

“ETF - VNM announced the review result – STB increased”

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- **DPM: updated on new input pricing formula**

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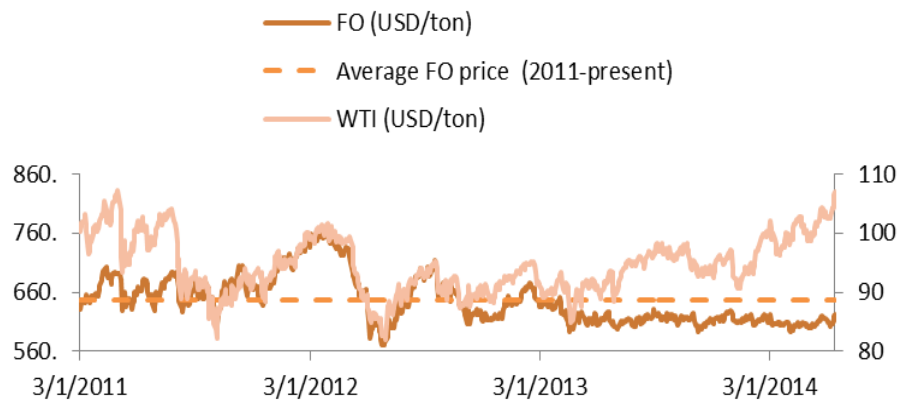
After 6 consecutive ups, HOSE began a new week by a slight adjustment. VN-Index closes at 572.37 pts, declined by 0.37% compared to last week. In HNX, the index also decreased by 0.26 pts, equivalent to 0.34%. The number of ups/downs in both exchanges was fairly balanced, specifically there were totally 193 increased tickers and 197 declined tickers.

The spotlight of today was the STB of Sacombank. In today’s session, STB increased by 400 VND (approximately 2%) compared with reference price. The stock also led the market in terms of liquidity with more than 4.9 million traded shares. This rise was considered as relatively reasonable due to the announcement of ETF-VNM about its portfolio review in last weekend. Accordingly, ETF-VNM will increase the STB proportion up to 8% instead of 4.4%. In addition, some underlying securities (such as DPM, PVD and HAG) which were additionally bought also increased today.

In the upcoming sessions, the buying of ETF fund will most likely move the market’s liquidity to high level and the price of those stocks in this portfolio thus will be fluctuated. Furthermore, the forecast of 2Q2014’s business results will be a catalyst for some tickers with optimistic outcomes increasing. Nevertheless, in our perspectives, after the consecutive ups from last week, there will be some adjusted sessions. The investors can take advantage of these sessions with the purpose of raising the share’s proportion.

DPM: updated on new input pricing formula

DPM has announced its new input pricing formula in 2014. This new input price, which is applied in last 3 quarters of 2014, is calculated by 46% of monthly average price of fuel oil (FO) in Singapore market plus USD 0.63 per MMBTU of transportation fee. With the stable price trend of FO from 2013, we forecast that the average FO price would be approx. USD 610 per metric tons for 2014. Thus, the gas input cost for DPM would be 7.7 USD/MMBTU. In conclusion, the average price of GAS input would be 7.45 USD/MMBTU, implying a 145 increase compared with last year.



