MORNING CALL

March 31st, 2023

"The domestic market increased slightly, the world market recovered as the worries about the banking crisis eased"

- World stocks rebound, focus on Fed's speech
- Domestic stocks increased slightly, fluctuating during the previous session
- Technical view and recommendations
- Economic calendar
- Q&A

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Open Account

Global Market Review - Week 27 - 31/03/2023

Global recovered thanks to the recovery of the banking system, focus shifted to FED speech

The Dow Jones finished more than 140 points higher on Thursday, while the S&P 500 and Nasdaq 100 added 0.6% and 0.7%, respectively, as investors shifted their focus back to the Federal Reserve's policy path amid easing concerns about a banking crisis.

Federal Reserve reiterated its resolve to lower inflation, suggesting more monetary tightening was needed even after financial turmoil, which started in March with the collapse of two regional banks. On the data front, US applications for jobless benefits rose last week. However, they still indicate at low levels, a still-tight labor market effort from the Fed to cool the economy. Meanwhile, several Fed speeches and economic releases this week, including the core PCI price index due on Friday, will offer insight into the likely future path of interest rate rises.

European equity markets rose for the second session on Thursday, with the pan-European STOXX 600 up 1.1% led by retail stocks. The German DAX rose 1.3% to above 15,522, the highest close since March 9, as investors digested key inflation data and as concerns about the recent banking turmoil continued to ease. The latest CPI reports showed inflationary pressures in both Germany and Spain cooled abruptly in March, with rates of inflation falling to seven and 20-month lows, respectively. Investors now await Eurozone price data due tomorrow for further cues on the central bank's next moves.

Markets in the Asia-Pacific are set to trade higher on Friday as investors on Wall Street continued to shake off concerns of a further banking crisis. The Nikkei 225 rose 1.12% and the Topix rose 1.07% as Tokyo's inflation print continued to show lower levels from its recent peak of 4.3% seen in December.

Brent oil price increased 1.3%, to 78.48 USD/barrel. The price of US WTI oil increased by 1.40 USD, or 1.9%, to 74.37 USD/barrel. According to Reuters, producers have closed or reduced output at several oil fields in the semi-autonomous Kurdish region of northern Iraq after the northern export pipeline was shut down. US (EIA) that US crude oil inventories fell by 7.5 million barrels in the past week, seven times the decrease in the previous week. Also according to the EIA, US crude oil inventories are still high, reaching 473.7 million barrels, 6% higher than the five-year average. Reuters reported that Russia cut only 300,000 barrels of oil per day compared to the average target of 500,000 bpd, or about 5% of Russia's production.

