MORNING CALL

April 25th, 2023

‘’ Trading value improved but still below 20 session average "

- World stocks: investors expect Big Tech earnings this weekend
- Stocks matched orders 20 sessions lower than average
- Update Business Results #BCG #PNJ #VHC #SZC #HHV
- Technical perspective and recommendation update #TNG
- Event calendar
- Q&A

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Open Account

Global Market Review - Week 17 - 21/04/2023

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Major stocks market kept in red

- The Dow Jones Industrial Average rose 0.2%, or 66 points higher, the S&P 500 gained 0.1% and the Nasdaq fell 0.3%.
- Alphabet Inc (NASDAQ:GOOGL) and Microsoft (NASDAQ:MSFT) are set to kick off an earnings season for tech giants as Meta Platforms Inc reported on Wednesday, followed by Amazon (NASDAQ: AMZN) on Thursday.
- Government bonds fell. The yield on the 10-year note fell to 3.51%, while the yield on the rate-sensitive two-year bond also fell to 4.14% on Monday morning.
- Wall Street remains concerned that the US economy will slip into a recession as the Federal Reserve raises interest rates to cool inflation. Investors will be closely watching the first data on Q1 GDP, on Thursday.
- After four straight weeks of gains, crude fell as last week's data showed the US economy was in growing trouble. WTI crude fell 5.63% for the week, while Brent crude broke its rally to end the week down 5.39%.
- Asia-Pacific markets traded mixed on Tuesday morning, following a similar session on Wall Street as investors looked forward to Big Tech earnings this weekend. Most major markets fell with the exception of Japan, which bucked the regional trend: Nikkei 225 ended Monday 0.5% higher; Hong Kong's Hang Seng gave up previous gains and fell about 0.58% in the last trading hour; The Shanghai Composite fell 0.78% to close at 3,275.41.

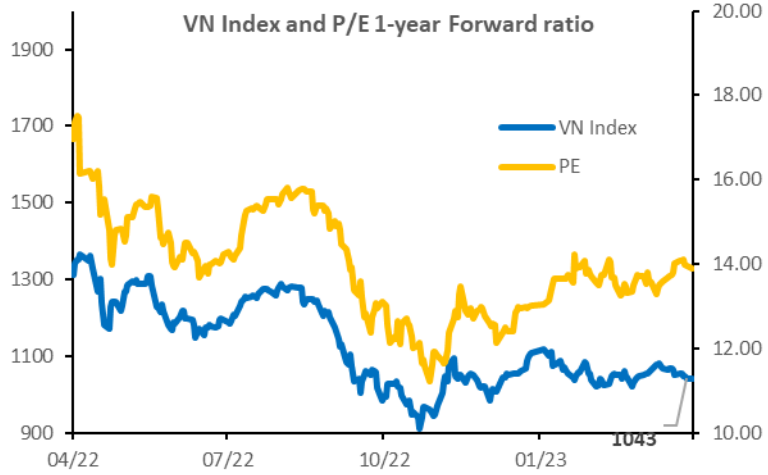
Market

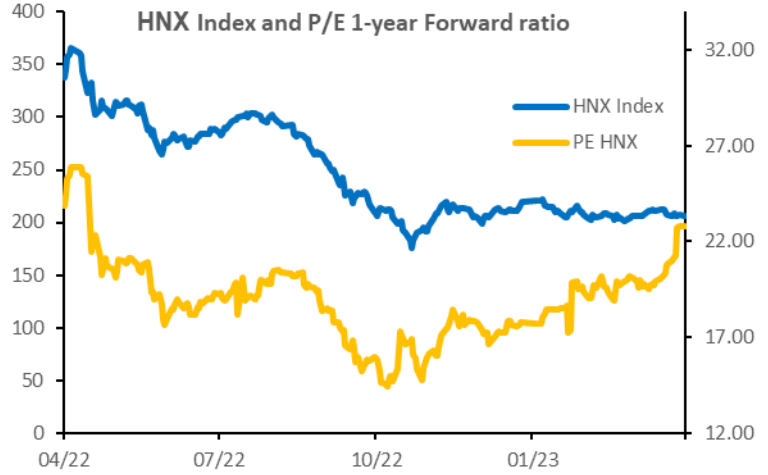
	Close	%1D	%1M	%1Y
VN-Index	1,041	-0.15%	-0.52%	-20.56%
S&P 500 Index	4,137	0.09%	4.18%	-3.70%
Dow Jones Index	33,875	0.20%	5.08%	-0.51%
GP 100	7,912	-0.02%	6.84%	7.20%
Nikkei 225	28,735	0.50%	4.93%	8.06%
SHCOMP Index	3,275	-0.78%	0.30%	11.85%
STOXX 600	469	-0.01%	6.56%	5.36%
KOSPI Index	2,527	0.15%	4.65%	-4.89%
Hang Seng	19,960	-0.58%	0.22%	0.46%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	101.20	-0.14%	-1.85%	-0.54%
USD/VND	23,495.00	0.00%	0.15%	-2.26%
EUR/USD	1.11	0.14%	2.44%	3.25%
USD/CNY	6.90	-0.06%	-0.41%	-4.88%
Brent	82.77	0.05%	10.37%	-19.11%
WTI	78.82	0.08%	13.80%	-20.01%
Natural gas	2.24	-1.45%	1.08%	-66.41%
Coal	190.00	-0.18%	8.35%	-41.91%
Gold	1,998.65	0.48%	2.15%	5.31%

