

MAY

14

WEDNESDAY

“Stress
relief to
stability”

ADVISORY DIARY

- **Stress relief to stability**
- **Adjustment of POR9, relevant to VHC and HVG**

Stress relief to stability

After the differentiation trend yesterday, the market today was relatively eventful and gain momentum spread to speculative tickers such as ITA, FLC, HQC, PVX, SCR, SSI, OGC. In spite of hesitation at the beginning of the morning, the whole market maintained optimism afterwards with green color overwhelming. VNIndex gained 3.04%, backed to ~530 points that was the important resistance range. However, liquidity only increased slightly, about 10% to prior sessions, we comment that it was kind of “stress relief” therapy for the whole market. The concern of “domino effect” related to margin call might be weakened.

Noticeably, TCM has a large amount of buying order at floor price at the earlier session and the trading volumes were relatively high. Our analyst said that TCM’s performance remained positive and thus, the increasing buying order at floor price was related to margin call meanwhile its foreign room capacity was full and as a result there was lack of counterbalanced buying orders. However, in the half of morning end, buying volumes increased dramatically, and made the price range a rise of 12.7%. It was not a delighted news to investors who suffered margin call and it also was an important caution to margin usage in which individual investors should be careful.

Besides, CII is the only one in VN30 was being sold at floor price today. Its market price was down to VND 17.200 per share, a bit far from the adjusted dilute price of VND 18.900 per share in 07/05. So, after discounting of arbitrage action, investors continued to deduct “the concern” from this stock’s market value. However, there were increasing buying orders of 4.4M shares vs the 5 session average number of 78.800 shares. This signal implied that the huge bid volume will no longer appear next sessions.

Today foreigners remained their net bought status with total buying and selling volumes that was not as much different as prior session amid active domestic activity. The calm actions today counterbalanced to drastic actions of domestic investors in previous sessions.

In observation of buying and selling data, we recognized positive signals. However, as the negative psychology continued to impose on the market, the unstable sentiment was reasonable. We expect that after “stress relief” today, stocks would keep its differentiated trend, and the green and red colors might alternate until the end of the week.

Adjustment of POR9, relevant to VHC and HVG

Today US Department of Commerce has officially announced the adjustment of final results of the ninth antidumping duty administrative reviews (POR9) from 1st Aug 2011 to 31st Jul 2012 on Vietnamese pangasius products. In previous announcement, the two mandatory respondents namely VHC, HVG are imposed an antidumping duty of 0.03 USD/kg and 1.2 USD/kg, meanwhile Vietnam-wide rate is 2.11 USD/kg. As regards the newest result, VHC tax rate has been reduced to 0 USD/kg when HVG’s rate has remained unchanged. In consequence, VHC receives the most favorable rate in comparison to the prior rate of 0.19 USD/kg in POR8. In contrast, compared to POR8 (0.77 USD/kg), HVG might undergo obstacles in export activity with higher rate of 1.2 USD/kg. However, pangasius supply has been declined due to an increase in input price. Thus, it causes remarkable impact on fishery industry. Nevertheless, along with its own pangasius supply, HVG still remains its advantage and thus maintains its export proportion

