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Vietnam Daily Monitor

Rally will occurs on Wednesday

Summary

The market fell mainly in the afternoon and had recovered slightly in the ATC session.

Foreign investors kept selling for the second consecutive session on HSX.

General market liquidity continued to decline slightly.

The notable gainers were STB (+ 2%), JVC (+ 2.7%), and TMT (+ 6.1%).

Recommendation

We believe that the current selling action of foreingers is the short-term taking profit.

Risk lovers consider open positive when the VN-Index moves back to its support level between 580 and 584 points. However, investors should quickly cut loss in case of the negative scenario, in which VN-Index and numerous leading stocks puncture technically its support level, occurs.

Company Update

TNG - Investment Corporation and Trade TNG

Stock recommendations

Short-term portfolio: Open position in PVT

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VN-INDEX **588.44**

Value: VND 1475.06 bil **-5.53 (-0.93%)**

Foreigners (net): -VND 115.12 bil

HNX-INDEX **85.9**

Value: VND 492.1 bil **-0.89 (-1.03%)**

Foreigners (net): VND 2.89 bil

UPCOM-INDEX **65.63**

Value: VND 92.91 bil **1.17 (1.82%)**

Foreigners (net): VND 2.89 bil

Macro Indicators

Macro Indicators	Value	% Chg
Crude oil	49.7	0.2%
Gold	1,175	0.7%
USDVND	21,365	0.1%
EURVND	23,272	0.5%
JPYVND	17,675	0.0%
1-month Interbank rate	4.3%	-
5yr VN Treasury Yield	5.4%	-

Source: Bloomberg, BSC Research

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This report must be read with the Disclosure, located at the end of this report.

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Market highlights

The market fell mainly in the afternoon and had recovered slightly in the ATC session, but it was not enough to retake the green. At closing, the VN-Index and HNX-Index fell by 0.93% and 1.03%, and closed at 588.4 points and 85.9 points, respectively.

Foreign investors kept selling for the second consecutive session on HSX with net value of over VND 115 billion, mainly focused on large-cap stocks such as VCB, GAS and HPG. This is one among several reasons for the decline of indices.

General market liquidity continued to decline slightly. The selling pressure was not really remarkable, it seemed a short-term profit taking.

Market breadth was quite negative when there were 123 gainers / 298 losers on both floors. Most bank, energy, securities and real estate stocks declined. The notable gainers were STB (+ 2%), JVC (+ 2.7%), and TMT (+ 6.1%).

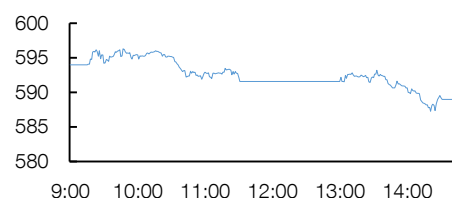
Recommendations

After 15 sessions of net buying, foreign investors stopped buying and turned to sell for the second session in a row on HSX. We believe that the current selling action of foreigners is the short-term taking profit. If foreigners stop selling, the market equilibrium might return soon. We also note that support news are typically released at the end of Q1 such as earnings, shareholders' meeting, dividends, etc. Therefore, we continue to maintain a positive view on the market.

Risk lovers consider open positive when the VN-Index moves back to its support level between 580 and 584 points. However, investors should quickly cut loss in case of the negative scenario, in which VN-Index and numerous leading stocks puncture technically its support level, occurs.

Exhibit 1

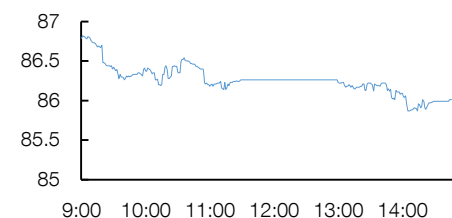
VN-Index Intraday



Source: Bloomberg, BSC Research

Exhibit 2

HNX-Index Intraday



Source: Bloomberg, BSC Research

Exhibit 3

Top 5 volume leaders

Ticker	Volume	Price	% Chg
FLC	10.6	11.1	-0.9
HQC	7.7	7.1	1.4
KBC	5.6	16.9	-0.6
HAI	5.4	15.5	-6.6
VHG	4.1	12.6	-3.1

