MORNING CALL
07/06/2023

Shinhan Securities

"Liquidity slowed down, securities boomed"

- World stocks: Waiting for US inflation data next week
- Vietnam securities: Cash flow becomes cautious
- Business News #DPG #VGC #VND #HPG #TPB
- Technical perspective and recommendation update #HSG #HPG
- Event calendar
- Q&A

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Mở tài khoản

Global Market Review - Week 05 - 09/06/2023

Major stocks market

- U.S. stocks closed higher in Tuesday's session as investors awaited inflation data and next week's Federal Reserve policy meeting. Inflation data is expected to show consumer prices down slightly from last month but underlying prices are likely to remain elevated and the Fed is expected to keep rates unchanged. Investors weren't too excited after the S&P 500 rallied nearly 20 percent from its October 2022 low. The S&P 500's strong gains were fueled by gains in large-cap stocks, a news season. reported better-than-expected first-quarter earnings.
- Stoxx600 rose 0.38% supported by a jump in shares of healthcare giant Novo Nordisk but gains were limited by concerns about further central banks' rate hikes amid rising economic growth slows down.
- Asia-Pacific markets are expected to rally as the region looks to China's May trade data and a speech by Reserve Bank of Australia Governor Philip Lowe, a day after the bank Australia's central bank defied expectations and raised its benchmark interest rate to an 11-year high.
- West Texas Intermediate (WTI) crude fell 0.6 percent to $71.74 a barrel on Tuesday on concerns that slowing global economic growth could dent energy demand despite a pledge by top exporter Saudi Arabia to cut energy cuts. reduced production by 1 million barrels per day from July.

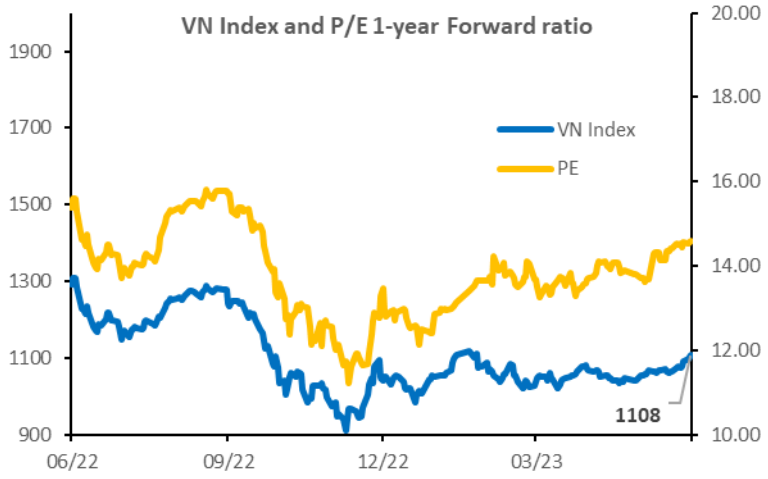
Market

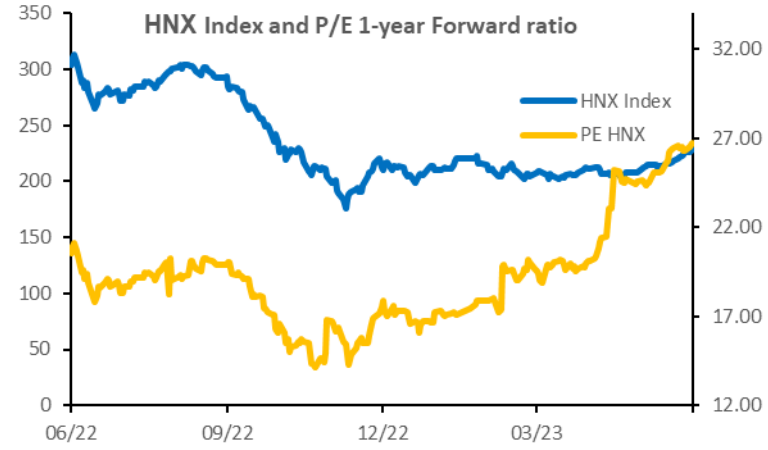
	Close	%1D	%1M	%1Y
VN-Index	1,108	0.96%	6.54%	-14.17%
S&P 500 Index	4,284	0.24%	3.57%	2.96%
Dow Jones Index	33,573	0.03%	-0.30%	1.18%
GP 100	7,628	0.37%	-1.93%	0.38%
Nikkei 225	32,592	0.26%	11.78%	16.63%
SHCOMP Index	3,195	-1.15%	-4.17%	-1.43%
STOXX 600	462	0.38%	-0.78%	4.24%
KOSPI Index	2,628	0.48%	5.08%	-1.60%
Hang Seng	19,099	-0.05%	-4.74%	-11.30%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	104.08	-0.04%	2.84%	1.73%
USD/VND	23,488.00	0.05%	-0.17%	-1.24%
EUR/USD	1.07	0.10%	-2.73%	0.01%
USD/CNY	7.12	-0.22%	-2.86%	-6.51%
Brent	76.37	0.10%	1.42%	-36.66%
WTI	71.84	0.14%	0.70%	-39.84%
Natural gas	2.26	0.00%	5.85%	-75.66%
Coal	134.45	-2.40%	-20.75%	-67.62%
Gold	1,965.02	0.08%	-2.78%	6.08%

