

# WEEKLY INVESTMENT STRATEGY REPORT ON 11<sup>TH</sup> DECEMBER, 2023

## VERIFICATION OF THE STRENGTH OF THE MONEY FLOW AT THE STRONG RESISTANCE AT THE LEVEL OF 1.133 POINTS

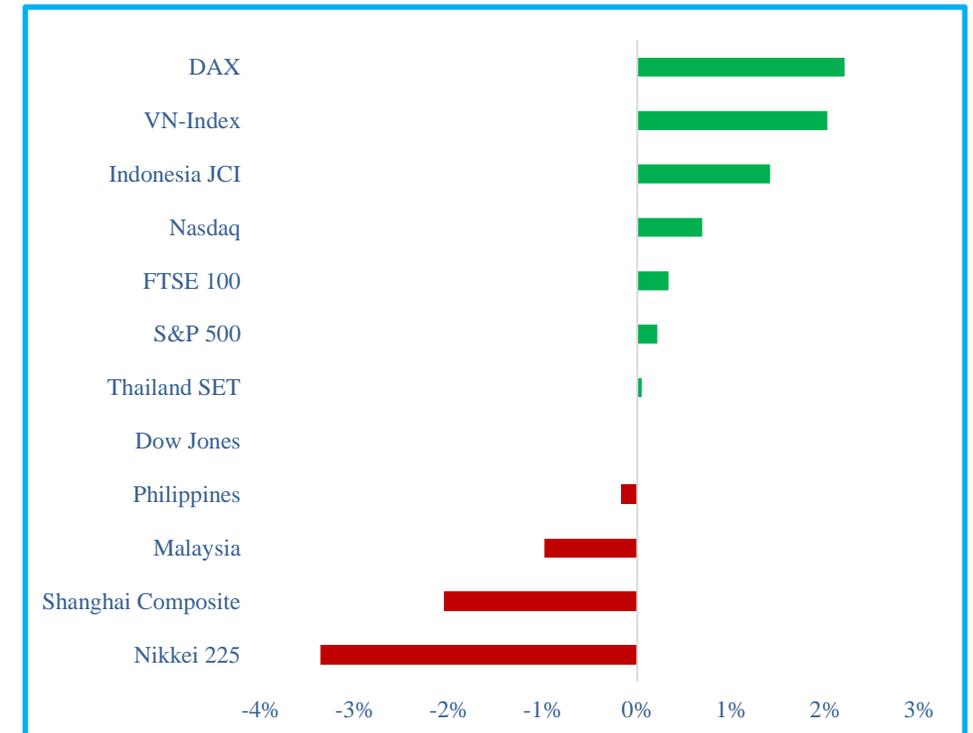


-  On December 4th, the government bond yields of the Eurozone dropped to the lowest level in several months. The data showed that inflation in the Eurozone had decreased from 2.9% in October 2023 to 2.4% in November 2023. With low government bond yields and cooling inflation, there are increased predictions that the Fed will start cutting interest rates earlier than previously anticipated.
-  Meanwhile, the State Bank of Vietnam (SBV) is considering extending the implementation period of Circular 02 related to debt rescheduling, maintaining debt groups, and considering removing credit limits. Extending the implementation period of Circular 02 would provide more favorable conditions for banks to improve the credit growth rate. However, these expectations are anticipated to materialize only in 2024.
-  In the context of deposit interest rates at banks decreasing to record lows, funds continue to pour into the stock market, boosting liquidity and average trading value per session significantly, reaching values of 20,908 billion VND and 991 million shares, respectively. The VN-Index also recorded an increase of about 2% compared to the previous close, closing at the level of 1,224 points. It's noteworthy that money is flowing strongly into the groups of stocks related to communication (8.42%) and construction materials (4.8%).
-  **With signs of money flowing back into the market in the past week, the strength of this capital will be tested as the VN-Index gradually approaches the strong resistance level of 1,133 points. Investors may continue to maintain a stock/cash ratio at the threshold of 30/70 and are advised to increase the proportion of holding stocks again if the VN-Index surpasses the important resistance level of 1,133 points with the market liquidity well maintained. Expectations are for the market to continue heading towards the next short-term resistance level at 1,165 points. On the contrary, if the index fails to exceed the 1,133-point level and loses the support level of 1,082 points under increasing adjustment pressure, investors may consider increasing their portfolio weight again as the VN-Index returns to test the price support level created at 1,020 points in November, with the possibility of forming a double-bottom scenario. Investors may pay particular attention to the following stock groups during this period: industrial real estate (KBC, SZC, IDC, VGC), real estate (NLG, PDR, DXG, CEO), construction & building materials (HSG, HPG, VCG), securities (VND, SSI, VCI, VIX), and oil and gas stocks (PLX, PVS, PVD).**

