JUNE

09

TUESDAY

ADVISORY DIARY

- **Century Synthetic Fiber Corporation updates (STK)**
- **The cash flow remains positive in the correction**

Century Synthetic Fiber Corporation updates (STK)

Yesterday, RongViet analyst had a chance to have a meeting and factory visit with Century Synthetic Fiber Corporation (STK). STK has been one of the favorite stocks in RongViet Research's annual report.

Regarding the progress of Trang Bang 3 project, up to the present, construction activities has almost been done. In addition, the Company has installed and test-run 4/6 DTY production machines. Those are new purchase equipment with higher automation than existing machines, as a result, the share of AA products (packing standard) can reach as high as 90%. Therefore, STK could improve the profit margin for the textile products. Until 20/6, the company will install POY production machines, so that 4 DTY test-running machines temporarily use POY (input materials for DTY production) from Trang Bang 2 factory. According to the plan, STK will operate Trang Bang 3 factory at 50% capacity (7,500 tons DTY and 7,500 tons POY), therefore 2015 output could increase by approximately 20%. Since Q1/2016, when the factory could operate at full capacity, the total output could increase by 40% compared to the present figure.

Picture 1: The Trang Bang 3 factory

Source: RongViet Research

Picture 2: The trials of DTY machine

Source: RongViet Research

"The cash flow remains positive in the correction"

As mention in the company report on 7/5/2015, RongViet industry analyst highly assess the prospects from STK under 3 criteria: (1) input prices could decrease, as a result, improve the profit

Nam Huynh

+ 84 8 6299 2006 | Ext: 321

Nam.hk@vdsc.com.vn

margin from the STK's textile products, (2) Trang Bang 3 factory operating since 7/2015 will contribute to the increase in output and revenue, (3) Trang Bang factories receive tax incentives.

In term of listing plan, STK completed the profile and is now waiting for the approval from HSX. Therefore, STK could be traded in the stock market from the beginning of Q3/2015.

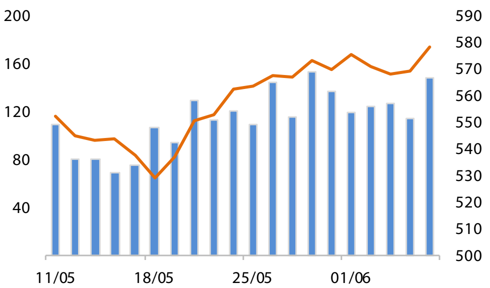
The cash flow remains positive in the correction

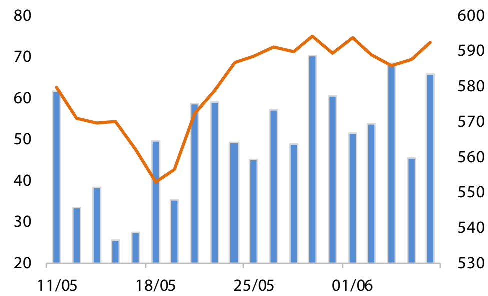
After a successful and active trading session yesterday, stock market today had the adjustment with "red color" in both HNX and HSX. Specifically, VNIndex decreased by 5 points (-0.92%) while HNXIndex declined by 0.8 points (-0.91%). Moreover, the number of decrease stock was twice as much as increase stocks in both markets. Those figures also indicated a wide-range adjustment. The reasons could come from the selling pressure which was started at the end of yesterday trading session. In addition, the decline in leading stocks such as banking and oil & gas segments also contribute to the downward aspect of the markets. To be more precise, among 9 banking listed stocks, there are 7 stocks decreasing in price including BID, CTG, EIB, MBB, STB, VCB and SHB.

