MORNING CALL

May 25th, 2023

‘’ The market continues to sink the red with high liquidity "

- World stocks mixed
- Business news #GAS #GMD #NTP #TPB
- Technical view and recommendation update
- Event calendar
- Q&A

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Open Account

Global Market Review - Week 22 - 26/05/2023

Major stocks market

- US stocks continued to fall on Wednesday. Dow Jones fell 255.59 points, or 0.77%. The S&P 500 ended the day down 0.73%, while the Nasdaq Composite fell 0.61%.
- Asia-Pacific markets are mixed as the Bank of Korea held its benchmark interest rate steady at 3.5%, in line with expectations. South Korea's Kospi was up marginally and the Kosdaq gained 0.27%.In Japan, the Nikkei 225 rose 0.22%, but the Topix saw a loss of 0.3%. Australia's S&P/ASX 200 also saw a weak open at 0.71% lower.
- UK car production rose 9.9% year-on-year to 66,527 units in April 2023 as exports to Europe strengthened, while electric vehicle production increased as supply chain shortages, most notably of semiconductors, continued to ease
- Gold prices were below USD 1970 an ounce on Wednesday, close to low levels not seen in two months, and pressured by a rise in Treasury yields and the US dollar. Traders are closely monitoring the ongoing debt ceiling impasse and the likelihood of prolonged higher interest rates, particularly in the US.
- WTI crude futures surpassed USD 74.5 per barrel, reaching their highest level in three weeks, propelled by tightening supplies, and optimistic fuel demand prospects. US crude oil inventories plummeted unexpectedly by 12.456 million barrels, the largest drop since November 2022, EIA data showed

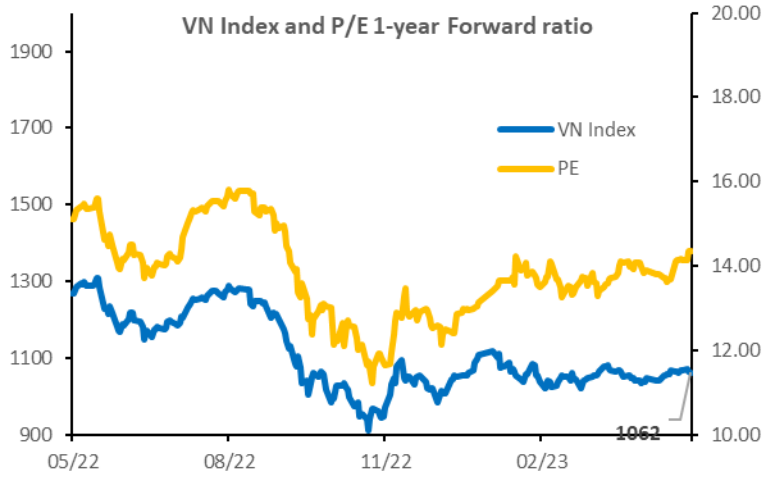
Market

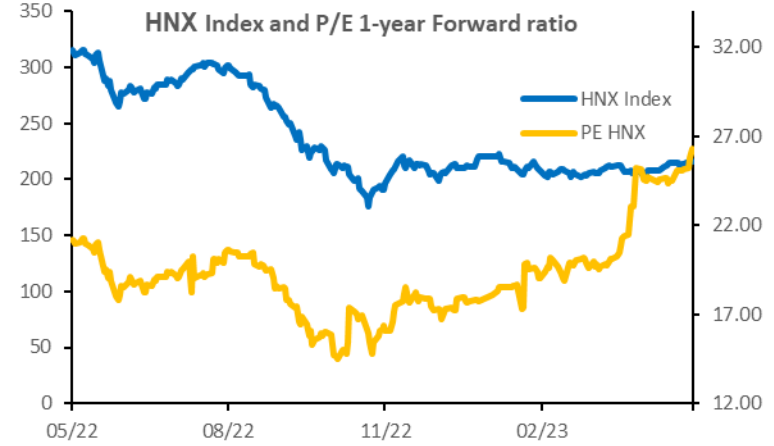
	Close	%1D	%1M	%1Y
VN-Index	1,062	-0.38%	2.60%	-16.29%
S&P 500 Index	4,115	-0.73%	1.07%	3.43%
Dow Jones Index	32,800	-0.77%	-2.18%	2.12%
GP 100	7,627	-1.75%	-3.35%	1.39%
Nikkei 225	30,814	0.43%	7.66%	15.50%
SHCOMP Index	3,205	-1.28%	-1.84%	3.13%
STOXX 600	458	-1.81%	-2.02%	5.37%
KOSPI Index	2,568	0.03%	3.18%	-1.87%
Hang Seng	19,116	-1.62%	-2.56%	-5.23%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	103.94	0.05%	2.04%	1.85%
USD/VND	23,478.00	-0.01%	0.00%	-1.19%
EUR/USD	1.08	0.03%	-2.00%	0.67%
USD/CNY	7.06	-0.07%	-2.34%	-5.77%
Brent	78.29	-0.09%	-3.07%	-31.34%
WTI	74.19	-0.20%	-3.74%	-32.76%
Natural gas	2.42	0.75%	4.72%	-73.07%
Coal	160.25	0.16%	-15.66%	-60.72%
Gold	1,959.34	0.11%	-1.91%	5.71%

