MORNING CALL
13/06/2023

Shinhan Securities

"The market rose in the cautiousness of investors"

- ❑ World stocks: Gaining points on the expectation that the Fed will pause interest rate hikes
- ❑ Vietnam Securities: Outstanding retail industry group
- ❑ Corporate News #REE #VIB #PDR #TCH
- ❑ Technical perspective and recommendation update
- ❑ Event calendar
- ❑ Q&A

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Mở tài khoản

Global Market Review - Week 12 - 16/06/2023

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Major stocks market

- US stocks - The S&P 500 index and Nasdaq Composite, both jumped to their highest levels since April 2022 as the market expected the US Federal Reserve (Fed) to hold off on raising interest rates during the meeting. meeting June 13-14. Consumer price index data on Tuesday will provide a look at inflation, which remains well above the Fed's 2% annual target.
- European stocks Stoxx600 rose 0.2% on Monday, with Germany's DAX index leading the gain. The rally was boosted by shares of Adidas after it was raised by analysts to its price target, while investors were mostly focused on the major central bank policy meetings scheduled for the week.
- Nikkei 255 rose 0.52% supported by a rebound in shares of domestic drugmakers and chip-related companies. The Shanghai Composite fell 0.1% to close almost unchanged on Monday as investors braced for fresh data this week. This will likely add to concerns about the economic health of the world's second-largest economy.
- WTI fell 4.4% to close at $67.12 a barrel after analysts highlighted growing global supply and demand concerns ahead of key inflation data and the US Federal Reserve meeting United this weekend.

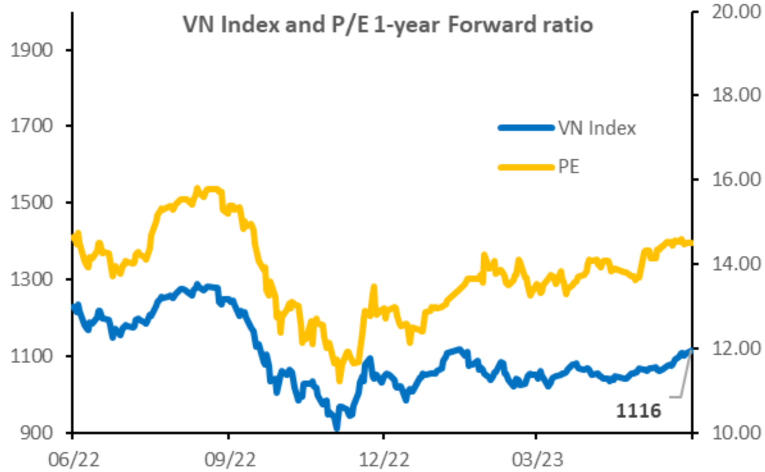
Market

	Close	%1D	%1M	%1Y
VN-Index	1,116	0.77%	4.60%	-9.05%
S&P 500 Index	4,339	0.93%	5.21%	15.72%
Dow Jones Index	34,066	0.56%	2.30%	11.63%
GP 100	7,571	0.11%	-2.37%	5.06%
Nikkei 225	32,736	0.93%	11.39%	21.30%
SHCOMP Index	3,229	-0.08%	-1.33%	-0.82%
STOXX 600	461	0.16%	-1.02%	11.69%
KOSPI Index	2,641	0.45%	6.70%	5.46%
Hang Seng	19,404	0.07%	-1.14%	-7.89%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	103.59	-0.06%	0.88%	-1.42%
USD/VND	23,485.00	-0.02%	-0.10%	-1.21%
EUR/USD	1.08	0.04%	-1.04%	3.38%
USD/CNY	7.15	-0.22%	-2.62%	-5.48%
Brent	72.00	0.22%	-2.93%	-41.11%
WTI	67.21	0.13%	-4.04%	-44.42%
Natural gas	2.28	0.75%	0.75%	-73.48%
Coal	134.00	-1.25%	-18.74%	-65.85%
Gold	1,958.35	0.03%	-2.88%	7.65%

Vietnam Market Snapshot 13/06/2023



	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,116.02	15.21	8.49	0.77	699	13,345
HNX INDEX	229.37	28.80	1.77	0.78	137	1,743

Money flow and sector rotation (VND bn)

Sector	%1D	6/12/2023	6/9/2023	20-session Average
Retail	85.72	771	415	357
Utilities	28.94	235	182	247
Food and Beverage	15.38	1,338	1,159	916
Insurance	10.72	50	45	47
Personal & Household Goods	10.28	168	152	139
Construction & Materials	8.68	1,303	1,199	1,237
Basic Resources	-2.6	1,146	1,177	1,048
Automobiles & Parts	-10.3	120	134	136
Oil & Gas	-10.5	134	149	161
Travel & Leisure	-10.8	124	139	132
Real Estate	-11.0	2,748	3,087	2,630
Media	-15.3	2	2	2
Banks	-19.1	2,092	2,585	2,501
Technology	-22.5	63	81	101
Financial Services	-32.0	1,566	2,303	2,039
Industrial Goods & Services	-32.1	780	1,150	722
Chemicals	-34.2	657	999	609
Health Care	-40.3	45	76	33

