OCTOBER

16

MONDAY

6PM CALL

Market today: Waiting for a Stronger Cash Flow

***(Hieu Nguyen** – Ext: 1514)*

Commercial banks, particularly ACB and VPB, continued to move up higher. However, the VNIndex was unable to maintain the increase by the end of the session due to the decrease of GAS and VIC. Accordingly, VNIndex slightly declined and closed at 819.49 points (-0.19%) after last week's unexpected rally. While the market was neutral, textile stocks (TCM, TNG, GIL) and aviation stocks (VJC, ACV, SGN) still outperformed the market. Today also marked the return of foreign investors as they net bought for a total of over VND200B, mostly thanks to the transactions of KDH.

Pharmaceutical stocks also advanced today, led by DHG (+4.2%), DMC (+2.9%) and DBD (+2.3%). In particular, there was an abnormal volume of over 5 million shares of DBD trading at around VND47,000, which could potentially come from the divestment activity of Binh Dinh investment fund. If this is the case, the fund still needs to divest about 5 million more shares from now until November 14. Accordingly, investors may still have the opportunity to accumulate stocks at around that price. At present, RongViet Research considers DBD as one of the few companies that will benefit greatly from the replacement trend by domestic drugs over imported drugs in the hospital channel, and put high hopes on the cancer treatment products of the company.

Although the market went up in the last two weeks, most of the rally has not been attributed to the business results' effects. We expect that the situation will gradually change in the next 2 weeks; cash flow will rotate more to stocks with good business results, which will be released at higher frequency.

"Waiting for a Stronger Cash Flow"

Corporate news:

NTC rallied by 4.4% after the company announced its Q3 earnings. The NPAT reached VND98B, double that in the same period last year. This translates to a 9-month EPS of over VND6,100. Notably, the short-term financial investment increased from VND131B to VND1,100B, contributed by (1) VND500B moved from 6-month deposits to 3-month deposits, and (2) VND400B fees collected from customers.

Analyst Pin-board

CTG - Business Update

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

Technical Analysis Recommendation

VN-Index decreased while HNX-Index increased slightly. Trading volumes improved on both exchanges. In general, the market is in an uptrend and traders should hold the stocks longer and 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
FPT	51.40	**Hold**	21/09/2017	49.40	54.00		47.00			4.05%	Intermediate
MBB	23.10	**Hold**	21/09/2017	22.10	25.45		20.75			4.52%	Intermediate
CHP	27.00	**Hold**	18/09/2017	26.90	29.00		25.00			0.37%	Intermediate
PHR	42.50	**Hold**	21/08/2017	40.20	44.00		38.00			5.72%	Intermediate
RDP	20.50	**Hold**	16/08/2017	20.80	24.00		19.50			-1.44%	Intermediate
ITD	19.30	**Hold**	16/08/2017	19.50	22.00		18.00			-1.03%	Long-term
HSG	28.00	**Hold**	16/08/2017	29.15	31.00		28.00			-3.95%	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
PVD - Temporarily Go Through the Gloomy Time	October 06th, 2017	Neutral – 1 year	15,100
HAX - Rapid Growth Thanks To Expanding Market Shares	October 02nd, 2017	Neutral – 1 year	42,300
DPM - 2019 – The Turning Point	September 29th, 2017	Neutral – 1 year	22,400
KDF - An Attractive Business Model	September 28th, 2017	Neutral – 1 year	68,000
HDG - Higher Market Position Thanks to Ha Do Centrosa Garden Project	September 26th, 2017	Buy – 1 year	39,700

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	06-10-17	0.25% - 0.75%	0% - 2.5%	34,345	34,507	-0.47%
VF4	06-10-17	0.25% - 0.75%	0% - 2.5%	15,529	15,590	-0.39%
VFA	16-03-17	0.25% - 0.75%	0% - 1.5%	6,777	6,802	-0.37%
VFB	29-09-17	0.25% - 0.75%	0% - 2.5%	15,671	15,622	0.31%
ENF	29-09-17	0% - 3%	0%	17,524	17,553	-0.17%
MBVF	28-09-17	1%	0%-1%	13,527	13,460	0.50%
MBBF	06-10-17	0.25% - 0.75%	0% - 2.5%	15,529	15,590	-0.39%

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