

Thu, May 26, 2016

Vietnam Daily Review

Retreat after slight recovery

BSC's Forecast on the stock market

| | Negative | Neutral | Positive |
|---------------------|----------|---------|----------|
| Day 27/5/2016 | • | | |
| Week 23/5-27/5/2016 | | • | |
| Month 5/2016 | | | • |

Summary

VN-Index plunged after slight rebound at supportive MA 15. Cash flow continued to remain low and the majority of Bluechips were in red and sold strongly. Losers overwhelmed gainers. Despite that WTI stood at the top of 10 months, it couldn't lift the whole oil and gas group. In contrast, the movement of penny stocks such as ATA, PTL, PXT and seafood and seaport stocks that we recommended were better than the overall market.

HNX-Index and UPCoM-Index movements were similar to VN-Index.

Market movements are irregular and inversely to interest rate movements. Interbank interest rates fell due to excess liquidity and SBV held net position on OMO for 4 consecutive weeks. Export from agriculture, fishery and forestry showed positive performance for the recent 5 months.

Recommendation

Overall market has stepped into short-term downtrend. Opening long position and predicting bottom in the context of lacking market information, declining Bluechips, low liquidity is very risky. Investors should continue to reduce portfolio weights and observing VN-Index movements when the index is approaching the next supportive levels at 598, 590.

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VN-INDEX **604.34**

Value: 1724.38 bil **-7.55 (-1.23%)**

Foreigners (net): VND 90.767 bil

HNX-INDEX **81.06**

Value: 416.8 bil **-0.21 (-0.26%)**

Foreigners (net): VND 28.842 bil

UPCOM-INDEX **56.09**

Value 37.28 bil **-0.31 (-0.55%)**

Foreigners (net): VND 2.979 bil

Macro indicators

| | Value | % Chg |
|------------------------|--------|-------|
| Crude oil | 49.7 | 0.4% |
| Gold | 1,228 | 0.2% |
| USDVND | 22,360 | 2.1% |
| EURVND | 24,973 | 0.2% |
| JPYVND | 19,905 | -1.9% |
| 1-month Interbank rate | 3.6% | - |
| 5yr VN Treasury Yield | 6.2% | - |

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

Foreign investors remained net buyers on HOSE and HNX, reopening net buy on UPCOM.

VN-Index could not keep the support level of 608 points, confirming the short-term downtrend. The number of decliners, including many Bluechips, overwhelmed number of advancers on 2 exchanges, 262 decliners/145 advancers.

Market liquidity continues to remain low, intraday decline came mainly from Bluechips (VIC, BID, VCB, GAS, MSN, CTG). On the contrary, penny stocks such as ATA, PTL, PXL, and seaports, seafood were more positive in the session.

Market movements are irregular and inversely to interest rate movements. Excess liquidity in the banking system, interbank interest rates fell sharply - SBV kept net position in OMO for 4 consecutive weeks. According to data from the Credit Department (SBV), credit growth reached 3.69% on 08/05/16 (much higher than the 1.3% in the same period last year). Besides, exports of agricultural, forestry and fisheries for the last 5 months reached more than 12 billion US dollars, up 4.9% from the same period in 2015. The sectors with the strongest growth include: coffee, rubber, cashew nuts, seafood ... this information will be supportive to the related stocks.

Recommendations

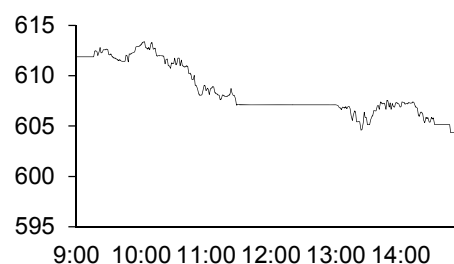
Although foreign investors continued net buying, the market has had one losing session quite after recovery support level at 15. MA market demand remained low and VN-Index has entered the short-term downtrend.

Investors should continue to keep the portfolio weights low, observed market movements at the supports at 598, 590, should not predict bottom when the market does not determine the short-term trend reversals and liquidity is not improved.

