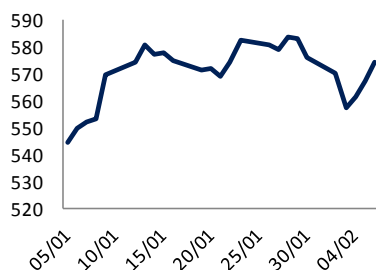
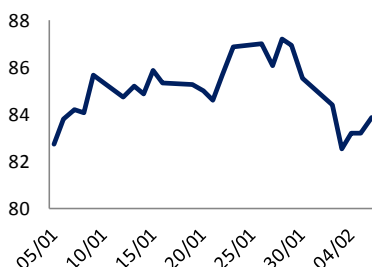


	HSX	HNX
<b>Close</b>	<b>574.13</b>	<b>83.87</b>
Change	-1.94	-1.69
% Chg	-0.34%	-1.98%
<b>Vol (mil shares)</b>	<b>321.21</b>	<b>141.93</b>
% Chg	-39%	-47%
<b>Value (bil.VND)</b>	<b>5,944</b>	<b>2,159</b>
% Chg	-33%	-36%
<b>Put-through Vol (mil shares)</b>	<b>15.80</b>	<b>8.90</b>
<b>Put-through Value (bil.VND)</b>	<b>306</b>	<b>100</b>
<b>Foreign Net buy/sell</b>	<b>-134.84</b>	<b>-21.92</b>

**VN-Index Intra-week**

**HNX-Index Intra-week**

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**MARKET COMMENTARY**

The market has been more active today when outside the bank stocks' rally; there were also incipient signs of spreading effect on other stocks. After 03 days of recovery, the VN-Index has filled its long red candle on Tuesday (Feb/03), however this fact is not really convincing because mainly due to the bank group (almost regained all the losses) while other stocks have not recovered clearly. The liquidity has been gradually cut down each day can be considered as negative signal and therefore it should not be concluded that the market has escape its short term downward trend. In addition, the next week before Tet can bear some pressure from a part of investors wishing to sell out to collect money before the New Year (which most likely to happen next Tuesday).

**RECOMMENDATIONS**

**We believe that the market is likely to react in the next week after hitting its resistance around 575-580 pts. Investors should consider selling at resistance and keep the stock portfolio at a safe ratio.**

**MARKET PERFORMANCE**

Vietnam stock market was driven by banking shares on Friday, in particular, most of them gained, in which VCB, CTG BID contributed, respectively, +2.32 pts, 2.29 pts and 1.78 pts to the VN-Index's increase - thanks to strong foreign demand in three stocks.

Speculative stocks didn't attract cash flows because of their low volumes and narrow price fluctuations. In reverse, Oil&Gas stocks (PVD, PVS or GAS) rose thanks to both positive movement of oil prices and revealed earnings.

Foreigners were net buyers for the second consecutive session on HSX with increasing transaction value, mainly on banking stocks. The opposite happened on HNX when they sold out PVS in recent sessions.

**FOREIGN INVESTORS**

Foreigners were net buyers on HSX (worth VND101.6 billion) and net sellers on HNX (worth VND4.1 billion).

Specifically, on HSX, foreigners bought strongly CTG (VND15 billion), BID (VND14.6 billion) and VCB (VND13.8 billion) while selling mainly CII (VND11.1 billion).

On HNX, they bought significantly SHB (VND3.2 billion) and IVS (VND2.1 billion). On the selling side, they sold mostly PVS (VND6 billion) and LAS (VND3.2 billion).



**COMPANY UPDATES****DHC – DONG HAI JSC OF BEN TRE (HSX)**

**DHC's performance is expected to remain positive:**

**DHC gained VND55 billion in revenues and VND7.6 billion in profit before tax, strong increase compare to the same period last year and to December, 2014.** We forecast that DHC's revenues and net income will continue to get high growth. Because DHC often record the lowest result in the first quarter.

