BSC

Overview

Tue, March 6, 2018

Vietnam Daily Review

Rebound

BSC's Forecast on the stock market

	Negative	Neutral	Positive
Day 7/3/2017		•	
Week 5/3-9/3/2018		•	
Month 3/2018		•	

Highlights

• The stock market recovered from the beginning of the morning but still traded in moderation with carefulness of investors. At the end of the session, the increase spread which helped the index regained the score lost yesterday.
• The leaders were VIC (+4.35 points), VCB (+4.22 points), GAS (+3.5 points), BID (+3.07 points) and CTG (+2.46 points).
• The laggards were SAB (-1.29 points), ROS (-0.69 points), NVL (-0.45 points), BHN (-0.31 points) and MWG (-0.29 points).
• Cash flow returned to Banking and Large Cap stocks, helping this group recovering strongly.
• The order matching value of VN-Index in this session reached VND 6,138 billion. The trading range for today was 28.62. The market breadth was active with 173 gainers and 118 losers.
• Ending the trading session, VN-Index gained 26.81 points, closing at 1,120.29 points. Along with that, the HNX-Index rose 1.82 points to 127.33 points.
• Foreign investors were net buyers of VND 278.75 billion on HoSE, concentrated on VRE (VND 90 billion), SKG (VND 76.88 billion) and VJC (VND 47.78 billion). In addition, they sold a net of VND 14.35 billion on the HNX.

Market outlook

After the unexpected drop yesterday (most likely due to the selling pressure of foreign fund, ETF), the market has rebounded strongly. Cash flow was being concentrated in stocks of Banks, Securities and small and medium Real estate stocks helping this group break through with many stocks reached the ceiling price. In addition, during the day that POW opened trading, although not reach the ceiling but the demand still remain stable and partially help the new listing stocks in term of mentality. BSC believed that the market is still in a good growth stage when cash flow is trending to spread in the market. Investors should also make use of strong corrections to increase the stock exposure when the macro picture for the stock market in Vietnam is robust.

Technical analysis: HBC_Continue to rise

(Please go to **page 2** for buy/sell status of stocks and **page 4** for Blue chip stocks information)

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VN-INDEX **1120.29**
Value: 6134.74 bil 26.81 (2.45%)
Foreigners (net): VND 278.75 bil

HNX-INDEX **127.33**
Value: 977.84 bil 1.82 (1.45%)
Foreigners (net): -VND 14.35 bil

UPCOM-INDEX **61.01**
Value 620.3 bil 0.57 (0.94%)
Foreigners (net): -VND 71.17 bil

Macro indicators

	Value	% Chg
Crude oil	62.7	0.21%
Gold	1,325	0.39%
USDVND	22,761	0.00%
EURVND	28,047	0.02%
JPYVND	21,492	0.32%
1-month Interbank rate	2.1%	-
5yr VN Treasury Yield	3.0%	-

Source: Bloomberg, BSC Research

Top Foreign trading stocks

Top Buy	Value	Top Sell	Value
VRE	90.00	HDB	63.22
SKG	76.88	CVT	21.85
VJC	47.77	VCB	21.81
DXG	44.56	CTD	18.66
GAS	43.73	KBC	16.09

Source: Bloomberg, BSC Research

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Noticable stocks update

Ticker	Liqui (Bil)	Close (k VND)	Support (k VND)	Resis (k VND)	Status	Notes
HBC	8.1	42.8	37	48	BUY	Short uptrend
GMD	2.3	43.5	42	45	STOP BUY	Long uptrend
PHR	0.9	50.0	43	52	BUY	Long uptrend
STB	8.5	15.3	14	17	STOP SELL	Short downtrend
VRC	0.6	20.4	18	22	SELL	Short downtrend
DPM	1.0	22.8	21	24	STOP SELL	Short downtrend
TCH	1.1	21.5	20	23	STOP SELL	
VSC	0.5	41.8	36	43	STOP BUY	Medium uptrend
SJS	1.0	32.6	26	34	BUY	Long uptrend
VND	1.6	26.4	20	28	STOP BUY	Long uptrend

Please contact the broker for more information about the signal in the session of the stocks

Stock of the day

Ticker: HBC_Continue to rise

Technical highlights:

- Current trend: out of the medium-term downtrend
- MACD: increasing, diverging above the signal line
- RSI: increasing
- MFI: increasing

Comment: Despite a strong correction, HBC still retained the support of long term uptrend. At the moment, HBC is getting out of medium term downtrend. The MACD is rising and diverging above the signal line, indicating the continued uptrend. The RSI is rising, showing the momentum of increasing stock prices. The MFI is strongly rising, confirming the upward trend. HBC will continue to increase in the coming sessions.

