RONGVIET SECURITIES

JANUARY

16

TUESDAY

6PM CALL

Market today: Short-term Reaction to the Draft Amendment on the Initial Margin

*(**Thien Bui** – Ext: 1321)*

After going up for 6 days in a row, the VNIndex traded in the red as it closed down 0.51 pt. The HNXIndex also decreased by 0.44 pt. Liquidity was still high in terms of trading value. Total turnover on both bourses reached more than VND 9,173 billion, which was up 9.5% compared to that of yesterday's session. Market breadth turned a bit more negative in the HSX as there were 165 decliners over 116 gainers.

Most sectors did not perform well. Banking shares were all over the place. CTG, MBB and BID went up while VPB, STB and ACB moved down. VCB was unchanged. Real estate stocks were in positive territory, except for NVL (after rising for 16 consecutive days). Small caps names such as DXG, TDH, SCR, VPH, NBB did well.

We also noticed that HAG (+7%) and HNG (+5.7%) rose on high volumes. The fact that these shares are officially out of the warning list of the SSC is a catalyst for a short-term rally.

Today's correction might be the results of investors' reaction regarding yesterday's news on "margin lending contraction". As we have commented in our Analyst's Pinboard, the news could affect the market in the short-term but it will not possibly create a significant correction. Today's drop is not enough to argue that the current uptrend is over. However, volatility has been increasing and as a result we advise investors to be careful and should contemplate raising their cash holdings in their portfolios.

"Short-term Reaction to the Draft Amendment on the Initial Margin "

Analyst Pin-board

Changes in the China Paper Industry's Policy and their Impact on the Vietnam Paper Industry

*(**Hieu Nguyen**– Ext: 1514)*

If you are interested in this content, please click here to view more detail.

Technical Analysis Recommendation

Indexes shook strongly and decreased at the end of the session. Trading volumes increased decrease remarkably. Strong selling forces appeared more frequently. A correction may come soon. Traders consider taking profits partly and then cover stocks at lower prices.

PORTFOLIO RECOMMENDED BY TECHNICAL ANALYSIS

Ticker	Price	Action	Buying date	Buying Price	Target Price 1	Target Price 2	Cut loss Price	Selling Date	Selling Price	Gain/ Loose	Duration
VHC	58.00	**Buy**	09/01/2018	57.50	64.00		53.00			0.87%	Intermediate
VCG	22.90	**Hold**	03/01/2018	23.30	26.00		21.00			-1.72%	Intermediate
VPB	47.50	**Hold**	02/01/2018	43.30	48.00		40.50			9.70%	Intermediate
VGC	26.30	**Hold**	02/01/2018	27.40	30.00		25.00			-4.01%	Intermediate
TCM	30.15	**Hold**	02/01/2018	29.90	33.00		28.00			0.84%	Intermediate
SSI	31.85	**Hold**	28/12/2017	28.65	31.00		27.00			11.17%	Intermediate

Notes:

- **Buying Price** is the Close Price at Buying date. **Selling Price** may be the Target Price, Cut loss Price or Closing Price at Selling date depending on specific cases.
- **Target Price 2** will be updated when the stock passes Target Price 1.
- In the ex-rights date, the prices will also be adjusted accordingly
- Duration: **Short-term** is less than 01 month; **Intermediate-term** is sfrom 01 to 03 months; **Long-term** is more than 03 months.

RONG VIET NEWS

COMPANY REPORTS	Issued Date	Recommend	Target Price
DRC - Getting Through Difficult Times	December 26th, 2017	Neutral – 1 year	28,200
QNS - Earnings Recovery in 2018	December 05th, 2017	Buy – 1 year	74,200
VGC - New Investments Strengthen Business Prospect	December 05th, 2017	Neutral – 1 year	30,200
FPT - Revamped Business Structure	November 29th, 2017	Neutral – 1 year	62,900
Becamex IDC IPO note	November 27th, 2017	n/a	n/a

Please find more information at http://www.vdsc.com.vn/en/companyReport.rv?categoryId=302

FUND CERTIFICATES INFORMATION

Fund name	Trading Day	Subscription Fee (% of trading value)	Redemption Fee (% of trading value)	NAV per unit at valuation date	NAV per unit last valuation date	Change in NAV
VF1	09/01/2018	0.25% - 0.75%	0% - 2.5%	42,496	42,076	1.00%
VF4	09/01/2018	0.25% - 0.75%	0% - 2.5%	19,033	18,900	0.70%
VFB	05/01/2018	0.25% - 0.75%	0% - 2.5%	16,014	16,033	-0.12%
ENF	05/01/2018	0% - 3%	0%	20,071	19,466	3.11%
MBVF	04/01/2018	1%	0%-1%	14,293	14,157	0.96%
MBBF	27/12/2017	0%-0.5%	0%-1%	14,702	14,676	0.18%

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