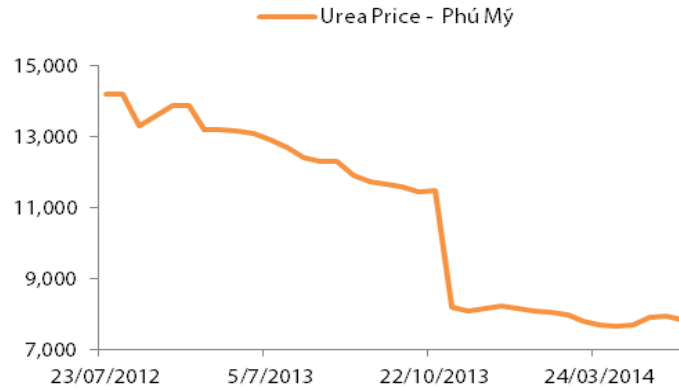
Source: Bloomberg

Huy Nguyen

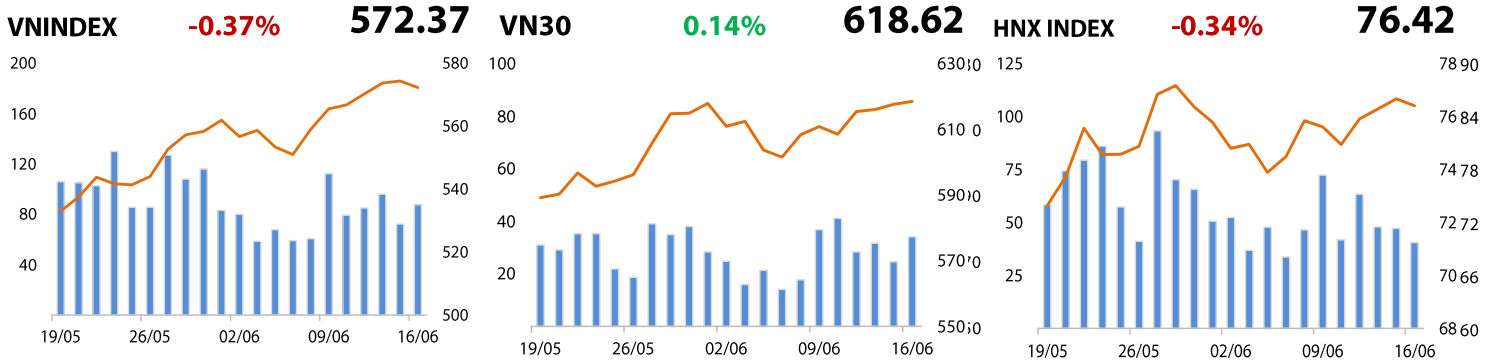
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This information has leaked out since April, and therefore, reflecting on the DPM's stock price. However, after this adjustment, DPM has been gradually stable and the downward trend stops. According to our industry analyst, the price of DPM mainly depends on 3 primary factors (1) increase in Urea consumption, (2) downward trend in selling price of Urea, (3) prospect of building new factories (UFC85 factory, and Nitrate Amon and Ammonia plant)