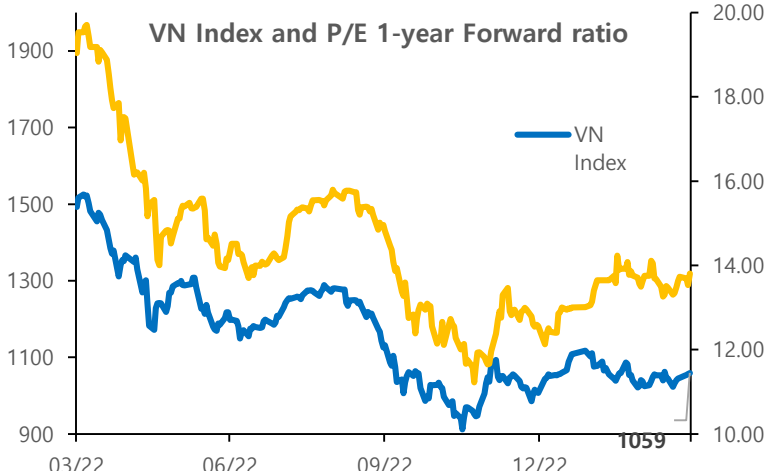
Market

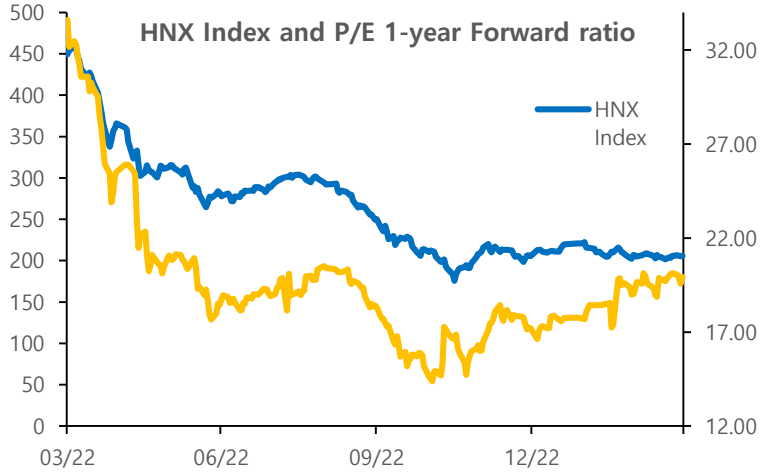
	Close	%1D	%1M	%1Y
VN-Index	1,059	0.29%	3.39%	-29.00%
S&P 500 Index	4,051	0.57%	2.03%	-10.59%
Dow Jones Index	32,859	0.43%	0.62%	-5.25%
GP 100	7,620	0.74%	-3.25%	1.39%
Nikkei 225	28,068	1.03%	2.27%	0.89%
SHCOMP Index	3,261	0.65%	-0.56%	0.28%
STOXX 600	455	1.03%	-1.36%	-0.22%
KOSPI Index	2,474	0.85%	2.54%	-10.29%
Hang Seng	20,309	0.58%	2.64%	-7.67%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	102.13	-0.02%	-2.62%	3.88%
USD/VND	23,480.00	0.06%	1.32%	-2.64%
EUR/USD	1.09	0.14%	3.25%	-1.33%
USD/CNY	6.87	0.28%	0.95%	-7.61%
Brent	79.29	0.03%	-5.48%	-26.52%
WTI	74.43	0.08%	-3.40%	-25.78%
Natural gas	2.10	0.00%	-23.41%	-62.71%
Coal	176.75	0.08%	-8.35%	-32.02%
Gold	1,980.78	0.02%	8.42%	2.24%

Vietnam Market Snapshot 30/03/2023





Money flow and sector rotation (VND bn)

Sector	%1D	3/30/2023	3/29/2023	20-session Average
Oil & Gas	99.27	113	57	119
Chemicals	71.81	244	142	232
Real Estate	65.81	1,487	897	1,227
Technology	64.29	67	41	58
Automobiles & Parts	52.94	86	56	57
Utilities	51.33	116	77	155
Insurance	49.31	32	21	21
Travel & Leisure	45.25	62	42	55
Retail	43.68	386	269	192
Basic Resources	36.95	1,334	974	966
Health Care	35.44	18	14	16
Industrial Goods & Services	33.15	323	242	254
Financial Services	33.03	1,514	1,138	1,099
Construction & Materials	25.53	732	583	556
Banks	15.86	2,508	2,165	1,969
Food and Beverage	11.35	498	447	544
Personal & Household Goods	-20.3	87	110	63
Media	-75.1	1	2	1

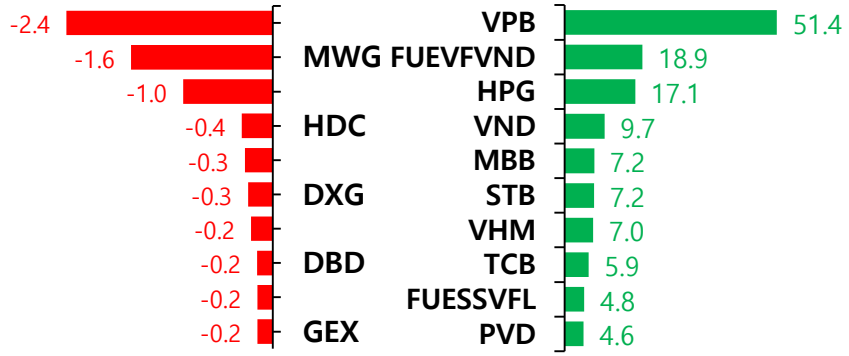
	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,059.44	13.77	3.11	0.29	544	9,609
HNX INDEX	205.95	20.13	0.36	0.17	72	993

