MORNING CALL
31/05/2023

Shinhan Securities

"Market continues its upward momentum with high liquidity"

- World stocks: Mixed trading waiting for new economic data
- Vietnam stocks: The uptrend continues, small and medium-sized stocks make waves
- Business News #KDH #CII #VJC #DPG # STB
- Technical view and recommendation update #SBT
- Event calendar
- Q&A

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Mở tài khoản

Global Market Review - Week 29/05 - 02/06/2023

Major stocks market

- U.S. stocks ended lower on Wednesday ahead of a House vote on a federal debt ceiling deal Wednesday night to stave off a possible default, while unexpectedly strong labor market data sent Investors fear the Federal Reserve could raise interest rates again in June.
- Stoxx600 closed 1.07% lower, having hit its lowest level since March 30, on concerns about a global slowdown on weak Chinese economic data and uncertainty around the debt ceiling. The U.S. outlook outweighed optimism from signs of softening inflation in several major eurozone economies.
- Nikkei225 edged up -0.44%, investors profited after the benchmark rose to a 33-year high earlier this week, while a stronger yen and disappointing China data also weighed on market. Hangseng fell -1.94% influenced by disappointing Chinese factory data and the US-China dispute, which also sent the yuan to its lowest level since November.
- WTI continues to fall and is currently trading at $67.70 a barrel as weak economic data from top oil importer China put pressure on oil prices.

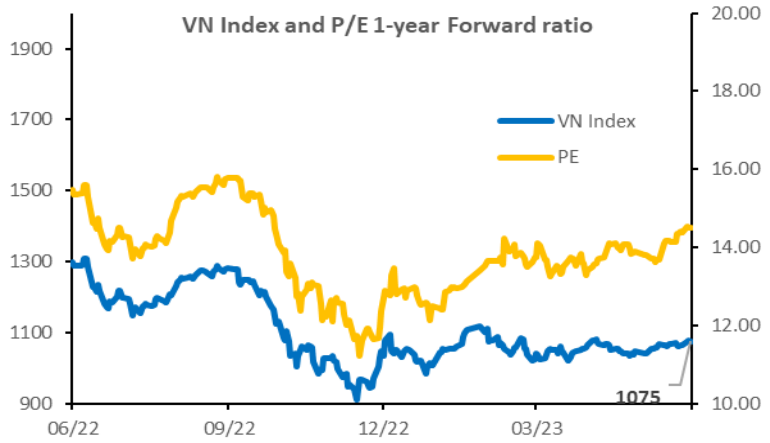
Market

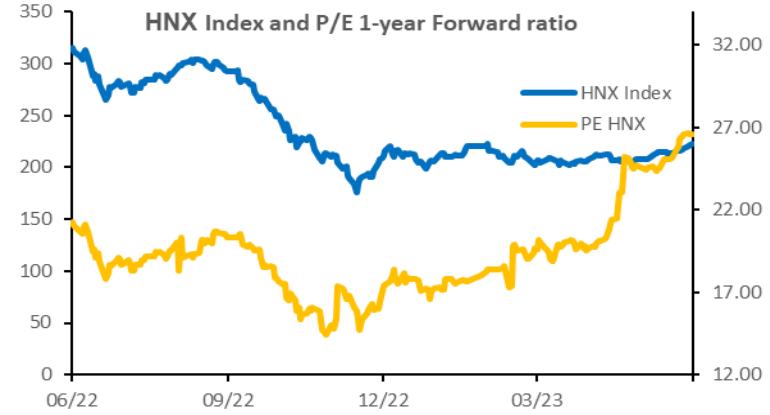
	Close	%1D	%1M	%1Y
VN-Index	1,075	-0.27%	2.48%	-17.26%
S&P 500 Index	4,180	-0.61%	0.29%	1.92%
Dow Jones Index	32,908	-0.41%	-3.36%	0.29%
GP 100	7,446	-1.01%	-5.39%	-1.15%
Nikkei 225	31,025	0.44%	6.53%	12.99%
SHCOMP Index	3,205	-0.61%	-3.57%	0.70%
STOXX 600	452	-1.07%	-3.24%	2.97%
KOSPI Index	2,573	-0.17%	2.85%	-4.21%
Hang Seng	18,234	-1.94%	-8.35%	-14.37%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	104.21	-0.12%	2.01%	1.67%
USD/VND	23,490.00	-0.03%	-0.11%	-1.26%
EUR/USD	1.07	0.01%	-2.61%	0.38%
USD/CNY	7.11	-0.40%	-2.76%	-6.14%
Brent	72.22	-0.52%	-8.94%	-37.90%
WTI	67.70	-0.57%	-10.52%	-41.26%
Natural gas	2.26	-0.18%	-2.42%	-73.99%
Coal	135.10	-0.07%	-28.84%	-68.38%
Gold	1,965.80	0.16%	-0.85%	6.46%

