# MORNING CALL
05/06/2023

## "Banking group returns, highest liquidity of the year"

- World stocks: Have an optimistic trading week
- Vietnam stocks: Breaking short-term resistance zone
- Business News #LPB #ACG #TPB # VND # BCM
- Technical perspective and recommendation update
- Event calendar
- Q&A


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Mở tài khoản

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

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## Major stocks market

- US stocks, all three major indexes fell as investors pondered whether the US Federal Reserve might pause interest rate hikes at its upcoming policy meeting. Apple rallied to a new session record high after the smartphone giant wrapped up its keynote speech at WWDC.
- Stoxx600 ended 0.48% lower after a survey showed the US services sector barely grew in May, factory orders rose less than expected. Investors took profits after the index rallied last week, fears of a recession overshadowed gains in telecom stocks.
- Nikkei rallied 2.2% to its highest close since July 1990 and posted its biggest daily gain since Jan. 18. Investors continue to beton domestic equities with Central Bank expectations Japan will maintain its easing policy. The Shanghai Composite rose 0.1%. Chinese blue chip stocks fell on Monday as Sino-US tensions persisted.
- WTI oil prices rose 1.6 percent to $72.85 a barrel on Monday after top world exporter Saudi Arabia pledged to cut production by an additional 1 million barrels a day from July.

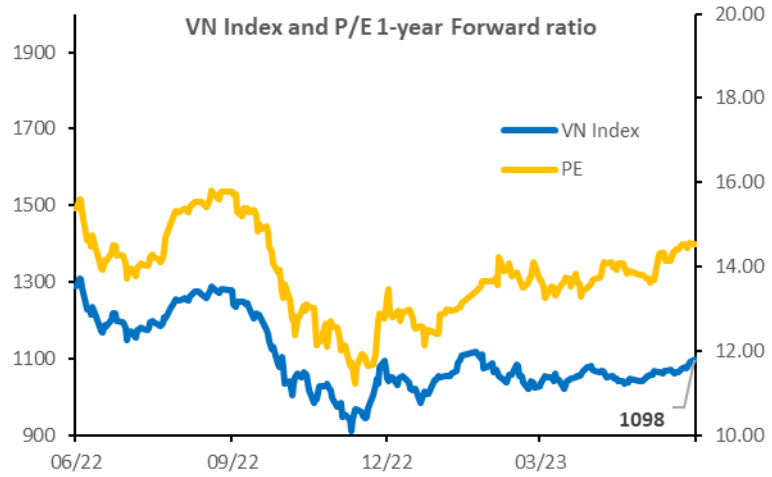
### Market

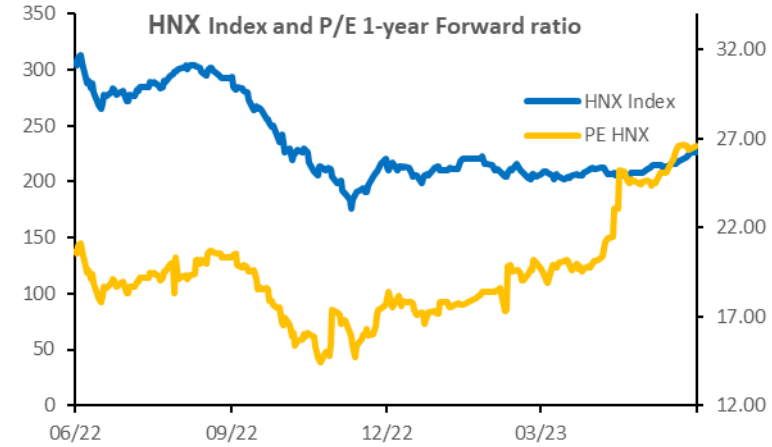
| | Close | %1D | %1M | %1Y |
|---|---|---|---|---|
| VN-Index | 1,098 | 0.64% | 5.53% | -14.90% |
| S&P 500 Index | 4,274 | -0.20% | 3.33% | 3.70% |
| Dow Jones Index | 33,563 | -0.59% | -0.33% | 1.97% |
| GP 100 | 7,600 | -0.10% | -2.29% | -0.11% |
| Nikkei 225 | 32,043 | -0.54% | 9.90% | 14.79% |
| SHCOMP Index | 3,232 | 0.07% | -3.06% | -0.12% |
| STOXX 600 | 460 | -0.48% | -1.16% | 3.56% |
| KOSPI Index | 2,615 | 0.54% | 4.58% | -2.07% |
| Hang Seng | 19,109 | 0.84% | -4.69% | -11.75% |