## GLOBAL STOCK MARKET OVERVIEW IN THE PREVIOUS WEEK

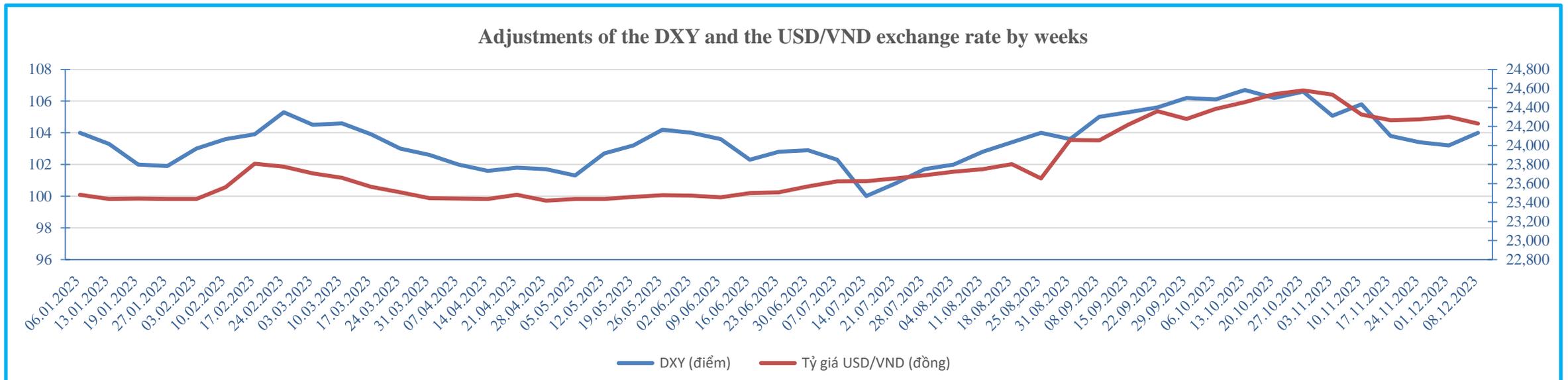
-  The global stock market, for the most part, recorded an upward trend in the week from December 4th to December 8th, with common increases ranging from 0.5% to 2%. Notably, there was a decline in the Shanghai Composite index (-2.06%) and the Nikkei 225 index (-3.31%), which went against the general trend.
-  The VN-Index recorded a 2.02% increase in the past week, ranking it among the top 2 indices with the highest gains in the monitored basket.

