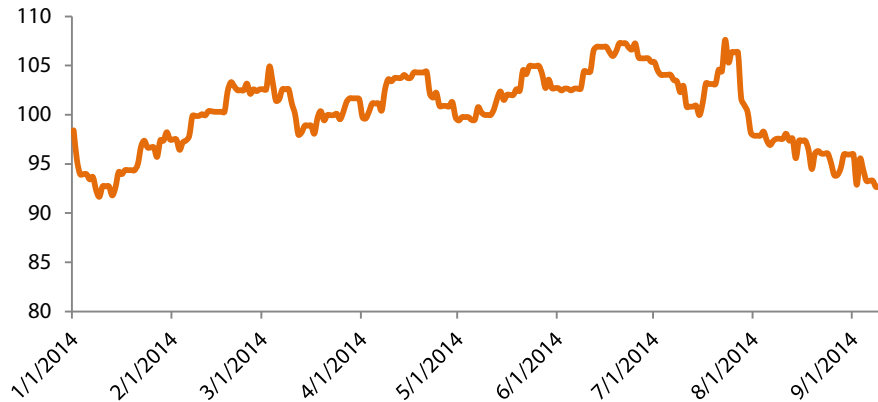


- **Continuing to adjust Gasoline Price in the future**
- **Is suitable time for issuing Government International Bonds?**
- **“Sentiment is stabilized “**

**Continuing to adjust Gasoline Price in the future**

Yesterday evening, the price of RON A92 slightly declined 30 VND, to 23,710 VND per liter, whereas diesel commodities, the price of Mazut oil dropped more sharply (100-160 VND per liter). This is the fifth time reduction within 40 days and as mentioned in previous reports, we believe that September CPI can be maintained at low level as reducing fuel cost. According to the most updated report dated 09.09.2014, published by the EIA, EIA recognized that global crude oil prices would continue to decrease in the rest of 2014 with the average price for WTI oil in 4Q2014 was 93 USD per barrel. Therefore, we reckon that domestic oil price may stabilize or fall slightly from now until the end of the year, which is the key factor to ensure that inflation rate will not increase enormously when consumer demand will improve in the end of the year.

**Exhibit 1: World Oil (WTI) price**



Source: Bloomberg

*“Sentiment is stabilized“*

**Is suitable time for issuing Government International Bonds?**

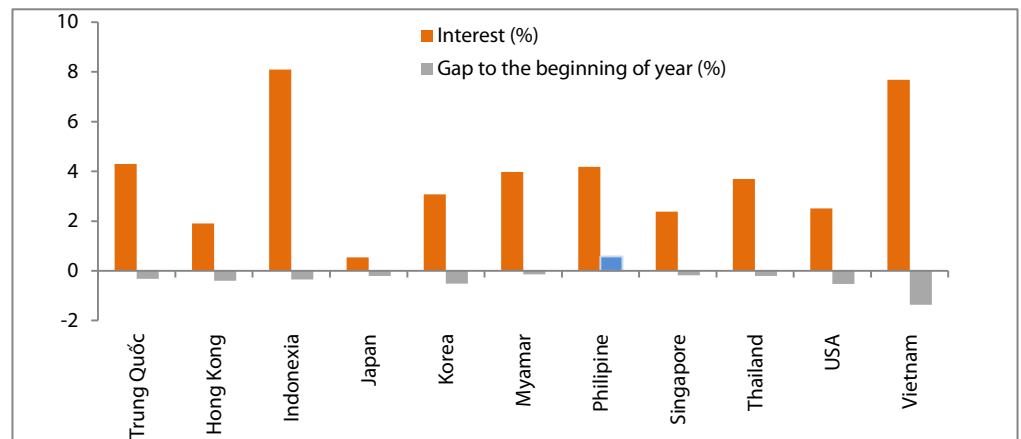
With the purpose of rolling over two high interest loans with total of USD1.75 billion in 2005 and 2010, the Government has unveiled its plan to issue about USD1 billion of Government International Bonds. This action takes place on condition that Vietnam’s macroeconomics stability has largely restored with low inflation and interest rate. Simultaneously, CDS is currently at low level with 184.7 points, nearly the bottom level in 2009 (167 points). In 2005 and 2010 years, the government successfully issued Government International Bond with the interest rates of 7.125% and 6.75% per years respectively. Meanwhile, the Vietnam Government Bond 10 year has continuously decreased to 7.7%/year since the beginning of year (lost 136.2 bps). This rate, however, is still high compared with it of 2005 and 2010. Hence, if aiming at issuing new bonds to rollover the former debts, the government would hardly reached a favorable rate because of prudent behavior of foreign investors. We believe that the most appropriate time for issuing new Government International Bonds is next year after the government finds suitable investors and macroeconomics conditions are better. If coming off well with rolling over, we trust that it would be better for Vietnam, even though it is only an activity to lengthen payment period.

