MORNING CALL
29/06/2023

Shinhan Securities

"Market continues to rise in doubt"

- World stocks: Possibility to raise interest rates of central banks
- Vietnam securities: Cash flow is fragmented, liquidity recovers slightly
- Business News #NVL #VGC #BCG #BID #VIB
- Technical Perspective and Update Recommendations #CMX
- Event calendar
- Q&A

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Mở tài khoản

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

Major stocks market

- US stocks ended mixed as Federal Reserve Chairman Jerome Powell said the central bank is likely to raise interest rates further. Treasury yields fell while gold hit its lowest level in more than three months. A jump in shares of Apple and Tesla pushed the Nasdaq higher, helping the tech index post a slight gain even as other major indexes slipped.
- Stoxx600 rose 0.7%, the main takeaway from the policy meeting in Sintra, Portugal earlier on Wednesday was that major central banks have yet to complete tightening; The European Central Bank, the Federal Reserve and the Bank of England have indicated that further rate hikes are still possible in the future.
- The Shanghai Composite was unchanged, influenced by weak China industrial profits data. Profits at China's industrial firms fell 18.8% year-on-year in the first five months of 2023. Japanese stocks were higher in early trading, led by a rise in electricity shares. death, when expectations of economic strength and income growth, despite the tightening policy of central banks.
- WTI crude oil price increased by nearly 2.8% at USD 69.56/barrel, the highest level in a week; after official data showed U.S. crude inventories fell by nearly 10 million barrels last week, while U.S. supplies of gasoline and distillates unexpectedly rose.

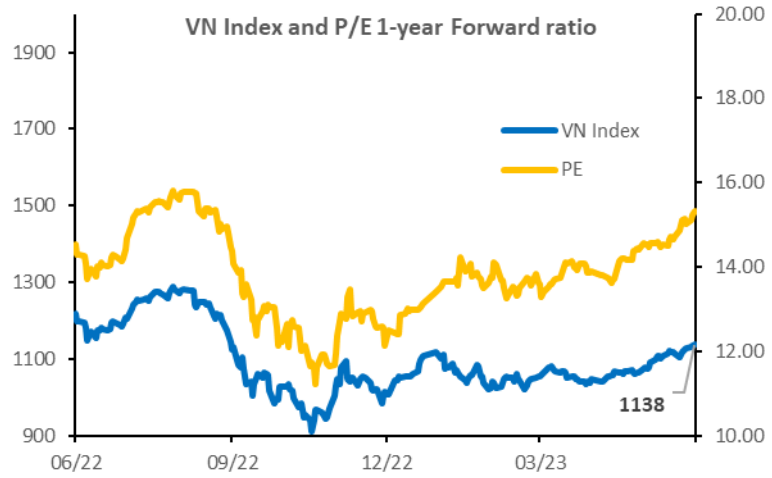
Market

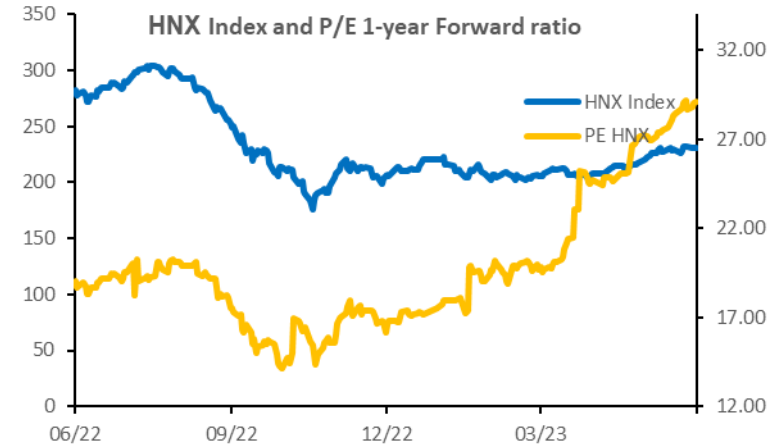
	Close	%1D	%1M	%1Y
VN-Index	1,138	0.35%	5.89%	-6.55%
S&P 500 Index	4,377	-0.04%	4.08%	14.61%
Dow Jones Index	33,853	-0.22%	2.29%	9.10%
GP 100	7,500	0.52%	-1.66%	2.57%
Nikkei 225	33,434	0.72%	7.04%	24.73%
SHCOMP Index	3,189	0.00%	-1.00%	-5.12%
STOXX 600	456	0.70%	-1.05%	10.31%
KOSPI Index	2,575	0.43%	0.65%	8.30%
Hang Seng	19,172	0.12%	3.35%	-12.84%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	103.05	0.14%	-1.11%	-1.96%
USD/VND	23,551.00	-0.09%	-0.34%	-1.27%
EUR/USD	1.09	-0.07%	1.84%	4.43%
USD/CNY	7.24	-0.21%	-2.32%	-7.34%
Brent	73.77	-0.35%	-4.28%	-36.55%
WTI	69.37	-0.27%	-4.54%	-36.81%
Natural gas	2.67	0.11%	22.47%	-58.90%
Coal	127.90	0.00%	-20.06%	-67.50%
Gold	1,909.14	0.10%	-1.75%	5.03%

