BSC

Overview

Fri, December 9, 2016

Vietnam Daily Review

Large put-through on SAB

BSC's Forecast on the stock market

	Negative	Neutral	Positive
Day 12/12/2016		●	
Week 12/12-16/12/2016		●	
Month 12/2016		●	

Highlight

VN-Index maintained the green color throughout the trading session mainly thanks to SAB and several oil and gas stocks rose when WTI oil prices rebounded such as GAS, PVD. Although VN-Index higher but the green color was not spreading over th whole market when the market breadth is low with decliners overwhelmed advancers. Market liquidity also declined with only 80 million shares traded on the HSX equivalent to trading value of USD 1595 billion. Ending the session, VN-Index up to 663.07 points (+ 0.63%) while the HNX-Index up to 79.61 points (+ 0:31%)

Recommendation

VN-Index continued to maintain higher but mainly due to the large demand on SAB. Meanwhile, the largecap stocks could not keep green and liquidity continued to weaken. Notably, liquidity and VN-Index are creating divergence, making bearish reversal risks still remain high. The technical indicators have yet to be improved and has not confirmed the downward trend has ended. Investors are recommended to maintain high cash rate. Investors prefer risk may be mindful of EUR levered business such as NT2, BCC, HT1 when the time that Federal Reserve to raise interest rates decision is approaching. If this happens, the pressure on the euro continues to rise, and it is more likely that the euro will continue to depreciate.

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VN-INDEX **663.07**
Value: 1572.22 bil 4.18 (0.63%)
Foreigners (net): -VND 377 bil

HNX-INDEX **79.61**
Value: 341.44 bil 0.24 (0.3%)
Foreigners (net): -VND 7.6 bil

UPCOM-INDEX **56.23**
Value 103.9 bil -0.58 (-1.02%)
Foreigners (net): VND 5.3 bil

Macro indicators

	Value	% Chg
Crude oil	51.3	0.9%
Gold	1,172	0.1%
USDVND	22,563	-0.3%
EURVND	23,996	-0.4%
JPYVND	19,738	-0.6%
1-month Interbank rate	0.0%	-
5yr VN Treasury Yield	5.3%	-

Source: Bloomberg, BSC Research

Content

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

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Market highlights

VN-Index maintained the green color throughout the trading session mainly thanks to SAB and several oil and gas stocks rose when WTI oil prices rebounded such as GAS, PVD. Although VN-Index higher but the green color was not spreading over th whole market when the market breadth is low with decliners overwhelmed advancers. Market liquidity also declined with only 80 million shares traded on the HSX equivalent to trading value of USD 1595 billion. Ending the session, VN-Index up to 663.07 points (+ 0.63%) while the HNX-Index up to 79.61 points (+ 0:31%)

Some banking stocks maintained modest gains such as VCB, EIB, MBB. STB after ceiling in previous session immediately fell. Rubber stocks also traded quite actively with PHR, TRC. The speculative stocks such as HAR, HQC, TTF, KSH fell to the floor with large oversold. In reverse, many industry groups declined, may include pharmaceuticals, steel, building materials. Beer stocks traded mixed with SAB and BHN went ceiling while WSB, SMB, BSP plunged. Notably, foreign investors executed put-through on SAB with 2.9 million units.

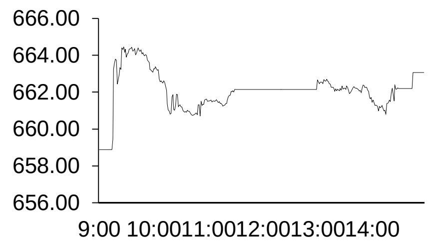
On world financial markets, the ECB has decided to continue the program of quantitative easing by buying bonds worth at least up to 2.3 trillion dollars till Dec 2017. Inflation is not high enough, political instability and incomplete government reforms is the main reason for this decision of the ECB. The decision of the ECB immediately pushed the euro fell sharply against the dollar, more than 1.3%. Although the DXY index has strong gains, the commercial banks lower their prices of USD of about 60 VND, indicating that the central bank's tough talk about current speculation gossip on currency supply on the market has continued to take effect.