### Currency & Commodity

| | Close | %1D | %1M | %1Y |
|---|---|---|---|---|
| Dollar Index | 103.99 | -0.01% | 2.74% | 1.51% |
| USD/VND | 23,500.00 | -0.06% | -0.21% | -1.29% |
| EUR/USD | 1.07 | 0.02% | -2.63% | 0.18% |
| USD/CNY | 7.10 | -0.05% | -2.72% | -6.31% |
| Brent | 76.53 | -0.23% | 1.63% | -35.96% |
| WTI | 71.93 | -0.30% | 0.83% | -39.30% |
| Natural gas | 2.28 | 1.34% | 6.46% | -75.60% |
| Coal | 137.75 | 5.15% | -18.80% | -66.61% |
| Gold | 1,961.26 | -0.03% | -2.96% | 6.51% |

# Vietnam Market Snapshot 05/06/2023




| | Close | PE | Change | %1D | Trading volume (mn stocks) | Trading value (VND bn) |
|---|---|---|---|---|---|---|
| **VNI NDEX** | 1,097.82 | 14.96 | 6.98 | 0.64 | 877 | 16,278 |
| **HNX INDEX** | 226.56 | 28.16 | 0.53 | 0.24 | 112 | 1,628 |

## Money flow and sector rotation (VND bn)

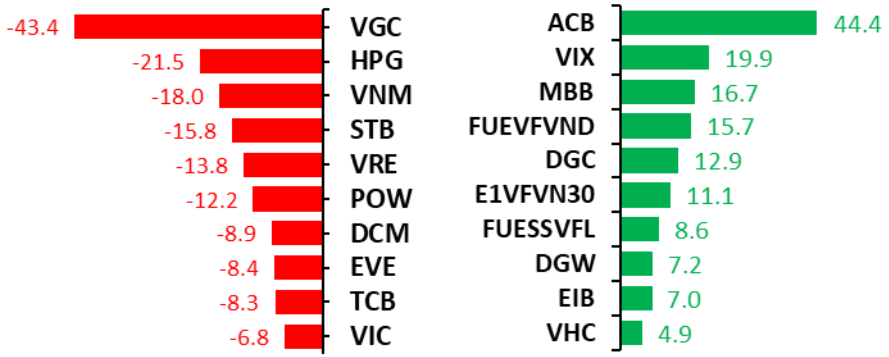
| Sector | %1D | 6/5/2023 | 6/2/2023 | 20-session Average |
|---|---|---|---|---|
| Media | 114.53 | 5 | 2 | 2 |
| Technology | 72.61 | 152 | 88 | 100 |
| Utilities | 64.48 | 385 | 234 | 225 |
| Industrial Goods & Services | 33.92 | 1,129 | 843 | 614 |
| Chemicals | 19.74 | 1,029 | 859 | 517 |
| Food and Beverage | 15.25 | 1,224 | 1,062 | 762 |
| Basic Resources | 13.60 | 1,268 | 1,116 | 934 |
| Real Estate | 9.30 | 3,042 | 2,783 | 2,440 |
| Personal & Household Goods | 4.29 | 175 | 168 | 125 |
| Travel & Leisure | 1.64 | 132 | 130 | 117 |
| Retail | 0.07 | 535 | 535 | 296 |
| Financial Services | -0.5 | 2,215 | 2,226 | 1,823 |
| Oil & Gas | -2.9 | 183 | 188 | 170 |
| Insurance | -4.9 | 62 | 66 | 43 |
| Health Care | -19.2 | 31 | 39 | 31 |
| Construction & Materials | -22.4 | 1,148 | 1,479 | 1,101 |
| Banks | -28.4 | 3,447 | 4,815 | 2,235 |
| Automobiles & Parts | -47.8 | 106 | 202 | 129 |

