

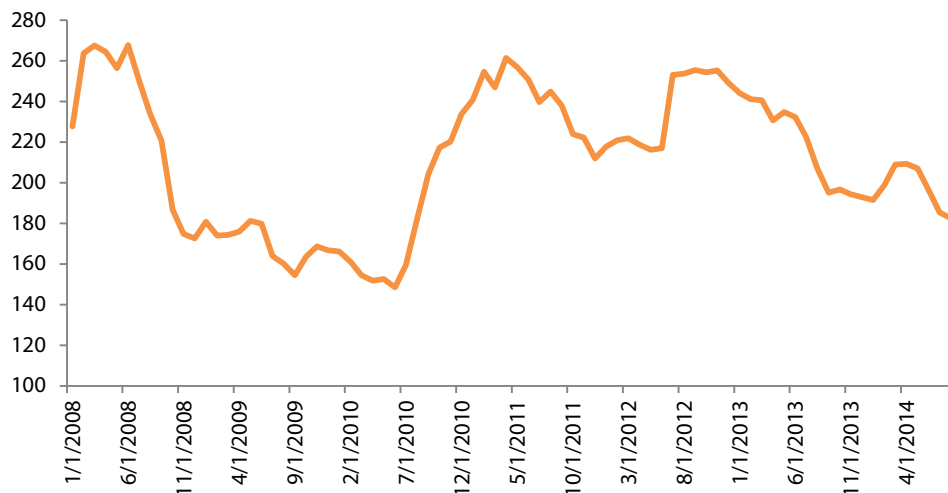
*“Optimism
has still
remained!”*

- **Feed industry keeps its advance thanks to remarkable decline in material prices**
- **VIC and VID might become strategic partner of Vinatex**
- **Optimism has still remained!**

Feed industry keeps its advance thanks to remarkable decline in material prices

In recent times, we saw the sharp drop at price of grains such as corn, wheat, soybean... Especially, corn price hit the lowest price for 4 years in July, 2014. Other grains' price indices are in similar situation. So, downward trend has been recorded since 2013 and not showed any signs of recovery. The main reasons are (1) Abundant supply from America and next harvest season will happen in September and October. Thus, supply could be added more 15,607 tons, and put further pressure on prices. (2) Favorable weather conditions also contribute to increase this year' production not only in US but also other countries like Brazil, Argentina. (3) The economy has not fully recovered and demand is still low, leading to a large oversupply of grain stocks.

Graph: UN grain price index



Source: Bloomberg

Thus, the downward trend of cereals will be the highlight advantages for businesses in the feed industry. Especially, according to our research, feed prices have still not adjusted since early 2014. September, October is also the time for feed enterprises to import product. Hence, with the low-cereal-product-price at the present, Corporation in this sector will certainly gain benefit when increase low-price-inventory.

In the prior advisory diary, we also believe that livestock industry is likely to improve in remaining months of the year. As a result, feed industry might receive advances, and in case of cheap material as current trend, feed industry would take more advantages at the year end.

VIC and VID might become strategic partner of Vinatex

Today, it is rumored that VIC and VID has registered to buy VINATEX shares in order to become a strategic partner of Vietnam Textile and Garment Group. In particular, VIC buys 10% (50 million shares) and VID buys 14% (70 million shares) of VINATEX charter capital (5.000 billion VND). Our experts reckons that the VIC and VID will become a strategic partner of VINATEX, which is quite amazing, as before, the group has announced to seek overseas investors as strategic partner .

Recently, VIC has established VinFashion with charter capital of in the business field of fashion and

Vine-Com Limited Corporation, operating e-commerce website for 12 Corporation's commodities, has a charter capital of VND 1,000 billion (VIC 70%). VIC announced that the Corporation is currently pushing to build a website and work with suppliers as well as complete distribution channel. Thus, the purchase of VINATEX stakes is probably a step in the VIC process to penetrate Vietnam retail industry. If indeed involving in this area, VIC will take great advantage coming from luxury commercial centers in major cities and many business relationships with top retail-fashion brand in the world. Additionally, the domestic purchasing power is growing enormously and fast, obviously, this is an array of potential investors in the long term for VIC.

