

- **VNIndex and HNIndex had a positive trading week.**
- **Updating on money market**
- **VNIndex may face obstacles in range of 550 points.**

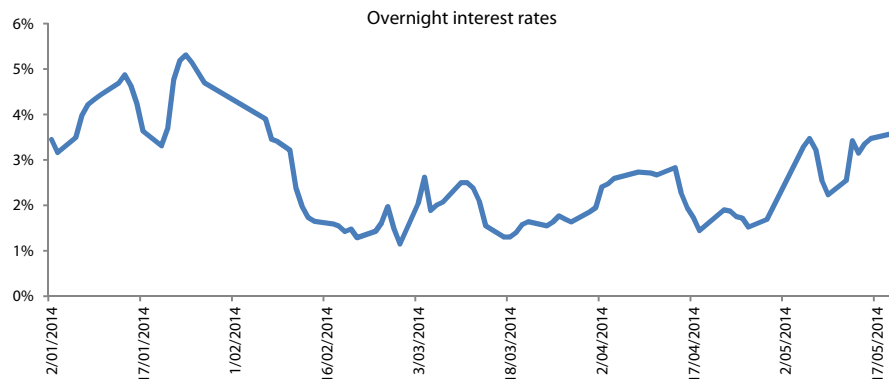
Last week, stock market was traded in positive firstly but it changed to down trend in two weekend days; however liquidity was improved a lot compared to that of last week and remained the average trading volume at over 177 million shares on both exchanges. **In summary, VNIndex and HNIndex increased by 2.26% and 3.14% in this week.** After a month of being net buyers, foreigners turned to be net sellers in recent days although net sold value was low and mainly came from some put-through transaction at specific codes as CNG and SSC. We think that is normal because of realization profits after purchasing in sharply declined time is understandable.

Updating on money market

After the 1st of May holiday, the interbank rates considerably increased: O/N rate increased from 1.69% on 29th April to 3.29% on 5th May, and continuously growing to 3.55% on 20th May (Figure 1). This increasing interbank rate of VND since Jan is to meet the demand for cash in transactions on Tet Vacation. Additionally, through the OMO, the SBV issued VND 549 billion in cash to circulation. This could be explained by several reasons (i) political instability driven the SBV to prevent the possible liquidity risks. (ii) Credit growth is being improved. Although having insufficient data from the whole system, according to report from Hanoi Statistic Office, credit growth among this area in this May amounted to 0,8% after 4 consecutive months of negative growth. From recent information about auctions of government bonds, we view the interest rate of the latest bidding (May 13th) remained unchanged compared to previous sessions, although winning rate was on downward trend. Generally, currency market inclined on stable direction and is still under the control, thanks to safe liquidity indicator of commercial bank system and SBV's declaration in terms of exchange rate & gold price stabilization.

“VNIndex may face obstacles in range of 550 points”

Figure 1: Overnight interest rates on interbank market



In the coming week, macroeconomic news will be released by General Statistic Office but we think that all indicators still show positive aspects of our economy because effects if any coming from political tensions need to have more time to reflect. Therefore, that information may not affect much on stock market and we expect the market will fluctuate positively in term of liquidity but the score may be kept as present. **For VNIndex, this index may face obstacles when approaching the level of 550 points due to it is a quite strong resistance.**

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VN INDEX -0.04%

541.49

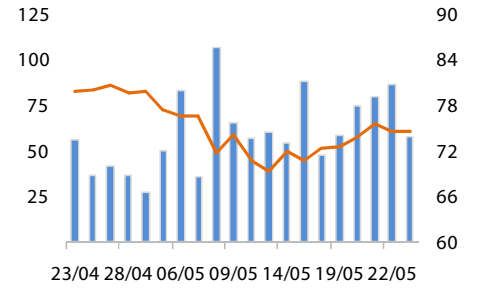
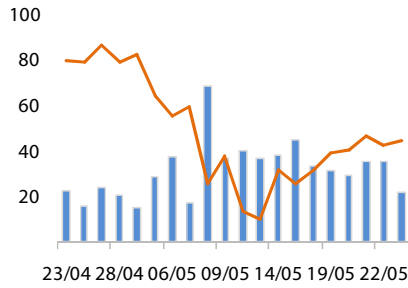
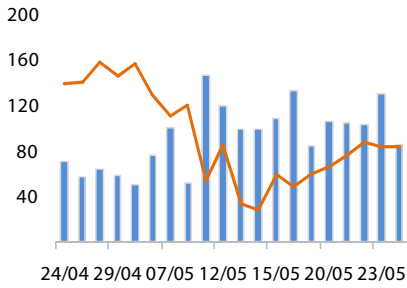
VN30