Vietnam Market Snapshot 30/05/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,075.17	14.68	-2.88	-0.27	848	14,076
HNX INDEX	222.81	27.49	1.48	0.67	136	1,896

Money flow and sector rotation (VND bn)

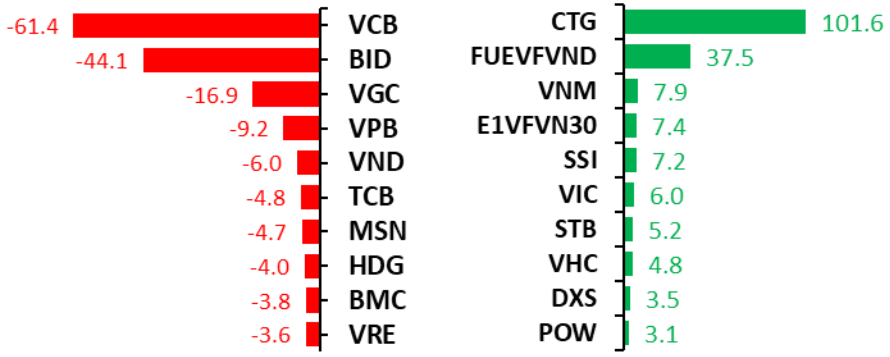
Sector	%1D	5/31/2023	5/30/2023	20-session Average	Trend
Utilities	60.25	338	211	215	-
Personal & Household Goods	49.80	194	129	114	-
Banks	38.80	2,775	1,999	1,883	-
Oil & Gas	31.83	194	148	161	-
Basic Resources	30.67	1,263	966	856	-
Insurance	26.40	42	34	39	-
Food and Beverage	24.01	1,015	819	711	-
Travel & Leisure	10.55	133	121	107	-
Automobiles & Parts	4.70	159	152	126	-
Financial Services	3.77	2,030	1,957	1,720	-
Construction & Materials	-6.6	1,308	1,401	989	-
Industrial Goods & Services	-8.7	628	688	544	-
Media	-9.1	2	2	2	-
Real Estate	-10.9	2,912	3,268	2,345	-
Health Care	-11.5	37	42	31	-
Chemicals	-25.5	640	859	436	-
Technology	-43.8	99	176	92	-
Retail	-46.8	302	568	256	-

Source: Bloomberg, Shinhan Securities Vietnam

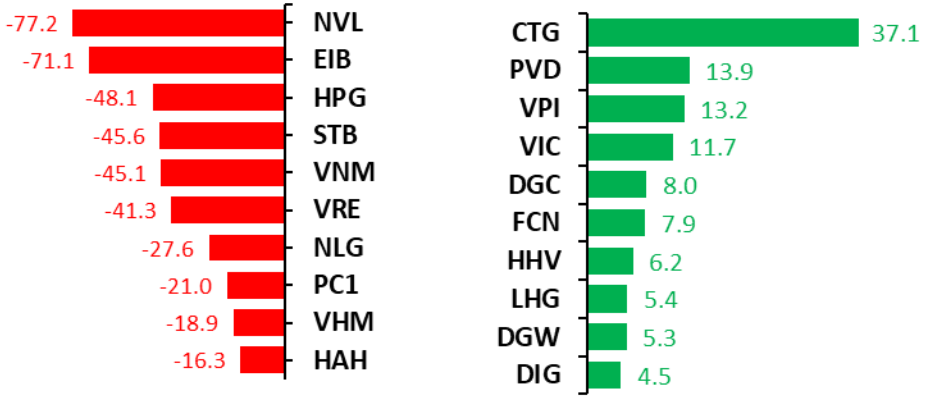
Vietnam Market Snapshot 30/05/2023

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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	(140)	143	(4)
Basic Resources	(3)	(63)	88	(25)
Media	-	0	(0)	0
Industrial Goods & Services	(6)	(30)	33	(3)
Health care	-	(0)	(1)	1
Chemicals	0	11	(2)	(9)
Financial Services	43	(11)	(37)	48
Travel & Leisure	4	(2)	5	(3)
Banks	(15)	(106)	587	(481)
Construction & Materials	(16)	(12)	117	(105)
Food and Beverage	5	(87)	86	1
Retail	(1)	1	3	(4)
Utilities	5	(5)	33	(28)
Personal & Household Goods	(2)	2	6	(8)
Technology	(0)	1	5	(5)
Automobiles & Parts	0	1	2	(3)
Insurance	0	(15)	13	2
Oil & Gas	3	4	(14)	10

Source: Fiinpro, Shinhan Securities Vietnam

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Breaking News

Macro

Positive

- Inflation fell simultaneously in many major European economies
- The Ho Chi Minh City Handicraft and Woodworking Association said that many wood businesses have started to have orders again, meeting over 50% of production capacity.