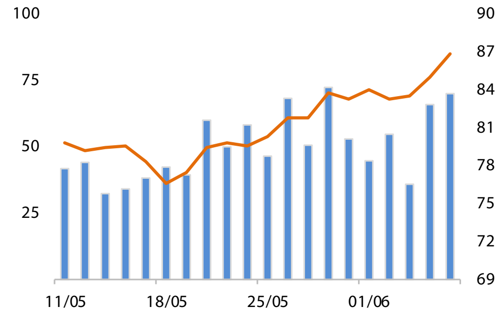
However, liquidity and trading cash flow still demonstrated the positive sign. Total trading volume was maintained at over 200 million shares. Furthermore, total trading value achieved approximately 3.500 billion dong after yesterday "record" session. Additional positive aspect in market was the net buy from foreign investors after 2 consecutive selling days. Buying value in both markets reached approximately 21 billion dong, mainly on SSI.

We believe the adjustment as today session is necessary. In addition, the market could continue to adjust with lower level and small range tomorrow. However, under the weekly perspective from Advisory diary on 5/6/2015, we maintained the optimistic point of view. Consequently, this could be the chance for the investors to continue the disbursement.

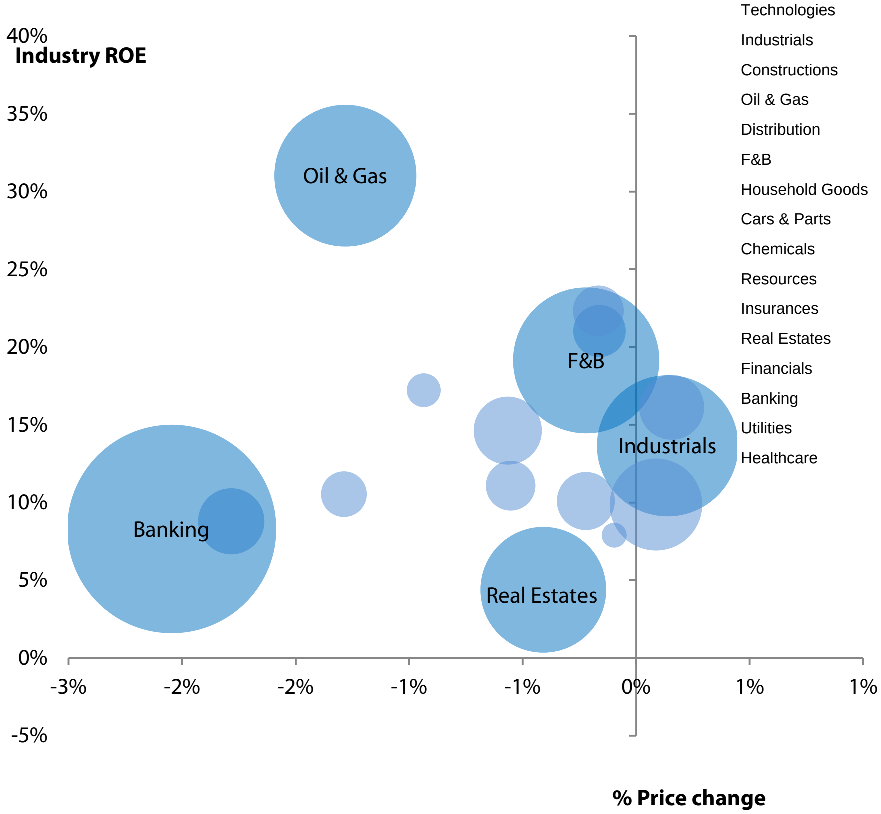
VNINDEX	-0.92%	574.47	VN30	-0.19%	593.36	HNXINDEX	-0.91%	87.05