Source: Bloomberg, Shinhan Securities Vietnam

Vietnam Market Snapshot 13/06/2023

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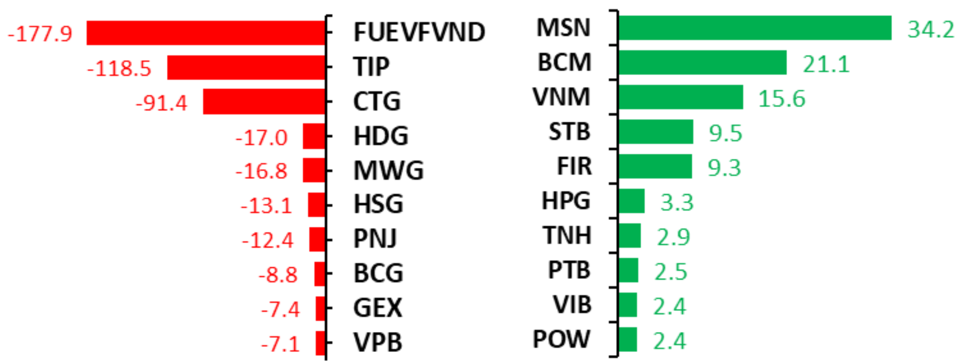
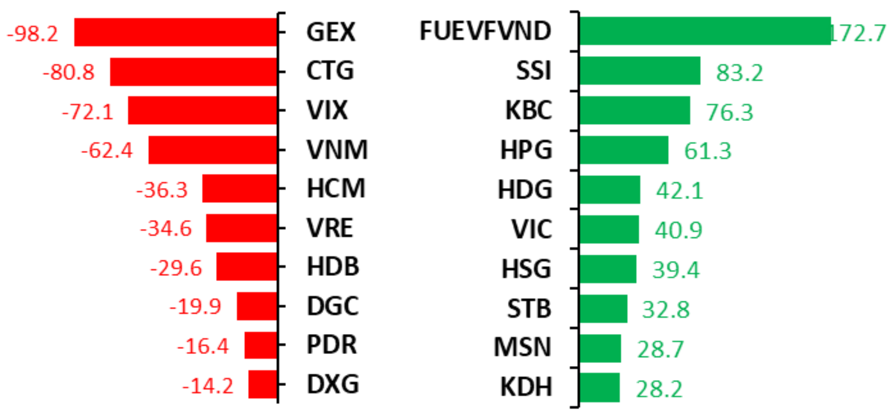
Top net buying & selling of proprietary trading (VND billion)



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	(113)	129	(23)	(106)
Basic Resources	(8)	104	(105)	1
Media	-	0	(0)	0
Industrial Goods & Services	(14)	(88)	108	(21)
Health care	3	3	(7)	3
Chemicals	(5)	(28)	49	(21)
Financial Services	(191)	140	28	(168)
Travel & Leisure	(1)	(11)	10	0
Banks	(102)	(113)	26	87
Construction & Materials	(3)	8	44	(52)
Food and Beverage	50	(46)	(31)	77
Retail	(17)	(1)	2	(1)
Utilities	(3)	(0)	10	(10)
Personal & Household Goods	(12)	(10)	22	(12)
Technology	(2)	(0)	(0)	0
Automobiles & Parts	(1)	(4)	6	(2)
Insurance	(0)	(13)	11	2
Oil & Gas	(0)	(14)	4	10

Source: Fiinpro, Shinhan Securities Vietnam

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Breaking News

Macro

Positive

- Ho Chi Minh City: Handing over 83.5% of the land area for Belt 3.
- Meiko Group wants to invest in a factory to produce all kinds of electronic circuits in the industrial park on the left bank of Da river, Hoa Binh city.

Less positive

- In the first 5 months of the year, the export of wood and wood products decreased by nearly 30%.
- GDP growth in the second quarter is forecast to be below 5%, near the lowest in 13 years.
- The Northern electricity system will be short of about 4,350 MW with an average daily output of about 30.9 million kWh.

