RONGVIET SECURITIES

JULY

14

THURSDAY

6 PM CALL

Market today: Failed to pass 680, market plunged sharply at ATC

(Thien Bui - Ext:1321)

Increasing selling pressure in close made the market plunge sharply. VNIndex continued to find it hard to reach the 680 level again. Selling pressure appeared on stocks such as HPG, HSG, VCB, BID, CTG which inherently dominate today trading value. Therefore, the index lost upward momentum and turned down more than 8 points to close at 666. HNIndex movements were similar, ending with 0.7-point decrease. Market breadth, which moved negatively in the past two days, turned completely negative today as the losers were double the gainers. The liquidity remained at VND4,000 billion on both bourses.

Today, foreigners continued to net buy in HSX to the tune of more than VND117 billion worth of shares. They focused on banking and real estate stocks such as CTG, VCB, VIC, KBC. Off-shore investors also injected more than VND34 billion in HNX.

Global markets hinged on BoE rate decision to stabilize post Brexit economy. Investors placed odds at 80% would cut 25 basis points to a new record low in its first reduction since 2008.

There isn't negative news that significantly affects market, at least for rest days of July when companies are releasing their 1H2016 earning results. Those shares that faced strong sell today were the ones rallying steeply recently like DRH, EVE, KSB, PAC, SVC etc. **Margin lending for these stocks might have been tightened**. If the margin limit only happens to a minority of shares, the probability of sharp correction across the market may not be high. Instead, we think market will soon find a balance point after capital inflows are restructured wisely.

Also, a relative comparison between VNIndex (+5.5%) from second half of February to the end of March 2016 and itself after 04/07/2016 when it surpassed 640 pts until now, which equivalent to 4% upside, we see identical average daily trading volumes of around 130 million shares/session. Different periods carry different expectation. The conclusion here is that if we view the market in term of trading volumes, we can notice that strong capital inflows (as they are now) will support market to move higher.

"Failed to pass 680, market plunged sharply at ATC"

Analyst Pin-board

ETC access strategy - Raising the factory's standard

(***Hieu Nguyen*** *- Ext: 1514)*

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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	01/07/2016	0.2% - 1%	0.5%-1.5%	26,949	26,816	0.50%
VF4	01/07/2016	0.2% - 1%	0%-1.5%	12,084	12,021	0.52%
VFA	01/07/2016	0.2% - 1%	0%-1.5%	6,826	6,881	-0.79%
VFB	01/07/2016	0.3% - 0.6%	0%-1%	13,081	13,104	-0.18%
ENF	24/06/2016	0% - 3%	0%	13,494	13,220	2.07%
MBVF	16/06/2016	1%	0%-1%	11,568	11,485	0.72%
MBBF	22/06/2016	0%-0.5%	0%-1%	12,805	12,785	0.16%
VF1	01/07/2016	0.2% - 1%	0.5%-1.5%	26,949	26,816	0.50%
VF4	01/07/2016	0.2% - 1%	0%-1.5%	12,084	12,021	0.52%

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