



Wed, June 10, 2015

Vietnam Daily Monitor

Selling pressure may decline

BSC's Forecast on the stock market

	Negative	Neutral	Positive
Day 11/6/2015			•
Week 8/6-12/6/2015			•
Month 6/2015			•

Summary

Market mixed on Wednesday because Oil & Gas and steel stocks boosted while automobiles and banks shares continues declining. However, market breadth was more balanced with 202 advancers / 187 losers on both exchanges.

Recommendation

We believe the correction will persist tomorrow under profit-taking pressures.

If VN-Index's support level of 568-570 pts is not broken, short-term buying opportunities may appear due to VN-Index successfully re-test this support line. In contrast, if VN-Index fall below 568 – 570 pts, we believe that investors should quickly reduce weight of shares in portfolio and wait for other reversal signal.

Company update

STK - Century Synthetic Fiber Corp

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VN-INDEX **574.10**
Value: 1954.3 bil **-0.37 (-0.06%)**
Foreigners (net): -VND 105.07 bil

HNX-INDEX **87.5**
Value: 669.22 bil **0.45 (0.52%)**
Foreigners (net): VND 7.73 bil

UPCOM-INDEX **61.83**
Value 16.4 bil **0 (0%)**
Foreigners (net): VND 1.85 bil

Macro indicators

	Value	% Chg
Crude oil	61.4	2.1%
Gold	1,189	1.0%
USDVND	21,803	0.0%
EURVND	24,630	0.2%
JPYVND	17,756	1.3%
1-month Interbank ra	4.5%	-
5yr VN Treasury Yiel	6.3%	-

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

Oil & Gas stocks traded in the green on Wednesday thanks to the impressive increase of oil prices.

Several consummate gainers today include LCG, DXG and VIS. Conversely, HHS continued closing at floor due to profit-taking pressure. Similarly, JVC also decreased by 6.6% because of the negative rumors related to this company.

Market breadth was more balanced with 202 advancers / 187 losers on both exchanges.

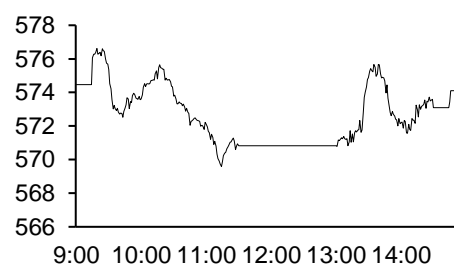
Recommendations

We believe that numerous fundamental stocks will be continually faced with moderate profit-taking pressure, especially several recent highly profitable gainers as VCB, HHS and CII, which directly impact on the indices. Market volume dropped today, hence it is possible that investors have successfully declined stock proportions to safe level. The selling pressure in coming sessions will probably not too strong, however, it must have a corresponding demand to keep the market in balance.

If VN-Index's support level of 568-570 pts is not broken, short-term buying opportunities may appear due to VN-Index successfully re-test this support line. In contrast, if VN-Index fall below 568 – 570 pts, we believe that investors should quickly reduce weight of shares in portfolio and wait for other reversal signal.

Exhibit 1

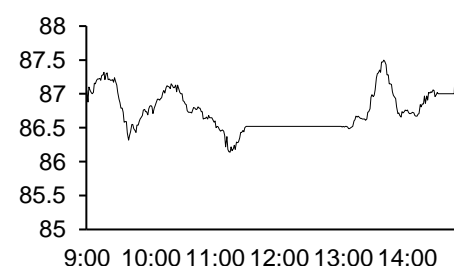
VN-Index Intraday



Source: Bloomberg, BSC Research

Exhibit 2

HNX-Index Intraday



Source: Bloomberg, BSC Research

Exhibit 3

Top 5 volume leaders

Ticker	Volume	Price	% Chg
FLC	15.87	9.4	3.3
CII	13.02	22.9	-1.29
HAI	4.78	9.7	1.04
DLG	4.71	9.4	1.08
HQC	4.7	5.8	-1.69