Vietnam Market Snapshot 24/04/2023





	Close	PE	Difference	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,041.36	13.69	-1.55	-0.15	439	7,159
HNX INDEX	206.76	24.22	-0.16	-0.08	62	765

Money flow and sector rotation (VND bn)

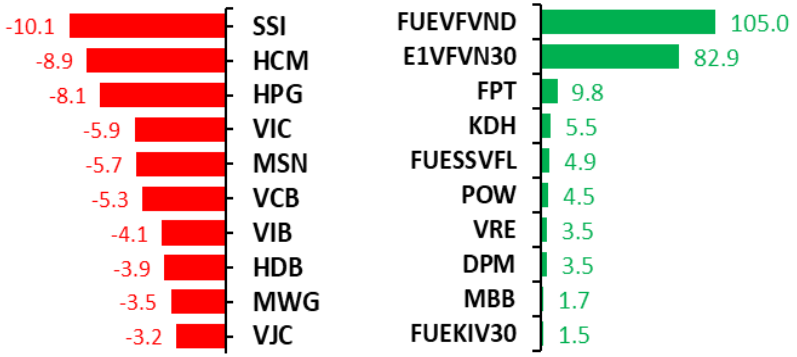
Sector	%1D	4/24/2023	4/21/2023	20-session Average
Media	110.26	1	0	1
Technology	90.89	70	37	61
Travel & Leisure	42.54	65	46	60
Retail	8.64	309	284	295
Banks	4.84	1,347	1,285	2,176
Health Care	0.58	40	40	21
Automobiles & Parts	-1.3	104	106	104
Industrial Goods & Services	-1.5	272	276	384
Food and Beverage	-5.8	803	852	686
Basic Resources	-16.4	504	603	821
Real Estate	-16.8	1,632	1,962	2,159
Construction & Materials	-24.0	478	629	745
Personal & Household Goods	-33.0	109	163	117
Utilities	-36.5	152	240	177
Insurance	-40.7	16	26	25
Financial Services	-43.1	979	1,720	1,557
Oil & Gas	-49.3	36	71	107
Chemicals	-49.5	235	466	361

Source: Bloomberg, Shinhan Securities Vietnam

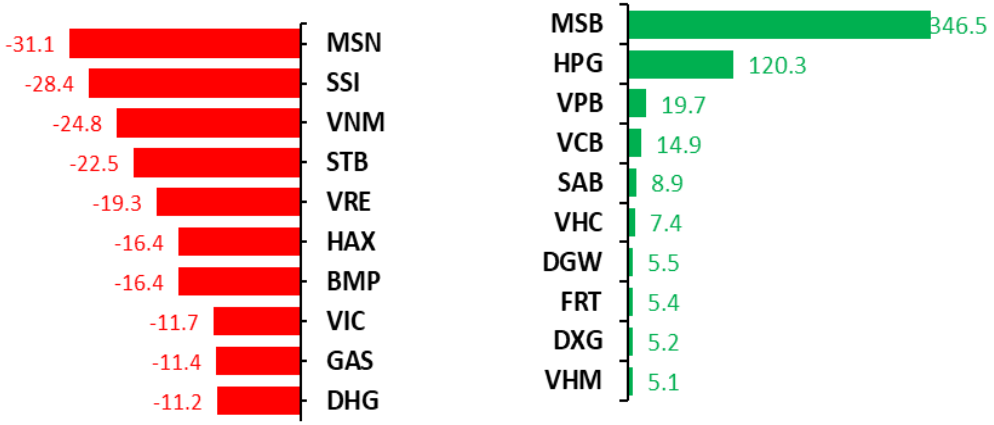
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Vietnam Market Snapshot 24/04/2023

