MORNING CALL

May 09th, 2023

‘’ The market has more positive signals in the short term "

- ❑ World stocks : Pausing for the release of economic data this week.
- ❑ Vietnam securities: Cash flows into securities and banking groups.
- ❑ Update Business Results #GEG #TTF #ACL #CLM # IDJ
- ❑ Technical view and recommendation update #CII #VND #SSI
- ❑ Event calendar
- ❑ Q&A

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Open Account

Global Market Review - Week 08 - 12/05/2023

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Major stocks market

- U.S. stocks were slightly volatile, as investors awaited important inflation reports scheduled for release this week. At the close, the S&P 500 index gained 0.05%, reaching 4,138.12 points. The Nasdaq index rose 0.18% to 12,256.92 points. The Dow Jones Industrial Average fell 55.69 points, or 0.17%, to 33,618.69 points.
  A positive signal of this session is that some regional bank stocks recovered after strong selling last week. PacWest is up 3.6% and Western Alliance is up 0.6%. Big bank stocks including Wells Fargo and JPMorgan Chase also rose.

- Asia-Pacific markets trade mixed ahead of China's release of April trade data as well as the US inflation report later this week. According to Reuters, China is expected to post a record trade surplus of 74.3 billion USD, lower than 88.2 billion USD in March.
  Japan's Nikkei 225 index rose 0.49% and KOSPI fell -0.49% while household spending Japanese households decreased in April.

- Oil prices rose 2% in the session as fears of a US recession eased and some traders see the end of a three-week losing streak in oil prices due to pressure from the demand outlook.

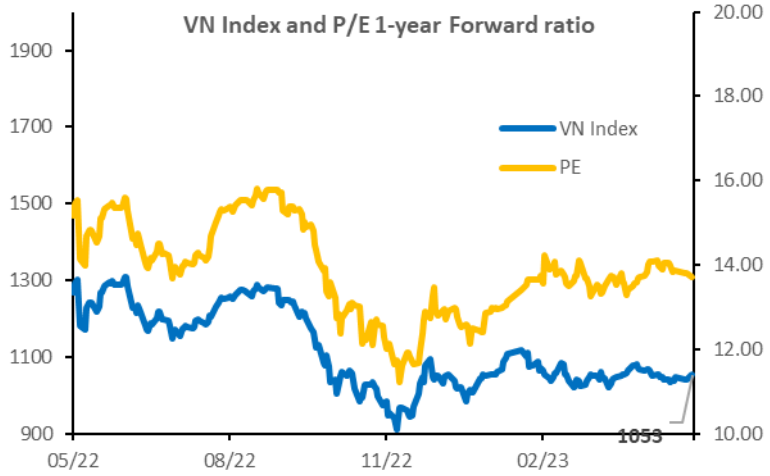
Market

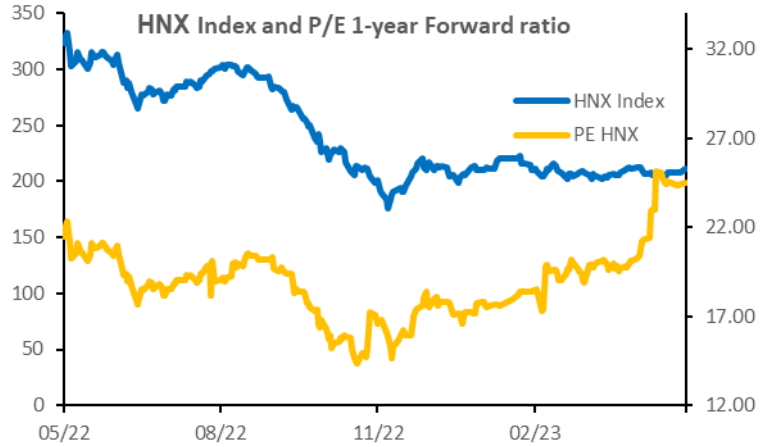
	Close	%1D	%1M	%1Y
VN-Index	1,053	1.26%	-1.52%	-17.03%
S&P 500 Index	4,138	0.05%	0.81%	3.68%
Dow Jones Index	33,619	-0.17%	0.40%	4.26%
GP 100	7,778	0.98%	0.48%	5.28%
Nikkei 225	29,091	0.49%	5.72%	10.53%
SHCOMP Index	3,395	1.81%	2.02%	13.01%
STOXX 600	467	0.35%	1.74%	11.85%
KOSPI Index	2,501	-0.49%	0.42%	-4.21%
Hang Seng	20,297	1.24%	-0.17%	1.48%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	101.52	0.14%	-0.30%	-2.06%
USD/VND	23,449.00	0.00%	0.00%	-2.12%
EUR/USD	1.10	-0.15%	1.19%	4.04%
USD/CNY	6.91	-0.07%	-0.43%	-2.65%
Brent	76.77	-0.31%	-9.81%	-27.53%
WTI	72.97	-0.26%	-9.58%	-29.22%
Natural gas	2.23	-0.27%	10.99%	-68.23%
Coal	169.65	0.00%	-12.44%	-55.30%
Gold	2,020.10	-0.05%	1.44%	8.95%

