MORNING CALL
20/06/2023

Shinhan Securities

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

- World stocks: US stocks closed for holiday June 19
- Vietnam stocks: Speculative stocks were strongly affected with many stocks hitting the floor
- Business News #AGR #VCB #HAH #BID
- Technical perspective and recommendation update #VCI
- Event calendar
- Q&A

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Mở tài khoản

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

Major stocks market

- US stocks closed on Monday (June 19) due to the Juneteenth federal holiday, but futures contracts opened the week lower than last week as investors said the holiday season would shorten the time. transactions of the week.
- European stocks Stoxx600 fell 1.02% as investors remained nervous about the economic outlook. The Bank of England will announce its latest interest rate decision on Thursday, alongside the Swiss National Bank.
- The Nikkei fell 0.3% on low liquidity during the US holiday, with insurance companies leading the index's decline. Shanghai Composite fell 0.54%, People's Bank of China is expected to cut rates on 1-year and 5-year loan prime rates later today.
- West Texas Intermediate (WTI) crude, down 0.68%, is trading at $71.29 a barrel, paring gains from last week, as doubts about the Chinese economy outweighed OPEC+ production cuts and a seven-year slump. consecutive week of active oil and gas rigs in the US.

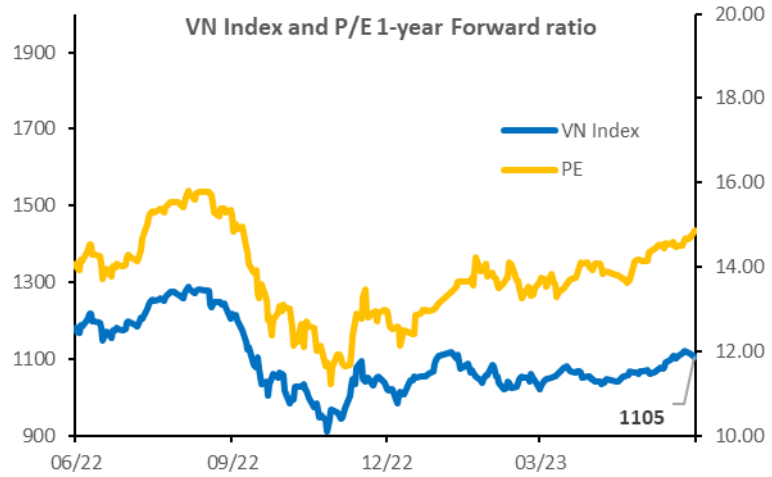
Market

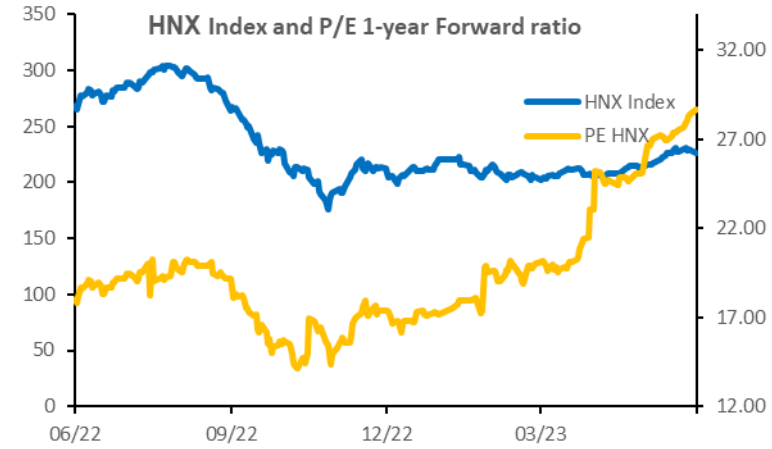
	Close	%1D	%1M	%1Y
VN-Index	1,105	-0.88%	3.59%	-6.35%
S&P 500 Index	4,410	-0.37%	5.19%	19.99%
Dow Jones Index	34,299	-0.32%	2.61%	14.76%
GP 100	7,588	-0.71%	-2.17%	6.55%
Nikkei 225	33,294	-0.23%	8.07%	29.19%
SHCOMP Index	3,256	-0.54%	-0.84%	-1.80%
STOXX 600	462	-1.02%	-1.45%	13.48%
KOSPI Index	2,602	-0.27%	2.54%	8.84%
Hang Seng	19,913	-0.64%	2.38%	-5.91%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	102.53	0.01%	-0.65%	-2.07%
USD/VND	23,534.00	0.00%	-0.28%	-1.34%
EUR/USD	1.09	-0.03%	0.97%	3.87%
USD/CNY	7.16	-0.51%	-2.11%	-6.57%
Brent	76.12	0.04%	0.71%	-33.30%
WTI	71.29	-0.68%	-0.36%	-34.93%
Natural gas	2.64	0.34%	2.17%	-61.97%
Coal	128.35	-0.08%	-20.89%	-67.03%
Gold	1,951.38	0.05%	-1.04%	6.13%