Source: Bloomberg, Shinhan Securities Vietnam

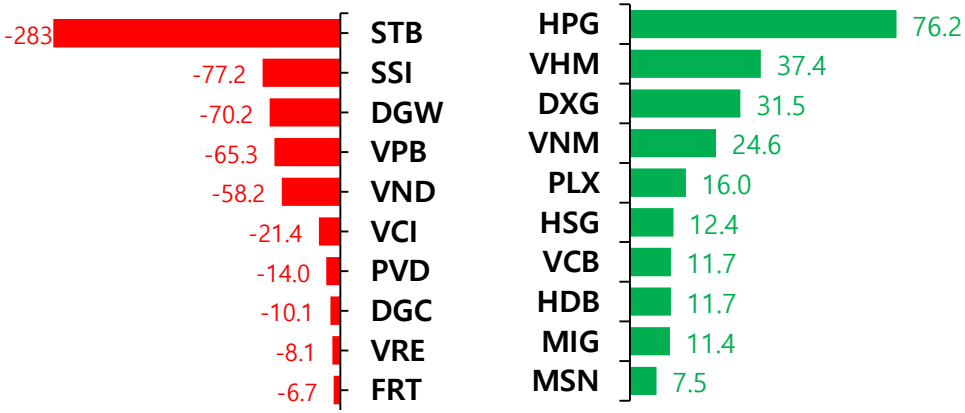
Vietnam Market Snapshot 30/03/2023

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Top net buying & selling of proprietary trading (VND billion)



Top net buying & selling foreign investors (VND billion)



The net 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	18	62	(90)	28
Basic Resources	16	84	(76)	(8)
Media	(0)	0	(0)	0
Industrial Goods & Services	1	(6)	8	(3)
Health care	(0)	0	(0)	(0)
Chemicals	1	(13)	14	(2)
Financial Services	38	(174)	146	27
Travel & Leisure	4	5	(3)	(1)
Banks	82	(331)	255	76
Construction & Materials	1	(4)	4	0
Food and Beverage	1	30	(23)	(7)
Retail	(1)	(77)	101	(24)
Utilities	3	(7)	8	(0)
Personal & Household Goods	2	8	(7)	(1)
Technology	3	(0)	(8)	8
Automobiles & Parts	(0)	(0)	1	(0)
Insurance	0	12	(9)	(3)
Oil & Gas	4	2	(4)	2

Source: Fiinpro, Shinhan Securities Vietnam

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Breaking News

Macro

Positive

- SBV branches in provinces, cities, and credit institutions continue to promote the implementation of interest rate support policies from the state loan budget for enterprises, cooperatives, and business households according to Decree No. 31/2022/ND-CP of the Government.
- Steel prices increased on March 30: On the Shanghai trading floor, steel futures in October 2023 rose to 4,126 yuan/ton.
- Deputy Governor Dao Minh Tu said that capital in the economy is in excess, so the State Bank encourages lending to businesses, and fosters commercial banks to have another interest rate cut.

Less positive

- According to the Ministry of Finance, the estimated disbursement rate in the three months of the plan in 2023 will reach 9.69% of the total budget. Compared to the plan assigned by the Prime Minister, the disbursement rate reached 10.35%, lower than the same period in 2022 (11.88%).
- In the first 3 months of the year, FDI inflows into real estate only reached USD 766 million, a sharp decrease compared to the same period last year.

