MORNING CALL

January 09th, 2023

“Profit-taking pressure returned, the index moved up with slight steps”

- Global stocks started the new year in the green
- Domestic stocks recovered cautiously
- Inter-market update, The group of stocks has the current good trend
- Technical view and recommendations #VCG #FPT #VNM #MBB
- Economic calendar
- Q&A

[Analysts]

Khang Tran
☎ (84-28) 6287-8037
✉ khang.lt@shinhan.com

Nhut Nguyen
☎ (84-28) 6287-7751
✉ nhut.nq@shinhan.com

Open Account

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

Major stock markets started the new year in the green

- US stocks closed sharply higher on Friday, lifting major equity indices enough to book strong weekly gains after a batch of economic data drove investors to ease expectations of aggressive monetary tightening by the Federal Reserve. US wage growth unexpectedly slowed in December and values from prior months were revised sharply lower. To add, ISM data showed that non-manufacturing business activity declined, while factory orders contracted well above expectations. Still, the jobs report showed that the US economy added more jobs than expected for the ninth consecutive month, adding to evidence of stubborn tightness in the US labor market. The Dow Jones added 700 points and the S&P 500 gained 2.3%, both notching gains of 1.4% on the first week of the year.
- European stocks were more positive as better-than-expected PMI data created optimism, showing improved manufacturing activity boosted Stoxx Euro surging 3.6%. Asian stocks were led from China as expectations of the reopening continued to help Hang Seng climb 6.1%, Shang Hai also rebounded 2.2%.
- Average hourly earnings for all employees on US private nonfarm payrolls rose by 9 cents, or 0.3%, to $32.82 in December of 2022, and below market forecasts of a 0.4% increase. The ISM Services PMI for the US fell to 49.6 in December of 2022, well below market forecasts of 55, and compared to 56.5 in November. The reading pointed to the first contraction in the services sector since May 2020 at the height of the covid pandemic.
- In the spotlight this week, in the US, center stage will be taken by the inflation rate report, Fed Chair Powell's speech at the Riksbank International Symposium, and the University of Michigan's consumer sentiment. Also, CPI data will be released for China, India, Mexico, and Brazil. Finally, investors would pay attention to foreign trade data for China, Australia, Euro Area, and UK
- Crude oil had a bad week with a drop of 8.1%, bringing the price of WTI oil below $74/barrel.

