MORNING CALL
19/06/2023

Shinhan Securities

"The market suddenly dropped sharply at the end of the session"

- World stocks: Optimism about interest rate decisions of countries
- Vietnam Securities: SBV lowers operating interest rate for the 4th time
- Business News #TCB #TCH #HAG #VCS
- Technical view and recommendation update #STB
- Event calendar
- Q&A

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Mở tài khoản

Global Market Review - Week 19 - 23/06/2023

Major stocks market

- US stocks had a positive trading week. The next week, the Fed Chair will testify before the House Financial Services Committee on Wednesday (June 21) and the Senate Banking Committee on Thursday (June 22) as part of the hearing. his biennial on the state of monetary policy before lawmakers. The US stock market will be closed on Monday (June 19) due to the Juneteenth federal holiday.
- European stocks Stoxx600 rose 0.53% on cooling inflation data. However, the European Central Bank on Thursday (June 15) announced a new rate increase by 25 basis points and signaled it would continue to raise rates at its July meeting.
- The Nikkei 225 index rose for 10 consecutive weeks, marking its longest streak of gains in more than 10 years, after the Bank of Japan (BoJ) continued to maintain its loose monetary policy. The Shanghai Composite also had a positive week, with China's commercial banks expected to lower their lending rates this week in response to weak economic data in May.
- WTI oil prices rose 1.6% to close at $71.78 a barrel, the highest in more than a week as signs of an improving demand outlook, Chinese authorities are preparing strong economic stimulus measures. .

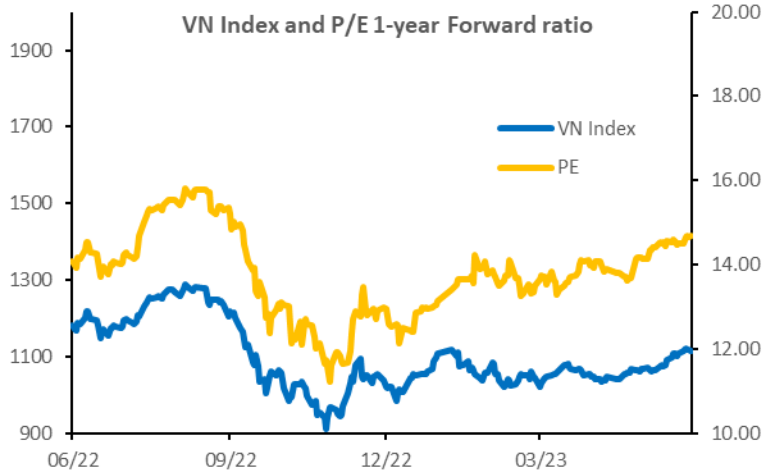
Market

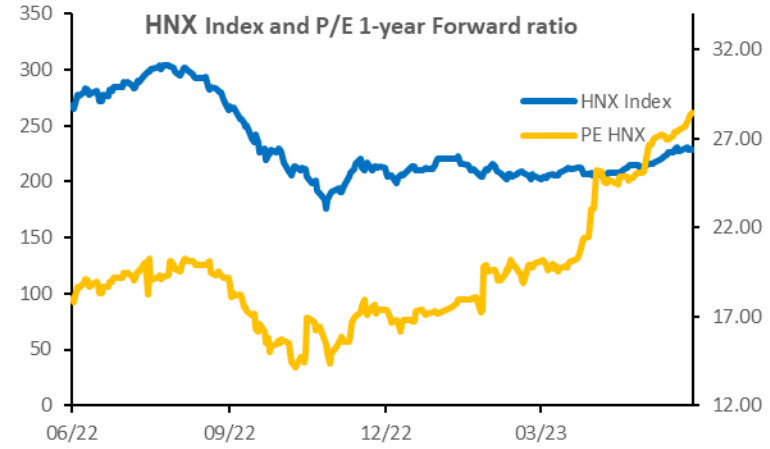
	Close	%1D	%1M	%1Y
VN-Index	1,115	-0.16%	4.51%	-8.39%
S&P 500 Index	4,410	-0.37%	5.19%	19.99%
Dow Jones Index	34,299	-0.32%	2.61%	14.76%
GP 100	7,643	0.19%	-1.47%	8.93%
Nikkei 225	33,525	-0.54%	8.82%	29.13%
SHCOMP Index	3,273	0.63%	-0.31%	-1.31%
STOXX 600	467	0.53%	-0.44%	15.76%
KOSPI Index	2,608	-0.69%	2.75%	6.83%
Hang Seng	20,040	1.07%	3.03%	-4.91%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	102.33	0.09%	-0.84%	-2.26%
USD/VND	23,535.00	0.00%	-0.34%	-1.42%
EUR/USD	1.09	-0.01%	1.21%	4.04%
USD/CNY	7.13	-0.08%	-2.10%	-5.93%
Brent	75.91	-0.91%	0.44%	-32.89%
WTI	71.12	-0.92%	-0.60%	-35.09%
Natural gas	2.59	-1.56%	0.23%	-62.69%
Coal	128.45	-5.52%	-21.58%	-66.84%
Gold	1,956.66	-0.07%	-1.07%	6.41%

