BSC

Thu, February 16, 2017

Vietnam Daily Review

Shaken Sharply

Overview

BSC's Forecast on the stock market

	Negative	Neutral	Positive
Day 17/02/2017		●	
Week 13/2-17/2/2017		●	
Month 02/2016		●	

Highlight

The market today marks a tension trading session with sharp fluctuation after successfully passing the resistant level 710 points. In the morning and the beginning of the afternoon session, VN Index surpassed to the peak 717 points, thanks to the support of big stock such as SAB, GAS, BVH, the agriculture group, rubber group, construction group and most of banking group. However, right after reaching the peak, in the later half of the afternoon session, VN-Index turned back to decrease below the reference level at the beginning and the resistant level 710 just achieved. This is due to the inconsistency in the BCs group, such as VCB, BID in Banking group, VIC, VNM, BVH, SSI, BHN, and the Steel group (HPG, HSG), Construction (VIC) and Petroleum (PVD, PVS). The market today experiences the sharp breadth, the number of stocks which are adjusted is increased strongly in the afternoon session, mostly due to the pressure of acquiring profit of the investors after the market sharply increased in most of the today session. The breadth is shown in each stock, among the stocks which are in the same industry (especially banking and petroleum), and among the BCs stocks. As the result of the relatively strong trading activities in the session, the market liquidity rises 550 bils in compared with yesterday (+19.4%).

Recommendation

On 16/2, the market shows a dynamic session and a strongly segmented cash flow at the resistance level of 700 point. Although market liquidity increases well, the profit acquisition pressure for short term led to disunited movement of peer stocks and that in turn, made VN-index unable to maintain its peak level during the session and go back to the beginning accumulation level. According to our analysis, this sharp shaking session does not have negative characteristic, because it shows that investors were looking for investment opportunities. The cash flow is at high liquidity level. The market is expected to accumulate until it reached the new resistance level of 720 point. Investors continued to maintain their portfolio, and this phenomenon can be considered an opportunity to hold good fundamental stocks at lower price, and limit trading activities that have market element when cash flow in the market continuing to be positive.

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VN-INDEX **709.35**
Value: 3404.3 bil -2.22 (-0.31%)
Foreigners (net): VND 179.91 bil

HNX-INDEX **85.65**
Value: 551.08 bil -0.67 (-0.78%)
Foreigners (net): VND 10.63 bil

UPCOM-INDEX **55.11**
Value 138.23 bil 0.06 (0.11%)
Foreigners (net): VND 11.29 bil

Macro indicators

	Value	% Chg
Crude oil	53.2	0.2%
Gold	1,237	0.2%
USDVND	22,751	0.0%
EURVND	24,201	0.4%
JPYVND	20,037	0.4%
1-month Interbank rate	4.6%	-
5yr VN Treasury Yield	5.0%	-

Source: Bloomberg, BSC Research

Content

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Market highlights

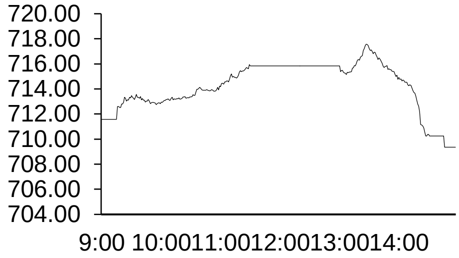
The market today marks a tension trading session with sharp fluctuation after successfully passing the resistant level 710 points. In the morning and the beginning of the afternoon session, VN Index surpassed to the peak 717 points, thanks to the support of big stock such as SAB, GAS, BVH, the agriculture group, rubber group, construction group and most of banking group. However, right after reaching the peak, in the later half of the afternoon session, VN-Index turned back to decrease below the reference level at the beginning and the resistant level 710 just achieved. This is due to the inconsistency in the BCs group, such as VCB, BID in Banking group, VIC, VNM, BVH, SSI, BHN, and the Steel group (HPG, HSG), Construction (VIC) and Petroleum (PVD, PVS). The market today experiences the sharp breadth, the number of stocks which are adjusted is increased strongly in the afternoon session, mostly due to the pressure of acquiring profit of the investors after the market sharply increased in most of the today session. The breadth is shown in each stock, among the stocks which are in the same industry (especially banking and petroleum), and among the BCs stocks. As the result of the relatively strong trading activities in the session, the market liquidity rises 550 bils in compared with yesterday (+19.4%).

The cashflow continues to be spread into various stocks, especially increases in Steel and Agriculture group, but ROS still remains as the stock which attracts the most cashflow in the market. It is necessary to note about the mutation in the trading volume of QCG, KKC and UDC, and in the transactions volume of STG, PVS and the bond VIC. Closing the trading session, VN-Index decreases 2.22 points which is 0.31% to 709.35 points.

Foreign investors net buy 179.9 bils in HOSE and 10.6 bils in HNX. They focus to buy the stocks that decrease today such as VNM (31.23 bils), HPG (14.57 bils), and sell PVD (12.1 bils), GTN (11.8 bils), DRC (7.6 bils).