Indices	1st December, 2023	8th December, 2023	Adjustments
VN-Index	1,102.16	1,124.44	2,02%
S&P 500	4,594.63	4,604.37	0,21%
Dow Jones	36,245.50	36,247.87	0,01%
Nasdaq	14,305.03	14,403.97	0,69%
DAX	16,397.52	16,759.22	2,21%
FTSE 100	7,529.35	7,554.47	0,33%
Nikkei 225	33,431.51	32,307.86	-3,31%
Shanghai Composite	3,031.64	2,969.56	-2,05%
Thailand SET	1,380.31	1,380.99	0,05%
Malaysia	1,456.38	1,441.97	-0,99%
Philippines	6,245.18	6,234.77	-0,17%
Indonesia JCI	7,059.91	7,159.60	1,41%



## FOREIGN EXCHANGE MARKET OVERVIEW IN THE PREVIOUS WEEK

- The DXY index recorded a significant increase starting from December 4, fueled by positive economic indicators from the U.S., including strong growth in the Services PMI index, which reached 52.7 points, indicating a resurgence in the service sector. In the overall week, the DXY index witnessed a 0.78% increase compared to the previous week, closing at the level of 104 points.
- In Vietnam, the USD/VND exchange rate recorded a 0.3% decrease compared to the previous week, reaching 24,230 VND. Notably, the last batch of bonds from the issuance in late September, worth 5,000 billion VND, has officially matured on December 6. Consequently, the State Bank of Vietnam (NHNN) has repaid the entire amount drawn from the banking system through the bond channel, bringing the circulating supply back to its original level.



