thursday, with the shutdown of a US fuel pipeline prompting investors to open new positions.

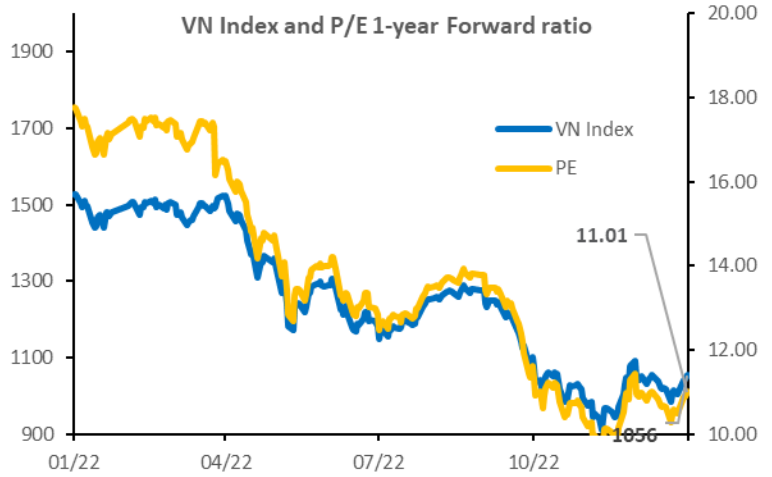
Market

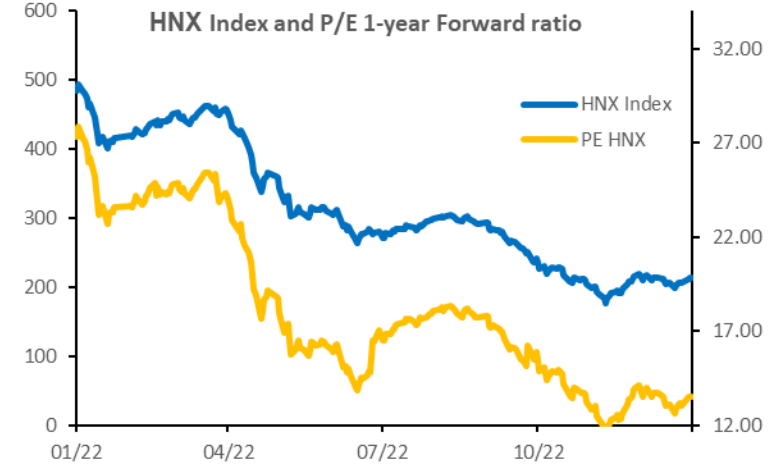
	Close	%1D	%1M	%1Y
VN-Index	1,056	0.91%	0.68%	-30.93%
S&P 500 Index	3,808	-1.16%	-4.77%	-18.99%
Dow Jones Index	32,930	-1.02%	-3.00%	-9.55%
GP 100	7,633	0.64%	1.49%	2.46%
Nikkei 225	25,829	0.03%	-7.38%	-9.33%
SHCOMP Index	3,155	1.01%	-1.78%	-12.01%
STOXX 600	439	-0.20%	0.09%	-10.00%
KOSPI Index	2,274	0.40%	-4.99%	-22.14%
Hang Seng	21,052	1.25%	8.29%	-8.76%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	105.04	0.76%	-0.23%	9.22%
USD/VND	23,508.00	0.06%	2.10%	-3.21%
EUR/USD	1.05	0.08%	0.60%	-6.79%
USD/CNY	6.88	0.25%	1.19%	-7.51%
Brent	78.69	1.09%	-4.83%	-2.61%
WTI	74.07	0.54%	-0.24%	-6.78%
Natural gas	3.77	1.24%	-31.14%	-1.21%
Coal	397.50	0.75%	-0.75%	120.96%
Gold	1,834.49	0.09%	3.58%	2.42%

Vietnam Market Snapshot 05/01/2023





	Close	PE	Difference	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,055.82	11.01	9.47	0.91	535	9,184
HNX INDEX	213.11	13.53	0.05	0.02	56	819