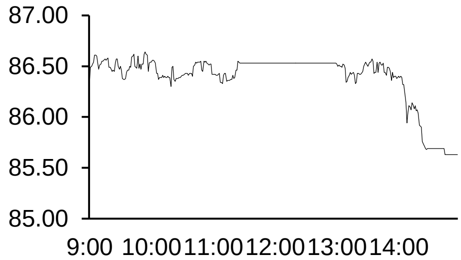
Recommendations

On 16/2, the market shows a dynamic session and a strongly segmented cash flow at the resistance level of 700 point. Although market liquidity increases well, the profit acquisition pressure for short term led to disunited movement of peer stocks and that in turn, made VN-index unable to maintain its peak level during the session and go back to the beginning accumulation level. According to our analysis, this sharp shaking session does not have negative characteristic, because it shows that investors were looking for investment opportunities. The cash flow is at high liquidity level. The market is expected to accumulate until it reached the new resistance level of 720 point. Investors continued to maintain their portfolio, and this phenomenon can be considered an opportunity to hold good fundamental stocks at lower price, and limit trading activities that have market element when cash flow in the market continuing to be positive..



Source: Bloomberg, BSC Research

Exhibit 2



Source: Bloomberg, BSC Research

Exhibit 3
Top 5 volume leaders

Ticker	Volume	Price	% Chg
HAG	20.80	7.05	3.68
FLC	19.26	6.11	1.16
HQC	8.39	2.25	1.35
STB	6.46	10.45	5.03
CTG	6.18	19.30	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	26/09/2016	26.3	31.1	18.3%	24.2	28.5
2	VIC	17/10/2016	43.0	44.0	2.3%	41.0	47.0
3	PVT	27/5/2016	12.3	13.2	7.3%	11.7	13.5
4	CSV	19/12/2016	26.8	30.3	12.9%	26.0	30.0
5	KBC	26/12/2016	13.6	14.3	5.5%	13.0	15.0
Average					**9.26%**		

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	14.6	5.8%	12.8	16.6
2	GMD	4/7/2015	26.6	31.1	16.9%	24.7	31.9
3	VCS	16/12/2016	130.0	140.3	7.9%	120.9	156.0
4	HPG	28/10/2016	40.8	44.7	9.6%	36.4	44.9
Average					**10.0%**		

Source: BSC Research

Market statistics

Top 5 leaders on the HSX

Ticker	Price	% Chg	Index pt	Volume
SAB	215.40	0.70	0.42	44230.00
STB	10.45	5.03	0.33	6.18MLN
NVL	60.30	1.34	0.21	1.49MLN
ROS	140.40	0.72	0.19	2.58MLN
Ticker	**Price**	**% Chg**		**Volume**
VNM	132.00	-0.75	-0.64	666900
VCB	38.60	-1.03	-0.63	1.36MLN
VIC	44.00	-1.12	-0.58	871460
BID	17.00	-2.02	-0.53	4.21MLN
EIB	9.82	-6.92	-0.40	609680

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
SSC	48.15	7.00	0.02	2370
TDW	33.65	7.00	0.01	100
RIC	9.64	6.99	0.01	120
SGT	6.13	6.98	0.01	17760
POM	15.35	6.97	0.08	19190

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

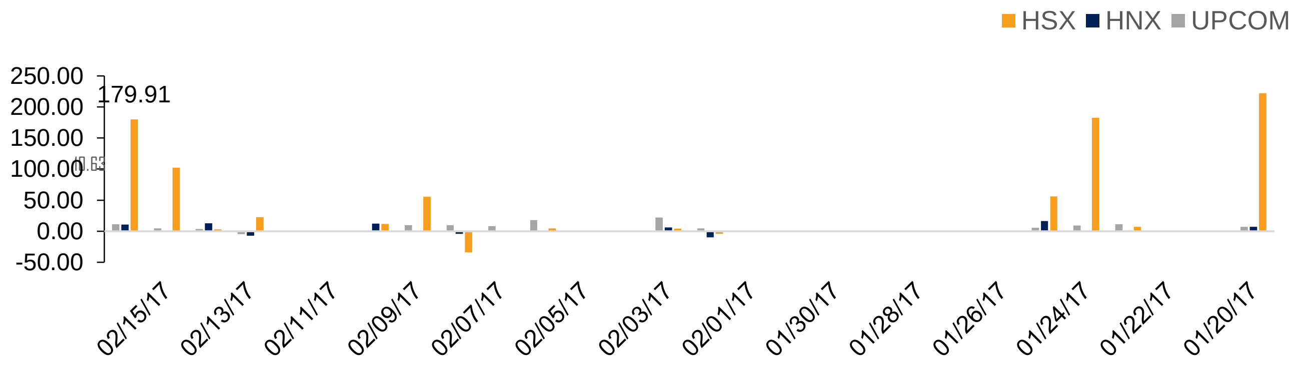
Top 5 losers on the HNX

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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