MORNING CALL

May 19th, 2023

'' Market rallies but liquidity is low on derivatives expiration date "

- World stocks: S&P 500 and Nasdaq hit highest closing levels since August 2022
- Vietnam securities: Cautious cash flow, low liquidity on derivatives maturity date
- Business News #PLX # #BID #VHC #DIG # FCN
- Technical perspective and recommendation update
- Event calendar
- Q&A

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Open Account

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

Major stocks market

- US stocks rose on Thursday, the S&P 500 and Nasdaq Composite hit their highest closes since August 2022 after House Speaker Kevin McCarthy told reporters the House could vote on a debt ceiling deal. right next week. Fed officials suggested a June rate hike would be the last of the year. Shares of Walmart rose 1.30% to $151.47 after the retail giant reported better-than-expected first-quarter earnings and boosted its 2023 revenue and profit outlook.
- In Thursday's trading session, Japan's Nikkei 225 rose to its highest level since August 1990, making for seven consecutive sessions of gains. Investors are focusing on the economic and financial policy implications of the G7 summit in Hiroshima.
- UK consumer confidence improved for a fourth straight month in May amid signs of easing inflation, despite tightening spending due to escalating interest rates.
- A stronger dollar could put pressure on oil demand by making oil more expensive for holders of other currencies. Ending Thursday's session, Brent Oil rose and lost 1 USD (equivalent to 1.2%) to 75.98 USD/barrel.

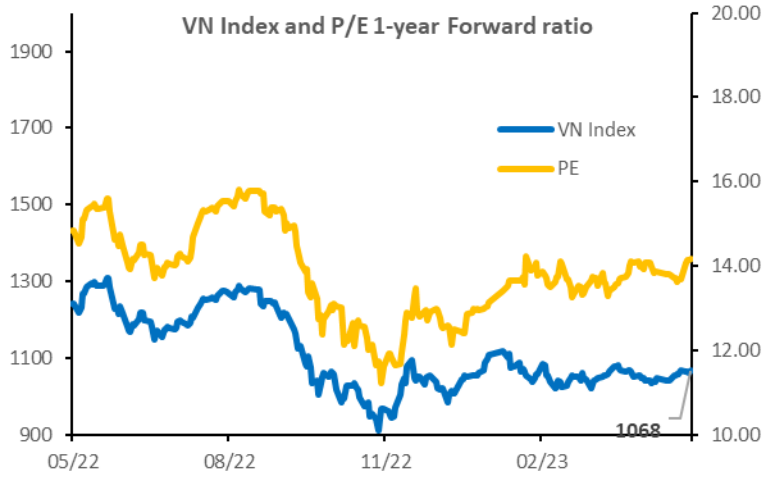
Market

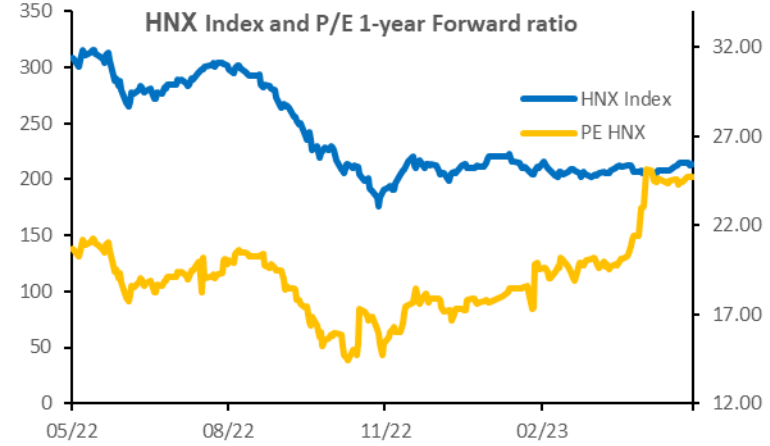
	Close	%1D	%1M	%1Y
VN-Index	1,068	0.74%	1.84%	-13.96%
S&P 500 Index	4,198	0.94%	1.05%	7.62%
Dow Jones Index	33,536	0.34%	-1.07%	7.30%
GP 100	7,742	0.25%	-1.98%	6.02%
Nikkei 225	30,772	0.65%	7.57%	16.55%
SHCOMP Index	3,297	0.40%	-2.16%	6.47%
STOXX 600	466	0.39%	-0.50%	8.83%
KOSPI Index	2,536	0.80%	-1.53%	-2.19%
Hang Seng	19,727	0.85%	-3.14%	-1.96%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	103.46	-0.12%	1.46%	0.71%
USD/VND	23,460.00	-0.02%	0.21%	-1.39%
EUR/USD	1.08	0.07%	-1.62%	1.79%
USD/CNY	7.04	-0.58%	-2.29%	-4.03%
Brent	75.96	0.13%	-8.61%	-32.20%
WTI	71.89	0.04%	-9.18%	-35.93%
Natural gas	2.60	0.23%	16.92%	-68.73%
Coal	159.35	-3.57%	-15.37%	-61.32%
Gold	1,958.42	0.04%	-1.83%	6.33%