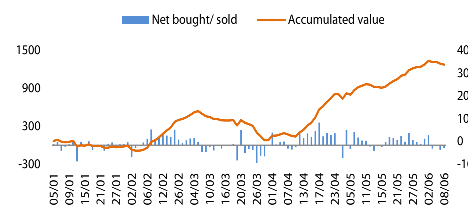


Industry Movement

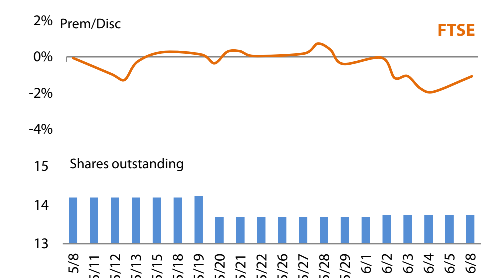


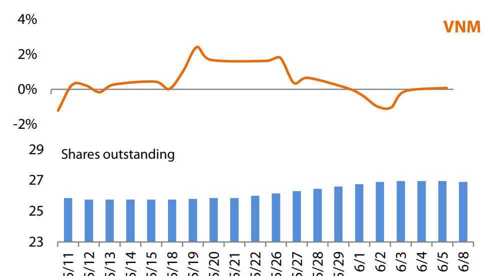
Industry	% change
Technologies	-0.2%
Industrials	0.1%
Constructions	0.1%
Oil & Gas	-1.3%
Distribution	-0.1%
F&B	-0.2%
Household Goods	-0.6%
Cars & Parts	-0.9%
Chemicals	0.2%
Resources	-0.2%
Insurances	-0.6%
Real Estates	-0.4%
Financials	-1.8%
Banking	-2.0%
Utilities	-0.2%
Healthcare	-1.3%

Foreign Investors Trading



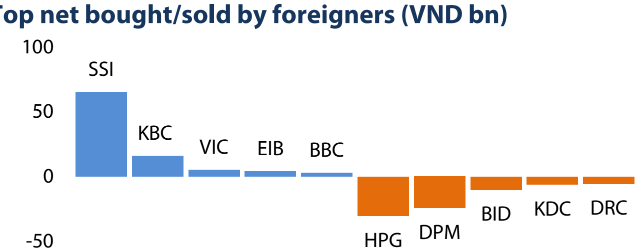
ETF



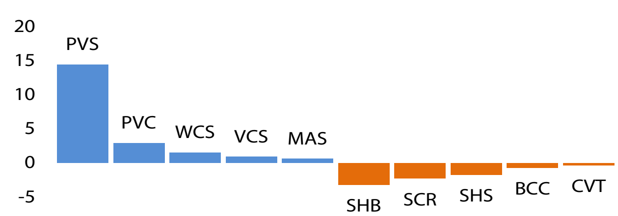


Top net bought/sold by foreigners (VND bn)

HSX



HNX



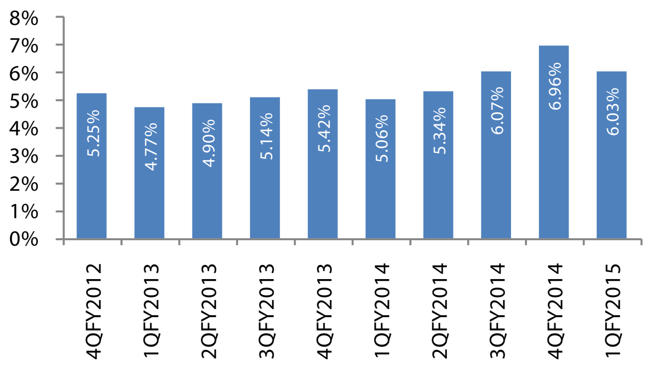
Top Active

Ticker	Price	Volume	% price change
FLC	9.1	15.29	-2.2%
CII	23.2	10.33	0.0%
DLG	9.3	7.51	2.2%
HHS	28.4	5.86	-6.9%
SSI	23.2	5.74	0.4%

Ticker	Price	Volume	% price change
SCR	7.9	8.39	-4.8%
KLF	7.7	7.47	-2.5%
FIT	15.9	5.84	-4.2%
PVX	4.3	5.35	2.4%
VIX	13.1	2.79	-5.1%