Market breadth was negative with 205 gainers and 278 decliners

Recommendations

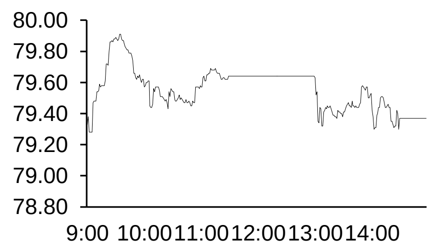
VN-Index continued to maintain higher but mainly due to the large demand on SAB. Meanwhile, the largecap stocks could not keep green and liquidity continued to weaken. Notably, liquidity and VN-Index are creating divergence, making bearish reversal risks still remain high. The technical indicators have yet to be improved and has not confirmed the downward trend has ended. Investors are recommended to maintain high cash rate.

Investors prefer risk may be mindful of EUR levered business such as NT2, BCC, HT1 when the time that Federal Reserve to raise interest rates decision is approaching. If this happens, the pressure on the euro continues to rise, and it is more likely that the euro will continue to depreciate.



Source: Bloomberg, BSC Research

Exhibit 2



Source: Bloomberg, BSC Research

Exhibit 3
Top 5 volume leaders

Ticker	Volume	Price	% Chg
FLC	8.24	5.48	-3.52
ITA	6.18	4.48	-4.88
HAR	3.75	3.07	-6.97
DLG	3.38	3.60	0.00
HPG	3.34	40.90	0.00

Source: Bloomberg, BSC Research

Stock recommendations

Short-term portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutlos-s	Target
1	GMD	8/8/2016	26.3	26.9	2.3%	24.2	28.5
2	VIC	17/10/2016	43.0	42.0	-2.3%	41.0	47.0
3	PVT	28/11/2016	12.3	11.9	-3.3%	12.0	14.0
Average					**-1.10%**		

Source: BSC Research

CANSLIM portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutlos-s	Target
1	MBB	27/4/2015	13.8	13.3	-3.6%	12.8	16.6
2	GMD	4/7/2015	26.6	26.9	1.1%	24.7	31.9
3	HUT	03/10/2016	13.2	11.4	-13.6%	12.3	15.8
4	DCL	05/12/2016	25.3	25.4	0.6%	20.2	27.2
5	HPG	28/10/2016	40.8	40.9	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
SAB	161.50	6.95	3.10	3010.00
GAS	66.00	1.54	0.88	177470.00
VNM	135.80	0.44	0.1	1.51MLN
BVH	58.70	1.03	0.19	211700.00
Ticker	**Price**	**% Chg**		**Volume**
CTG	15.40	-0.96	-0.26	581760
NT2	30.00	-2.44	-0.10	240620
ITA	4.48	-4.88	-0.09	3.38MLN
BID	14.75	-0.34	-0.08	772520
STB	7.80	-1.39	-0.08	769320

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 HSX

Ticker	Price	% Chg	Index pt	Volume
LGL	7.49	7.00	0.01	27420
SAB	161.50	6.95	3.10	3010
LDG	6.31	6.95	0.02	1.09MLN
STT	7.24	6.94	0.00	10060
AGF	7.86	6.94	0.01	4040

Top 5 gainers on the HSX

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 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

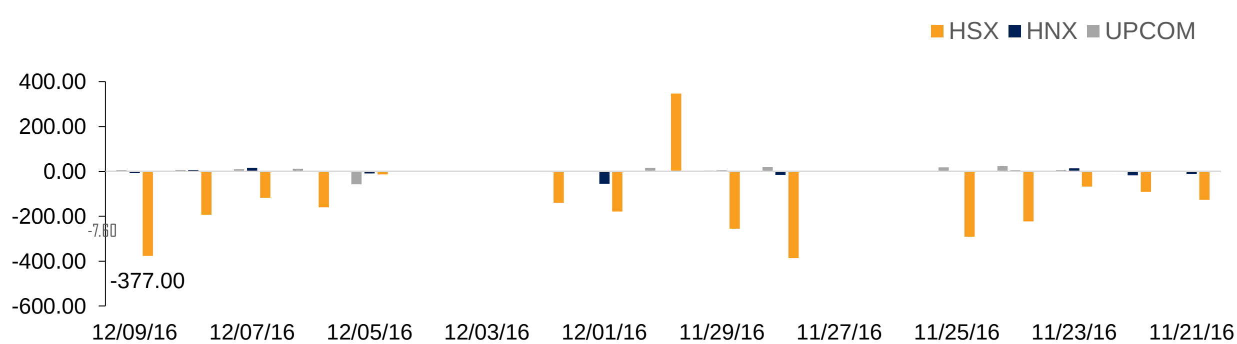
Top 5 losers on the HNX

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

Source: Bloomberg, BSC Research

Exhibit 3

Foreign transaction



Source: HSX, HNX, BSC Research

Disclosure

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