Vietnam Market Snapshot 24/05/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,061.79	14.46	-4.06	-0.38	670	11,313
HNX INDEX	215.96	26.82	0.17	0.08	94	1,481

Money flow and sector rotation (VND bn)

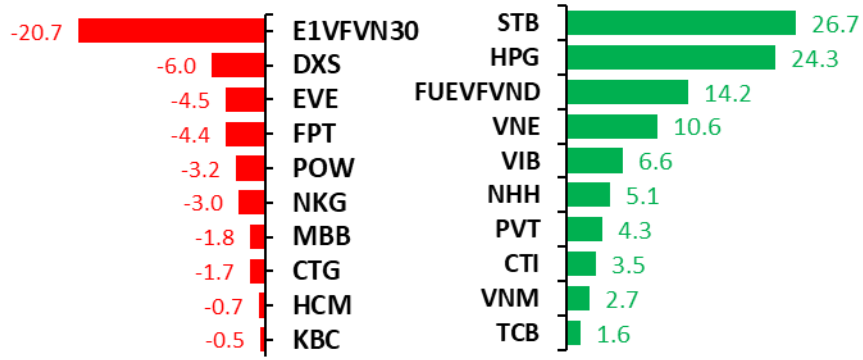
Sector	%1D	5/24/2023	5/23/2023	20-session Average
Basic Resources	29.35	991	766	795
Construction & Materials	20.63	1,268	1,051	788
Automobiles & Parts	11.60	97	87	116
Health Care	8.56	23	21	29
Real Estate	6.15	2,278	2,146	2,235
Financial Services	2.42	2,359	2,304	1,564
Banks	-12.0	2,123	2,413	1,702
Technology	-18.8	66	81	77
Personal & Household Goods	-23.0	107	139	111
Industrial Goods & Services	-24.3	394	520	482
Food and Beverage	-24.7	685	909	702
Insurance	-26.3	40	55	36
Chemicals	-27.8	314	434	366
Travel & Leisure	-29.5	106	150	87
Oil & Gas	-30.5	122	176	132
Retail	-31.4	178	259	239
Media	-37.4	1	1	1
Utilities	-45.4	157	288	199

Source: Bloomberg, Shinhan Securities Vietnam

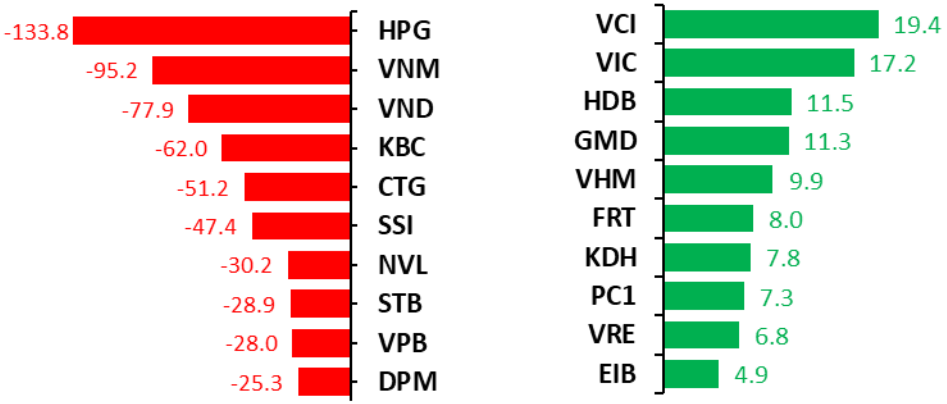
Vietnam Market Snapshot 24/05/2023

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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	(6)	(80)	27	53
Basic Resources	22	(157)	126	32
Media	-	0	(0)	0
Industrial Goods & Services	4	5	(2)	(4)
Health care	-	3	(4)	1
Chemicals	6	(18)	17	1
Financial Services	(5)	(123)	87	36
Travel & Leisure	0	1	0	(1)
Banks	35	(101)	216	(114)
Construction & Materials	15	12	2	(14)
Food and Beverage	3	(117)	154	(37)
Retail	1	6	5	(11)
Utilities	(2)	4	(8)	4
Personal & Household Goods	(5)	(2)	19	(17)
Technology	(4)	(0)	5	(4)
Automobiles & Parts	-	1	3	(4)
Insurance	2	3	1	(4)
Oil & Gas	0	(3)	5	(2)