# VIETNAMESE STOCK MARKET OVERVIEW IN THE PAST WEEK

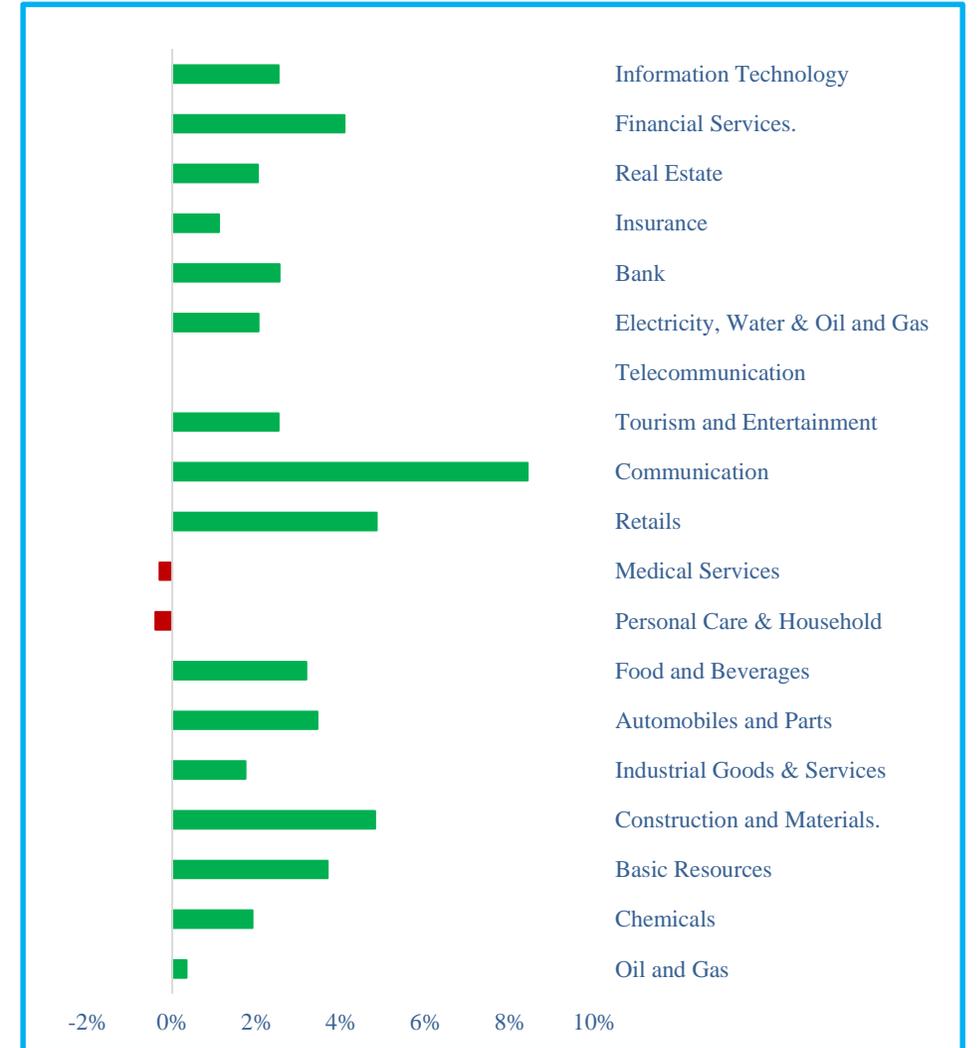


After experiencing a week of volatility, the VN-Index continued to close the week's session with a gain of 2.95 points (~0.26%) at 1,124.44 points. Looking at the entire week, the market recorded an increase of 22.28 points (~2.02%) compared to the 1,102.16 points at the end of the previous week. Market liquidity remained high at around 20 trillion VND, indicating optimistic investor sentiment and a return of funds to the market.



## SECTORS IN THE PAST WEEK

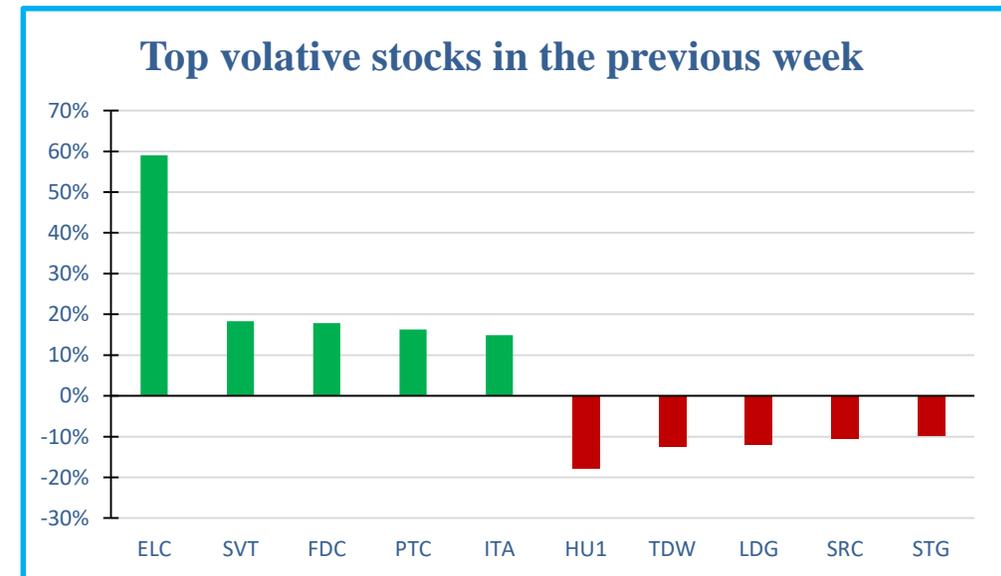
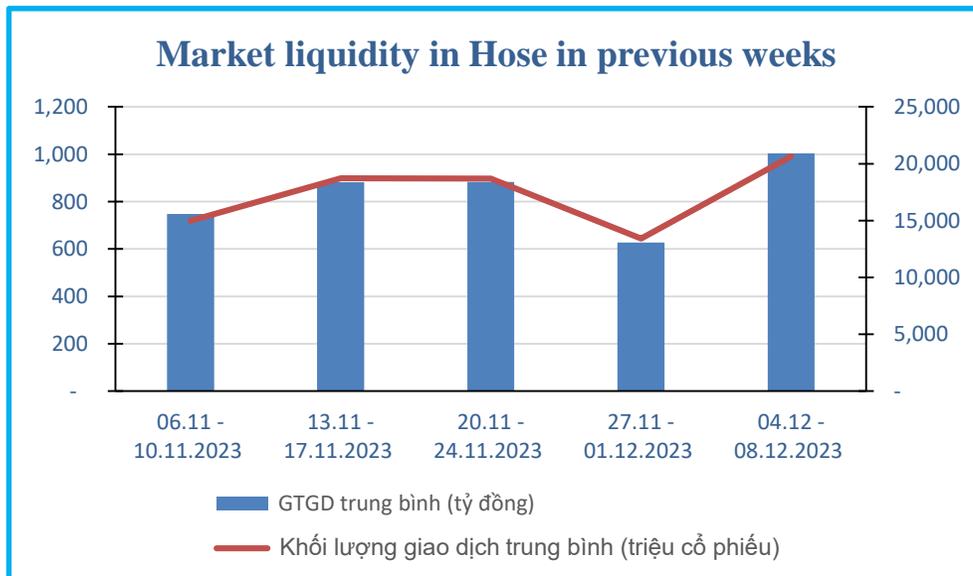
Sectors	% Price volatility	Total Value (MilVND)	Average matched value (Mil VND)	Trading Volume (1,000 shares)	Average Trading Volume (1,000 shares)
Oil and Gas	0,34%	1.227.620	208.669	41.671	7.074
Chemicals	1,90%	3.716.756	650.558	127.600	22.216
Basic Resources	3,68%	9.438.229	1.650.177	429.602	74.828
Construction and Materials.	4,80%	6.715.498	1.171.129	330.583	58.240
Industrial Goods & Services	1,73%	6.661.060	1.196.450	267.124	47.862
Automobiles and Parts	3,44%	430.269	81.999	29.254	5.455
Food and Beverages	3,17%	9.213.143	1.593.728	429.173	73.931
Personal Care & Household	-0,40%	878.624	148.505	21.987	3.795
Medical Services	-0,30%	145.136	22.542	7.445	1.254
Retails	4,84%	3.141.429	563.617	80.813	14.633
Communication	8,42%	89.742	14.883	4.993	819
Tourism and Entertainment	2,52%	832.422	141.930	24.281	4.343
Telecommunication	-	-	-	-	-
Electricity, Water & Oil and Gas	2,04%	1.039.313	184.556	58.355	10.320
Bank	2,54%	18.488.459	3.196.696	899.176	156.051
Insurance	1,11%	140.751	23.610	4.999	851
Real Estate	2,03%	26.126.978	4.523.847	1.331.117	230.523
Financial Services.	4,08%	23.154.548	4.047.979	1.020.415	176.585
Information Technology	2,52%	2.096.892	357.040	35.011	5.872