**Lower old corrugated cardboard (OCC) price brings higher profit margin for DHC since 2Q2015.** DHC imported OCC at USD200/ ton in early 2014 and at USD190 in 4Q2014. The company signed OCC imported contract at the price of USD180/ton (-10% yoy). The OCC will be in DHC's warehousing in May, 2015.

**Higher electricity price will raise DHC's production cost.** However, because OCC accounted 61.74% of cost of goods sold while electricity occupy 7.38%, we estimate that DHC's profit margin will be higher.

**We recommend STRONG BUY for DHC stock with target price of VND29,900 per share in the next 12 months ([link](#)).** DHC is now traded at attractive P/E of 7.3x. The company overcame the most difficult period in 2011-2012 due to more efficiency of Giao Long No.1. DHC's performance has impressively improved since Q3 2013 because of new key personel and cost savings policy.

**PVS – PETROVIETNAM TECHNICAL SERVICES CORPORATION (HNX)**

**Strong Growth in 2014:** according to the unaudited financial statement reports published on 05.02.2015, PVS reached 31,373 billion dongs of revenue and 1,765 billion dongs of net profit. While the revenue increased strongly by 23%, the net profit rose slightly by 4%. The reason is that the Amadeus 3D worked ineffective and the marine and FSO/FPSO services was impacted by the plunge in oil price since Jun 2014.

**2015 forecast:** We expect that the PVS's business performance continue to be positive in 2015. We forecast that the revenue will reach 32,878 billion dongs and the net revenue will reach 1,499 billion dongs, Our forecast based on factors as bellows: (1) Amadeus 3D started a new contract from November 2014. (2) FPSO Lam Son will run in whole year. (3) Other operation activities are expected to be positive. **BSC recommends PVS for long-term investment with 1-year target price of VND34,783 / share.**



**BID – BANK FOR INVESTMENT AND DEVELOPMENT OF VIETNAM JSC (HSX)**

We maintain our **POSITIVE** view on BID as stated in the 2015 Sector Outlook Report for (1) accelerated growth in earnings, (2) conservative approach to loan loss provision and (3) share issuance for strategic investor in 3Q2015.

**Operating income remains positive:** PBT was 6,065 billion VND (+14.7%), ranking second in the sector, and ROE = 14.5%. Total asset growth was 18%, credit to the economy growth was 17% and deposit growth was 30.2% despite the falling interest rates during the year. In 2014, BID sold 6,000 billion VND to VAMC. Provision expense for loan loss was 6,100 billion VND and Provision/NPL rate increased from 69.5% to 83%. NPL rate was down to 1.9%, much lower than the industry average of 3.9%. But it is expected to pick up slightly in 1Q2015 and 3Q2015 as Circular 02 is executed and regulation on debt restructuring without reclassifying in Circular 09 is no longer valid.

**In 2015, BID plans to reserve 8,100 billion of provision for bad debts (including provisions for corporate bonds).** Deposit is expected to grow by 16.5%, and credit growth is 16%. PBT will reach 7,500 billion and NPL will remain less than 3%. Thus, Profit before provisions is to rise by 25% yoy. The basis for this growth is the expected economic recovery, especially export sectors and sectors benefiting from free trade agreements. BID also determines to promote the retail segment with a target of 20% growth.

**However CAR is only 9.27%, much lower than the industry average of about 13%, putting burning pressure on BID's capital.** In 1Q or by the end of 2Q, BID will receive 2,700 billion VND from SBV (who currently holds 95.76% of the total shares). At the same time, the bank is dealing with two partners and expects to issue additional shares worth 8,000 billion VND for strategic shareholders by 3Q2015 to lift its CAR to 11%. Therefore, the share will be diluted by about 28% and fully diluted EPS 2015 is estimated at 1,475 VND, not to mention the additional issue of shares for a possible M&A.