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**Exhibit 2: Government bond interest**



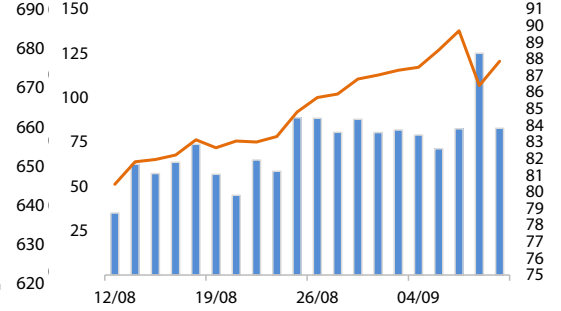
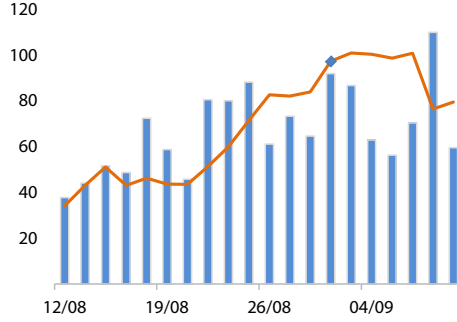
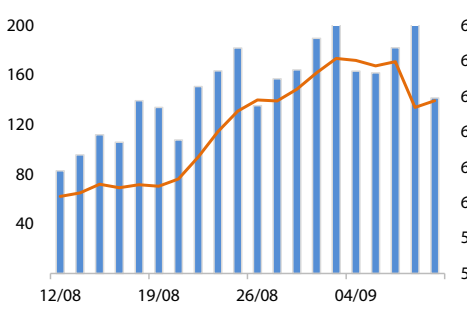
Source: Asia Bonds Online

**“Sentiment is stabilized “**

With the positive news related to an open door to Russia market for fishery as we mentioned in Advisory Diary yesterday, there were many seafood’ tickers increased today such as ACL (+700VND), HVG (+1,200VND), MPC (+1,000VND). Besides, our market experts saw there is likely an upward trend for some specific tickers after the divestments of major investors. PVC, VDS, VCS, SAM... were in above list and H.A.I Agrochem JSC (HAI-HSX) was the most outstanding share today after the news that SCIC sold nearly 8.7 million shares (~49.96% of charter capital). Till now, HAI has increased to the ceiling price for 4 consecutive sessions despite market’ correction. If our observation is right, investors should notice this phenomenon in the upcoming sessions. Indices fluctuated rapidly and strongly at first few hours of today’s session, and there were times VNIndex went down to 620 points. The optimistic point came from the slight improvement and at close time owing to some leading stocks such as BVH, , GAS, PVS, SSI... Thus, in contrast to hugely selling session with high liquidity yesterday, we find that there was a deal between buyers and sellers with intermediate liquidity. Many investors supposed that last session was a technically retraced session, with not based on any headline news. However, with prudent opinions, we think that rush-buying on recovery session also contained risky. Noticably, foreign’s investors considerably turned to net-selling of VND 152 billion after net buying about VND 109 billion in last session.