Source: Bloomberg, BSC Research

Exhibit 4

Foreign transaction

Top buy	Value	Top sell	Value
SSI	28.3	HPG	34.4
GAS	7.6	HHS	23.5
HSG	3.8	PVD	19.5
VHC	2.6	CTG	13.5
#REF!	#REF!	SHB	1.6

Source: BSC Research

Stock recommendations

Short-term portfolio

No.	Ticker	Date	Buy price	Current price	Performance	Recommendation	Cutlosses	Target
1	VCG	26/5/2015	13	14	7.7%	Hold	12.2	14.5
2	TDH	26/5/2015	16.8	16.4	-2.4%	Hold	15.8	18.5
Average					2.7%			

Source: BSC Research

CANSLIM portfolio

No.	Ticker	Date	Buy price	Current price	1w performance	Unrealized gain/loss	Cutlosses	Target
1	MBB	27/4/2015	13.8	13.9	0.0%	0.7%	12.7	16.5
2	SD6	24/3/2015	14.7	14.6	-2.0%	-0.7%	13.6	17.5
3	VIC	7/7/2014	47.7	48.6	-0.4%	1.8%	43.9	57.3
4	FPT	12/1/2015	48.3	44.6	-0.4%	-7.7%	44.4	58.0
5	DHC	14/1/2014	21.5	22.8	-0.4%	6.0%	19.8	25.8
6	FMC	27/1/2015	24.8	24.8	0.8%	0.0%	22.8	29.8
Average					-0.4%	0.0%		

Source: BSC Research

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Company updates

STK - Century Synthetic Fiber Corp

Vietnam has a total of 5 factories in production of polyester fiber; with Formosa is the main rival of STK. 5 polyester fiber factories in Vietnam are STK (capacity 37,000 tons of high quality DTY & FDY), Formosa (capacity 38,000 tons of high quality DTY & FDY), Hualon (capacity 84,000 tons of DTY & FDY in low price segment), Dong Tien Hung (capacity 20,400 tons of DTY & FDY in low price segment) and PVTex (not official activities).

Continuing investment in capacity, the total capacity is in target of 60,000 tons by 2017. The capacity of STK is 37,000 tons, is expected to increase to 7,500 tons in July 2015 after half of the third phase in Trang Bang was officially put into operation, bringing total capacity up to 44,500 tons. Operating capacity is expected to be 41,000 tons in 2015. Total capacity will be of 60,000 tons in 2017 after finishing the fourth phase of Trang Bang factory.

STK products are mainly exported. In the year 2014, the structure of exports accounted for 77% of total revenue, the remaining 23% is consumed in the country (some local customers as TCM, Thai Tuan, ...). STK has a large network of customers across the globe, in Q1/2015, STK has 4 new customers, bringing the total number of customers to 938.

PAT 2014 of STK had impressive growth of 42.62% yoy, reaching VND 106 billion. Net Revenue reached VND 1457.52 billion in 2014 increased by only 0.31% yoy due to reduced fiber prices, but profit after tax rose to 42.62% yoy due to (1) Gross margin improved by increasing the proportion of fiber products with better profit margin (gross margin of 14.6% in 2014 compared with 12.2% of 2013); (2) efficiently managing, price gap increased by 5.9% compared to 2013; (3) good cost control management (accounting for 4.59% Net revenue - the lowest level in 5 years); (4) Interest expense fell sharply due to lower interest rates and pay down the principal.