Vietnam Market Snapshot 15/05/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,068.31	14.55	7.87	0.74	577	10,225
HNX INDEX	213.01	26.34	0.15	0.07	108	1,420

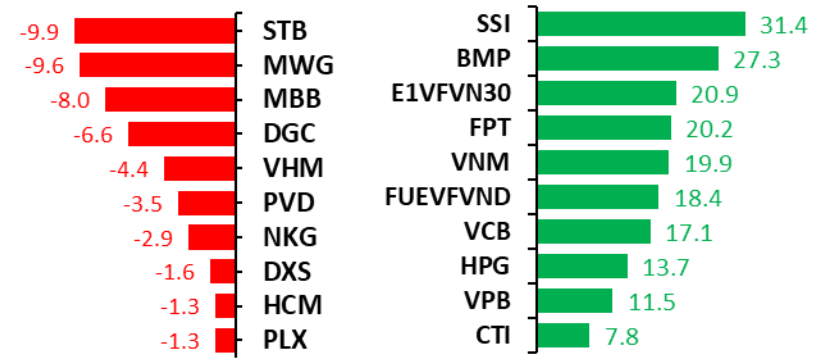
Money flow and sector rotation (VND bn)

Sector	%1D	5/18/2023	5/17/2023	20-session Average
Technology	58.83	151	95	68
Personal & Household Goods	26.67	110	87	109
Financial Services	25.78	2,076	1,650	1,397
Oil & Gas	21.18	146	121	109
Utilities	2.66	173	168	176
Media	-3.7	1	1	1
Insurance	-4.3	48	50	30
Travel & Leisure	-7.2	131	141	71
Banks	-11.6	1,855	2,099	1,561
Real Estate	-12.7	2,335	2,675	2,188
Industrial Goods & Services	-19.1	427	528	445
Health Care	-20.1	19	24	30
Food and Beverage	-22.6	721	932	709
Chemicals	-23.7	322	423	346
Construction & Materials	-28.0	705	979	665
Basic Resources	-32.6	723	1,073	730
Retail	-38.9	166	271	256
Automobiles & Parts	-60.0	116	289	111

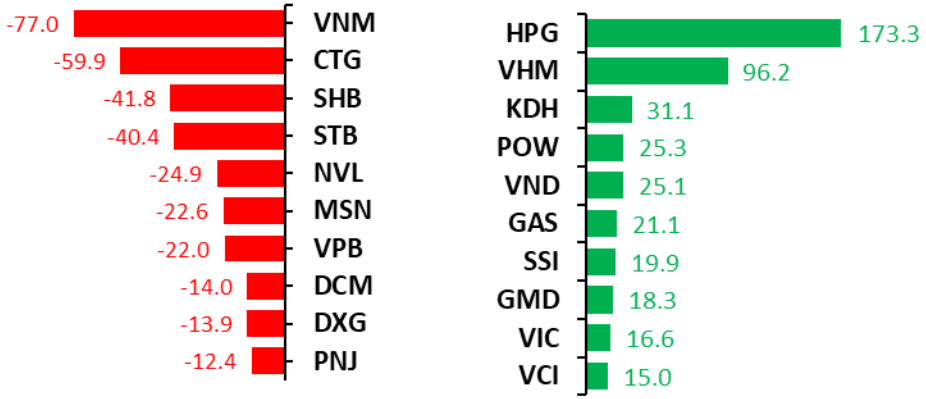
Source: Bloomberg, Shinhan Securities Vietnam

Vietnam Market Snapshot 15/05/2023

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	3	121	(194)	73
Basic Resources	11	166	(209)	43
Media	-	0	(0)	(0)
Industrial Goods & Services	(1)	30	155	(185)
Health care	1	0	(1)	1
Chemicals	(6)	(20)	26	(7)
Financial Services	67	64	(121)	57
Travel & Leisure	1	(0)	36	(35)
Banks	15	(182)	239	(57)
Construction & Materials	36	3	(32)	29
Food and Beverage	21	(104)	72	32
Retail	(10)	0	8	(9)
Utilities	3	47	(37)	(10)
Personal & Household Goods	4	(14)	10	3
Technology	20	0	(37)	37
Automobiles & Parts	-	(3)	2	1
Insurance	0	(11)	17	(6)
Oil & Gas	(5)	5	(2)	(3)

Source: Fiinpro, Shinhan Securities Vietnam

Breaking News

Macro

Positive

- Deputy Prime Minister directed to remove obstacles for wind power projects, solar power transition.
- Proposing to increase the power for banks when seizing collateral to deal with bad debts.
- The Ministry of Industry and Trade supports a 50% reduction of car registration fees..