Optimism has still remained!

After a sharp fall on Aug, 8th, VNIndex recovered to 630 points in the last session of this trading week. Money continues to flow to stock market, expressed good mood of most of investors. Notably, many pennies shares of fishery and oil&gas industries went to the ceiling price like PVL, CMX and AVF. Our analyst said that most shrimp shares have increased during these times thanks to the positive factor of shrimp price.

However, eventful trading in fishery stocks is hardly proceeded from promising performance results, especially pennies stocks such as AVF, ANV, CMX. We believe that it is derived from short-term expectation in prospective outlook of fishery industry in remaining months of the year as seasoning factors as well as expectation in increasing exporting values into Russia market since export bans to this market has been lifted.

Back to the comment for next week, we suppose that the excitement of investors will maintain because liquidity were still high in recent sessions. Next week will be the rest of this ETF' review, so Friday session is expected to have "explosion" at liquidity as usual. In addition, VNM ETF will announce its' review result today, we will update more detail about this event in the early next week. We also warn if positive sentiment could not help VNIndex break out of current range in the upcoming sessions, the correction scenario could happen again. Thus, short-term investors should notice that in order to mitigate T+ risk.

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WEEKLY TECHNICAL VIEW

VN-Index

VN-Index lost 6,15 points (or 0,96%), closed at 632,5. Trading volume rose to high level with about 800 million shares changed hands.

After some sessions of struggling around 640 area, VN-Index fell sharply on extreme high volume on Tuesday, but then recovered slightly for the rest of the week. The recovery point is 620, where VN-Index is supported by the lower trend line and the 26-day moving average. Traders should watch for a continuing recovery to 640 area or a move lower back to its lower trend line at around 620 again.

VN-Index experienced a sharp falling session but this did not last long. The intermediate-term uptrend is still valid.

Looking at technical indicators, the MACD turned bearish while the RSI appeared neutral.

VN-Index may be in a correction period after a strong bullish period before.



HNX-Index

HNX-Index continued gaining points for the 6th consecutive week, closed at 89,49 (+0,95 points or 1,07%). Trading volume rose to 450 million shares.

HNX-Index experienced a sharp falling and then recovered more impressively than VN-Index. Traders should watch for an extended move to previous peak at 93 or a move back to 87-88 area to rebase before a move higher.

Looking at technical indicators, the MACD remains in a strong bullish uptrend while the RSI moved off its high.

The ADX rose sharply and steady to 45, showing that the current trend of HNX-Index is very strong.



Recommendation:

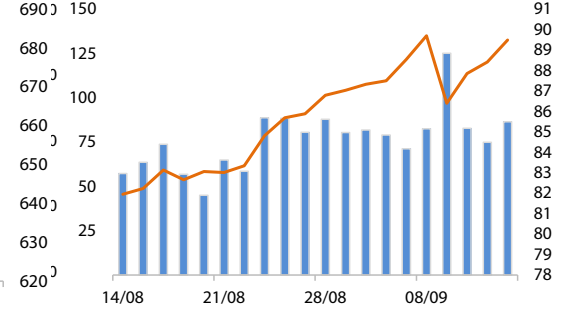
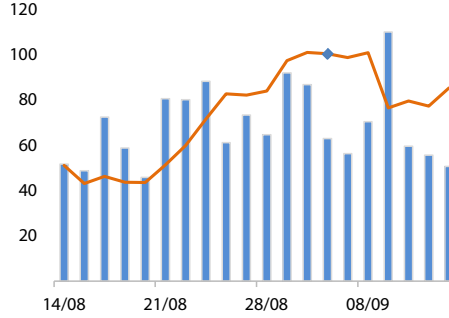
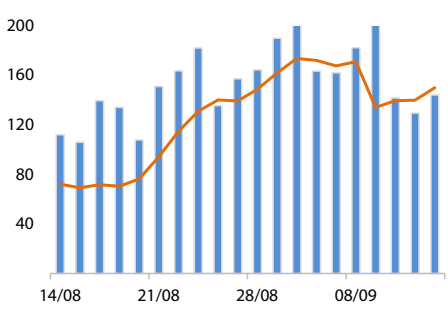
Both VN-Index and HNX-Index experienced a sharp falling on Tuesday but then recovered for the rest of the week. The intermediate-term uptrend is still in progress and investors should hold stocks longer and let the profits run.