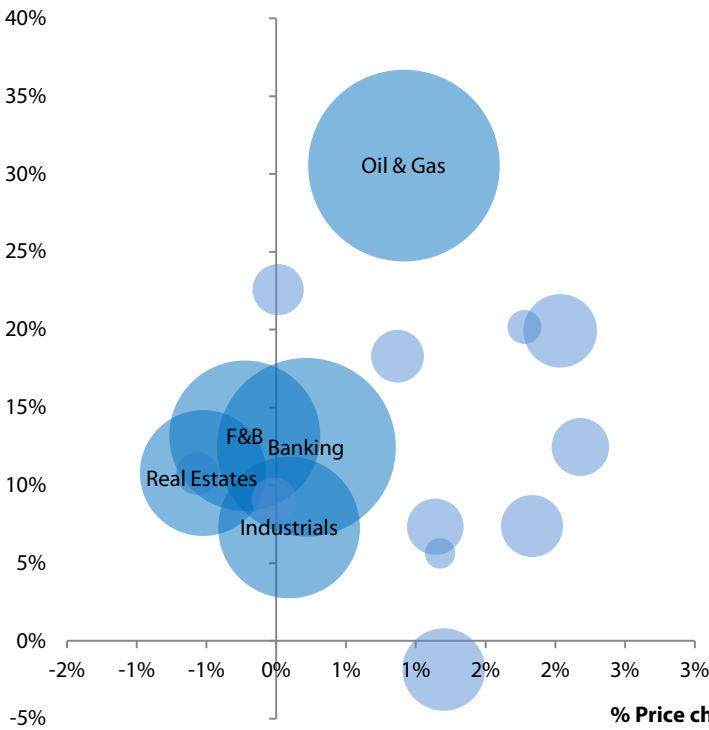
In this time, long-term investors can abosolutely accumulate more stocks however we think that investors should take care more about intristic fator and the growth of cash flow next year instead of focusing on “catalyst”. “Catalyst” is a difficult factor to calculate and unsure, but prospect in terms of basic business activities can forecast and is suitable with viewpoint of value investors.

**VNINDEX** 0.30% **628.80**    **VN30** 0.27% **666.42**    **HNXINDEX** 1.69% **87.86**



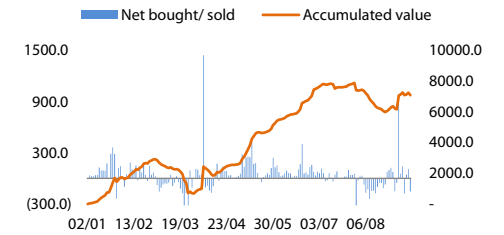
**Industry Movement**

**Industry ROE**

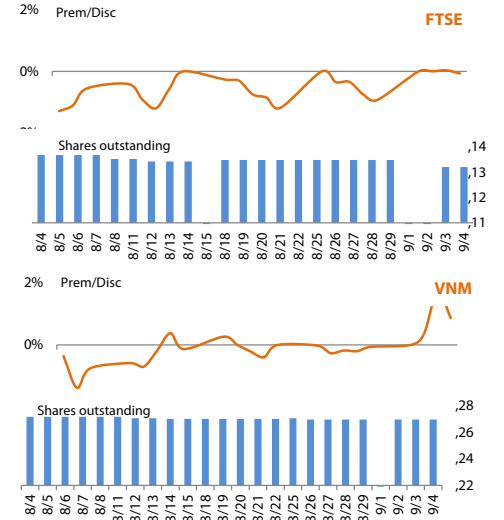


Industry	% change
Technologies	0.9%
Industrials	0.1%
Constructions	1.2%
Oil & Gas	0.9%
Distribution	1.2%
F&B	-0.2%
Household Goods	-0.6%
Cars & Parts	1.8%
Chemicals	2.2%
Resources	0.0%
Insurances	2.0%
Real Estates	-0.5%
Financials	1.8%
Banking	0.2%
Utilities	1.1%
Healthcare	0.0%

