

MORNING CALL

07/05/2024

“The fog has vanished”

- World stocks: Rally dominates the market
- Vietnamese stocks: The fog has vanished
- Macro news
- Business news: **#VJC, #ACG, #MSH, #LHG, #TRA, #AGG**
- Technical perspective and updated recommendations **#GVR, #DGW**
- Event calendar
- Q&A

Thao Nguyen

☎ (84-28) 6299 8004
✉ thao.np@shinhan.com

Nam Hoang

☎ (84-28) 6299 7603
✉ nam.h@shinhan.com

Following SSV's Zalo,
Catching the latest report



Please click or scan

Global Market Review 06/05 – 10/05/2024

Major stocks market

- The S&P 500 gained 1%, the Nasdaq rose 1.2% and the Dow added 176 points. This week, investors will monitor earnings reports from Walt Disney and Uber, as well as speeches from Fed officials for insights into the timing of rate cuts. New York Fed President John Williams stated that rate cut decisions will be based on incoming data, indicating that while rate cuts are expected eventually, they are not imminent.
- Stocks in Europe closed firmly higher on Monday, gaining traction following sharp losses in the prior week as markets continued to benefit from expectations of incoming rate cuts by key central banks. The Stoxx 50 index added 0.7% to close at 4,956, and the broader Stoxx 600 jumped 0.5% to 508.
- The Nikkei 225 Index jumped 1.1% to above 38,600 while the broader Topix Index gained 0.4% to 2,740 on Tuesday, with Japanese shares hitting three-week highs as investors returned from a holiday-extended weekend. Domestic stocks also tracked gains on Wall Street as soft US jobs data revived hopes that the Federal Reserve will start cutting interest rates soon.
- WTI crude oil futures pared some of earlier gains to settle at \$78.48 per barrel on Monday, amid confusion regarding ceasefire talks following reports that Hamas had accepted a ceasefire proposal from Qatar and Egypt.

Chỉ số chứng khoán				
	Giá đóng cửa	%1D	%1M	%1Y
VN-Index	1,242	1.68%	-1.08%	19.35%
S&P 500 Index	5,181	1.03%	-0.45%	25.25%
Dow Jones Index	38,852	0.46%	-0.13%	15.38%
GP 100	8,213	0.51%	3.82%	5.59%
Nikkei 225	38,585	0.91%	-2.20%	32.33%
SHCOMP Index	3,141	1.16%	2.33%	-5.81%
STOXX 600	508	0.53%	0.33%	9.22%
KOSPI Index	2,724	1.78%	0.37%	8.93%
Hang Seng	18,578	0.55%	11.09%	-7.34%

Hàng hóa				
	Giá đóng cửa	%1D	%1M	%1Y
Brent	84	0.31%	-8.31%	11.01%
WTI	79	0.41%	-9.33%	10.46%
Gasoline	259	0.02%	-7.17%	8.81%
Natural gas	2	-1.18%	21.51%	1.50%
Coal	145	0.10%	12.55%	-14.35%
Gold	2,326	0.10%	-0.54%	15.10%
China HRC	3,836	0.50%	2.51%	-2.52%
Steel rebar	3,548	0.31%	5.09%	0.68%
BDI index	1,876	5.75%	15.23%	20.41%

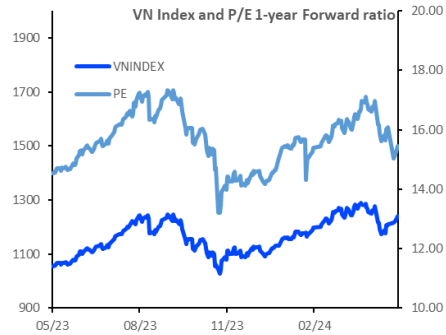
Tiền tệ				
	Giá đóng cửa	%1D	%1M	%1Y
Dollar Index	105	0.04%	0.76%	3.83%
USD/VND	25,376	0.02%	-1.58%	-7.59%
EUR/USD	1	0.02%	-0.81%	-2.12%
USD/JPY	154	-0.18%	-1.54%	-12.38%
USD/CNY	7	0.45%	0.31%	-4.09%
USD/GBP	1	0.00%	0.73%	0.44%
USD/KRW	1,357	0.41%	-0.31%	-2.67%
USD/AUD	2	-0.15%	-0.47%	2.22%
USD/CAD	1	-0.02%	-0.71%	-2.16%

Source: Bloomberg, Shinhan Securities Vietnam

Vietnam Market Snapshot 06/05/2024

Market data

	Close	PE	Change	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI INDEX	1,241.58	15.46	20.55	1.68	624	15,985
HNX INDEX	232.29	19.16	4.06	1.78	80	1,713