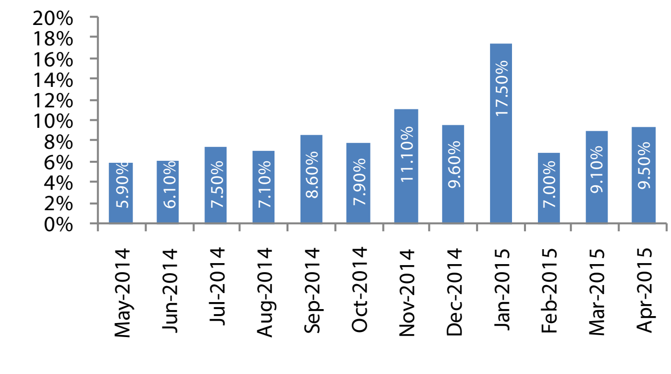
MACRO WATCH

Graph 1: GDP Growth



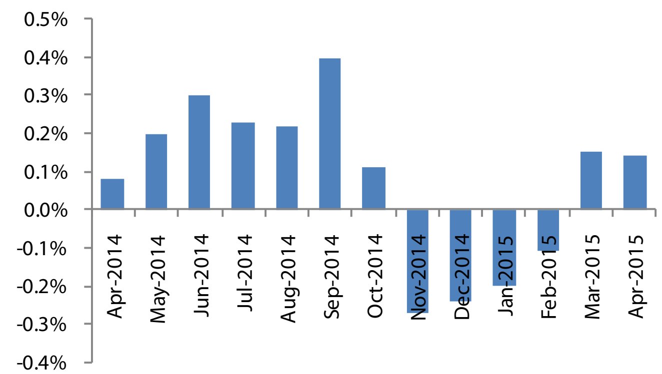
Sources: GSO. Rongviet Securities database
(*) Comparision price in 1994

Graph 2: IIP



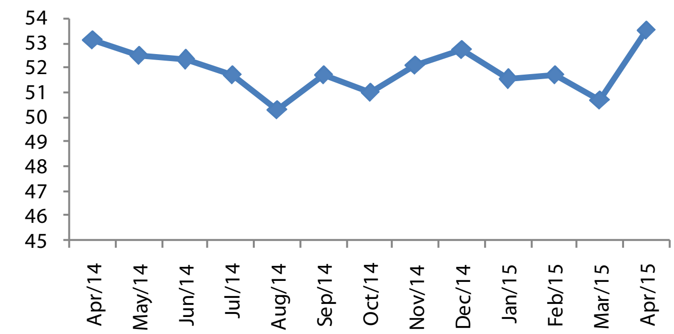
Sources: GSO. Rongviet Securities database

Graph 3: Monthly CPI



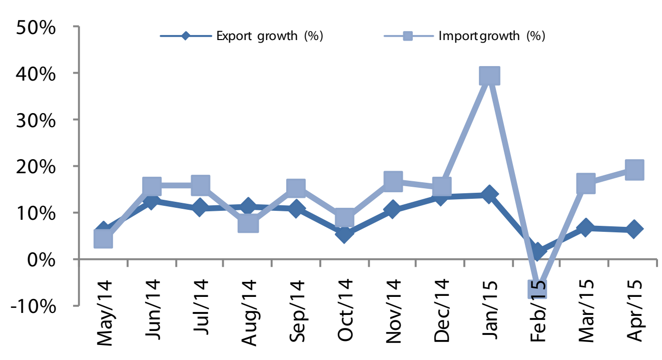
Sources: GSO. Rongviet Securities database

Graph 4: HSBC - PMI



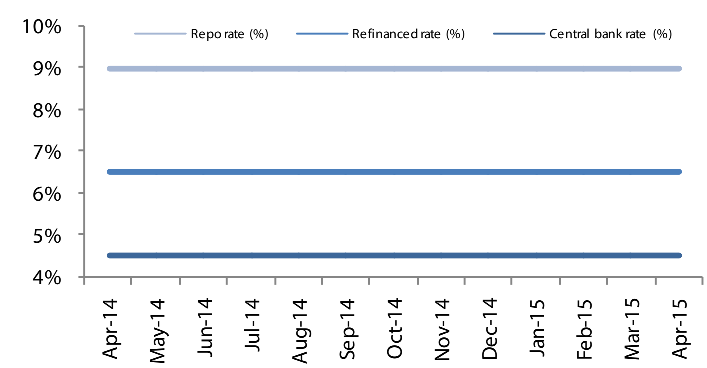
Sources: GSO. Rongviet Securities database

