MORNING CALL
23/06/2023

Shinhan Securities

"The market is still struggling to surpass the peak"

- World stocks: The Bank of England (BoE) on June 22 decided to raise interest rates
- Vietnam stocks: Money poured heavily into real estate stocks
- Business News #VIB #SZC #DIG #NVL
- Technical perspective and recommendation update
- Event calendar
- Q&A

[Analysts]

Tri Vo
☎ (84-28) 90 992 6972
✉ tri.vm@shinhan.com

Nhut Nguyen
☎ (84-28) 6287-7751
✉ nhut.nq@shinhan.com

Mở tài khoản

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

Major stocks market

- US stocks were mixed on Thursday (June 21). Tech stocks rallied strongly, helping the Nasdaq rise more than other indexes. Currently, U.S. home prices have their biggest annual decline in more than 11 years. The reason is that rising interest rates put pressure on the housing market, while the number of applications for unemployment benefits remained stable.
- Europe Stoxx600 fell 0.51% as the Bank of England (BoE) on June 22 decided to raise interest rates by 0.5 percentage points, forecasting that high inflation in this country will last longer.
- Nikkei rose 0.6% boosted by technology-related companies after the US Nasdaq Composite index rose overnight; A weakening of the JPY is usually positive for export-related stocks. The annual inflation rate in Japan unexpectedly dropped to 3.2% in May 2023.
- WTI oil price fell 0.07%, trading at 69.46 USD/barrel. The EIA on Thursday reported that US crude inventories fell by 3.8 million barrels last week, larger than the 2 million-barrel average drop expected.

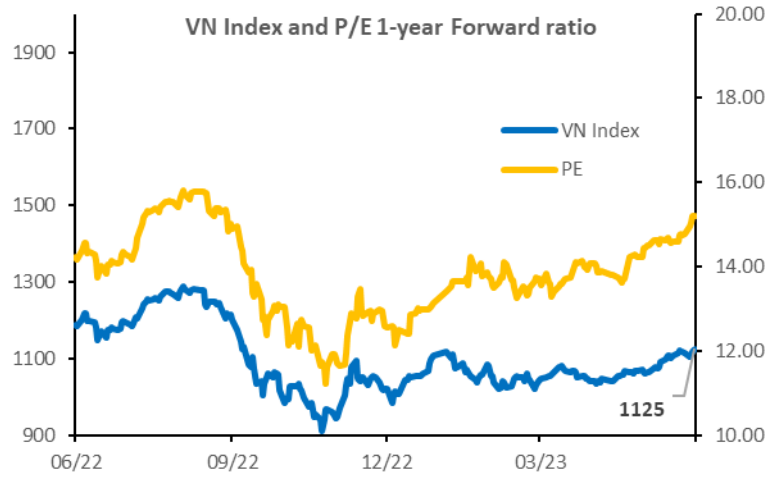
Market

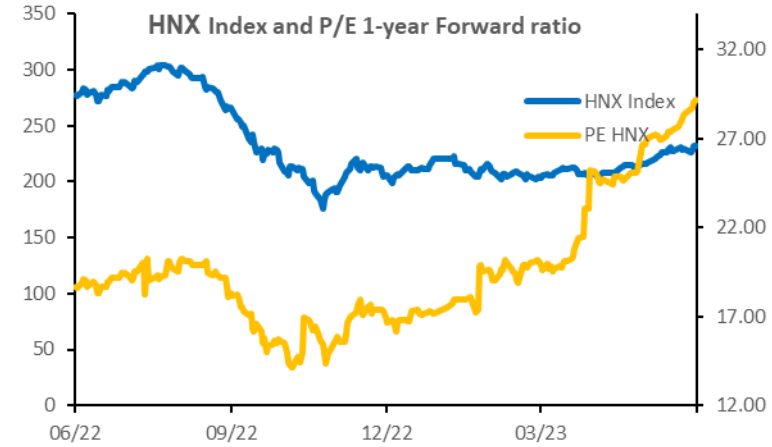
	Close	%1D	%1M	%1Y
VN-Index	1,125	0.61%	5.58%	-5.35%
S&P 500 Index	4,382	0.37%	5.70%	15.44%
Dow Jones Index	33,947	-0.01%	2.70%	10.66%
GP 100	7,502	-0.76%	-3.36%	6.86%
Nikkei 225	33,334	0.21%	7.67%	27.37%
SHCOMP Index	3,198	-1.31%	-2.99%	-2.12%
STOXX 600	455	-0.51%	-2.45%	13.00%
KOSPI Index	2,582	-0.43%	0.58%	11.59%
Hang Seng	19,218	-1.98%	-2.34%	-8.52%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	102.41	0.03%	-1.04%	-1.93%
USD/VND	23,520.00	0.02%	-0.33%	-1.19%
EUR/USD	1.10	-0.01%	1.72%	4.11%
USD/CNY	7.18	0.02%	-2.05%	-6.82%
Brent	74.16	0.03%	-3.49%	-32.61%
WTI	69.46	-0.07%	-4.73%	-33.38%
Natural gas	2.61	-0.08%	12.28%	-58.23%
Coal	125.75	1.29%	-21.58%	-67.92%
Gold	1,916.01	0.10%	-3.00%	5.12%

