NOVEMBER

11

FRIDAY

“A Volatile Week for Stocks”

6 PM CALL

Market today: A Volatile Week for Stocks

*(**Quang Vo** - Ext: 1517)*

Vietnam’s stock market had mixed performance during the final session of this week. While the VN-Index continued to rise slightly, the HN-Index ended in the negative territory. The VN-Index increased by 1.03 points, or 0.15%, to 679.2. The HNX-Index lost 0.19 points or 0.23% and fell to 81.19. Compared to last week, the VN-Index is up by 12.5 points, or 1.87%, and the HN-Index has also increased by 0.7 points or 0.87%. The market volume was stronger during this week and the combined value traded in HCMC and Hanoi was VND2,522 billion (+7.6% WoW). This was mostly due to the high level of market volatility in Wednesday’s session.

Natural rubber stocks, as well as coal stocks, performed quite well this week, mostly thanks to the increase of the crude material prices. This was primarily driven by the increasing oil price, as well as the lower supply of some natural rubber exporters and the higher demand from China. Consequently, the natural rubber price has been climbing to a record high of almost 2 years. As a result, rubber stocks rallied during this week, and companies such as TRC, DPR, PHR and VHG’ share prices increased by 10-17.5%. Regarding coal prices, supply from China is expected to decrease due to heavy storms and floods, and the country’s government policy resulted in the surge of this material. In fact, the coal price was up by more than 145% during the last two years. Following this trend, the price of some domestic coal companies has increased since Nov the 11th. Coal stocks (such as THT, TC6, NBC, TVD) positively reacted to this information.

In the short term, some industries in the US such as finance, biotechnology, and Steel are expected to benefit under a Trump presidency with lower taxes, less regulations, and more infrastructure spending. Therefore, the US’s stock market could maintain a positive trend, which is assumed to spread to other global stock markets, including Vietnam. However, trading activity during next week may contain substantial risk as shares bought on Nov the 9th become available for sale. In our opinion, investors should closely monitor the market reaction early next week to find a safer entry point.

Analyst Pin-board

HBC: Improved Profitability

*(**Trinh Nguyen** – Ext: 1331)*

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Recommendations:

VN-Index increased while HNX-Index went down slightly. The liquidity decreased compared to two previous trading sessions. The market now is quite balance and bullish reversal signal has not appeared. Traders should pay attention on Steel, Natural rubber and Coal stocks.

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
HSG	43.00	**Buy**	07/11/2016	42.1	46.0		39.5			2.14%	Intermediate
SMC	23.70	**Hold**	07/11/2016	21.2	23.0		19.5			11.79%	Intermediate
DNP	25.90	**Hold**	08/09/2016	27.4	32.0		25.0			-5.47%	Intermediate
VGC	16.90	**Hold**	26/07/2016	13.5	17.6		12.6			25.19%	Long
KBC	15.70	**Hold**	18/07/2016	16.8	18.0		15.5			-6.55%	Intermediate
CTI	29.20	**Hold**	18/07/2016	26.7	29.0		25.0			9.36%	Intermediate
LHC	71.00	**Hold**	21/08/2015	41.5	70.0	78.0	58.0			71.08%	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
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
NNC - Stone industry: Firm base for intermediate	October 05th, 2016	Neutral – Long term	94,400

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	02/11/2016	0.25% - 0.75%	0% - 2.5%	28,596	28,525	0.25%
VF4	01/11/2016	0.25% - 0.75%	0% - 2.5%	12,721	12,799	-0.61%
VFA	28/10/2016	0.25% - 0.75%	0% - 1.5%	6,317	6,342	-0.39%
VFB	28/10/2016	0.25% - 0.75%	0% - 2.5%	13,729	13,650	0.58%
ENF	28/10/2016	0% - 3%	0%	14,269	14,568	-2.05%
MBVF	20/10/2016	1%	0%-1%	12,165	12,183	-0.15%
MBBF	19/10/2016	0%-0.5%	0%-1%	13,265	13,282	-0.13%
VF1	02/11/2016	0.25% - 0.75%	0% - 2.5%	28,596	28,525	0.25%
VF4	01/11/2016	0.25% - 0.75%	0% - 2.5%	12,721	12,799	-0.61%

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