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VNINDEX 3,04%

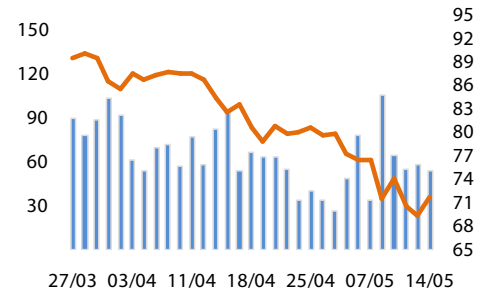
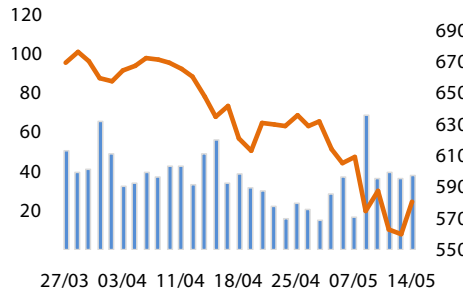
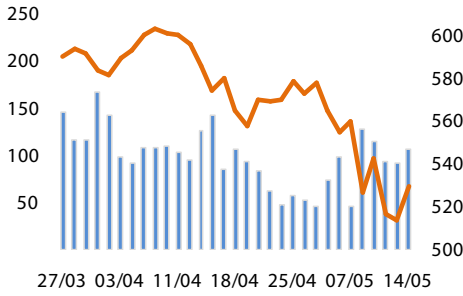
529,53

VN30 3,80%

581,38

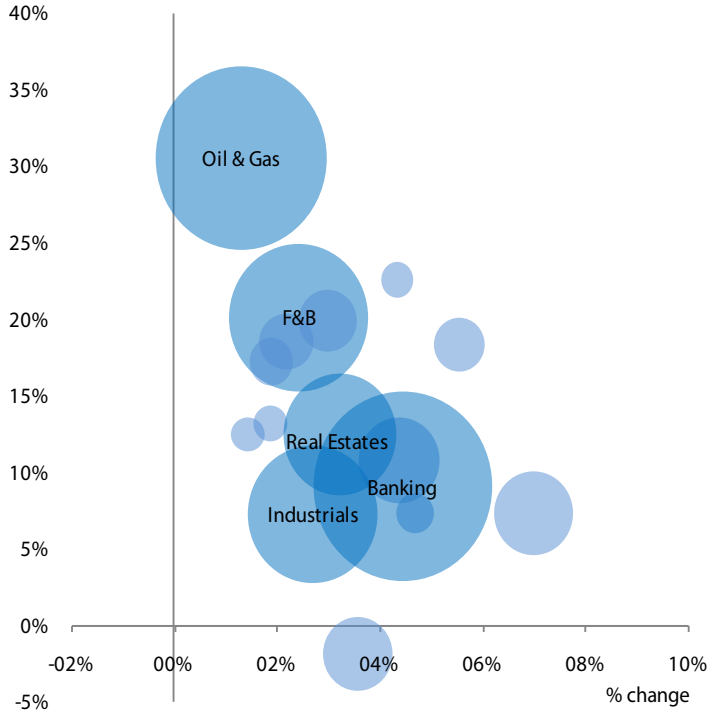
HNXINDEX 3,57%

71,87



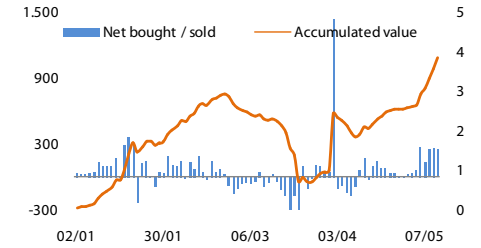
Industry Movement

ROE

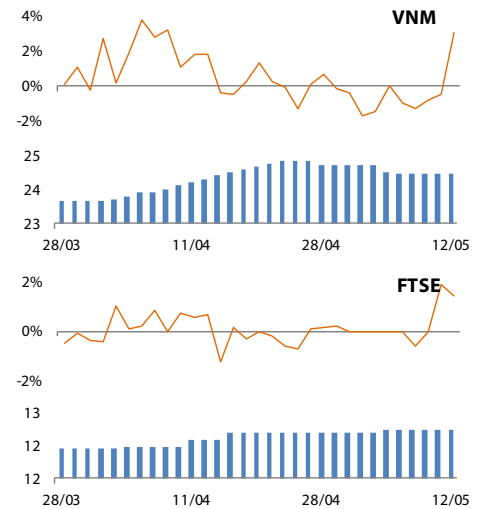


Industry	% change
Technologies	5,54%
Industrials	2,68%
Constructions	3,56%
Oil & Gas	1,30%
Distribution	1,88%
F&B	2,42%
Household Goods	1,42%
Cars & Parts	4,33%
Chemicals	2,97%
Resources	4,38%
Insurances	4,68%
Real Estates	3,22%
Financials	6,98%
Banking	4,44%
Utilities	2,18%
Healthcare	1,88%