Market statistics

Top 5 leaders on the HSX

Ticker	Price	% Chg	Index pt	Volume
GAS	63.5	1.6	1.034	211270
MSN	80	1.27	0.401	64730
HPG	28.3	4.81	0.347	3.19MLN
HSG	40.8	5.7	0.121	237120
PVD	53.5	0.94	0.083	979880

Top 5 laggards on the HSX

Ticker	Price	% Chg	Index pt	Volume
VCB	43.3	-2.04	-1.308	630440
CTG	19.4	-1.02	-0.406	2.40MLN
VIC	48.6	-0.82	-0.318	476610
HT1	22.8	-4.6	-0.191	558840
HHS	26.5	-6.69	-0.115	4.44MLN

Top 5 gainers on the HSX

Ticker	Price	% Chg	Index pt	Volume
KSB	34.7	29.63	0.078	4810
VIS	7.7	6.94	0.013	221660
HAX	10.9	6.86	0.004	7130
SII	26.9	6.75	0.054	3350
COM	33.4	6.71	0.016	10

Top 5 losers on the HSX

Ticker	Price	% Chg	Index pt	Volume
EVE	24.2	-6.92	-0.027	300
STG	25.8	-6.86	-0.009	230
HHS	26.5	-6.69	-0.115	4.44MLN
VLF	4.2	-6.67	-0.002	3180
JVC	19.8	-6.6	-0.086	1.75MLN

Source: Bloomberg, BSC Research

Top 5 leaders on HNX

Ticker	Price	% Chg	Index pt	Volume
VNR	26	7.44	0.145	2000
PVS	27.9	1.45	0.11	2.05MLN
SHB	8	1.27	0.055	1.92MLN
VCG	14	1.45	0.054	859200
PVC	28.1	5.24	0.043	2.45MLN

Top 5 laggards on the HNX

Ticker	Price	% Chg	Index pt	Volume
PVI	17.1	-1.16	-0.029	30400
SD9	13.5	-8.16	-0.023	47400
NVB	6.7	-1.47	-0.019	2500
BCC	16.7	-1.76	-0.018	136300
API	13.5	-6.25	-0.015	1.87MLN

Top 5 gainers on the HNX

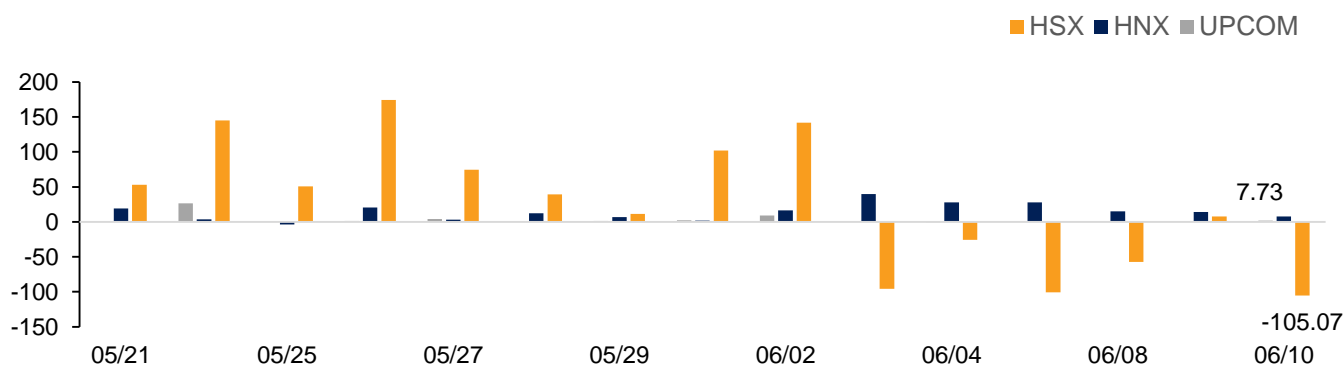
Ticker	Price	% Chg	Index pt	Volume
BXH	13.2	10	0.002	100
KTS	15.4	10	0.004	100
SGH	46.5	9.93	0.009	100
SDG	27.8	9.88	0.01	100
CX8	6.7	9.84	0.001	100

Top 5 losers on the HNX

Ticker	Price	% Chg	Index pt	Volume
ARM	24.3	-10	-0.004	1900
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

Exhibit 3

Foreign transaction



Source: HSX, HNX, 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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