JULY

31

MONDAY

6PM CALL

Market today: Bluechips Supported the VNIndex to Breakout 780 Points

*(**Thien Bui** – Ext: 1321)*

Investors were surprised at the VNIndex gaining 7 points. Specifically, it moved up 6,46 pts to breach the resistance 780 points. At the end of the day, the VNIndex closed at 783.55 pts. The HNXIndex also surged above 100 points as it added 0.63 point to yesterday's close. Liquidity increased significantly, reaching 2-month high. Large-cap stocks like banking shares BID, CTG, VCB, MBB and other names VIC, SAB, MSN, etc. were the main contributors to today's rally.

We notice that the Q2 2017 earnings are showing very clear impact on the stocks' performances. Firstly, on the bright side, we see banking shares rallying recently on the back of positive results. Moreover, the Decree on NPL solution will be enforced on 15 August and will support the banking stocks.

In contrast, numerous tickers are under pressure from business result shortcomings. The most noticeable example is HSG. The stock closed at the price floor today with over 16 million shares traded, which could have been a forced selling session for the stock. Despite the remarkable revenue growth of 57,4% YoY, HSG's gross margin abated due to the fluctuating input prices and the sharp rise in SG&A expenses, which caused the NPAT to go down by 45,6% YoY. The deterioration in HSG's performance was anticipated but the unexpected contraction caused a strong sell on the stock. However, our sector analyst considers this as an overreaction and expects an opportunity to buy HSG as the company is forecasted to bounce back in Q4 (FY16-17) since coated steel prices have been recovering and an extraordinary income can be recognized for the sale of Hoa Sen Germadept port.

GMD also announced negative Q2 2017 earnings. Nevertheless, it was not too dramatic for GMD. The company recorded a revenue of VND1,005.7 billion (+9% YoY) and a PAT of VND100.2 billion (-13.6% YoY). After the first 6 months, accumulated revenue and PAT increased 3.6% YoY and 4.2% YoY, respectively. Investors would have expected such result as the put-through volume in H1 2017 only increased very slightly 5% YoY. In Hai Phong area, low growth rates of cargo and M&A of major global shipping (China Cosco and OOCL) increased the competition of all the ports in this area, hindering them to increase the terminal handling charges. Therefore, GPM of seaport segment of GMD in H1 2017 declined 6.5 bps YoY.

RongViet Research also published report on CTD. According to the H1 2017 earnings results, RongViet Research believes that CTD is a good stock to accumulate. *We evaluate CTD price at **VND251,200/share**, which is **20.6%** higher than the closing price on 31st July 2017 and we recommend **ACCUMULATING** the stock in the **Long-term.** Investors can find more detail here.*

"Bluechips Supported the VNIndex to Breakout 780 Points"

The VNIndex approached the peak, which was formed in the beginning of July. The surge of liquidity is also a plus. However, the market breadth is not quite persuasive. We think that the Q2 2017 earnings has separate impacts on individual stocks, so the gain and loss can be very different between different shares. Currently, we believe there are 3 major supporting factors for the market: (1) Q2 2017 earnings announcement of large-cap stocks will be released in two next weeks.; (2) derivative market will possibly run into operation in mid August, which will benefit shares in VN30 Index; and (3) the Decree on NPL solution will have positive impact on banking stocks, which are the potential leaders of the market.

Analyst Pin-board

CTD Result Update – Company Report Release on 31/07/2017

(Ha Trinh – *Ext: 1331)*

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

DRC - "Bias Segment is Slowing Down While Radial Segment is Improving"