Vietnam Market Snapshot 22/06/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,125.30	15.43	6.84	0.61	807	16,194
HNX INDEX	231.91	29.33	0.14	0.06	119	1,939

Money flow and sector rotation (VND bn)

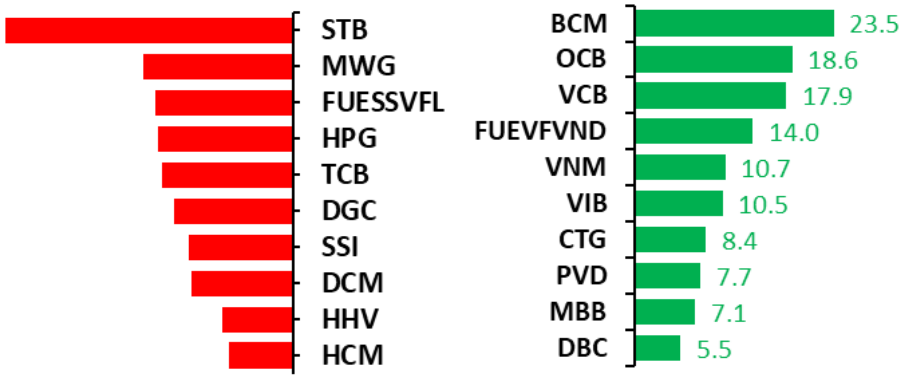
Sector	%1D	6/22/2023	6/21/2023	20-session Average
Insurance	63.01	90	55	56
Chemicals	56.49	1,127	720	721
Utilities	48.01	294	199	243
Real Estate	40.77	3,916	2,782	3,054
Food and Beverage	29.60	1,331	1,027	1,080
Technology	26.47	103	81	101
Banks	25.48	2,808	2,238	2,718
Travel & Leisure	22.60	173	141	134
Automobiles & Parts	7.31	123	115	129
Personal & Household Goods	5.89	227	214	169
Retail	-0.6	397	400	420
Construction & Materials	-15.3	1,357	1,602	1,319
Oil & Gas	-15.3	184	217	154
Health Care	-17.9	32	39	38
Financial Services	-26.3	1,818	2,469	2,180
Basic Resources	-27.4	1,376	1,894	1,247
Industrial Goods & Services	-32.8	833	1,241	856
Media	-75.1	1	3	2

Source: Bloomberg, Shinhan Securities Vietnam

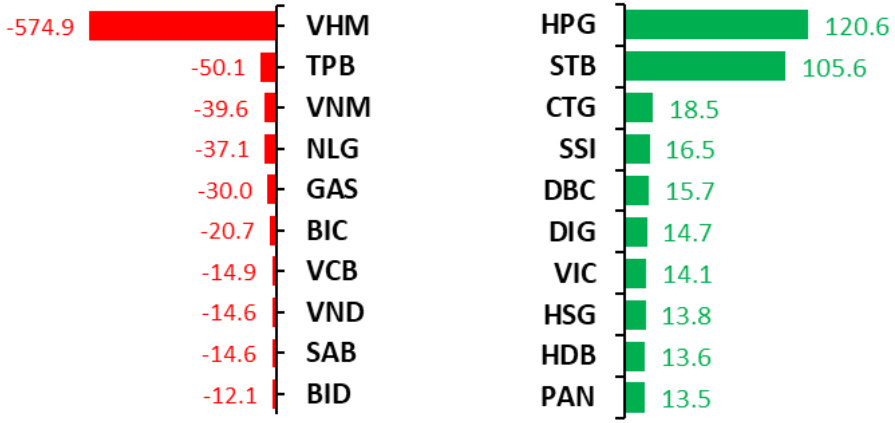
Vietnam Market Snapshot 21/06/2023

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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	33	(583)	625	(43)
Basic Resources	(9)	139	(175)	36
Media	-	(0)	0	0
Industrial Goods & Services	(7)	13	70	(83)
Health care	(0)	0	(3)	2
Chemicals	(17)	21	14	(35)
Financial Services	(5)	1	(70)	68
Travel & Leisure	1	(3)	14	(11)
Banks	29	58	42	(100)
Construction & Materials	(5)	(2)	36	(35)
Food and Beverage	17	(24)	13	11
Retail	(9)	10	157	(167)
Utilities	2	(41)	23	17
Personal & Household Goods	(2)	11	(5)	(5)
Technology	2	(2)	(3)	4
Automobiles & Parts	0	2	(1)	(1)
Insurance	(0)	(21)	28	(7)
Oil & Gas	7	13	(28)	15

Source: Fiinpro, Shinhan Securities Vietnam

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Breaking News

Macro

Positive

- The State Bank said that by June 15, the credit balance of the whole economy reached about 12.32 million billion VND, up 3.36% compared to the end of 2022, up 8.94% over the same period.
- The Government has just issued Decree No. 35/2023/ND-CP amending and supplementing a number of articles on principles of urban planning.
- Export tax on NPK fertilizers will be 0% from July 15.

