MORNING CALL
26/07/2023

"Shaking occurred near the psychological 1200 area, the world awaits important news from the Fed"

- World stocks: Slightly increased waiting for news from the Fed
- Vietnam stocks: Shaking occurred near the psychological level of 1200
- Business News #TCB, #CTG, #DGC, #HVN, #SCD, #FMC
- Technical perspective and recommendation update
- Event calendar
- Q&A

[Analysts]

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Catching the latest report



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Global Market Review - Week 24 - 28/07/2023

Major stocks market

- On Tuesday, the S&P 500 and Nasdaq Composite gained 0.28% and 0.61%, respectively. The Dow also edged up 0.08%, extending its winning streak for the 12th straight session. Caution dominated sentiment ahead of a key interest rate decision from the FED
- European equity markets advanced to a 2-month high on Tuesday. The German DAX also gained 0.2%. The FTSE 100 rose 0.2% to its highest level in two months, extending its winning streak for six sessions, the best since April.
- The Nikkei 225 Index shed 0.06% to close at 32,682 while the broader Topix Index gained 0.18% to 2,285, with Japanese shares struggling for clear direction as investors braced for key policy decisions from the FED, the ECB and the BOJ this week. Data showed that Japanese manufacturing activity contracted further in July, while services activity slowed. The Shanghai Composite jumped 2.12% to close at 3,232 while the Shenzhen Component rallied 2.54% to 11,021 on Tuesday, rebounding sharply from multi-week lows after China pledged to ramp up policy support for its flagging economy, with a focus on boosting domestic demand and helping the ailing property market.
- WTI crude futures rose toward $79 per barrel on Tuesday, hovering near a three-month high hit in the previous session, underpinned by the prospect of tighter global supplies and stronger Chinese demand.