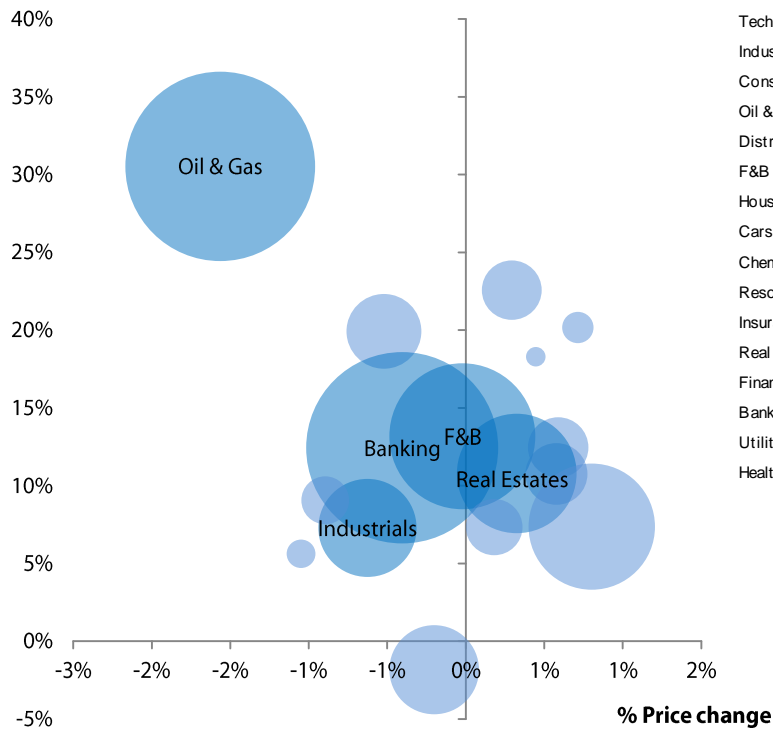


Source: Vinacam

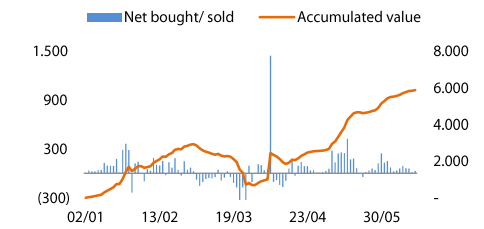


Industry Movement

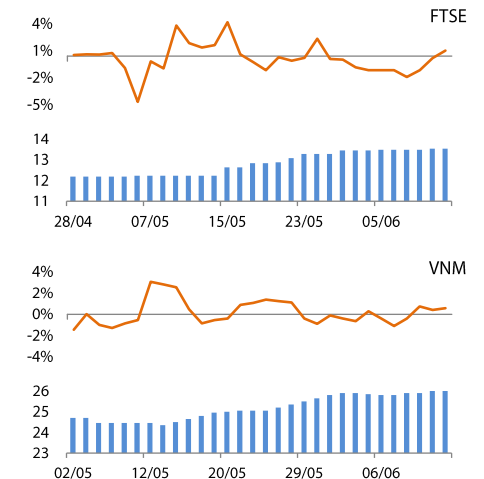
Industry ROE



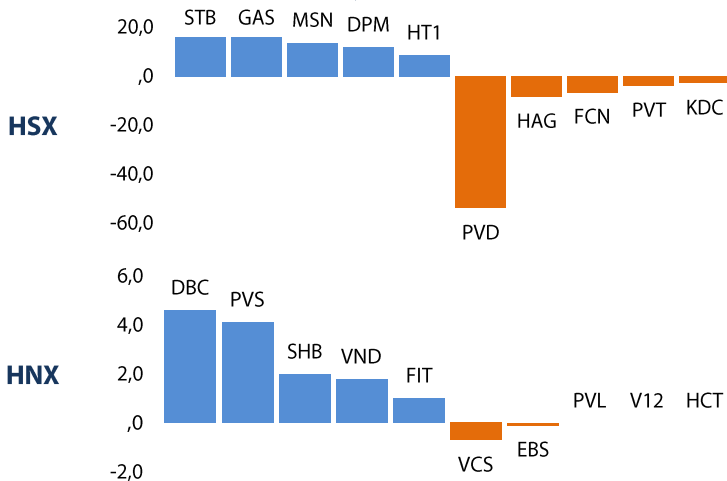
Foreign Investors Trading



ETF



Top net bought/sold by foreigners (VND bn)



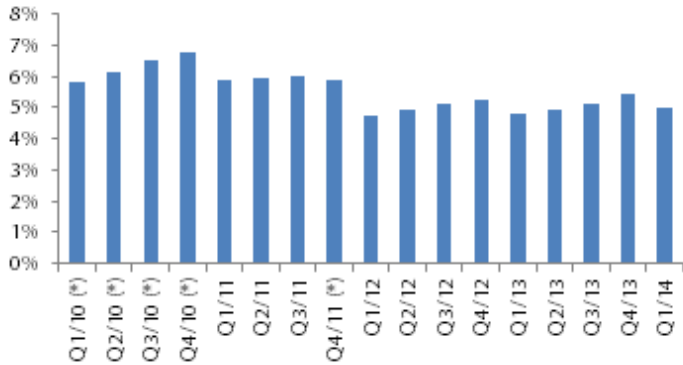
Top Active

Ticker	Price	Volume	% price change
HQC	7.40	7.25	5.7%
FLC	10.90	6.53	1.9%
STB	21.00	4.92	1.9%
ITA	8.00	3.24	-1.2%
SSI	25.30	2.34	0.4%

Ticker	Price	Volume	% price change
PVX	4.30	6.99	0.5%
KLF	11.60	4.70	-2.8%
FIT	16.20	3.86	-0.2%
SHB	9.10	3.54	-0.4%
KLS	11.90	3.36	0.3%