0.27%

594.35

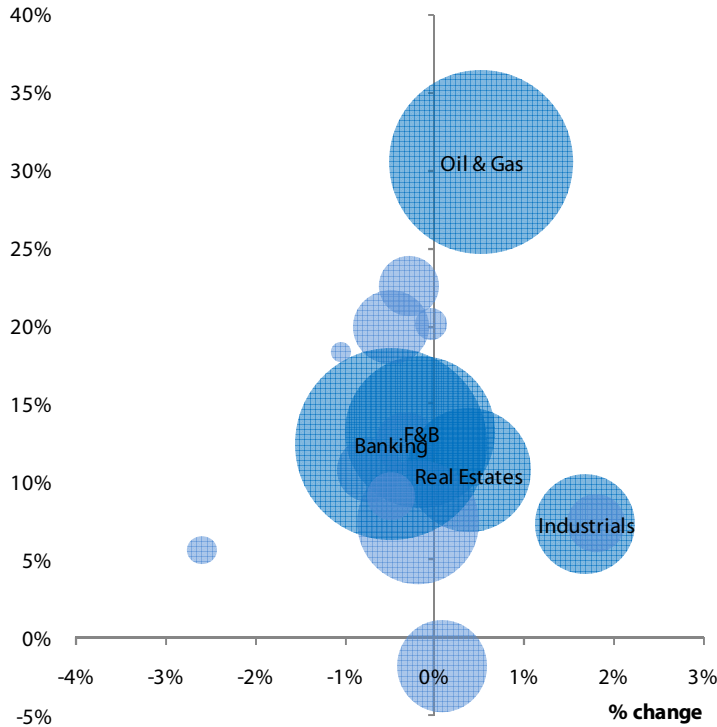
HNX INDEX 0.01%

74.58



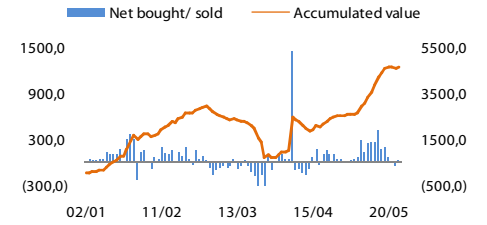
Industry Movement

ROE

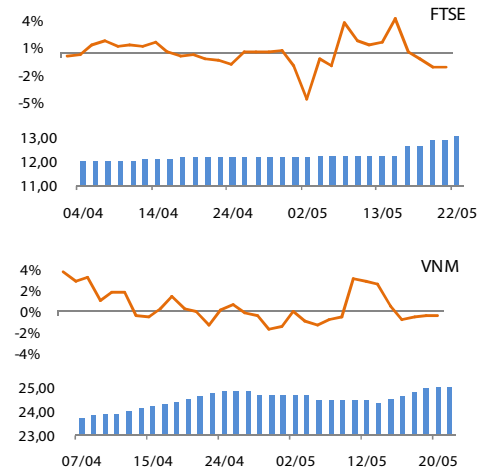


Industry	% change
Technologies	-1.0%
Industrials	1.7%
Constructions	0.1%
Oil & Gas	0.5%
Distribution	-2.6%
F&B	-0.2%
Household Goods	-0.7%
Cars & Parts	0.0%
Chemicals	-0.3%
Resources	-0.3%
Insurances	-0.5%
Real Estates	0.4%
Financials	-0.2%
Banking	-0.5%
Utilities	1.8%
Healthcare	-0.5%

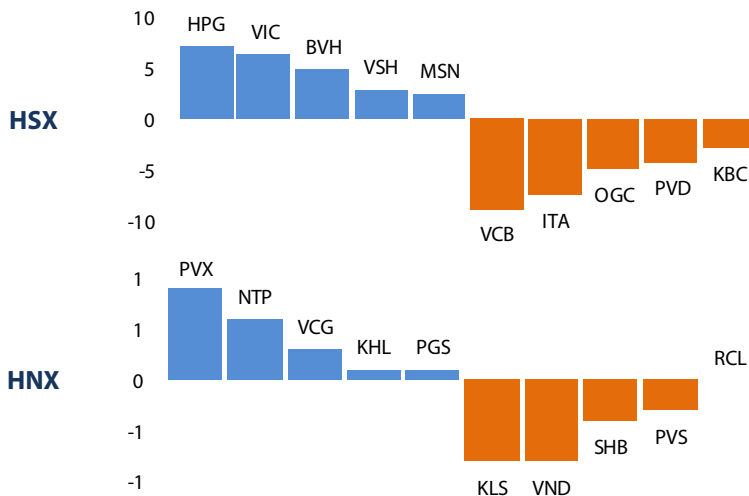
Foreign Investors Trading



ETF



Top net bought/sold by foreigners (VND bn)



