MORNING CALL
14/06/2023

Shinhan Securities

"VININDEX closes session with new peak 2023"

- World stocks: US inflation data rose lower than expected
- Vietnam stocks: The highest weekly liquidity since the beginning of the year
- Business News #SBT #VHC #HAX #VIC
- Technical view and recommendation update #REE
- Event calendar
- Q&A

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Mở tài khoản

Global Market Review - Week 12 - 16/06/2023

Major stocks market

- US stocks continued their gains after the latest inflation data showed price pressures had slowed in May, adding to investors' optimism about the prospect of the US Federal Reserve (Fed) holding off on raising money. interest rates at the June policy meeting. The US consumer price index (CPI) only increased by 0.1% month-on-month and increased by 4% over the same period. This is the lowest increase since March 2021, when inflation was just starting to rise.
- European stocks Stoxx 600 rose 0.55% after the release of US inflation data. Miners recorded a recovery as metal prices rose after China cut interest rates.
- Nikkei 255 continued to close with an increase of 0.68%, the highest after 33 years. In which, the leading group is technology stocks with the expectation of a wave of investment in chip-related companies. Shanghai Composite rose 0.15%, the yuan weakened to a 6-month low against the dollar on Tuesday, after China's central bank lowered short-term lending rates to help the economy recover post-pandemic period.
- WTI oil prices rose 3.4% to $69.42 a barrel on hopes of increased fuel demand after China's central bank cut short-term lending rates for the first time in 10 months.

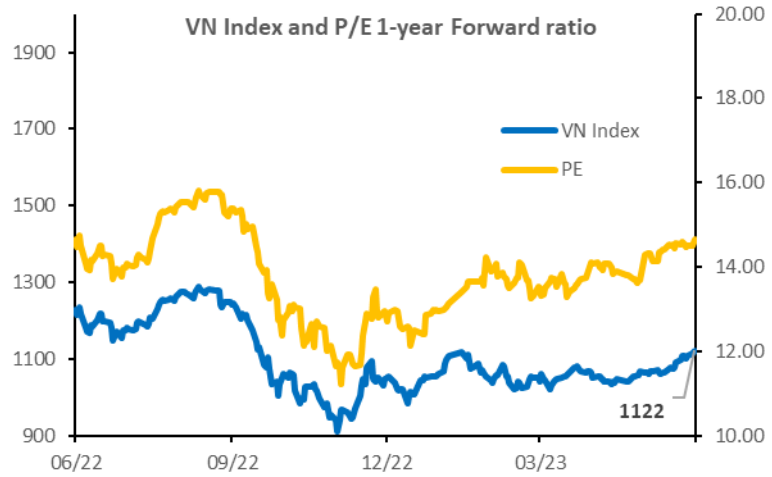
Market

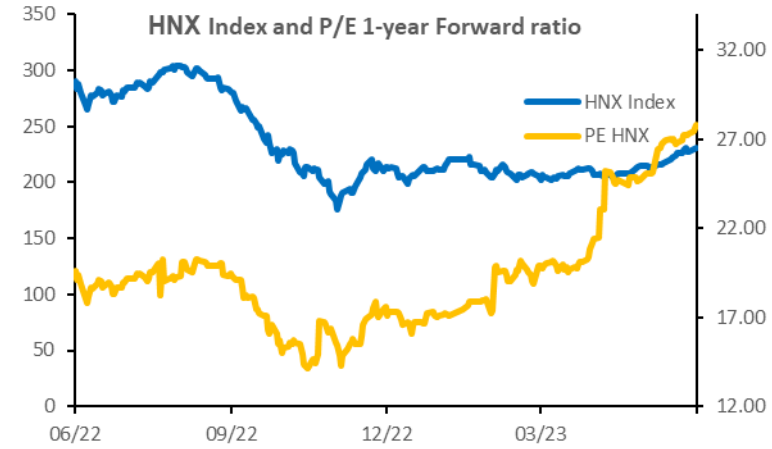
	Close	%1D	%1M	%1Y
VN-Index	1,122	0.58%	5.21%	-8.77%
S&P 500 Index	4,369	0.69%	5.94%	16.96%
Dow Jones Index	34,212	0.43%	2.74%	12.67%
GP 100	7,595	0.32%	-2.06%	5.67%
Nikkei 225	33,244	0.68%	13.12%	24.84%
SHCOMP Index	3,234	0.15%	-1.18%	-1.68%
STOXX 600	463	0.55%	-0.48%	13.74%
KOSPI Index	2,635	-0.12%	6.44%	5.69%
Hang Seng	19,521	0.60%	-0.54%	-7.34%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	103.29	-0.04%	0.60%	-2.11%
USD/VND	23,494.00	-0.04%	-0.15%	-1.24%
EUR/USD	1.08	-0.01%	-0.75%	3.61%
USD/CNY	7.17	-0.28%	-2.99%	-5.74%
Brent	73.98	-0.42%	-0.26%	-38.95%
WTI	69.11	-0.45%	-1.33%	-41.89%
Natural gas	2.30	-1.54%	1.68%	-67.95%
Coal	134.00	-1.31%	-19.80%	-66.12%
Gold	1,944.94	0.06%	-3.55%	7.55%

