MORNING CALL
26/06/2023

Shinhan Securities

"The market closed at the highest level of the year so far"

- World stocks: Less optimistic about economic outlook
- Vietnam securities: Cash flow is still quite cautious
- Business News #KDH #KBC #LPB #HDB
- Technical perspective and recommendation update #KDH #CEO #TAR
- Event calendar
- Q&A

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Mở tài khoản

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

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Major stocks market

- US stocks fell in Friday's trading session (June 23) and ended a week of declines. Investors will receive fresh updates on possible future interest rate trends based on May personal consumption expenditures (PCE) price index data - the country's preferred inflation gauge. The Federal Reserve (Fed) is announced on Friday (June 30). The latest consumer confidence report will be released on Tuesday (June 27) after the index hit a six-month low in May. June's index is expected to move higher.
- The euro area will publish preliminary inflation data for June on Friday (June 30). And while headline inflation is expected to be moderate, core inflation is expected to move higher, underscoring the challenge facing the ECB.
- China will release manufacturing indexes for June on Friday (June 30). Expected data suggests that the recovery in the world's second-largest economy is losing momentum. China cut lending rates last week as authorities tried to boost growth, but concerns about the property market kept the easing from being as large as expected.
- WTI crude oil futures rose nearly 1% to around $69.79 a barrel on Monday morning as Russia faced a brief uprising by a private military group over the weekend, raising concerns about political instability in one of the world's largest oil producers.

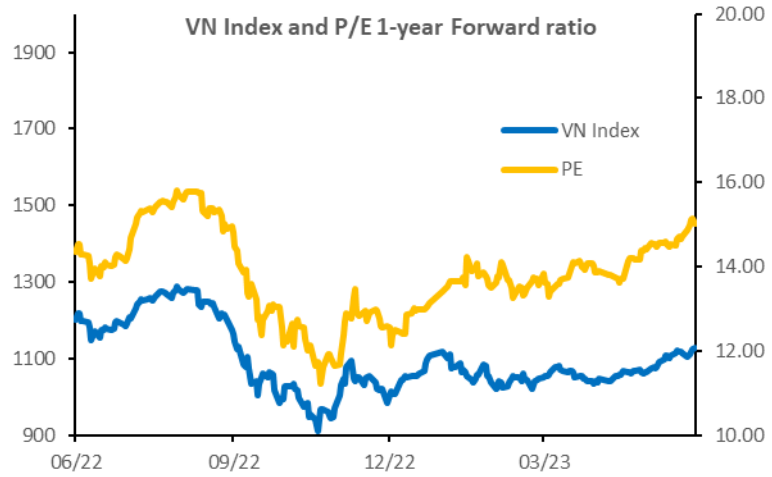
Market

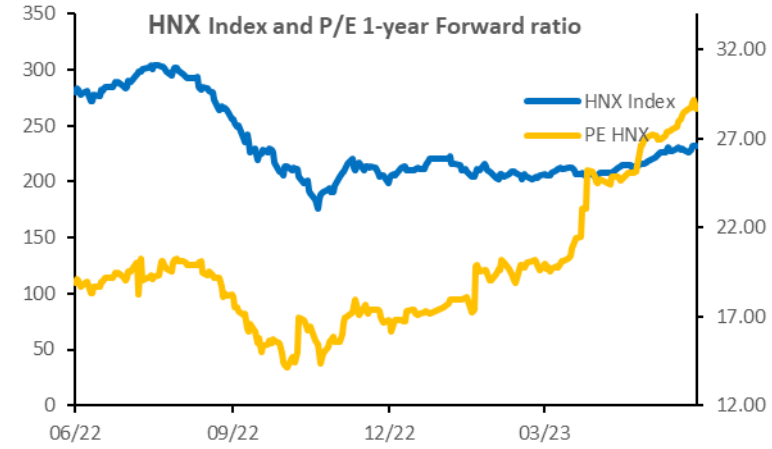
	Close	%1D	%1M	%1Y
VN-Index	1,129	0.36%	6.17%	-4.73%
S&P 500 Index	4,348	-0.77%	3.40%	11.16%
Dow Jones Index	33,727	-0.65%	1.92%	7.07%
GP 100	7,462	-0.54%	-2.17%	3.51%
Nikkei 225	32,696	-0.26%	5.76%	23.42%
SHCOMP Index	3,198	-1.31%	-2.99%	-2.12%
STOXX 600	453	-0.34%	-1.79%	9.74%
KOSPI Index	2,574	0.17%	0.61%	8.78%
Hang Seng	18,890	-1.71%	0.76%	-13.03%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	102.72	-0.18%	-1.43%	-1.41%
USD/VND	23,525.00	-0.02%	-0.20%	-1.18%
EUR/USD	1.09	0.11%	1.71%	3.04%
USD/CNY	7.18	0.02%	-2.05%	-6.82%
Brent	74.55	0.95%	-3.12%	-34.10%
WTI	69.79	0.91%	-3.96%	-35.15%
Natural gas	2.77	1.58%	27.10%	-55.43%
Coal	125.50	-0.20%	-21.56%	-68.43%
Gold	1,926.25	0.26%	-1.04%	5.67%

