MORNING CALL

January 12th, 2023

"Trading slows down as it nears the Lunar New Year holiday"

- Global stocks recovered, optimism about the expectation that CPI will continue to decrease
- Domestic stocks continued to be under pressure of profit taking
- 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 rebounded

- US stocks closed higher on Wednesday as investors await the US CPI report due tomorrow which is expected to show the inflation rate slowed for a sixth straight month. Yesterday, Fed Chair Powell abstained from commenting on the outlook for monetary policy, contrasting with some hawkish messages from his colleagues earlier this week.
- European equity markets rose on Wednesday, with the benchmark Stoxx 600 up 0.4% led by gains in retail stocks with sentiment supported by optimism over China's reopening and as investors digested a batch of corporate news while looking ahead to a key US inflation report due Thursday that could provide clues on the Fed's next move.
- The annual inflation rate in the United States is expected to continue to slow for a sixth straight month to 6.5% in December 2022, down from 7.1% the previous month and the lowest level since October. year 2021.
- The value of loans in Japan increased 2.7% year-on-year in December 2022, which was the highest growth since May 2021, as companies ramped up borrowing to fund demand for property and corporate transactions, as well as to meet rising raw material costs and finance the economic reopening.
- WTI crude futures jumped 3% to above the $77 per barrel mark on Wednesday, rebounding further from last week's lows of $72.5, on prospects for an improved global economic outlook and, consequently, higher demand for crude. On the one hand, China is taking significant steps to boost its economy while ending its strict coronavirus-induced restrictions, hence lifting prospects of a rebound in energy consumption. On the other, persistent fears of a recession-driven demand downturn in the US and Europe triggered by an aggressive tightening campaign from major central banks limited any significant upside move.

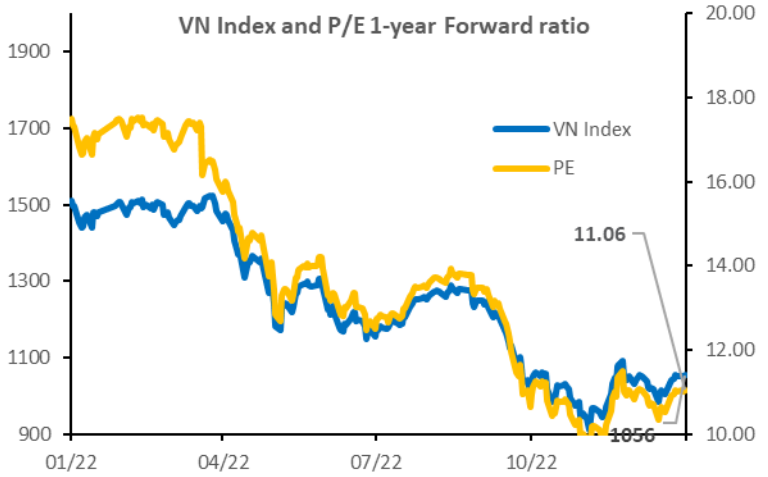
Market

	Close	%1D	%1M	%1Y
VN-Index	1,056	0.23%	2.30%	-30.11%
S&P 500 Index	3,970	1.28%	0.90%	-15.77%
Dow Jones Index	33,973	0.80%	1.48%	-6.29%
GP 100	7,725	0.40%	3.75%	2.29%
Nikkei 225	26,465	0.07%	-4.95%	-8.00%
SHCOMP Index	3,162	-0.24%	-0.54%	-12.11%
STOXX 600	447	0.38%	2.39%	-7.98%
KOSPI Index	2,364	0.19%	-0.38%	-20.47%
Hang Seng	21,436	0.49%	10.13%	-12.16%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	103.19	-0.05%	-1.55%	7.91%
USD/VND	23,448.00	0.01%	1.10%	-3.16%
EUR/USD	1.08	0.15%	2.24%	-5.85%
USD/CNY	6.77	0.21%	3.14%	-5.78%
Brent	82.67	3.21%	8.63%	-1.25%
WTI	77.59	0.23%	6.04%	-6.11%
Natural gas	3.64	-0.76%	-44.69%	-24.99%
Coal	370.00	-5.24%	-8.07%	87.72%
Gold	1,877.87	0.12%	5.41%	2.83%

