Market today: Market Up, Portfolio Performance Down

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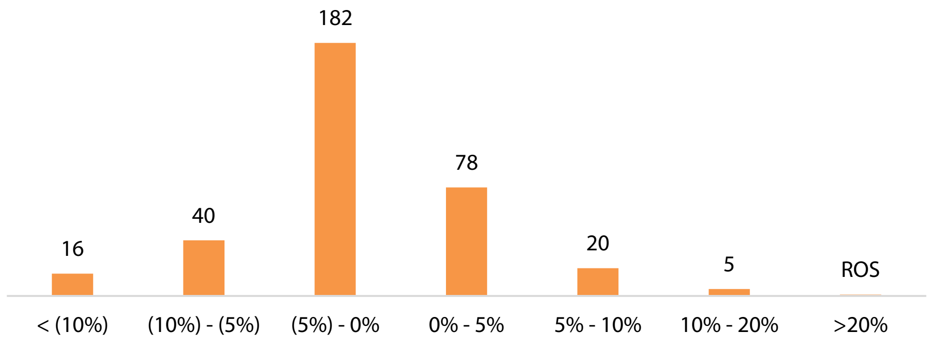
As we mentioned in yesterday's 6pm, an increase of large-cap stocks along with ROS has indeed led the VN-Index to rise strongly by 1.24% to 840.37 points. Thanks to that, the market created a feeling that it performed relatively well with 154 gainers against 125 decliners, although most of the time most of the stocks wereas deeply in red. BThe business results continues to be released and supports the rally of some stocks such as VJC (+ 3.3%) or REE (+ 4.5%).

At the end of this week, the VNIndex advanced from 826.84 to 840.37 points, equivalent to an increase of 1.6%. Nevertheless, we are not convinced by that rally as it was attributed to only one stock – ROS (up from VND 141,300 to VND 196,000, equivalent to a 39% gain in just one week). Most market participants may experience that their portfolio performance has not improved despite the rally. Therefore, it seems better to forget about the current market movement at the present and focus on individual stocks.

Figure: Although the VNIndex Increased, Decliners Overwhelmed Gainers



"Market Up, Portfolio Performance Down"

Corporate news updates:

QNS has released Q3 2017 financial statement with VND2,011B in revenue (+ 4.1% YoY). However, the gross margin has dropped from 30.6% (Q3 2016) to 23.7% (Q3 2017) that led to a 19,2% fall in gross profit. The bad business result mainly came from the sugar segment. In details, sugar segment recorded -VND26,1B in gross profit. Meanwhile, soymilk consumption volume slightly increased by 4%, compared to the 2017 guideline of 10%. As a result, net profit in Q3 2017 decreased by 38% to VND194B.

BID: For 9M 2017, total operating income before risk provision was over VND7,400B, up 1.5 times over the same period last year. Of which, net interest income was over VND9,000B (+39% YoY); net income from services was VND730B (+29% YoY). However, due to the increase in risk provision in the third quarter, BID's profit slightly decreased over the same period. Specifically, the cost of risk provision in Q3 2017 was VND5,556B, and in 9M 2017 was VND11,887B (+ 70% YoY). As such, 9M's EBT was only VND5,555B and NPAT was VND4,309B, down 4% YoY and 7% YoY respectively.

REE: For 9M2017, revenue and NPAT of the company reached VND3,327B (+41% YoY) and VND1,039B (+113% YoY) respectively. Of which, M&E and Electricity recorded the strongest revenue growth of 58% YoY and 70% YoY, respectively. These 2 segments accounted for 68% of REE's revenue. These are also two of the top contributors to profit, with VND216B (+28% YoY) for M&E and VND480B (2016: VND-4B) for electricity. Rental income was stable at VND212B (+0.9%). Notably, the Etown Central office building is entering the finishing phase and is currently undergoing rental marketing.