Business news

- VRE: Vingroup negotiates to sell shares in Vincom Retail, Reuters reports.
- GMD: Gemalink deep-water port welcomes the world's largest super container ship with a capacity of 24,188 TEUs for the first time.
- GEX: GELEX Group Joint Stock Company sets a target of consolidated net revenue of VND 37,457 billion, and a consolidated pre-tax profit of VND 1,272 billion, equal to 117% and 61% respectively compared to the implementation of 2022.
- TCB: Techcombank: Target profit before tax of VND 22,000 billion in 2023 (down 14% YoY), continuing not to pay dividends.
- CTR: Viettel Construction sets record high-profit target, expected dividend of 31.51%.
- KDH: The use of Khang Dien's bond capital: VND 960 billion of bonds have been poured into the Clarita project.
- PAN: Dong Thap Provincial People's Committee invites PAN Group to develop organic rice in the red-crowned crane conservation area jointly.

Technical view



Trend: Tug-of-war

- The VNIndex increased slightly in the Thursday session with trading volume higher than 20 days average. During Thursday's session, the index sometimes gained strongly with more than 10 points but then faced strong resistance after surpassing 1,060 and closing at 1,059 with an increase of +3.12 points. The 1,060 level continues to play an important role in confirming the VNIndex's exit from the downtrend channel. The RSI and MACD are showing positive signals. Investors need to observe them in the near future.

Scenarios:

- Positive (50%): The index rebounded to 1,050 points and balanced above to continue creating a recovery pace to 1,080 points, more optimistic than 1,100 points.
- Less positive (50%): The index failed to test and lost the support level of 1,050 points, it might drop to retest the psychological level of 1,000 points and lower to the area of 950 points.

Recommended stocks

31/3/2023

Unit: thousand VND

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
VNM	Watch							Test 10-day MA
HPG	Watch							Maintain the base around MA10
POW	Watch							Maintain the base around MA10
NKG	Watch							Good reaction around the 20-day MA, Volume improve
TCB	Watch							Breaking resistance, strengthening new base
MBB	Watch							Breaking resistance, strengthening new base
VRE	Watch							Good reaction around the 20-day MA

Trading portfolio

Ticker	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
SSI	Hold	20.15	22	19	9%	-6%	20.95	10	4.2%	16/03/2023	

Economic calendar

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March 2023

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
26	27	28	1 Vietnam PMI CPI y/y (Australia) Manufacturing PMI (Eurozone, Germany, France, Italy, England) ISM Manufacturing PMI	2 ECB Monetary Policy Meeting Accounts CPI and Core CPI Flash Estimate y/y (Europe)	3 FTSE portfolio review Q1 RBNZ Gov Orr Speaks Services PMI ((Eurozone, Germany, France, Italy, England) ISM Services PMI (US)	4
5	6 CPI m/m (Switzerland) Factory Orders (US)	7 Fed Chair Powell Testifies RBA Rate Statement	8 BOC Rate Statement RBA Gov Lowe Speaks ADP Non-Farm Employment Change JOLTS Job Openings	9 CPI, PPI y/y (China) Unemployment Claims (US)	10 VanEck announced the list BOJ Policy Rate, BOJ Press Conference Non-Farm Employment Change, Unemployment Rate (US)	11
12	13	14 CPI and core CPI (US)	15 PPI and Core PPI m/m Retail Sales and Core Retail Sales m/m Monetary Policy Meeting Minutes (BOJ)	16 Futures contract expiration VN30F1M FTSE and VanEck restructure portfolio ECB Press Conference, Monetary Policy Statement Employment Change, Unemployment Rate (Australia)	17 Final CPI and Core CPI y/y (Europe) Prelim UoM Consumer Sentiment. Prelim UoM Inflation Expectations	18
19	20	21 CPI and core CPI (Canada)	22 CPI and core CPI (UK)	23 FOMC Statement, Federal Funds Rate SNB Monetary Policy Assessment, SNB Policy Rate MPC Official Bank Rate Votes, Official Bank Rate	24 Flash Services and Flash Manufacturing PMI (US)	25
26	27	28 CB Consumer Confidence	29 Vietnam macroeconomic data	30	31 Core PCE Price Index m/m	1

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Q&A

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