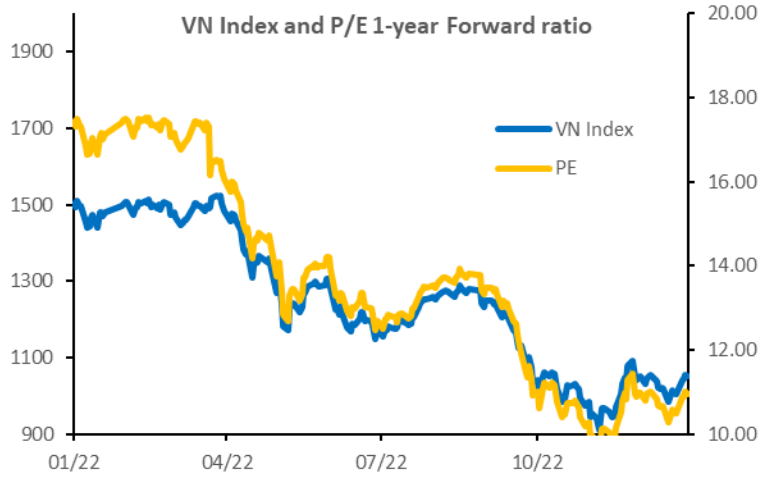
Market

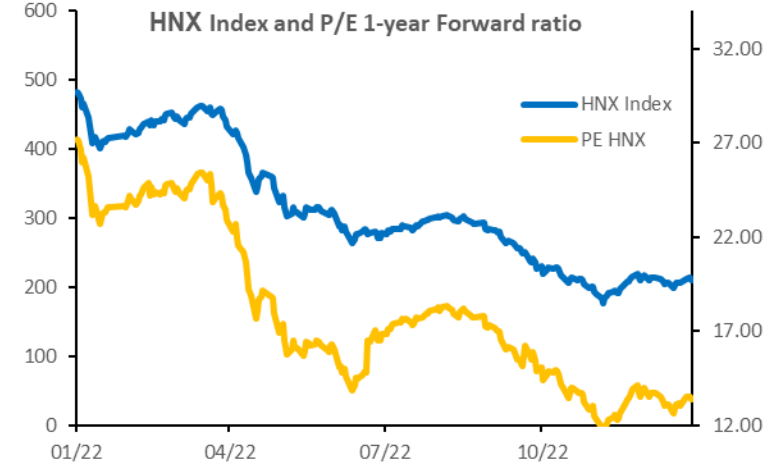
	Close	%1D	%1M	%1Y
VN-Index	1,051	-0.41%	-0.04%	-31.21%
S&P 500 Index	3,895	2.28%	-1.00%	-16.72%
Dow Jones Index	33,631	2.13%	0.46%	-7.18%
GP 100	7,699	0.87%	2.98%	2.86%
Nikkei 225	25,974	0.59%	-6.91%	-8.80%
SHCOMP Index	3,158	0.08%	-1.54%	-11.79%
STOXX 600	444	1.16%	1.20%	-8.60%
KOSPI Index	2,332	1.82%	-2.40%	-21.09%
Hang Seng	20,992	-0.29%	5.48%	-10.65%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	103.83	-0.05%	-0.93%	8.48%
USD/VND	23,472.00	0.15%	2.39%	-3.07%
EUR/USD	1.07	0.11%	1.10%	-5.92%
USD/CNY	6.83	0.77%	2.45%	-6.52%
Brent	78.94	0.47%	3.73%	-3.44%
WTI	74.13	0.49%	4.38%	-6.05%
Natural gas	3.83	3.10%	-38.75%	-2.32%
Coal	396.15	-0.34%	-3.09%	101.60%
Gold	1,868.98	0.18%	3.99%	3.74%

Vietnam Market Snapshot 06/01/2023





	Close	PE	Difference	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,051.44	10.97	-4.38	-0.41	698	11,946
HNX INDEX	210.65	13.37	-2.45	-1.15	70	981

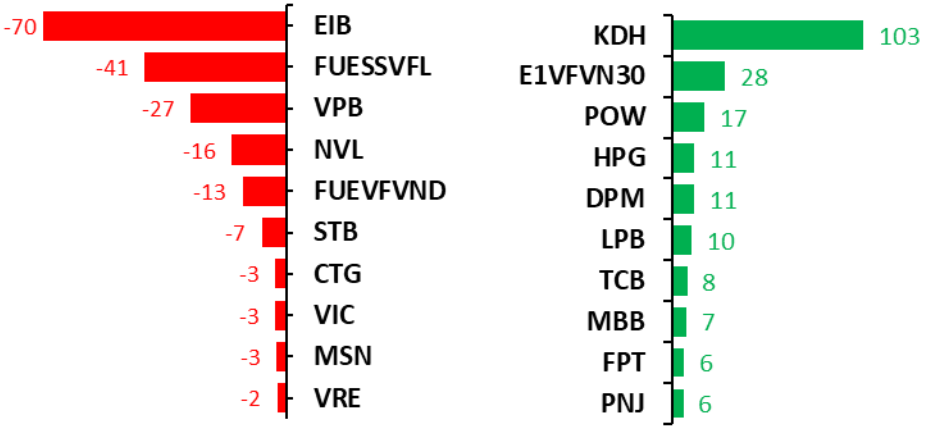
Money flow and sector rotation (VND bn)

Sector	%1D	1/6/2023	1/5/2023	20-session Average
Banks	107.66	3,545	1,707	2,391
Health Care	72.19	26	15	15
Insurance	62.64	50	31	44
Chemicals	48.00	418	283	363
Personal & Household Goods	47.48	80	54	100
Retail	41.50	164	116	242
Automobiles & Parts	37.06	64	47	71
Oil & Gas	20.06	125	104	123
Real Estate	11.13	1,522	1,369	1,937
Financial Services	10.90	1,013	913	1,342
Travel & Leisure	8.88	76	69	80
Industrial Goods & Services	-4.2	514	536	496
Construction & Materials	-6.0	600	639	571
Food and Beverage	-9.4	750	828	831
Basic Resources	-12.0	758	861	976
Technology	-27.9	67	93	82
Utilities	-31.5	280	409	176
Media	-70.3	1	3	1