Vietnam Market Snapshot 23/06/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,129.38	15.41	4.08	0.36	826	16,572
HNX INDEX	231.54	29.28	-0.37	-0.16	138	2,100

Money flow and sector rotation (VND bn)

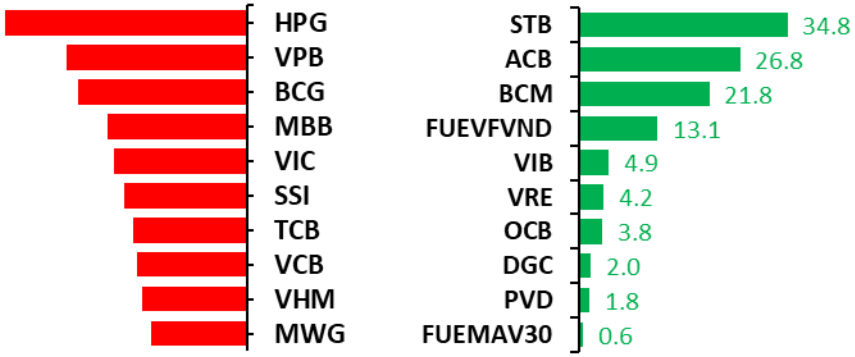
Sector	%1D	6/23/2023	6/22/2023	20-session Average
Media	162.97	2	1	2
Oil & Gas	96.64	362	184	166
Insurance	83.39	165	90	61
Food and Beverage	29.31	1,722	1,331	1,138
Banks	21.51	3,412	2,808	2,815
Basic Resources	19.07	1,638	1,376	1,285
Industrial Goods & Services	18.41	987	833	869
Financial Services	13.09	2,056	1,818	2,226
Construction & Materials	5.12	1,427	1,357	1,331
Health Care	0.40	32	32	38
Travel & Leisure	-8.5	158	173	134
Automobiles & Parts	-12.0	109	123	128
Retail	-12.6	347	397	428
Personal & Household Goods	-13.8	195	227	174
Technology	-15.9	86	103	101
Real Estate	-23.1	3,013	3,916	3,104
Utilities	-35.6	190	294	242
Chemicals	-40.8	667	1,127	736

Source: Bloomberg, Shinhan Securities Vietnam

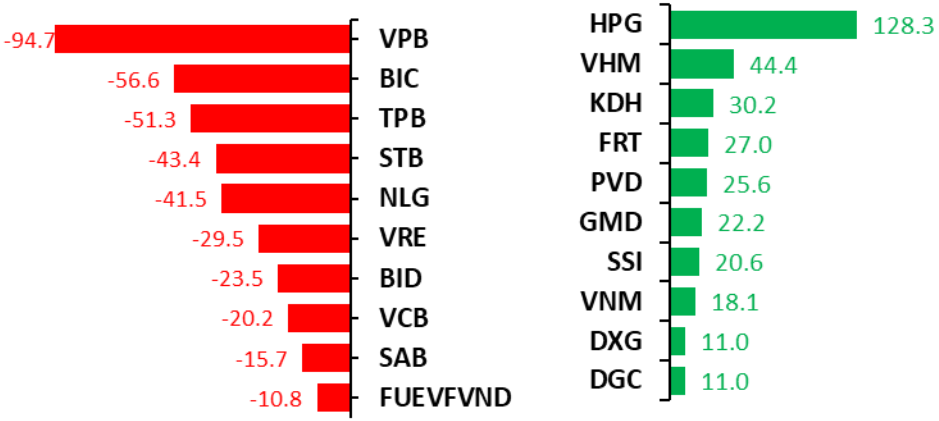
Vietnam Market Snapshot 23/06/2023

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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	(44)	0	81	(81)
Basic Resources	(43)	143	(113)	(30)
Media	(0)	(1)	1	0
Industrial Goods & Services	(17)	25	(29)	4
Health care	(0)	1	(3)	3
Chemicals	(2)	7	6	(13)
Financial Services	(52)	20	15	(35)
Travel & Leisure	(11)	(2)	16	(14)
Banks	(53)	(239)	310	(71)
Construction & Materials	(13)	(0)	58	(57)
Food and Beverage	(24)	13	(18)	5
Retail	(17)	22	(5)	(17)
Utilities	(7)	(4)	21	(17)
Personal & Household Goods	(0)	2	12	(14)
Technology	(13)	(1)	17	(16)
Automobiles & Parts	(0)	(1)	3	(2)
Insurance	(4)	(49)	75	(26)
Oil & Gas	(0)	24	(7)	(16)

Source: Fiinpro, Shinhan Securities Vietnam

Breaking News

Macro

Positive

- The highest interest rate when depositing at the counter and online at this group of 4 state-owned banks is currently only 6.3%, applied for a term of 12 months or more, which has decreased by more than 0.5 - 0.7% compared to May.
- Thailand's rice exports increased sharply in the first five months of this 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.
- Pangasius exports fell 35% in May.