Vietnam Market Snapshot 19/06/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,105.40	15.06	-9.82	-0.88	698	12,180
HNX INDEX	226.52	28.64	-1.93	-0.84	134	1,910

Money flow and sector rotation (VND bn)

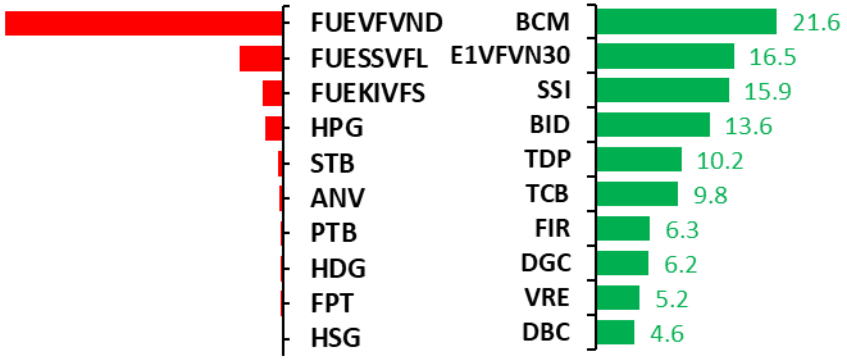
Sector	%1D	6/19/2023	6/16/2023	20-session Average
Media	53.88	2	1	2
Construction & Materials	2.51	1,272	1,241	1,279
Oil & Gas	-11.7	146	166	156
Insurance	-12.3	65	74	52
Real Estate	-17.1	3,209	3,871	2,907
Retail	-25.4	318	427	397
Industrial Goods & Services	-27.2	640	879	797
Personal & Household Goods	-28.6	139	195	157
Food and Beverage	-30.0	928	1,324	1,030
Automobiles & Parts	-30.4	94	135	126
Utilities	-30.5	158	228	242
Travel & Leisure	-33.1	97	144	132
Health Care	-35.1	33	51	38
Chemicals	-38.6	489	797	667
Basic Resources	-55.5	709	1,594	1,173
Banks	-57.0	1,999	4,647	2,715
Financial Services	-57.7	1,809	4,274	2,189
Technology	-66.4	71	212	101

Source: Bloomberg, Shinhan Securities Vietnam

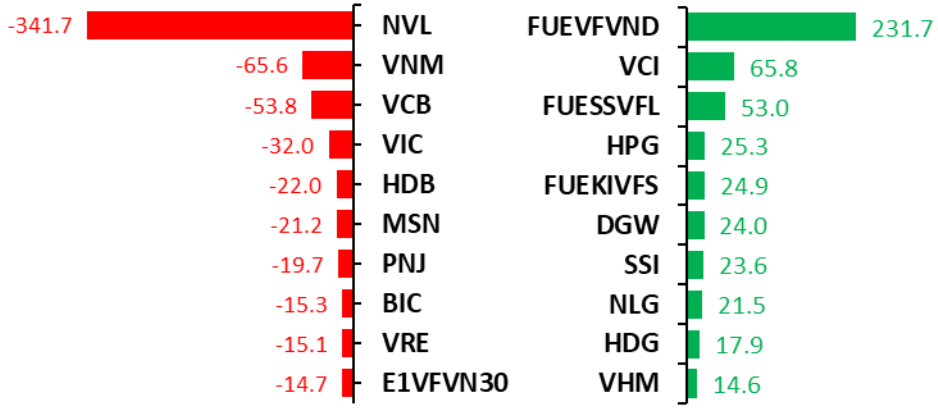
Vietnam Market Snapshot 19/06/2023

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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	40	(344)	354	(10)
Basic Resources	(26)	26	(88)	62
Media	-	0	(0)	0
Industrial Goods & Services	10	(19)	(6)	25
Health care	-	2	(0)	(1)
Chemicals	6	10	(20)	10
Financial Services	(357)	353	(61)	(292)
Travel & Leisure	2	(7)	(21)	28
Banks	40	(92)	(10)	102
Construction & Materials	(0)	25	12	(37)
Food and Beverage	7	(79)	91	(12)
Retail	0	31	(54)	23
Utilities	1	11	3	(14)
Personal & Household Goods	-	(20)	7	13
Technology	(2)	(1)	19	(18)
Automobiles & Parts	0	(1)	(1)	2
Insurance	0	(18)	23	(5)
Oil & Gas	2	(6)	(12)	18

Source: Fiinpro, Shinhan Securities Vietnam

Breaking News

Macro

Positive

- HSBC: There is a possibility that there will be another 0.5 basis point reduction in the operating rate in the third quarter of 2023.
- The steel industry benefits the most from the rate-lowering cycle.

