Market today: Negative Sentiment Reflected More Clearly

(Quang Vo – Ext: 1517)

If only ROS movement came to a stop, the VNIndex (837.28 points, -0.94%) would reflect more truly what happens in the market. Losers continued to dominate both the VNIndex (87 advancers vs. 185 losers) and the VN30 (6 advancers vs. 21 losers). The drop of market indices was worsened by ROS as the stock pulled the VNIndex down by 1.3 points. The brighter side was that liquidity was low, indicating that the sell-off sentiment still has not appeared.

Considering that the VNIndex is distorted by a small number of stocks, the question whether the VNIndex may reach a new record high or not, becomes meaningless. Besides, the current negative market sentiment makes us believe that it is very risky to enter into the market now. Therefore, we recommend risk-averse investors should limit opening of new positions and wait for clearer buying signals.

"Negative Sentiment Reflected More Clearly"

Business Results Update:

VIC: In 9M 2017, VIC recorded revenue of VND57 trillion (+67% YoY) and NPAT of VND2,108 billion (+23% YoY), fulfilling 71% and 70% of its 2017 guidance, respectively.

NVL: In 9M 2017, NVL recorded revenue of VND5,736 billion (-20% YoY) and gross profit of VND1,660 billion (+16.5%), driven by a 29% decrease in COGS. NPAT and NPAT-MI in 9M 2017 were VND1,344 billion (-14% YoY) and VND1,322 billion (-16% YoY), respectively, due to a sharp decrease in financial incomes.

MBB: Business results strongly grew in Q3 2017, thanks to the rise of interest income and service activities. For instance, interest income outperformed customer deposit growth (+8.7% YTD) in 9M2017, thanks to the increased credit growth (+17% YTD). MBB's net interest income resulted to VND2,834 billion (+37% YoY) in Q3 FY2017 and reached VND7,973 billion (+40% YoY) for 9M 2017. For service activities, net interest income came at VND374 billion (+109% YTD) and VND1,035 billion (+125% YoY) in Q3 2017 and 9M 2017, respectively. Strong growth resulted mainly from contributions from securities and insurance services. At the end of the third quarter, MBB recorded a pretax profit of VND1,477 billion, up 59% YoY. For the first nine months, the bank's pretax profit was posted at VND4,002 billion and after tax at VND3,192 billion, up 43% YoY.

ACB: By the end of Q3 2017, credit growth was 12.8% YTD and deposit growth was 13% YTD. With deposit growth faster than credit, ACB's LDR ratio is likely to remain around 75–76%. Credit activity continued to contribute significantly to the bank's business results, with 9M net interest income of VND6,075 billion (+22% YoY). The company's accumulated income in 9M 2017 is estimated at VND2,004 billion (+61% YoY), fulfilling 90% of the full-year target.

CTG: Credit activity played a key role in earnings growth, leading to credit growth of 15.3% YTD and customer mobilization growth of 10.7% YTD. As a result, net interest income reached VND6,432 billion (+8.3% YoY) in Q3 2017. Meanwhile, service activity was unexpected in Q3 with a slight decrease of 5% YoY to VND374 billion. In particular, securities investment activities' losses reached over VND151 billion while in the same period last year, this segment lost more than VND1 billion Operating expenses increased by 10.6% YoY to VND3,368 billion while provision expenses decreased 7.6% YoY to VND1,819 billion. Accordingly, at the end of the third quarter 2017, Vietinbank recorded profit before tax of more than VND2.418 billion up 9.3% over the same period last year. In the first 9 months, the bank achieved pre-tax profit of VND7.232 trillion, up 11.5% over the same period. With this result, the bank has completed 82.2% of its annual target profit (VND8,800 billion).

Analyst Pin-board

IDICO - Initial report introduction

(***Hoang Nguyen –*** *Ext: 1319)*

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

REE - Q3 2017 Results Update

(***Lam Nguyen –*** *Ext: 1313)*

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

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	
ACB	2,535	37%	547	64%	7,986	51%	1,527	53%	☺
BFC	1,556	6%	72	-13%	4,779	6%	280	10%	☹
BMP	882	0%	120	-38%	2,619	6%	348	-36%	😐
CHP	173	49%	67	193%	584	101%	265	971%	☺
CTD	7,641	44%	478	30%	18,185	35%	1,191	24%	😐
CTG	7,607	5%	1,950	10%	23,938	19%	5,871	13%	😐
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%	😐
HBC	4,203	43%	238	32%	10,960	57%	616	92%	😐
HPG	12,540	54%	2,139	33%	33,417	43%	5,613	21%	☺
HSG	6,937	39%	203	-55%	20,381	46%	891	-32%	☹
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%	☹
LTG	1,800	-9%	84	4%	5,875	6%	280	17%	☹
MBB	3,632	43%	1,195	63%	10,012	47%	3,192	42%	☺
NKG	3,813	52%	206	40%	9,300	44%	557	23%	😐
NLG	375	-38%	72	39%	1,637	-2%	465	147%	😐
NT2	1,137	-25%	34	-79%	4,687	5%	491	-43%	😐
PC1	920	74%	64	17%	2,301	10%	193	-26%	😐
PGS	1,564	13%	31	3%	4,429	15%	85	-71%	😐
PHR	463	30%	109	68%	1,121	45%	249	87%	☺
PPC	1,472	16%	152	22436%	4,630	3%	745	n/a	☺
PVD	1,265	6%	16	-51%	2,713	-40%	-264	-277%	☺
PVS	3,185	-33%	71	16%	10,873	-22%	714	-5%	😐
QNS	2,011	4%	194	-38%	5,935	13%	684	-15%	☹
REE	1,083	16%	398	51%	3,327	41%	1,099	105%	☺
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

Index fell quite strong on rising volume. Selling forces kept rising and the number of losers overwhelmed the number of gainers. Short-term correction is developing and traders consider taking profits and cover at lower prices.

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	50.40	**Hold**	21/09/2017	49.40	54.00		47.00			2.02%	Intermediate
MBB	22.60	**Hold**	21/09/2017	22.10	25.45		20.75			2.26%	Intermediate
CHP	27.10	**Hold**	18/09/2017	26.90	29.00		25.00			0.74%	Intermediate
PHR	40.90	**Hold**	21/08/2017	40.20	44.00		38.00			1.74%	Intermediate
ITD	19.50	**Hold**	16/08/2017	19.50	22.00		18.00			0.00%	Long-term
RDP	18.70	**Cutloss**	16/08/2017	20.80	24.00		19.50	26/10/2017	19.50	-6.25%	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
IDICO - Quality Assets Await to Unlock	October 30th, 2017	Buy – 1 year	33,500
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

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	24/10/2017	0.25% - 0.75%	0% - 2.5%	34,792	35,176	-1.09%
VF4	24/10/2017	0.25% - 0.75%	0% - 2.5%	15,737	15,932	-1.22%
VFA	20/10/2017	0.25% - 0.75%	0% - 2.5%	15,725	15,693	0.20%
VFB	20/10/2017	0% - 3%	0%	17,743	17,775	-0.18%
ENF	19/10/2017	1%	0%-1%	13,726	13,676	0.37%
MBVF	11/10/2017	0%-0.5%	0%-1%	14,377	14,372	0.03%
MBBF	24/10/2017	0.25% - 0.75%	0% - 2.5%	15,737	15,932	-1.22%

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