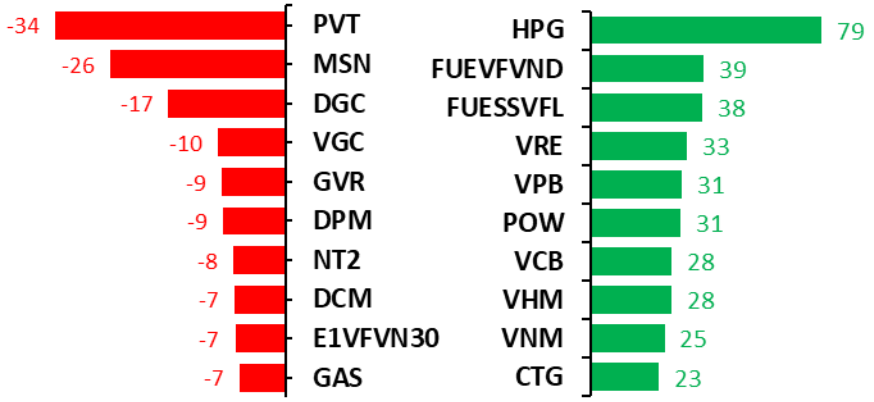
Source: Bloomberg, Sinhan Securities Vietnam

Vietnam Market Snapshot 06/01/2023

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	84	80	(22)	(93)
Basic Resources	12	73	(0)	(16)
Media	-	-	0	(0)
Industrial Goods & Services	5	(32)	(24)	(23)
Health care	0	5	(35)	(1)
Chemicals	11	(47)	59	2
Financial Services	(19)	110	(6)	(38)
Travel & Leisure	(2)	(2)	(24)	(2)
Banks	(68)	112	(40)	86
Construction & Materials	2	(5)	(85)	7
Food and Beverage	1	25	(24)	9
Retail	5	(0)	37	4
Utilities	16	17	(129)	8
Personal & Household Goods	6	(3)	21	4
Technology	6	0	(39)	(2)
Automobiles & Parts	(1)	(1)	0	(1)
Insurance	0	14	(0)	(1)
Oil & Gas	0	5	-	23

Source: Fiinpro, Shinhan Securities Vietnam

Breaking News

Macro

Positive

- Nghi Son Refining and Petrochemical Company Limited (NSRP) continued to have technical problems, so it had to temporarily stop the workshop to fix the problem.
- The government aims to control the average CPI growth rate in 2023 at about 4.5%.
- In 2022, Vietnam's total foreign direct investment (FDI) will reach nearly 28 billion USD.
- Proposal to allow Vietnamese airlines to increase their fleet size to 234 aircraft.
- Standard Chartered forecasts Vietnam's 2023 GDP growth to reach 7.2%.

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

- According to data from the Bond Market Association (VBMA), the total value of bonds due until the end of January 2023 is nearly VND 17.5 trillion, mainly concentrated in real estate and construction.
- HBC, Mr. Le Viet Hai used the rights of major shareholders to request to convene an Extraordinary General Meeting of HBC to remove some members of the Board of Directors.
- VCG, In 2022, profit before tax of real estate segment is estimated at VND 1,622 billion, up 57% over the same period and making the main contribution to Viglacera's profit growth. Particularly in the fourth quarter, Viglacera's pre-tax profit was estimated at VND 240 billion, down 52% compared to the fourth quarter of 2021 and the lowest quarterly result since the first quarter of 2021.
- HPG, sales volume of steel products reached 558,000 tons, up 26% compared to November, but still down 30% compared to December 2021. The main contributors to sales volume are construction steel and HRC. Construction steel recorded 4.2 million tons, up 10% over the same period and contributing 59% in total steel production of all kinds. In the whole year of 2022, Hoa Phat supplied the market with 7.2 million tons of steel, down 7% compared to 2021.
- CTD, Coteccons bought back 25 billion VND worth of bonds before maturity at the request of two bond investment funds.
- STB, Dragon Capital increased their ownership of Sacombank shares to over 6%.
- Thanh Cong Securities (TCI) became a major shareholder of Fideco (FDC).