Source: Bloomberg, BSC Research

Exhibit 4

Foreign transaction

Top foreign buy	Value	Top foreign sell	Value
VIC	6	PDR	-57.6
HBC	5.3	VCB	-22.1
PVT	4.7	GAS	-13.2
BID	4.7	HPG	-11.2
CEO	1.6	DBC	-1.2

Source: BSC Research

Do Nam Tung

Quantitative Analyst

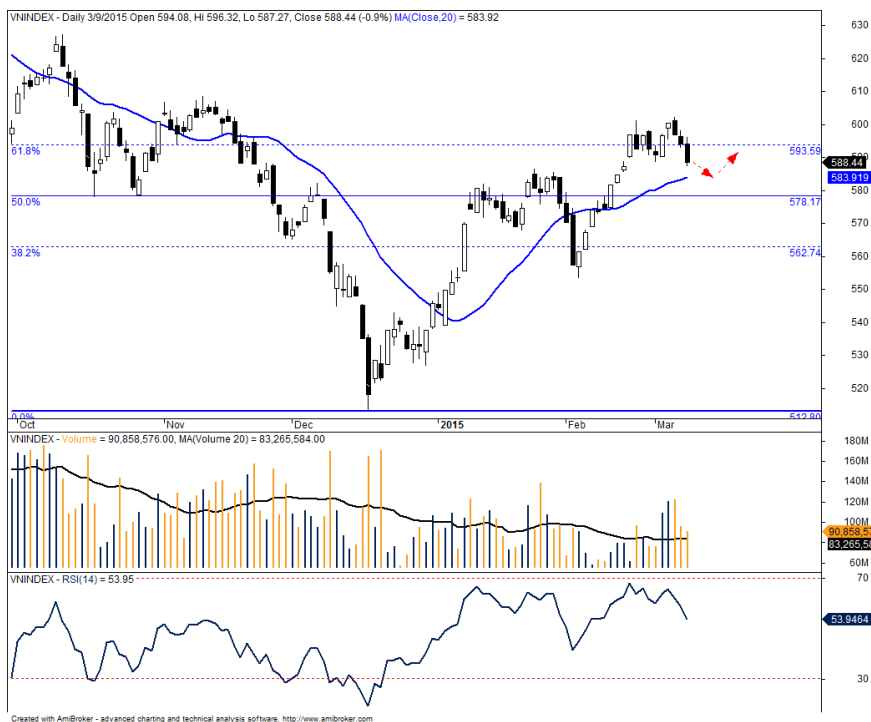
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Technical Views

The consecutive third session decline that the market cannot sustain the support level of 590 points, respectively liquidity decreased 0.95 times compared to the previous trading session, the VN-Index dropped to the average line SMA (15) in the short term, ending at 588.44 points, lost 5:53 points.

Volatility declined from the beginning to the end of the session today, with the decline of the technical indicators MFI (14), Momentum, RSI (15) show that the cash flow is showing signs of weakening. The MACD tends below its signal indicator that shows the ending of the uptrend.

The market is going to the lower support- resistance, the region 585-590 points. In the next session, the VN-Index necessary to conquer the resistance level of 590 what was lost, this level is still seen as a trustful support for the market formed from the previous week.



Stock recommendations

Short-term portfolio

No.	Ticker	Date	Buy price	Current price	Performance	Recommendation	Cutloss	Target
1	BCC	2/3/2015	18	19.1	6.1%	Hold	12.6	19.8
2	HT1	5/3/2015	19.7	20.1	2.0%	Hold	13.8	21.7
3	PVT	9/3/2015	14.3	14.3	0.0%	Buy	13.3	16
Average					3.6%			

Source: BSC Research

Short-term portfolio: Open position in PVT.

