

Fri, June 10, 2016

Vietnam Daily Review

Rest for next rally

BSC's Forecast on the stock market

	Negative	Neutral	Positive
Day 13/6/2016		•	
Week 13/6-17/6/2016			•
Month 6/2016		•	

Summary

Last night, oil continued leading the global market as the correction in oil prices made the majority of indices from the US, Europe and Asia closed in the red. Following that path, Vietnam market corrected marginally as the oil and gas BCs fell under the impact of oil prices and there was a divergence between the pillars of market. Closing, HOSE declined slightly while PHP and NTP lifted HNX to reach new short-term. The foreign investors remained net buyers had helped attract capital flows into the market, thus liquidity improved on HOSE. Investors still looking to new opportunities in the mid-cap stocks and some notable industries today can name securities, sugar and pharmaceuticals.

Recommendation

The market closed this positive week with slight decline and liquidity improved compared to previous session. The banking stocks continued to take turns supporting market in the context of oil price correction that made petroleum stocks lagged behind as we expected. Sugar stocks closed the week with the most impressive growth followed by steel, insurance and pharmaceutical groups. Investors interested in oil and gas stocks, sugar and rubber should note our expectation on the volatility of world commodity prices summarized in the following page. We keep our opinion that possibility for VN-Index to enter 638-641 is high, however, the VN-Index was quite close to this zone, thus, investors should reduce stock exposure when VN-Index approaches this peak of many years.

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VN-INDEX **629.84**

Value: 2086.88 bil **-1.42 (-0.22%)**

Foreigners (net): VND 194.554 bil

HNX-INDEX **84.85**

Value: 746.7 bil **0.21 (0.25%)**

Foreigners (net): VND 15.1 bil

UPCOM-INDEX **58.11**

Value 138.79 bil **0.25 (0.43%)**

Foreigners (net): VND 3.68 bil

Macro indicators

	Value	% Chg
Crude oil	49.7	-1.7%
Gold	1,266	-0.3%
USDVND	22,335	0.0%
EURVND	25,242	-0.4%
JPYVND	20,880	0.1%
1-month Interbank rate	3.3%	-
5yr VN Treasury Yield	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

In recent time, oil and gas group has led the market on 2 exchanges, so when global oil price corrected, market was affected. On HOSE, GAS and PVD made VN-Index fluctuated during today session before closing in the red. Gaining momentum outperformed on HNX as even being affected by PVS, HNX-Index found new motivation in PHP and partly NTP to reach new peak. Upcom showed the contrast movement as it enjoyed good gain today. Liquidity was improved on the HOSE and declined on the others. Market breadth was positive on HNX with 119 gainers / 94 decliners while became negative on HOSE with 109 advancers / 117 decliners.

Cash flow was towards mid cap on HOSE with some groups retaining momentum in the market correction were pharmaceutical with DHG, securities with HCM and SSI, sugar with SBT and agricultural materials GTN (recommended by BSC). Additionally, MSN had the notably put-through transactions with a total value of VND 140 billion.

Another point that we can say now is just the a rest of the market to gear up for the next rally was that the foreign investors continued to pour capital into Vietnam stock market. The previous session, marginal improvement in market liquidity perhaps caused by the caution of domestic investors while foreign investors expressed positive view via 13/14 latest sessions of net buying on both 2 exchanges. MBB received the highest attention from foreign capital.

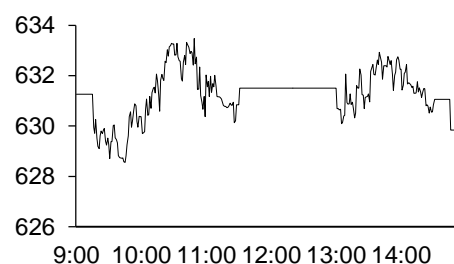
Recommendations

The banking stocks continued to take turns keeping the heat for the market in the context of oil price adjustment pulled petroleum stocks lag behind as we expected. VCB and BID could be more positive than whole group next week. Sugar stocks closed the week with the most impressive growth followed by steel, insurance, and pharmaceuticals groups. The price of rubber future contract fell around bottom of many years and is likely to experience short-term recovery, might adversely affect tires stocks while support natural rubber group. This would be short-term trading opportunities for the rubber stocks in the coming weeks. World sugar price is recovering strongly, supporting related stocks. In addition, investors are interested in oil and gas stocks should be noted that oil prices may continue to correct to 49-48.2 zone. Generally, we still expect a rise to 638-640 for VN-Index, however, VN-Index is fairly close to this zone, thus, investors should reduce stock exposure when the VN-Index approaches this peak of years.