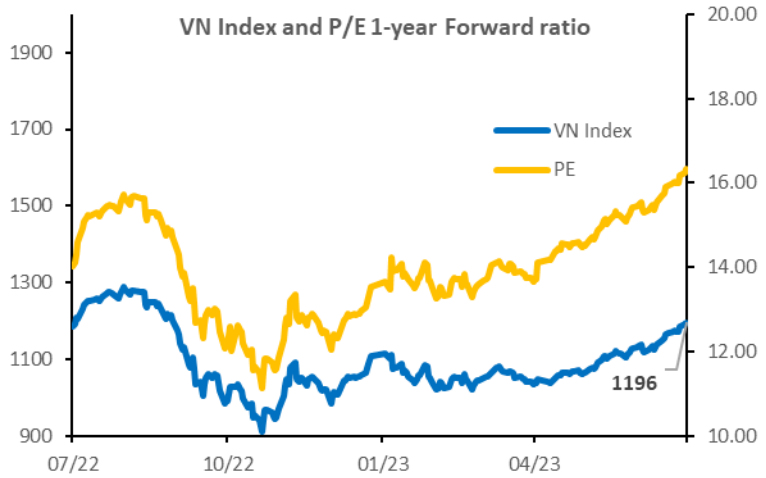
Market

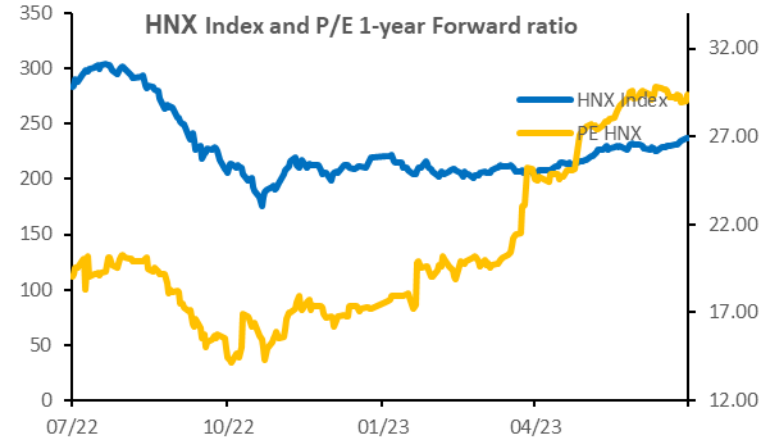
	Close	%1D	%1M	%1Y
VN-Index	1,196	0.44%	5.64%	0.91%
S&P 500 Index	4,567	0.28%	5.51%	16.49%
Dow Jones Index	35,438	0.08%	5.11%	11.58%
GP 100	7,692	0.17%	3.20%	5.28%
Nikkei 225	32,541	-0.43%	-0.48%	17.67%
SHCOMP Index	3,232	2.13%	2.57%	-1.40%
STOXX 600	468	0.48%	3.37%	9.81%
KOSPI Index	2,618	-0.70%	1.39%	8.50%
Hang Seng	19,434	4.10%	3.41%	-7.04%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	101.35	0.00%	-1.30%	-5.44%
USD/VND	23,665.00	0.05%	-0.55%	-1.15%
EUR/USD	1.10	-0.08%	1.28%	9.18%
USD/CNY	7.14	0.72%	1.45%	-5.40%
Brent	83.23	-0.49%	12.20%	-20.28%
WTI	79.27	-0.45%	14.27%	-16.54%
Natural gas	2.72	-0.33%	-2.51%	-69.74%
Coal	134.00	0.68%	6.77%	-67.34%
Gold	1,965.48	0.03%	2.20%	14.45%

Vietnam Market Snapshot 25/07/2023





	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,195.90	16.32	5.18	0.44	882	18,465
HNX INDEX	236.93	30.46	0.40	0.17	113	1,744

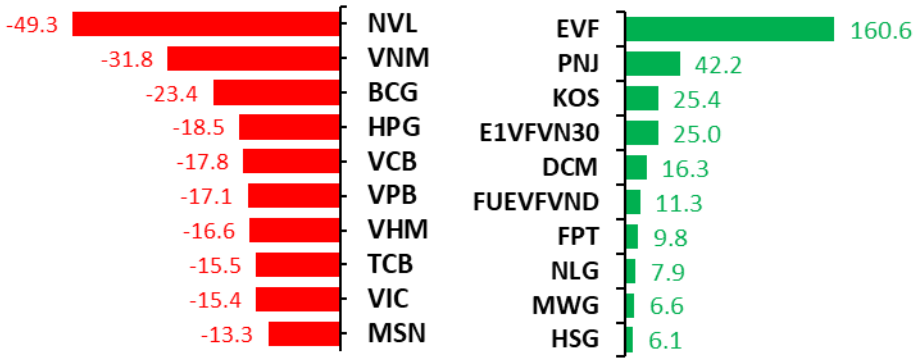
Money flow and sector rotation (VND bn)

Sector	%1D	7/25/2023	7/24/2023	20-session Average
Insurance	32.54	74	56	69
Banks	30.08	4,009	3,082	2,947
Chemicals	22.50	1,027	838	797
Personal & Household Goods	21.83	296	243	227
Basic Resources	10.99	1,217	1,096	1,235
Media	4.48	1	1	1
Food and Beverage	3.55	1,415	1,366	1,321
Retail	-1.6	632	642	568
Utilities	-3.3	253	262	248
Travel & Leisure	-3.7	171	178	158
Financial Services	-4.2	1,984	2,070	2,074
Technology	-7.6	116	126	120
Real Estate	-10.1	4,479	4,983	3,238
Automobiles & Parts	-13.3	136	157	129
Construction & Materials	-21.4	1,578	2,008	1,253
Oil & Gas	-25.4	181	242	184
Industrial Goods & Services	-29.7	847	1,204	901
Health Care	-46.6	39	74	34