Source: Bloomberg, Shinhan Securities Vietnam

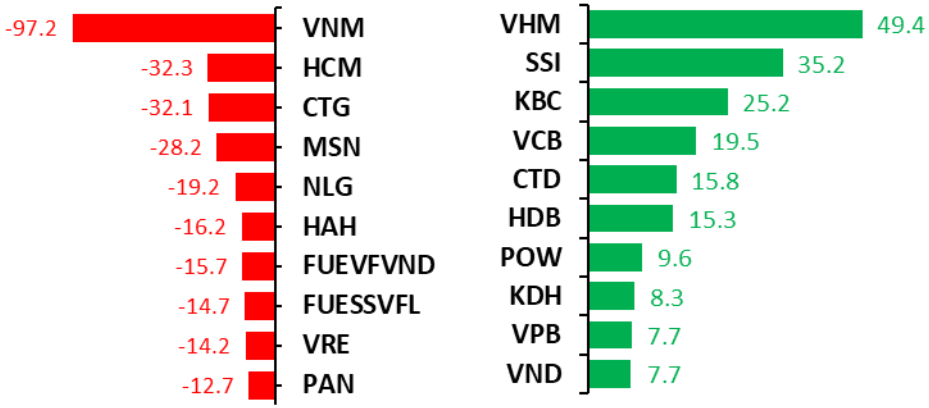
# Vietnam Market Snapshot 05/06/2023

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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 | (24) | 25 | 16 | (41) |
| Basic Resources | (24) | 10 | (26) | 16 |
| Media | - | 0 | (0) | 0 |
| Industrial Goods & Services | (7) | (19) | 73 | (54) |
| Health care | (0) | (0) | (1) | 1 |
| Chemicals | 7 | 10 | (20) | 9 |
| Financial Services | 52 | (30) | (136) | 166 |
| Travel & Leisure | (3) | (3) | 9 | (6) |
| Banks | 23 | (3) | (71) | 73 |
| Construction & Materials | (42) | 15 | 39 | (54) |
| Food and Beverage | (16) | (138) | 177 | (39) |
| Retail | 1 | (1) | (7) | 8 |
| Utilities | (11) | 9 | 42 | (52) |
| Personal & Household Goods | (11) | 4 | 15 | (19) |
| Technology | (7) | 2 | 22 | (25) |
| Automobiles & Parts | - | (1) | 3 | (2) |
| Insurance | 0 | 1 | 12 | (13) |
| Oil & Gas | 3 | 6 | (10) | 4 |

Source: Fiinpro, Shinhan Securities Vietnam



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# Breaking News

## Macro

### Positive

- Credit growth in the first 5 months reached 2.43%.
- Securities Commission: Speeding up the operation of KRX, implementing solutions to soon upgrade the market.
- Interest rates plummeted, personal cash flow poured into stocks, the number of new accounts opened was 5 times higher than in April 2023.

### Less positive

- Orders decreased, seafood enterprises restructured export markets.

## Business news

- **PET:** Petrosetco guarantees a credit line of VND200 billion for Petroleum Marine Trading and Services Joint Stock Company (POTS), for the purpose of supplementing working capital, issuing guarantees, opening LCs and other credit product operations. provided by Vietnam Joint Stock Commercial Bank for Industry and Trade - Branch 7 in Ho Chi Minh City. In the first quarter of 2023, PET recorded revenue of VND 4,245.8 billion, down 11.8% over the same period and profit after tax recorded VND 39.7 billion, down 55.2% over the same period.
- **OCB:** The State Bank has just approved the Orient Commercial Joint Stock Bank (OCB) to increase its charter capital by VND6,849 billion by issuing shares to existing shareholders from the equity source according to the plan. charter capital increase has been approved by the General Meeting of Shareholders.
- **POW:** Data from Planning and Materials Department, Ha Tinh Petroleum Power Company: In May 2023 alone, Vung Ang 1 Thermal Power Plant produced 403 million kWh of electricity, earning 748 billion VND in revenue. and paid 1.9 billion dong to the State budget. Accumulated in the first 5 months of 2023, Vung Ang 1 Thermal Power Plant has produced 1,729 million kWh of electricity, earned a revenue of VND 3,482 billion and paid tax of VND 64 billion.
- **BSR:** On August 23, Binh Son Refining and Petrochemical Joint Stock Company (code BSR) will close the list of shareholders paying dividends in 2022 at the rate of 7% in cash (01 share received 700 VND). Expected payment date is September 27. With 3.1 billion shares outstanding, BSR is expected to spend nearly 2,200 billion dong on this dividend. In which, Vietnam Oil and Gas Group (PVN) - the parent company controlling more than 92% of shares in BSR will earn nearly 2,000 billion VND.

