MORNING CALL

May 16th, 2023

‘’ Market prospered at the beginning of the session, profit-taking pressure at the end of the session"

- ❑ World stocks: Optimistic expectations for this week's economic data
- ❑ Vietnam Securities: VN30 is the bright spot of cash flow yesterday
- ❑ Business News #REE #VSC #OCB #VIC
- ❑ Technical perspective and recommendation update
- ❑ Event calendar
- ❑ Q&A

[Analysts]

Tri Vo
☎(84-28) 0992-6972
✉tien.ld@shinhan.com

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

Open Account

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

Major stocks market

- US stocks all three major indexes rose as investors looked forward to negotiations on the US debt ceiling this Friday. On May 15, the S&P 500 gained 0.3%, the Dow Jones Industrial Average broke a five-day losing streak and gained 0.14%, to 33,349. The tech-heavy Nasdaq Composite led gains in the United States, up 0.66%.
- On May 15, the Stoxx600 gained 0.25%, supporting after the European Commission raised its GDP forecast for 2023 for the Eurozone. On the negative side, Eurozone industrial production fell the most in 8 months in March compared to expectations. Attention investors and the upcoming election in Türkiye.
- Japan's Nikkei rose to a 17-month high yesterday and closed up. Japan's April PPI fell to +5.8% y/y from +7.4% y/y in March, the slowest growth rate in 20 months. The Shanghai Composite rebounded from a two-and-a-half-week low and closed up 1.17% yesterday, following news that the Shanghai Stock Exchange will host a panel to discuss topics including boosting the financial sector of the country.
- Oil prices rose, reversing three straight sessions of decline on concerns about tight supply, exacerbated by wildfires in Alberta, Canada. WTI rose 0.3% to $71.32 a barrel, while Brent was steady at $71.32 a barrel, up 0.33% on the day.

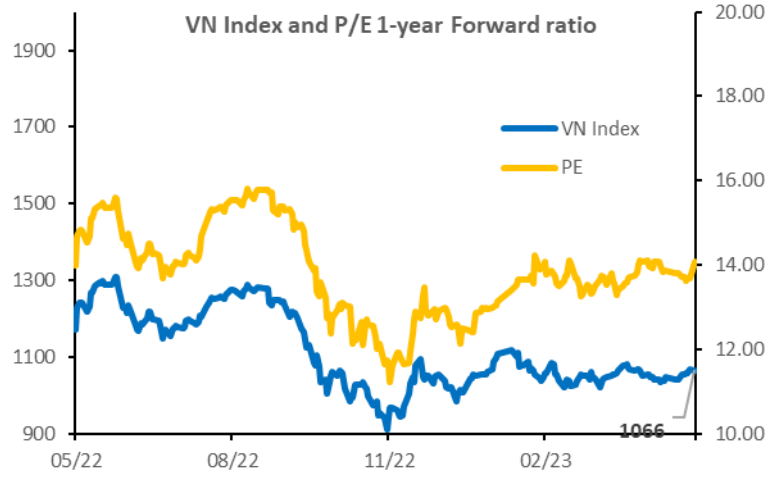
Market

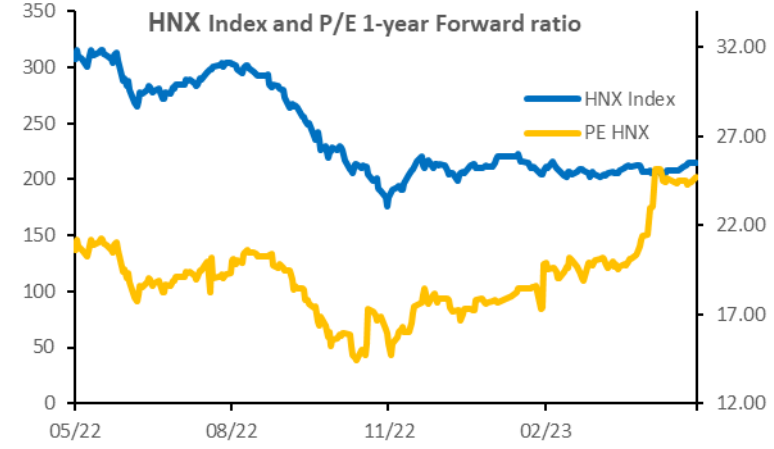
	Close	%1D	%1M	%1Y
VN-Index	1,066	-0.11%	1.22%	-9.07%
S&P 500 Index	4,136	0.30%	-0.03%	2.79%
Dow Jones Index	33,349	0.14%	-1.59%	3.49%
GP 100	7,778	0.30%	-1.20%	4.19%
Nikkei 225	29,813	0.63%	4.63%	12.30%
SHCOMP Index	3,311	1.17%	-0.82%	7.71%
STOXX 600	467	0.25%	-0.05%	7.61%
KOSPI Index	2,491	0.48%	-3.12%	-4.05%
Hang Seng	19,971	1.75%	-2.29%	0.10%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	102.42	-0.01%	0.85%	-1.70%
USD/VND	23,459.00	0.01%	0.09%	-1.59%
EUR/USD	1.09	0.05%	-0.43%	4.26%
USD/CNY	6.95	0.11%	-1.03%	-2.38%
Brent	75.48	0.33%	-12.55%	-33.93%
WTI	71.32	0.30%	-13.57%	-37.55%
Natural gas	2.36	-0.63%	11.64%	-70.34%
Coal	163.75	-0.70%	-12.90%	-58.32%
Gold	2,014.72	-0.09%	0.98%	10.45%