Dividend payment schedule for week 09 - 13/01/2023

Cash dividend

No.	Stock	Exchange	Ex-Right Date	Exercise Date	Ratio
1	DDV	UPCoM	13/01/2023	10/02/2023	5.0%
2	VWS	UPCoM	12/01/2023	19/01/2023	4.0%
3	DPH	UPCoM	11/01/2023	09/02/2023	15.0%
4	DRC	HOSE	11/01/2023	10/02/2023	5.0%
5	LIX	HOSE	10/01/2023	14/02/2023	15.0%
6	TNG	HNX	09/01/2023	17/01/2023	4.0%

Stock dividends

No.	Stock	Exchange	Ex-Right Date	Record Date	Ratio
1	GDT	HOSE	09/01/2023	10/01/2023	100:10

Bonus shares

No.	Stock	Exchange	Ex-Right Date	Record Date	Ratio
1	VTK	UPCoM	10/01/2023	11/01/2023	10000:7478



Inter-market update



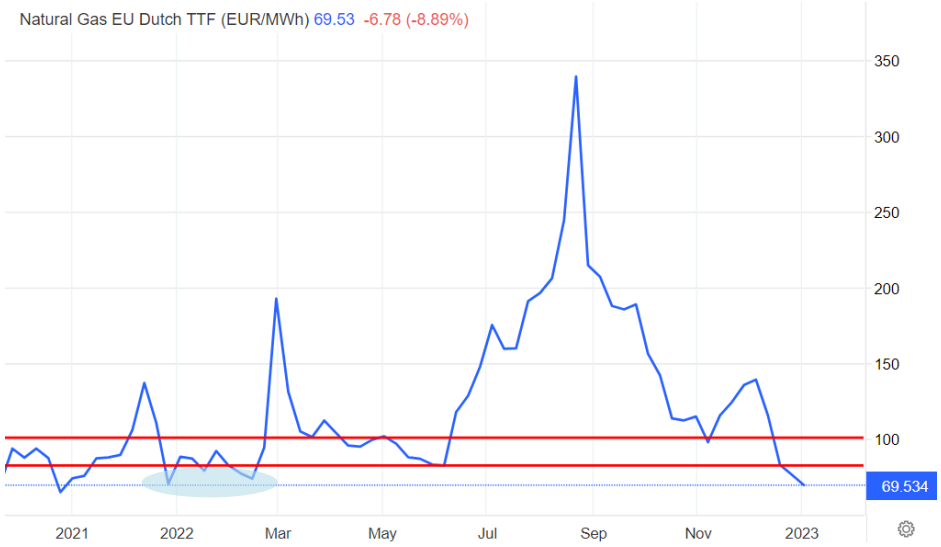
- Wall Street and Europe mostly traded strongly in the first week of the new year, however, if looking at the big trend, the indexes are still moving in the falling price channel and approaching the strong resistance area in the short term.
- Better catalysts will be needed for the indexes to break out convincingly, on the other hand, if the test fails, it is likely to turn into the "bullish trap" scenario.

- China is still optimistic about the expectation of reopening the economy. However, mixed concerns about the number of complicated Covid cases are still a big question mark. Besides, despite opening, demand may still be weak.
- Hang Seng made better gains but was also close to approaching horizontal resistance, while Shang hai challenged the downtrend line.

➢ Even though the markets have rallied, the transaction will still be cautious and no market has confirmed enough to get out of the downtrend channel.

Oil and Gas recorded the worst trading week





Crude oil falls back to the risk zone

- Crude oil had a bad week with a drop of 8.1%, bringing the price of WTI oil below $74/barrel. Fears of a recession overwhelm concerns about low inventories in the US. The spike in Covid-19 cases in China continues to cloud the demand outlook for the top importer despite the authorities' efforts to reopen. In addition, major consumer India expects the country's economic growth to slow in the current year.

Natural gas in Europe falls to 2022 bottom

- European natural gas prices tumbled to €65/MWh, the lowest since October of 2021, falling 52% since mid-December, as warmer-than-expected temperatures eased concerns over shortages and the need for gas rationing. Forecasts point to temperatures above seasonal norms for most of Europe in the next two weeks.
- At the same time, record LNG imports, and increased power generation from wind in France and Germany helped to keep storages full. Gas storages across Europe are 83.5% full as of January 2nd, well above the five-year seasonal norm of 70%. Still, the outlook for 2023 remains challenging as the winter season is far from over. Also, Europe needs to increase its LNG import capacity while a rise in gas demand from China and other Asian countries could increase competition in the LNG market.

