JULY

20

WEDNESDAY

6 PM CALL

Market today: Higher selling pressure at bluechips

(Hieu Nguyen - Ext:1514)

Higher selling pressure at bluechips. Apart from VNM, DPM, ITA and FLC, others stocks in VN-30 portfolio experienced decrease in price. Real estate and oil & gas stocks were amonf the sector with worst performance today. Even steel stocks with recent positive news were also hit for two consecutive sessions. VNIndex closed at 660.26 pts, a decrease of 1.12% while HN-Index declined 0.88% to 85.49 pts. Liquidity was relatively lower than yesterday with only 124 million shares in HSX and 45 million shares in HNX, equivalent to a total order-matching value of VND 2,689 billion only.

As SSC officially allowed VNM to increase the foreign ownership limit up to 100%, we assess the movement of the ETFs in the upcoming time. Db x-trackers FTSE Vietnam ETF is current recording 38% free float of VNM. As the limit is removed, VNM's free-float will be at 44% (an addition of ~ 6%). This 6% is the maximum foreigners could buy since SCIC has not shown any sign to divest its investment in VNM. With these conditions, VNM appears to be eligible for FTSE's basket. As FTSE's AUM on July 19 is about $ 364 million, the fund would spend USD 54.6 million to buy 7.6 million shares of VNM (assuming a price of 160,000 dong/ share) in the Q3 review period. On the contrary, VNM may not make it to the VanEck Vectors Vietnam ETF as it does not meet the requirement.

Today session was the 2nd consecutive strong correction. Nevertheless, foreign investors remained net buyers on both exchanges (VND 29 billion on the HSX and VND 19 billion on HNX). With the market movement in the last couple of day, we hope investors have completed the portfolio reconciliation as recommended.

"Higher selling pressure at bluechips"

Analyst Pin-board

NCS (Upcom) - Benefits from the growth of Vietnam Aviation Industry

(***Diem My Tran*** *- Ext: 1311)*

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

NCT – Company report introduction dated 20/07/2016

(***Hoang Nguyen*** *- Ext: 1319)*

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

RONG VIET NEWS

COMPANY REPORTS	Issued Date	Recommend	Target Price
BCI - Gold in land	July 07th, 2016	Accumualte – Long term	28,400
PAC - Profit driver from replacement segment	July 04th, 2016	REDUCE – Intermediate	36,600
PNJ - Glittering Gold	July 04th, 2016	Buy – Long term	101,000
Sanest Dien Khanh - Positive growth potential owing to capacity expansion	June 28th, 2016	Buy – Long term	30,000
TCL - Expecting ICD Nhon Trach to drive earnings growth	June 16th, 2016	Accumualte – Long term	34,000

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	14/07/2016	0.2% - 1%	0.5%-1.5%	28,292	27,943	1.25%
VF4	14/07/2016	0.2% - 1%	0%-1.5%	12,644	12,494	1.20%
VFA	08/07/2016	0.2% - 1%	0%-1.5%	6,903	6,826	1.12%
VFB	08/07/2016	0.3% - 0.6%	0%-1%	13,103	13,081	0.17%
ENF	08/07/2016	0% - 3%	0%	14,186	13,662	3.84%
MBVF	30/06/2016	1%	0%-1%	11,569	11,612	-0.37%
MBBF	29/06/2016	0%-0.5%	0%-1%	12,824	12,805	0.15%
VF1	14/07/2016	0.2% - 1%	0.5%-1.5%	28,292	27,943	1.25%
VF4	14/07/2016	0.2% - 1%	0%-1.5%	12,644	12,494	1.20%

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

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HEAD OFFICE

141 Nguyen Du St., Dist. 1, HCMC

- T +84 8 6299 2006
- F +84 8 6299 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 8 6288 2006
- F +84 8 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

95-97-99 Vo Van Tan St., Ninh Kieu Dist.,
Can Tho City

- T +84 0710 381 7578
- F +84 0710 381 7789
- E info@vdsc.com.vn
- W www.vdsc.com.vn