Top Active

Ticker	Price	Volume	% price change
FLC	10.40	12.84	3.0%
HQC	6.70	6.31	-7.0%
ITA	7.90	4.59	0.0%
PTL	3.30	3.15	6.5%
VHG	7.60	2.80	0.0%

Ticker	Price	Volume	% price change
PVX	5.00	12.43	3.4%
SCR	8.30	5.98	-0.5%
SHB	9.10	4.34	1.4%
KLS	10.60	3.94	-0.3%
FIT	14.10	2.76	1.6%

WEEKLY TECHNICAL VIEW

VN-Index

From 26/5/2014 to 30/5/2014, VN-Index gained 12 points, closed at 541,49. Trading volume was equivalent to previous week, with about 500 million shares changed hands.

The recovery of VN-Index continues. VN-Index went up from Monday to Wednesday and then decreased slightly on Thursday and Friday. Liquidities also rose and reached the 10-day average volume.

As mentioned on previous report, VN-Index is on the way towards 550 area where many strong resistances converge. When VN-Index approached this area, the selling pressure increased, showing reluctance of investors.

VN-Index broke far away from the 200-day moving average. This long-term moving average became the support of VN-Index.

The reversal signal came from positive divergence between RSI and VN-Index was exact. MACD also cut above the signal line.

The process of bottoming of VN-Index continues. The resistance is around 550 while the support is around 525-530 (equivalent to SMA(200)).

HNX-Index

From 26/5/2014 to 30/5/2014, HNX-Index increased 2,27 points (or 3,14%), closed at 74,58. Trading volume rose 16% compared to previous week. Totally, about 349 million shares changed hands.

HNX-Index climbed strongly to 76 on rising volume and then hesitated at this area. After a significant rally, the appearance of correction is reasonable due to selling force from short-term investors.

On weekly chart, a bullish engulfing pattern appeared on rising volume. This pattern enhanced the ability of trend reversal of HNX-Index.

MACD cut above the signal line and RSI continued to rise.

The support of HNX-Index is around 70 while the resistance is around 76.

Recommendation: both two indexes went up on positive volume. Investors should continue disbursing on selective stocks in corrective sessions for long-term goals.



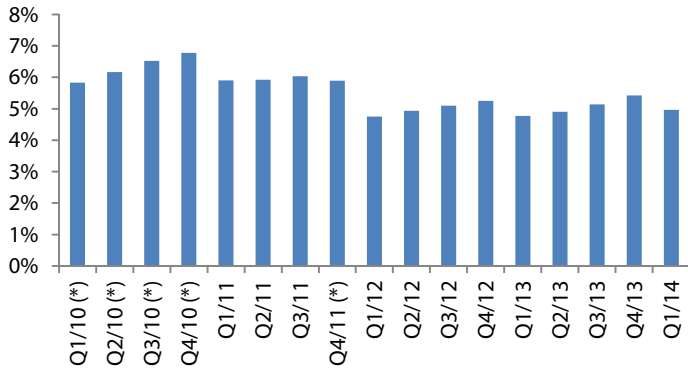
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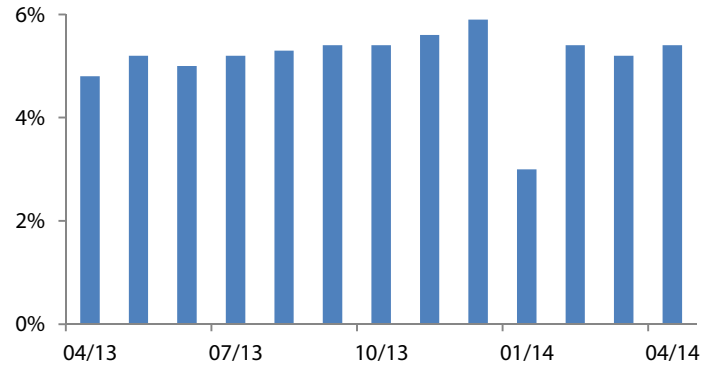
MACRO WATCH

