

Wed, November 9, 2016

Vietnam Daily Review

Strongly volatiled

BSC's Forecast on the stock market

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

Highlight

The market fell since the opening amid regional markets stumble due to increasingly higher probability that Donald Trump wins the presidency. By early afternoon trading, the that probability was very, triggering a wave of sell-off, pushing VN-Index down by almost 20 points and lose the strong resistance at 662 EMA 100, almost stocks in bulk plunged. However, VN-Index recovered in the afternoon and regained nearly 14 points, to close at 670.26 (-0.92%), the HNX-Index also rebounded during the session to close at 80.11 (-1.41%). Overall market share dropped but without floor price, suggesting the selling-off has completely stopped in late trading and investor sentiment is not too pessimistic. Market liquidity rose sharply as investors participating in bottom-fishing, a total of 129 million shares, equivalent to trading value of 2858 billion was traded on HSX.

PNJ is the large-cap stocks went against the market today together with the BID, MWG and BIC. Meanwhile, the banking group consists of VCB, CTG, STB, MBB corrected sharply. Most industry groups declined. Beer was the most actively traded sectors in the session with a few shares maintained strong momentum such as SMB, THB, BSP. BHN stopped ceiling chain and closed down 5.3%

Recommendation

As expected earlier, unexpected event can always occur causing market volatility. Donald Trump was a big surprise to investor sentiment today that triggered the selling off in the afternoon session but bottom fishing activities have narrowed decline of VN-Index. VN-Index is likely to trade more balanced in the next session and is expected to continue moving in the 670 – 690. Investors are recommended to keep the proportion of stocks at a reasonable level while observing movements of the VN Index after the external factors such as the US presidential election eased down to find trading strategies accordingly.

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VN-INDEX **670.26**
Value: 1497.34 bil **-6.2 (-0.92%)**
Foreigners (net): VND 120.89 bil

HNX-INDEX **80.11**
Value: 459.71 bil **-1.15 (-1.42%)**
Foreigners (net): VND 13.55 bil

UPCOM-INDEX **58.91**
Value 93.19 bil **-0.37 (-0.62%)**
Foreigners (net): -VND 2.89 bil

Macro indicators

	Value	% Chg
Crude oil	44.4	-1.3%
Gold	1,301	2.0%
USDVND	22,335	0.0%
EURVND	24,743	0.4%
JPYVND	21,380	0.7%
1-month Interbank rate	0.0%	-
5yr VN Treasury Yield	5.2%	-

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

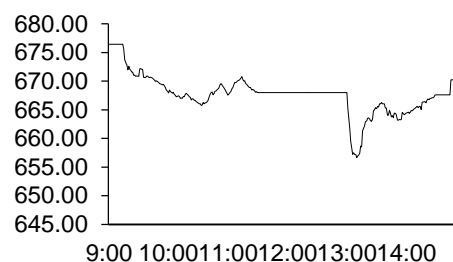
The market fell since the opening amid regional markets stumble due to increasingly higher probability that Donald Trump wins the presidency. By early afternoon trading, the that probability was very, triggering a wave of sell-off, pushing VN-Index down by almost 20 points and lose the strong resistance at 662 EMA 100, almost stocks in bulk plunged. However, VN-Index recovered in the afternoon and regained nearly 14 points, to close at 670.26 (-0.92%), the HNX-Index also rebounded during the session to close at 80.11 (-1.41%). Overall market share dropped but without floor price, suggesting the selling-off has completely stopped in late trading and investor sentiment is not too pessimistic. Market liquidity rose sharply as investors participating in bottom-fishing, a total of 129 million shares, equivalent to trading value of 2858 billion was traded on HSX.

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World financial markets are fluctuating strongly with demand for safe-haven assets soaring. Spot gold rose more than 2% to \$ 1300 / oz, while demand for risky assets dropped sharply as most stock indices were in red, especially the Asian stock indices. US stock index is likely to have a record decline since the events Proposed referendum on United Kingdom membership of the European Union.

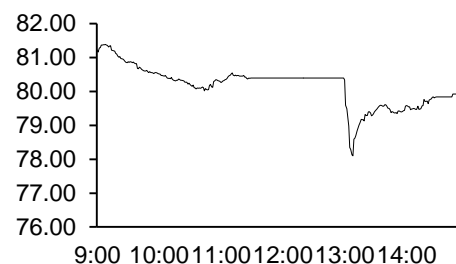
Foreign investors extended their net buying position today with a net value of over 120 billion on the HSX, focusing mainly on VNM and CII.