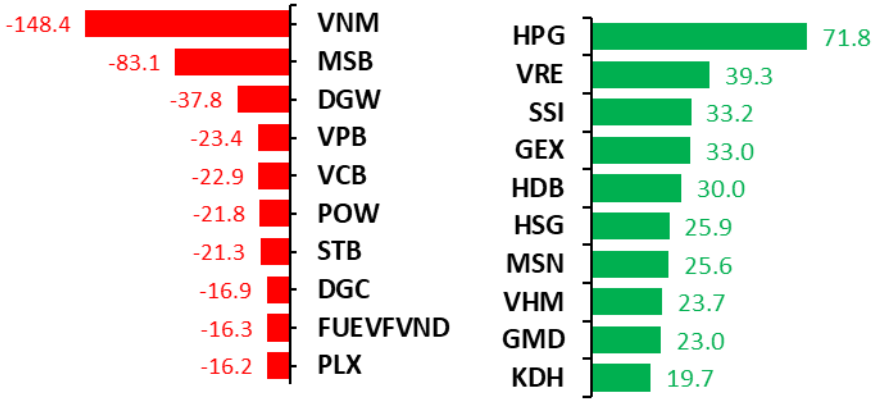
Source: Bloomberg, Shinhan Securities Vietnam

Vietnam Market Snapshot 25/07/2023

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	(51)	120	(109)	(11)
Basic Resources	(12)	103	(104)	2
Media	-	(0)	0	-
Industrial Goods & Services	4	63	(37)	(26)
Health care	-	2	3	(4)
Chemicals	16	(12)	(27)	40
Financial Services	163	31	(164)	133
Travel & Leisure	(8)	(15)	27	(12)
Banks	(76)	(101)	298	(197)
Construction & Materials	(1)	33	(7)	(26)
Food and Beverage	(47)	(127)	205	(78)
Retail	8	(40)	47	(7)
Utilities	5	(24)	40	(16)
Personal & Household Goods	42	(12)	(36)	48
Technology	10	(0)	(1)	1
Automobiles & Parts	1	2	(2)	0
Insurance	0	(4)	1	2
Oil & Gas	(1)	(27)	23	4

Source: Fiinpro, Shinhan Securities Vietnam

Breaking News

Macro

- The Government has just issued Resolution No. 105/NQ-CP on tasks and solutions to remove difficulties for production and business, continue to promote reform of administrative procedures, and tighten discipline. In which, the Ministry of Finance is required to submit to the Prime Minister for promulgation a decision to reduce land rent by 30% in July 2023.
- China cautiously signaled stimulus, focused on saving real estate: China's top leaders on July 24 pledged to strengthen policy support for the economy in the context of the post-recovery recovery. Covid-19 is getting weaker and weaker. Accordingly, Beijing is expected to focus on boosting domestic consumption demand, signaling new measures to stimulate demand and supporting the real estate market, but in general is quite cautious.
- Goldman Sachs expects record demand in the oil market to push crude prices higher in the near term.
- Wheat, corn prices rise on Black Sea supply concerns: Russia attacked Ukraine's food export facilities for the fourth day in a row on Friday and practiced seizing Black Sea ships in an operation. the escalation that Western leaders are concerned about.

Business news

- **TCB**: Vietnam Technological and Commercial Joint Stock Bank (Techcombank – Code: TCB) recently announced its financial statements for the second quarter (unaudited) with consolidated profit before tax for the period reaching VND 5,649 billion, down nearly 23%. compared to the same period in 2022. Accumulated in the first 6 months, Techcombank's consolidated profit reached more than 11,272 billion, down 20% compared to the second quarter of 2022 and fulfilled 51% of the set profit plan.
- **CTG**: Mr. Nguyen Hoang Dung - Deputy General Director in charge of VietinBank's Executive Board has reported preliminary results of business activities in the first 6 months of 2023. Accordingly, VietinBank has closely followed the plan of the General Meeting of Shareholders, assigned by the State Bank and achieved the results. positive business results. Specifically, total assets grew by 2.6% compared to the end of 2022; Credit balance grew by 6.6% compared to the end of 2022, complying with the credit growth limit of the State Bank. The profit before tax plan does not have a specific figure but will be approved by the competent State agency.
- **DGC** – **HPG**: Both Hoa Phat and Duc Giang have plans to build a bauxite-alumina complex. Although with the same alumina capacity of 2 million tons, the total investment capital of Hoa Phat is expected to be 75% higher than that of Duc Giang. Aluminum-boxite planning is an area where two listed companies including Duc Giang Chemical JSC (DGC) and Hoa Phat Group Joint Stock Company (HPG) are interested in long-term investment. However, this plan allows private companies to participate in the aluminum-boxite industry but does not mention potential investors. Instead only information about current projects is listed for investors.

