MORNING CALL
09/06/2023

Shinhan Securities

"The market fell with the highest liquidity of the year"

- World stocks: Technology stocks lead the market
- Vietnam stocks: Profit-taking pressure increased sharply
- Business News #BCM #POM #POW #VIC
- Technical perspective and recommendation update
- Event calendar
- Q&A

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Mở tài khoản

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

Major stocks market

- US stocks rallied on Thursday (June 8), as investors awaited important inflation data next week as well as the latest policy announcement from the US Federal Reserve (Fed). Amazon stock pushed tech stocks higher after optimistic comments from analysts. Shares of the e-commerce giant jumped 2.5% and helped the Technology Select Sector SPDR Fund fund certificate increase more than 1%.
- Stoxx600 fell 0.02%, yields on euro zone government bonds fell from recent highs on Thursday as investors cautious ahead of central bank policy meetings next week.
- Nikkei closed down 0.85% at 31,641.27 on Thursday. The Shanghai Composite in Shanghai rose 0.5% on Thursday, led by financial and real estate stocks, after major banks officially cut deposit rates, while investors waited. May consumer price data on Friday for next direction.
- WTI oil prices fell 1.5% to $71.42 a barrel on Thursday after the White House announced the failure of an oil export deal between the United States and Iran.

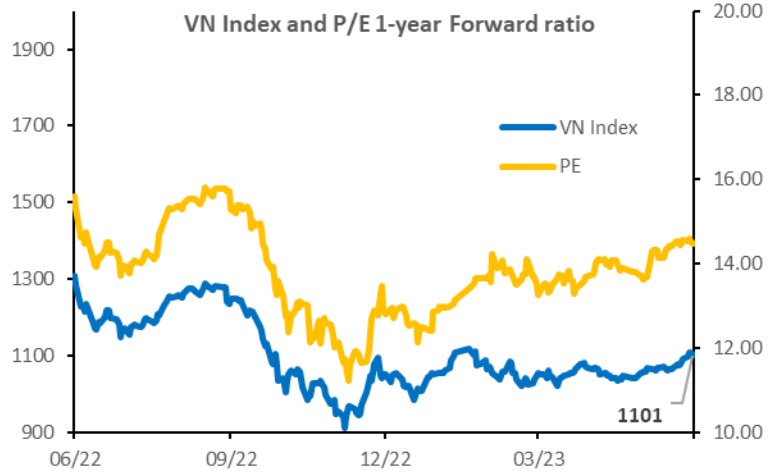
Market

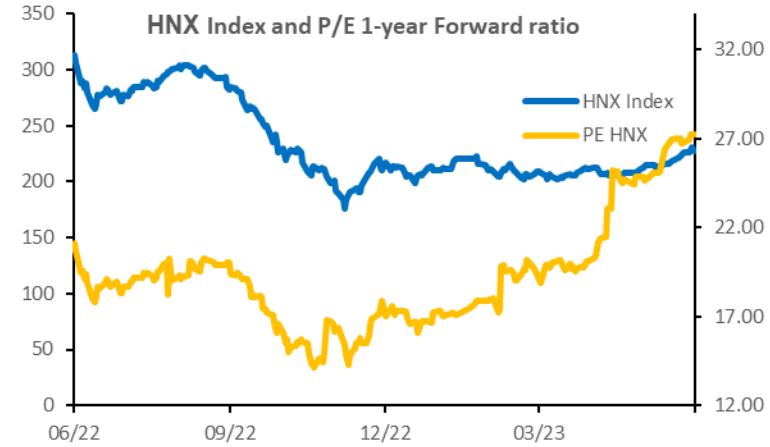
	Close	%1D	%1M	%1Y
VN-Index	1,101	-0.74%	4.51%	-15.79%
S&P 500 Index	4,294	0.62%	4.24%	6.87%
Dow Jones Index	33,834	0.50%	0.81%	4.84%
GP 100	7,600	-0.32%	-2.12%	1.65%
Nikkei 225	32,087	1.41%	9.73%	13.60%
SHCOMP Index	3,214	0.49%	-4.29%	-0.78%
STOXX 600	461	-0.02%	-1.01%	6.06%
KOSPI Index	2,622	0.43%	4.46%	-0.13%
Hang Seng	19,299	0.25%	-2.86%	-11.75%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	103.33	-0.01%	1.70%	0.11%
USD/VND	23,495.00	-0.03%	-0.14%	-1.30%
EUR/USD	1.08	0.02%	-1.62%	1.57%
USD/CNY	7.11	0.33%	-2.78%	-6.02%
Brent	75.53	-0.57%	-2.47%	-38.63%
WTI	70.88	-0.58%	-3.84%	-41.67%
Natural gas	2.31	-1.74%	1.94%	-74.22%
Coal	136.25	0.18%	-19.69%	-65.54%
Gold	1,964.76	-0.04%	-3.43%	6.32%

