

Fri, October 14, 2016

Vietnam Daily Review

Has not surpassed 690 yet

BSC's Forecast on the stock market

| | Negative | Neutral | Positive |
|-----------------------|----------|---------|----------|
| Day 17/10/2016 | | | • |
| Week 17/10-21/10/2016 | | • | |
| Month 10/2016 | | | • |

Highlight

The morning session was quite excited when the VN-Index traded at around 690 points. However, in the afternoon session, VN-Index pared gains after many Bluechip reversed, including VCB, HPG, GAS, BVH. However, VNM, BID and MWG maintained the green, helped VN-Index close higher than the previous session. Ending the session, VN-Index rose by 1.77 points to 687 (+ 0.26%), HNX-Index gained 0.11 points to 85.45 (+ 0.13%). Market liquidity improved with about 218 million shares changing hands, equivalent to 3900 billion (+ 17%), of which there are 1240 billion put-through transactions. Steel stocks weakened today with HPG, NKG, TLH declined, HSG stood at reference and VIS gained. Natural Rubber (DPR, PHR) has rallied. In addition, cash flow continued to return good fundamental stocks such as NNC, LBM, DGC, C32, KSB, CVT, CTD. Notably, the speculative stocks also rose but with divergence. While FLC, HHS corrected, TCH, ROS, HVG, OGC, BGM were still rising. HNG and HAG also suddenly went ceiling today.

Recommendation

The market rose slightly in between the resistance and support as expected in the previous report. Improved liquidity and the technical indicators are returning to positive territory is a good signal for the market in the next session. The money is coming back to the good fundamental stocks and this is expected to continue in the next session. Investors with portfolio including stocks with good Q3 results are recommended to hold

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VN-INDEX **687.00**
Value: 2213.96 bil **1.77 (0.26%)**
Foreigners (net): VND 332.17 bil

HNX-INDEX **85.45**
Value: 439.12 bil **0.11 (0.13%)**
Foreigners (net): -VND 13.13 bil

UPCOM-INDEX **57.55**
Value 98.44 bil **0.49 (0.86%)**
Foreigners (net): VND 0.63 bil

Macro indicators

| | Value | % Chg |
|------------------------|--------|-------|
| Crude oil | 51.1 | 1.2% |
| Gold | 1,256 | -0.3% |
| USDVND | 22,304 | 0.0% |
| EURVND | 24,577 | -0.1% |
| JPYVND | 21,390 | -0.4% |
| 1-month Interbank rate | 0.0% | - |
| 5yr VN Treasury Yield | 5.1% | - |

Source: Bloomberg, BSC Research

Content

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

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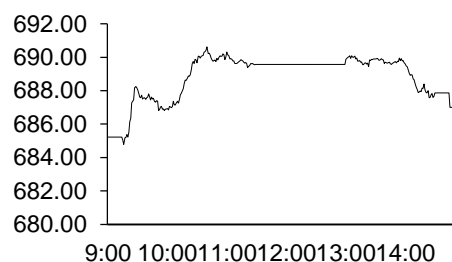
Market highlights

On world financial markets, oil prices sustained rally thanks to news that US fuel supplies dwindling and oil storage fell more than expected. The key financial markets in Europe also gained amid signs of economic stabilization in China causing more demand for riskier assets.

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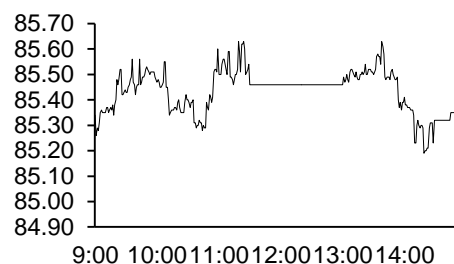
Notable put throughs include CII with 12.4 million units equivalent to 370 billion and 10.6 million VIC equivalent to 448 billion.

Market breadth remained positive with 255 advancers and 214 decliners. Foreigners were net buyers on the HSX strongly today with approximately 332 billion net, focusing mainly on CII and VNM put through.



Source: Bloomberg, BSC Research

Exhibit 2



Source: Bloomberg, BSC Research

Exhibit 3

Top 5 volume leaders

| Ticker | Volume | Price | % Chg |
|--------|--------|-------|-------|
| FLC | 19.3 | 6.32 | -3.51 |
| HHS | 7.81 | 6.89 | -6.13 |
| VHG | 7.44 | 3.43 | 5.54 |
| DLG | 6.32 | 5.6 | -1.75 |
| HAG | 6.19 | 5.63 | 6.83 |

Source: Bloomberg, BSC Research

Recommendations

The market rose slightly in between the resistance and support as expected in the previous report. Improved liquidity and the technical indicators are returning to positive territory is a good signal for the market in the next session. The money is coming back to the good fundamental stocks and this is expected to continue in the next session. Investors with portfolio including stocks with good Q3 results are recommended to hold.

On the technical aspects, the technical indicators are continuing to improve with ADX and PSAR giving positive signals despite that they are still in weak trend, MACD is about to give a positive divergence along with improved liquidity. RSI and MFI are continuing to advance into overbought. Chaikin Oscillator is about to rise above 0. Support and resistance of the VN-Index are currently at 681 and 692. VN-Index is expected to continue to trade in this area in the coming sessions.