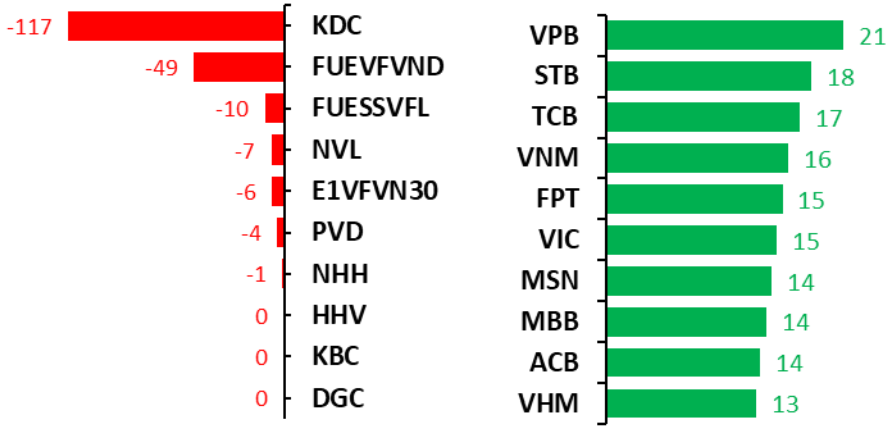
Money flow and sector rotation (VND bn)

Sector	%1D	1/5/2023	1/4/2023	20-session Average
Media	252.88	3	1	1
Utilities	176.45	409	148	171
Travel & Leisure	34.29	69	52	81
Health Care	33.60	15	11	15
Technology	31.49	93	70	84
Basic Resources	15.66	861	744	988
Food and Beverage	5.44	828	785	842
Industrial Goods & Services	1.64	536	528	499
Financial Services	-2.7	913	939	1,397
Personal & Household Goods	-7.1	54	58	106
Real Estate	-16.5	1,369	1,641	2,055
Insurance	-18.7	31	38	44
Construction & Materials	-23.5	639	835	568
Automobiles & Parts	-26.8	47	64	73
Banks	-27.1	1,707	2,341	2,380
Retail	-31.6	116	170	254
Chemicals	-33.6	283	426	373
Oil & Gas	-39.0	104	171	124

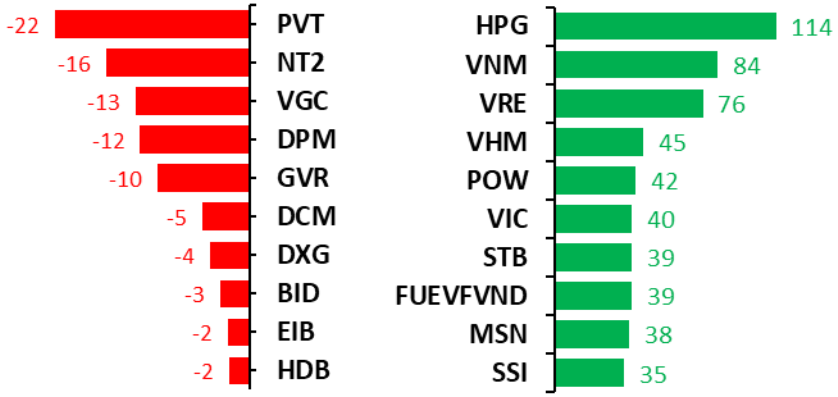
Source: Bloomberg, Sinhan Securities Vietnam

Vietnam Market Snapshot 05/01/2023

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	32	198	(26)	2
Basic Resources	12	127	(103)	(4)
Media	-	-	0	(0)
Industrial Goods & Services	4	(7)	(139)	(33)
Health care	0	4	(31)	(0)
Chemicals	(1)	(22)	17	10
Financial Services	(55)	130	(24)	(16)
Travel & Leisure	8	(1)	(119)	10
Banks	122	52	(76)	273
Construction & Materials	7	(2)	(140)	28
Food and Beverage	(84)	135	(66)	(103)
Retail	12	4	(53)	14
Utilities	11	29	(102)	18
Personal & Household Goods	7	(1)	(33)	8
Technology	15	0	(67)	56
Automobiles & Parts	(0)	1	(0)	(0)
Insurance	1	3	(0)	2
Oil & Gas	(3)	23	0	11

Source: Fiinpro, Shinhan Securities Vietnam

Breaking News

Macro

Positive

- The Standing Secretariat of the Secretariat requested the internal affairs agencies to focus on advising and directing to speed up the investigation, and completely handle the cases and cases related to Viet A company, FLC Group, Tan Hoang Minh, AIC, Van Thinh Phat,...
- Ninh Thuan Department of Industry and Trade will propose this Provincial People's Committee to inspect violations related to solar power projects.
- Vietnam Oil and Gas Group (PVN) achieved VND 82,000 billion in consolidated pre-tax profit, 3.3 times higher than the set target, up 60% compared to 2021.

Less positive

- HSBC forecasts Vietnam's growth will slow to 5.8% and average inflation to 4% in 2023.
- UOB Bank forecasts Vietnam's GDP in 2023 at 6.6%.



