

Tue, October 11, 2016

Vietnam Daily Review

Active trading on Steels

BSC's Forecast on the stock market

	Negative	Neutral	Positive
Day 12/10/2016		•	
Week 10/10-14/10/2016		•	
Month 10/2016			•

Highlight

The market rose slightly in the morning session thanks to a strong increase of oil and gas group when Russia said they are willing to participate in an agreement to freeze output with OPEC and called on other countries to join this agreement, pushing oil prices up 3%. Most oil and gas stocks rose sharply such as PGS, PVS, PVD, GAS. In early afternoon trading, oil and gas group slowdown and the strong selling on blue chips such as VNM, VCB, STB, BID has dragged VN-Index unexpectedly fall close to 669. However, Q3 business results of HPG has pulled stocks up strongly and the other steel stocks such as HSG, NKG, moreover, excitement spread to other Bluechip like VNM, GAS, VCB, helped VN-Index rebound strongly at the end of the session. Ending the session, VN-Index rose by 8.17 points to 682.36 (1.21 +%), HNX-Index was 0.04 points down slightly to 84.54 (-0.05%). Market liquidity improved with about 185 million shares changing hands, equivalent to VND 3506 billion.

Recommendation

After correcting to near support 668 mentioned in the previous report, VN-Index has recovered impressively, largely thanks to the steel group, excitement has spread to other groups, such as large-cap oil and gas group. VN-Index closed at its highest level during the day and above 681 along with improved liquidity are good signs for the market in the next session. However, the technical indicators have not yet to be improved, making short-term rebound of VN-Index still uncertain. Investors should watch the next movement of the VN-Index, join the market if VN Index is higher than 691 - the threshold where technical indicators will be improved significantly.

BSC RESEARCH

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VN-INDEX **682.36**
Value: 2476.8 bil **8.17 (1.21%)**
Foreigners (net): VND 14.91 bil

HNX-INDEX **84.54**
Value: 442.8 bil **-0.05 (-0.06%)**
Foreigners (net): VND 13.61 bil

UPCOM-INDEX **56.29**
Value 105.02 bil **0.05 (0.09%)**
Foreigners (net): -VND 0.5 bil

Macro indicators

	Value	% Chg
Crude oil	51.0	-0.8%
Gold	1,257	-0.2%
USDVND	22,300	0.0%
EURVND	24,782	-0.3%
JPYVND	21,462	-0.3%
1-month Interbank rate	0.0%	-
5yr VN Treasury Yield	5.0%	-

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

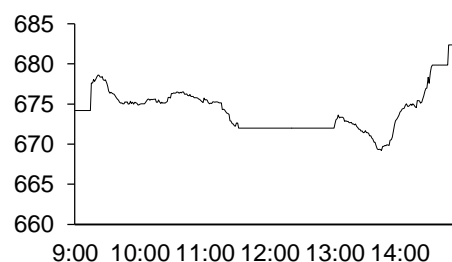
The market rose slightly in the morning session thanks to a strong increase of oil and gas group when Russia said they are willing to participate in an agreement to freeze output with OPEC and called on other countries to join this agreement, pushing oil prices up 3%. Most oil and gas stocks rose sharply such as PGS, PVS, PVD, GAS. In early afternoon trading, oil and gas group slowdown and the strong selling on blue chips such as VNM, VCB, STB, BID has dragged VN-Index unexpectedly fall close to 669. However, Q3 business results of HPG has pulled stocks up strongly and the other steel stocks such as HSG, NKG, moreover, excitement spread to other Bluechip like VNM, GAS, VCB, helped VN-Index rebound strongly at the end of the session.

Besides steel and oil and gas groups, rubber such as PHR, DPR also up strongly when global rubber prices are rising. Real estate, construction and materials experienced no positive trading and only a few stocks up strongly. Speculative stocks still enjoyed strong gains such as FLC, ROS, TNT, TCH

Ending the session, VN-Index rose by 8.17 points to 682.36 (1.21 +%), HNX-Index was 0.04 points down slightly to 84.54 (-0.05%). Market liquidity improved with about 185 million shares changing hands, equivalent to VND 3506 billion.

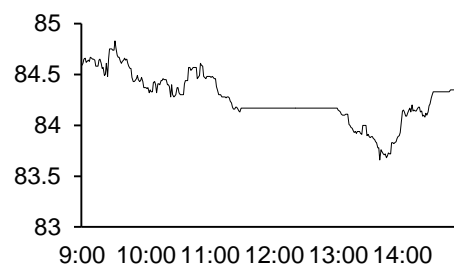
Market breadth improved in HSX but overall market breadth remained negative with 211 gainers and 243 decliners

Foreigners were net buyers today on both floor, sold out mostly HPG.



