"Banking Shares Supported the Indices"

Market today: Banking Shares Supported the Indices

*(**Thien Bui** – Ext: 1321)*

Although there was a slight shake, the market still maintained momentum until the end of the session. VNIndex closed up 3.79 points to close at 770 points. HNIndex continued to close in green when increasing 1 point. The liquidity today is noticeable that the trading volume of FLC more than 72.5 million shares. This stock also closed at the ceiling. Another stock related to FLC is HAI, closing at the floor. Foreign investors continued to net bought in the HSX but they also still net sold in the HNX. The net buying value in HSX was around VND43 billion while the selling value in the HNX was nearly VND6.1 billion.

Banking shares led today's market. 4 out 10 stocks that affected the VNIndex most were CTG, MBB, BID and VCB. On the HNX, ACB reached a new high and became the leader of today's HNXIndex. After the SBV announced the draft amendment of Circular 36/2014/TT-NHNN, banking shares recovered strongly. In particular, investors are interested in the change of the ratio "short-term loans financing medium and long-term loans", which has changed once before in Circular 06:

	2016	2017	2018	2019
Circular 06	60%	50%	40% since 2018	
Draft		50%	45%	40% since 2019

Such adjustment of the SBV comes from the PM's Directive No. 24 on the economic growth target in 2017. We think there will be some positive impacts in the short term. Firstly, the relaxation will reduce the pressure on deposit rates of commercial banks (as the beginning of this year witnessed a deposit rate increase at a few commercial banks due to Circular 06). Moreover, the capital financing for medium and long-term investments of enterprises will not shrink dramatically. So, banks will have more time to gradually structure their lending in risky sectors to other business activities in the economy.

The selling pressure was quite strong in the early morning. But after the draft released, banking shares reacted positively. The effect then spread out to most of stocks, which was proven by the market breadth (gainers nearly doubled decliners). Investors might feel very pleased as the market recovered more than they expect after previous dull sessions.

Analyst Pin-board

HAX – The Profit Paradox

(**Thu Le** – *Ext: 1521)*

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Technical Analysis Recommendation

Indexes gained points for the second consecutive sessions, opening up the possibility of trend reversal. Traders consider disbursing partly if indexes keep moving up in next sessions.

PORTFOLIO RECOMMENDED BY TECHNICAL ANALYSIS

Ticker	Price	Action	Buying date	Buying Price	Target Price 1	Target Price 2	Cut loss Price	Selling Date	Selling Price	Gain/ Loose	Duration
PHR	39.90	**Buy**	21/08/2017	40.20	44.00		38.00			-0.75%	Intermediate
RDP	20.80	**Buy**	16/08/2017	20.80	24.00		19.50			0.00%	Intermediate
ITD	19.05	**Buy**	16/08/2017	19.50	22.00		18.00			-2.31%	Long-term
HSG	28.90	**Buy**	16/08/2017	29.15	31.00		28.00			-0.86%	Intermediate

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

RONG VIET NEWS

COMPANY REPORTS	Issued Date	Recommend	Target Price
PTB - A Bright Prospect For PTB's Wood Processing Business	August 22nd, 2017	Neutral – n/a	138,700
QNS - Picture mixed with light and darkness	August 21st, 2017	Buy – n/a	87,400
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

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	14/08/2017	0.25% - 0.75%	0% - 2.5%	32,706	32,678	0.09%
VF4	14/08/2017	0.25% - 0.75%	0% - 2.5%	14,852	14,841	0.07%
VFA	16/03/2017	0.25% - 0.75%	0% - 1.5%	6,777	6,802	-0.37%
VFB	11/08/2017	0.25% - 0.75%	0% - 2.5%	15,544	15,634	-0.58%
ENF	11/08/2017	0% - 3%	0%	17,339	17,451	-0.64%
MBVF	03/08/2017	1%	0%-1%	13,325	13,229	0.73%
MBBF	03/08/2017	0%-0.5%	0%-1%	13,958	13,933	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 Estates

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 Estates
- 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)
- Steel
- Construction
- 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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