Graph 1: GDP Growth



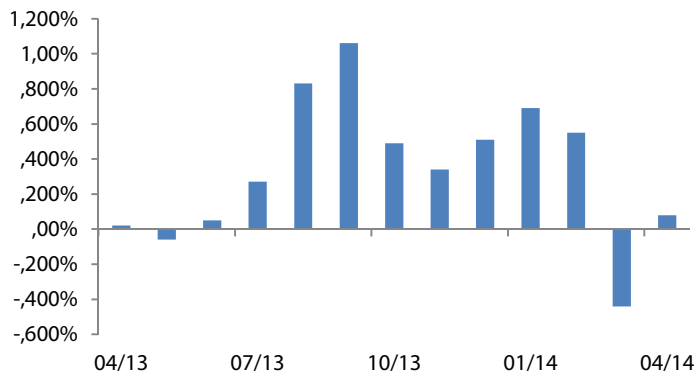
Sources: GSO, Rongviet Securities database
(*) Comparison price in 1994

Graph 2: IIP



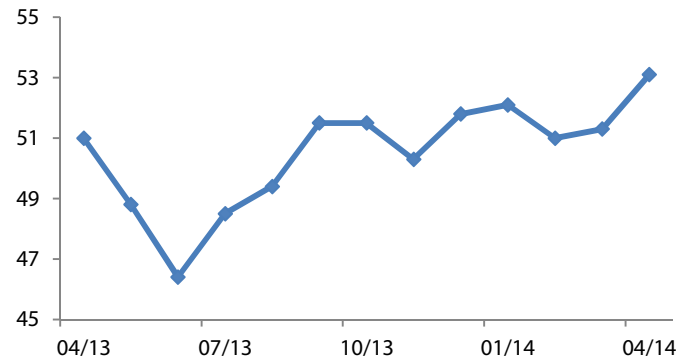
Sources: GSO, Rongviet Securities database

Graph 3: Monthly CPI



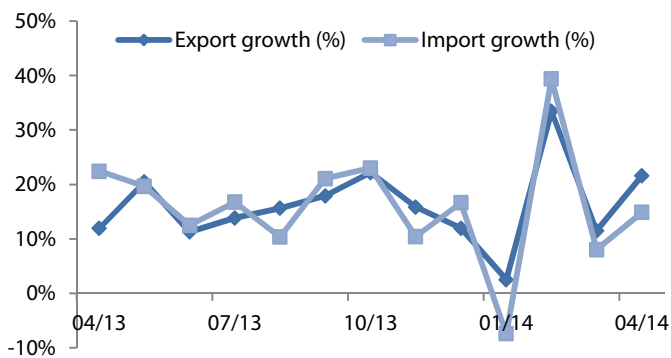
Sources: GSO, Rongviet Securities database

Graph 4: HSBC - PMI



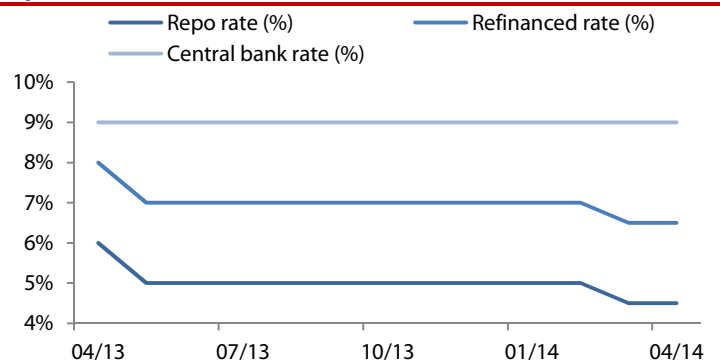
Sources: GSO, Rongviet Securities database

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
NBB-Strengthened cash flows	May 07 th , 2014	Buy –Long-term	36,300
DIG-Reboot	April 28 th , 2014	Accumulated –Long-term	19,200
HPG-Sustainable Development	April 24 th , 2014	Accumulated –Intermediate-term	55,100
CSM-Radial and long-term growth	April 4 th , 2014	Neutral –Intermediate-term	46,700
PPC-Stay firm	April 4 th , 2014	Neutral –Long-term	25,200

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	06/05/2014	0.75%	0.75%	10,455	10,727	-2.54%
VF1	08/05/2014	0.20% - 1.00%	0.50%-1.50%	21,227	21,917	-3.15%
VF4	07/05/2014	1.00%	0.50%-2.00%	9,502	9,946	-4.46%
VFA	09/05/2014	0.20% - 1.00%	0.00%-1.50%	7,344	7,400	-0.76%
VFB	09/05/2014	0.30% - 0.60%	0.00%-1.00%	10,775	10,771	0.03%
ENF	02/05/2014	0.00% - 3.00%		9,796	9,773	-1.06%

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