Vietnam Market Snapshot 16/06/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,115.22	15.20	-1.75	-0.16	1,052	20,263
HNX INDEX	228.44	28.89	-1.09	-0.48	153	2,193

Money flow and sector rotation (VND bn)

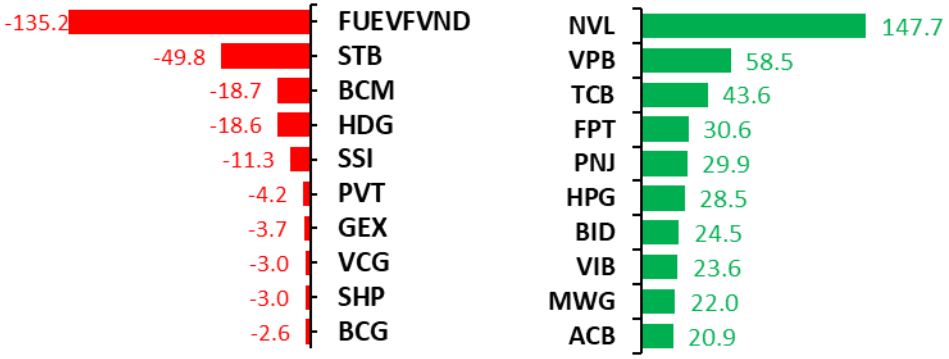
Sector	%1D	6/16/2023	6/15/2023	20-session Average
Technology	156.13	212	83	101
Financial Services	148.83	4,274	1,718	2,171
Banks	118.44	4,647	2,127	2,734
Health Care	100.65	51	25	37
Real Estate	56.88	3,871	2,467	2,833
Insurance	48.50	74	50	52
Basic Resources	46.32	1,594	1,090	1,185
Chemicals	42.99	797	557	665
Construction & Materials	38.96	1,241	893	1,298
Industrial Goods & Services	35.68	879	648	790
Automobiles & Parts	27.85	135	105	127
Personal & Household Goods	27.14	195	153	157
Travel & Leisure	18.94	144	121	135
Food and Beverage	4.94	1,324	1,262	1,016
Retail	1.72	427	420	395
Utilities	-12.7	228	261	246
Oil & Gas	-26.5	166	225	155
Media	-27.0	1	2	2

Source: Bloomberg, Shinhan Securities Vietnam

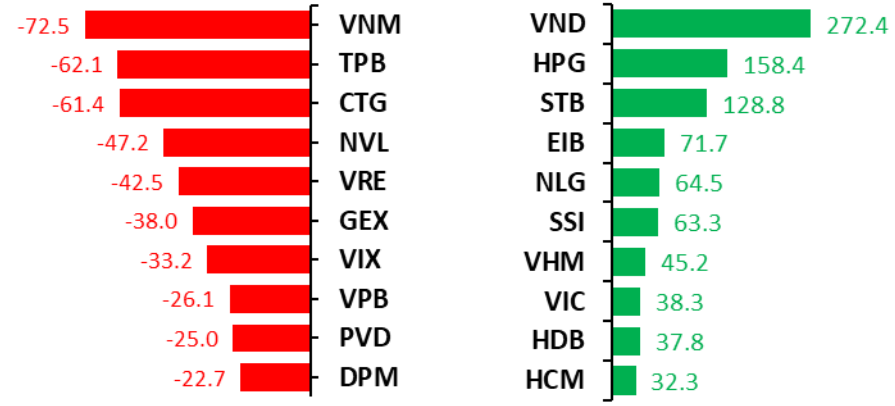
Vietnam Market Snapshot 16/06/2023

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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	172	49	(78)	29
Basic Resources	29	179	(289)	110
Media	-	0	(0)	0
Industrial Goods & Services	27	(3)	12	(8)
Health care	11	3	(8)	5
Chemicals	5	(32)	25	7
Financial Services	(134)	336	(211)	(124)
Travel & Leisure	6	(21)	14	7
Banks	208	111	(158)	47
Construction & Materials	(3)	0	28	(28)
Food and Beverage	25	(110)	128	(18)
Retail	20	16	(32)	15
Utilities	1	(13)	21	(9)
Personal & Household Goods	30	(4)	(29)	33
Technology	31	(0)	(9)	10
Automobiles & Parts	-	(6)	6	1
Insurance	1	2	4	(6)
Oil & Gas	1	(30)	23	7

Source: Fiinpro, Shinhan Securities Vietnam

Breaking News

Macro

Positive

- Steel consumption in May increased by 13.6%.
- The State reduces the ceiling interest rate on savings for less than 6 months to 4.75%/year

Less positive

- Total import-export value of Vietnam reached 260.8 billion USD, down 15.3%, equivalent to 47.2 billion USD down over the same period last year.