Source: Fiinpro, Vietinbank Securities

# MARKET LIQUIDITY AND TOP VOLATIVE STOCKS IN THE PREVIOUS WEEK

- Statistics from Vietstock indicate that the average trading value per session in the past week reached 20,908 billion VND, marking an increase of approximately 59.9% compared to the previous week. Similarly, the average trading volume of stocks also recorded a surge of 53.9% to 991 million shares.
- In the past week, the top 3 stocks with the strongest gains were ELC (59.06%), SVT (18.03%), and FDC (17.81%). Conversely, the top 3 stocks with the most significant declines were HU1 (-17.94%), TDW (-12.45%), and LDG (-12.15%).



Source: Vietstock, Vietinbank Securities

## MACRO-ECONOMIC OVERVIEW IN THE PAST WEEK

INFORMATON	EFFECT	ASSESSMENT
<p>On December 4th, the government bond yields in the Eurozone dropped to their lowest level in several months. The data indicates that inflation in the Eurozone decreased from 2.9% in October 2023 to 2.4% in November 2023.</p>	Positive	<p>The low government bond yields and cooling inflation have increased predictions that the Fed will begin interest rate cuts earlier than previously anticipated.</p>
<p>According to the General Administration of Customs of China, the country's merchandise exports in the past November increased by 0.5% compared to the same period last year, reaching a total value of 291 billion USD. This marks the first growth since April 2023.</p>	Positive	<p>This figure is significantly higher than the analysts' forecast of a 0.3% decrease in a Bloomberg survey. Export is considered a crucial driver of growth for China, so this is a positive signal for the recovery of the country's economy.</p>
<p>The Market Research and Global Economics Department of UOB has forecasted that Vietnam's economy is on a path of recovery, with a projected GDP growth of 5% for the entire year.</p>	Neutral	<p>While the economy is showing signs of recovery, the forecasted GDP growth rate is still lower than the target of 6.5% set by the National Assembly.</p>
<p>The State Bank of Vietnam (SBV) is considering extending the implementation period of Circular 02, which relates to loan repayment extensions, maintaining debt groups, and considering relaxing credit limits.</p>	Neutral	<p>The extension of the implementation period of Circular 02 is expected to create favorable conditions for banks to improve the credit growth rate. However, this expectation is anticipated to materialize only in 2024.</p>

## EVENTS FOR THE NEXT WEEK

NO.	Stock symbol	Exchange	Ex- Date	Record Date	Effective Date	Event Details	Event Type
1	CLH	HNX	15/12/2023	18/12/2023	28/12/2023	Payment of the 1st dividend installment for 2023 in cash, 1,000 VND per share.	Dividend payment in cash.
2	VSI	HOSE	14/12/2023	15/12/2023	29/12/2023	Payment of the 1st dividend installment for 2023 in cash, 1,000 VND per share.	Dividend payment in cash
3	KTL	UPCoM	14/12/2023	15/12/2023	28/12/2023	Payment of the dividend for 2022 in cash, 550 VND per share.	Dividend payment in cash
4	YEG	HOSE	14/12/2023	15/12/2023	N/A	Bonus shares, at a ratio of 1000:722	Bonus shares
5	DXG	HOSE	14/12/2023	15/12/2023	N/A	Exercise the right to purchase additional issued shares, at a ratio 6:1, with a price of 12,000 VND per share	Additional issue
6	THG	HOSE	14/12/2023	15/12/2023	05/01/2024	Payment of the 1st dividend installment for 2023 in cash, 1,000 VND per share.	Dividend payment in cash
7	SCL	UPCoM	14/12/2023	15/12/2023	N/A	Payment of the 2022 dividend in stock, at a ratio of 100:8	Dividend payment in stock
8	VMD	HOSE	14/12/2023	15/12/2023	25/12/2023	Payment of the dividend for 2022 in cash, 2000 VND per share	Dividend payment in cash
9	HPP	UPCoM	14/12/2023	15/12/2023	31/01/2024	Payment of the dividend for 2023 in cash, 1000 VND per share	Dividend payment in cash
10	MPC	UPCoM	12/12/2023	13/12/2023	22/12/2023	Payment of the dividend for 2022 in cash, 411 VND per share	Dividend payment in cash
11	HU4	UPCoM	12/12/2023	13/12/2023	27/12/2023	Payment of the dividend for 2022 in cash, 1000 VND per share	Dividend payment in cash
12	QTP	UPCoM	11/12/2023	12/12/2023	31/01/2024	Payment of the 1st dividend installment for 2023 in cash, 750 VND per share.	Dividend payment in cash
13	PMJ	UPCoM	11/12/2023	12/12/2023	25/12/2023	Payment of the dividend for 2022 in cash, 970 VND per share	Dividend payment in cash
14	TV2	HOSE	11/12/2023	12/12/2023	22/12/2023	Payment of the dividend for 2022 in cash, 1000 VND per share	Dividend payment in cash
15	BTD	UPCoM	11/12/2023	12/12/2023	22/01/2024	Payment of the 1st dividend installment for 2022 in cash, 700 VND per share.	Dividend payment in cash

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