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.
- Pangasius exports fell 35% in May.

Business news

- **VIB:** It is expected that VIB's NIM this year will reach 4.6%, only a slight decrease of 10 basis points compared to 2022, mainly thanks to the retail proportion accounting for nearly 90% of the loan portfolio, with the retail segment accounting for nearly 90% of the loan portfolio. The main loan is to buy a house and buy a car. NIM was maintained thanks to the high retail proportion in the loan portfolio.
- **SZC:** Sonadezi Chau Duc Joint Stock Company has just announced that 7/7/2023 will be the last registration date to close the list of shareholders to receive dividends in shares in 2022, the rate of 20%. Thus, if the issuance is successful, the charter capital of Sonadezi Chau Duc will increase from VND 1,000 billion to VND 1,200 billion.
- **DIG**: DIG's stock of DIC Corp attracted attention when it approached the ceiling level and even sometimes touched the ceiling in the afternoon session. DIG's strong increase helped the stock market price surpass the mark of 23,000 dong/share, thereby climbing to the highest price in 8 months. DIG also became the market leader in liquidity with nearly 48 million shares matched, equivalent to more than 1,090 billion dong. The market capitalization accordingly increased to approximately VND 14,060 billion.
- **NVL:** Novaland submitted to the General Meeting the target of revenue of 9,531 billion dong and profit after tax of 214 billion dong. Notably, as of December 31, 2022, Novaland's unrecorded revenue reached more than VND 251,000 billion, coming from projects that have been handed over, are in the process of legal completion, and Novaland projects are currently the owner of the project. investment and development cooperation. Novaland's consolidated debt balance as of March 31, 2023 was only VND 62.7 trillion (down VND 9 trillion compared to September 30, 2022).

Technical view



Trend:

- The market dropped 6.84 points (0.61%) and closed at 1,125.30 points, money poured into real estate stocks. Despite the strong rallying efforts of VHM and HPG, the lack of support of the remaining large stocks caused the VN-Index to fall into a state of strong shaking at the high point.

- Technically: The index closed a gap with the tree, so the Doji showed a struggle in investor sentiment. MACD shows that price momentum is on an uptrend but the uptrend has slowed down, the demand has decreased significantly. RSI is approaching the oversold zone. The index will continue to trade around 1.125.

- Strategy: Investors should limit chasing buying and 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

23/6/2023

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
PET	Buy	27.3	30	26	10%	-5%	27.3	1	0.00%	22/06/2023	
REE	Buy	62.8	68.6	60.5	9%	-4%	63.2	7	0.64%	14/06/2023	
HPG	Hold	22	23.9	20.8	9%	-5%	24	12	9.09%	07/06/2023	
HSG	Hold	16.4	18.1	15	10%	-9%	17.4	12	6.10%	07/06/2023	
VHC	Hold	60	67.8	57	13%	-5%	63.6	12	6.00%	07/06/2023	
SBT	Hold	14.95	17.8	14.4	19%	-4%	15.8	15.6	5.69%	31/05/2023	
VPB	Hold	19.7	21.4	18.5	9%	-6%	19.6	23	-0.51%	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

Shinhan Investment Network

SEOUL

Shinhan Securities Co., Ltd
Shinhan Investment Tower
70, Youido-dong, Yongdungpo-gu,
Seoul, Korea 150-712
Tel : (82-2) 3772-2700, 2702
Fax : (82-2) 6671-7573

NEW YORK

Shinhan Investment America Inc.
1325 Avenue of the Americas Suite 702,
New York, NY 10019
Tel : (1-212) 397-4000
Fax : (1-212) 397-0032

HONG KONG

Shinhan Investment Asia Ltd.
Unit 7705 A, Level 77
International Commerce Centre
1 Austin Road West
Kowloon, Hong Kong
Tel : (852) 3713-5333
Fax : (852) 3713-5300

INDONESIA

PT Shinhan Sekuritas Indonesia
30th Floor, IFC 2, Jl. Jend. Sudirman Kav.
22-23, Jakarta, Indonesia
Tel : (62-21) 5140-1133
Fax : (62-21) 5140-1599

SHANGHAI

Shinhan Investment Corp.
Shanghai Representative Office
Room 104, Huaneng Union Mansion No.958,
Luijiazui Ring Road, PuDong, Shanghai, China
Tel : (86-21) 6888-9135/6
Fax : (86-21) 6888-9139

HO CHI MINH

Shinhan Securities Vietnam Co., Ltd.
22nd Floor, Centec Tower, 72-74 Nguyen Thi Minh Khai Street,
District 3, Ho Chi Minh City, Vietnam
Tel : (84-8) 6299-8000
Fax : (84-8) 6299-4232

HA NOI

Shinhan Securities Vietnam Co., Ltd.
Hanoi Branch
2nd Floor, Leadvisors Building, No. 41A Ly Thai To,
Ly Thai To Ward, Hoan Kiem District,
Hanoi, Vietnam.
Tel : (84-8) 6299-8000



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