Vietnam Market Snapshot 08/05/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,053.44	14.34	13.13	1.26	576	11,431
HNX INDEX	210.92	25.83	3.12	1.50	67	954

Money flow and sector rotation (VND bn)

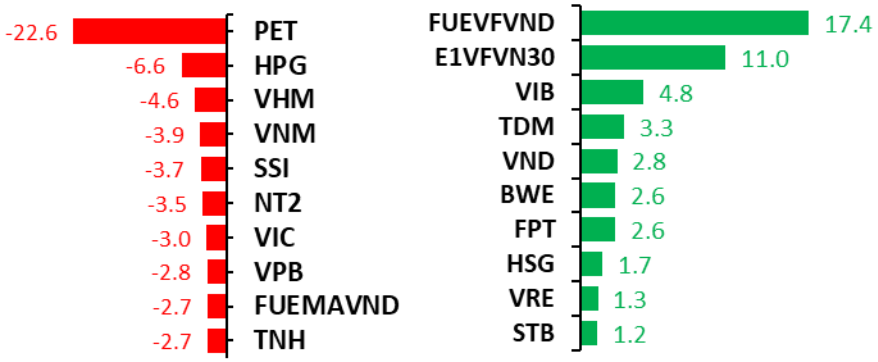
Sector	%1D	5/8/2023	5/5/2023	20-session Average
Financial Services	84.83	1,762	953	1,435
Retail	81.61	274	151	283
Oil & Gas	79.04	136	76	94
Utilities	68.73	232	137	185
Automobiles & Parts	53.52	140	91	109
Real Estate	41.06	2,484	1,761	2,281
Chemicals	38.28	349	252	363
Media	34.73	1	0	1
Banks	32.66	1,362	1,027	1,693
Insurance	25.66	27	22	27
Food and Beverage	13.73	686	603	726
Construction & Materials	12.47	531	472	650
Personal & Household Goods	10.57	83	75	118
Basic Resources	1.62	534	525	682
Technology	-0.7	49	49	55
Travel & Leisure	-10.1	59	66	59
Health Care	-17.4	38	46	27
Industrial Goods & Services	-18.1	461	562	408

Source: Bloomberg, Shinhan Securities Vietnam

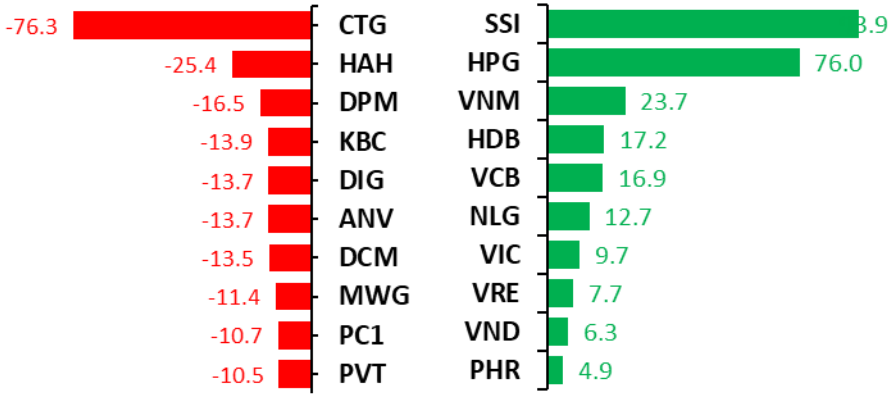
Vietnam Market Snapshot 08/05/2023

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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	(11)	4	(35)	31
Basic Resources	(6)	78	(88)	10
Media	-	(0)	0	0
Industrial Goods & Services	1	(38)	28	11
Health care	(3)	3	(0)	(3)
Chemicals	0	(22)	13	10
Financial Services	27	79	(113)	33
Travel & Leisure	(2)	(0)	53	(52)
Banks	(9)	(69)	(7)	76
Construction & Materials	-	(22)	37	(15)
Food and Beverage	(5)	4	13	(18)
Retail	(24)	(17)	38	(21)
Utilities	1	(3)	0	2
Personal & Household Goods	1	(4)	3	1
Technology	2	0	(7)	6
Automobiles & Parts	(0)	1	(0)	(1)
Insurance	(0)	(11)	11	0
Oil & Gas	(0)	4	(10)	6