Canslim portfolio

No.	Ticker	Date	Buy price	Current price	Performance	Recommendation	Cutloss	Target
1	VIC	7/7/2014	47.7	49.7	4.1%	Hold	43.9	57.3
2	IJC	2/7/2014	12.9	12.7	-1.6%	Hold	11.9	15.5
3	ASM	27/1/2015	9.2	10	8.7%	Hold	8.5	11.0
4	BVS	13/8/2014	13.0	14.6	12.3%	Hold	12.0	15.6
5	SAM	23/9/2014	12.1	12.8	6.0%	Hold	11.1	14.5
6	DCL	27/1/2015	49.7	47.3	-4.8%	Hold	45.7	59.6
7	DHC	14/1/2014	21.5	21.4	-0.5%	Hold	19.8	25.8
8	HVG	14/1/2014	21.2	21.6	1.9%	Hold	19.5	25.4
9	REE	27/1/2015	29.1	27.7	-4.8%	Hold	26.8	34.9
10	DBC	14/1/2014	28.8	30.1	4.5%	Hold	26.5	34.6
11	FPT	12/1/2015	48.3	49.2	1.9%	Hold	44.4	58.0
12	FMC	27/1/2015	24.8	26.2	5.6%	Hold	22.8	29.8
13	DRC	14/8/2014	53.0	59.5	12.3%	Hold	48.8	63.6
14	TCM	22/8/2014	31.8	34	6.9%	Hold	29.3	38.2
Average					3.76%			

Source: BSC Research

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Company updates

TNG – Investment Corporation and Trade TNG (HNX)

BSC Research Department visited TNG on 06/03/2015. Through discussions, we find that there are some notable features in the operation of the business as follows:

We appreciate the impressive profit growth of TNG. Net profit in Jan 2015 was VND 4.2 billion, which is equivalent to the profit of the first quarter of 2014, though textile company's revenue normally surges from May to November.

We appreciate that TNG probably outperform its plan. In 2015, the company aims to achieve a revenue of VND 1,780 billion (equivalent to USD 84 million - an increase of 29% yoy), profit after tax is VND 75 billion (up 41 % yoy). In case of plants running with a sufficient number of workers to run 100% of capacity, the expected profit is VND 111 billion. Currently, the company's production lines are operated at around 70 -80% of its productivity due to the competition of work force inside the province with Samsung. By the end of Feb 2015, signed orders were USD 45.1 million (reaching 54% of the annual target). Most plants have orders until 07/2015, several plants have orders until 08/2015.

The company will continue to use short-term loan to finance medium-long term activities. In early 2015, TNG has successfully issued 4,935,819 shares to existing shareholders and 718,819 shares under the ESOP. Expected closing date for stock transfer is 10/05/2015, the expected number of shares rise to 21,998,003 shares. In this Annual Meeting of Shareholders, TNG consider to increase capital with the ratios 4:1 to the existing shareholders at the end of this year or early next year, expected issue price will be of VND 10,000 per share. Thus, the number of shares will be 27,497,504.

We estimate that net profit of the company will be around VND 85 to 90 billion. **In case TNG's chartered capital increase in 2016, diluted EPS will be VND 3.863 to 4.091. If that occur in 2015, EPS will be around VND 3.100 to 3.300.**

Market statistics

Top 5 leaders on the HSX

Ticker	Price	% Chg	Index pt	Volume
HPG	48.6	2.97	0.389	1.11MLN
STB	20	2.04	0.282	2.87MLN
VCF	216	5.88	0.181	20
HT1	20.1	2.03	0.072	413800
TMS	52	7	0.045	3670

Top 5 leaders on the HNX

Ticker	Price	% Chg	Index pt	Volume
NVB	6.8	4.62	0.056	56600
PVI	18.1	0.56	0.014	1300
LDP	52.9	9.07	0.009	100
VMC	22.9	9.57	0.008	2900
CHP	16	0.63	0.007	135500

Top 5 lagers on the HSX

Ticker	Price	% Chg	Index pt	Volume
GAS	78	-1.89	-1.615	332440
VCB	36.4	-2.41	-1.363	1.18MLN
BID	18.1	-2.16	-0.639	1.68MLN
CTG	18.7	-2.09	-0.301	1.47MLN
BVH	37.1	-1.59	-0.232	518330