# Breaking News



## Business news

- **KDC:** On June 5, KIDO Group Joint Stock Company announced that it had completed phase 1 to buy 25% of shares from the company that owns the Tho Phat brand. KIDO is in the process of negotiating to reach 51% and up to 70% of the shares according to the Resolution of the Board of Directors approved on April 14. Through this investment, KIDO sets a target of VND 2,000 billion in revenue for Tho Phat along with the group's bakery business and VND 200 billion in profit in 2023.
- **HDM:** Hue Textile and Garment Joint Stock Company (Huegatex - HDM) has just announced to close the list of shareholders on June 9, 2023 to pay dividends in cash and shares with a total rate of 72%. In which, the cash dividend is 40% - each share receives 4,000 VND - and will be paid on June 20. The share dividend payout ratio is 32%. Huegatex currently has a charter capital of 152.2 billion dong, corresponding to the company will issue nearly 4.9 million shares to pay dividends.
- **SIP:** Saigon VRG Investment Joint Stock Company) held the Annual General Meeting of Shareholders in 2023 in the online form. At the meeting, shareholders of the company approved this year's business plan with the goal of total consolidated revenue of more than VND 5,300 billion and profit after tax of more than VND 755 billion, down 12% and 25% respectively compared to the previous year. implemented in 2022.In addition, shareholders agreed to pay the dividend in 2023 at 10% in cash, equivalent to a shareholder owning 1 share will receive 1,000 VND.

# Technical view




## Trend:

- Vietnam market increased 6.98 points (0.64%) to close at 1,097.82; However, foreign investors continued to net sell more than 100 billion VND. The uptrend has narrowed, the profit-taking pressure is strong. VN30 is still the main leading group for this rally.
- Technically: The index creates 2 consecutive gaps, a sign of unsustainable uptrend; liquidity also slowed down after a strong rally on June 2. The MACD shows that price momentum is still bullish, however the RSI has entered the oversold zone.
- Strategy: Investors should limit chasing when the market is increasing as fast as it is now. If yes, only disburse with low proportion, do not use margin.

## Scenario:

- Positive (50%): The index continued to trade above 1,080 points and moved to the next resistance level at 1,125 points.
- Less positive (50%): After failing to test the 1,080 zone, the index returns to the next support zone at 1,060, even the psychological level of 1,020 if there is less positive information.

# Recommended stocks

**6/6/2023**

Unit: VND thousand

## Today's watchlist

| | Recommendation | Buying price (+/- 1%) | Target | Cut loss | Upside | Downside | Current price | Signals |
|---|---|---|---|---|---|---|---|---|
| VHC | Buy | 60 | 67.8 | 57 | 13% | -5% | 60.8 | Unusual volume, 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 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| AAA | Hold | 11.2 | 13 | 10.5 | 16% | -6% | 11.45 | 3 | 2.23% | 01/06/2023 | |
| GEG | Hold | 17 | 19.2 | 15.8 | 13% | -7% | 17 | 3 | 0.00% | 01/06/2023 | |
| SBT | Hold | 16.45 | 17.8 | 15.6 | 8% | -5% | 16.65 | 4 | 1.22% | 31/05/2023 | |
| VPB | Hold | 19.7 | 21.4 | 18.5 | 9% | -6% | 19.75 | 10 | 0.25% | 23/05/2023 | |
| TCB | Hold | 30.15 | 33 | 28.5 | 9% | -5% | 31.9 | 10 | 5.80% | 23/05/2023 | |
| EIB | Hold | 19.55 | 21.85 | 18 | 12% | -8% | 20.65 | 18 | 5.63% | 11/05/2023 | |
| DGW | Hold | 34.5 | 40 | 31 | 16% | -10% | 37.45 | 18 | 8.55% | 11/05/2023 | |
| SSI | Hold | 21.9 | 25 | 20.9 | 14% | -5% | 24.1 | 20 | 10.05% | 09/05/2023 | |
| VCI | Sell | 31.95 | 35.5 | 30.5 | 11% | -5% | 34.35 | 22 | 7.51% | 05/05/2023 | |

# Economic calendar

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## June 2023

| SUNDAY | MONDAY | TUESDAY | WEDNESDAY | THURSDAY | FRIDAY | SATURDAY |
|---|---|---|---|---|---|---|
| 28 | 29 | 30 | 31 | 1<br>EA Inflation Rate<br>EA Unemplyment Rate | 2<br>US Unemplyment Rate<br>US Non Farm Payroll | 3 |
| 4 | 5 | 6 | 7<br>AU GDP Growth Rate<br>CN Balance of Trade<br>US Balance of Trade | 8 | 9<br>CN Inflation Rate | 10 |
| 11 | 12 | 13<br>GB Unemployment Rate<br>US Inflation Rate | 14 | 15<br>US FED Interest Rate Descision<br>ECB FED Interest Rate Descision | 16<br>BOJ Interest Rate Descision | 17 |
| 18 | 19 | 20 | 21<br>GB Inflation Rate | 22<br>BoE Interest Rate Decision | 23<br>JP inflation Rate<br>GB Retail Sales | 24 |
| 25 | 26 | 27 | 28 | 29<br>DE Inflation Rate | 30<br>EA Unemployment Rate | 1 |
| 2 | 3 | NOTES | | | | |

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# Q&A

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