Source: Fiinpro, Shinhan Securities Vietnam

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Breaking News

Macro

Positive

- EVN has received an offer to apply temporary prices for 24 renewable power projects and the two sides have fixed the temporary price equal to 50% of the regulated electricity generation price bracket.
- According to the General Department of Customs, the total import turnover of the country in the first period of May reached 12.44 billion USD, up 1.7% MoM (equivalent to 212 million USD).
- The Finance and Budget Committee proposes to extend the disbursement period for the recovery program to 2024-2025

Less positive

- In 4M2023, the Vietnamese auto market witnessed a sharp drop in demand for cars.

Business news

- **GMD**: On May 24, Nam Dinh Vu port cluster in Hai Phong officially opened phase 2, put into operation and exploitation with an area of 42 hectares, an 880m long wharf, and a capacity of 1.2 million TEU/ year. It can receive 3 cargo ships at the same time. The port is built and invested synchronously in terms of infrastructure, equipment, and technology according to international, modern, and environmentally friendly standards.
- **GAS:** On May 22, Vietnam Gas Corporation (GAS) signed Confirmation Notice with Shell, whereby Shell will provide the first LNG shipment to Vietnam. The 1MMTPA LNG storage project in Thi Vai is capable of receiving LNG ships with a tonnage of up to 100,000 tons, with the main items of phase 1 (including LNG storage tanks with a capacity of 180,000 m3 and technological equipment designed to designed according to the latest versions of Vietnamese standards and regulations and international standards…).
- **TPB**: Tien Phong Commercial Joint Stock Bank announced that it has received an official letter from the State Bank of Vietnam approving TPBank to increase its charter capital by a maximum of nearly VND 6,199 billion. At the previous Annual General Meeting of Shareholders of 2023 on April 26, Tien Phong Commercial Joint Stock Bank set a target to increase its charter capital from VND 15,817 billion to VND 22,016 billion through a dividend rate of 39.19% in shares.
- N**TP**: Tien Phong Plastic has closed the date of paying the second cash dividend in 2022 at the rate of 5% (corresponding to a shareholder owning 1 share, they will receive VND 500). Accordingly, the last registration date is June 1, the ex-rights date is May 31, respectively. The expected payment date is June 9, 2023.

Technical view



Trend:

- VNINDEX continued to close down -4.06 points (-0.38%). Although there was news of interest rate reduction from the bank, the market did not react too strongly; The financial sector and the real estate industry will be the two groups of direct beneficiaries, the manufacturing sector is also considered to benefit.
- Technically: the candlestick pattern is relatively unsatisfactory, the possibility of creating a double top falling in the short term; The next support level is 1,050. The signal line and the MACD line are approaching each other, showing that the price momentum is trending down. RSI is also showing bearish price power.
- Strategy: Investors should reduce the weight before the current movement of the index, if any, only disburse with a small proportion and do not use margin.

• Scenario:

- Positive (50%): The index surpassed resistance at 1,070 points and continued to trade above this level, more optimistic than 1,010 points.
- Less positive (50%): After failing to test the resistance at 1,070, the index returns to the next support zone of 1,050, even psychological level of 1,020 if there is less positive information.

Recommended stocks

25/5/2023

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
VPB	Buy	19.7	21.4	18.5	9%	-6%	19.55	2	-0.76%	23/05/2023	
TCB	Buy	30.15	33	28.5	9%	-5%	30.35	2	0.66%	23/05/2023	
EIB	Hold	19.55	21.85	18	12%	-8%	19.65	10	0.51%	11/05/2023	
DGW	Hold	34.5	40	31	16%	-10%	33.8	10	-2.03%	11/05/2023	
CII	Sell	14.6	15.7	13.8	8%	-5%	16.25	12	11.30%	09/05/2023	
SSI	Hold	21.9	25	20.9	14%	-5%	22.85	12	4.34%	09/05/2023	
VND	Sell	14.9	16.8	14.3	13%	-4%	16.45	12	10.40%	09/05/2023	
VCI	Hold	31.95	35.5	30.5	11%	-5%	33.85	14	5.95%	05/05/2023	
IDC	Sell	38.5	45	36	17%	-6%	39.3	14	2.08%	05/05/2023	
NT2	Sell	30.5	33.95	29	11%	-5%	32.8	35	7.54%	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

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