RONGVIET SECURITIES

NOVEMBER

23

WEDNESDAY

“Most of shares went down but indices still closed in green”

6 PM CALL

## *Market today:* Most of shares went down but indices still closed in green

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

**Both indices mostly traded in the green today**. For a very short period of time in the afternoon, the VNIndex lost its ground due to ROS going to the floor, although it quickly regained thanks to ROS recovering again. Quite similar to the VNIndex, the HNIndex experienced a very small gain during today’s trading, only increasing by 0.37 points. Liquidity continued to increase for the 2nd straight day, with a total total trading value of VND2,863 billion. **Foreigners continued to net sell in the HSX with total value of VND70 billion, and were also net buyers in the HNX at around VND14 billion.**

**We did not see any highlighted sectors during today’s trading**. **Natural rubber stocks** corrected after their hot rallies due to TRC’s announcement of a mistake in their accounting report. **The Food & beverages sector** had its two leaders move in the opposite direction: VNM decreased while MSN increased after MSN announced that it would pay a 50% stock dividend and a 30% cash dividend. Last but not least, **the aviation services sector** also corrected. Investors started to strongly sell stocks of ACV after 3 listed days. Total matching volume of ACV was 3.2 million shares, 5 to 6 times higher than the last two days. Hence, ACV only added 9.5% to yesterday’s close (on Monday and Tuesday, it always closed at the ceiling). Other stocks such as MAS, NCS and NCT also went down or closed at reference price.

**The aviation sector could probably see another surge when Vietnam Airlines’ shares are listed on the Upcom this December**. Vietnam Airlines finished its IPO on 14/11/2014 as they successfully sold 3.99% of its total outstanding shares at an average price of VND22,307/share. Vietnam Airlines’ free float is 3.99%, which is equivalent to 49 million shares. Out of the 49 million shares, individual investors only hold 690,000 shares, which will make liquidity an issue when this company is listed. The scarcity of supply will be a driver for the stock to gain significantly, similar to the case of Habeco (BHN). On the OTC, we hardly saw any deals relating to Vietnam Airlines’ shares. **Vietjet is reported to start an IPO worth $200 million in December (Reuters).** Two months ago, the company decided to postpone its plan to go public in a foreign market (Singapore or Hong Kong). Therefore, this IPO, if successful, will be a good initial step for Vietjet to eventually list in another market.

*Overall, the VNIndex closed in the green, although most of its components closed in the red. As we commented in our 6pm call dated 21/11/2016, there is a strong divergence between groups of stocks and the VNIndex, which is supported by only a few bluechips.* ***In conclusion, investors should not be over-excited as the VNIndex is heading to 690 pts, a strong resistance level that it has already failed to surpass 4 times this year.***

*Analyst Pin-board*

**Steel Production Materials Price Rise: New Price Level in 2017**

*(Trinh Nguyen – Ext: 1331)*

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

## Recommendations:

The two indexes kept increasing thanks to a handful of large-cap stocks. The trading volume maintained at a moderate level. The number of gainers was less than losers. Reversal signal is not strong enough and trader should continue to maintain a portfolio which is balanced between cash and stock.

## 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 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **CII** | 29.60 | **Buy** | 18/11/2016 | 29.45 | 32.0 | | 28.5 | | | 0.51% | Intermediate |
| **DAG** | 15.65 | **Hold** | 18/11/2016 | 15.0 | 17.0 | | 14.3 | | | 4.33% | Intermediate |
| **PPC** | 15.60 | **Buy** | 18/11/2016 | 15.30 | 17.0 | | 14.5 | | | 1.96% | Intermediate |
| **HSG** | 46.45 | **Take** | 07/11/2016 | 42.1 | 46.0 | | 39.5 | 22/11/2016 | 46.30 | 9.98% | Intermediate |
| **SMC** | 24.90 | **Take** | 07/11/2016 | 21.2 | 23.0 | | 19.5 | 16/11/2016 | 24.40 | 15.09% | Intermediate |
| **DNP** | 25.00 | **Hold** | 08/09/2016 | 27.4 | 32.0 | | 25.0 | | | -8.76% | Intermediate |
| **VGC** | 16.00 | **Hold** | 26/07/2016 | 13.5 | 17.6 | | 12.6 | | | 18.52% | Long |
| **KBC** | 15.00 | **Cutlos** | 18/07/2016 | 16.8 | 18.0 | | 15.5 | 21/11/2016 | 15.50 | -7.74% | Intermediate |
| **CTI** | 27.80 | **Hold** | 18/07/2016 | 26.7 | 29.0 | | 25.0 | | | 4.12% | Intermediate |
| **LHC** | 70.00 | **Hold** | 21/08/2015 | 41.5 | 70.0 | 78.0 | 58.0 | | | 68.67% | 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 |
|---|---|---|---|
| HPG- Unmatchable | November 21st, 2016 | Accumulate | 50,300 |
| VNS - The battle for market share | November 8th, 2016 | Monitor | NA |
| VSC- Long-run Outlook Remains Positive | November 3rd, 2016 | Buy – Intermediate term | 71,200 |
| NKG - Seize the opportunity | November 1st, 2016 | Buy – Intermediate term | 45,700 |
| BFC - Solid position in Vietnam's NPK fertilizer industry | October 26th, 2016 | Buy – Long term | 43,000 |

*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 | 17-11-16 | 0.25% - 0.75% | 0% - 2.5% | 28,358 | 28,352 | 0.02% |
| VF4 | 17-11-2016 | 0.25% - 0.75% | 0% - 2.5% | 12,633 | 12,638 | -0.04% |
| VFA | 11-11-16 | 0.25% - 0.75% | 0% - 1.5% | 6,646 | 6,391 | 3.99% |
| VFB | 11-11-16 | 0.25% - 0.75% | 0% - 2.5% | 13,737 | 13,743 | -0.04% |
| ENF | 11-11-16 | 0% - 3% | 0% | 14,326 | 14,180 | 1.03% |
| MBVF | 03-11-16 | 1% | 0%-1% | 12,135 | 12,073 | 0.51% |
| MBBF | 02-11-16 | 0%-0.5% | 0%-1% | 13,340 | 13,322 | 0.14% |

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