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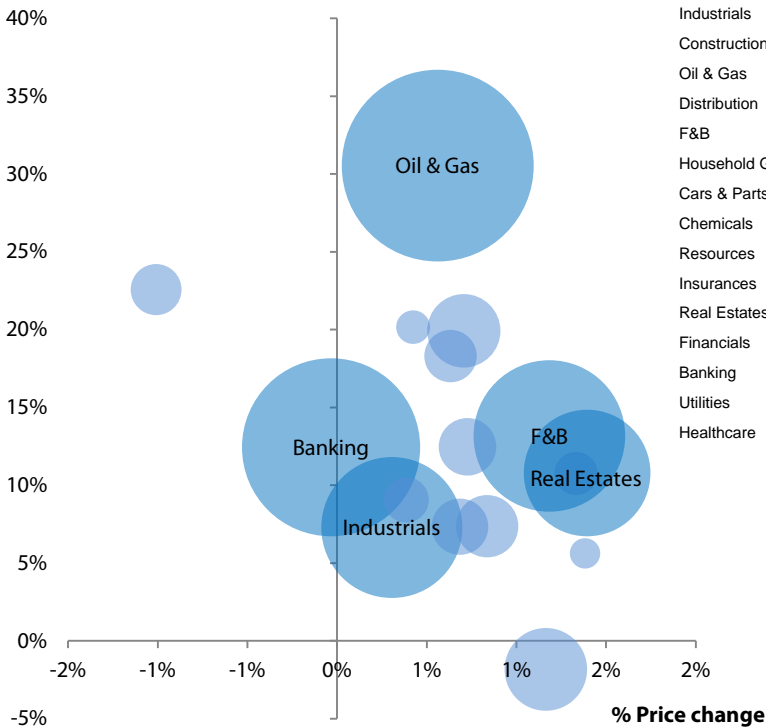
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VNINDEX 0.56% **632.50** **VN30** 0.71% **669.78** **HNXINDEX** 1.22% **89.49**

