Market today: Ministry of Industry and Trade Announces Offer Price of SAB

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The Ministry of Industry and Trade has announced the offer price of Sabeco's (SAB) share at **VND320,000 (US$14.1)** each for the auction on December 18. This is the final decision after consulting three alternatives:

(1) The average closing price of 30 sessions before the price announcement date – VND281,500/share;

(2) The highest price by the consultant – VND184,700/share; and

(3) The closing price before price announcement date – VND320,000/share.

The final decision, which is based on a single trading day, seems odd considering the fact that the stock price has high volatility due to very low liquidity. This shows that the Ministry of Industry and Trade wants to maximize the proceeds from this divestment. The question is which investors will accept this high price of 45x P/E, which is higher than many global brands in the beer industry. At the end of today's session, SAB went up 6% to VND339,000.

News about SAB has also boosted the price of other beverage stocks such as BHN (+7%), HAT (+10%), and WSB (+11%). Banking stocks joined the rally in the afternoon, lifting the VNIndex to 952.14 points (+1.16%). Total trading value reached VND5,535 billion, similar to yesterday's level if we exclude the abnormal volume from the Ministry of Construction's divestment from DIG, after which, the stock continued to increase strongly today.

The market has always been active during the day that banking stocks have flourished. This phenomenon is likely to repeat at some point in the future as our banking analyst still maintains a positive outlook for their future earnings, thanks to the macroeconomic tailwind. Investors can refer to the updated report of RongViet Research on the banking sector here.

"Ministry of Industry and Trade Announces Offer Price of SAB"

Analyst Pin-board

FPT Result Update – Company Report Release on 29/11/2017

(*Ha Trinh* – *Ext: 1331)*

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

Updates on Business Performance of VNR

(*Thien Bui* – *Ext: 1321)*

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Technical Analysis Recommendation

Indexes jumped high on steady volumes. Large cap stocks continued to attract money flows strongly. Traders consider holding the stocks longer and buying 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
FPT	59.30	**Hold**	21/09/2017	49.40	54.00		47.00			20.04%	Intermediate
MBB	25.00	**Hold**	21/09/2017	22.10	25.45		20.75			13.12%	Intermediate
CHP	27.50	**Hold**	18/09/2017	26.90	29.00		25.00			2.23%	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 from 01 to 03 months; **Long-term** is more than 03 months.

RONG VIET NEWS

COMPANY REPORTS	Issued Date	Recommend	Target Price
PAC - There Are Still Many Difficulties	November 09th, 2017	Neutral – 1 year	41,100
PHR - Conservative Optimism	November 07th, 2017	Buy – 1 year	46,000
PME - Pioneering in Promoting Technology of Domestic Manufacturers	November 06th, 2017	Buy – 1 year	124,000
IDICO - Quality Assets Await to Unlock	October 30th, 2017	Buy – 1 year	33,500
BMP - Facing up to Challenge of Rising Input Price	October 26th, 2017	Neutral – 1 year	89,000

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	23/11/2017	0.25% - 0.75%	0% - 2.5%	38,152	37,710	1.17%
VF4	20/11/2017	0.25% - 0.75%	0% - 2.5%	17,174	17,010	0.96%
VFB	17/11/2017	0.25% - 0.75%	0% - 2.5%	15,756	15,759	-0.02%
ENF	17/11/2017	0% - 3%	0%	18,389	17,870	2.90%
MBVF	16/11/2017	1%	0%-1%	13,856	13,798	0.42%
MBBF	15/11/2017	0%-0.5%	0%-1%	14,457	14,472	-0.10%

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