**LDR reached 88% in 2014.** LDR regulated in Circular 36 is 90% for State-owned banks and 80% for Commercial banks, but SBV has no formal statement to categorize BID to State-owned or Commercial banks. In case it is classified as Commercial banks, BID will have to reduce its aggressive lending and increase deposits to meet such regulation, which also reduces part of the bank's profit.



### TECHNICAL ANALYSIS

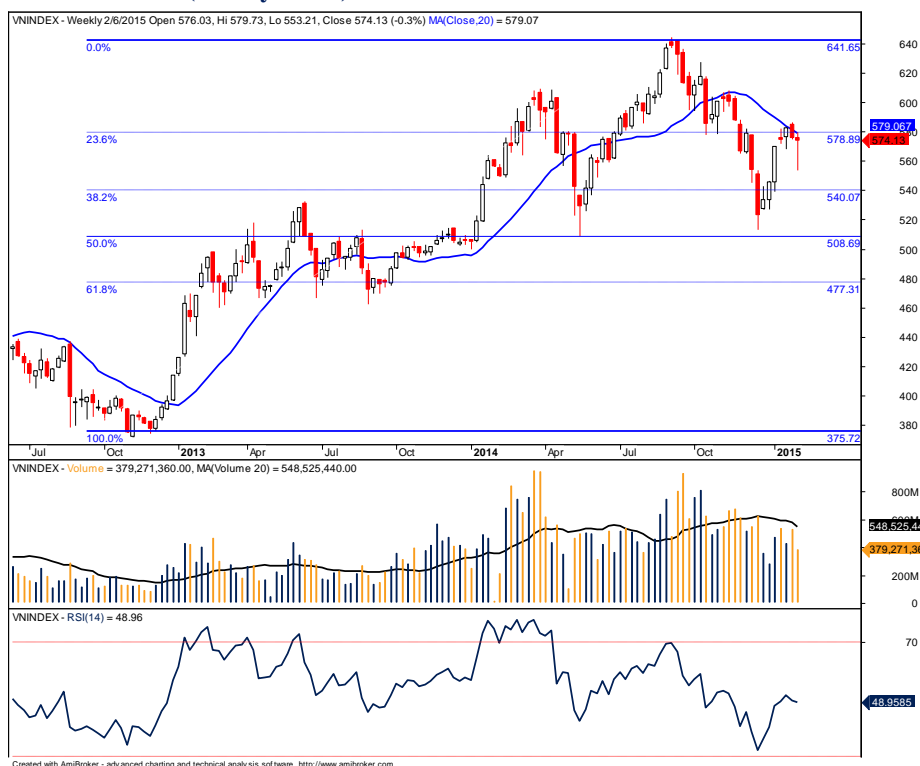
The market continue to maintain strong momentum in the last session of this week, the green candle is close the resistance at 575, closing at 574.13, up 6.96 points. The trading volume is 0.83 times compared to the previous session.

Observe the chart today, the VN-Index increased sharply in the beginning of the session above the level 570, and easy to maintain this level until the end of the session in the morning. The end of the session, the momentum is still strong today, bringing the market closer the level 575.