Kênh tài sản trú ẩn hạ nhiệt





Yields on US Treasuries fell below 3.6%

- The yield on the US 10-year Treasury fell by 15bps to 3.6% on Friday, the lowest in three weeks, as investors digested a batch of fresh economic data for hints on the outlook of the Fed's monetary policy.
- US wage growth unexpectedly slowed in December and earnings for previous months were revised sharply lower. Also, ISM data showed that factory orders contracted more than expected, while service activity unexpectedly declined. Still, a batch of labor data released this week confirmed that the US labor market remains stubbornly tight, with non-farm payrolls, ADP employment change, and ISM manufacturing employment surprising to the upside.

➢ The mixed data continues to create unknowns for investors and the Fed.

Dollar index fell below 104 mark

- The dollar index failed to hold its initial upside momentum on Friday, pulling from a one-month high of 105.6 to bottom below the 104 mark after the latest jobs report showed wage inflation slowed in December, easing worries over the Federal Reserve's rate-hike path. The Fed wants to see rising wages to help Americans keep up with inflation but avoid a wage-price spiral. This dollar's weakness was seen across the board, with some of the most pronounced selling activity against risk-sensitive currencies such as the Australian and New Zealand dollars.

Technical view



Trend: Go up slowly

- The index closed the week with a relative recovery, however, profit-taking pressure started to return. Liquidity, although improved, was still below the 20-day average, showing a cautious upward movement. On the daily chart, the MACD has crossed the signal line and returned to the positive zone along with the RSI remaining above 50, showing consensus bullish inertia. The market is still leaning to move up in shaking with the nearest resistance at 1,080 points. Therefore, investors can accumulate positions in the correction pace and limit excitement.

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

Recommended stocks

9/1/2023

Unit: thousand VND

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
VCG	Buy							Forming a short-term uptrend, the price maintain above the MA10, 20, and 50-day trend lines
FPT	Buy							Breakout signal, going sideways to create a new price base
VNM	Buy							Recovery from correction, exit from accumulation area
MBB	Buy							Create a new accumulation base, react well around MA20
KBC	Watch							Breakout signal, watch for reaction around 10-day MA
NT2	Watch							Watch for reaction around the MA10-20 day area
SKG	Watch							Good accumulation trend
PC1	Watch							Waiting to retest the old peak around 22
HPG	Watch							Good reaction around 20-day MA

Trading portfolio

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

Economic calendar

Shinhan Securities

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

Shinhan Investment Network

SEOUL

Shinhan Securities Co., Ltd
Shinhan Investment Tower
70, Youido-dong, Yongdungpo-gu,
Seoul, Korea 150-712
Tel : (82-2) 3772-2700, 2702
Fax : (82-2) 6671-7573

NEW YORK

Shinhan Investment America Inc.
1325 Avenue of the Americas Suite 702,
New York, NY 10019
Tel : (1-212) 397-4000
Fax : (1-212) 397-0032

HONG KONG

Shinhan Investment Asia Ltd.
Unit 7705 A, Level 77
International Commerce Centre
1 Austin Road West
Kowloon, Hong Kong
Tel : (852) 3713-5333
Fax : (852) 3713-5300

INDONESIA

PT Shinhan Sekuritas Indonesia
30th Floor, IFC 2, Jl. Jend. Sudirman Kav.
22-23, Jakarta, Indonesia
Tel : (62-21) 5140-1133
Fax : (62-21) 5140-1599

SHANGHAI

Shinhan Investment Corp.
Shanghai Representative Office
Room 104, Huaneng Union Mansion No.958,
Luijiazui Ring Road, PuDong, Shanghai, China
Tel : (86-21) 6888-9135/6
Fax : (86-21) 6888-9139

HO CHI MINH

Shinhan Securities Vietnam Co., Ltd.
22nd Floor, Centec Tower, 72-74 Nguyen Thi Minh Khai Street,
District 3, Ho Chi Minh City, Vietnam
Tel : (84-8) 6299-8000
Fax : (84-8) 6299-4232

HA NOI

Shinhan Securities Vietnam Co., Ltd.
Hanoi Branch
2nd Floor, Leadvisors Building, No. 41A Ly Thai To,
Ly Thai To Ward, Hoan Kiem District,
Hanoi, Vietnam.
Tel : (84-8) 6299-8000



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