(Thu Le – *Ext: 1521)*

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

BMI – Q2 2017 Earnings Quick Updates

(Thien Bui – *Ext: 1321)*

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

RONGVIET RESEARCH – 2Q17 Results Update

Unit: VND Billion ***Note:*** *Latest Updates*

Ticker	2Q17				1H17				Compared with our estimation
	Net Revenue	%YoY	PAT	%YoY	Net Revenue	%YoY	PAT	%YoY	
BFC	2,052	1%	111	17%	3,225	6%	168	30%	😐
BMP	979	9%	128	-13%	1,737	9%	228	-34%	☹
CHP	167	108%	59	-935%	412	135%	198	11090%	☺
CTD	6,183	24%	412	16%	10,544	29%	713	20%	😐
DBC	1,073	-33%	-33	-117%	2,549	-11%	-20	-108%	☹
DHC	201	47%	16	-23%	361	31%	29	-25%	😐
DHG	926	6%	186	20%	1,808	7%	359	17%	😐
DPM	2,372	-2%	231	-39%	4,350	-2%	454	-42%	☹
DQC	223	10%	26	-63%	418	-7%	50	-53%	☹
DRC	864	-3%	35	-69%	1,764	8%	105	-47%	☹
FPT	10,718	20%	512	-1%	20,136	16%	925	7%	😐
GMD	1,006	6%	100	-16%	1,866	4%	196	4%	☹
HAX	1,035	21%	-7	-167%	1,814	40%	21	-38%	😐
HPG	10,740	33%	1,535	-24%	21,005	38%	3,469	14%	😐
HSG	7,231	57%	272	-39%	13,444	50%	687	-21%	☹
IMP	276	17%	34	75%	500	17%	60	47%	😐
MBB	3,479	57%	1,108	39%	6,380	50%	1,998	33%	☺
NKG	3,105	43%	194	-19%	5,497	38%	350	14%	☺
NT2	1,781	14%	190	-50%	3,550	20%	456	-34%	☹
PAC	680	15%	56	100%	1,372	21%	77	54%	😐
PC1	816	-11%	69	-31%	1,383	-12%	129	-37%	😐
PGI	572	9%	47	19%	1,084	8%	79	23%	😐
PHR	245	4%	75	135%	658	59%	142	108%	☺
PNJ	2,345	46%	129	7%	5,476	39%	378	54%	😐
PPC	1,682	11%	451	-335%	3,158	-2%	593	-270%	☺
PTB	1,031	9%	84	57%	1,954	10%	141	33%	😐
PVT	1,369	-21%	45	-61%	3,021	-7%	152	-20%	☹
RAL	530	-9%	35	-12%	1,408	1%	83	23%	☹
REE	1,156	33%	337	134%	2,244	58%	668	175%	☺
SKG	112	9%	62	-5%	201	6%	106	-11%	😐
STK	470	17%	24	-19%	918	38%	49	52%	😐
SVC	3,573	8%	20	-20%	6,722	11%	40	-6%	😐
TCM	772	-1%	70	154%	1,547	2%	118	137%	☺
TNG	597	20%	28	8%	999	17%	42	6%	☹
VCB	7,299	16%	2,016	27%	14,586	19%	4,222	23%	😐
VFG	578	-5%	36	-24%	1,051	-5%	62	-18%	☹
VNM	13,348	7%	2,922	4%	25,398	11%	5,857	18%	😐

Recommendations:

Indexes kept moving up strongly and trading volumes increased respectively. The intermediate-term uptrend has restored and therefore, traders should disbursed on corrections.

RONG VIET NEWS

COMPANY REPORTS	Issued Date	Recommend	Target Price
CTD - Diversifying for Future Growth	July 31st, 2017	Accumulate - Long term	251,200
SHP – A Long-term Growth Story	July 20th, 2017	Neutral – Intermediate term	25,400
CHP – Beyond the Expectation	July 20th, 2017	Accumulate - Intermediate term	31,900
NKG – Proving Its Capability	July 19th, 2017	Buy - Intermediate term	39,800
HSG – The most Profitable Business Has Received the Highest Priority	July 19th, 2017	Buy - Intermediate term	40,000

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	28/07/2017	0.25% - 0.75%	0% - 2.5%	32,264	32,336	-0.22%
VF4	28/07/2017	0.25% - 0.75%	0% - 2.5%	14,671	14,692	-0.14%
VFA	16/03/2017	0.25% - 0.75%	0% - 1.5%	6,777	6,802	-0.37%
VFB	28/07/2017	0.25% - 0.75%	0% - 2.5%	15,648	15,165	3.18%
ENF	21/07/2017	0% - 3%	0%	16,918	17,306	-2.24%
MBVF	20/07/2017	1%	0%-1%	13,163	13,307	-1.08%
MBBF	19/07/2017	0%-0.5%	0%-1%	13,907	13,932	-0.18%

ANALYSIS & INVESTMENT ADVISORY DEPARTMENT

Truc Doan
Head of Research
truc.dtt@vdsc.com.vn
+ 84 28 62992006 (1308)

Ha My Tran
Deputy Manager
my.tth@vdsc.com.vn
+ 84 28 62992006 (1309)
- Macroeconomics

Lam Nguyen
Senior Strategist
lam.ntp@vdsc.com.vn
+ 84 28 6299 2006 (1313)
- Banking
- Conglomerates

Thien Bui
Senior Analyst
thien.bv@vdsc.com.vn
+ 84 28 6299 2006 (1321)
- Market Strategy
- Financial Services
- Personal Goods

Hoang Nguyen
Senior Analyst
hoang.nh@vdsc.com.vn
+ 84 28 6299 2006 (1319)
- Transportation
- Industrial Real Estate

Hieu Nguyen
Senior Analyst
hieu.nd@vdsc.com.vn
+ 84 28 6299 2006 (1514)
- Market Strategy
- Pharmaceuticals
- Durable Household Goods

Duong Lai
Senior Analyst
duong.ld@vdsc.com.vn
+ 84 28 6299 2006 (1522)
- Real Estate
- Building Materials

Vu Tran
Senior Analyst
vu.thx@vdsc.com.vn
+ 84 28 6299 2006 (1518)
- Oil & Gas
- Food & Beverage

Ha Trinh
Analyst
trinh.nh@vdsc.com.vn
+ 84 28 6299 2006 (1331)
- Steels
- Constructions
- Technology

Quang Vo
Analyst
quang.vv@vdsc.com.vn
+ 84 28 6299 2006 (1517)
- Market Strategy
- Basic Materials
- Personal Goods

Son Phan
Analyst
son.pnt@vdsc.com.vn
+ 84 28 6299 2006 (1519)
- Utilities
- Natural Rubber

Thu Le
Analyst
thu.lta@vdsc.com.vn
+ 84 28 6299 2006 (1521)
- Automobiles and Parts

Ha Tran
Assistant
ha.ttn@vdsc.com.vn
+ 84 28 6299 2006 (1526)

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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 4 6288 2006
F +84 4 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 8387
E info@vdsc.com.vn
W www.vdsc.com.vn