Business news

- **TCB:** Vietnam Technological and Commercial Joint Stock Bank announced that the Board of Directors has approved a credit line of VND 800 billion for Eurowindow Joint Stock Company (Eurowindow). In which, the loan limit is 550 billion VND, the rest is the guarantee limit on the LC limit. The term of this credit line is 12 months. This limit is used to finance working capital for production and business activities of Eurowindow.
- **HAG:** Hoang Anh Gia Lai said that through the results of reviewing data based on the financial statements of the Company and Le Me Joint Stock Company, the Board of Directors of HAG agreed on the plan to convert the loan balance and interest payable to the company. Le Me's revenue into share capital. Thus, after Le Me issues individual shares to swap debt, the ownership rate of Hoang Anh Gia Lai in Le Me will be 87.74% of charter capital and officially consolidated into Hoang Anh Gia Lai.
- **TCH:** In 2022, TCH's total consolidated revenue from sales and service provision will reach VND 2,093.2 billion; Consolidated pre-tax profit reached 480.2 billion dong, 69.8% and 53.3% respectively of the year plan. During the year, TCH has paid dividends for 2021 in cash at the rate of 3%. The Board of Directors submitted to the General Meeting of Shareholders to approve the 2022 cash dividend rate of 12%, equivalent to VND 801.8 billion and the dividend payment has been made through the dividend advance in 2022.

Breaking News



Business news

- **VCS:** In the form of issuance to existing shareholders, the company will issue more than 121 million shares, with a ratio of 1:1. This offering, if carried out as planned, will double the company's charter capital compared to the current VND 1,213 billion. It is expected that the company will use up to 1,200 billion dong obtained from this issuance to invest in a business in the seaport sector based in Hai Phong. The investment deal is expected to be executed in 2023. The remaining balance is expected to be used by the company to supplement charter capital.
- **VNZ:** The revenue target in 2023 is VND 9,281 billion, an increase of 19% compared to the implementation of 2022. In addition, the business aims to reduce its net loss to VND 378 billion (in 2022, the loss is more than VND 1,077 billion). VNZ is also expected to change the plan to handle more than 7.1 million fund shares.
- **AGM:** An Giang Import-Export Joint Stock Company recently sent a document to the Hanoi Stock Exchange (HNX) about the late payment of interest for the 5th period of the bond code AGMH2223001. AGM's bond lot has a term of 18 months, volume of 300,000 bonds with par value of 1 million dong, total mobilization of 300 billion dong. This lot was issued on March 14, 2022, matured on September 14, 2023, with a fixed interest rate of 7%/year.
- **HUT:** Tasco Joint Stock Company (HNX: HUT) has just announced the increase of charter capital for Tasco Land Company Limited (a subsidiary of which HUT holds 100% of charter capital) from VND 200 billion to VND 750 billion , equivalent to an increase of 550 billion VND. The form of capital contribution will be the owner contributes more capital and after capital contribution, Tasco's ownership rate in Tasco Land is still 100% of charter capital.

Technical view



Trend:

- The market fell 1.75 points (0.16%) to close at 1,115.22, the market fell not strongly but fell nearly 14 points from the peak of the day. From 14:00 onwards, the market witnessed a rather large discharge, combined with restructuring transactions, causing the pressure to increase rapidly.

- Technically: The index will accumulate around 1.125 before it can move up as this is the mid-term resistance of the index. The two MA 50 and MA 200 crossing each other is a positive sign confirming that the market has entered the medium and long term uptrend. MACD still shows price momentum on an uptrend but buying power has weakened.

- Strategy: Investors should be cautious when the index is close to trading around 1.125 because this will be a strong resistance area. Investors should limit chasing stocks with strong gains in a short time, taking advantage of market corrections to have a reasonable disbursement area.

Scenario:

- Positive (50%): The index surpassed the strong resistance level of 1,125 points and moved to the next resistance level at 1,200 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

19/6/2023

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
STB	Buy	27	33	25	22%	-7%	29	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
REE	Buy	62.8	68.6	60.5	9%	-4%	62.4	3	-0.64%	14/06/2023	
HPG	Hold	22	23.9	20.8	9%	-5%	23.45	8	6.59%	07/06/2023	
HSG	Hold	16.4	18.1	15	10%	-9%	16.5	8	0.61%	07/06/2023	
VHC	Hold	60	67.8	57	13%	-5%	60	8	0.00%	07/06/2023	
AAA	Sell	11.25	13	10.5	16%	-7%	10.75	12	-4.44%	01/06/2023	
SBT	Hold	16.45	17.8	15.6	8%	-5%	16.5	13	0.30%	31/05/2023	
VPB	Hold	19.7	21.4	18.5	9%	-6%	19.55	19	-0.76%	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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