

Fri, November 4, 2016

Vietnam Daily Review

Decline throughout the one week

BSC's Forecast on the stock market

	Negative	Neutral	Positive
Day 4/11/2016	•		
Week 7/11-11/11/2016		•	
Month 10/2016			•

Highlight

Market maintained the decline and adjustment trend during the today session. Contribution of ROS stock to the increase in the market index were showing impairment signs during today's session, there were times when selling pressure of ROS dragged the stock price back to the floor price. Closing session, along with negative impacts of some large cap such as VNM, PVD, ROS stocks decreased 0.8 point in the market index. Demand of GAS and some stocks in banking sector returned today, contributing more than one point for the market index. Market diversified in trend and liquidity declined sharply in the weekend's session. Large capitalization stocks had negative performance in the session, while there was a slight recovery in Midcap and Small cap stocks. Market index closed at 666.73 points, losing 15.52 points, equivalent to a decrease of 2.27% compared with last week's trading session.

Recommendation

The exchange could take place some corrections towards lower supporting level in the next week, but the return of foreign net buy would be a positive sign for the market cash inflow. The day resisting level is within 660-670 zone, the divergence of cash flow could be continue to occur with the stocks, which are grouped by their market capitalization, as well as market stocks. The risk of buying at low price level could erode investors' profit if the market falls down to lower supporting level. Investors restrict trading and observe and come back only if the market liquidity becomes better, as well as the market index resets new supporting price level.

BSC RESEARCH

Head of Research

Tran Thang Long
longtt@bsc.com.vn

Macro & Market Team

Bui Nguyen Khoa
khoabn@bsc.com.vn

Do Nam Tung
tungdn@bsc.com.vn

Pham Anh Quang
quangpa@bsc.com.vn

VN-INDEX **666.73**
Value: 1754.75 bil **-0.9 (-0.13%)**
Foreigners (net): VND 33.63 bil

HNX-INDEX **80.47**
Value: 219.46 bil **-0.19 (-0.24%)**
Foreigners (net): -VND 1.25 bil

UPCOM-INDEX **58.26**
Value 62.5 bil **0.13 (0.22%)**
Foreigners (net): -VND 1.56 bil

Macro indicators

	Value	% Chg
Crude oil	44.7	0.1%
Gold	1,303	0.0%
USDVND	22,328	0.0%
EURVND	24,804	0.0%
JPYVND	21,679	0.0%
1-month Interbank rate	0.0%	-
5yr VN Treasury Yield	5.1%	-

Source: Bloomberg, BSC Research

Content

Market highlights	2
Stock recommendations	3
Market statistics	4

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

Pham Anh Quang

quangpa@bsc.com.vn

Đỗ Nam Tùng

tungnd@bsc.com.vn

Market highlights

Market maintained the decline and adjustment trend during the today session. Contribution of ROS stock to the increase in the market index were showing impairment signs during today's session, there were times when selling pressure of ROS dragged the stock price back to the floor price. Closing session, along with negative impacts of some large cap such as VNM, PVD, ROS stocks decreased 0.8 point in the market index. Demand of GAS and some stocks in banking sector returned today, contributing more than one point for the market index. Market diversified in trend and liquidity declined sharply in the weekend's session. Large capitalization stocks had negative performance in the session, while there was a slight recovery in Midcap and Small cap stocks. Market index closed at 666.73 points, losing 15.52 points, equivalent to a decrease of 2.27% compared with last week's trading session.

The market also had the diversification among market sectors. Some key sectors showed signs of recovery during the session such as Energy, Steel, Pharmaceuticals and Rubber. Moving less positively as the previous session, oil and gas stocks had the lowest performance in the market. In the opposite side, the adjustment continued with Building Materials and Construction sectors.

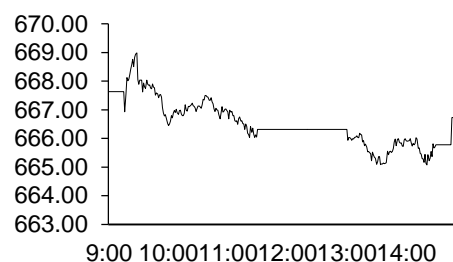
Market breadth was less negative today as the rising shares improved but the decreasing shares still dominated. Specifically, there were 203 stocks rising while 228 stocks declined on both exchanges.