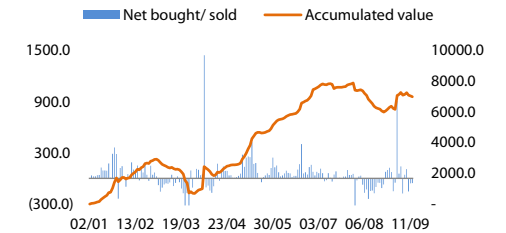


Industry Movement

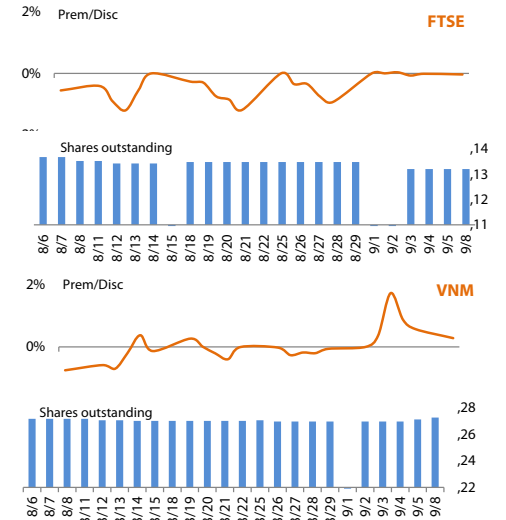
Industry ROE



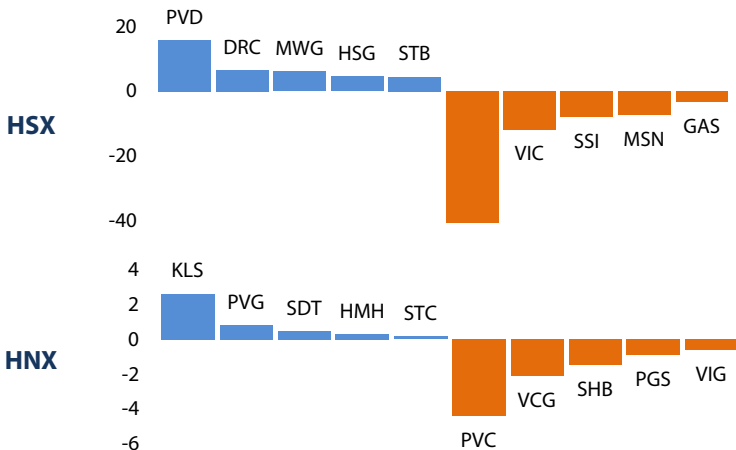
Foreign Investors Trading



ETF



Top net bought/sold by foreigners (VND bn)



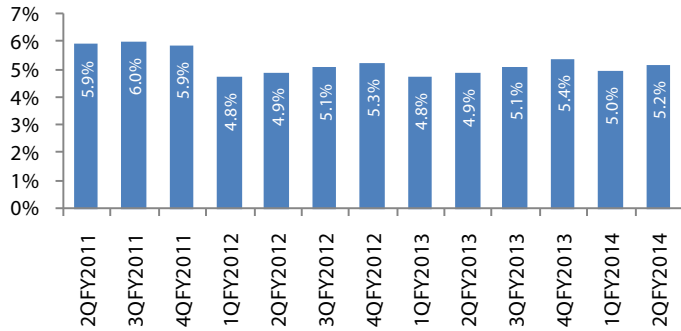
Top Active

Ticker	Price	Volume	% price change
FLC	12.4	19.74	2.5%
SAM	12.6	8.00	4.1%
ITA	9.1	5.88	-1.1%
PTL	4.4	4.62	4.8%
KBC	15.0	3.73	2.7%

Ticker	Price	Volume	% price change
PVX	6.40	9.80	1.6%
KLF	12.90	6.96	3.0%
PVL	4.80	5.43	6.4%
PVC	37.90	5.36	10.0%
PVS	44.90	5.33	0.8%

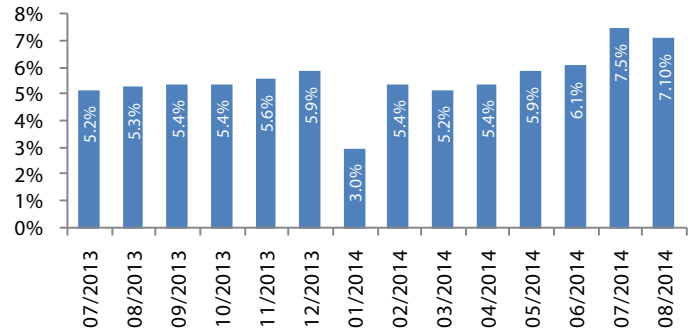
MACRO WATCH

Graph 1: GDP Growth



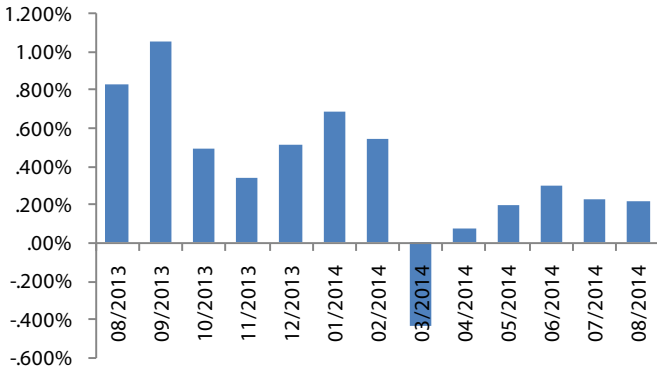
Sources: GSO. Rongviet Securities database
(*) Comparision price in 1994

