MAY

25

THURSDAY

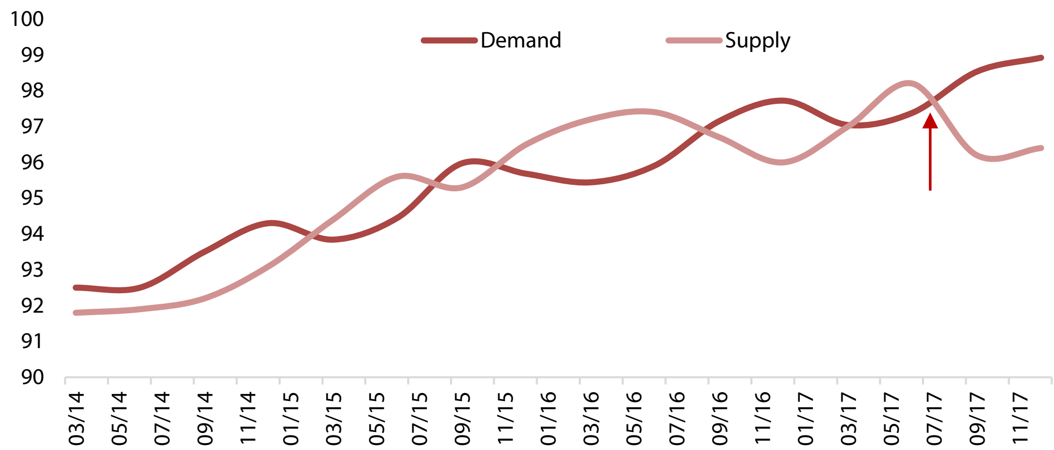
6PM CALL

Market today: The Return of Oil & Gas Stocks

*(**Thien Bui** – Ext: 1321)*

Besides familiar shares of brokerage firms, oil & gas stocks, which are PVS, PVD, PVT, PXS, PXT etc., also increased. Higher oil price on the expectation of production cut-off is the main catalyst for these shares. RongViet Research used to forecast the average oil price for 2017 will be USD57/barrel, up 27% YoY with the assumption that oil demand will exceed supply during H2 2017 and that the crude market will take its first steps in becoming balanced.

Figure: Supply & Demand Balance for the Global Oil Market in 2017 (unit: million barrels/day)



Source: Bloomberg, RongViet Research

"The Return of Oil & Gas Stocks"

Among all the oil & gas stocks, RongViet Research is positive about PVS. The company will heavily depend on on-shore projects for its M&C segment. We also expect for the company's gross profit margin to improve, as its contract value will increase due to oil prices remaining above USD50/barrel over the last few quarters. Seaport segment will start to recover this year, but this will occur at a slow pace; FSO/FPSO will continue to bring stable revenue of VND3,000 billion/year due to fixed contracts while the survey segment will record a loss. However, this issue will not be as serious as last year. For further details, investors may find the report here with the name **"PVS - Positive Prospects from Energy Projects"**

In a day when oil & gas stocks rallied together, the market was supposed to close higher. However, the slow-down of banking shares pulled down the VNIndex. Only MBB moved higher while other shares BID, CTG, VCB, VIB, STB closed in the red.

In brief, the VNIndex continued to struggle at 741 pts when it closed lower 0.83 pt. On the contrast, the HNXIndex under the support of HNX Large-cap stocks increased 0.5 pt. Short-term profit takers will always hinder the market on its way to search for higher peak. Therefore, today session does not imply a reversion for the VNIndex.

Analyst Pin-board

LCG – Quick Update

*(**Trinh Nguyen** – Ext: 1331)*

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

Recommendations:

VN-Index corrected slightly while HNX-Index kept going up. Trading volume reduced slightly. The current trend is up and trader should consider raising the proportion of stock 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/ Loss	Duration
PGS	19.30	Hold	19/05/2017	19.50	22.00		18.50			-1.03%	Intermediate
TNG	14.80	Hold	19/05/2017	15.10	18.00		14.00			-1.99%	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
VIT - Driving Force from Capacity Expansion	May 22nd, 2017	Accumulate – Long term	33,900
PGS - Commendable Growth in LPG Segment	May 22nd, 2017	Accumulate – Intermedia	21,700
REE – Higher Value due to the Reduction of ex rate risk	April 20th, 2017	Accumulate – Long term	32,800
TCM - Benefits from the Rebound in Textile Demand	April 4th, 2017	Accumulate – Long term	25,300
PVS - Positive Prospects from Energy Projects	April 3rd, 2017	Accumulate – Long term	21,900

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	19/05/2017	0.25% - 0.75%	0% - 2.5%	30,632	30,753	-0.39%
VF4	19/05/2017	0.25% - 0.75%	0% - 2.5%	13,759	13,827	-0.49%
VFA	16/03/2017	0.25% - 0.75%	0% - 1.5%	6,777	6,802	-0.37%
VFB	19/05/2017	0.25% - 0.75%	0% - 2.5%	14,486	14,439	0.33%
ENF	12/05/2017	0% - 3%	0%	16,045	15,805	1.52%
MBVF	18/05/2017	1%	0%-1%	12,916	12,767	1.17%
MBBF	10/05/2017	0%-0.5%	0%-1%	13,706	13,688	0.13%

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