Recommendation: Purchase price: 41,300 – 42,800. Target price is 47,900. Cutloss: 37,000

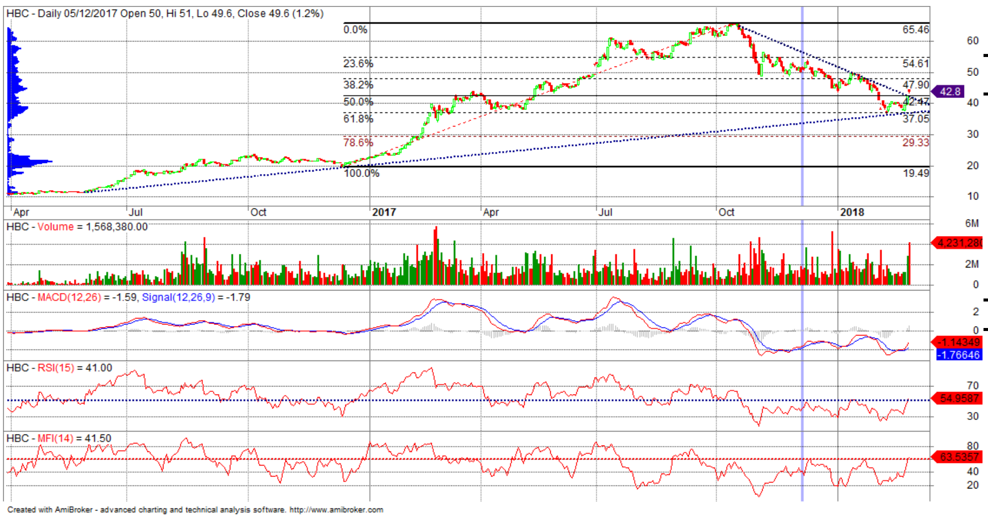
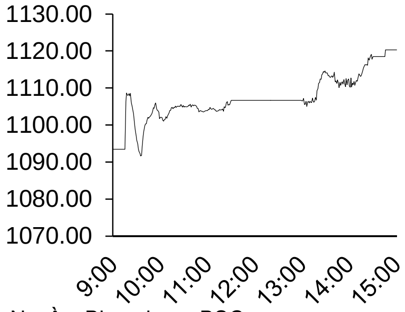


Exhibit 1

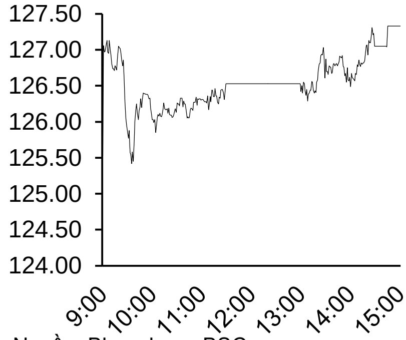
HSX-Index Intraday



Nguồn: Bloomberg, BSC Research

Exhibit 2

HNX-Index Intraday



Nguồn: Bloomberg, BSC Research

Table 1

Index Future Contracts

Ticker	Close	± price	± Volume
VN30F1803	1110.0	3.2%	36.3%
VN30F1804	1114.9	1.8%	22.3%
VN30F1806	1124.0	2.9%	32.6%
VN30F1809	1155.0	1.6%	7.6%

Table 2

Top leaders VN30

Ticker	Close	Price (%	Index pt
VIC	99	4.8	5.5
HPG	64	3.6	4.0
VJC	210	3.4	3.0
MBB	34	4.6	3.0
VCB	71	4.7	2.3

Top Laggards VN30

Ticker	Close	± Price (	Index pt
ROS	135	-2.9	-0.9
SAB	221	-2.4	-1.1
NVL	79	-2.4	-0.7
MWG	117	-2.1	-1.0
NT2	31	-1.6	-0.1

Stocks recomendation

Short-Term Portfolio

No.	Ticker	Date	Buy Price	Current Price	Unrealized gain / loss	Cutloss	Target
1	FPT	29/09/2017	48.75	63.30	29.8%	46.2	55.0
2	REE	30/10/2017	34.45	38.10	10.6%	32.0	45.0
3	VIC	2/5/2018	81.10	98.50	21.5%	80.0	103.0
4	SCR	23/2/2018	12.15	12.60	3.7%	11.0	15.0
5	CIA	27/2/2018	56.20	57.90	3.0%	53.0	63.0
6	HBC	3/5/2018	42.80	42.80	0.0%	37.0	47.9
Average					**11.4%**		