Vietnam Market Snapshot 08/06/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,101.32	15.01	-8.22	-0.74	1,189	20,930
HNX INDEX	226.78	28.48	-3.55	-1.54	153	2,496

Money flow and sector rotation (VND bn)

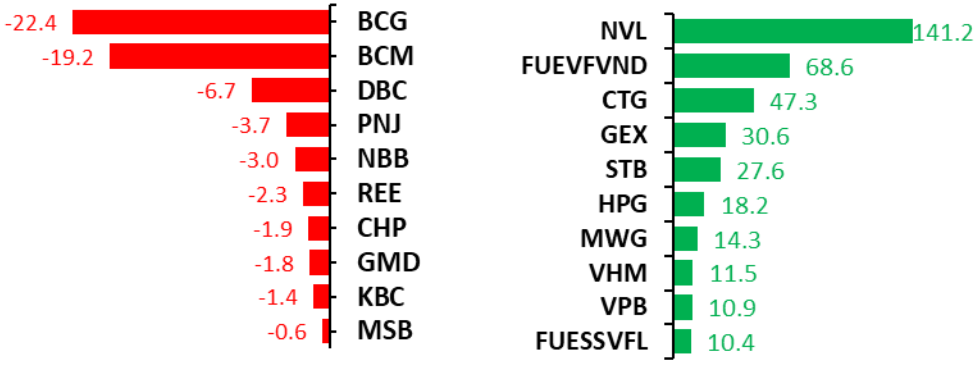
Sector	%1D	6/8/2023	6/7/2023	20-session Average
Health Care	123.06	51	23	30
Financial Services	92.67	3,549	1,842	2,022
Travel & Leisure	73.53	175	101	128
Technology	61.53	147	91	104
Industrial Goods & Services	48.56	1,438	968	689
Construction & Materials	43.25	1,932	1,349	1,214
Food and Beverage	39.47	1,576	1,130	866
Automobiles & Parts	37.95	211	153	135
Utilities	35.50	408	301	245
Insurance	32.96	55	41	47
Oil & Gas	25.28	174	139	162
Banks	18.27	3,551	3,003	2,499
Retail	13.78	490	431	328
Chemicals	9.85	866	789	565
Real Estate	9.75	4,102	3,737	2,589
Media	8.91	4	3	2
Personal & Household Goods	8.79	184	169	134
Basic Resources	-7.9	2,012	2,185	1,062

Source: Bloomberg, Shinhan Securities Vietnam

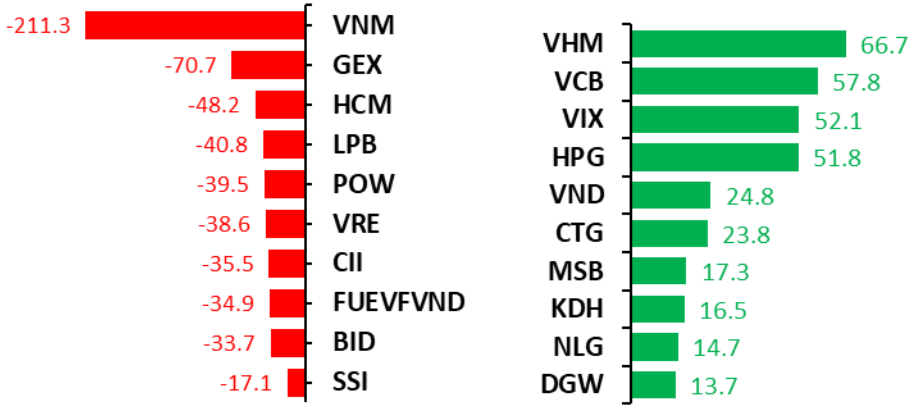
Vietnam Market Snapshot 08/06/2023

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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	147	56	(36)	(20)
Basic Resources	24	56	(179)	124
Media	-	(0)	0	0
Industrial Goods & Services	30	(76)	63	13
Health care	-	(1)	0	1
Chemicals	3	(1)	(5)	7
Financial Services	62	(34)	(40)	74
Travel & Leisure	3	(3)	0	2
Banks	131	(6)	(23)	30
Construction & Materials	2	(35)	217	(182)
Food and Beverage	13	(240)	245	(4)
Retail	14	13	(17)	5
Utilities	(1)	(40)	58	(18)
Personal & Household Goods	(4)	(1)	14	(13)
Technology	9	(0)	(7)	8
Automobiles & Parts	2	1	(2)	1
Insurance	1	1	4	(5)
Oil & Gas	1	(4)	(4)	8