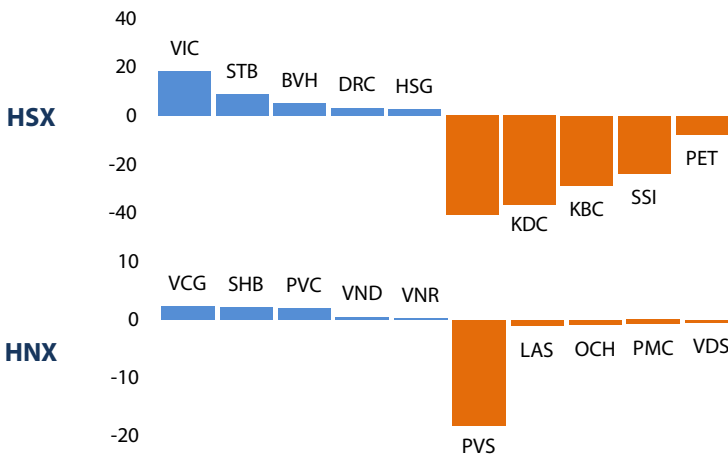
**Foreign Investors Trading**



**ETF**



**Top net bought/sold by foreigners (VND bn)**

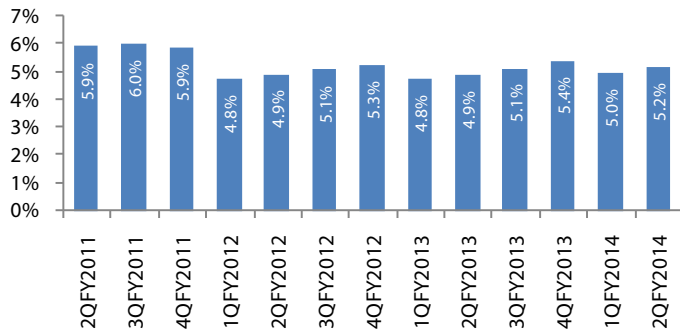


**Top Active**

Ticker	Price	Volume	% price change
ITA	8.6	14.23	-2.3%
FLC	12.4	12.59	0.0%
KBC	13.7	4.92	-3.5%
SSi	28.8	4.20	0.7%
VIC	55.0	3.66	-0.9%
PVX	6.10	15.77	7.0%
SHB	9.50	8.39	1.1%
KLF	12.70	6.70	1.6%
PVS	42.10	5.32	2.7%
SCR	9.90	4.58	1.0%