Foreign investors kept net buying of VND 33.63 billion on HOSE and net selling of VND -1.25 billion on HNX.

Recommendations

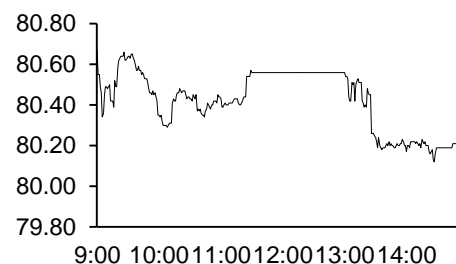
In this week, the market has decreased and lost upward trend in the medium term. The accumulation price area which maintained in October around 680-690 has been replaced by the downward trend, which was confirmed the short term and could be more risky in the medium term. This makes exchange indexes turn back to the supporting level of under 660 in last sessions. In the last session, although there was some signs of demand when VN – Index approached 665 point area, the market liquidity significantly declined by 35% than the previous adjusting session and was the lowest in this week.

Technical indicators still showed negative signals, the RSI (15) continued to go deeper into the oversold zone, the slight recovery of MFI (14) showed the return of cash flow in the past session. The MACD (12.26) line maintained the downward trend of under 0 and was lower than its slow indication line during the past month. The exchange could take place some corrections towards lower supporting level in the next week, but the return of foreign net buy would be a positive sign for the market cash inflow. The day resisting level is within 660-670 zone, the divergence of cash flow could be continue to occur with the stocks, which are grouped by their market capitalization, as well as market stocks. The risk of buying at low price level could erode investors' profit if the market falls down to lower supporting level. Investors restrict trading and observe and come back only if the market liquidity



Source: Bloomberg, BSC Research

Exhibit 2



Source: Bloomberg, BSC Research

Exhibit 3

Top 5 volume leaders

Ticker	Volume	Price	% Chg
FLC	11.33	6.56	-1.06
ITA	7.12	4.88	-0.2
DLG	6.85	4.86	-6.9
HQC	4.51	5.26	2.14
ROS	4.02	90	-4.46

Source: Bloomberg, BSC Research

Stock recommendations

Short-term portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutlosses	Target
1	DRC	26/09/2016	40.5	36.6	-9.5%	38.0	44.0
2	VCB	26/09/2016	37.4	35.0	-6.3%	35.0	45.0
3	CTI	27/5/2016	24.3	28.3	16.5%	22.6	31.8
4	REE	1/8/2016	20.3	20.6	1.5%	19.5	23.5
5	GMD	26/09/2016	26.3	26.3	-0.2%	24.2	28.5
Average					0.4%		

Source: BSC Research

CANSLIM portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutlosses	Target
1	MBB	27/4/2015	13.8	13.9	0.7%	12.8	16.6
2	GMD	4/7/2015	26.6	26.3	-1.3%	24.7	31.9
3	HUT	03/10/2016	13.2	12.0	-9.1%	12.3	15.8
4	DRC	05/09/2016	39.3	36.6	-6.9%	36.5	47.2
Average					-4.1%		

Source: BSC Research

Market statistics

Top 5 leaders on the HSX

Ticker	Price	% Chg	Index pt	Volume
GAS	65.70	0.61	0.39	92300.00
EIB	10.10	3.06	0.19	54220.00
BID	16.20	0.62	0.17	1.59MLN
HPG	39.60	0.76	0.13	1.52MLN
Ticker	Price	% Chg	Index pt	Volume
ROS	90.00	-4.46	-0.92	2.21MLN
VNM	140.90	-0.35	-0.37	1.05MLN
TCH	23.70	-3.46	-0.14	1.02MLN
PVD	23.55	-3.09	-0.13	646720
MBB	13.90	-1.07	-0.12	234450