Vietnam Market Snapshot 11/01/2023





	Close	PE	Difference	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,055.76	11.06	2.41	0.23	545	8,858
HNX INDEX	211.67	13.43	1.04	0.49	61	900

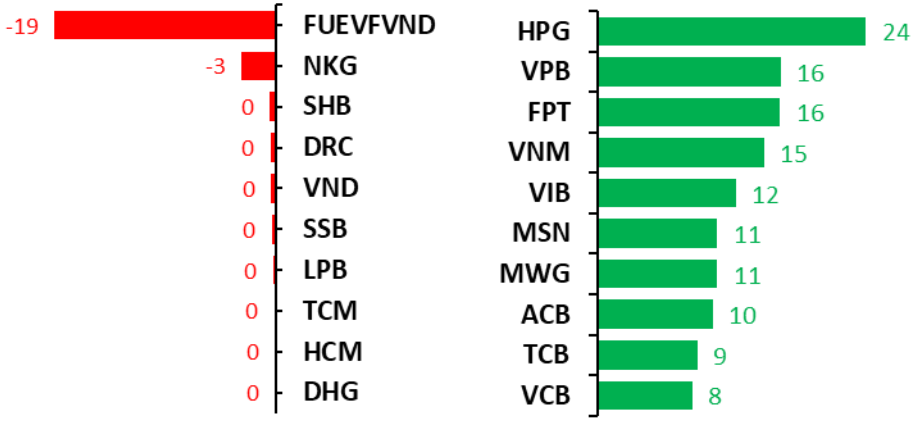
Money flow and sector rotation (VND bn)

Sector	%1D	1/11/2023	1/10/2023	20-session Average
Travel & Leisure	60.79	109	68	80
Insurance	51.94	37	25	38
Financial Services	50.42	1,149	764	1,188
Real Estate	49.31	1,530	1,025	1,676
Technology	45.51	98	67	79
Retail	19.33	162	136	222
Personal & Household Goods	15.18	73	63	89
Basic Resources	12.60	1,018	904	947
Banks	12.54	1,932	1,717	2,263
Media	12.12	1	1	1
Oil & Gas	11.27	123	110	120
Automobiles & Parts	10.07	65	59	70
Health Care	5.73	11	10	15
Food and Beverage	5.30	653	620	768
Utilities	4.73	142	136	172
Chemicals	-11.0	226	254	335
Industrial Goods & Services	-13.8	295	342	457
Construction & Materials	-25.8	559	753	543

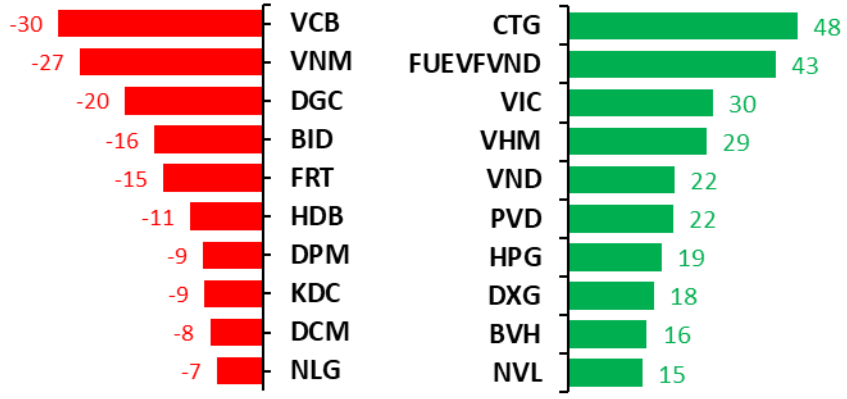
Source: Bloomberg, Sinhan Securities Vietnam

Vietnam Market Snapshot 11/01/2023

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	23	107	(118)	30
Basic Resources	21	29	(37)	49
Media	-	-	(0)	0
Industrial Goods & Services	6	(10)	(36)	(3)
Health care	(0)	2	(48)	0
Chemicals	0	(33)	32	(18)
Financial Services	(12)	105	18	(67)
Travel & Leisure	6	13	49	3
Banks	81	(7)	(54)	150
Construction & Materials	(0)	14	(145)	(9)
Food and Beverage	27	(15)	(6)	33
Retail	11	(12)	(2)	11
Utilities	4	5	(44)	(11)
Personal & Household Goods	7	5	4	(2)
Technology	16	0	(53)	17
Automobiles & Parts	(0)	5	(2)	(0)
Insurance	1	16	(0)	0
Oil & Gas	0	21	(0)	10

