



Wed, December 21, 2016

Vietnam Daily Review

Rebound

BSC's Forecast on the stock market

	Negative	Neutral	Positive
Day 22/12/2016			•
Week 19/12-23/12/2016		•	
Month 12/2016		•	

Highlight

VN-Index traded in the green in most of the session when the largecaps like SAB, VNM, MSN, GAS, HSG and HPG assisted it. VNM made surprise in the session when rising from 121.5 to 126.1 despite information of negative growth in the fourth quarter and the lowest profit in 7 recent fiscal quarters. Liquidity on the HSX continued downward trend with only 81 million shares were traded equivalent to trading value of 1829 billion. Ending the session, VN-Index closed at its highest level during the day at 666.94 (+ 0.65%), HNX also increased by 0.48 points to 80.25 (+ 0.61%).

Recommendation

VN-Index quickly got the green color when the big stocks like VNM, SAB, GAS and steel group gained good. Although liquidity is somewhat slightly decreased in the gain today, the possibility of further recovery of the VN-Index is still likely. Steel shares (HPG, HSG) recommended earlier this week were actively traded than the average market. Investors are recommended to hold share of steel when the uptrend is getting firmer, while also paying attention to banking and financial stocks and take profit on rubber group as recommended from the beginning of the week. In addition, oil and gas stocks, and most especially GAS leading shares may also be interested when the world oil price currently set successively new high prices

Company updates - BCC - Bimson Cement JSC (HNX)

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VN-INDEX **666.94**

Value: 1829.65 bil

4.28 (0.65%)

Foreigners (net): VND 80.47 bil

HNX-INDEX **80.25**

Value: 309.49 bil

0.48 (0.6%)

Foreigners (net): -VND 11 bil

UPCOM-INDEX **54.53**

Value 109 bil

-2.03 (-3.59%)

Foreigners (net): VND 17.9 bil

Macro indicators

	Value	% Chg
Crude oil	53.6	0.5%
Gold	1,134	0.2%
USDVND	22,767	0.1%
EURVND	23,679	0.1%
JPYVND	19,142	-0.8%
1-month Interbank rate	0.0%	-
5yr VN Treasury Yield	5.6%	-

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

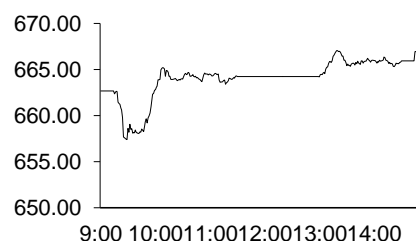
VN-Index traded in the green in most of the session when the largecaps like SAB, VNM, MSN, GAS, HSG and HPG assisted it. VNM made surprise in the session when rising from 121.5 to 126.1 despite information of negative growth in the fourth quarter and the lowest profit in 7 recent fiscal quarters. Liquidity on the HSX continued downward trend with only 81 million shares were traded equivalent to trading value of 1829 billion. Ending the session, VN-Index closed at its highest level during the day at 666.94 (+ 0.65%), HNX also increased by 0.48 points to 80.25 (+ 0.61%).

Steel recommended in previous report this week gained well in today's trading session. HSG led the gains, followed by HPG, VIS, TLH. Beer Group has stopped the downward momentum when most stocks in the group like SAB, SMB, WSB kept the green color. In contrast, natural rubber stocks kept losing points. The speculative stocks continue to show a high degree of risk in the current period when KLF, SHN, DST, CDO, FID tumbled.

Put-through spiked today with the value up to 1200 billion. STG, PNJ and KBC changed hand with value of nearly 524, 91 and 61 billion, respectively.

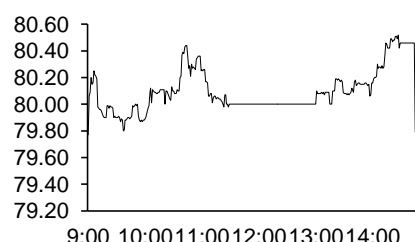
Market breadth was balanced with 220 advancers and 234 decliners

Foreign investors bought net 68 billion across markets, strong net buy on KDH and SAB



Source: Bloomberg, BSC Research

Exhibit 2



Source: Bloomberg, BSC Research

Recommendations

VN-Index quickly got the green color when the big stocks like VNM, SAB, GAS and steel group gained good. Although liquidity is somewhat slightly decreased in the gain today, the possibility of further recovery of the VN-Index is still likely. Steel shares (HPG, HSG) recommended earlier this week were actively traded than the average market. Investors are recommended to hold share of steel when the uptrend is getting firmer, while also paying attention to banking and financial stocks and take profit on rubber group as recommended from the beginning of the week. In addition, oil and gas stocks, and most especially GAS leading shares may also be interested when the world oil price currently set successively new high prices

Exhibit 3

Top 5 volume leaders

Ticker	Volume	Price	% Chg
HQC	7.83	2.37	0.42
ITA	3.43	3.54	-4.07
HAR	3.40	2.82	6.82
FLC	3.30	5.06	-0.20
KBC	2.74	13.40	-2.90

Source: Bloomberg, BSC Research

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Company updates

BCC - Bimson Cement JSC (HNX)

Foreign debit balance – Prepaid payments for Mar 2017. In Dec 2016, BCC pays EUR 9.81 million in advance for Mar 2017. Therefore, on Dec 31st 2016, there will be BCC's long-term loans due to date of EUR 9.81 million and long-term loans of EUR 0. Expecting in Sep 2017, the company will pay off their foreign debt. BSC estimates that BCC will have the unrealized currency gain of VND 12.32 billion (according to selling rate at VCB from Sep 30th - Dec 21st 2016) and made currency gain of VND 12.32 billion.