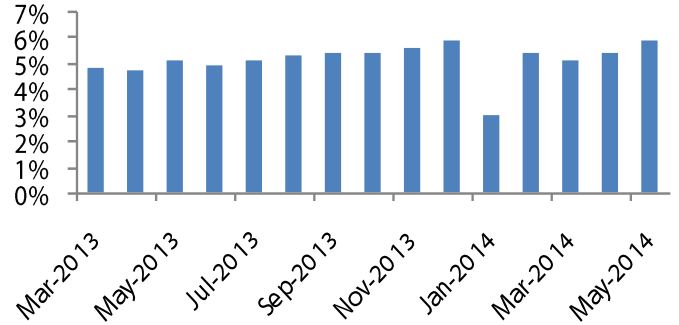
MACRO WATCH

Graph 1: GDP Growth



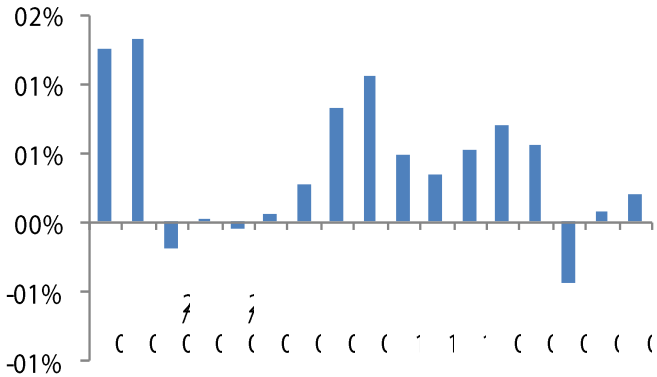
Sources: GSO, Rongviet Securities database
(*) Comparison price in 1994

Graph 2: IIP



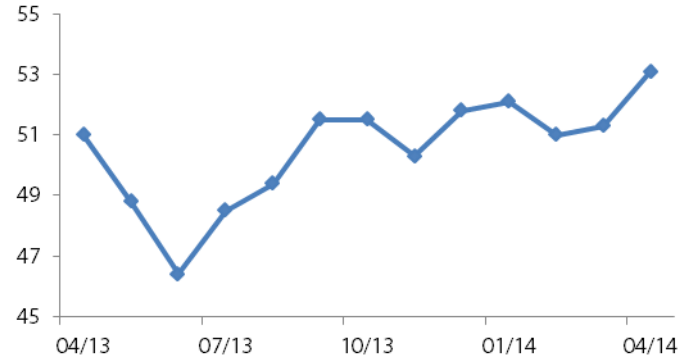
Sources: GSO, Rongviet Securities database

Graph 3: Monthly CPI



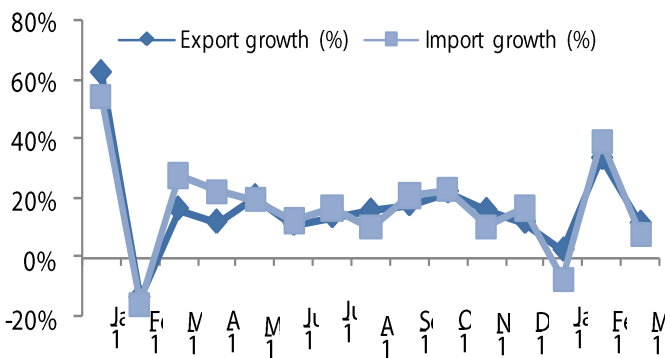
Sources: GSO, Rongviet Securities database

Graph 4: HSBC - PMI



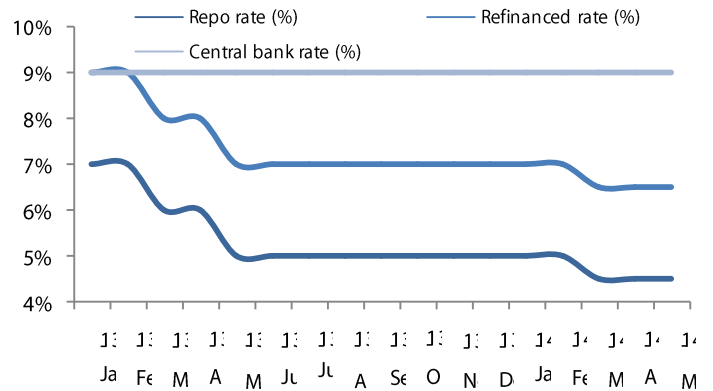
Sources: GSO, Rongviet Securities database

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
DBC-Benefit from decline in material price	May 27 th , 2014	Buy – Long-term	28,000
FPT-Leaping revenue	May 27 th , 2014	Accumulate – Intermediate-term	51,600
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

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	10/06/2014	0.75%	0.75%	10,761	10,766	-0.05 %
VF1	12/06/2014	0.20% - 1.00%	0.50%-1.50%	20,784	20.384	1.96 %
VF4	11/06/2014	0.20% - 1.00%	0.00%-1.50%	9,395	9.318	0.83 %
VFA	13/06/2014	0.20% - 1.00%	0.00%-1.50%	7,363	7.345	0.24 %
VFB	13/06/2014	0.30% - 0.60%	0.00%-1.00%	10,799	10.771	0.26 %
ENF	06/06/2014	0.00% - 3.00%		9,609	9.706	-1.00 %

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