Vietnam Market Snapshot 28/06/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,138.35	15.53	4.02	0.35	750	14,949
HNX INDEX	230.25	29.12	-0.57	-0.25	98	1,297

Money flow and sector rotation (VND bn)

Sector	%1D	6/28/2023	6/27/2023	20-session Average
Media	185.78	1	0	2
Automobiles & Parts	71.77	163	95	126
Utilities	43.84	247	171	238
Banks	43.22	2,683	1,873	2,854
Real Estate	36.96	3,567	2,604	3,183
Basic Resources	31.31	1,389	1,057	1,319
Construction & Materials	18.00	1,224	1,037	1,323
Food and Beverage	13.38	1,228	1,083	1,199
Financial Services	10.20	1,833	1,663	2,239
Personal & Household Goods	8.23	179	165	177
Travel & Leisure	6.25	146	137	141
Chemicals	-0.5	680	683	748
Retail	-3.0	367	378	437
Industrial Goods & Services	-23.7	963	1,262	957
Oil & Gas	-28.4	98	136	161
Insurance	-31.6	64	94	68
Technology	-36.2	99	154	99
Health Care	-44.7	16	28	36

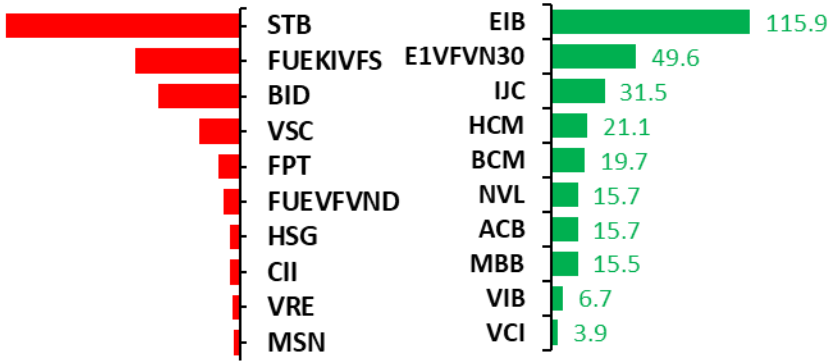
Source: Bloomberg, Shinhan Securities Vietnam

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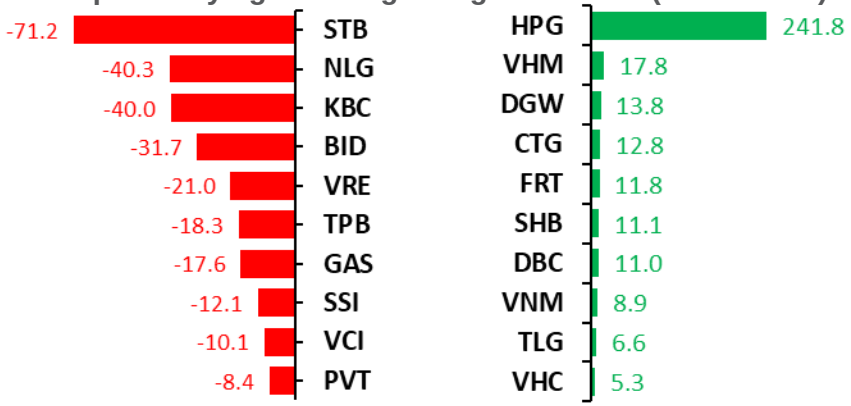
Vietnam Market Snapshot 27/06/2023

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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	66	(73)	184	(111)
Basic Resources	(6)	235	(215)	(20)
Media	0	(1)	1	(0)
Industrial Goods & Services	(19)	2	11	(12)
Health care	(0)	0	(0)	(0)
Chemicals	(2)	(8)	(1)	9
Financial Services	71	(23)	(14)	37
Travel & Leisure	0	(0)	(4)	5
Banks	18	(100)	193	(93)
Construction & Materials	(6)	2	(53)	51
Food and Beverage	(5)	22	29	(51)
Retail	(4)	21	69	(90)
Utilities	0	(17)	36	(18)
Personal & Household Goods	(2)	10	(0)	(10)
Technology	(9)	(0)	10	(10)
Automobiles & Parts	(2)	5	(4)	(1)
Insurance	1	(1)	10	(8)
Oil & Gas	1	1	(2)	1

Source: Fiinpro, Shinhan Securities Vietnam

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Breaking News

Macro

Positive

- The 5th session, the 15th National Assembly has just approved the policy of reducing VAT (VAT) for groups of goods and services currently applying the tax rate of 10%, down to 8% from July 1, 2023. until the end of December 31, 2023.
- Many key transport projects have just been started by the Ministry of Transport and localities in June, aiming to have about 5,000 km of highways nationwide by 2030.
- Vietnam Country Strategic Dialogue - WEF: Vietnam shares experiences as a model for economic recovery.