Top 5 gainers on the HSX

Ticker	Price	% Chg	Index pt	Volume
HOT	22.95	6.99	0.01	20
KHA	39.05	6.99	0.02	9170
LCM	1.38	6.98	0.00	72320
HU1	4.61	6.96	0.00	40
SCD	58.70	6.92	0.02	6780

Top 5 losers on the HSX

Ticker	Price	% Chg	Index pt	Volume
VNH	0.90	-10.00	0.00	9870
BTT	35.60	-6.32	-0.01	13980
D2D	30.60	-5.26	-0.01	2760
VPS	19.80	-4.81	-0.01	50
VOS	2.10	-4.55	-0.01	10470

Source: Bloomberg, BSC Research

Top 5 leaders on HNX

Ticker	Price	% Chg	Index pt	Volume
PVR	3.40	9.68	0.07	100
KKC	14.50	5.84	0.07	5800
AAA	24.10	7.11	0.04	1.12MLN
VBC	70.50	5.22	0.04	2400
Ticker	Price	% Chg	Index pt	Volume
SGO	3.80	-2.56	-0.05	206800
TV2	92.10	-0.97	-0.02	1700
NTP	58.80	-0.17	-0.02	6100
PVG	7.70	-1.28	-0.01	26600
L14	79.00	-4.70	-0.01	800

Top 5 gainers on the HNX

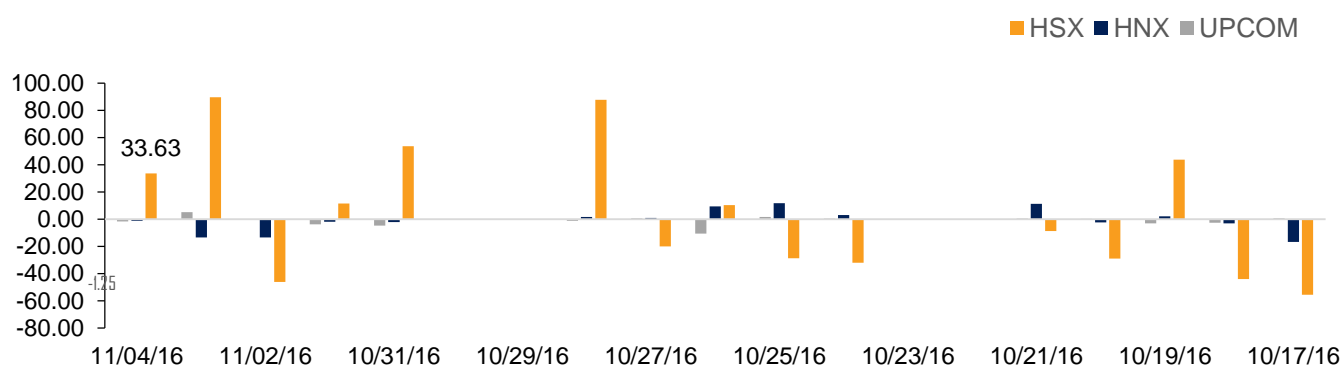
Ticker	Price	% Chg	Index pt	Volume
SIC	12.20	9.91	0.00	2500
TV3	54.40	9.90	0.02	200
PEN	9.00	9.76	0.02	2900
PVR	3.40	9.68	0.07	100
TFC	22.70	9.66	0.01	23900

Top 5 losers on the HNX

Ticker	Price	% Chg	Index pt	Volume
GMX	21.00	-9.87	-0.01	3200
ONE	9.10	-9.90	0.00	31100
DID	4.60	-9.80	0.00	10100
NHA	9.30	-9.71	-0.01	100
KMT	5.80	-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).

BSC Headquarters

BIDV Tower, 10th & 11th Floor
35 Hang Voi, Hoan Kiem, Hanoi
Tel: +84 4 3935 2722
Fax: +84 4 2220 0669

Ho Chi Minh City Office

146 Nguyen Cong Tru St, 9th Floor
District 1, HCMC
Tel: +84 8 3821 8885
Fax: +84 8 3821 8510

<http://www.bsc.com.vn>

Bloomberg: BSCV <GO>