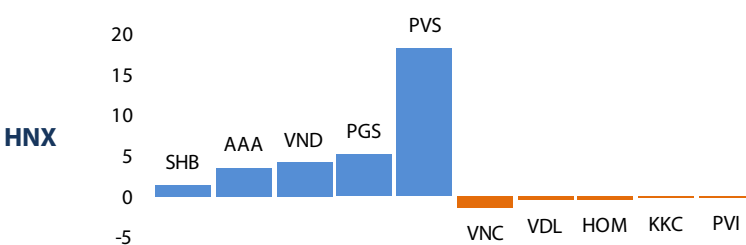
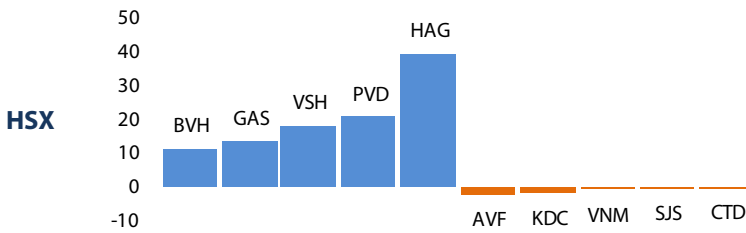
Foreign Investors Trading



ETF



Top net bought/sold by foreigners (VND bn)



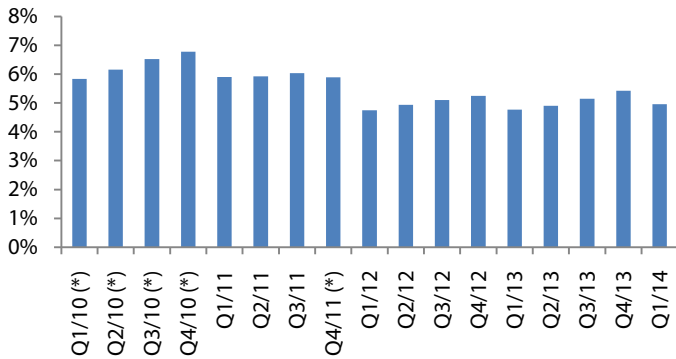
Top Active

Ticker	Price	Volume	% P change
FLC	8,00	12,03	6,67%
ITA	7,10	6,95	5,97%
CII	17,20	4,22	-6,52%
HQC	5,40	4,07	5,88%
HAG	23,40	3,91	6,85%

Ticker	Price	Volume	% P change
SHB	8,50	6,11	3,66%
PVX	4,60	5,61	9,52%
SCR	7,30	4,21	8,96%
KLS	9,00	4,05	9,76%
KLF	9,50	3,18	9,20%