Analyst Pin-board

STK- Q3 2017 Business Updates

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RONGVIET RESEARCH – 9M17 Results Update

Unit: VND Billion

Ticker	3Q17				9M17				Compared with our estimation
	Net Revenue	%YoY	PAT	%YoY	Net Revenue	%YoY	PAT	%YoY	
BFC	1,556	6%	72	-13%	4,779	6%	280	10%	☹
BMP	882	0%	120	-38%	2,619	6%	348	-36%	😐
CTD	7,641	44%	478	30%	18,185	35%	1,191	24%	😐
DHA	67	41%	16	117%	189	36%	48	59%	☺
DHG	902	-2%	138	-15%	2,710	4%	498	6%	☹
DQC	260	4%	24	-47%	678	-3%	74	-51%	☹
FPT	11,766	19%	744	-56%	31,000	14%	1,507	-14%	😐
GAS	15,085	9%	1,963	99%	47,489	60%	6,073	104%	😐
HPG	12,540	54%	2,139	33%	33,417	43%	5,613	21%	☺
HT1	1,933	-9%	94	-64%	5,982	-1%	318	-50%	😐
HTI	95	12%	15	-1%	267	-16%	62	28%	😐
IMP	251	16%	29	26%	751	17%	89	40%	☹
NKG	3,813	52%	206	40%	9,300	44%	557	23%	😐
NLG	375	-38%	72	39%	1,637	-2%	465	147%	😐
PGS	1,564	13%	31	3%	4,429	15%	85	-71%	😐
CHP	173	49%	67	193%	584	101%	265	971%	☺
NT2	1,137	-25%	34	-79%	4,687	5%	491	-43%	😐
PHR	463	30%	109	68%	1,121	45%	249	87%	☺
PPC	1,472	16%	152	22436%	4,630	3%	745	n/a	☺
SHP	212	1%	98	0%	433	27%	118	n/a	😐
STK	513	67%	18	146%	1,431	47%	67	71%	😐
TCM	902	14%	52	31%	2,449	6%	171	90%	😐
TNG	849	43%	46	56%	1,848	28%	88	26%	☺
VCB	7,288	20%	2,149	31%	14,586	-20%	6,379	26%	😐
VNM	13,297	9%	2,688	5%	38,758	11%	8,545	13%	☺
VSC	352	24%	72	19%	959	22%	190	0%	☹

Technical Analysis Recommendation

VN-Index jumped up strongly and broke above resistance (830) while HNX-Index increased negligible. Trading volumes decreased down to a low level. VN-Index may go higher thanks to large cap stocks. Traders should focus on stocks in VN30 group.

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	50.20	**Hold**	21/09/2017	49.40	54.00		47.00			1.62%	Intermediate
MBB	22.50	**Hold**	21/09/2017	22.10	25.45		20.75			1.81%	Intermediate
CHP	27.10	**Hold**	18/09/2017	26.90	29.00		25.00			0.74%	Intermediate
PHR	40.30	**Hold**	21/08/2017	40.20	44.00		38.00			0.25%	Intermediate
RDP	19.40	**Hold**	16/08/2017	20.80	24.00		19.50	26/10/2017	19.50	-6.25%	Intermediate
ITD	19.50	**Hold**	16/08/2017	19.50	22.00		18.00			0.00%	Long-term

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
BMP - Facing up to Challenge of Rising Input Price	October 26th, 2017	Neutral – 1 year	89,000
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

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	19-10-17	0.25% - 0.75%	0% - 2.5%	16,076	16,170	-0.58%
VF4	19-10-17	0.25% - 0.75%	0% - 2.5%	16,076	16,170	-0.58%
VFA	13-10-17	0.25% - 0.75%	0% - 2.5%	15,693	15,677	0.10%
VFB	13-10-17	0% - 3%	0%	17,775	17,546	1.31%
ENF	12-10-17	1%	0%-1%	13,676	13,526	1.11%
MBVF	11-10-17	0%-0.5%	0%-1%	14,377	14,372	0.03%
MBBF	19-10-17	0.25% - 0.75%	0% - 2.5%	16,076	16,170	-0.58%

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