Business news

- HBC, Civil War Hoa Binh Corp: In turn, Mr. Nguyen Cong Phu wrote the "heart letter", emphasizing that due to Mr. Hai's poor management capacity, the business is now in a difficult situation.
- VNZ, "Tech Unicorn" VNG to be listed on the stock exchange.
- HPG, Hoa Phat Dung Quat Steel has just successfully produced rebar coiled bar (DBIC-Debar in Coil), which is certified to British BS4449 standard. This is a type of construction steel as concrete reinforcement for super works, made in rolls for convenient transportation.
- KBC, Kinh Bac City approved the Resolution to buy back 50 million treasury shares. Previously, KBC approved a plan to buy back treasury shares to reduce charter capital with a maximum volume of 100 million units, equivalent to 13% of the outstanding shares.
- FPT, After reaching the sales milestone of 1 billion USD from the international market, FPT Corporation exceeded 60,000 employees.
- VGT, In the face of signs of market decline, in 2023 Vinatex sets a target of consolidated revenue of VND 19,550 billion, up 1% and pre-tax profit of VND 935 billion, down nearly 15% compared to 2022.
- Vinatex leaders said that with the unfavorable market situation that has lasted from the end of the third quarter of 2022 until now, it is forecasted that 2023 will be a difficult business year for export industries, including textiles.
- BID, BIDV are about to offer the second public offering of bonds with a value of VND 4,000 billion by direct distribution through branches/transaction offices/headquarters of the Bank.
- GEG, After dissolving 2 subsidiaries, GEG established Solwind new energy company with capital of VND 100 billion.

Technical view



Trend: Go up slowly

- The index continued to extend its gaining momentum and stayed in green today although the range was small and the struggle still dominated. The MACD has crossed the signal line and crossed back to the positive zone along with the RSI continuing to move up, meaning the consensus bullish inertia. However, order matching was still below 20 session average, showing that the motivation is not really convincing. Therefore, the market's rally with shaking is likely to continue with the nearest resistance at 1,080 points. Investors can accumulate positions in correction pace with small proportion, should only increase the weight when the index surpasses resistance.

Scenarios:

- Positive (60%): The index balanced and successfully tested the area of 1,030 points, corresponding to the 20-day MA to create a recovery momentum to 1,080 points, more optimistically towards the 1,150 point area.
- Less positive (40%): 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.

The group of stocks has the current good trend

Sector	Sector	Stocks	Opinion	Trend
Public Investment	Building infrastructure	VCG, LCG, C4G, HHV	The latest economic data showed manufacturing activity contracted amid weak demand. Export activities are also expected to be more difficult in 2023. Therefore, to promote economic growth, accelerating disbursement of public investment is an option that can be considered.	Forming short-term bullish inertia with the price sustaining above the 10, 20, and 50-day MA trend lines. However, the stock will still face many challenges when approaching resistance on weekly chart.
	Materials (stone, cement)	KSB, DHA, CTI BCC, HT1		
Utility	Power	NT2, POW VSH, GEG	In the context of a potential recession and slowing economic growth, the defensive industry group will be the right choice.	
	Electrical construction	PC1		
State-owned bank		VCB, BID, CTG	Playing a leading role in the index	Increased momentum is maintained but close to strong resistance, there is not much room left.
Blue chip	Technology	FPT	Playing a leading role in the index, stable growth	Stable in the short term
	Consumer goods	MSN, VNM		
Own story	Industrial park	KBC	Expecting a sudden profit from setting an ambitious business plan of 4,000 billion profit after tax, in addition to the reduction of charter capital.	Increased momentum is maintained
	Aviation	HVN	The story of China reopening, however, businesses still have large accumulated losses, so it will still be difficult for the business situation to improve immediately.	Increased momentum is maintained

Economic calendar

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January 2023

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
1	2	3 S&P Global Manufacturing PMI (VN)	4	5 FOMC Minutes	6 Non-farm payrolls, unemployment rate (US)	7
8	9 Unemployment Rate (EU)	10	11	12 Inflation figures (US)	13	14 Trade balance (China)
15	16	17 Unemployment rate, GDP growth (China)	18 Retail Sales, PPI (US)	19 Expiration of futures contract VN30F1M	20 Tet Holiday	21 Tet Holiday
22 Tet Holiday	23 Tet Holiday	24 Tet Holiday	25 Tet Holiday	26 Tet Holiday	27	28
29	30	31	1	2	3	4

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Q&A

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