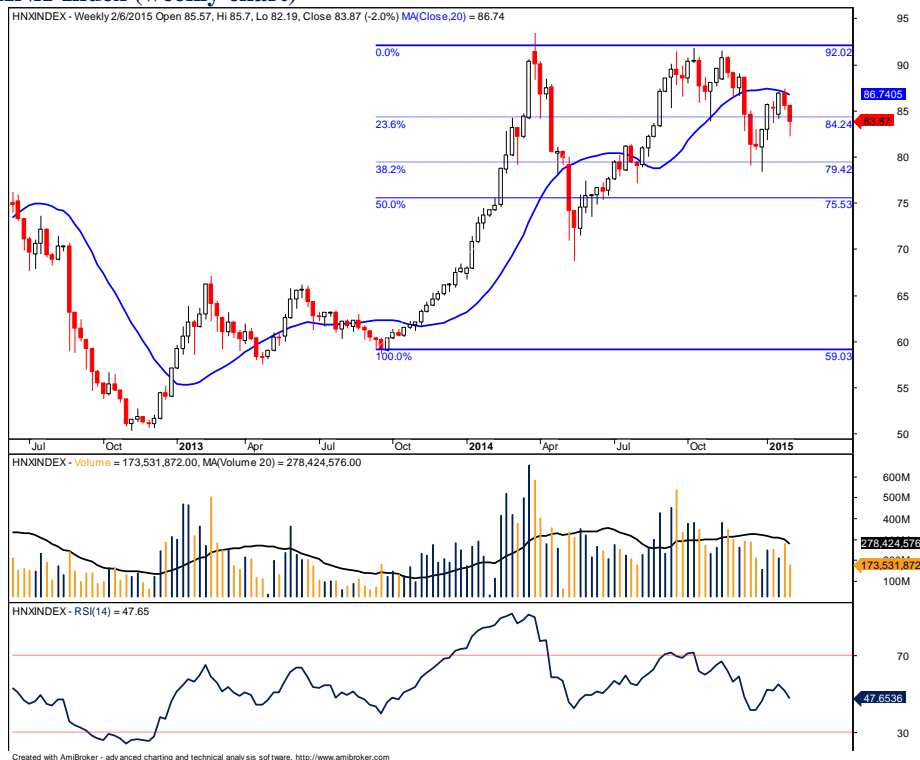
The VN index was above the average line MA (15). The Stochastics indicator signal is below the slow signal line, recovering after hitting the line 20. The Momentum indicator was sideways, the MFI (14) rebounded after hitting the line 40, RSI (15) recovery.

The market constantly breaks the resistance levels and approaching the 575 very soon, new support in the market reached 565. This candle put the market to exit the mouth of bottom formed by three green candles this week back towards the resistance at 575 very fast. In the next session, the momentum can be maintained longer, the volume can also improve, the market is likely to win the level 575.

### VN-Index (weekly chart)



### HNX-Index (weekly chart)



**WEEKLY REPORT***02 Feb – 06 Feb 2015***SHORT-TERM PORTFOLIO**

No.	Ticker	Long day	Buying Price	Current Price	Unrealized gain/loss	Recommendation	Cutloss	Target price
1	PVS	3/2/2015	27.9	28	0.36%	Hold	<26	30.7
2	VCB	4/2/2015	32.7	36	10.09%	Hold	<30.4	36.0
Average					5.23%			



**WEEKLY REPORT**

02 Feb – 06 Feb 2015

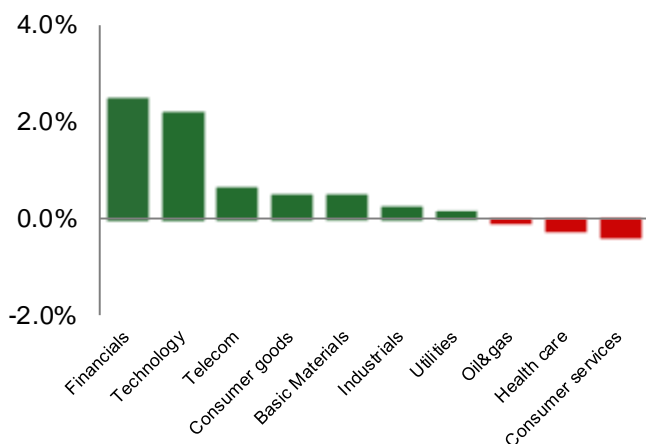
**CANSLIM PORTFOLIO**
**Opening positions**

