RONGVIET SECURITIES

MAY

19

THURSDAY

6 PM CALL

*"Tailwinds, headwinds"*

## *Market today:* "Tailwinds, headwinds"

*(Thien Bui - Ext: 1321)*

**Trading activity was mild, liquidity was lower and the market continued to decrease**. The trade of the day was 2.4 million put through of VNM (equal to VND 300 billion), which is a part of Vietnam Enterprise Investment's strategic escape. Price of Oil and Gas stocks, namely GAS, PVD, PVS, decreased follow the decrease of oil price, which is foreseen as the price approached the 50$ resistance level. Banking stocks, except MBB and EIB, decreased as well. Price of other leading stocks such as VNM, BVH, VIC either decreased or remained. These factors explained the down market today. However, the cash flow appeared not rest but moved to small-cap stock, which is shown by the increase of VNSML and HNX Mid/Small (0.49% and 0.05% respectively) This movement could also be seen as a sight of the market approaching the top.

**Foreigners turned net sellers after had net bought in 4 consecutive sessions**. Foreign investors net sold to the tune of VND109 billion in HSX and VND21 billion in HNX worth of shares. Though net sell as a whole, they still strongly purchased 3.2 million shares of MBB, equivalent to VND50 billion. Offshore investors continued to net bought PVD and GAS for the second session in a row.

*In short-term, (1) President Obama's visit with bilateral cooperation and (2) FOL lifting at VNM will be tailwinds for market. The next resistance would be 638 – 640 pts, which is considered as very strong. In the past, there was only 1 time in 2007 when VNIndex broke out this level and formed "the giant wave 2007"*

*After then comes 2 headwinds: (1) possibility of FED hiking rate as the recent FED minutes releasing yesterday stated that Ms Yellen would raise the rate if data improved in June and (2) Saudi Arabia could increase its oil supply at OPEC meeting in June. More to say, Vietnam stock market has been moving upward while other major global markets has been moving downward or sideways. Such divergence increased the probability that market is heading toward a peak.*

## *Analyst Pin-board*

### ITD – Fiscal year 2015 earnings update

*(Tuan Huynh - Ext:1318)*

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

## Recommendations:

VN-Index and HNX-Index kept moving down for the second session after reaching their resistances. The selling pressures are quite strong, especially on bank and oil & gas stocks. Traders should maintain a portfolio which is balance between stock and cash and wait for indexes at supports.

## 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 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **PDB** | 24.7 | **Buy** | 13/05/2016 | 25.9 | 28.5 | | 24 | | | -4.63% | Intermediate |
| **ITD** | 24.0 | **Hold** | 11/03/2016 | 17.7 | 21.0 | | 16 | | | 35.59% | Intermediate |
| **BCC** | 13.5 | **Hold** | 22/01/2016 | 13.7 | 15.0 | | 12.5 | | | -1.46% | Intermediate |
| **LHC** | 48.6 | **Hold** | 21/08/2015 | 40.5 | 49.0 | | 37 | | | 17.11% | Long |

**Notes:**

- **Buying Price** is the Close Price at Buying date. **Selling Price** may be the Target Price, Cutloss 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 |
|---|---|---|---|
| PLC - Expect better business results in Q22016 | May 16th, 2016 | Accumulate – Intermediate | 32,300 |
| NT2 - Secure position | May 13th, 2016 | Accumulate – Long term | 34,800 |
| DRC - Expecting on replacement segment | May 11th, 2016 | Accumulate – Intermediate | 52,000 |
| PTB - As right as a trivet | April 27th, 2016 | Accumulate – Long term | 130,000 |
| SKG - Using tailwind for a boost | April 27th, 2016 | Neutral– Long term | 120,000 |

*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 | 10/05/2016 | 0.2% - 1% | 0.5%-1.5% | 25,104 | 25,156 | -0.21% |
| VF4 | 10/05/2016 | 0.2% - 1% | 0%-1.5% | 11,252 | 11,258 | -0.06% |
| VFA | 06/05/2016 | 0.2% - 1% | 0%-1.5% | 6,835 | 6,782 | 0.78% |
| VFB | 06/05/2016 | 0.3% - 0.6% | 0%-1% | 12,893 | 12,872 | 0.16% |
| ENF | 06/05/2016 | 0% - 3% | 0% | 12,687 | 12,587 | 0.79% |
| MBVF | 05/05/2016 | 1% | 0%-1% | 11,238 | 11,269 | -0.28% |
| MBBF | 04/05/2016 | 0%-0.5% | 0%-1% | 12,686 | 12,671 | 0.12% |
| VF1 | 10/05/2016 | 0.2% - 1% | 0.5%-1.5% | 25,104 | 25,156 | -0.21% |
| VF4 | 10/05/2016 | 0.2% - 1% | 0%-1.5% | 11,252 | 11,258 | -0.06% |

## ANALYSTS

**Truc Doan – Head of Research**
+ 84 8 6299 2006 | Ext: 1308
truc.dtt@vdsc.com.vn

**Ha My Tran – Deputy Manager**
+ 84 8 6299 2006 | Ext: 1309
my.tth@vdsc.com.vn

**Tai Nguyen – Deputy Manager**
+ 84 8 6299 2006 | Ext: 1310
tai.ntp@vdsc.com.vn

**Lam Nguyen**
+ 84 8 6299 2006 | Ext: 1313
lam.ntp@vdsc.com.vn

**Diem My Tran**
+ 84 8 6299 2006 | Ext: 1311
my.ttd@vdsc.com.vn

**Huong Pham**
+ 84 8 6299 2006 | Ext: 1314
huong.pt@vdsc.com.vn

**Tuan Huynh**
+ 84 8 6299 2006 | Ext: 1318
Tuan.hm@vdsc.com.vn

**Van Banh**
+ 84 8 6299 2006 | Ext: 1316
Van.btt@vdsc.com.vn

**Trinh Nguyen**
+ 84 8 6299 2006 | Ext: 1331
Trinh.nh@vdsc.com.vn

**Thien Bui**
+ 84 8 6299 2006 | Ext: 1321
Thien.bv@vdsc.com.vn

**Kien Nguyen**
+ 84 8 6299 2006 | Ext: 1320
Kien.nt@vdsc.com.vn

**Hoang Nguyen**
+ 84 8 6299 2006 | Ext: 1319
Hoang.nh@vdsc.com.vn

## HEAD OFFICE

141 Nguyen Du St., Dist. 1, HCMC
T +84 8 6299 2006
F +84 8 6291 7986
E info@vdsc.com.vn
W www.vdsc.com.vn

## HA NOI BRANCH

2C Thai Phien St., Hai Ba Trung Dist., Ha Noi City
T +84 4 6288 2006
F +84 4 6288 2008
E info@vdsc.com.vn
W www.vdsc.com.vn

## NHA TRANG BRANCH

50 Bis Yersin, Nha Trang City
T +84 058 3820 006
F +84 058 3820 008
E info@vdsc.com.vn
W www.vdsc.com.vn

## CAN THO BRANCH

08 Phan Dinh Phung St., Ninh Kieu Dist., Can Tho
T +84 0710 381 7578
F +84.710 381 8965
E info@vdsc.com.vn
W www.vdsc.com.vn