Less positive

- ETFs had a net withdrawal of 1,200 billion dong in the past one month.

Business news

- **PLX:** Revenue in the first quarter of 2023, Vietnam National Petroleum Group (Petrolimex) reached VND 67.432 billion, up 0.6% over the same period in 2022. Gross profit reached VND 3,559 billion, up over 28%. Pre-tax profit reached VND 838 billion, up nearly 47% over the same period in 2022.
- **BID**: In June, Joint Stock Commercial Bank for Investment and Development of Vietnam will auction all debts of Tay Nguyen Stone Mining and Processing Industry JSC. The starting price offered by BIDV is VND 120.9 billion. Collateral: The right to use 4,086 m2 of land in Binh Tan, HCMC; The right to collect debt on the volume of construction and installation contracts under the construction contract of My Khe Hotel Da Nang under the contract with Duc Long Dung Quat Co., Ltd; 400,000 shares of Duc Long Gia Lai Public Works Service Development Investment JSC (DL1)
- **FCN**: In the first quarter of 2023, FCN's net revenue reached VND 609.1 billion, up 21.4% over the same period. FCN has recorded transitional projects from 2022 worth up to 2,500 billion VND. In addition, also in the first quarter of 2023, the Group also successfully signed new bidding packages with a total value of more than 700 billion VND.
- **VHC:** April 2023 revenue with VND 869 billion, down 47% compared to the high base level of the same period last year. Revenue structure in April, most of the segments decreased by double digits, in which the pangasius segment dropped the most with 55% to 519 billion dong, accounting for 60% of revenue. The only bright spot was vermicelli and rice cake products, with an increase of 16% but the contribution proportion was not much.

Breaking News



Business news

- **DIG:** Speak up about violating information in the North Vung Tau new urban area project. Technical infrastructure investment project North Vung Tau New Urban Area approved by the People's Committee of Vung Tau City with a detailed plan of 1/500 scale in Decision 3345/QD-UBND dated October 31, 2012. At that time, the arrangement of the social housing land fund in commercial housing projects was decided by the Provincial or District People's Committee, which is the competent authority to request the investor to arrange it based on the housing conditions and needs. in local society. Accordingly, the social housing land fund in the project approved in 2012 is 70,512 m² (accounting for 18% of the residential land fund). At this time, the 2014 Housing Law has not been promulgated.
- **SAB:** In 2023, Sabeco targets revenue of VND 40,272 billion and profit after tax of VND 5,775 billion, up 15% and 5% respectively compared to 2022. Sabeco believes that the recovery will be led by confidence Consumer satisfaction is improved, VAT is reduced, and tourism activities increase.
- **POM**: Ho Chi Minh City Stock Exchange (HOSE) on May 5 put POM shares of Pomina Steel Joint Stock Company under warning, because the company has accumulated losses by the end of 2022 of more than 444 billion dong.
- **VHM:** The total profit of the first quarter of 2023 of 1,031 non-financial enterprises listed and registered for transactions reached more than VND 71,400 billion, down 22% compared to the same period of 2022. Vinhomes (VHM) accounted for nearly VND 15,100 billion, equivalent to VND 15,100 billion. 21% of total profits of 1,031 enterprises. This is an unexpected bright spot, when real estate has been a difficult field since the third quarter of last year.

Technical view



Trend:

- VNINDEX gained +7.87 points, possibly due to the positive sentiment spread from the world market after the optimism of the meeting about the public debt ceiling in the US on Wednesday. However, the cash flow was still quite cautious, the liquidity was low on the derivative maturity date with a remarkable increase in securities stocks.
- Technically: Technically: The index is still trying to stay above 1,060 and trading above MA20, a signal that investors still expect the market to recover to 1,080. The MACD indicator shows a signal that the index's price momentum is increasing again. RSI remains above the uptrend channel.
- 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

19/5/2023

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	6	-2.81%	11/05/2023	
DGW	Hold	34.5	40	31	16%	-10%	33	6	-4.35%	11/05/2023	
CII	Hold	14.6	15.7	13.8	8%	-5%	14.75	8	1.03%	09/05/2023	
SSI	Hold	21.9	25	20.9	14%	-5%	22.8	8	4.11%	09/05/2023	
VND	Hold	14.9	16.8	14.3	13%	-4%	15.5	8	4.03%	09/05/2023	
VCI	Hold	31.95	35.5	30.5	11%	-5%	33.9	10	6.10%	05/05/2023	
IDC	Hold	38.5	45	36	17%	-6%	38.5	10	0.00%	05/05/2023	
NT2	Sell	30.5	33.95	29	11%	-5%	30.9	31	1.31%	06/04/2023	

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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