Graph 5: Trade Growth



Sources: GSO. Rongviet Securities database

Graph 6: Interest



Sources: SBV. Rongviet Securities database

RONG VIET NEWS

COMPANY REPORTS	Issued Date	Recommend	Target Price
GSP- Heading for a new growth period	May 11th, 2015	Accumulate – Long term	16,600
STK - Running on all cylinders	May 7th, 2015		30,800
VPH - Emerging from its lowest	May 5th, 2015	Buy – Intermediate term	15,300
DHC-Giao Long factory (phase 2) adds lights to the long-term plan	April 24th, 2015	Buy – Intermediate term	26,200
PLC - A firm foothold	April 14th, 2015	Accumulate – Intermediate term	40,000

Please find more information at http://vdsc.com.vn/tabid/149/language/vi-VN/default.aspx

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
VFF	05/05/2015	0% - 0.75%	0% - 2.5%	11,672	11,683	-0.09%
VEOF	05/05/2015	0% - 0.75%	0% - 2.5%	9,238	9,456	-2.31%
VF1	08/05/2015	0.2% - 1%	0.5%-1.5%	20,675	20,520	0.75%
VF4	06/05/2015	0.2% - 1%	0%-1.5%	8,978	9,098	-1.38%
VFA	04/05/2015	0.2% - 1%	0%-1.5%	7,154	7,168	-0.20%
VFB	08/05/2015	0.3% - 0.6%	0%-1%	12,126	12,133	-0.05%
ENF	04/05/2015	0% - 3%	0%	10,834	10,779	0.51%
MBVF	04/05/2015	1%	0%-1%	10,449	10,439	0.10%
MBBF	29/04/2015	0%-0.5%	0%-1%	12,075	12,064	0.09%

ANALYSTS

Truc Doan – Head of Research

+ 84 8 6299 2006 | Ext: 355

truc.dtt@vdsc.com.vn

Hoang Nguyen

+ 84 8 6299 2006 | Ext: 328

Hoang.nh@vdsc.com.vn

Lam Nguyen

+ 84 8 6299 2006 | Ext: 323

lam.ntp@vdsc.com.vn

Tuan Huynh

+ 84 8 6299 2006 | Ext: 326

Tuan.hm@vdsc.com.vn

Kien Nguyen

+ 84 8 6299 2006 | Ext: 326

Kien.nt@vdsc.com.vn

Ha My Tran

+ 84 8 6299 2006 | Ext: 319

my.tth@vdsc.com.vn

Tai Nguyen

+ 84 8 6299 2006 | Ext: 319

tai.ntp@vdsc.com.vn

Diem My Tran

+ 84 8 6299 2006 | Ext: 321

my.ttd@vdsc.com.vn

Van Banh

+ 84 8 6299 2006 | Ext: 324

Van.btt@vdsc.com.vn

Trien Le

+ 84 8 6299 2006 | Ext: 325

trien.lh@vdsc.com.vn

Tam Bui

+ 84 8 6299 2006 | Ext: 324

tam.bt@vdsc.com.vn

Huong Pham

+ 84 8 6299 2006 | Ext: 323

huong.pt@vdsc.com.vn

Nam Huynh

+ 84 8 6299 2006 | Ext: 321

Nam.hk@vdsc.com.vn

HỘI SỞ TẠI TP.HCM

Tầng 1-2-3-4, tòa nhà Viet Dragon
141 Nguyễn Du, P.Bến Thành, Q.1, TP.HCM

- T +84 8 6299 2006
- F +84 8 6291 7986
- E info@vdsc.com.vn
- W www.vdsc.com.vn

CHI NHÁNH HÀ NỘI

2C Thái Phiên, Q.Hai Bà Trưng, Hà Nội

- T +84 4 6288 2006
- F +84 4 6288 2008
- E info@vdsc.com.vn
- W www.vdsc.com.vn

CHI NHÁNH NHA TRANG

50 Bis Yersin, TP.Nha Trang, Khánh Hòa

- T +84 058 3820 006
- F +84 058 3820 008
- E info@vdsc.com.vn
- W www.vdsc.com.vn

CHI NHÁNH CẦN THƠ

08 Phan Đình Phùng, Q.Ninh Kiều, TP.Cần Thơ

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