

Mon, November 28, 2016

Vietnam Daily Review

The depth correction from the net sale of foreign

BSC's Forecast on the stock market

	Negative	Neutral	Positive
Day 28/11/2016	•		
Week 28/11-2/12/2016		•	
Month 11/2016		•	

Highlight

Fairly deep correction was made up considerable selling pressure from foreign investors for large-cap stocks today. Selling pressure of foreign investors has happened to stocks like VNM (more than 2.4 million units), MSN, VIC, HPG, BVH, SKG, VCB. Currently, foreign ownership ratio for shares of VNM is in a downward trend from 48.4% to 48.1%. The weakening and liquidity spike VNM, MSN, BVH was down more than 6 points impact on corrected total of 10.58 points on the trading session the market today. Intraday market index had time pulling in 661 point mark, due to the impact of large-cap stocks and the impact of the stock decreased ROS. However, the recovery of ROS increases in score is also very surprising, given that the VN-Index rebounded from the bottom. Market index closed at 665.29 points, down 1.52% compared to last week's trading session.

Recommendation

Foreign cash flow still massively exit the market, this is adversely affecting trading psychology of the market, the negative impact on the scores as well as the general trend of the shares.

Deep correction does not only affect the large-cap stocks that widespread, and the majority of market sectors. Losing 670 points threshold, the market can be checked the area below the support level of 660 points in the short term. Investors should consider the market observed during the period corresponding to the dynamics of foreign investors as net sellers possibility cannot yet stopped.

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 **665.29**
Value: 2531.36 bil **-10.58 (-1.57%)**
Foreigners (net): -VND 386.94 bil

HNX-INDEX **80.11**
Value: 343.46 bil **-0.88 (-1.09%)**
Foreigners (net): -VND 16.39 bil

UPCOM-INDEX **58.03**
Value 160 bil **-0.07 (-0.12%)**
Foreigners (net): VND 19.24 bil

Macro indicators

	Value	% Chg
Crude oil	45.7	-0.9%
Gold	1,194	0.8%
USDVND	22,715	-0.2%
EURVND	24,244	0.5%
JPYVND	20,261	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.

Pham Anh Quang

quangpa@bsc.com.vn

Đỗ Nam Tùng

tungnd@bsc.com.vn

Market highlights

Fairly deep correction was made up considerable selling pressure from foreign investors for large-cap stocks today. Selling pressure of foreign investors has happened to stocks like VNM (more than 2.4 million units), MSN, VIC, HPG, BVH, SKG, VCB. Currently, foreign ownership ratio for shares of VNM is in a downward trend from 48.4% to 48.1%. The weakening and liquidity spike VNM, MSN, BVH was down more than 6 points impact on corrected total of 10.58 points on the trading session the market today. Intraday market index had time pulling in 661 point mark, due to the impact of large-cap stocks and the impact of the stock decreased ROS. However, the recovery of ROS increases in score is also very surprising, given that the VN-Index rebounded from the bottom. Market index closed at 665.29 points, down 1.52% compared to last week's trading session.

Most market sectors dropped in the first trading session of the week, in which, the strong decline occurred in the steel industry (the impact from two major symbols HPG, HSG), the Petroleum, Plastics, Construction Materials .

Foreign investors continued selling momentum established since the beginning of the month to date, in particular, they were net sellers of 386.94 billion VND on the HSX, were net sellers on the HNX 16.39 billion VND, while this is the 3rd session that Foreigners were net buyers on the UPCOM around 20 billion VND / session.

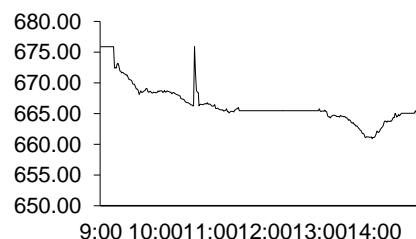
Recommendations

The market is entering the complex movement when suddenly took landmark 670 in today's trading session. Selling pressure from foreign investors since the beginning of the month as well as the ability to restructure the portfolio from two major ETF funds have negative impact on the entire market in the first trading session of the week. Today ROS factor also contributed to the market support throughout the process, the effects of ROS to score as well as the liquidity of the market is very significant from the first time of listing last September. Up to the present time, ROS may have contributed more than 26 points in the VN-Index during, and contributes about 20% of market trading value per each session. The market is going into the process of the reduction and the potential risks of the last session of the month.

Market liquidity and selling pressure from both domestic and foreign investors have mass impact on the technical indicators of the market. The RSI (15) is falling rapidly, reaching 40.5 points. The MACD is below 0 and cut through its slowly signal, confirming went into a downtrend in the short term. The indicator of cash flows MFI (14) did not improve and continue to weaken.