No.	Ticker	Bought on	Bid Price	Last week Price	Current Price	Performance previous/recent 7-day	Unrealized gain/loss	Target Price	Cutloss
1	DBC	2014-01-14	28.8	29.0	29.6	2.07%	2.78%	34.6	26.5
2	DHC	2014-01-14	21.5	20.5	20.9	1.95%	-2.79%	25.8	19.8
3	BVS	2014-08-13	13	14	14.2	1.43%	9.23%	15.6	12.0
4	HVG	2014-01-14	21.2	20.8	21	0.96%	-0.94%	25.4	19.5
5	TCM	2014-08-22	31.8	33	33.3	0.91%	4.72%	38.2	29.3
6	DCL	2015-01-27	49.7	47.9	48.1	0.42%	-3.22%	59.6	45.7
7	DRC	2014-08-14	53	60.5	60.5	0.00%	14.15%	63.6	48.8
8	REE	2015-01-27	29.1	28.5	28.5	0.00%	-2.06%	34.9	26.8
9	FPT	2015-01-12	48.3	47.5	47.3	-0.42%	-2.07%	58.0	44.4
10	ASM	2015-01-27	9.2	9.2	9.1	-1.09%	-1.09%	11.0	8.5
11	FMC	2015-01-27	24.8	24.7	24.3	-1.62%	-2.02%	29.8	22.8
12	VIC	2014-07-07	47.74714	48	46.9	-2.29%	-1.77%	57.3	43.9
13	SAM	2014-09-23	12.07	12.4	12	-3.23%	-0.58%	14.5	11.1
14	IJC	2014-07-02	12.9	13	12.5	-3.85%	-3.10%	15.5	11.9
Average						-0.34%	0.80%		