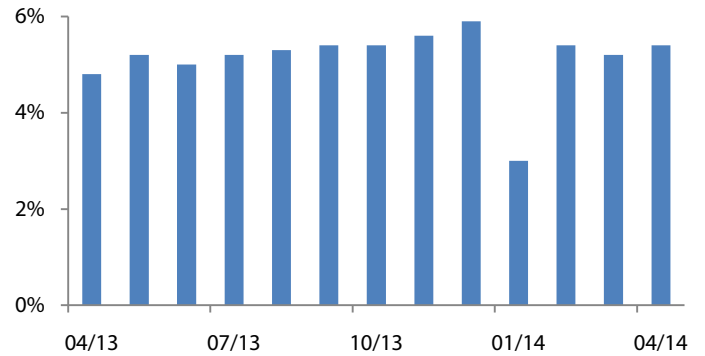
MACRO WATCH

Graph 1: GDP Growth



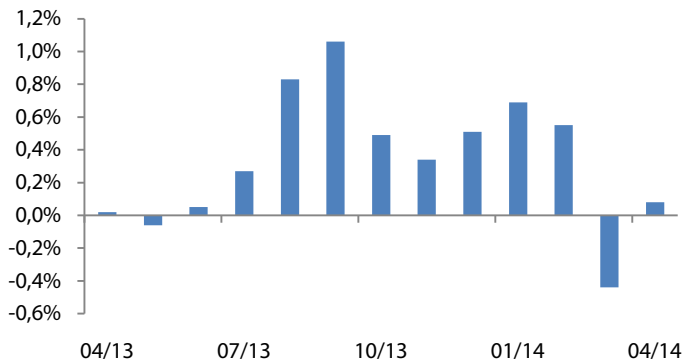
Sources: GSO, Rongviet Securities database
(*) Comparision price in 1994

Graph 2: IIP



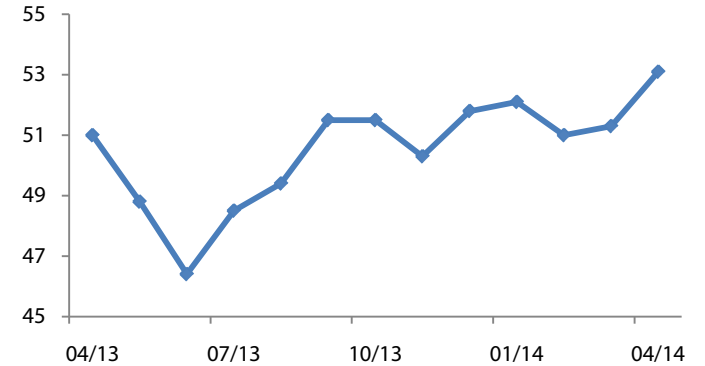
Sources: GSO, Rongviet Securities database

Graph 3: Monthly CPI



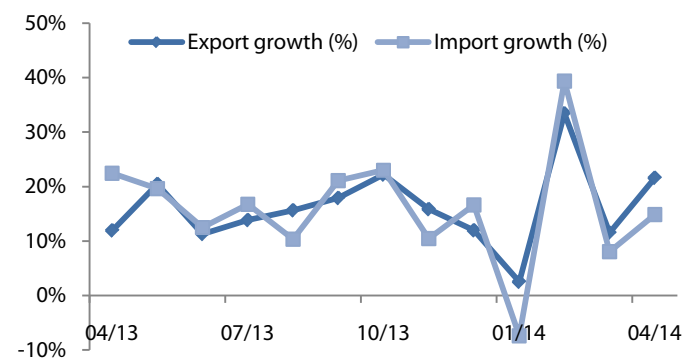
Sources: GSO, Rongviet Securities database

Graph 4: HSBC - PMI



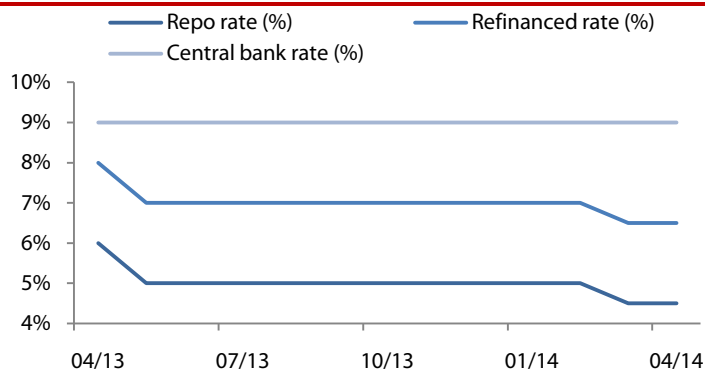
Sources: GSO, Rongviet Securities database

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
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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