Source: Bloomberg, BSC Research

Exhibit 2



Source: Bloomberg, BSC Research

Exhibit 3

Top 5 volume leaders

Ticker	Volume	Price	% Chg
FLC	22.88	6.16	6.94
HPG	8.82	41.9	6.89
DLG	4.54	5.48	-0.72
HHS	4.32	6.97	-0.57
VHG	3.53	2.85	1.06

Source: Bloomberg, BSC Research

Recommendations

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Effects of Q3 results have shown very positive on the shares of HPG. Therefore, investors may be mindful of the stocks with upcoming Q3 results are expected good such as sea ports, building materials, bricks, plastic when these groups are in correction

Stock recommendations

Short-term portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutlosses	Target
1	DRC	26/09/2016	40.5	39.5	-2.3%	38.0	44.0
2	VCB	26/09/2016	37.4	37.8	1.2%	35.0	45.0
3	CTI	27/5/2016	24.3	29.6	21.6%	22.6	31.8
4	REE	1/8/2016	20.3	21.4	5.4%	19.5	23.5
5	GMD	26/09/2016	26.3	28.0	6.5%	24.2	28.5
Average					6.5%		

Source: BSC Research

Day 12/10/2016

CANSLIM portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutlosses	Target
1	MBB	27/4/2015	13.8	14.8	7.2%	12.8	16.6
2	GMD	4/7/2015	26.6	28.0	5.3%	24.7	31.9
3	DHC	11/07/2016	33.9	39.8	17.4%	31.5	40.7
4	CTI	25/07/2016	26.9	29.6	9.9%	25.0	32.3
5	HUT	03/10/2016	13.2	12.8	-3.0%	12.3	15.8
6	DRC	05/09/2016	39.3	39.5	0.5%	36.5	47.2
Average					6.2%		

Source: BSC Research

Market statistics

Top 5 leaders on the HSX

Ticker	Price	% Chg	Index pt	Volume
GAS	12/3/1900	6.67	4.45	291730
HPG	10/2/1900	6.89	1.18	8.82MLN
ROS	17/2/1900	6.97	0.70	1.08MLN
VCB	6/2/1900	0.80	0.41	2.07MLN
Ticker	Price	% Chg	Index pt	Volume
SSI	21/1/1900	-4.26	-0.24	1.44MLN
HT1	28/1/1900	-2.88	-0.14	338330
STB	9/1/1900	-1.28	lay 12/10/201	402850
NT2	6/2/1900	-1.58	-0.09	685640
SII	28/1/1900	-6.85	-0.06	30

Top 5 gainers on the HSX

Ticker	Price	% Chg	Index pt	Volume
DTT	9/1/1900	6.99	0.00	200
RIC	8/1/1900	6.98	0.01	10
ROS	17/2/1900	6.97	0.70	1.08MLN
FLC	6/1/1900	6.94	0.13	22.88MLN
CLL	27/1/1900	6.92	0.03	10250

Top 5 losers on the HSX

Ticker	Price	% Chg	Index pt	Volume
VNH	0/1/1900	-10.00	0.00	9870
BTT	4/2/1900	-6.32	-0.01	13980
D2D	30/1/1900	-5.26	-0.01	2760
VPS	19/1/1900	-4.81	-0.01	50
VOS	2/1/1900	-4.55	-0.01	10470

Source: Bloomberg, BSC Research

Top 5 leaders on HNX

Ticker	Price	% Chg	Index pt	Volume
PVR	3/1/1900	9.68	0.07	100
KKC	14/1/1900	5.84	0.07	5800
AAA	24/1/1900	7.11	0.04	1.12MLN
VBC	10/3/1900	5.22	0.04	2400
Ticker	Price	% Chg	Index pt	Volume
SGO	3/1/1900	-2.56	-0.05	206800
TV2	1/4/1900	-0.97	-0.02	1700
NTP	27/2/1900	-0.17	-0.02	6100
PVG	7/1/1900	-1.28	-0.01	26600
L14	19/3/1900	-4.70	-0.01	800

Top 5 gainers on the HNX

Ticker	Price	% Chg	Index pt	Volume
SIC	12/1/1900	9.91	0.00	2500
TV3	23/2/1900	9.90	0.02	200
PEN	9/1/1900	9.76	0.02	2900
PVR	3/1/1900	9.68	0.07	100
TFC	22/1/1900	9.66	0.01	23900

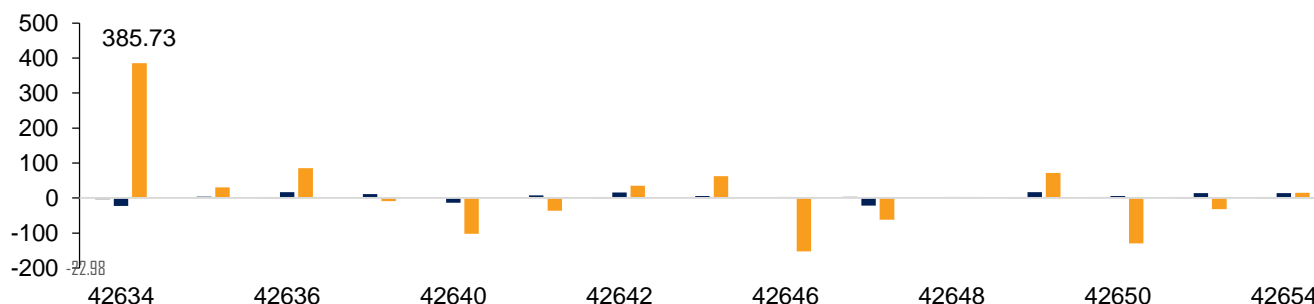
Top 5 losers on the HNX

Ticker	Price	% Chg	Index pt	Volume
GMX	21/1/1900	-9.87	-0.01	3200
ONE	9/1/1900	-9.90	0.00	31100
DID	4/1/1900	-9.80	0.00	10100
NHA	9/1/1900	-9.71	-0.01	100
KMT	5/1/1900	-9.38	0.00	500

Exhibit 3

Foreign transaction

■ HSX ■ HNX ■ UPCOM



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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