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	(2)	(44)	42	3
Basic Resources	(8)	116	(59)	(57)
Media	-	1	(1)	(0)
Industrial Goods & Services	(1)	(25)	29	(4)
Health care	-	(10)	10	(0)
Chemicals	1	(9)	9	0
Financial Services	173	(48)	56	(7)
Travel & Leisure	(3)	(4)	7	(3)
Banks	(14)	342	59	(400)
Construction & Materials	(0)	(19)	30	(12)
Food and Beverage	(9)	(45)	98	(52)
Retail	(4)	11	0	(11)
Utilities	4	(12)	10	2
Personal & Household Goods	0	2	(1)	(2)
Technology	10	1	13	(13)
Automobiles & Parts	-	(18)	18	0
Insurance	(0)	(0)	1	(1)
Oil & Gas	(0)	4	(7)	3

Source: Fiinpro, Shinhan Securities Vietnam

Breaking News

Macro

Positive

- The Government issued Resolution 58 to support businesses to adapt, recover quickly and develop sustainably. In addition, the Government also issued Resolution 59 to assist in removing difficulties for borrowers to serve their daily life and consumption needs.
- Overnight interbank interest rates fell back to 3.78% (updated on April 20), other short terms also cooled down, especially long terms (6 months, 9 months) remained high.
- The SBV officially allows the bank to restructure the repayment term and keep the debt group unchanged for customers in difficulty
- President of Ho Chi Minh City directed urgently on disbursement of public investment capital.

Less positive

- After having an upward trend in the second half of March, import and export turnover in the first half of April reversed, decreasing by nearly 5 billion USD.

Business news

- BCG: Bamboo Capital flexibly adjusts its business strategy to maintain its growth momentum In 2022, Bamboo Capital's consolidated revenue reached VND 4,531.2 billion, pre-tax profit VND 790.2 billion, profit after tax reached VND 540.7 billion. Revenue: Bamboo Capital flexibly adjusts business strategy to maintain growth momentum In 2022, Bamboo Capital's consolidated revenue reached VND 4,531.2 billion, pre-tax profit VND 790.2 billion, profit after tax reached VND 540.7 billion . Revenue is mainly recognized from construction activities and renewable energy projects that have been put into operation since 2020.
- TKV: In the first quarter, revenue was 40,595 billion VND, up 20% over the same period in 2022. Of which, coal revenue was 25,665 billion VND, up 28% over the same period; revenue from mineral production and consumption decreased by 13% to VND 4,986 billion. TKV's expected profit in the first quarter of this year is at VND 1,300 billion.
- PNJ: In Q1/2023, PNJ's net revenue reached 9,753 billion VND, slightly lower than the record high base of the same period last year. However, profit after tax still maintained a growth rate, reaching VND 749 billion, up 3.8% over the same period, breaking the record of Q1/2022, setting a new profit record.
- The growth rate of the retail jewelry segment in Q1/2023 remained at the same level as the same period last year despite the difficult market context. The average gross profit margin in the first quarter reached 19.4% compared to 17.4% in the same period last year due to the change in sales structure.
- On April 27, PNJ will hold the 2023 Annual General Meeting of Shareholders.
- VHC: Vinh Hoan has just announced its financial statements for Q1/2023. In which, the Company recorded revenue of 2,221.58 billion VND, down 32% over the same period and profit after tax of VND 218.98 billion, down 60% compared to the same period last year. In which, gross profit margin dropped sharply from 23.8% to 17.3%.
- Notably, in the stock portfolio, as of December 31, 2022, the company is making provision for VND 76.6 billion, but as of March 31, 2023, the Company has made a provision of VND 83.9 billion, an increase of 7.3 billion VND compared to the beginning of the year. In which, the portfolio mainly invests in NLG, DXS, KBC.

Breaking News



- SFI: Cash dividend at the rate of 40 %, ex-rights date April 25.
- GIC: Cash dividend at the rate of 25%, ex-rights date April 27.
- HMG: Cash dividend at the rate of 25%, ex-rights date April 28..

Business news

- **HHV**: Q1/2023 business results with revenue of 540 billion, profit after tax of 82 billion; increased by 25% and nearly 4% respectively over the same period last year. Compared to the year target, HHV has completed 22% of the revenue target and 24% of the year profit target.
- **DGC**: The first quarter marked the third consecutive quarter of negative growth of Duc Giang Chemical's profit and also the lowest level in 6 quarters. Net revenue reached VND 2,483 billion, down 32% compared to the same period in 2022. Finally, DGC profit after tax was VND 823 billion, down 45% over the same period.