Top 5 lagers on the HNX

Ticker	Price	% Chg	Index pt	Volume
KLS	10.4	-7.96	-0.112	1.10MLN
PVS	27.2	-1.09	-0.083	770600
VCG	13.3	-2.21	-0.082	678300
ACB	16.9	-0.59	-0.058	159700
SHB	8.8	-1.12	-0.055	1.44MLN

Top 5 gainers on the HSX

Ticker	Price	% Chg	Index pt	Volume
TMS	52	7	0.045	3670
VPH	11.5	6.48	0.012	106380
CMX	8.3	6.41	0.004	216860
TMT	27.6	6.15	0.028	154370
UDC	5.4	5.88	0.006	368940

Top 5 gainers on the HNX

Ticker	Price	% Chg	Index pt	Volume
VTS	7.7	10	0.001	100
PJC	14.4	9.92	0.003	7500
VMC	22.9	9.57	0.008	2900
CJC	25.3	9.52	0.003	100
SDP	10.4	9.47	0.006	301200

Top 5 losers on the HSX

Ticker	Price	% Chg	Index pt	Volume
VTF	33.5	-6.94	-0.059	20
CMV	14.9	-6.88	-0.008	1000
STG	23.1	-6.85	-0.008	1750
RDP	17.7	-6.84	-0.011	110
LGC	31.5	-6.8	-0.095	27270

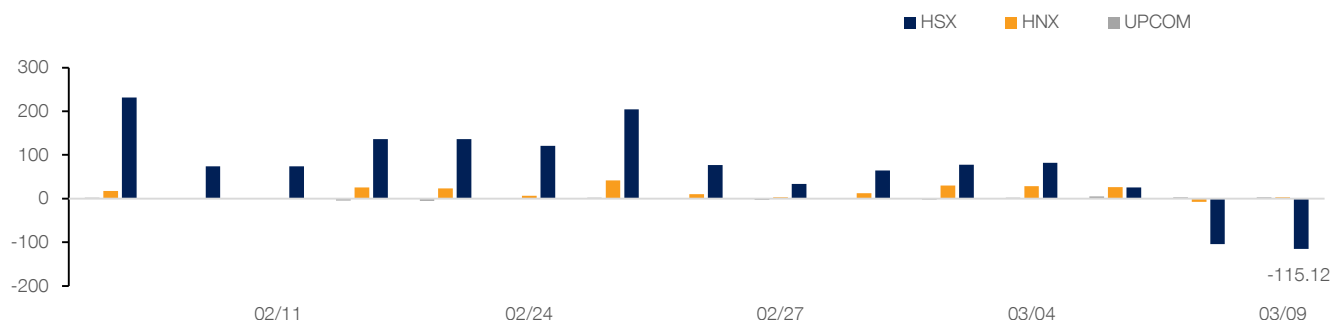
Top 5 losers on the HNX

Ticker	Price	% Chg	Index pt	Volume
CAN	26.1	-10	-0.009	400
ONE	9.1	-9.9	-0.003	31100
DID	4.6	-9.8	-0.002	10100
NHA	9.3	-9.71	-0.005	100
KMT	5.8	-9.38	-0.004	500

Source: Bloomberg, BSC Research

Exhibit 6

Foreign transaction



Source: BSC Research

Disclosure

The information, statements, forecasts and projections contained herein, including any expression of opinion, are based upon sources believed to be reliable but their accuracy completeness or correctness are not guaranteed. Expressions of opinion herein were arrived at after due and careful consideration and they were based upon the best information then known to us, and in our opinion are fair and reasonable in the circumstances prevailing at the time. Expressions of opinion contained herein are subject to change without notice. This document is not, and should not be construed as, an offer or the solicitation of an offer to buy or sell any securities. BSC and other companies in the BSC and/or their officers, directors and employees may have positions and may affect transactions in securities of companies mentioned herein and may also perform or seek to perform investment banking services for these companies. This document is for private circulation only and is not for publication in the press or elsewhere. BSC accepts no liability whatsoever for any direct or consequential loss arising from any use of this or its content. The use of any information, statements forecasts and projections contained herein shall be at the sole discretion and risk of the user. No part of this material may be (i) copied, photocopied or duplicated in any form by any mean or (ii) redistributed without the prior written consent of BIDV Securities Company (BSC).

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