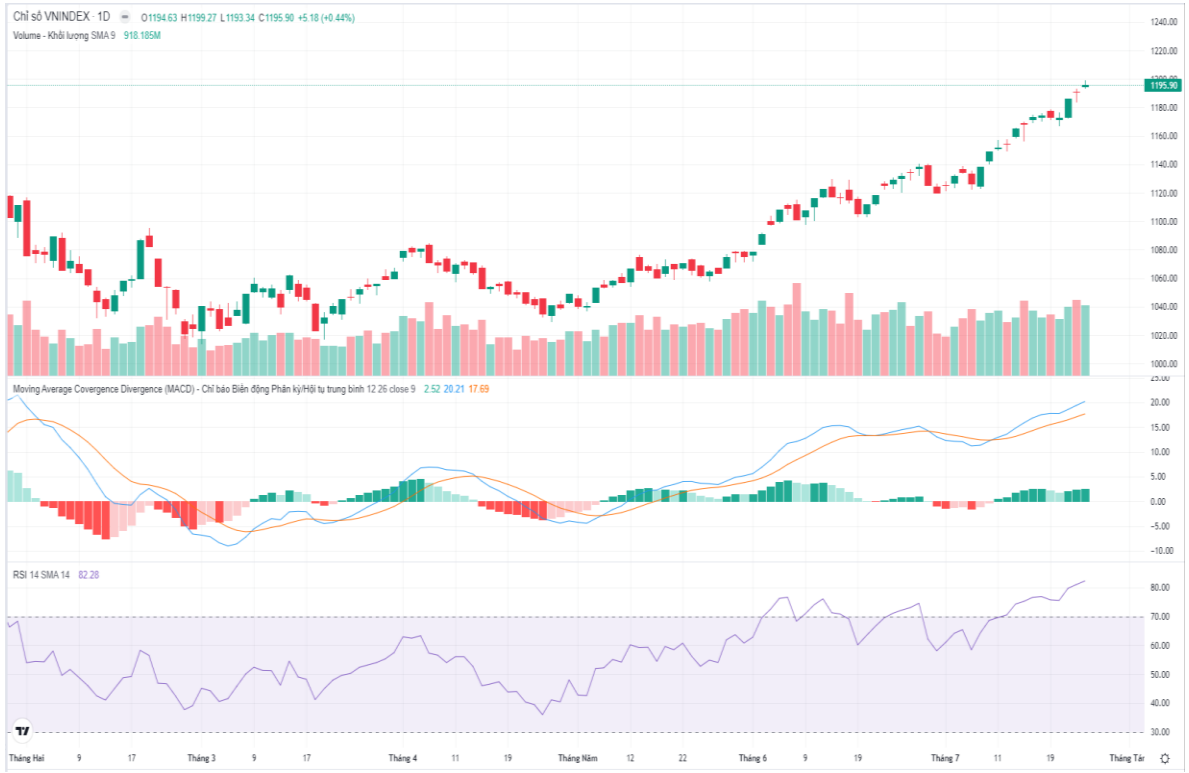
Breaking News



Business news

- **HVN**: More than 2.2 billion shares of HVN have officially changed from controlled to restricted trading since July 12 and were only traded in the afternoon session. The reason is that Vietnam Airlines is late to submit the audited financial statements for 2022 more than 45 days compared to the prescribed time limit. According to the document of Vietnam Airlines, in the past period, the corporation is in the process of comprehensive restructuring, stabilizing production and business activities and gradually restructuring the business, so the collection and comparison Data takes a long time.
- **SCD**: Sales in Q2/2023 of Chuong Duong Sa Xi were affected by a one-time adjustment to inventory for the company's trading partners. Chuong Duong Beverage Joint Stock Company (ticker code: SCD) has announced its financial statements for the second quarter of 2023 with the 8th consecutive quarterly loss and also the largest loss in the company's listing history. Specifically, net revenue in the period was just over VND 1.3 billion, a sharp decrease of 97% compared to VND 46.6 billion in the same period.
- **FMC**: Sao Ta Food Joint Stock Company has announced its consolidated financial statements for the second quarter of 2023. At the end of the second quarter of 2023, Sao Ta Foods recorded a net profit of VND76 billion, down 35% compared to the second quarter of 2022. Accumulated in the first 6 months of this year, this business recorded a total net revenue of VND 2,041 billion and a net profit of VND 128 billion, down 25.5% and 21% respectively over the same period in 2022. However, Sao Ta Food said business activity started to show positive signs as the decline in revenue compared to last year's high base level is gradually narrowing. If in the first 5 months of this year, total sales decreased by 30% compared to the same period last year, then consumption activities in June increased sharply, helping to reduce total sales only about 20% compared to the same period last year. 6 months of 2022.

Technical view



Trend: Increase