Source: Fiinpro, Shinhan Securities Vietnam

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Import and export situation in Vietnam





- According to the Import-Export Department (Ministry of Industry and Trade), in the first quarter of 2023, Vietnam's exports of meat and meat products increased by 70.3% in volume and 81.2% in value over the same period in 2022. According to the Import and Export Department, Vietnam's meat and meat products are mainly exported to Asian countries. Among them, exports to Hong Kong (China) market accounted for 44.04% in volume and 64.84% in value of the country's total exports of meat and meat products, with nearly 2.57 thousand tons, worth 16.61 million USD, up 79.8% in volume and 102% in value compared to the first quarter of 2022.
- The Ministry of Agriculture and Rural Development said that the total export and import turnover of agriculture, forestry and fishery in the first four months of the year was estimated at 28.81 billion USD; the agricultural sector still had a trade surplus of 2.51 billion USD, down 37.7%. In April 2023, rice exports were estimated at 1.1 million tons with a value of USD 573.9 million, bringing the total volume and value of rice exports in the first 4 months of the year to 2.95 million tons with USD 1.56 billion, up 43.6% in value. volume and 54.5% increase in value over the same period in 2022. This is the highest growth rate among key agricultural product groups.
- In the first 3 months of 2023, rubber exports to most markets decreased compared to the same period last year, however, exports to one market still grew well in both volume and value compared to the same period in 2022. : Russian market.
- In the first quarter of 2023, Thailand was one of Vietnam's positive growth export markets. Specifically, in the first quarter of 2023, Vietnam exported 1.86 billion USD of goods to the Thai market, up 3% over the same period in 2022. Coffee was the commodity that witnessed the strongest increase over the same period. period in 2022. an increase of 255% over the same period in 2022.

Breaking News

Macro

Positive

- Deposit interest rates for retail customers at banks continued to be reduced at the beginning of May for most terms.
- Fear of supply shortage may be an important factor driving the rise of world rubber prices right in the second quarter of 2023.
- **Less positive**
- Nearly VND 16,500 billion of corporate bonds matured in May 2023: Vingroup and Masan group accounted for 60%.

Business news

- **MCM**: net revenue reached 3,442.5 billion dong, profit after tax reached 364 billion dong, corresponding to revenue growth of 9.9% and profit after tax growth of 5% compared to last year. The dividend level in 2023 is at least 50% of profit after tax.
- **IDJ**: recorded net revenue of up to 245 billion dong, nearly 3 times higher than the same period in 2022. Profit after tax also more than doubled with 30 billion dong. However, compared to the set plan, in Q1 IDJ achieved 22% of revenue target and 15% of profit.
- **CEO**: Total consolidated revenue in the first quarter of the company reached 367.5 billion dong, profit after tax reached 24.6 billion dong. CEO Group reduced more than 489.5 billion dong of liabilities compared to the beginning of the year; net cash flow from investing activities was positive VND 134.5 billion; Cash and cash equivalents reached VND 122.5 billion.
- **STK**: Sales revenue reached 287.8 billion, completing 53.6% of the quarter plan, down 55% compared to the same period in 2022. In the revenue structure, the proportion of recycled yarn reached 57.7% of the total revenue (completed). to 64% by 2023). Gross profit is 17.9 billion dong, down 84% over the same period, gross profit margin is 6.2%. Profit after tax was only 1.6 billion dong, down 97.8% over the same period, only 0.6% compared to the whole year plan, while revenue reached 13.4% of the plan.
- **VCB**: In 2023, Joint Stock Commercial Bank for Foreign Trade of Vietnam (Vietcombank) plans to increase its capital greatly with the goal of profit before tax increasing by at least 15% compared to 2022, expected to reach about 42,973 billion VND, outstanding credit balance maximum increase of 14% and receive bank transfer.
- **VPB**: businesses are supported with unsecured loans of up to VND 500 million, or mortgage loans with 100% online disbursement process, simple documents, super speed approval, diverse collateral such as houses, workshop, land, vehicle, valuable papers..., limit up to 100% of property value.

