RONGVIET SECURITIES

FEBRUARY

27

MONDAY

6 PM CALL

“Market Excitement is Gradually Declining”

Market today: Market Excitement is Gradually Declining

(**Quang Vo** – Ext: 1517)

The VN-Index fell during the morning session amid profit taking pressure for large caps. However, the index rose above its reference price at the end of the morning and had a signìicant gain during the afternoon session. Banking stocks were the main supporters during today's trading session, with VCB and CTG collectively contributing to around 1.55 points. Rubber and fertilizer stocks also had strong performance with positive breadth today, while other industries seemed to observe a divergence in capital flow.

Market liquidity notably decreased today, although still remaining at a high level, as the total matched trading value fell in the VN-30 (-12%), VN-Mid (-17%) and VN-Sml (-25%). Total trading value has edged down from VND3,916 billion to VND3,250 billion since last Tuesday. We believe that investors are reducing margin-using transactions in order to limit risks as the index is at record high levels and/or some stocks' margin borrowing was at the ceiling.

Overall, there are two noteworthy points during today's session, which include the following: (1) new capital flow quickly replaced profit taking flow and (2) market liquidity is declining and returning to more stable levels.

MWG Update:

After holding an analyst meeting on February 24th, MWG announced its January 2017 business results. Overall, MWG had impressive performance as its revenue rose by 94% YoY. The main contributions came from its DienmayXanh chains, which the company continued to promote during 2016. The company estimates that its profit after tax will reach VND268 billion (+75% YoY). The reason for slower growth of PAT against revenue is (1) increased focus on marketing and brand promoting activities and (2) a small loss coming from its BachhoaXanh chains.

We hold the view that MWG has been moving in the right direction as Thegioididong and DienmayXanh's market share increased to 40% and 16% at the end of 2016, respectively. However, we think that BachhoaXanh's business efficiency needs more time, due to the lack of positive signals as well as ability to bring short-term profit.

Analyst Pin-board

Cement Industry Update

*(**Huong Pham** – Ext: 1314)*

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

Recommendations:

Indexes recovered quite strongly but the trading volume went down. It seems that they're struggling at around their resistances and traders should wait for a few sessions.

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
DIG	8.53	**Buy**	27/02/2017	8.53	10.00		7.80			0.00%	Intermediate
KDC	37.30	**Buy**	23/02/2017	39.50	45.00		37.50			-5.57%	Intermediate
FPT	46.60	**Hold**	15/02/2016	46.00	50.00		44.00			1.30%	Intermediate
PAC	35.00	**Hold**	15/02/2016	36.50	40.00		34.00			-4.11%	Intermediate
AAA	25.80	**Hold**	14/02/2017	25.20	28.00		23.00			2.38%	Intermediate
ITD	28.70	**Hold**	06/02/2017	25.70	28.00		23.50			11.67%	Intermediate
BVH	59.50	**Hold**	05/01/2017	61.10	66.00		58.00			-2.62%	Short-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
MWG - Waiting for The Ability to Maintain Significant Growth	February 3rd, 2017	Sell - Intermediate	134,500
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

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	24/02/2017	0.25% - 0.75%	0% - 2.5%	29,492	29,449	0.15%
VF4	24/02/2017	0.25% - 0.75%	0% - 2.5%	13,165	13,151	0.11%
VFA	24/02/2017	0.25% - 0.75%	0% - 1.5%	6,863	6,894	-0.45%
VFB	24/02/2017	0.25% - 0.75%	0% - 2.5%	14,055	14,050	0.04%
ENF	17/02/2017	0% - 3%	0%	14,725	14,618	0.73%
MBVF	16/02/2017	1%	0%-1%	12,372	12,287	0.69%
MBBF	15/02/2017	0%-0.5%	0%-1%	13,544	13,498	0.34%

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