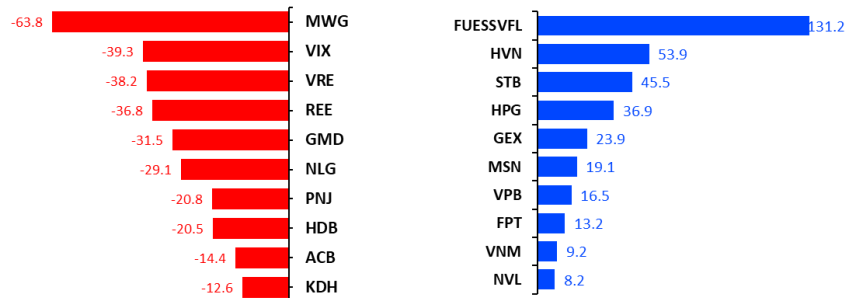
Money flow and sector rotation (VND bn)

Sector	%1D	5/6/2024	5/3/2024	20-session Average
Financial Services	89.96	2,724	1,434	1,955
Media	88.23	4	2	4
Health Care	44.09	29	20	20
Automobiles & Parts	35.86	366	270	259
Basic Resources	33.49	1,216	911	788
Chemicals	33.12	836	628	540
Construction & Materials	26.20	716	567	605
Utilities	23.41	199	162	161
Food and Beverage	19.30	1,338	1,122	1,005
Travel & Leisure	17.41	298	254	152
Oil & Gas	12.12	146	130	150
Real Estate	4.97	2,657	2,531	2,827
Insurance	-4.3	26	27	18
Banks	-5.0	2,860	3,009	2,970
Technology	-8.7	422	462	379
Industrial Goods & Services	-15.9	1,059	1,259	834
Personal & Household Goods	-34.3	207	315	204
Retail	-55.0	859	1,910	799

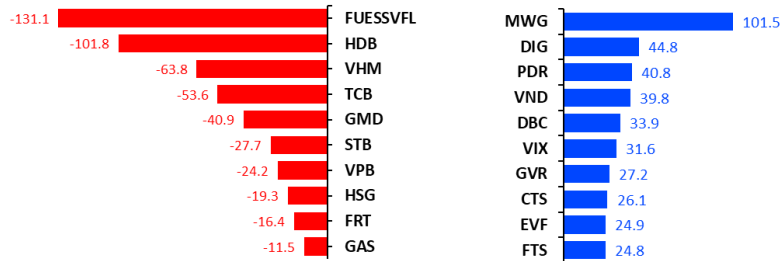
Source: Bloomberg. Shinhan Securities Vietnam

Vietnam Market Snapshot 06/05/2024

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	(83)	116	(112)	(5)
Basic Resources	38	(2)	(158)	159
Media	-	1	(0)	(0)
Industrial Goods & Services	(31)	(16)	63	(47)
Health care	-	3	(4)	2
Chemicals	(3)	45	(48)	4
Financial Services	90	74	(145)	71
Travel & Leisure	54	8	(16)	9
Banks	52	(185)	(69)	254
Construction & Materials	2	26	(47)	21
Food and Beverage	28	41	(85)	44
Retail	(63)	98	(38)	(60)
Utilities	(3)	(6)	109	(103)
Personal & Household Goods	(21)	11	(30)	19
Technology	13	6	57	(63)
Automobiles & Parts	(0)	10	(10)	(0)
Insurance	0	9	(8)	(0)
Oil & Gas	(1)	4	(3)	(1)
Total	72	242	(544)	303

Source: Fiinpro, Shinhan Securities Vietnam



Macro

- According to data from the Ministry of Agriculture and Rural Development, in the first four months of 2024, the total export turnover of agricultural, forestry, and fishery products reached over 19 billion USD, an increase of 24% compared to the same period last year. Notably, coffee, vegetables, rice, wood and wood products are "exploding" with export turnover increasing from 23-54%. Regarding specific items in the agricultural product group, the Ministry of Agriculture and Rural Development said that in the first four months of 2024, coffee export had the highest growth rate, reaching 2.5 billion USD, up over 54% compared to the same period last year. Next is rice, after 4 months, 3 million tons have been exported, with an export turnover of 1.93 billion USD, an increase of 13.5% in volume and 23.7% in value compared to the same period last year. Vietnam's rice export continues to dominate key markets with high demand for consumption.
- Inflationary pressure on policy is not high and will gradually decrease. While the CPI increase is close to the target of 4.5%, it is not overly concerning and the pressure on policy, including monetary policy, will gradually ease from Q3/2024. According to the General Statistics Office, the Consumer Price Index (CPI) for April 2024 increased by 4.4% compared to the same period last year. The average CPI for the first four months of 2024 increased by 3.93% compared to the same period last year, with core inflation rising to 2.81%.
- The Civil Aviation Authority of Vietnam (CAAV) has just submitted a report to the Ministry of Transport on the situation of domestic airfares in the first four months of 2024. According to the report, from the beginning of 2024 to now, the average economy class airfare on some routes (including taxes and fees) of Vietnamese airlines has increased compared to the same period in 2023, but still ensures that it is within the passenger transportation service price framework according to current regulations.