Business news

- **REE**: REE Energy Co., Ltd. has just sold 1,301,000 PPC shares out of the total registered 3,200,000 shares, equivalent to a successful selling rate of 40.7% of the total registered volume, reducing ownership from 24.14% to 23.73% of charter capital. , the transaction was made from May 11 to June 8. In addition to Pha Lai Thermal Power, in the field of coal-fired power, Refrigeration Electrical Engineering is investing VND 32.6 billion in Hai Phong Thermal Power Joint Stock Company; invested 16.55 billion VND in Quang Ninh Thermal Power Joint Stock Company.
- **TCH**: TCH's revenue in 2022 was recorded at VND 2,093 billion, down 24.05% compared to the results achieved in 2021, profit after tax reached VND 480.17 billion, down 21.19% compared to the results achieved in 2021. The import of tractors is difficult due to the scarcity of supply as well as the sharp decrease in demand for tractors, along with the Company's expansion in investment in real estate projects through projects under the company's subsidiaries. subsidiary.
- **VIB**: Vietnam International Commercial Joint Stock Bank has just announced the closing of the right to issue 421.5 million shares to increase share capital from equity, equivalent to 20%. The source of issuance from the reserve fund to supplement charter capital and undistributed after-tax profit as of December 31, 2022 on the audited consolidated financial statements for 2022. The maximum additional charter capital is 4,215 billion VND.
- **CTI:** On June 8, the Board of Directors of Cuong Thuan IDICO Investment Development Joint Stock Company approved the early redemption of a part of a bond lot worth VND 150 billion, with code CTIB2124001.

Breaking News

Business news

- **LPB:** LPBank will offer a total of nearly 32.93 million bonds with par value of 100,000 VND/bond, equivalent to a total size of 3,293 billion VND. That includes more than 29.4 million bonds LPB7Y202203 with 7-year term and nearly 3.5 million bonds LPB10Y202204 with 10-year term. This is a non-convertible, unsecured bond without warrants, is a secondary debt and meets the conditions to be included in LPBank's Tier 2 capital.
- **MBB:** The financial report for the first quarter of 2023 of Military Commercial Joint Stock Bank showed signs of deterioration in asset quality. As of March 31, MB's total bad debt was VND 8,453 billion, up 68% compared to the beginning of the year. In which, bad debt group 3 and group 4 increased sharply, especially debt group 5 decreased. MB's bad debt ratio at the end of March 2023 was 1.77%.
- **PDR:** On the morning of June 12, a representative of the Quang Ngai government confirmed with PV Etime about the investment proposal for the construction of an industrial park (IZ) and Urban Service in Dung Quat EZ of the Investment and Development Joint Stock Company. Industrial Park Development (referred to as Phat Dat Company).
- **ABB:** On May 31, 2023, ABBank issued additional shares to pay dividends in 2021 at the rate of 10% for shareholders. This bank has issued nearly 94.1 million more shares to pay dividends with an additional issue value of nearly 941 billion dong. After the issuance, ABBank has completed increasing its charter capital from VND 9,409 billion to VND 10,350 billion.

Technical view

Trend:

- The market gained 8.49 points (0.77%) to close at 1,116.02 points. Selling pressure increased strongly at the beginning of the morning and spread to the whole market but recovered near the end, especially in ATC session; The retail sector attracted money with DGW hitting the ceiling.
- Technically: The market recovered during the session when touching the 1,100 zone, creating a withdrawal candlestick pattern which is a positive signal, however, the liquidity has leveled off and gradually decreased. MACD shows that price momentum is on an uptrend and shows a bullish signal after the previous 2 down sessions. RSI is still in the overbought zone.
- Strategy: Investors should take advantage of the corrections during the session to disburse stocks with good buying points with T+ strategy and limit chasing buying for strong gainers.

Scenario:

- Positive (50%): The index continued to trade above 1,080 points and moved to the next resistance level at 1,125 points.
- Less positive (50%): After failing to test the 1,080 zone, the index returns to the next support zone at 1,060, even the psychological level of 1,020 if there is less positive information.

Recommended stocks

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13/6/2023 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
HPG	Hold	22	23.9	20.8	9%	-5%	22.95	4	4.32%	07/06/2023	
HSG	Hold	16.4	18.1	15	10%	-9%	16.5	4	0.61%	07/06/2023	
VHC	Hold	60	67.8	57	13%	-5%	62.4	4	4.00%	07/06/2023	
AAA	Hold	11.25	13	10.5	16%	-7%	11.55	8	2.67%	01/06/2023	
GEG	Hold	17	19.2	15.8	13%	-7%	16.55	8	-2.65%	01/06/2023	
SBT	Hold	16.45	17.8	15.6	8%	-5%	16.95	9	3.04%	31/05/2023	
VPB	Hold	19.7	21.4	18.5	9%	-6%	19.6	15	-0.51%	23/05/2023	
TCB	Hold	30.15	33	28.5	9%	-5%	32.7	15	8.46%	23/05/2023	
EIB	Sell	19.55	21.85	18	12%	-8%	21.35	23	9.21%	11/05/2023	
DGW	Sell	34.5	40	31	16%	-10%	41	23	18.84%	11/05/2023	

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					

Q&A

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