

Mon, March 6, 2017

# Vietnam Daily Review

The impacts of ETF

## BSC's Forecast on the stock market

	Negative	Neutral	Positive
Day 07/03/2017		•	
Week 6/3-10/3/2017		•	
Month 03/2016	•		

## Highlight

VN Index got a recovery, compared to two previous sessions. The index closed at 712.62 after fluctuating in a wide breadth of 6.79. HOSE observed a strong gain coming from BCs, such as: VCB, VIC, GAS, CTG, while HNX bounced back after the effort of ACB at the end of the session. Banking, Insurance and Securities sector were the main contributors to the recovery of the indexes, for example: VCB, CTG, ACB, BID, STB whereas STB reached its ceiling price. The cash flow maintained selecting Real Estate shares such as: ROS, NVL, VIC, HBC and DXG. It is noticed that ROS, HBC and DXG could be included in the index of FTSE Viet Nam ETF in the next time. Investor's bottom fishing on fundamental stocks starting from the end of morning session made the liquidity slightly go up, reaching VND 2.961 billion per session.

## Recommendation

After continuous correction sessions since the beginning of the week, market index has rallied at the end of the week. Market liquidity increase slightly; cash flow are distributed into blue-chips stock of HOSE. These stocks, after a week of continuous correction, had attractive prices that captivated the investors. However, market fluctuation margin are maintained at high level, which increase the risky rate of the market. BSC expects the stock to fluctuate within a margin of 710 point to 715 point on next Monday. We advise the investor to restructure their portfolios and increase their portfolio proportion of good fundamental stocks, along with avoid investing in small-cap stocks especially during this wide fluctuation margin period.

## 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

**VN-INDEX** **716.29**  
Value: 3076.75 bil **3.67 (0.52%)**  
Foreigners (net): VND 18.94 bil

**HNX-INDEX** **86.55**  
Value: 433.5 bil **-0.1 (-0.12%)**  
Foreigners (net): VND 3.13 bil

**UPCOM-INDEX** **56.84**  
Value 219.19 bil **0.28 (0.5%)**  
Foreigners (net): VND 16.75 bil

## Macro indicators

	Value	% Chg
Crude oil	52.9	-0.8%
Gold	1,234	-0.1%
USDVND	22,805	-0.2%
EURVND	24,207	-0.2%
JPYVND	20,048	0.2%
1-month Interbank rate	4.0%	-
5yr VN Treasury Yield	5.1%	-

Source: Bloomberg, BSC Research

## Content

Market highlights	2
Stock recommendations	3
Market statistics	4

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

**Đỗ Nam Tùng**

tungnd@bsc.com.vn

## Market highlights

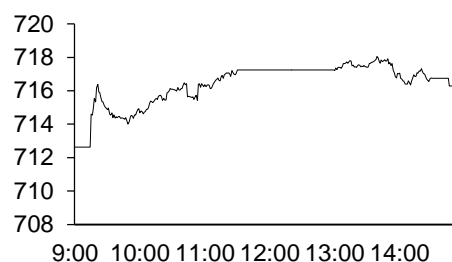
The market marked the beginning of the week with a strong upward movement to nearly 718 points, with improved liquidity as compared to last week. Today market leaders are ROS and FLC, as well as, the consensus of almost all Blue-chips stocks. Other stocks that were selected to FTSE Vietnam Index such as DXG and HBC in the construction – real estate sector also recorded significant gains. The market also had the well performances of VJC, VIC, VNM, the rubber, banking, and securities-investment sectors. Market liquidity improved from last week, towards VND 3,077 billion, with capital flows to all sectors. However, there was less consensus in each sector, being replaced by market fragmentation, such as the banking and aviation sectors. Today capital mostly flowed to ROS, as well as, VJC, FLC, DXG, HBC, HPG, and VNM. Especially, there were considerable private transactions of VNM, CHP, CTD, and EIB. VN-Index closed at 716.29 points, increasing by 3.67 points (+ 0.52%).

Foreign investors did a net buy in HOSE, with a total amount of VND 18.94 billion, especially on VNM (VND 34.6 billion), VJC (VND 27.2 billion), DRC (VND 12.9 billion), and DPM (VND 10.6 billion). Meanwhile, they did a net-sell at EIB (VND 32.7 billion), DXG (VND 17.3 billion), HPG (VND 17.2 billion), and CTD (VND 15.5 billion).

## Recommendations

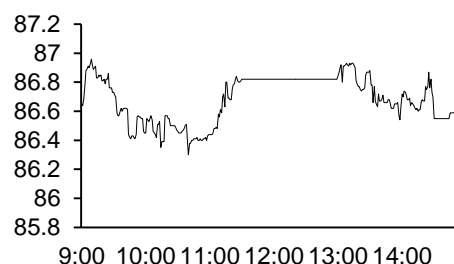
Following the rally coming from the last session of last week, VN-Index today reached the increase at the beginning of the morning and expanded its breadth to the end of the afternoon session. The effect created by FTSE Viet Nam ETF with the bright point at ROS has helped the market to be in a bullish trend. However, under the current condition, it is difficult for investors to forecast the market due to the factors relating to the selling of ETFs at other stocks and the probability of surging FED rates in March. We recommend that investors should keep the proportion of cash over stocks at a high level and should not take a long position on shares, which had strong momentum of increase in the recent sessions. The purchases of fundamental stocks should be considered when supporting information is published from Annual shareholder meetings. BSC believes that VN-Index will continue to test the sustainability of the resistance level at 715 and the index could fluctuate in a narrow band around this area in the upcoming sessions.