Business news

- **LHG:** LHG (Long Hau Joint Stock Company) has announced that in addition to seeking and developing more land in Long An and neighboring provinces, ready-built factories will remain one of the products that Long Hau will focus on developing. According to LHG's leadership, the occupancy rate for ready-built factory products is over 90%. The rental price of factories is set based on the scale and specific requirements of each customer. Factories are built at different times, so there will be old and new factories, and the rental price is also different, ranging from 4 to 7 USD/m². In 2024, Long Hau will complete and put into operation the ready-built factory project 3A (19-20-21-22) with an area of 17,000m² and is expected to start construction of high-rise factories (phase 2) with a factory rental area of about 26,000m².
- **TRA:** Q1, TRA recorded a 12% decrease in revenue compared to the same period last year, reaching VND 547 billion. Although the cost of goods sold also decreased, after deduction, the gross profit of the company was VND 305 billion, 11% lower than the same period last year. Despite saving on some selling and administrative expenses, as well as increasing financial revenue, the large decrease in revenue resulted in TRA's net profit of only VND 54 billion, a decrease of 32%. TRA's 2024 Shareholders' Meeting approved a revenue target of nearly VND 2.5 trillion and after-tax profit of VND 303 billion, an increase of 7% and 6% respectively compared to the previous year. Compared to this plan, TRA achieved 22% of the revenue target and nearly 20% of the after-tax profit target.
- **AGG:** AGG reports nearly 18-fold increase in net profit in Q1/2024 compared to the same period last year. According to the management of An Gia Real Estate, the company's sharp increase in business results is due to the continued handover of products at the Westgate condominium project (Binh Chanh, Ho Chi Minh City) and The Standard villa and townhouse project (Binh Duong). This year, in addition to focusing on handing over at the Westgate project and The Standard project, An Gia Real Estate will also deploy and launch the Ngaithang residential area project (commercial name The Gio Riverside) in Di An city, Binh Duong province. The project has a total investment capital of nearly VND 6,000 billion, including 2 building blocks.

Technical view

Trend: Short-term recovery

- VNINDEX closed at 1,241.58 points (+20.55 points, +1.68%) with liquidity increasing by about 10% compared to the previous session. The market had 390 gainers and 76 losers. The groups of stocks that contributed to the market's decline were DHG, HDB, and GMD. On the other hand, the groups of stocks that contributed to the market's increase were BID, GVR, and CTG. Foreigners continued to net buy about VND 245 billion.
- **Technical view:** VN-Index closes sharply higher in points and closes above the EMA50. The market has spread across sectors, but liquidity remains lower than the 20-day average. Overall, the long-term trend is still bullish. The MACD line crossing above the signal line indicates that the VN-Index has broken out of its downtrend. In a positive scenario, the VN-Index will accumulate upwards to form a new uptrend. Investors should be aware of the possibility of a shake-out as the market approaches the 1,280 zone.
- **Strategy:** Investors are starting to disburse again as the market consolidates tightly in the coming period with a ratio of 30% stocks/70% cash.



Scenarios:

- Positive (60%): The market will rebound and move towards the 1,230 – 1,280 area.
- Less positive (40%): The market corrected to the 1,180 area.