Rest for next rally

Exhibit 1

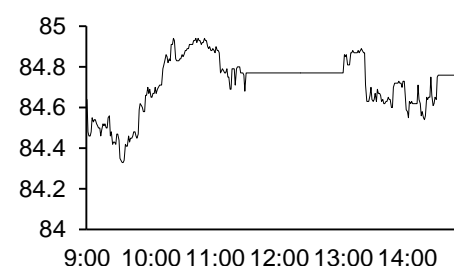
VN-Index Intraday



Source: Bloomberg, BSC Research

Exhibit 2

HNX-Index Intraday



Source: Bloomberg, BSC Research

Exhibit 3

Top 5 volume leaders

Ticker	Volume	Price	% Chg
FLC	7.97	6.5	-1.52
HHS	6.6	10.1	3.06
MBB	4.99	15.4	-0.65
VHG	4.84	5	-1.96
TLH	4.05	9.1	4.6

Source: Bloomberg, BSC Research

Stock recommendations

Short-term portfolio

No.	Ticker	Date	Buy price	Current price	1w performance	Unrealized gain/ loss	Cutlosses	Target
1	CVT	6/3/2016	26.8	27.5	-	2.6%	24.9	30.0
2	HHG	6/3/2016	8.9	9.6	-	7.9%	8.3	10.0
3	GTN	21/3/2016	for next	19.8	22.2%	#VALUE!	#####	#####
4	TMS	9/5/2016	66.5	73	3.5%	9.8%	61.8	74.5
5	NCT	9/5/2016	112	113	4.6%	0.9%	104.2	125
6	CTI	27/5/2016	24.3	27.4	-	12.8%	22.6	31.8
Average					10.1%	#VALUE!		

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	15.4	-1.9%	18.5%	13	15.6
2	CMG	16/10/2015	14.6	14.6	-3.9%	0.0%	17	17.5
3	PVD	19/4/2016	22.7	34	16.0%	49.8%	21	27.2
4	CTD	29/4/2016	168.5	187	8.7%	11.0%	157	202
5	TTC	27/5/2016	21.7	22.8	-	5.1%	20	26.0
Average					4.7%	16.9%		

Source: BSC Research

Market statistics

Top 5 leaders on the HSX

Ticker	Price	% Chg	Index pt	Volume
VCB	48.5	0.83	0.536	885040
BVH	64.5	2.38	0.513	566080
DHG	83	6.41	est for next ra	101400
MSN	70	0.72	0.188	405750
MWG	94	1.62	0.111	125150

Top 5 laggards on the HSX

Ticker	Price	% Chg	Index pt	Volume
GAS	60.5	-2.42	-1.444	555260
VNM	137	-0.72	-0.604	333760
VIC	54	-0.92	-0.488	170630
STB	11.5	-4.96	-0.448	915680
BID	18.6	-1.06	-0.344	3.94MLN

Top 5 gainers on the HSX

Ticker	Price	% Chg	Index pt	Volume
VNH	1.1	10	0	59680
DTL	12.4	6.9	0.025	1200
STG	17.4	6.75	0.015	148630
VNG	20.6	6.74	0.008	346960
QBS	8	6.67	0.016	1.86MLN

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
SGO	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

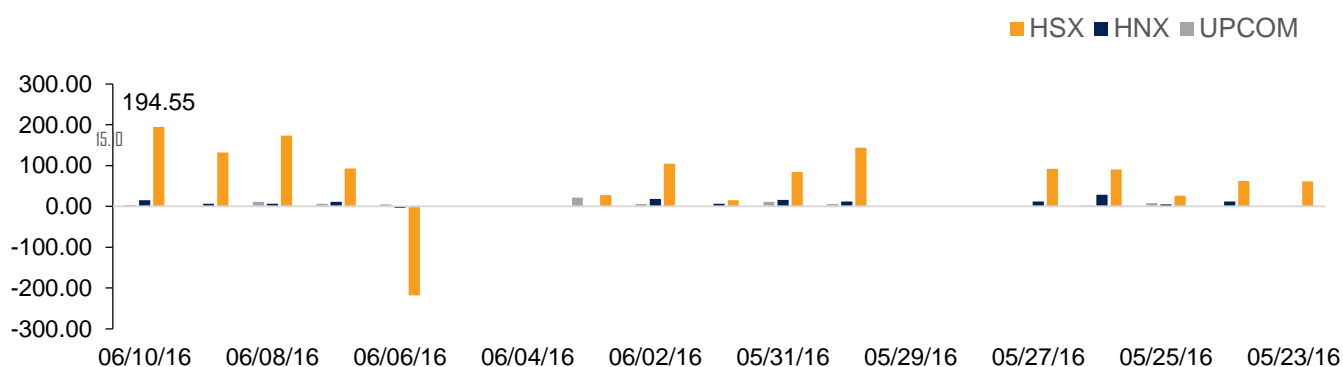
Ticker	Price	% Chg	Index pt	Volume
SIC	12.2	9.91	0.004	2500
TV3	54.4	9.9	0.018	200
PEN	9	9.76	0.021	2900
PVR	3.4	9.68	0.07	100
TFC	22.7	9.66	0.014	23900

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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