Graph 2: IIP



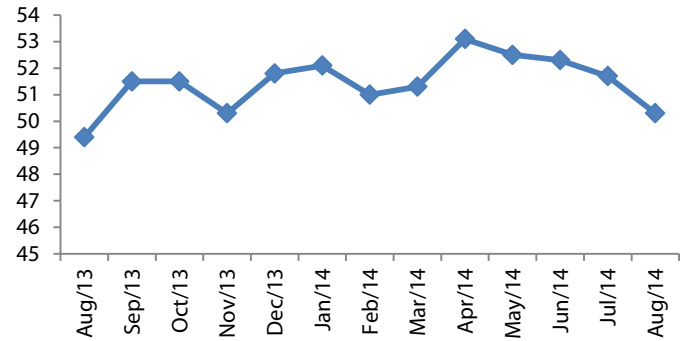
Sources: GSO. Rongviet Securities database

Graph 3: Monthly CPI



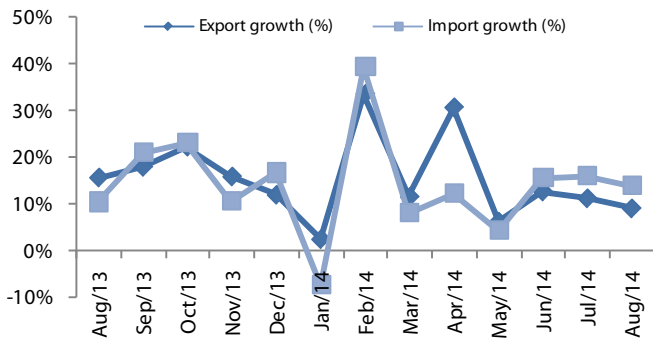
Sources: GSO. Rongviet Securities database

Graph 4: HSBC - PMI



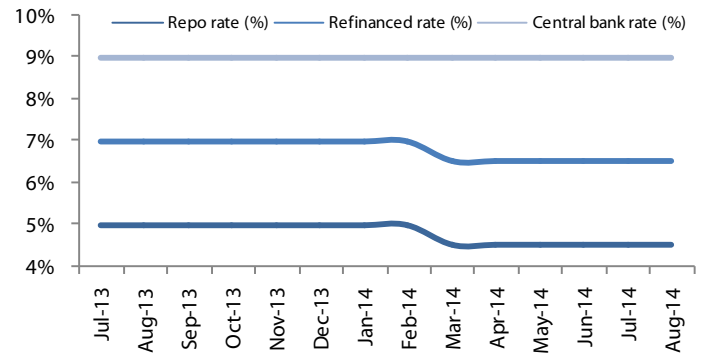
Sources: GSO. Rongviet Securities database

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
REE - Solid ground s for sustainable growth	Sept 9 th , 2014	Neutral - Long term	29,700
HSG - The hard part has gradually done!	Aug 21 st , 2014	Accumulate – Intermediate term	48,100
HPG - On the way to dominate nationwide’ market shares	Aug 12 th , 2014	Accumulated – Intermediate-term	66,400
NBB - A new chapter with co-investment	Jul 31 st , 2014	Buy – Intermediate term	27,400
DBC- Benefit from decline in material price	May 27 th , 2014	Buy – Long-term	28,000

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	03/09/2014	0-0.75%	0-2.5%	11,440	11,436	0.03%
VF1	04/09/2014	0.20% - 1.00%	0.50%-1.50%	23,744	23,444	1.28%
VF4	03/09/2014	0.20% - 1.00%	0.00%-1.50%	10,900	10,807	0.86%
VFA	05/09/2014	0.20% - 1.00%	0.00%-1.50%	7,830	7,799	0.39%
VFB	05/09/2014	0.30% - 0.60%	0.00%-1.00%	11,262	11,239	0.21%
ENF	29/08/2014	0.00% - 3.00%		10,703	10,432	2.60%

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