Source: Fiinpro, Shinhan Securities Vietnam

Breaking News

Macro

Positive

- According to Reuters, Chinese display maker BOE Technology Group Co Ltd (a supplier to both Apple Inc and Samsung Electronics Co Ltd) will invest about $400 million in a plan to build a factory in Vietnam.
- The Department of Transport of Ho Chi Minh City proposed to change the scale of construction of Cat Lai Bridge connecting with Dong Nai, from 8 lanes adjusted to 6 lanes, and at the same time build 2 more bridges, from the South of Ho Chi Minh City to Nhon Trach district and from Thu Duc City to Long Thanh district.
- Until October 2022, Hong Kong is the 5th largest investment partner of Vietnam, after Korea, Singapore, Japan, Taiwan, with nearly 2,200 investment projects, with a total registered capital of nearly 30 billion USD.

Less positive

- The World Bank (WB) forecasts Vietnam's GDP growth to reach 6.3% in 2023.
- More than VND 16,000 billion of bonds of real estate and construction businesses need to be paid in January 2023, according to VBMA.



Business news

- Brokerage market share on HOSE in the fourth quarter of 2022: VPS still leads, Rong Viet replaces FPTS to reach the top 10.
- In 2023, with an oil price of 70 USD/barrel, PVN plans to make a profit of VND 34 trillion, down nearly 60% compared to the results in 2022.
- TPB, in 2022, TPBank's pre-tax profit reached VND 7,828 billion, an increase of 30% compared to 2021. Total assets of the bank recorded an increase of more than 12% over the same period last year, reaching the milestone of nearly VND 329 trillion. TPBank's total operating income this year reached over VND 15,600 billion, an increase of more than 15.5% compared to 2021. Net profit from services reached about VND 2,700 billion, up nearly 75% over the same period last year.
- NBB, CII Engineering and Construction JSC (CEE, a subsidiary of CII) bought 900,000 shares of NBB to increase its ownership from 6.43% to 7.33% of charter capital.
- HHV, Hai Thach B.O.T Investment JSC a major shareholder in Deo Ca Traffic Infrastructure Investment JSC, informed that they want to sell nearly 42 million shares of HHV to raise business capital.
- FTS, SBI Financial Services bought more than 1.7 million FTS shares, raising the ownership ratio from 23.5% to 24.39%.
- BWE, Biwase advanced a dividend of 13%, the Annual General Meeting of Shareholders is expected to be held in March 2023.
- TVC, Tri Viet hold an extraordinary General Meeting of Shareholders scheduled for March 15, after the Chairman of the Board of Directors was arrested for manipulating securities.
- FLC, All members of FLC Internal Audit Department resign. Up to now, FLC has not been able to publish financial statements and annual reports for 2021, cannot hold the 2022 annual general meeting of shareholders. FLC shares have been suspended from trading since September 9, 2022 due to breach the obligation to disclose information.

Technical view



Trend: Hesitate

- The index again struggled in the uptrend and retreated towards the end of the session to close below the opening price, forming a red hammer candlestick pattern. The pressure to take profit was more dominant when the market approached the high price area, showing the lack of drastic buying direction. The technical indicators are in balance, with the RSI almost flat above 50. Matching today improved compared to previous sessions but still below the 20-day average. In general, the indecision trend will still dominate and the money flow will continue to diverge. The right strategy is to hold.

Scenarios:

- Positive (60%): The index balanced and successfully tested the area of 1,040 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

Group	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

` 12/1/2023

Unit: thousand VND

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
HPG	Watch							MA10 crosses MA20 daily, liquidity improves
POW	Watch							Break out signal on January 5, watch for corrections pace
PVS	Watch							Good reaction around MA10
KBC	Watch							Break out 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

Trading portfolio

Ticker	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
VCG	Hold	18	21	16	17%	-11%	19.5	3	8.33%	09/01/2023	
FPT	Hold	80	86	77	8%	-4%	80.9	3	1.13%	09/01/2023	
VNM	Buy	79.5	86	76	8%	-4%	79.4	3	-0.13%	09/01/2023	
MBB	Hold	18	20	17	11%	-6%	18.25	3	1.39%	09/01/2023	

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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