Vietnam Market Snapshot 15/05/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,065.71	14.51	-1.19	-0.11	761	12,560
HNX INDEX	214.33	26.49	-0.77	-0.36	119	1,567

Money flow and sector rotation (VND bn)

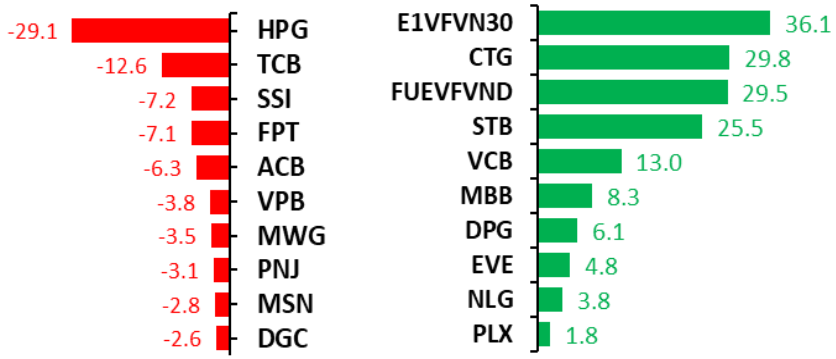
Sector	%1D	5/15/2023	5/12/2023	20-session Average
Media	189.07	4	1	1
Banks	96.71	3,076	1,564	1,584
Travel & Leisure	83.01	120	65	60
Oil & Gas	73.86	189	109	108
Health Care	55.67	33	21	31
Industrial Goods & Services	50.73	757	502	430
Insurance	43.85	52	36	27
Food and Beverage	25.17	829	662	706
Retail	25.13	335	267	262
Chemicals	23.61	432	349	359
Personal & Household Goods	17.48	122	104	113
Real Estate	12.96	2,660	2,355	2,180
Automobiles & Parts	10.09	120	109	104
Utilities	3.48	190	184	173
Financial Services	-15.1	1,617	1,906	1,355
Technology	-17.2	98	119	59
Construction & Materials	-18.3	919	1,125	616
Basic Resources	-37.5	998	1,597	695

Source: Bloomberg, Shinhan Securities Vietnam

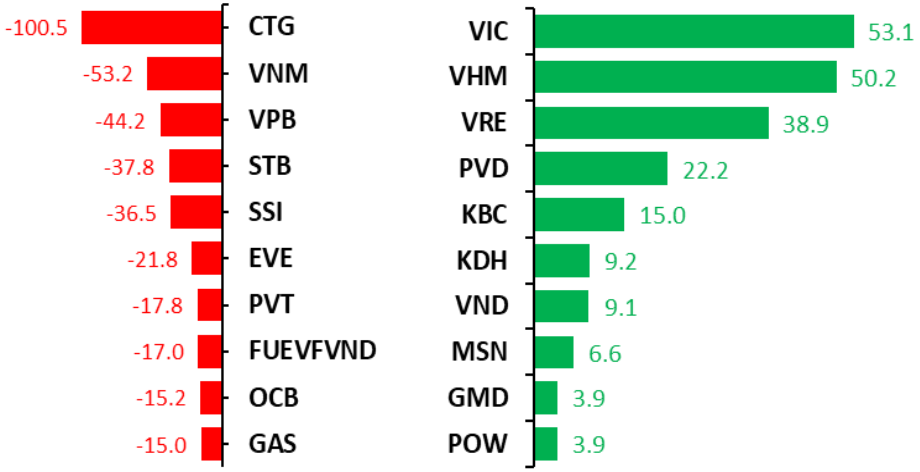
Vietnam Market Snapshot 15/05/2023

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



Top net buying & selling foreign investors (VND billion)



