RONGVIET SECURITIES

JANUARY

26

FRIDAY

"Market is back to normal"

6PM CALL

Market today: Market is back to normal

(Son Tran – Ext: 1527)

After yesterday's crazy session as the result of the two-day shutdown. Today's session was back to normal with trading value at VND9,300 billion. The bluechip stocks dramatically rocketing at the beginning of the morning session made VNindex to increase by nearly 20 points before profit-taking pressure appeared quickly and led to some significant corrections. VNindex closed the day inclining by 11.07 points (+1.0%).

Considering the market is relentlessly increasing, brokerage stocks are expected to be outstanding. However, these stocks were all over the places as HCM was the only one going to the ceiling while the others such as **VND, SSI** slightly corrected. Investors might categorize brokerage stocks into two groups: The first one includes well-known stocks which have been leading the market like **SSI, HCM, VCI, VND** and the second group that might be called "emerging" or "back-on-track" in the last 1-2 years like **SHS, BVS, VDS, BSI, MBS, FTS**. Depending on the preferences, investors can choose between consistent "giants" and high potential mid-small group.

Banking stocks continued to perform well, except for VPB ending in the negative territory. However, inflows toward these stocks were not strong compared to yesterday. Similar to brokerage stocks, banking stocks are divided into two groups, with group 1 including **VCB, BID, CTG, MBB, ACB** and group 2 including **VPB, HDB, LPB, KLB, SHB**. We think it is difficult to pick banking stocks if basing only on their fundamental valuation. However, if we look at other aspects including the capital movement, we believe banking stocks are still good choice now. We hold the view that the correction seen in banking stocks will not be severe and may be considered as good chance to make an entry point.

Oil and gas stocks also drew investors' capital. **PVS, GAS, PVT** were gainers, while PVD ended unchanged. The appeal of these stocks may come from the market's expectation for a recovery in operation due to the uptrend of crude oil prices. **PVS, GAS, and PVD** are on our recommended list for investors who are interested in the sector.

Finally, investors were also interested in the real estate sector. In recent sessions, investors tend to inject in small and mid-cap stocks like **DXG, NLG** together with **VIC**. In addition to residential real estate developers and brokers, we recommend investors to look at NTC and LHG in industrial segment.

Except for these four groups which we saw the most active trading in the market today, other sectors seem to be trading slowly. Market breadth was also a sign of this as the number of tickers decreased significantly compared to the number of decliners across the three exchanges. Market sentiment is good so it is hard to detect specific corrects at specific stocks/sectors. Investors should be cautious with their portfolio, especially the margin trading part. As market goes up strongly, so it does when it corrects.

Analyst Pin-board

DGW: Business result update and 2018 plan

(Son Tran – Ext: 1527) If you are interested in this content, please click here to view more detail.

Technical Analysis Recommendation

Indexes kept going up strongly despite strong selling forces. Trading volume fell sharply below the average. The market seems to be overbought and correction may come soon. Thus, traders consider taking profits 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
RDP	20.95	**Hold**	19/01/2018	19.00	22.00		17.50			10.26%	1-3 months
VHC	59.60	**Buy**	09/01/2018	57.50	64.00		53.00			3.65%	1-3 months
VCG	24.20	**Hold**	03/01/2018	23.30	26.00		21.00			3.86%	1-3 months
VGC	26.70	**Hold**	02/01/2018	27.40	30.00		25.00			-2.55%	1-3 months
TCM	28.40	**Hold**	02/01/2018	29.90	33.00		28.00			-5.02%	1-3 months

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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