JULY

25

MONDAY

6 PM CALL

Market today: On-shore investors "froze" their trading

(Thien Bui - Ext:1321)

Markets saw the 5 declining sessions when VNIndex closed lower 0.57 pt and HNIndex dropped 0.07 pt. Market breadth was neutral as number of gainers was equal to number of decliners. GAS, HNG strongly gained when investors reacted positively to the news that these 2 tickers added to VN30 Index. BID, GAS, HNG and MWG were added while EIB, HHS, HVG and PVT were deleted from the basket. Liquidity was recorded at 2-week-low as total values were VND2,237 billion.

On-shore investors lower their participation while off-shore investors actively traded. Domestic capital was only VND1,932 billion, far lower than the average VND2,500 – VND3,000 billion in recent sessions. Foreigners net bought VND99 billion worth of shares in HSX. HPG was the top pick with total purchased value of VND53 billion. In HNX, total values were VND19.5 billion. They net bought PVS the most with around VND10 billion.

Market has been correcting after failing to break 680 level. After strong drops, technical recovery sessions could take place this week. Another point we should notice that low liquidity and many stocks that are shorted as soon as they bounced off. These signs imply that investors are quite negative on short-term market situation. We think that short-term trading strategy is quite risky at this moment. However, high risk-tolerance investors could seek for opportunities when market approaches 640 – 645 pts or act fast when market experiences shocking sessions when it did on last Friday as lots of "bottom fishers" are still on hold.

"On-shore investors "froze" their trading"

The GSO has announced July inflation rate with a slight increase (0.13% compared to that of June). In addition, core inflation rate experienced marginal increases of 0.1% and 1.85% over last month and the same period last year, respectively. Accumulated CPI for the first seven months is up 1.82% from the same period last year. Generally, commodity prices are stable. Specifically, prices of food and food stuffs (-0.05%), prices of beverage and tobacco (+0.09%), prices of Garment. hats. Footwear (+0.04%). Noticeably, transport 'prices gained the highest increase of 1.19% over the previous month. The peak season currently has not been coming yet, thus input prices and public services remained stable. However, the fact that prices of healthcare and educational services are going to increase by the beginning of August will somewhat fuel inflation in next months to rise. We project that inflation and core inflation for the whole year will be 3.5% and 2%, respectively.

Global investors are eyeing to central banks' meetings this week. The FED's meeting will occur from 26 – 27 July while Bank of Japan's meeting will be set up one day after. FED is not expected to post any higher rates at this meeting but market players will digest the policy statement for more details and hints on next rate hiking event. On the other hand, BoJ is expected to push forward stronger easing policy, which could include further rate cutting into negative zone and additional asset purchasing programs.

Analyst Pin-board

PPC: 2Q/2016 result updates

(***Lam Nguyen*** *- Ext: 1313)*

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

Recommendations:

The indexes decreased slightly on low volumes. In general, the correction is still in progress. Investors should reduce stock/cash ratio to a safe level on recovery sessions and wait for indexes at lower supports.

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
KBC	16.9	Hold	18/07/2016	16.8	18.0		15.5			0.60%	Intermediate
CTI	27.0	Hold	18/07/2016	26.7	29.0		25			1.12%	Intermediate
PDB	25.3	Hold	13/05/2016	25.9	28.5		24			-2.32%	Intermediate
BCC	16.8	Hold	22/01/2016	13.7	15.0	17.0	12.5			22.63%	Intermediate
LHC	60.0	Hold	21/08/2015	41.5	49.0	70.0	58			44.58%	Long

Notes:

- **Buying Price** is the Close Price at Buying date. **Selling Price** may be the Target Price, Cutloss 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 from 01 to 03 months; **Long-term** is more than 03 months.

RONG VIET NEWS

COMPANY REPORTS	Issued Date	Recommend	Target Price
NCT – Strong air freight outlook is the key	July 20th, 2016	Accumualte – Long term	140,000
BCI - Gold in land	July 07th, 2016	Accumualte – Long term	28,400
PAC - Profit driver from replacement segment	July 04th, 2016	REDUCE – Intermediate	36,600
PNJ - Glittering Gold	July 04th, 2016	Buy – Long term	101,000
Sanest Dien Khanh - Positive growth potential owing to capacity expansion	June 28th, 2016	Buy – Long term	30,000

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

FUND CERTIFICATION 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	20/07/2016	0.2% - 1%	0.5%-1.5%	28,044	28,230	-0.66%
VF4	20/07/2016	0.2% - 1%	0%-1.5%	12,502	12,598	-0.76%
VFA	15/07/2016	0.2% - 1%	0%-1.5%	6,873	6,903	-0.43%
VFB	15/07/2016	0.3% - 0.6%	0%-1%	13,144	13,103	0.31%
ENF	15/07/2016	0% - 3%	0%	13,979	14,186	-1.46%
MBVF	07/07/2016	1%	0%-1%	11,646	11,569	0.67%
MBBF	13/07/2016	0%-0.5%	0%-1%	12,992	12,988	0.03%
VF1	20/07/2016	0.2% - 1%	0.5%-1.5%	28,044	28,230	-0.66%
VF4	20/07/2016	0.2% - 1%	0%-1.5%	12,502	12,598	-0.76%

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