Retreat after slight recovery

Exhibit 1

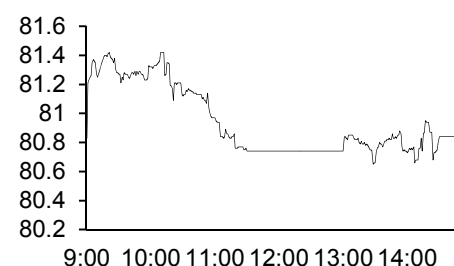
VN-Index Intraday



Source: Bloomberg, BSC Research

Exhibit 2

HNX-Index Intraday



Source: Bloomberg, BSC Research

Exhibit 3

Top 5 volume leaders

| Ticker | Volume | Price | % Chg |
|--------|--------|-------|-------|
| HQC | 7.09 | 5.4 | 0 |
| TSC | 3.84 | 7.3 | -5.19 |
| HAG | 3.61 | 7.7 | -3.75 |
| GTN | 3.37 | 17.2 | -1.71 |
| TLH | 3.36 | 7.9 | -4.82 |

Source: Bloomberg, BSC Research

Stock recommendations

Short-term portfolio

| No. | Ticker | Date | Buy price | Current price | 1w performance | Unrealized gain/ loss | Cutlosses | Target |
|----------------|--------|-----------|-----------|---------------|----------------|-----------------------|-----------|--------|
| 1 | FPT | 14/3/2016 | 48.7 | 47.5 | 0.2% | -2.5% | 45.3 | 54.5 |
| 2 | GMD | 14/3/2016 | 40.4 | 42.9 | 0.9% | 6.2% | 37.6 | 45.2 |
| 3 | GTN | 21/3/2016 | 15.8 | 17.2 | 7.5% | 8.9% | 14.7 | 17.7 |
| 4 | TMS | 9/5/2016 | 66.5 | 69.5 | 2.2% | 4.5% | 60.0 | 74.5 |
| 5 | NCT | 9/5/2016 | 112 | 106 | -5.4% | -5.4% | 107.0 | 125.4 |
| Average | | | | | 1.1% | 2.3% | | |

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 | 15.3 | 1.3% | 10.9% | 13 | 18 |
| 2 | CMG | 17/10/2015 | 14.6 | 14.9 | -0.7% | 2.1% | 17 | 22 |
| 3 | APC | 18/12/2015 | 18 | 16.7 | -4.0% | -7.2% | 17 | 22 |
| 4 | PVD | 19/4/2016 | 22.7 | 29.8 | 16.0% | 31.3% | 21 | 27 |
| 5 | CTD | 29/4/2016 | 168.5 | 175 | -0.6% | 3.9% | 157 | 202 |
| Average | | | | | 2.4% | 8.2% | | |

Source: BSC Research

Market statistics

Top 5 leaders on the HSX

| Ticker | Price | % Chg | Index pt | Volume |
|--------|-------|-------|-----------------|---------|
| EIB | 12.7 | 3.25 | 0.247 | 1.03MLN |
| MBB | 15.3 | 0.66 | 0.08 | 769830 |
| PVD | 29.8 | 1.36 | after slight re | 2.48MLN |
| DCM | 13 | 1.56 | 0.053 | 1.32MLN |
| VHC | 32.1 | 2.88 | 0.042 | 201110 |

Top 5 laggards on the HSX

| Ticker | Price | % Chg | Index pt | Volume |
|--------|-------|-------|----------|---------|
| VNM | 141 | -2.08 | -1.803 | 963010 |
| VIC | 51 | -1.92 | -0.971 | 611130 |
| VCB | 45.3 | -1.52 | -0.934 | 722940 |
| BID | 17.5 | -2.23 | -0.685 | 1.60MLN |
| BVH | 58 | -2.52 | -0.511 | 318530 |