Vietnam Market Snapshot 06/06/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,108.31	15.10	10.49	0.96	766	14,297
HNX INDEX	228.72	28.32	2.16	0.95	150	1,941

Money flow and sector rotation (VND bn)

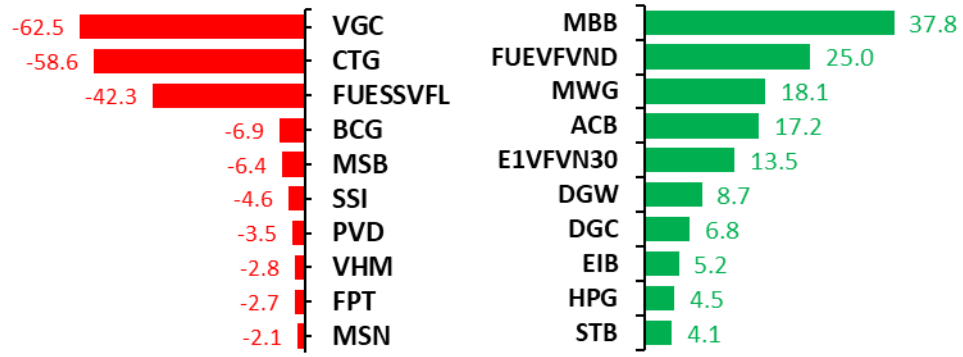
Sector	%1D	6/6/2023	6/5/2023	20-session Average
Financial Services	29.23	2,862	2,215	1,911
Construction & Materials	9.86	1,261	1,148	1,132
Automobiles & Parts	2.79	109	106	130
Insurance	0.23	63	62	45
Banks	-3.8	3,315	3,447	2,342
Personal & Household Goods	-8.6	160	175	128
Food and Beverage	-16.4	1,023	1,224	790
Retail	-21.1	422	535	308
Travel & Leisure	-21.7	104	132	120
Real Estate	-22.7	2,351	3,042	2,461
Basic Resources	-29.2	898	1,268	924
Health Care	-34.3	21	31	30
Oil & Gas	-36.0	117	183	162
Industrial Goods & Services	-38.2	697	1,129	630
Utilities	-40.1	231	385	228
Chemicals	-41.6	601	1,029	533
Technology	-61.4	59	152	100
Media	-79.0	1	5	2

Source: Bloomberg, Shinhan Securities Vietnam

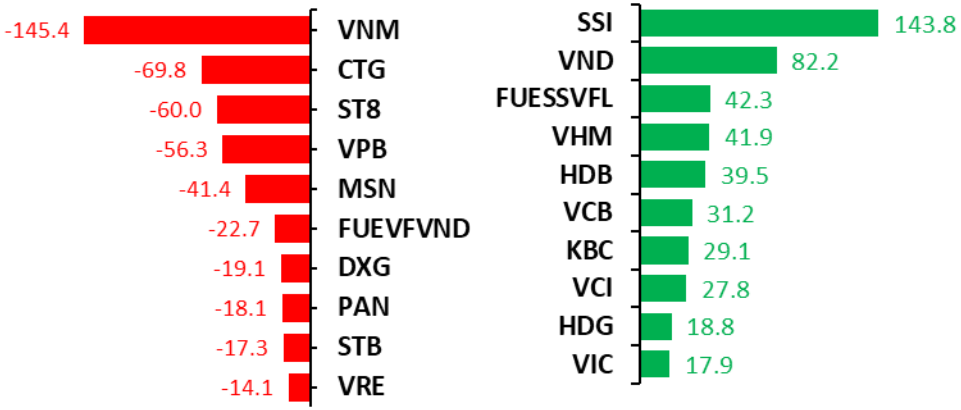
Vietnam Market Snapshot 06/06/2023

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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	(7)	91	26	(117)
Basic Resources	4	12	(62)	50
Media	-	0	(0)	0
Industrial Goods & Services	(3)	(7)	49	(42)
Health care	-	1	(2)	1
Chemicals	8	16	(25)	9
Financial Services	(17)	273	(358)	85
Travel & Leisure	3	(4)	(5)	9
Banks	(6)	(53)	(97)	150
Construction & Materials	(62)	33	34	(67)
Food and Beverage	(2)	(218)	235	(17)
Retail	27	(23)	(5)	28
Utilities	(1)	2	16	(18)
Personal & Household Goods	(2)	(5)	21	(16)
Technology	(3)	(60)	51	9
Automobiles & Parts	1	2	2	(4)
Insurance	(0)	9	9	(18)
Oil & Gas	(2)	0	(2)	1

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

- Bad debt alarm increased in some banks.
- Only about 12,000 new businesses were established in May, down 24.2% compared to April 2023 (15,967 enterprises).
- ETFs net withdrew 1,400 billion dong in May.