- The market closed at 1.1195 (+0.44%) and showed signs of shaking when approaching the 1,200 zone, with the contribution of the gaining momentum mainly from 2 banking codes VCB and TCB, along with the market capitalization. other big companies like SAB VNM.
- Technical: The small green candle formed today has not produced too many negative signs, but the fear of investors at the 1,200 zone made the market hesitate. Technical indicators have entered the overbought zone.
- Strategy: Limit new purchases at this stage, still hold and closely monitor the movements of the world market as the news this week also plays an important role in the movements of Vietnam's stock market. Traders who buy stocks should be disciplined and drastic in the fact that stocks breach support levels, in addition, taking partial profits with stocks that have risen sharply in the recent period.

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

26/7/2023

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
CMX	Hold	10	12.1	9.4	21%	-6%	11.15	22	11.50%	25/06/2023	
TAR	Hold	16.1	19.3	15.2	20%	-6%	20.9	22	29.81%	26/06/2023	Take Profit
KDH	Hold	31.2	34.95	30	12%	-4%	34.15	22	9.46%	26/06/2023	
REE	Hold	62.8	68.6	60.5	9%	-4%	65.3	30	3.98%	14/06/2023	
TCB	Hold	31.9	34.75	31.1	9%	-3%	33.5	7	5.02%	17/07/2023	
MIG	Hold	18.7	21	18.37	12%	-2%	19.35	3	3.48%	21/07/2023	
ACB	Hold	21.95	23.5	21.5	7%	-2%	22.3	3	1.59%	21/07/2023	
ANV	Hold	37.3	41.1	36.18	10%	-3%	37.6	2	0.80%	24/07/2023	
VCS	Hold	63.7	69.6	62	9%	-3%	63.9	2	0.31%	24/07/2023	

Economic calendar

July 2023

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
25	26	27	28	29	30	1
2	3	4 Australia interest rate hike	5	6 FOMC Minute	7 Unemployed rate of US and Canada	8
9	10 China Inflation rate	11 England Unemployement rate	12 US inflation rate	13 Producer Price Index (PPI) of the US	14	15
16	17 Re-evaluate component of stocks in VN30	18	19	20 Futures contract maturity in July (VN30)	21	22
23	24	25 US Confidence consumer index	26 US new home sales	27 Fed announces interest rates US preliminary GDP"	28 Core PCE US Announcement of new stock composition in VN30	29
30	31					

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Q&A

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