RONGVIET SECURITIES

MAY

22

TUESDAY

6PM CALL

Market today: Panic Sentiment Dominates

(Quang Vo – quang.vv@vdsc.com.vn)

Market sentiment seemed not so bad in the morning. Although the VNIndex struggled in the 'red' zone, there were some signals indicating the 'existence' of bottom-fishing. However, things gradually became worst. Selling pressure quickly took over. Only 58 stocks stayed above their reference level at the end of the day while 257 were losers. The VN30 closed down 3.8% loss, pulled down by 28 losers. There were four stocks in the basket that went limit down: BID, BVH, HSG, and VIC. It was no surprise that the VNIndex ended up at the 985.9 level (-2.9%).

Foreign investors continued to sell. The thing worth noting was that they sold VND 619 Bn (VIC led with VND ~300 Bn of net selling), which was equivalent to the amount that they sold for the last whole week (after excluding the VHM transaction). Liquidity continues to make us worry. A VND-4.2-Tn matching trading value was a large number but, unfortunately, was seen during a sell-off session. This is a pessimistic signal.

Industry update:

The US slaps heavy duties on cold-rolling and corrosion-resistant products from Vietnam that are made of Chinese hot rolled steel. This is the US government's effort to stop Chinese exporters from evading the existing anti-dumping tariff. However, our steel analyst expects minimal negative effects on Vietnamese listed steel exporters because these producers import hot rolled steel from various sources in addition to China. Thus, as long as the producers can prove the non-Chinese origin of the exported coils, they are exempted.

In fact, this can be regarded as good news for the locals hot rolled producers, including Formosa Ha Tinh, who has just started its second furnace's operation and HPG, whose hot rolled mill is under construction and scheduled to operate in 2019.

"Panic Sentiment Dominates"

Analyst Pin-board

Oil Prices

(Bernard Lapointe – bernard.lapointe@vdsc.com.vn)

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

Vietnam Ecommerce's Landscape

(Son Tran – son.tt@vdsc.com.vn)

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

NCS - Initiating Coverage Report Released on 22 May 2018

(Thao Dang – thao.dtp@vdsc.com.vn)

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

Technical Analyst Recommendation

Indexes kept going down strongly but the liquidity increased remarkably. Technical recovery may appear soon when indexes are approaching their strong supports at around 200-day moving averages. In general, the current trend is still down, traders should still wait for solid reversal signals and do not disburse too soon.

RONG VIET NEWS

COMPANY REPORTS	Issued Date	Recommend	Target Price
VHC - Affected by raw fish prices in the short-term	May 21st, 2018	Accumulate – 1 year	61,100
KBC - Awaiting for a breakthrough year	May 09th, 2018	Buy – 1 year	16,270
AST - Key Beneficiary from the Fast Growing Aviation Market	May 02nd, 2018	Buy – 1 year	97,000
REE - Effective Investments Continue to Drive Earnings Growth	April 23rd, 2018	Buy – 1 year	48,400
HAX - Slowdown Is Temporary	April 16th, 2018	Buy – 1 year	29,500

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
ENF	27/04/2018	0% - 3%	0%	19,820	21,012	-5.67%
MBBF	02/05/2018	0%- 0.5%	0%-1%	14,984	14,976	0.05%
MBVF	26/04/2018	1%	0%-1%	14,349	14,758	-2.77%
VF1	07/05/2018	0.25% - 0.75%	0% - 2.5%	43,699	43,734	-0.08%
VF4	07/05/2018	0.25% - 0.75%	0% - 2.5%	19,543	19,547	-0.02%
VFB	04/05/2018	0.25% - 0.75%	0% - 2.5%	16,923	16,917	0.04%

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