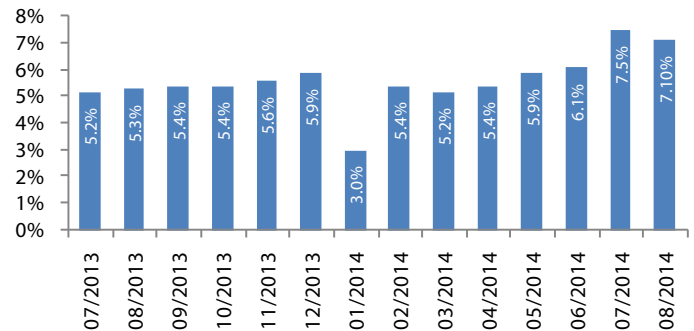
**MACRO WATCH**

**Graph 1: GDP Growth**



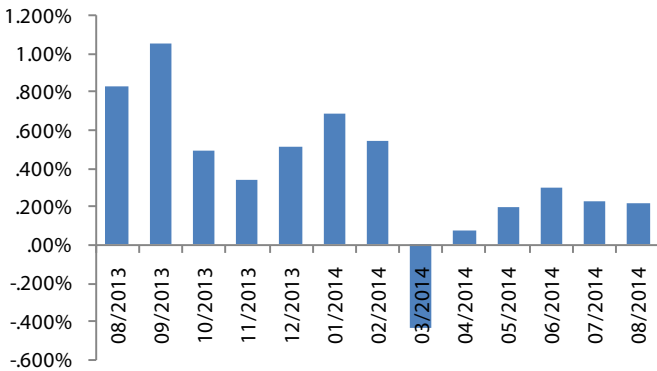
Sources: GSO. Rongviet Securities database  
(\* ) Comparision price in 1994

**Graph 2: IIP**



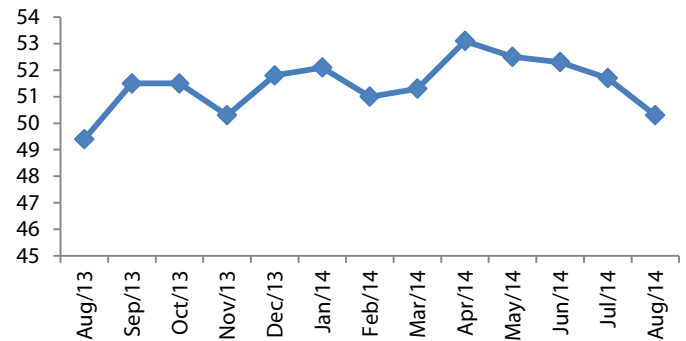
Sources: GSO. Rongviet Securities database

**Graph 3: Monthly CPI**



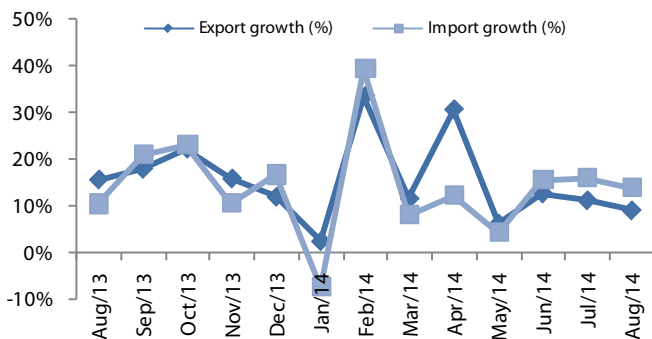
Sources: GSO. Rongviet Securities database

**Graph 4: HSBC - PMI**



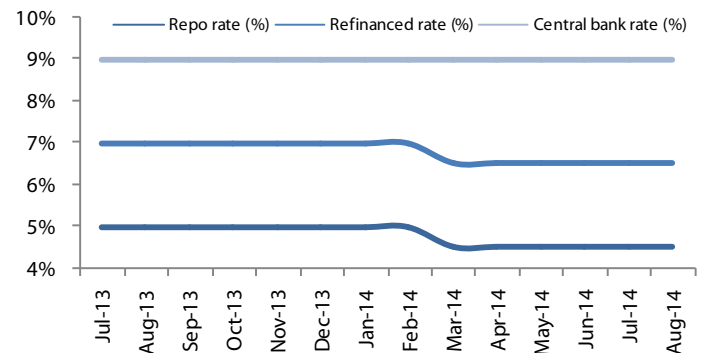
Sources: GSO. Rongviet Securities database

**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 <sup>th</sup> , 2014	Neutral - Long term	29,700
HSG - The hard part has gradually done!	Aug 21 <sup>st</sup> , 2014	Accumulate – Intermediate term	48,100
HPG - On the way to dominate nationwide’ market shares	Aug 12 <sup>th</sup> , 2014	Accumulated – Intermediate-term	66,400
NBB - A new chapter with co-investment	Jul 31 <sup>st</sup> , 2014	Buy – Intermediate term	27,400
DBC- Benefit from decline in material price	May 27 <sup>th</sup> , 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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