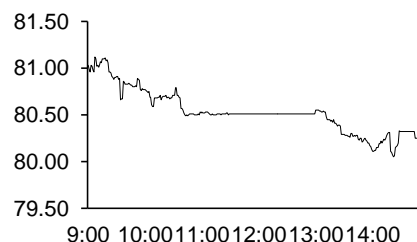
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Source: Bloomberg, BSC Research

Exhibit 2



Source: Bloomberg, BSC Research

Exhibit 3

Top 5 volume leaders

Ticker	Volume	Price	% Chg
FLC	23.81	6.15	-1.13
FIT	17.17	5.7	-2.56
HAG	11.28	6.22	-1.74
ROS	8.5	127	0.79
VNM	7.62	129.2	-3.94

Source: Bloomberg, BSC Research

Stock recommendations

Short-term portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutloss	Target
1	DRC	26/09/2016	40.5	31.9	-21.1%	38.0	44.0
2	VCB	26/09/2016	37.4	35.5	-5.0%	35.0	45.0
3	CTI	27/5/2016	24.8	27.5	10.9%	23.1	31.8
4	REE	1/8/2016	20.3	21.6	6.4%	19.5	23.5
5	GMD	26/09/2016	26.3	27.7	5.3%	24.2	28.5
Average					-0.7%		

Source: BSC Research

CANSLIM portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutloss	Target
1	MBB	27/4/2015	13.8	13.2	-4.3%	12.8	16.6
2	GMD	4/7/2015	26.6	27.7	4.1%	24.7	31.9
3	HUT	03/10/2016	13.2	12.1	-8.3%	12.3	15.8
4	LHG	28/10/2016	23.0	21.4	-7.0%	20.2	27.2
5	HPG	28/10/2016	40.8	40.7	-0.2%	36.4	44.9
Average					-3.1%		

Source: BSC Research

Market statistics

Top 5 leaders on the HSX

Ticker	Price	% Chg	Index pt	Volume
ROS	127.00	0.79	0.21	7.62MLN
SBT	24.60	1.65	0.05	3.30MLN
IJC	8.00	3.76	0.0	458420.00
TMS	55.00	3.77	0.03	9720.00
Ticker	Price	% Chg	Index pt	Volume
VNM	129.20	-3.94	-3.78	6.25MLN
MSN	64.00	-5.88	-1.49	1.44MLN
BVH	59.60	-4.03	-0.84	697620
VCB	35.50	-0.84	-0.53	2.13MLN
HPG	40.70	-2.51	-0.44	6.11MLN

Top 5 gainers on the HSX

Ticker	Price	% Chg	Index pt	Volume
KPF	8.58	6.98	0.00	234120
QBS	4.92	6.96	0.01	408320
ATA	1.08	6.93	0.00	739300
BTT	38.10	6.87	0.01	40
MDG	10.25	6.77	0.00	49860

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		-0.02	6100
PVG	7.70	-1.28	-0.01	26600
L14	79.00	-4.70	-0.01	800

Top 5 gainers on the HNX

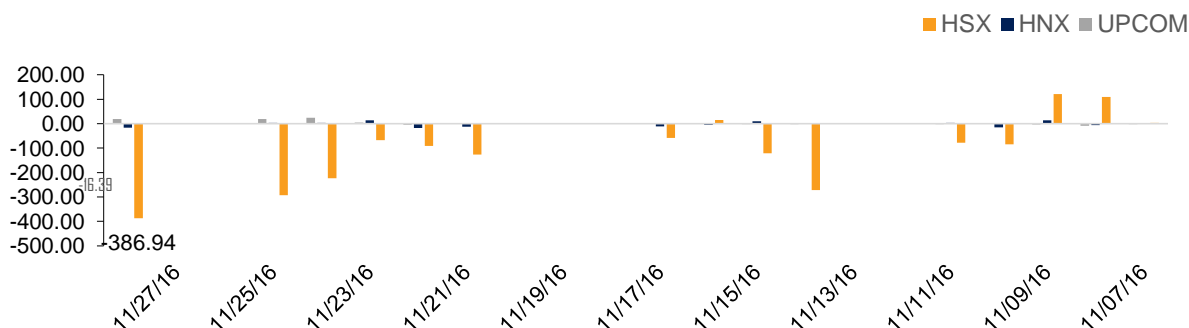
Ticker	Price	% Chg	Index pt	Volume
SIC	12.20	9.91	0.00	2500
TV3	54.40	9.90	0.02	200
PEN	9.00	9.76	0.02	2900
PVR	3.40	9.68	0.07	100
TFC	22.70	9.66	0.01	23900

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>

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