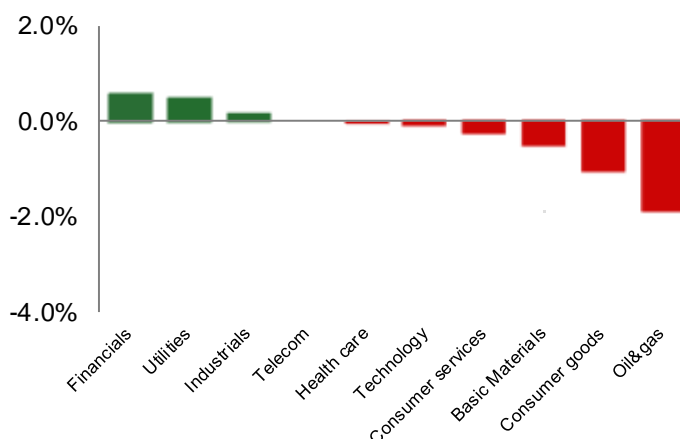


## MARKET STATISTICS

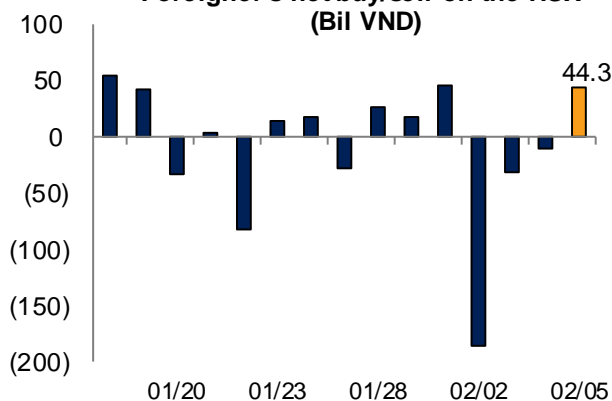
Sector's % change on the HSX



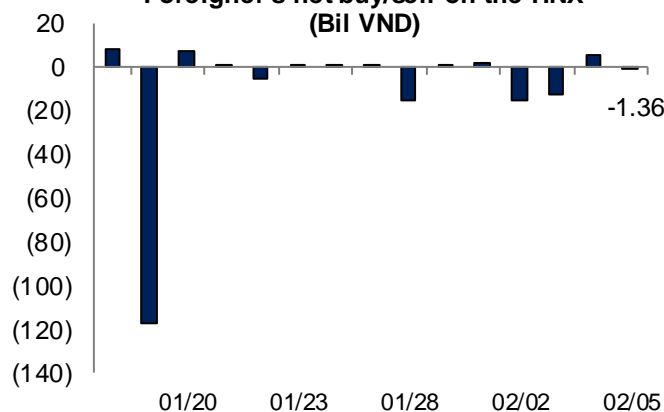
Sector's % change on the HNX



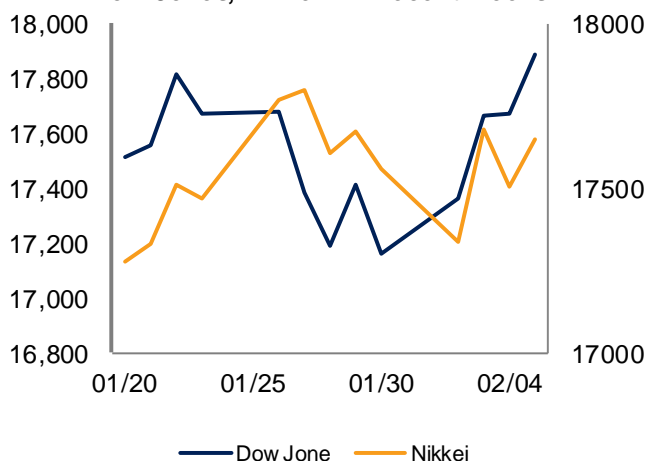
Foreigner's net buy/sell on the HSX (Bil VND)



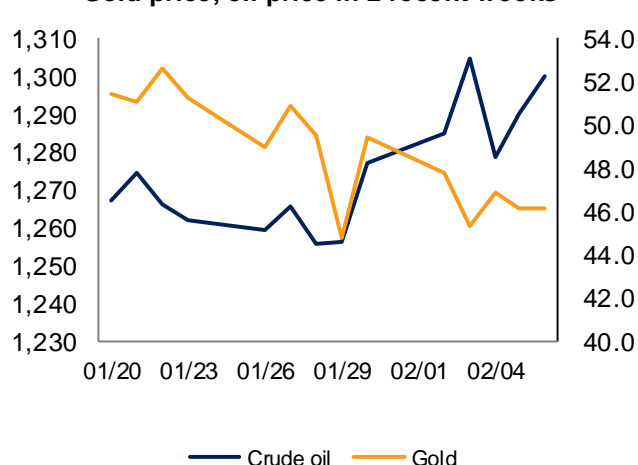
Foreigner's net buy/sell on the HNX (Bil VND)



