FEBRUARY

07

TUESDAY

"Market Rallied Amid Investors Taking Profits"

6 PM CALL

Market today: Market Rallied Amid Investors Taking Profits

*(**Thien Bui** - Ext: 1321)*

Today was an active day. In the HSX alone, the total matching-order volume surged to over 151 million shares, equivalent to VND2,828 billion, up 30% compared to yesterday's trading. The VNIndex moved above 700 pts and closed at 701.91 pts (+0.27%). Though the market traded in the green, the market breadth was not very strong as only few large to mid-cap stocks increased. Moreover, more investors tried to take profits in the afternoon session, which slightly slowed down the VNIndex's movement. Some stocks that have rallied strongly recently and were the main target of profit takers included HBC, CTD, and HPG.

We saw a large put-through volume of SAB, as more than 1 million shares of SAB were traded by foreigners. Ministry of Industry and Trade (89.6%) and Heineken (5%) are the two major shareholders of SAB, making the free-float of this stock ~5%, equivalent to 32 million shares. Today's liquidity was abnormal, as compared to its average daily trade volume of 62,000 shares/session. However, we don't believe that the trading came from large shareholders, but rather could have just been from other foreign funds.

HVG was another noteworthy case, as this stock went to the floor for the 4th session. HOSE made the announcement that HVG is not qualified for margin trading since the company reported negative earnings after being audited. Many brokers will continue to cut margin trading for HVG now, which means its decline will not likely stop soon. We recommend for investors to stay away from HVG at this moment.

There was high tension between buyers and sellers today. Construction, building materials (steel) and securities groups performed quite well, which made up for banking stocks, BVH and VNM, which have begun to display stable movement. Given that investors are excited about the current market movement, it is likely that they are looking for a new area to invest in, after having acceptable profits from construction, building materials (steel) and securities companies.

Analyst Pin-board

HPG's 2016 Business Results: Thriving Profitability

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

Recommendations:

The two indexes increased slightly on high volume. The selling pressures are increasing after a quite long rally but the buying pressures are also strong. There might be a correction in a short-term but in a longer term, the uptrend is still solid. Traders should accumulate stocks on corrections.

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
ITD	26.20	**Buy**	06/02/2017	25.70	28.00		23.50			1.95%	Intermediate
BVH	62.80	**Hold**	05/01/2017	61.10	66.00		58.00			2.78%	Short
PVD	21.40	**Hold**	03/01/2017	20.80	23.00	25.0	19.50			2.88%	Intermediate
HCM	29.55	**Hold**	03/01/2017	28.30	30.00		27.00			4.42%	Short
LHC	67.50	**Hold**	21/08/2015	41.50	70.00	78.0	58.00			62.65%	Long

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 from 01 to 03 months; **Long-term** is more than 03 months.

RONG VIET NEWS

COMPANY REPORTS	Issued Date	Recommend	Target Price
MWG - Waiting for The Ability to Maintain Significant Growth	February 3rd, 2017	Sell - Intermediate	134,500
SKG - Competition Will Begin to Impact Earnings Results	December 16th, 2016	Neutral – Long term	72,800
VGC - Catalysts Ahead for VGC to Fully Realize its Potential	December 14th, 2016	Neutral – Long term	17,800
SAB - The Giant of Vietnam's Beer Industry	December 06th, 2016	Neutral – Long term	143,000
DHG - Hope awaits in 2017	November 30th, 2016	Accumulate – Long term	119,000

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	16/01/2017	0.25% - 0.75%	0% - 2.5%	28,732	28,818	-0.30%
VF4	16/01/2017	0.25% - 0.75%	0% - 2.5%	12,797	12,840	-0.33%
VFA	13/01/2017	0.25% - 0.75%	0% - 1.5%	6,991	7,017	-0.37%
VFB	13/01/2017	0.25% - 0.75%	0% - 2.5%	13,883	13,822	0.44%
ENF	30/12/2016	0% - 3%	0%	14,011	13,763	1.80%
MBVF	15/12/2016	1%	0%-1%	11,905	11,966	-0.51%
MBBF	21/12/2016	0%-0.5%	0%-1%	13,413	13,403	0.07%

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