JANUARY

04

WEDNESDAY

"Is the Market in an Accumulation Phase?"

6 PM CALL

Market today: Is the Market in an Accumulation Phase?

(Quang Vo - Ext: 1517)

During today's session, there was mixed performance in the market breadth and the indices. The VN-Index and HN-Index ended in positive territory, and both indexes had more gainers than decliners. However, the increase in both indices as well as the gap between gainers and decliners, was somewhat negligent. At the end of today's session, the VN-Index increased by 0.4%, while the HN-Index increased by only 0.16%; 120 stocks in the VN-Index and 71 stocks in the HN-Index closed in the green, while 129 stocks on the VN-Index and 91 stocks on the HN-Index ended in the red.

The VN-30 was the main driver of today's performance. GAS, VIC, CTG, BID and MSN were the main supporters, contributing to 2.9 points of today's gain. On the other hand, VCB and STB were two companies most responsible for bringing down the VN-Index, pulling the index down by 0.78 points. Other stocks outside the VN-30 did not have a significant impact on the market.

GTN continued to draw foreign investors' attention. On the HSX, foreign investors net bought VND105.6 billion, but focused primarily on GTN (VND22 billion) and VNM (VND25 billion). They also net bought 856,530 shares of GTN, equivalent to a value of VND14.69 billion during yesterday's session. These positive signals most likely resulted from the information that the company has received approval to raise the ownership ratio of VLC from 7.7% to 65.0%, which they previously informed investors of at the end of 2016.

We think that the market is in an accumulation phase, since (1) the change of both indices was quite small, (2) market liquidity still has not been too high and (3) cash flow is slowly moving to large cap companies. We think that the current environment is suitable for investors to investigate good fundamental stocks and wait for the upcoming wave.

Analyst Pin-board

ACB: Notable Resolution of its Legacy Problems

(Lam Nguyen – Ext: 1313)

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Recommendations:

The two indexes kept moving up but were not too strong. The liquidity increased on HSX but decreased on HNX. The short-term uptrend is still valid but the market may shake in next sessions due to short-term profit taking. Trader should wait to buy 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
PVD	21.40	Buy	03/01/2017	20.80	23.00	25.0	19.50			2.88%	Intermediate
HCM	28.10	Buy	03/01/2017	28.30	30.00		27.00			-0.71%	Short
CII	30.35	Hold	18/11/2016	29.45	32.00		28.50			3.06%	Intermediate
PPC	17.10	Hold	18/11/2016	15.30	17.00		14.50			11.76%	Intermediate
VGC	15.30	Hold	26/07/2016	13.50	17.60		12.60			13.33%	Long
LHC	65.50	Hold	21/08/2015	41.50	70.00	78.0	58.00			57.83%	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
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
GMD - Encouraging result amid short-term cargo low	November 28th, 2016	Accumulate – Intermediate 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	30/12/2016	0.25% - 0.75%	0% - 2.5%	27.993	27.959	0.12%
VF4	30/12/2016	0.25% - 0.75%	0% - 2.5%	12.436	12.425	0.09%
VFA	30/12/2016	0.25% - 0.75%	0% - 1.5%	6.697	6.725	-0.42%
VFB	30/12/2016	0.25% - 0.75%	0% - 2.5%	13.813	13.813	0.11%
ENF	23/12/2016	0% - 3%	0%	13.763	13.771	-0.06%
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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