Less positive

- Thanh Hoa has difficulty in "absorbing" nearly 15,000 billion of public investment capital.
- Total FDI into Vietnam in the first 6 months of 2023 reached 13.43 billion USD - the lowest level since 2017

Business news

- **NVL:** On June 27, NVL has just announced the BOD's resolution on adjusting the maturity of a series of corporate bonds from 36 months to 48 months. The bonds are expected to be adjusted to maturity with a total par value of up to VND 7,000 billion, issued in the period from June to July 2020. Thus, Novaland will have one more year to manage the cash flow to repay these bonds.
- **VGC:** Viglacera Corporation (Code: VGC) has just announced the Resolution on capital contribution to establish Viglacera Thai Nguyen Joint Stock Company. Specifically, the charter capital of Viglacera Thai Nguyen is 600 billion dong. In which, Viglacera owns 51% of charter capital, corresponding to the actual contributed amount of VND 306 billion. According to information from the Binh Thuan Portal, Viglacera also wants to explore investment opportunities in an industrial park with an area of about 500 hectares, located in the southern region of Binh Thuan.
- **BID:** On June 15, 2023, BIDV officially launched a credit package for commercial real estate with a scale of VND 20,000 billion. The program is valid until the end of December 31, 2024 or until the size of the credit package is exhausted, whichever comes first. Investors implementing commercial housing projects that have a feasible loan plan, ensure legality, have good marketability and are suitable for the actual demand for housing in the market will be supported. loans with interest rates from 8.5%/year. For individuals, the lending interest rate applies from 7.8%/year.
- **BCG:** BCG Energy Joint Stock Company announced unusual information about late payment of bond principal and interest from June 15 to June 21, 2023 for a bond lot of VND 1,500 billion with code EBCCH2124003. Accordingly, the total amount of late payment interest until June 21, 2023 is more than VND 104 billion. BCG Energy said that the company is working on a payment plan and negotiating with investors on a new payment term.

Breaking News



Business news

- **VIB:** It is expected to issue 7.6 million ESOP shares with a total par value of 76 billion dong according to the charter capital increase plan approved by shareholders. Bonus shares for employees are restricted from being transferred for 1 year from the end of the issuance. Funds issued from undistributed after-tax profits as of December 31, 2022 according to audited consolidated financial statements 2022.
- **PDR:** According to the announcement sent to HNX on June 27, Phat Dat said it had bought back VND78.8 billion of bonds in the PDRH2123010 bond lot. This lot of bonds has a total value of VND 500 billion, issued on December 23, 2021 and matured on December 23, 2023. The current residual value is 421.2 billion VND.
- **ORS**: Tien Phong Securities Joint Stock Company announced the Resolution of the Board of Directors on the private placement of bonds in 2023 with a maximum value of 1,000 billion VND. Accordingly, ORS plans to issue 10,000 bonds with par value of VND 100 million/bond; for a period of 60 months from the date of issue.
- **PVD:** At the conference to review the operation in the first 6 months of 2023, Mr. Nguyen Xuan Cuong, General Director of PetroVietnam Drilling and Drilling Services Corporation said that the company has basically completed 100% of the business plan. full year 2023 after 6 months. In 2023, PV Drilling plans to achieve total consolidated revenue of VND 5,400 billion, consolidated profit after tax is expected to reach VND 100 billion. In the first quarter, the company's consolidated revenue reached 1,226 billion dong and after-tax profit was 52.3 billion dong.

Technical view



Trend:

- The market gained 4.2 points (0.35%) to close at 1,138.35 points. The market suddenly found the old fulcrum of banking stocks. Yesterday afternoon, these codes prospered significantly thanks to the strong inflow of money. If only banking stocks on HoSE, today's liquidity jumped more than 43% compared to the previous session, most of them successfully reversed to increase.

- Technically: The liquidity improved somewhat compared to the previous session, but the gaining momentum was quite slow. The MACD shows that the upward momentum has leveled off, the buyers are weaker than the sellers. RSI is in the overbought zone, short-term risks are high.

- 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

29/6/2023

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
CMX	Buy	10	12.1	9.4	21%	-6%	10.1	

Trading portfolio

Ticker	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
TAR	Buy	16.1	19.3	15.2	20%	-6%	16.3	3	1.24%	26/06/2023	
CEO	Buy	26	30.7	24.5	18%	-6%	25.7	3	-1.15%	26/06/2023	
KDH	Buy	31.2	34.95	30	12%	-4%	31.45	3	0.80%	26/06/2023	
PET	Buy	27.3	30	26	10%	-5%	28	5	2.56%	22/06/2023	
REE	Buy	62.8	68.6	60.5	9%	-4%	65.2	11	3.82%	14/06/2023	
HSG	Hold	16.4	18.1	15	10%	-9%	17.35	16	5.79%	07/06/2023	
VHC	Hold	60	67.8	57	13%	-5%	65.5	16	9.17%	07/06/2023	

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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