Market breadth was negative with 118 gainers and 325 decliners



Source: Bloomberg, BSC Research

Exhibit 2



Source: Bloomberg, BSC Research

Exhibit 3

Top 5 volume leaders

Ticker	Volume	Price	% Chg
FLC	21.35	6.3	-4.83
HPG	9.41	40.95	-1.33
ITA	7.33	4.82	-2.82
HSG	5.83	42	0
KBC	5.3	16	-2.14

Source: Bloomberg, BSC Research

Recommendations

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On the technical aspects, VN-Index continued to drop points when approaching the lower bound of the medium term rising channel resistance. EMA15 is about to cross below MA45, ADX signals down, Aroon reports major downside, RSI and MFI continued go toward oversold zone are bad for the market. The next support level of the VN-Index is now at 61.8 Fibonacci retracement level corresponding to 664.

Stock recommendations

Short-term portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutlosses	Target
1	DRC	26/09/2016	40.5	36.1	-10.8%	38.0	44.0
2	VCB	26/09/2016	37.4	36.0	-3.6%	35.0	45.0
3	CTI	27/5/2016	24.3	28.4	16.7%	22.6	31.8
4	REE	1/8/2016	20.3	20.3	0.0%	19.5	23.5
5	GMD	26/09/2016	26.3	26.2	-0.6%	24.2	28.5
Average					0.3%		

Source: BSC Research

CANSLIM portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutlosses	Target
1	MBB	27/4/2015	13.8	13.8	0.0%	12.8	16.6
2	GMD	4/7/2015	26.6	26.2	-1.7%	24.7	31.9
3	HUT	03/10/2016	13.2	12.1	-8.3%	12.3	15.8
4	DRC	05/09/2016	39.3	36.1	-8.1%	36.5	47.2
5	HPG	28/10/2016	40.8	41.0	0.4%	36.4	44.9
Average					-3.6%		

Source: BSC Research

Market statistics

Top 5 leaders on the HSX

Ticker	Price	% Chg	Index pt	Volume
PNJ	73.00	6.73	0.23	496070.00
BID	15.80	0.32	0.09	1.44MLN
MWG	155.00	0.52	0.06	319730.00
TCH	23.85	1.27	0.05	1.38MLN
Ticker	Price	% Chg	Index pt	Volume
ROS	95.00	-5.09	-1.11	2.18MLN
GAS	67.10	-0.89	-0.58	239570
VCB	36.00	-1.10	-0.54	1.69MLN
VIC	42.50	-0.70	-0.40	846210
VNM	140.00	-0.28	-0.30	2.73MLN

Top 5 gainers on the HSX

Ticker	Price	% Chg	Index pt	Volume
ATA	1.07	7.00	0.00	427940
VRC	16.10	6.98	0.01	392020
CIG	2.31	6.94	0.00	30
DAH	6.84	6.88	0.01	665740
EMC	15.55	6.87	0.01	10490

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

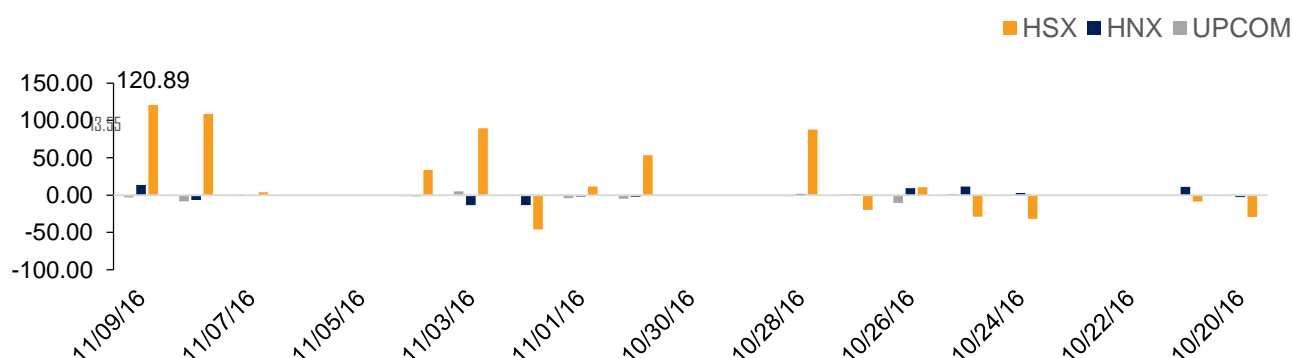
Ticker	Price	% Chg	Index pt	Volume
SIC	12.20	9.91	0.00	2500
TV3	54.40	9.90	0.02	200
PEN	9.00	9.76	0.02	2900
PVR	3.40	9.68	0.07	100
TFC	22.70	9.66	0.01	23900

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).

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