Top 5 gainers on the HSX

| Ticker | Price | % Chg | Index pt | Volume |
|--------|-------|-------|----------|--------|
| GTT | 0.7 | 16.67 | 0.002 | 150900 |
| KSS | 1.1 | 10 | 0.002 | 22960 |
| TIX | 30.7 | 6.97 | 0.024 | 9500 |
| PXT | 7.7 | 6.94 | 0.005 | 640530 |
| HOT | 27.8 | 6.92 | 0.007 | 20 |

Top 5 losers on the HSX

| Ticker | Price | % Chg | Index pt | Volume |
|--------|-------|-------|----------|--------|
| VNH | 0.9 | -10 | 0 | 9870 |
| BTT | 35.6 | -6.32 | -0.013 | 13980 |
| D2D | 30.6 | -5.26 | -0.009 | 2760 |
| VPS | 19.8 | -4.81 | -0.009 | 50 |
| VOS | 2.1 | -4.55 | -0.007 | 10470 |

Source: Bloomberg, BSC Research

Top 5 leaders on HNX

| Ticker | Price | % Chg | Index pt | Volume |
|--------|-------|-------|----------|---------|
| PVR | 3.4 | 9.68 | 0.07 | 100 |
| KKC | 14.5 | 5.84 | 0.069 | 5800 |
| AAA | 24.1 | 7.11 | 0.041 | 1.12MLN |
| VBC | 70.5 | 5.22 | 0.036 | 2400 |
| PEN | 9 | 9.76 | 0.021 | 2900 |

Top 5 laggards on the HNX

| Ticker | Price | % Chg | Index pt | Volume |
|--------|-------|-------|----------|--------|
| | 3.8 | -2.56 | -0.049 | 206800 |
| TV2 | 92.1 | -0.97 | -0.02 | 1700 |
| NTP | 58.8 | -0.17 | -0.016 | 6100 |
| PVG | 7.7 | -1.28 | -0.012 | 26600 |
| L14 | 79 | -4.7 | -0.011 | 800 |

Top 5 gainers on the HNX

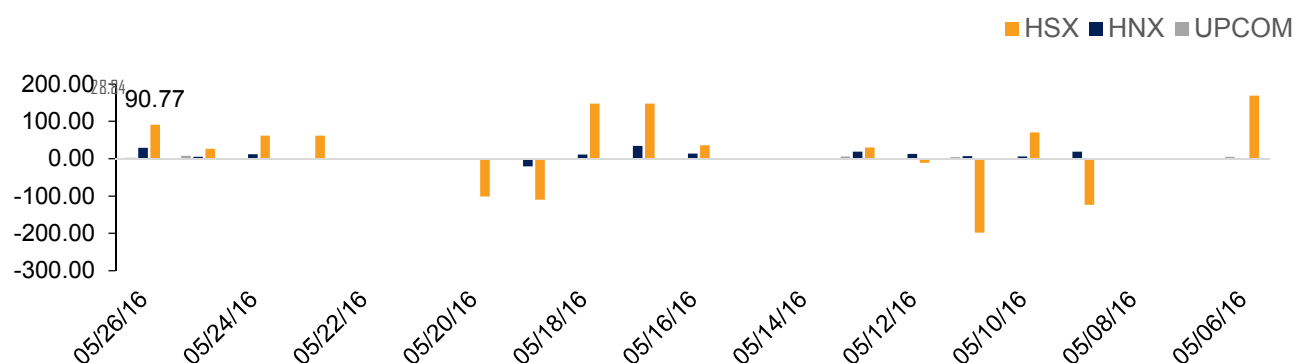
| Ticker | Price | % Chg | Index pt | Volume |
|--------|-------|-------|----------|--------|
| SIC | 12.2 | 9.91 | 0.004 | 2500 |
| TV3 | 54.4 | 9.9 | 0.018 | 200 |
| PEN | 9 | 9.76 | 0.021 | 2900 |
| PVR | 3.4 | 9.68 | 0.07 | 100 |
| TFC | 22.7 | 9.66 | 0.014 | 23900 |

Top 5 losers on the HNX

| Ticker | Price | % Chg | Index pt | Volume |
|--------|-------|-------|----------|--------|
| GMX | 21 | -9.87 | -0.005 | 3200 |
| 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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