Source: BSC Research

CANSLIM Portfolio

No.	Ticker	Date	Buy	Current	Unrealized	Cutloss	Target
1	MBB	27/4/2015	13.8	34.0	146.4%	20.3	24.0
2	HPG	28/10/2016	25.5	63.9	150.9%	36.4	44.9
3	CSV	24/7/2017	33.1	42.3	27.8%	30.5	39.0
4	SBA	31/07/2017	16.0	15.9	-0.9%	14.2	19.0
5	HCM	18/09/2017	41.9	78.0	86.2%	38.0	48.0
6	PDR	2/3/2018	37.4	39.00	4.4%	34.0	45.0
Average					**69.1%**		

Source: BSC Research

Fundamental portfolio

No.	Ticker	Date	Buy	Current	Unrealized	Cutloss	Target
1	PVT	23/06/2016	11.1	18.6	67.6%	10.3	16.1
2	CTI	29/07/2017	29.7	34.9	17.3%	27.6	34.2
3	MWG	7/8/2017	106.5	117.0	9.9%	99.0	127.0
4	ACB	2/2/2018	41.5	45.9	10.6%	38.3	47.0
Average					**26.3%**		

Source: BSC Research

The Ministry of Industry and Trade has formally imposing self-defense tariff on DAP and MAP fertilizer products

Impact: DDV, QBS

The Ministry of Industry and Trade has formally issued Decision No.686/QD-BCT imposing self-defense tariff on DAP and MAP fertilizer products. Accordingly, the official self-defense tariff will be effective from March 7, 2018 to March 6, 2019, at 1,128,531 VND/ton and from March 7, 2019 to March 6, 2020 decreasing to VND 1,072,104 VND/ton, then the self-defense rate to 0 VND/ton (if there is no extension). The duration of the official self-defense tariff lasts for 2 years.

According to WTO regulations, Vietnam is allowed to apply self-defense tariff for 4 years, but the Ministry of Industry and Trade has decided to apply for a two-year period. Compared to the expectation, the official self-defense tariff is 40% lower than the temporary rate imposed from August 19, 2017 to the end of March 6, 2017 (1,855,790 VND/ton). According to Decision No.686/QD-BCT, the difference between the official self-defense tariff and the temporary (VND 727,259/ton) will be refunded to the eligible taxpayer complying to the law.

We estimate, that self-defense tariff will affect the group of DAP fertilizer producers, direct impact of DDV and indirectly on QBS (company hold 19.1% ownership DDV).

For DDV, the core business started to get profitable since 3Q17 because (1) the Ministry of Industry and Trade imposed a temporary self-defense tariff on DAP products from August 19, 2017 (2) consumption increased by 37% yoy; (3) average DAP selling price increased by 6-18% thanks to rising world fertilizer prices and self-defense tariffs. By the end of 2017, the company recorded a profit after tax of VND 15 billion from a loss of VND 470 billion in 2016. In the first two months of 2018, DDV is expected to earn VND 6.6 billion.

In addition, DDV expects to change the method of applying the VAT on fertilizers from non-taxable objects to 0% taxable objects and request VAT refunds on imported goods as presented in the last DDV's update report. If adopted, these policies will also bring positive improvement to the company's earnings. Simultaneously, under the restructuring plan of Vinachem, Vietnam Chemical Corporation planned to divest all the capital after DDV has no accumulated loss and operates effectively. In 2018, with the imposition of an official self-defense tariff and the rise of DAP fertilizer prices due to China (accounting for 46% of global DAP production) decreasing production because of the problems of environment. We expect that DDV's business result continues to improve.