Source: Fiinpro, Shinhan Securities Vietnam

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Breaking News

Macro

Positive

- Credit growth in the first 5 months reached 2.43%.
- PYN Elite Fund: Margin lending has increased by 30-40% compared to the beginning of the year, investors have started to transfer money from banks to securities.
- 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.
- GDP growth in the second quarter is forecast to be below 5%, near the lowest in 13 years.
- The Northern electricity system will be short of about 4,350 MW with an average daily output of about 30.9 million kWh.

Business news

- **BCM:** Set a target in 2023 to reach VND 9,460 billion in revenue and VND 2,263 billion in profit after tax, up 19% and 32% respectively compared to the previous year. BCM is expected to increase the dividend payout ratio in 2023 to 9%. BCM intends to issue 10,000 bonds with par value of 100 million VND/bond for professional bond investors.
- **POW:** In May, POW recorded total electricity output from power plants of 6.97 billion kWh. In which, Ca Mau 1 & 2 Power Plant and Nhon Trach 1 (NT1) exceeded the assigned output plan. Total revenue from factories reached VND 13.77 trillion. POW said that in June, it will strive to achieve an output of 1.4 billion kWh and total revenue of VND 2.67 trillion.
- **POM:** In its annual report released on May 26, Pomina sets an ambitious target for 2023, with net revenue of VND 14,000 billion, an increase of 8% compared to last year and a profit after tax of VND 300 billion while same period loss to 1,080 billion dong. POM shares hit the ceiling price to 7,060 dong/share, extending the series of ceiling gains to the 5th consecutive session. Stepping back further, POM stock jumped 47% in just 2 weeks.
- **VIC:** Just announced the sale of 2 lots of bonds to the public with a total value of VND 10,000 billion for the purpose of lending Vinfast to implement the project in Dinh Vu - Cat Hai economic zone, Ho Chi Minh City. Hai Phong.