Vietnam Market Snapshot 13/06/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,122.46	15.21	6.44	0.58	853	15,214
HNX INDEX	230.25	28.80	0.88	0.38	135	1,786

Money flow and sector rotation (VND bn)

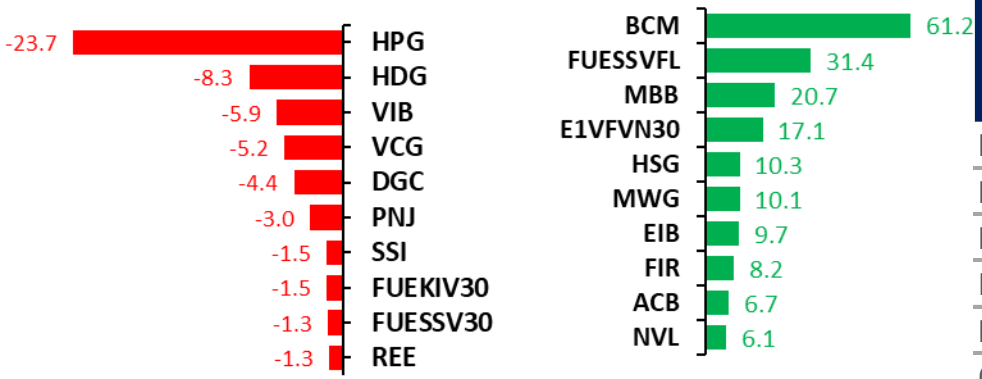
Sector	%1D	6/13/2023	6/12/2023	20-session Average
Insurance	105.01	103	50	50
Basic Resources	71.08	1,961	1,146	1,108
Personal & Household Goods	50.41	253	168	147
Real Estate	38.16	3,796	2,748	2,714
Travel & Leisure	22.38	152	124	132
Financial Services	17.98	1,847	1,566	2,060
Chemicals	17.12	770	657	627
Technology	10.19	70	63	100
Industrial Goods & Services	3.01	804	780	736
Construction & Materials	1.50	1,323	1,303	1,254
Banks	-1.5	2,060	2,092	2,527
Automobiles & Parts	-2.4	117	120	137
Health Care	-4.4	43	45	35
Utilities	-7.8	216	235	244
Food and Beverage	-12.4	1,172	1,338	940
Oil & Gas	-17.6	110	134	158
Media	-39.9	1	2	2
Retail	-46.1	416	771	363

Source: Bloomberg, Shinhan Securities Vietnam

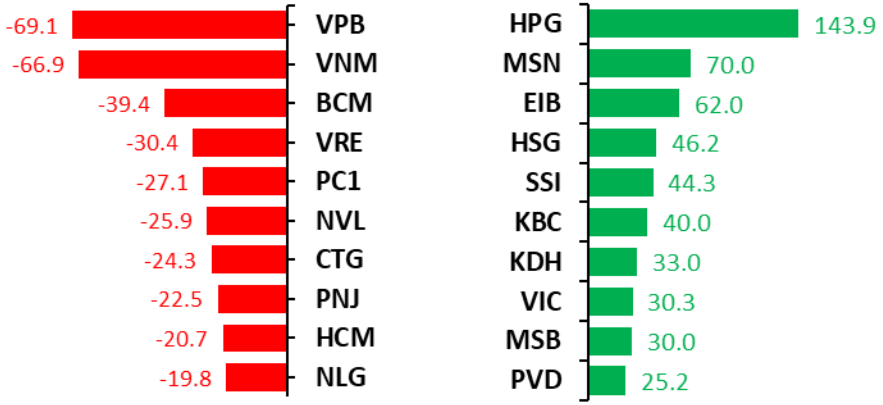
Vietnam Market Snapshot 13/06/2023

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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	86	13	(62)	48
Basic Resources	(13)	193	(277)	85
Media	(0)	(0)	0	0
Industrial Goods & Services	(2)	4	9	(13)
Health care	1	2	(2)	(0)
Chemicals	(6)	(25)	12	13
Financial Services	48	23	(178)	155
Travel & Leisure	2	(6)	2	4
Banks	50	(14)	(227)	241
Construction & Materials	(5)	(3)	75	(73)
Food and Beverage	5	(0)	27	(27)
Retail	10	(15)	(5)	19
Utilities	5	2	6	(8)
Personal & Household Goods	(3)	(23)	43	(20)
Technology	6	1	(6)	4
Automobiles & Parts	(0)	2	1	(3)
Insurance	(0)	0	12	(12)
Oil & Gas	0	25	(24)	(1)

Source: Fiinpro, Shinhan Securities Vietnam

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Breaking News

Macro

Positive

- Ho Chi Minh City: Handing over 83.5% of the land area for Belt 3.
- Export tax on NPK fertilizer to 0%, reduce import tax on biofuel from mid-July 2023

Less positive

- Seafood exports in 5 months only reached 3.37 billion USD, down sharply by nearly 30% over the same period in 2022 and deeply by 10 - 50% in all main export markets.