Business news

- **KDH:** Khang Dien approved the policy that Hao Khang One Member Limited Liability Company received the transfer of the contributed capital accounting for 99% of the charter capital of Green Space Real Estate Investment and Trading Co., Ltd from Viet Huu Phu Joint Stock Company. Transfer value is 222.28 billion VND, and at the same time dissolve Viet Huu Phu Joint Stock Company.
- **KBC:** Kinh Bac officially reduced its bond debt to zero. Specifically, KBC completed the payment on time and bought back all of its outstanding private placement bonds with a total value of VND 2,400 billion and early redemption. partial repurchase of bonds issued to the public before maturity with a value of VND 342.72 billion out of a total of VND 750 billion that the Company offered to buy back before maturity.
- **LPB:** Lien Viet Post Commercial Joint Stock Bank (LPBank) suddenly reduced its savings interest rate sharply. Specifically, the 6-month term interest rate for online savings is now only 6.4%/year, down 0.8% compared to that of online savings. before. The 12-month term interest rate also decreased by 0.7% to 6.6%/year. Interest rate for 13-month term decreased by 0.7% to 6.9%/year. 36-month term decreased 0.2% to 7.4%/year. Currently, 7.4%/year is the highest interest rate at LPBank, applicable for 18-60 month term.
- **HDB:** This bank is expected to sell 8 million VietJet shares from June 28, 2023 to July 25, 2023 at the most appropriate price in order to bring the highest value to HDBank. The purpose of the transaction is to implement a roadmap to reduce investment outside the industry.

Breaking News



Business news

- **IDV:** June 25, 2023 at Song Lo II Industrial Park, Vinh Phuc Province, the Groundbreaking Ceremony of Song Lo II Industrial Park will take place with a scale of 165.65 hectares with a total investment of VND 1,520 billion, by Joint Stock Company. Vinh Phuc infrastructure development (VPID) as the investor.
- **TVC:** After the 2022 audit, TVC's net revenue is still recorded at 153 billion dong, equal to the independent report. However, the data started to differ from the adjusted administrative expenses, which increased nearly 9 times to VND 570 billion compared to the self-contained report. Therefore, TVC's net loss after the audit was heavier, up to 682 billion dong, compared to 342 billion dong in the independent report, raising the accumulated loss to 234 billion dong.
- **VGT:** On June 30, Vietnam Textile and Garment Group (Vinatex – stock code VGT) will finalize the list of shareholders paying dividends in 2022, the payment rate is 6%. Net revenue in 2022 reached VND 18,272 billion, an increase of 14.2% compared to 2021. However, high financial expenses caused profit after tax to decrease by 15.8% to VND 1,083 billion, of which profit after tax belonged to shareholders. parent company reached 587 billion dong.
- **TCD:** Tracodi plans to borrow VND 800 billion short-term at Nam A Bank to serve Tracodi's production and business activities in the form of a one-time loan, the loan term is 12 months from the date of signing the credit contract. Loan interest rates and loan conditions are in accordance with the Bank's regulations and the agreement in the credit contract signed between Tracodi and Nam A Bank.

Technical view



Trend:

- The market gained 4.08 points (0.36%) to close at 1,129.38 points, the highest closing level of the year. Although VN surpassed the peak, the cash flow was still quite cautious, lacking the support of large stocks, the movement did not have strong inertia, and the liquidity also decreased.
- Technically: The index will continue sideways around the strong resistance zone of 1,125 points. On the weekly chart, the MACD shows that the price momentum is still increasing, the buying power is also increasing steadily. RSI is trending towards the same overbought. Currently, the index is touching the upper band of Bollinger Band, which is a remarkable point.
- 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

26/6/2023

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
TAR	Buy	16.1	19.3	15.2	20%	-6%	16.1	
CEO	Buy	26	30.7	24.5	18%	-6%	26.2	
KDH	Buy	31.2	34.95	30	12%	-4%	31.65	

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	2	-1.10%	22/06/2023	
REE	Buy	62.8	68.6	60.5	9%	-4%	62.9	8	0.16%	14/06/2023	
HPG	Hold	22	23.9	20.8	9%	-5%	25.4	13	15.45%	07/06/2023	
HSG	Hold	16.4	18.1	15	10%	-9%	17.35	13	5.79%	07/06/2023	
VHC	Hold	60	67.8	57	13%	-5%	64.9	13	8.17%	07/06/2023	
SBT	Hold	14.95	17.8	14.4	19%	-4%	15.7	15.6	5.02%	31/05/2023	
VPB	Hold	19.7	21.4	18.5	9%	-6%	20.2	24	2.54%	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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