Ticker	Sector	Close (VND k)	% Day	Beta	Market cap (USD Mil)	Liquidity (USD Mil)	EPS	P/E	P/B	Foreign owned	ROE
MWG	Retail	117.0	-2.1%	0.7	1,664	3.1	7,166	16.3	6.3	49.0%	45.3%
PNJ	Retail	172.0	4.1%	0.8	819	3.1	7,061	24.4	6.8	49.0%	28.9%
BVH	Insurance	83.0	-1.2%	1.5	2,488	0.8	2,246	37.0	4.0	25.1%	10.7%
PVI	Insurance	41.5	-4.8%	0.7	407	2.3	2,114	19.6	1.4	43.9%	9.3%
VIC	Real Estate	98.5	4.8%	1.3	11,446	6.7	2,373	41.5	7.8	10.4%	15.8%
VRE	Real Estate	54.9	6.8%	1.2	4,598	9.1	1,061	51.8	4.0	32.0%	9.0%
NVL	Real Estate	79.1	-2.3%	0.4	2,274	9.5	3,318	23.8	4.1	5.7%	18.7%
REE	Real Estate	38.1	1.1%	1.0	520	1.0	4,441	8.6	1.5	49.0%	18.1%
DXG	Real Estate	37.0	3.1%	1.1	494	5.9	2,494	14.8	2.9	40.0%	21.3%
SSI	Securities	37.8	6.9%	1.3	832	12.4	2,372	15.9	2.2	52.4%	14.9%
VCI	Securities	90.1	-0.6%	0.6	476	0.4	5,527	16.3	7.8	39.6%	31.9%
HCM	Securities	78.0	4.8%	1.0	445	1.9	4,280	18.2	3.9	58.7%	17.8%
FPT	Technology	63.3	2.9%	0.9	1,480	7.1	5,128	12.3	2.9	49.0%	27.9%
FOX	Technology	71.0	0.0%	0.2	472	0.0	5,429	13.1	3.6	0.2%	29.4%
GAS	Oil & Gas	117.0	4.5%	1.6	9,865	4.1	4,916	23.8	5.4	3.4%	23.8%
PLX	Oil & Gas	86.6	4.2%	1.4	4,421	3.1	3,012	28.7	4.9	12.1%	17.2%
PVS	Oil & Gas	25.0	1.6%	1.9	492	6.8	1,793	13.9	1.0	15.8%	7.6%
PVD	Oil & Gas	22.0	0.0%	1.8	371	1.2	0	476.3	0.6	23.7%	0.2%
DHG	Pharmacy	99.8	-0.2%	0.4	575	1.3	4,366	22.9	4.7	47.1%	20.4%
TRA	Pharmacy	111.7	-0.3%	0.0	204	0.0	5,811	19.2	4.5	48.9%	24.6%
DPM	Fertilizer	22.8	2.7%	0.9	393	1.0	1,532	14.9	1.1	22.6%	8.7%
DCM	Fertilizer	13.2	4.3%	0.5	308	1.3	1,077	12.3	1.1	3.4%	9.6%
VCB	Banking	71.2	4.7%	1.5	11,285	9.5	2,525	28.2	4.7	20.8%	17.8%
BID	Banking	37.7	7.0%	1.3	5,670	4.1	2,019	18.6	2.9	2.7%	13.0%
CTG	Banking	32.3	5.9%	1.5	5,298	12.0	1,996	16.2	1.9	30.0%	12.0%
VPB	Banking	61.8	5.6%	0.8	4,077	10.8	4,562	13.5	3.0	23.5%	25.4%
MBB	Banking	34.0	4.6%	1.0	2,719	10.2	1,404	24.2	2.2	20.0%	9.4%
ACB	Banking	45.9	4.3%	0.8	1,994	8.9	2,148	21.4	2.8	30.0%	14.1%
BMP	Plastic	87.1	-1.1%	0.9	314	1.6	5,757	15.1	2.9	43.2%	18.3%
NTP	Plastic	67.0	-2.5%	0.4	263	0.0	5,519	12.1	2.9	23.1%	25.1%
MSR	Resources	28.9	2.1%	1.0	916	0.1	153	188.9	1.8	2.1%	1.0%
HPG	Steel	63.9	3.6%	0.9	4,270	23.3	5,540	11.5	3.2	39.8%	31.5%
HSG	Steel	24.6	5.1%	1.0	379	2.8	3,523	7.0	1.7	26.5%	28.8%
VNM	Consumer staples	202.0	-0.2%	0.7	12,914	7.0	6,356	31.8	12.5	59.6%	40.5%
SAB	Consumer staples	220.5	-2.4%	0.9	6,229	2.5	7,350	30.0	10.3	9.7%	38.6%
MSN	Consumer staples	90.5	-0.5%	1.1	4,176	3.4	2,795	32.4	6.4	33.4%	20.6%
SBT	Consumer staples	18.0	1.1%	1.1	442	3.5	1,245	14.5	1.4	9.4%	7.6%
ACV	Transport	98.9	0.9%	0.8	9,485	0.5	2,208	44.8	8.9	3.5%	21.8%
VJC	Transport	209.8	3.3%	0.8	4,171	6.2	6,233	33.7	19.5	26.4%	68.7%
HVN	Transport	55.9	3.5%	1.8	3,023	2.8	1,938	28.8	4.1	9.1%	14.6%
GMD	Transport	43.5	0.7%	0.8	552	2.3	1,946	22.4	2.0	20.4%	8.1%
PVT	Transport	18.6	1.4%	1.0	231	0.9	1,500	12.4	1.4	32.2%	11.7%
VCS	Materials	225.5	-0.2%	0.8	795	0.5	13,660	16.5	7.5	2.5%	58.4%
VGC	Materials	23.3	0.9%	0.9	460	1.4	1,779	13.1	1.7	36.2%	12.4%
HT1	Materials	14.7	-3.3%	0.7	247	0.2	1,238	11.9	1.1	7.1%	10.0%
CTD	Construction	181.0	1.4%	0.2	624	1.2	20,436	8.9	1.9	44.7%	23.2%
VCG	Construction	25.4	0.8%	1.6	494	4.7	3,197	7.9	1.8	9.6%	23.0%
CII	Construction	34.5	0.6%	0.6	374	0.7	6,012	5.7	1.7	67.7%	35.8%