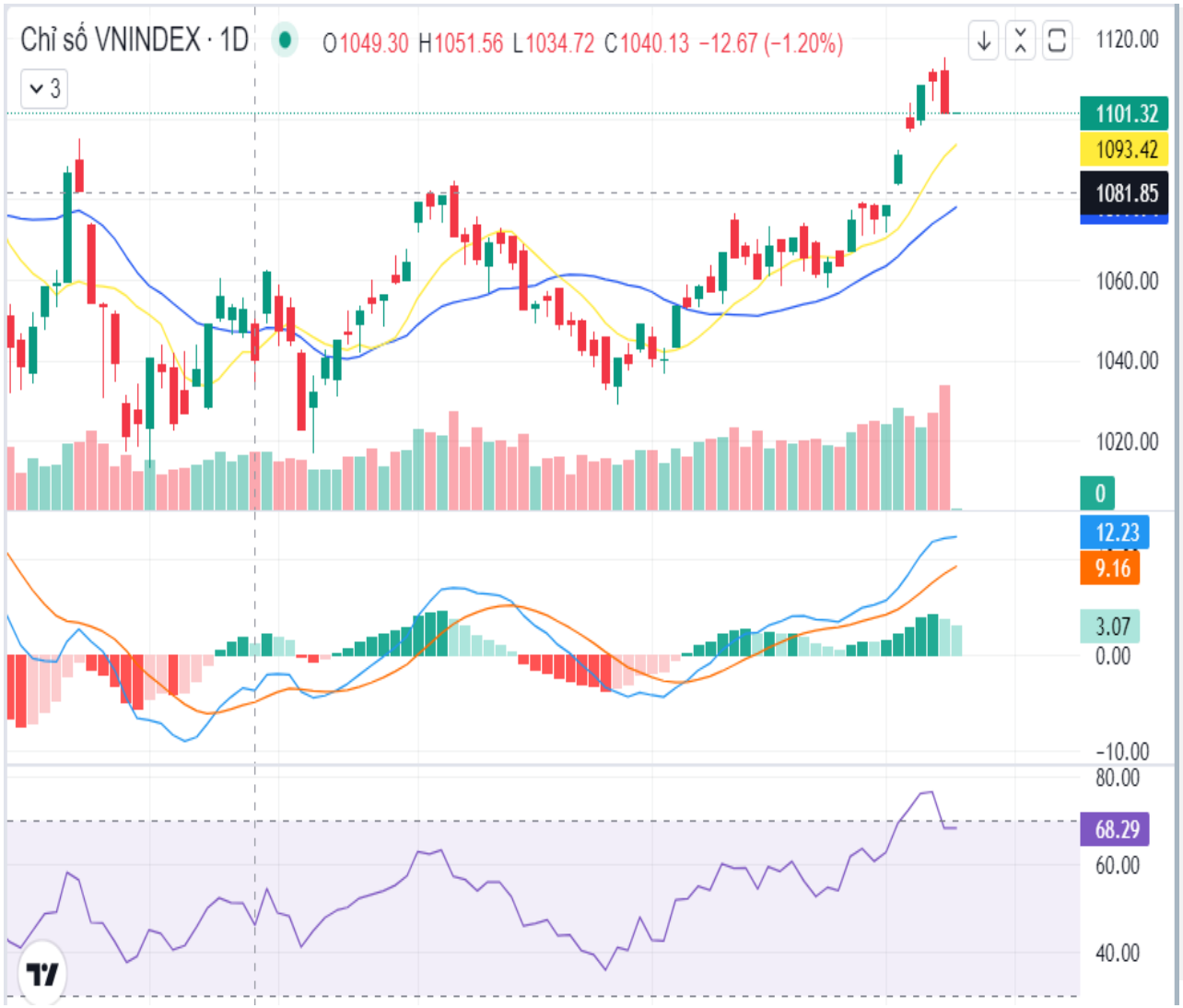
Breaking News



Business news

- **LPB:** LPBank has developed a preferential policy to reduce lending interest rates by VND 5,000 billion for corporate customers and VND 3,000 billion for individual customers. Specifically, the lending interest rate for corporate customers is only from 7.5%/year and for individual customers from only 8.5%/year. This is also one of the Bank's timely policies to accompany the State Bank to remove difficulties for businesses, especially those that need short-term loans to serve production and business.
- **BWE:** Business results in the first 5 months of the year with total revenue of 1,381 billion dong, profit after tax of 293 billion dong, down 9% and 8% respectively over the same period. The company said that this result has not yet recorded a revenue of VND 97.4 billion from the waste treatment field.
- **HOSE**: revenue is formed from 3 main activities, including: Revenue from professional activities, revenue from service provision activities, and revenue from financial activities. In 2022, HOSE's total revenue is over VND 2,508 billion, down VND 728.89 billion - equivalent to a decrease of 23% compared to 2021. The main reason is due to revenue from securities trading activities (professional activities). decreased, while revenue from service provision increased by more than 122.87 billion VND (+10.9% compared to 2021).

Technical view



Trend:

- The market dropped -8.22 points (0.74%) to close at 1,101.2 points after 5 consecutive gaining sessions, foreign investors continued to net sell more than 300 billion VND; VCB exceeded the market price by 100,000 VND and was the main support for the market. The situation was not positive when the selling pressure was large, reflected in the highest liquidity since the beginning of the year and the large decrease in breadth.

- Technically: The index closed down as expected through the Doji Star Bearish candlestick pattern on June 7, MACD showed bullish momentum but pressure appeared. RSI breaks out of the overbought zone.

- Strategy: Investors should stop disbursing before the above developments; Realize existing profits and wait for the market to return to MA 200, 1,080 area to have a reasonable buy point.

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

9/6/2023

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
HPG	Hold	22	23.9	20.8	9%	-5%	22.8	2	3.64%	07/06/2023	
HSG	Hold	16.4	18.1	15	10%	-9%	16.35	2	-0.30%	07/06/2023	
VHC	Hold	60	67.8	57	13%	-5%	61	2	1.67%	07/06/2023	
AAA	Hold	11.25	13	10.5	16%	-7%	11.45	6	1.78%	01/06/2023	
GEG	Hold	17	19.2	15.8	13%	-7%	16.85	6	-0.88%	01/06/2023	
SBT	Hold	16.45	17.8	15.6	8%	-5%	16.4	7	-0.30%	31/05/2023	
VPB	Hold	19.7	21.4	18.5	9%	-6%	19.5	13	-1.02%	23/05/2023	
TCB	Hold	30.15	33	28.5	9%	-5%	31.75	13	5.31%	23/05/2023	
EIB	Sell	19.55	21.85	18	12%	-8%	20.8	21	6.39%	11/05/2023	
DGW	Sell	34.5	40	31	16%	-10%	37.1	21	7.54%	11/05/2023	

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					

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Q&A

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