  As of March 31, 2023, the company's total assets stood at VND 13,215 billion, of which cash and term deposits continued to account for a large proportion of 67% - equivalent to VND 8,895 billion. This also contributed to a sharp increase in financial revenue by 95% to 164 billion (due to a sharp increase in deposit interest).
- **SZC**: Q1/2023, SZC's net revenue reached VND 63 billion, down 77% y/y. In which, revenue from land rental and management fee only reached VND 26 billion, down 90%, which is the core reason.
  Expenses also increased simultaneously, as a result, Sonadezi Chau Duc reported pre-tax profit of only VND 14.6 billion, down 84%. Thus, by the end of Q1/2023, the company has completed a very small part of the year plan (pre-tax profit of VND 263 billion).
- **TCM**: In Q1/2023, TCM recorded net revenue of VND876 billion and net profit of VND55 billion, down 22% and 26% y/y. The decline occurred in the context of the textile and garment industry facing weaker demand recently. The bright spot is that gross profit margin increased slightly to 15.5% in the first quarter of 2023, and expenses tended to decrease.

Technical view



Trend: Retest support level

- The market still closed with a red candle today, however, foreign investors net bought nearly 260 billion VND
- Technically, the MACD still shows that the price momentum is in a strong selling direction towards the negative zone, the RSI indicator is in a downtrend; MA 10 and MA 20 have shown a crossover signal since April 19, 2023
- Strategy: Lower the important ratio in the recovery spans during the session, limit disbursement and use margin at this time to wait for the market to have more positive signals.

Scenario:

- Positive (40%): The index maintained its support around 1,040 – 1,050 points and created a recovery pace to 1,070 points, more optimistic than 1,100 points.
- Less positive (60%): The index fails to test and loses the threshold of 1,040 points, it will drop to the old bottom around 1,020 points and lower to the psychological level of 1,000 points.

Recommended stocks

25/4/2023

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
SZC	Watch							Trend breaks resistance zone 32, Bollinger Band widens
CTD	Waiting to buy	50	60	45	0.2	-0.1	58.8	Price bounced up when touching MA10, liquidity increased

Trading portfolio

Cổ phiếu	Khuyến nghị	Giá mua (+/- 1%)	Target	Cut loss	Upside	Downside	Giá hiện tại	T+	Lãi/Lỗ	Ngày	Ghi chú
TNG	Buy	17.8	20.5	16.7	15%	-6%	17.9	1	0.56%	24/04/2023	
VGC	Hold	34.5	38	32.5	10%	-6%	32.9	15	-4.64%	04/04/2023	
HPG	Hold	21.5	23.5	20	9%	-7%	20.65	14	-3.95%	05/04/2023	
HDG	Hold	32	35	31	9%	-3%	31.8	13	-0.62%	06/04/2023	
NT2	Hold	30.5	33.95	29	11%	-5%	30.2	13	-0.98%	06/04/2023	
TCB	Hold	30	32.5	28.5	8%	-5%	29.5	13	-1.67%	06/04/2023	
CTR	Hold	64.2	70	62	9%	-3%	62.5	13	-2.65%	06/04/2023	
HDB	Sell	19.7	21	19	7%	-4%	18.75	13	-4.82%	06/04/2023	
GVR	Hold	15.5	17	14.5	10%	-6%	15.3	12	-1.29%	07/04/2023	
CII	Sell	14.9	16	14.5	7%	-3%	14.3	7	-4.03%	14/04/2023	

April 2023

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
26	27	28	29	30	31	1 PMI (EU, VN)
2	3 Caxin Manufacturing PMI (China)	4 PPI (EU)	5 Balance of Trade (US)	6 Initial Jobless Claims (US)	7 Non-farm payroll, unemployment rate (US)	8
9	10 Wholesale inventories in US	11 Retail sales (EU), Inflation rate (China)	12 Inflation (US)	13 Balance of Trade (China), PPI (US)	14 FDI (China)	15
16	17	18 China macroeconomic data release	19 Inflation, PPI (GB)	20	21 Retail sales (GB)	22
23	24	25 House Price Index (US)	26	27 GDP growth rate (US)	28 GDP growth rate (EU)	29 Vietnam macroeconomic data
30 PMI (US)	1					

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Q&A

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