Problems of the cement mill located in the central Vietnam are still unresolved, the mill remains idle due to objective factors. The earning results at the consolidated financial statements 2016 will depend on the audit's comments. We expect BCC's Q42016 consolidated pretax profit will be about VND 15 billion lower than that of its parent company.

BSC maintains the strategy of Buying BCC stocks in medium and long term, with the target price of VND 22,163. According to BCC, approximately 300,000 tons of cement used in Oct 2016 was entirely for domestic consumption, increasing by nearly 50,000 tons over the same period in 2015 (On Oct 2015, cement's sales volume was 350,000 tons, including 100,000 tons exported). BCC parent company's PBT is estimated VND 40 billion in Oct 2016. Coming to November, because of the higher COGS, PBT of this month is about VND 30 trillion. BCC expects that PBT of the core operations will reach around VND 110 billion (Q42015 Consolidated PBT was VND 100.12 billion). BSC believes that 2016 PBT will reach VND 328.6 billion (+ 27.49% yoy, mainly due to lower debt balances and interest expense), 2016 PAT = VND 262.88 billion, EPS 2016 = VND 2,151 (after deducting of 10% for the bonus and welfare fund). On Dec 20th 2016, BCC is traded at VND 15,200, PE FW = 6.97x.

Stock recommendations

Short-term portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutlosses	Target
1	GMD	8/8/2016	26.3	26.6	1.1%	24.2	28.5
2	VIC	17/10/2016	43.0	41.4	-3.7%	41.0	47.0
3	PVT	28/11/2016	13.0	12.0	-7.7%	12.0	14.0
Average					-3.42%		

Source: BSC Research

CANSLIM portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutlosses	Target
1	MBB	27/4/2015	13.8	13.3	-3.6%	12.8	16.6
2	GMD	4/7/2015	26.6	26.6	0.0%	24.7	31.9
3	VCS	16/12/2016	130.0	132.6	2.0%	120.9	156.0
4	HPG	28/10/2016	40.8	41.9	2.7%	36.4	44.9
Average					0.3%		

Source: BSC Research

Market statistics

Top 5 leaders on the HSX

Ticker	Price	% Chg	Index pt	Volume
GAS	65.00	2.20	1.23	148590.00
SAB	200.80	1.83	1.06	241750.00
VNM	126.10	1.20	1.00	2.36MLN
BVH	60.10	1.69	0.31	518200.00
Ticker	Price	% Chg	Index pt	Volume
VIC	41.40	-1.08	-0.54	766850
HT1	20.30	-2.87	-0.11	245800
STB	8.26	-1.67	-0.10	2.30MLN
KBC	13.40	-2.90	-0.09	2.64MLN
CTG	15.20	-0.33	-0.09	702700

Top 5 gainers on the HSX

Ticker	Price	% Chg	Index pt	Volume
KSH	2.14	7.00	0.00	392540
AGR	2.46	6.96	0.02	64460
DRH	26.15	6.95	0.04	684370
HAR	2.82	6.82	0.01	3.40MLN
KAC	3.50	6.71	0.00	20

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

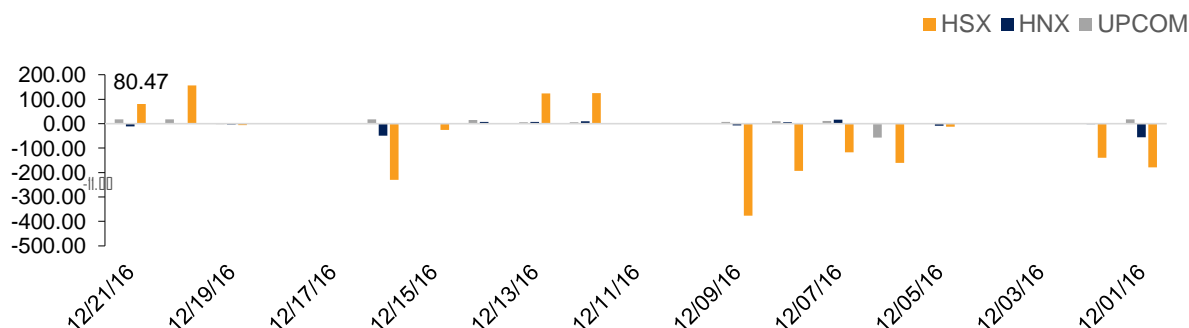
Ticker	Price	% Chg	Index pt	Volume
SIC	12.20	9.91	0.00	2500
TV3	54.40	9.90	0.02	200
PEN	9.00	9.76	0.02	2900
PVR	3.40	9.68	0.07	100
TFC	22.70	9.66	0.01	23900

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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