Recommended stocks

07/05/2024 9:00 AM

Unit: VND thousand

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals	Note
GVR	Buy	30.7	33.4	29.4	9%	-4%	31.2	Liquidity and price increases rapidly	Prepare to buy
DGW	Buy	60.9	65.1	58.9	7%	-3%	61.0	MACD crosses over the signal line	

Trading portfolio

Ticker	Recommendation	Buying price	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
ACB	Hold	26.7	28.5	26.3	7%	-1%	27.6	10	3.37%	23/04/2024	
REE	Sell	61.2	65.9	59.2	8%	-3%	65.3	3	6.70%	02/05/2024	Already took profit
DCM	Hold	32.0	33.8	30.7	6%	-4%	32.8	2	2.50%	03/05/2024	
MSN	Hold	69.8	74.2	67.2	6%	-4%	71.1	1	1.86%	06/05/2024	
NLG	Hold	40.1	43.7	38.7	9%	-3%	40.6	1	1.25%	06/05/2024	

Note: All opinions and estimates regarding the company and its securities are accurate representations of the covering analyst's judgments as of this date and may differ from actual results. This report is intended to provide information to assist investment decisions only and should not be used or considered an offer or the solicitation of an offer to sell or to buy any securities. Stock selection and final investment decisions should be made at the client's own discretion. Please see the "Compliance notice and Disclaimer" section at the end of this report for more details.

Economic calendar

May 2024

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
28	29	30	1 _ US ISM Manufacturing PMI APR _ US JOLT's Job Openings MAR	2 US Fed Rate Decision	3 US Non Farm Payrolls APR US Unemployment Rate APR	4
5	6	7	8	9	10 Michigan Consumer Sentiment Prel MAY	11
12	13	14 US PPI MoM APR	15 _ US Core Inflation Rate MoM APR _ US Retail Sales MoM APR	16 VN30F1M Future contract maturity	17	18
19	20	21	22	23 FOMC Minutes	24 _ US Durable Goods Orders MoM APR _ ETF Ishare MSCI restructure portfolio	25
26	27	28	29 VN Macroeconomics in MAY	30 US GDP Growth Rate QoQ 2nd Est Q1	31 _ US Personal Income MoM APR _ US Personal Spending MoM APR	1



Shinhan
Securities



Q&A

Shinhan Investment Network

SEOUL

Shinhan Securities Co., Ltd
Shinhan Investment Tower
70, Youido-dong, Yongsongpo-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

HCM

Shinhan Securities Vietnam Co., Ltd.
22nd Floor, Centec Tower, 72-74 Nguyen Thi Minh Khai Street,
District 3, HCM 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



Compliance Notice

- Analyst Certification: We/I hereby certify the information and material presented in this report are accurate expressions of their views, and that we/I have not received internally or externally wrongful pressure to express such views.
- All opinions and estimates regarding the company and its securities are accurate representations of the covering analyst's judgments as of this date and may differ from actual results.
- This report is intended to provide information to assist investment decisions only and should not be used or considered an offer or the solicitation of an offer to sell or to buy any securities. Stock selection and final investment decisions should be made at the client's own discretion.
- This report is distributed to our clients only, and any unauthorized use, duplication, or redistribution of this report is strictly prohibited.

Disclaimers

- This research report and marketing materials for Vietnamese securities are originally prepared and issued by the Research Center of Shinhan Securities Vietnam Ltd., an organization licensed with the State Securities Commission of Vietnam. The analyst(s) who participated in preparing and issuing this research report and marketing materials is/are licensed and regulated by the State Securities Commission of Vietnam in Vietnam only. This report and marketing materials are copyrighted and may not be copied, redistributed, forwarded or altered in any way without the consent of Shinhan Securities Vietnam Ltd.
- This research report and marketing materials are for information purposes only. They are not and should not be construed as an offer or solicitation of an offer to purchase or sell any securities or other financial instruments or to participate in any trading strategy. This research report and marketing materials do not provide individually tailored investment advice. This research report and marketing materials do not take into account individual investor circumstances, objectives or needs, and are not intended as recommendations of particular securities, financial instruments or strategies to any particular investor. The securities and other financial instruments discussed in this research report and marketing materials may not be suitable for all investors. The recipient of this research report and marketing materials must make their own independent decisions regarding any securities or financial instruments mentioned herein and investors should seek the advice of a financial adviser. Shinhan Securities Vietnam Ltd. does not undertake that investors will obtain any profits, nor will it share with investors any investment profits. Shinhan Securities Vietnam Ltd., its affiliates, or their affiliates and directors, officers, employees or agents of each of them disclaim any and all responsibility or liability whatsoever for any loss (director consequential) or damage arising out of the use of all or any part of this report or its contents or otherwise arising in connection therewith. Information and opinions contained herein are subject to change without notice and may differ or be contrary to opinions expressed by other business areas or Shinhan Securities Vietnam Ltd. The final investment decision is based on the client's judgment, and this research report and marketing materials cannot be used as evidence in any legal dispute related to investment decisions.
- Copyright © 2020 Shinhan Securities Vietnam Ltd. All rights reserved. No part of this report may be reproduced or distributed in any manner without permission of Shinhan Securities Vietnam Ltd.