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

- **HAG:** In May, Hoang Anh Gia Lai Joint Stock Company (HOSE: HAG) recorded net revenue of 626 billion dong, up 11% and profit after tax of 82 billion dong, 2.5 times higher than the previous month. HAG said that in the context that domestic hog prices increased slightly compared to April but only fluctuated around low prices, the Company's business results in May mainly came from banana revenue.
- **AGR, VCB:** Agribank and Vietcombank both reduced interest rates by 0.5-0.7 percentage points compared to the previous adjustment period (May 31, 2023). These two banks reduced the interest rate on deposits for 1-2 month term to 3.4%/year and 3-5 month term to 4.1%/year. If you deposit online, customers will receive a higher interest rate, ranging from 4.3-4.5%/year. The interest rates of deposits at the counter with a term of 6-11 months of Agribank and Vietcombank have both decreased from 5.5%/year in the previous period to 5%/year; term of 12 months or more is applied at 6.3%/year.
- **HBC:** On June 17, 2023, the Board of Directors of Hoa Binh Construction Group (stock code HBC) approved a resolution to sell 100% of capital in Matec Construction Machinery Co., Ltd. to investors with sufficient financial capacity. On June 19, according to a disclosure from HBC Group, the investor who bought Matec Construction Machinery Co., Ltd. was Ashita Group, with a total transfer value of VND 1,100 billion.

Breaking News



Business news

- **SHB:** The State Bank of Vietnam (SBV) has approved in writing Saigon - Hanoi Bank (SHB) to issue shares to pay dividends in 2022 to existing shareholders at the rate of 18% and Issue shares under an employee option program (ESOP). After implementing the above two options, the charter capital of SHB will increase from VND 30,674 billion to VND 36,645 billion, maintaining the position of Top 5 private commercial joint stock banks with the largest charter capital in the system.
- **HAH:** Business plan in 2023 with total revenue of VND 2,959 billion and profit after tax of VND 429 billion. Total throughput reached 1,006,000 TEU, of which port operation was 418,000 TEU, container transport 396,000 TEU, Depot 192,000 TEU. With this plan, HAH targets a 9% decrease in revenue year-on-year and a 41% decrease in profit after tax compared to the same period last year.
- **STK:** Century Yarn Joint Stock Company has just announced the final registration date to receive the 2022 share dividend at the rate of 15%. The leader of Century Yarn Joint Stock Company said that the main reason for the decline in revenue and profit was that in the first quarter of 2023, the average sales and selling price were lower than the same period last year due to direct and indirect customers. reduce order size.
- **BID:** On July 6, the Eastern Partnership Auction Company will hold an auction of all debts of Anh Minh Co., Ltd. arising at BIDV. The value of the debt as of May 12, 2023 is more than VND 228.27 billion, of which the principal balance is more than VND 96.68 billion, the balance of interest and penalty fees is more than VND 131.59 billion.

Technical view



Trend:

- The market dropped 9.82 points (-0.88%) to close at 1,105.22; this is the strongest drop since mid-April, liquidity also dropped sharply compared to previous sessions. Speculative stocks are most affected when the market reverses; stocks fell much deeper than in the morning session.
- Technically: The index returned to the support zone of 1,100 after hitting the strong resistance of 1.125. MACD is in the positive zone but selling pressure is gradually dominating. RSI has broken out of the overbought zone. Short-term bearish signal is gradually forming
- Strategy: Investors should take advantage of the market's correction to disburse a moderate proportion of stocks with reasonable buying zones. If the market continues to fall, investors can use the price averaging method to lower the cost of capital.

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 (60%): After failing to test 1.125 zone, the index returned to the next support zone of 1.100; even 1,060 if there is less positive information.

Recommended stocks

20/6/2023

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
VCI	Buy	35.9	39.15	34	9%	-5%	36.65	MACD crosses up at the resistance zone
STB	Buy	27	33	25	22%	-7%	28.75	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%	63.3	4	0.80%	14/06/2023	
HPG	Hold	22	23.9	20.8	9%	-5%	23.35	9	6.14%	07/06/2023	
HSG	Hold	16.4	18.1	15	10%	-9%	16.25	9	-0.91%	07/06/2023	
VHC	Hold	60	67.8	57	13%	-5%	60.1	9	0.17%	07/06/2023	
AAA	Sell	11.25	13	10.5	16%	-7%	10.85	13	-3.56%	01/06/2023	
SBT	Hold	16.45	17.8	15.6	8%	-5%	16.8	14	2.13%	31/05/2023	
VPB	Hold	19.7	21.4	18.5	9%	-6%	19.45	20	-1.27%	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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