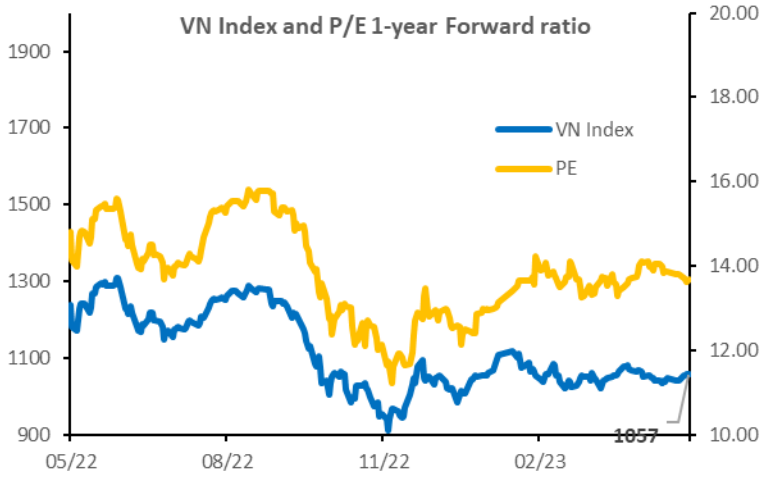
The net trading value of proprietary trading and investors by sector (VND billion)

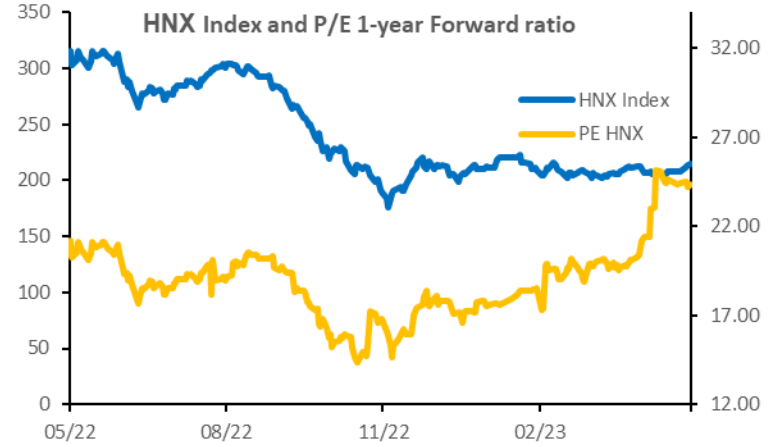
Sub-sector	Proprietary trading (VND bn)	Foreign (VND bn)	Local Individual (VND bn)	Local Institutions (VND bn)
Real Estate	(0)	129	(86)	(44)
Basic Resources	(29)	(25)	77	(52)
Media	-	1	(1)	0
Industrial Goods & Services	(3)	(12)	36	(24)
Health care	2	(4)	3	1
Chemicals	(3)	(33)	34	(1)
Financial Services	59	(79)	70	9
Travel & Leisure	(1)	(0)	4	(4)
Banks	48	(232)	347	(115)
Construction & Materials	7	(18)	23	(5)
Food and Beverage	(0)	(56)	70	(14)
Retail	(4)	(15)	14	1
Utilities	1	(10)	12	(2)
Personal & Household Goods	2	(22)	22	(0)
Technology	(7)	(0)	21	(21)
Automobiles & Parts	-	(1)	4	(3)
Insurance	0	(20)	23	(3)
Oil & Gas	2	20	(30)	10

Source: Fiinpro, Shinhan Securities Vietnam

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Vietnam Market Snapshot 15/05/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,057.12	14.39	-1.14	-0.11	668	10,749
HNX INDEX	214.41	26.57	0.52	0.24	135	1,714

Money flow and sector rotation (VND bn)