Market statistics

Top 5 leaders on the HSX

Ticker	Price	% Chg	Index pt	Volume
VIC	98.50	4.79	4.35	1.56MLN
VCB	71.20	4.71	4.22	3.10MLN
GAS	117.00	4.46	3.51	806110.00
BID	37.65	6.96	3.07	2.53MLN

Ticker	Price	% Chg		Volume
SAB	220.50	-2.43	-1.29	259600
ROS	135.00	-2.88	-0.69	814300
NVL	79.10	-2.35	-0.45	2.70MLN
BHN	144.30	-2.50	-0.31	2460
MWG	117.00	-2.09	-0.29	609300

Top 5 leaders on HNX

Ticker	Price	% Chg	Index pt	Volume
ACB	45.90	4.32	1.59	4.48MLN
SHB	12.70	0.79	0.11	17.02MLN
SHS	23.30	4.95	0.10	3.71MLN
PVS	25.00	1.63	0.10	6.21MLN

Ticker	Price	% Chg	Index pt	Volume
PGS	31.00	-8.82	-0.11	35300
PVI	41.50	-4.82	-0.08	1.24MLN
OCH	5.80	-9.38	-0.06	1200
NTP	67.00	-2.47	-0.06	12400
DBC	25.30	-1.94	-0.03	15200

Top 5 gainers on the HSX

Ticker	Price	% Chg	Index pt	Volume
MCP	26.75	7.00	0.01	490
HVG	4.90	6.99	0.03	452160
HAG	6.76	6.96	0.15	10.73MLN
BID	37.65	6.96	3.07	2.53MLN
OPC	60.00	6.95	0.04	670

Top 5 gainers on the HSX

Ticker	Price	% Chg	Index pt	Volume
ALV	8.80	10.00	0.00	144700
L44	2.20	10.00	0.00	800
VE1	20.90	10.00	0.00	9100
VSM	14.30	10.00	0.00	200
VDL	27.60	9.96	0.01	400

Top 5 losers on the HSX

Ticker	Price	% Chg	Index pt	Volume
D2D	62.80	-6.96	-0.02	680
SFC	24.15	-6.94	-0.01	10
KHA	31.20	-6.87	-0.01	2010
GTA	14.95	-6.85	0.00	2780
TV1	17.10	-6.81	-0.01	60

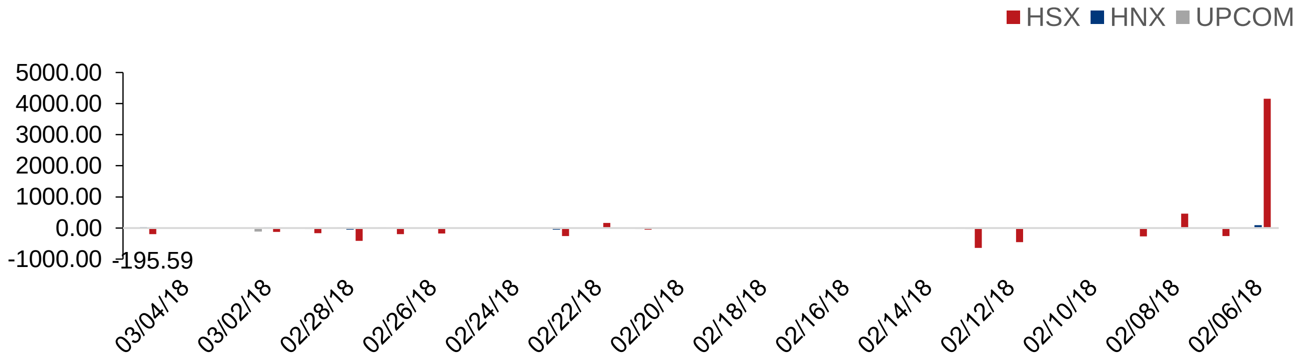
Top 5 losers on the HNX

Ticker	Price	% Chg	Index pt	Volume
MLS	9.00	-10.00	0.00	6000
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

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