Less positive

- Supply from farmers declines, pig price may reach 65,000 dong in the second half of the year.

Business news

- **CTG:** This bank will offer a total of 9,000 billion VND of bonds with par value of 100,000 VND/bond, divided into two issuances. In the first phase, this bank plans to issue VND 2,000 billion of CTG2230T2/01 bonds with 8-year term and VND 3,000 billion of CTG2232T2/01 bonds with 10-year term within 90 days from the effective date of registration. In the second phase, CTG will offer VND 1,500 billion of CTG2230T2/02 bonds with 8-year term and VND 2,500 billion of CTG2232T2/02 bonds with 10-year term within no more than 90 days.
- **ANV:** In 2023, Nam Viet targets total revenue of 5,200 billion dong and pre-tax profit of 500 billion dong. Thus, it is estimated that profit will be reduced by 35.4% compared to that in 2022 (pre-tax profit in 2022 is VND 774 billion). Regarding dividends, in 2022, the Company submits to shareholders a 10% cash dividend plan. Entering 2023, the dividend is expected to be 10% in cash and shares are expected to be issued to increase share capital from equity for existing shareholders, the ratio is 1:1.
- DIG: In 2023, DIC Corp sets a target of total revenue of VND 4,000 billion, up 98.8% over the same period; expected profit before tax is 1,400 billion dong, up 604.3% over the same period; and planned investment capital is 4,138 billion dong. Another notable content, DIC Corp submitted to shareholders a plan to adjust the Chi Linh Center project with a total investment of 9,624.3 billion VND, an increase of 7.64 times compared to the original plan.
- **LHG:** Long Hau (LHG) dissolves Long Hau Industrial Park Service Company Board of Directors of Long Hau Joint Stock Company has agreed on a dividend payment plan in 2022 with a dividend payment rate of 19%/par value of shares.

Breaking News



Business news

- HQC: Hoang Quan Consulting - Trading - Real Estate Services Joint Stock Company said that on May 30, 2023, the People's Committee of Tra Vinh province sent an official dispatch on extending the implementation progress of the communal housing project. association in the resettlement, residential and commercial service area of ward 4, Tra Vinh city (Tra Vinh new urban area).
- NVL: Project to cancel the plan to issue shares to pay dividends approved in Resolution 16/2022 and cancel the plan to issue shares to increase share capital from equity sources approved at NVL. Resolution 10/2022.
- VCG: On June 15, Vietnam Construction and Import-Export Corporation will close the list of shareholders to issue more than 48.5 million shares to pay dividends in 2022. Issuing rate 10%, corresponding to shareholders Owner of 100 shares will receive 10 new shares. Issuing value at par value is more than 485 billion dong.
- CII: Specifically, Ho Chi Minh City Technical Infrastructure Investment is expected to sell all 31,797,370 treasury shares, the implementation period is from June 12 to July 11. In which, the purpose of sale is to balance the Company's finances. In the first quarter of 2023, revenue reached VND 748.05 billion, up 5.1% over the same period and profit after tax was recorded at VND 34.84 billion, down 9.9% compared to the performance in the first quarter of 2022.

Technical view



Trend:

- The Vietnamese market dropped 2.88 points on Wednesday, showing that the index still has no sign of a positive breakout. Cash flow still tends to focus on small and medium stocks.
- Technically: The index is reacting around 1.075 zone with high liquidity, showing strong selling pressure. MACD shows that bullish momentum tends to level off. RSI is showing bearish price strength.
- Strategy: Investors should limit chasing when the market has not yet confirmed the trend. If yes, only disburse with low proportion, 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 1,100 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

1/6/2023

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
AAA	Buy	11.2	13	10.5	16%	-6%	11.4	MACD signal, Stoch RSI crosses up at the resistance zone
GEG	Buy	17	19.2	15.8	13%	-7%	17.2	MACD signal, Stoch RSI crosses up at the resistance zone

Trading portfolio

Ticker	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
SBT	Hold	16.45	17.8	15.6	8%	-5%	16.55	1	0.61%	31/05/2023	
VPB	Hold	19.7	21.4	18.5	9%	-6%	19.3	7	-2.03%	23/05/2023	
TCB	Hold	30.15	33	28.5	9%	-5%	29.95	7	-0.66%	23/05/2023	
EIB	Hold	19.55	21.85	18	12%	-8%	20.3	15	3.84%	11/05/2023	
DGW	Hold	34.5	40	31	16%	-10%	35.4	15	2.61%	11/05/2023	
SSI	Hold	21.9	25	20.9	14%	-5%	23.15	17	5.71%	09/05/2023	
VCI	Sell	31.95	35.5	30.5	11%	-5%	34.6	19	8.29%	05/05/2023	

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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