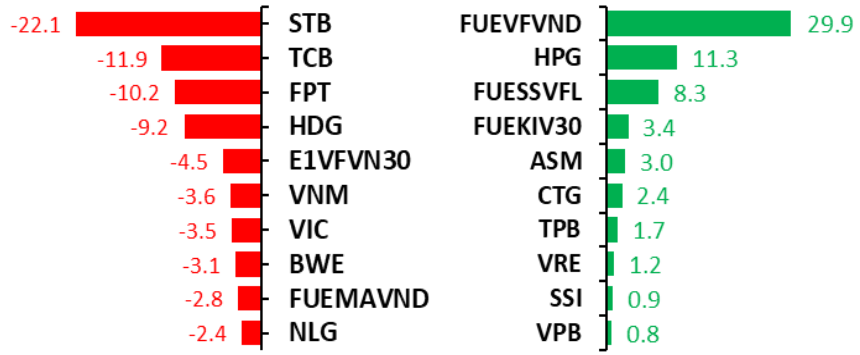
Sector	%1D	5/11/2023	5/10/2023	20-session Average
Health Care	124.61	42	19	30
Oil & Gas	115.84	219	102	106
Media	95.79	4	2	1
Basic Resources	59.51	894	560	626
Industrial Goods & Services	44.44	729	504	419
Utilities	41.80	218	154	180
Insurance	17.27	35	30	27
Chemicals	15.75	542	468	352
Financial Services	12.77	1,678	1,488	1,337
Real Estate	9.73	2,761	2,517	2,244
Personal & Household Goods	5.97	120	114	116
Construction & Materials	5.35	847	804	585
Automobiles & Parts	-6.0	123	131	104
Banks	-6.6	1,655	1,772	1,548
Retail	-13.6	245	283	264
Technology	-19.4	69	86	54
Food and Beverage	-26.2	511	692	705
Travel & Leisure	-27.8	48	66	57

Source: Bloomberg, Shinhan Securities Vietnam

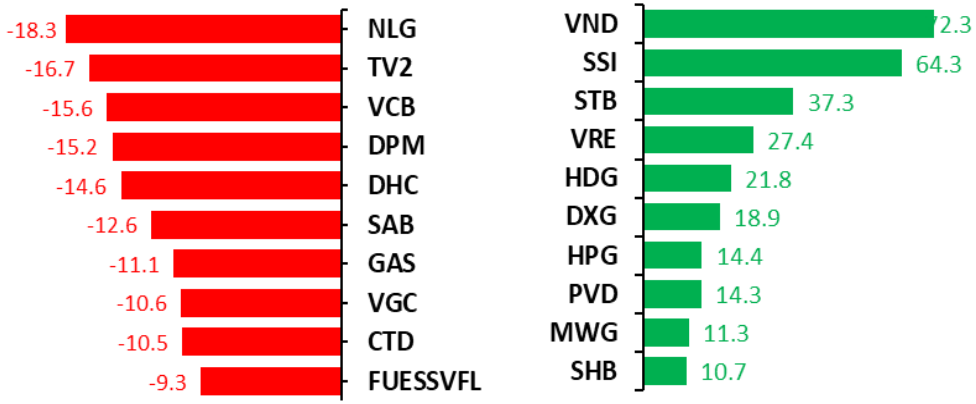
Vietnam Market Snapshot 15/05/2023

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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	(17)	30	(19)	(11)
Basic Resources	10	(7)	(22)	30
Media	-	0	(0)	0
Industrial Goods & Services	(2)	(13)	22	(10)
Health care	(2)	6	(7)	1
Chemicals	(0)	(15)	14	0
Financial Services	33	130	(161)	31
Travel & Leisure	(2)	(1)	3	(1)
Banks	(37)	44	(35)	(9)
Construction & Materials	(2)	(35)	140	(105)
Food and Beverage	(3)	(30)	31	(1)
Retail	(2)	10	1	(12)
Utilities	(4)	(6)	30	(25)
Personal & Household Goods	(2)	7	(0)	(6)
Technology	(10)	1	12	(12)
Automobiles & Parts	-	2	(2)	0
Insurance	0	(14)	17	(3)
Oil & Gas	(0)	14	(22)	8

Source: Fiinpro, Shinhan Securities Vietnam

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Breaking News

Macro

Positive

- In the week from May 8 to 12, interbank interest rates decreased in all terms.
- The Prime Minister proposed to start construction of three East-West highways and two regional belts before June 30.
- On May 15, the Prime Minister issued a decision approving the national electricity development plan for the period 2021-2030, with a vision to 2050 (Electricity planning VIII).

Less positive

- 12/12 large hydropower reservoirs in the North have the lowest frequency of water in the past 100 years.