Exhibit 1 The impacts of ETF



Source: Bloomberg, BSC Research

Exhibit 2



Source: Bloomberg, BSC Research

Exhibit 3

### Top 5 volume leaders

Ticker	Volume	Price	% Chg
FLC	17.61	7.38	6.96
HQC	13.29	2.51	-2.33
FIT	9.65	5.10	6.92
ITA	7.19	4.33	-0.46
HAG	7.01	8.07	0.25

Source: Bloomberg, BSC Research

## Stock recommendations

### Short-term portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutlosses	Target
1	GMD	26/09/2016	26.3	33.6	27.8%	24.2	28.5
2	VIC	17/10/2016	43.0	44.8	4.1%	41.0	47.0
3	PVT	27/5/2016	npacts o	12.8	#VALUE!	11.7	13.5
4	CSV	19/12/2016	26.8	29.0	8.0%	26.0	30.0
5	KBC	26/12/2016	13.6	14.9	9.6%	13.0	15.0
<b>Average</b>					<b>#VALUE!</b>		

Source: BSC Research

### CANSLIM portfolio

No.	Ticker	Date	Buy price	Current price	Unrealized gain/ loss	Cutlosses	Target
1	MBB	27/4/2015	13.8	14.0	1.1%	12.8	16.6
2	GMD	4/7/2015	26.6	33.6	26.3%	24.7	31.9
3	VCS	16/12/2016	130.0	151.0	16.2%	120.9	156.0
4	HPG	28/10/2016	40.8	41.2	1.0%	36.4	44.9
<b>Average</b>					<b>11.1%</b>		

Source: BSC Research

## Market statistics

### Top 5 leaders on the HSX

Ticker	Price	% Chg	Index pt	Volume
ROS	163.30	6.94	1.95	4.13MLN
VJC	137.40	4.01	0.68	1.16MLN
VNM	130.90	0.77	impacts of E	736590.00
BID	16.60	1.22	0.29	2.66MLN
Ticker	Price	% Chg		Volume
GAS	58.20	-0.68	-0.33	672260
VCB	37.30	-0.53	-0.31	510190
SAB	224.50	-0.40	-0.25	32990
CTD	196.00	-3.26	-0.22	326680
BHN	104.00	-1.42	-0.15	6340

### Top 5 gainers on the HSX

Ticker	Price	% Chg	Index pt	Volume
TDH	12.25	6.99	0.02	1.49MLN
TTF	7.21	6.97	0.03	98830
FLC	7.38	6.96	0.13	17.61MLN
GIL	49.20	6.96	0.02	394890
ROS	163.30	6.94	1.95	4.13MLN

### 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
NTP	79.00	-4.70	-0.01	800

### Top 5 gainers on the HNX

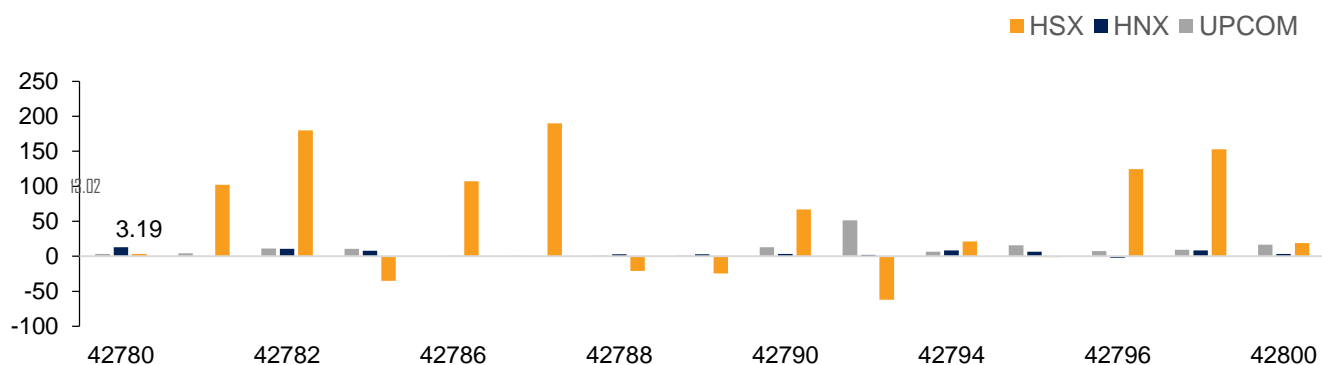
Ticker	Price	% Chg	Index pt	Volume
SIC	12.20	9.91	0.00	2500
TV3	54.40	9.90	0.02	200
PEN	9.00	9.76	0.02	2900
PVR	3.40	9.68	0.07	100
TFC	22.70	9.66	0.01	23900

### 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 &amp; 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>

Bloomberg: BSCV &lt;GO&gt;