Business news

- **SBT:** Thanh Thanh Cong - Bien Hoa Joint Stock Company (TTC AgriS, code: SBT) has just announced the closing of the list of shareholders paying dividends for the years 2021-2022 and 2019-2020 by shares at the rate of 10%. Funds issued from undistributed after-tax profit are based on audited financial statements of the year 2021-2022 of the Company. After the issuance, the charter capital of SBT will increase from nearly VND 6,948 billion to about VND 7,621 billion.
- **VHC:** In May 2023, Vinh Hoan recorded a total revenue of 954 billion dong, down 37% compared to the same period last year. Most major markets such as the US, China, and Europe had lower business results over the same period. In terms of revenue structure by product, the main product of pangasius recorded a revenue of VND 592 billion, down 43% compared to the same period last year.
- **HAX:** According to the financial statements for the first quarter of 2023 of Hang Xanh Automobile, this unit only brought in revenue of VND 993 billion, down about 40% compared to the same period last year. Cost of goods still accounted for a high proportion, making gross profit only 77 billion dong. Notably in that period were financial expenses, with most of which were interest expenses, which increased sharply from more than 1 billion dong to nearly 18 billion dong, showing that debt is putting great pressure on the profit of Mr. Green Hanging Bowl.
- **VIC:** Vingroup Corporation - Joint Stock Company announced a report related to the project of entertainment, housing and ecological park Vu Yen island in Dong Hai 1 ward, Hai An district; May Chai ward, Ngo Quyen district and Thuy Trieu commune, Thuy Nguyen district, Hai Phong city. It is expected to be built within 5 years, from the fourth quarter of 2023 to the end of 2027, in which, there will be more than 20,000 villas and townhouses.

Breaking News



Business news

- **TCM:** Thanh Cong Textile and Garment forecasts, the company's order situation will be more optimistic in the third and fourth quarters when people in the US and other countries will spend and shop more for the festive season. This year, the company targets 3,927 billion dong of net sales and 245 billion dong of pre-tax profit, down 9% and 30% respectively over the same period. The dividend rate in 2023 is expected to be 15%.
- **NVL:** At the end of the session on June 13, the share price of NVL of No Va Real Estate Investment Group Joint Stock Company (Novaland) suddenly increased all its range to 15,600 dong/share, with a buying surplus at the ceiling price of more than 1.5 million units. NovaGroup registered to sell more than 136 million shares of NVL, the group of shareholders related to Mr. Bui Thanh Nhon will reduce the ownership rate in Novaland to less than 51%.
- **DVN:** In the first quarter of 2023, DVN recorded a revenue increase of 16% over the same period, reaching nearly 1.23 trillion dong. Profit before tax and net profit reached VND 120.5 billion and VND 98.3 billion, respectively, 2.5 times higher than the same period last year. Compared to the year plan, DVN has achieved nearly 21% of revenue target and more than 41% of pre-tax profit target.
- **ACB**: The Board of Directors of Asia Commercial Joint Stock Bank (ACB) has just issued a resolution on early redemption of the fourth private placement bond in 2022. Accordingly, ACB will buy back 4 lots of bonds with codes ACBH2124005, ACBH2124006 , ACBH2124011 and ACBH2124012 with a maximum redemption value of VND 10,000 billion. These are 4 lots of non-convertible bonds, no warrants, no assets and no secondary liabilities of ACB.

Technical view



Trend:

- The market gained 0.58% (6.44 points) to close at 1,122.46; highest closing level since early 2023 with high liquidity. Most blue-chips have fast and strong price movements in the last 30 minutes of the session. Notably, NVL hit the ceiling with the largest trading volume in the market.
- Technically: MACD shows price momentum on an uptrend however RSI is in the oversold zone. Notably, the liquidity increased again after 2 decreasing sessions.
- Strategy: Investors should be cautious when the index approaches 1.125 because this will be a strong resistance area. Investors should refrain from chasing stocks that have risen sharply and limit the use of 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 1.125 zone, the index returns to the next support zone at 1.080, even 1.060 if there is less positive information.

Recommended stocks

14/6/2023

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
REE	Buy	62.8	68.6	60.5	9%	-4%	62.8	MACD, 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
HPG	Hold	22	23.9	20.8	9%	-5%	23.4	5	6.36%	07/06/2023	
HSG	Hold	16.4	18.1	15	10%	-9%	17.2	5	4.88%	07/06/2023	
VHC	Hold	60	67.8	57	13%	-5%	62	5	3.33%	07/06/2023	
AAA	Hold	11.25	13	10.5	16%	-7%	11.5	9	2.22%	01/06/2023	
GEG	Sell	17	19.2	15.8	13%	-7%	16.4	9	-3.53%	01/06/2023	
SBT	Hold	16.45	17.8	15.6	8%	-5%	16.85	10	2.43%	31/05/2023	
VPB	Hold	19.7	21.4	18.5	9%	-6%	19.5	16	-1.02%	23/05/2023	
TCB	Sell	30.15	33	28.5	9%	-5%	32.8	16	8.79%	23/05/2023	

Economic calendar

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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