Business news

- **REE:** REE Energy Company Limited, a subsidiary of REE, registered to sell 3.2 million PPC shares from May 11 to June 8 by order matching or put through method. REE spent about VND700 billion to buy the majority of REE's current ownership in PPC (22.37%) at the end of 2012 and the beginning of 2013, equivalent to an investment cost of about VND 9,750/share. PPC shares are being traded around 15,500 VND/share. Based on this price, it is estimated that REE will earn 49.6 billion dong from the divestment deal.
- **VIC:** VinFast Auto Pte. Ltd. and Black Spade Acquisition Co ("Black Spade") (NYSE: BSAQ) have entered into a business merger agreement. After the transaction, VinFast has a valuation of more than 23 billion USD and continues its plan to list on the US stock exchange.
- **VSC:** Baoviet Bank plans to finance 700 billion dong for Vietnam Container Joint Stock Company to acquire Nam Hai Dinh Vu Port. Nam Hai Dinh Vu Port officially came into operation in 2014 with a capacity of 500,000 Teus/year, receiving the largest vessel up to 50,000 DWT, CY yard area of 200,000m2 and wharf length up to 450m.
- **OCB:** Conducted early redemption of all outstanding bonds of VND 1,500 billion under code OCBH2124001. OCBH2124001 has a term of 3 years, was issued on May 10, 2021 to increase the scale of working capital to serve the lending needs of OCB's business. This is an unsecured bond, the actual issuance interest rate is fixed at 4.2%/year.

Breaking News



Business news

- **MWG:** The company's preliminary revenue in April was 9,700 billion dong, up 20% compared to March. Two chains The Gioi Di Dong (TGDD) and Dien May Xanh (DMX) grew 30%, Bach Hoa Green (BHX) grew by 3%.
- **HPX:** Ho Chi Minh City Stock Exchange. Ho Chi Minh City (HoSE) Decision to remind Hai Phat Investment Joint Stock Company for the second time in a row about the late submission of financial statements for the first quarter of 2023. Less than 1 month, Hai Phat Investment delayed paying interest on two lots of bonds with a total par value of 800 billion VND.
- **C69:** Quarter 1.223, C69 reported profit after tax to only 166 million dong, down nearly 90% over the same period, this is also the lowest quarterly profit record in recent years. Revenue from financial activities of the business soared to VND 7.4 billion, but financial expenses increased nearly 7 times over the same period in 2022, due to interest expenses.
- **GEX:** As of March 31, 2023, the total debt of GELEX Group reached VND 18,312.6 billion, an increase of 8.7% compared to the beginning of the year. In which, this group is facing a long-term loan of VND 2,174.8 billion due to be paid. However, GELEX Group only earned VND34.3 billion in after-tax profit in the first quarter of 2023, down 95% compared to the same period last year.

Technical view



Trend:

- VNINDEX closed down -0.11%, erasing all attempts to gain in the morning session. VN30 group was the bright spot of cash flow today with VIC gaining more than 5% after the news of the merger of Vinfast and SPAC.
- Technically: the market closed with red marubozu with the largest volume in the last 3 weeks; This shows that selling pressure is quite strong . However, the MACD still shows that price momentum is still recovering, showing no signs of weakening. The RSI is flat, not showing any signal.
- Strategy: Investors should not disburse heavily as well as use leverage in this period. Only moderate disbursement for codes with good buying points, limit chasing.

• Scenario:

- Positive (50%): The index surpassed resistance at 1,060 points and continued to trade above this level, 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

16/5/2023

Unit: VND thousand

Today's watchlist

Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals

Trading portfolio

Ticker	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
EIB	Hold	19.55	21.85	18	12%	-8%	19.4	3	-0.77%	11/05/2023	
DGW	Hold	34.5	40	31	16%	-10%	33.5	3	-2.90%	11/05/2023	
CII	Hold	14.6	15.7	13.8	8%	-5%	15.15	5	3.77%	09/05/2023	
SSI	Hold	21.9	25	20.9	14%	-5%	22.9	5	4.57%	09/05/2023	
VND	Hold	14.9	16.8	14.3	13%	-4%	15.5	5	4.03%	09/05/2023	
VCI	Hold	31.95	35.5	30.5	11%	-5%	32.35	7	1.25%	05/05/2023	
IDC	Hold	38.5	45	36	17%	-6%	39.1	7	1.56%	05/05/2023	
NT2	Hold	30.5	33.95	29	11%	-5%	30.8	28	0.98%	06/04/2023	

Economic calendar

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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

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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