Breaking News



Business news

- **GEG**: Net sales reached 548.5 billion dong, down 4% y/y. Due to the increase in cost of goods sold by 6%, to 235.6 billion dong, resulting in gross profit of 312.9 billion dong, down 10% compared to the first quarter of 2022. This period, financial revenue of GEG increased by 47%, reaching 11.2 billion dong; Financial expenses also increased by 30% to 190.1 billion dong, mainly due to increased financial expenses. In addition, selling and administrative expenses also increased by 67% and 12%, respectively, resulting in a profit after tax of VND 103.7 billion, down 40% compared to the first quarter of 2022.
- **TTF**: Revenue reached 331.22 billion dong, down 38.2% y/y and parent company's profit after tax was 2.52 billion dong, down 83.5% y/y.
- **ACL**: In the first quarter of 2023, Cuu Long An Giang Fisheries recorded sales and service provision revenue of VND 139.74 billion, down 57.06 % over the same period last year; meanwhile, COGS decreased by 47.31%, so gross profit decreased by more than 76%. Therefore, the consolidated profit after tax in the first 3 months of 2023 was only 1.9 billion VND, down 96.97% over the same period.
- **CLM**: Coal Import and Export - Vinacomin will finalize the list of shareholders to pay the 2022 cash dividend at the rate of 30%, the shareholder owning 1 share will receive 3,000 VND.
- **HBC**: Hoa Binh has purchased 10 billion dong out of 94.6 billion dong of outstanding bonds under code HBCH2225002. The bond batch has a term of 3 years and is issued on October 31, 2022. Previously, in January 2023, HBC also bought back 250 billion dong out of 500 billion dong of lot HBCH2225001 (issued on January 27, 2022 with a term of 3 years).

Technical view



Trend:

- VNINDEX closed with the Marubozu candle following the tree, so the Doji last Friday showed improved investor sentiment, money flowed into securities and banks.
- Technically: The price momentum from the MACD indicates a gradual decrease in selling pressure from mid-April 25. RSI has broken out of the oversold zone. The trading volume is higher than the last 10 sessions.
- Strategy: Investors can watch the corrections during the session to disburse with a moderate proportion with the recommended stocks.

• Scenario:

- Positive (50%): The index maintained support around 1,040 – 1,050 points and created a recovery pace to 1,060 points, more optimistic than 1,100 points.
- Less positive (50%): After failing to test the resistance at 1,060 , the index is heading to the next bottom at 1,020, even psychological level of 1,000 if there is less positive information.

Recommended stocks

9/5/2023

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	
CII	Buy	14.6	15.7	13.8	8%	-5%	14.6	0	MACD crosses up
VND	Buy	21.9	25	20.9	14%	-5%	22.3	0	MACD crosses up
SSI	Buy	14.9	16.8	14.3	13%	-4%	15.15	0	MACD crosses up

Trading portfolio

Ticker	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
VCI	Buy	31.95	35.5	30.5	11%	-5%	31.9	2	-0.16%	05/05/2023	Trading volume increases, surpasses resistance
IDC	Buy	38.5	45	36	17%	-6%	39.1	2	1.56%	05/05/2023	MACD , RSI crosses up; trading volume increased
HPG	Hold	21.5	23.5	20	9%	-7%	21.45	24	-0.23%	05/04/2023	
NT2	Hold	30.5	33.95	29	11%	-5%	31.15	23	2.13%	06/04/2023	
TCB	Hold	30	32.5	28.5	8%	-5%	28.7	23	-4.33%	06/04/2023	
CTR	Hold	64.2	70	62	9%	-3%	64	23	-0.31%	06/04/2023	
GVR	Hold	15.5	17	14.5	10%	-6%	15.5	22	0.00%	07/04/2023	

Economic calendar

May 2023

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
30	1	2	3 EA Unemployment rate	4 US Fed Rate Decision	5	6 US Unemployment rate US Nonfarm Payroll
7	8	9	10 US Inflation Rate	11 China Inflation Rate US PPI Bank of England Interest Rate Decision	12 GB GDP	13
14	15	16 GB Unemployment rate CA Inflation Rate US Retail Sales	17 JP GDP	18	19 JP Inflation rate	20
21	22	23	24 GB Inflation Rate	25 US FOMC Minutes	26 US Core PCE Price Index	27
28	29 VN CPI	30	31 DE Inflation rate	1	2	3
4	5					

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Q&A

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