RONG VIET SECURITIES

APRIL

06

FRIDAY

"Switching from Large to Mid-Caps"

6PM CALL

Market today: Switching from Large to Mid-Caps

(Quang Vo – quang.vv@vdsc.com.vn)

The VNIndex closed this week at 1200.0 (+0.57%), with real estate stocks (VRE, VIC) being the main drivers. The worthiest thing to note is that market breadth was highly positive in not only this session but also the whole week. Capital seems to switch from large caps to the rest as the VNMID led the race with 3.1% gains, while the VN30 had the lowest return at 1.8%. The VNSML closed this week with rising by 2.3%. Liquidity among mid-cap stocks also saw a strongest improvement from March on.

One of the reasons for the switch may be that large caps need a temporary "break" after their huge rally. Meanwhile, many mid and small caps have become attractive because of their potential earning results. Stocks in the power sector are typical examples, considering the increasing demand for power in Q1 (+10.5%) and less favorable hydrological condition. In addition, in the first quarter of the year, Duyen Hai 3 plant and the Nam Con Son gas pipeline got some technical issues that affected the production of related power plants, leading to a significant rise in competitive generation market (CGM) prices. We think investors can accumulate PPC to catch the first quarter earnings announcements and the positive news from the AGM season.

Considering the current switching phase, we believe investors should reduce large caps positions have risen a lot and keep some cash. That said, considering the positive macro-economic growth and the strong inflows in the stock market, opportunities for investors in the long term are still high. Investors may find our detailed recommendations in the April 2018 Investment Strategy Report.

Investment Strategy Report

Chances in the AGM season

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

Analyst Pin-board

Views on China economy

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

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Technical Analyst Recommendation

Indexes increased slightly on rising volumes. VN-Index is still below 1200 while HNX-Index is moving up quickly. The buying forces are not strong recently. Traders should still hold the current portfolio longer but also need to take profit quickly if sharp declining session appears.

PORTFOLIO RECOMMENDED BY TECHNICAL ANALYST

Ticker	Price	Action	Buying date	Buying Price	Target Price 1	Target Price 2	Cut loss Price	Selling Date	Selling Price	Gain/ Loose	Duration
GEX	39.40	Hold	04/04/2018	38.70	41.00		35.00			1.81%	1-3 months
HDB	46.45	Hold	04/04/2018	46.50	50.00		44.00			-0.11%	1-3 months
HBC	49.00	Hold	04/04/2018	47.75	53.00		44.00			2.62%	1-3 months
DXG	39.20	Hold	23/03/2018	36.80	40.00		35.00			6.52%	1-3 months
GAS	129.80	Hold	23/03/2018	130.90	140.00		124.00			-0.84%	1-3 months
PVS	20.70	Hold	23/03/2018	26.30	23.00		20.00			-21.29%	1-3 months
VIC	132.40	Hold	21/03/2018	108.00	120.00		100.00			22.59%	1-3 months
HCM	89.00	Hold	21/03/2018	80.10	95.00		75.00			11.11%	1-3 months
DIG	25.60	Take profit	01/02/2018	25.20	28.00		23.00	04/04/2018	26.1	3.57%	3-6 months
RDP	16.50	Take profit	19/01/2018	19.00	22.00		17.50	02/04/2018	19.3	1.58%	3-6 months

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 sfrom 01 to 03 months; **Long-term** is more than 03 months.

RONG VIET NEWS

COMPANY REPORTS	Issued Date	Recommend	Target Price
HAPRO - Waiting for big changes from strategic shareholder	March 28th, 2018	Buy – 1 year	15,500
DXG - Aggressive Movement after Accumulation Period	February 27th, 2018	Buy – 1 year	40,800
VIC - Undisputed Leader in Various Businesses	February 26th, 2018	Buy – 1 year	115,200
MKP - New prospect from the PIC/S factory	January 29th, 2018	Buy – 1 year	94,000
DRC - Getting Through Difficult Times	December 26th, 2017	Neutral – 1 year	28,200

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	16/03/2018	0% - 3%	0%	21,856	21,701	0.71%
MBBF	14/03/2018	0%- 0.5%	0%-1%	14,889	14,874	0.10%
MBVF	15/03/2018	1%	0%-1%	14,575	14,412	0.13%
VF1	21/03/2018	0.25% - 0.75%	0% - 2.5%	47,600	47,378	0.47%
VF4	21/03/2018	0.25% - 0.75%	0% - 2.5%	21,395	21,331	0.30%
VFB	16/03/2018	0.25% - 0.75%	0% - 2.5%	16,966	16,905	0.36%

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