Business news

- **DIG:** DIC Corp has just decided to exempt Mr. Hoang Van Tang from the title of General Director according to personal wishes, starting from June 6. At the same time, appointing Mr. Nguyen Quang Tin to the position of General Director. 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.
- **VGC:** According to the financial report for the first quarter of 2023, Viglacera's revenue from sales and service provision reached VND 2,777.69 billion, down 27.57% over the same period last year; profit before and after tax reached 220.94 billion dong and 151.55 billion dong, respectively, down 75.38% and 79.85% over the same period. Viglacera plans to maintain a 20% cash split/charter capital of VND 4,483.5 billion.
- **HPG:** In May 2023, Hoa Phat Group produced 565 thousand tons of crude steel, down 27% over the same period last year. Sales of construction steel, hot rolled coil and billet reached 530 thousand tons, up 16% compared to April but down 20% compared to May 2022.
- **VND:** VNDirect Securities Joint Stock Company has just added a report on the offering and issuance of shares to increase charter capital in the document of the 2023 Annual General Meeting of Shareholders, scheduled to be held on June 17. If the above plans are approved, VND will issue nearly 585 million new shares, thereby raising the charter capital from more than 12,178 billion VND to over 18,000 billion VND.

Breaking News



Business news

- **TPB:** TPBank plans to issue nearly 620 million shares, the exercise rate is 39.19%. The total value of issuance at par value is nearly VND 6,199 billion. Last date for registration is 12/06/2023. The ex-rights date is 09/06/2023. After the successful issuance, the charter capital of TPBank will increase from nearly VND 15,818 billion to more than VND 22,016 billion.
- **LPB:** Expected to increase charter capital by a total of more than 11,385 billion dong, equivalent to issuing 1.14 billion more shares. After completing the issuance, the charter capital of LPBank is expected to increase from more than 17,291 billion VND to more than 28,676 billion VND.
- **OCB:** The State Bank (SBV) has written approval for Orient Commercial Joint Stock Bank to increase its charter capital by a maximum of VND 6,849 billion by issuing shares to existing shareholders from equity.
- **PLX:** Petrolimex sets business plan target, consolidated revenue is set at VND 190,000 billion, down 38% compared to the previous year. However, the target consolidated pre-tax profit was VND3,228 billion, up 42% y/y. Notably, in April, Petrolimex divested 120 million shares, accounting for 40% of the capital of Petrolimex Petroleum Commercial Joint Stock Bank (PGBank, PGB) and collected more than 2,568 billion VND.

Technical view



Trend:

- Vietnam market increased 10.49 points (0.96%) to close 1,108.31 points, foreign investors net bought again after 5 consecutive net selling sessions. The securities industry group attracted money in VND, SSI,.. when the number of newly opened securities accounts increased sharply; the growth momentum of the banking group has slowed down.
- Technically: The index increased strongly but the liquidity slowed down, showing that the cash flow showed caution. The RSI shows that the indicator is in the overbought zone while the price momentum shown by the MACD is still on a strong uptrend. The index will have a correcting span before continuing to go up.
- 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

7/6/2023

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
HPG	Buy	21.75	23.9	20.8	10%	-4%	21.75	MACD crosses up at the resistance zone
HSG	Buy	16	18.1	15	13%	-6%	16.1	MACD, Stoch RSI crosses up at the resistance zone
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	11.25	13	10.5	16%	-7%	11.55	4	2.67%	01/06/2023	
GEG	Hold	17	19.2	15.8	13%	-7%	17.1	4	0.59%	01/06/2023	
SBT	Hold	16.45	17.8	15.6	8%	-5%	16.7	5	1.52%	31/05/2023	
VPB	Hold	19.7	21.4	18.5	9%	-6%	19.85	11	0.76%	23/05/2023	
TCB	Hold	30.15	33	28.5	9%	-5%	32.7	11	8.46%	23/05/2023	
EIB	Hold	19.55	21.85	18	12%	-8%	20.95	19	7.16%	11/05/2023	
DGW	Hold	34.5	40	31	16%	-10%	37.3	19	8.12%	11/05/2023	
SSI	Sell	21.9	25	20.9	14%	-5%	25.15	21	14.84%	09/05/2023	

Economic calendar

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June 2023

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

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Q&A

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