Stock recommendations

Short-term portfolio

| No. | Ticker | Date | Buy price | Current price | Unrealized gain/ loss | Cutlosses | Target |
|----------------|--------|------------|-----------|---------------|-----------------------|-----------|--------|
| 1 | DRC | 26/09/2016 | 40.5 | 40.0 | -1.1% | 38.0 | 44.0 |
| 2 | VCB | 26/09/2016 | 37.4 | 37.2 | -0.4% | 35.0 | 45.0 |
| 3 | CTI | 27/5/2016 | 24.3 | 29.3 | 20.6% | 22.6 | 31.8 |
| 4 | REE | 1/8/2016 | 20.3 | 21.3 | 4.9% | 19.5 | 23.5 |
| 5 | GMD | 26/09/2016 | 26.3 | 27.8 | 5.7% | 24.2 | 28.5 |
| Average | | | | | 5.9% | | |

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 | 14.9 | 7.6% | 12.8 | 16.6 |
| 2 | GMD | 4/7/2015 | 26.6 | 27.8 | 4.5% | 24.7 | 31.9 |
| 3 | DHC | 11/07/2016 | 33.9 | 40.5 | 19.5% | 31.5 | 40.7 |
| 4 | CTI | 25/07/2016 | 26.9 | 29.3 | 8.9% | 25.0 | 32.3 |
| 5 | HUT | 03/10/2016 | 13.2 | 12.9 | -2.3% | 12.3 | 15.8 |
| 6 | DRC | 05/09/2016 | 39.3 | 40.0 | 1.8% | 36.5 | 47.2 |
| Average | | | | | 6.7% | | |

Source: BSC Research

Market statistics

Top 5 leaders on the HSX

| Ticker | Price | % Chg | Index pt | Volume |
|--------|-----------|-------|----------|---------|
| VNM | 23/5/1900 | 1.41 | 1.50 | 2.09MLN |
| ROS | 22/2/1900 | 6.99 | 0.78 | 936580 |
| BID | 17/1/1900 | 1.19 | 0.35 | 2.35MLN |
| HNG | 6/1/1900 | 6.94 | 0.16 | 1.03MLN |
| Ticker | Price | % Chg | Index pt | Volume |
| HPG | 9/2/1900 | -2.18 | -0.39 | 4.37MLN |
| BVH | 11/3/1900 | -1.25 | -0.32 | 55820 |
| GAS | 10/3/1900 | -0.28 | -0.20 | 76660 |
| CTG | 17/1/1900 | -0.58 | -0.19 | 640770 |
| VCB | 6/2/1900 | -0.27 | -0.14 | 840790 |

Top 5 gainers on the HSX

| Ticker | Price | % Chg | Index pt | Volume |
|--------|-----------|-------|----------|---------|
| ROS | 22/2/1900 | 6.99 | 0.78 | 936580 |
| VID | 4/1/1900 | 6.98 | 0.00 | 1130 |
| HNG | 6/1/1900 | 6.94 | 0.16 | 1.03MLN |
| POM | 8/1/1900 | 6.93 | 0.05 | 1670 |
| SGT | 3/1/1900 | 6.93 | 0.01 | 30 |

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

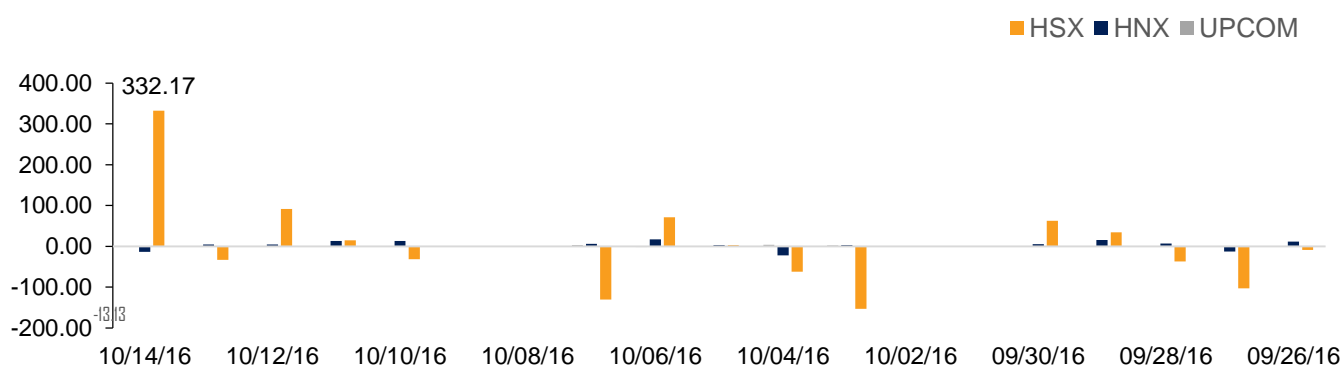
| Ticker | Price | % Chg | Index pt | Volume |
|--------|-----------|-------|----------|--------|
| SIC | 12/1/1900 | 9.91 | 0.00 | 2500 |
| TV3 | 23/2/1900 | 9.90 | 0.02 | 200 |
| PEN | 9/1/1900 | 9.76 | 0.02 | 2900 |
| PVR | 3/1/1900 | 9.68 | 0.07 | 100 |
| TFC | 22/1/1900 | 9.66 | 0.01 | 23900 |

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



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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