Dow Jones, Nikkei in 2 recent weeks

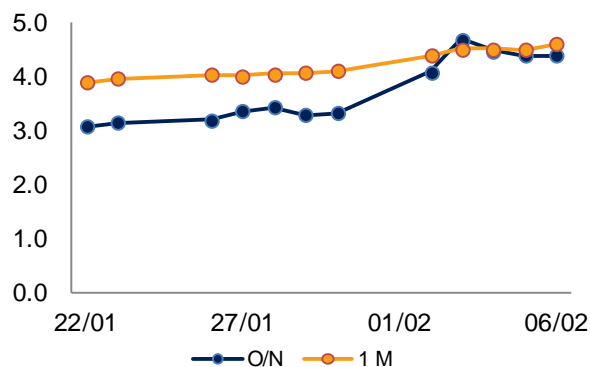


Gold price, oil price in 2 recent weeks

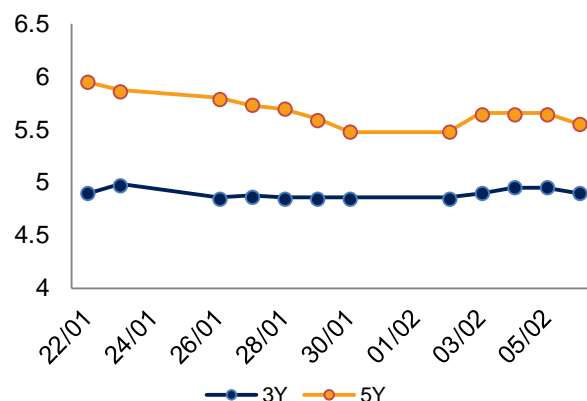


## MACRO STATISTICS

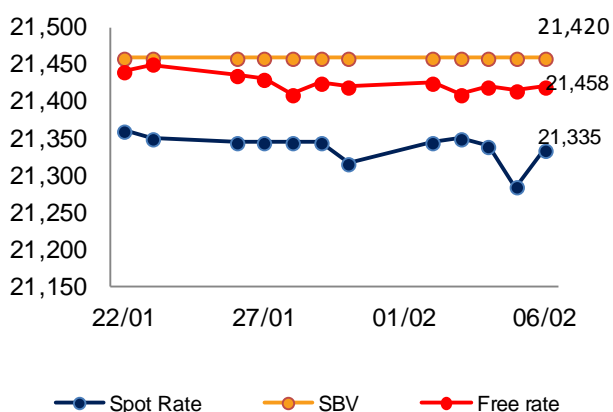
Interbank VND interest rate 2 recent weeks



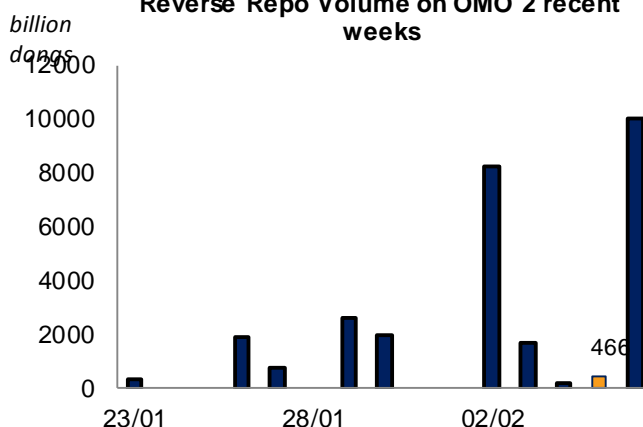
Government Bond Yields 2 recent weeks



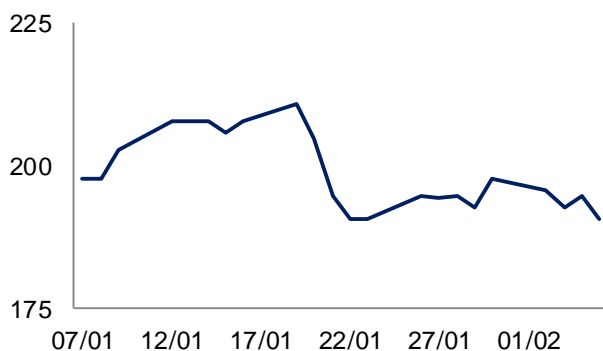
USD/VND rate 2 recent weeks



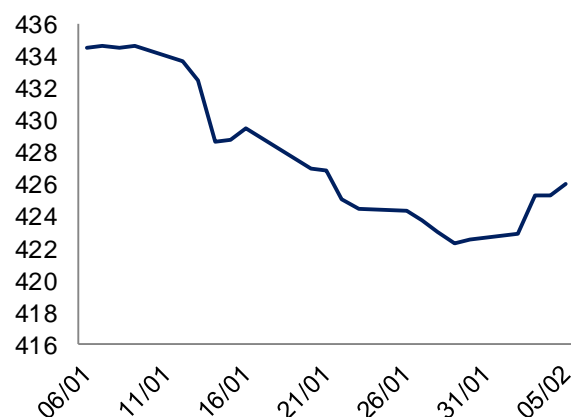
Reverse Repo Volume on OMO 2 recent weeks



Vietnam CDS (5Y)



World Commodities CRB Index





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