

- **How long the investors' sentiment has been influenced?**
- **REE - Q1FY14 result update**

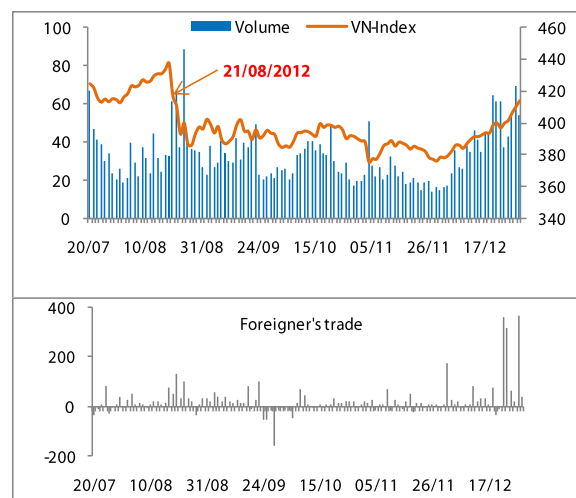
Stock market is established by investors' expectations on the economic prospect. Amid unstable expectations, an abnormal signal would be amplified and turned into a huge detonator. And the session on 8-May was such an evidence! Certainly, South China Sea dispute had arisen in previous sessions but an actually huge impact only occurred after the official announcement of the Ministry of Foreign Affairs. The information caused concerns about upcoming political tension and as a result, sell-out activity was overwhelming in ATC section. Finally, VNIndex declined of 32.88 points and floor prices were outnumbered even in VN30 group.

Today's breaking news reminded us about a relatively political affair two years ago, named "Mr. Kien" event on 21-Aug-2012. Along with the similarity of insufficient supporting information, it caused a fall of 20.44 points in VNIndex. Noticeably, inspite of dramatial drop, liquidity was much more improved than previous sessions. Particularly, liquidity on 8-May was increased of 1.7 times, amid of 91% on 21-Aug. The rise in liquidity showed the maintenance of capital flows in the whole market. Typically, net-bought status of foreigners were accelerated on both events, with the value of VND243 billion (3 times by previous sessions) at Sea dispute and VND132 billion (2 times) at "Mr.Kien event".

How long the impact of the aboved dispute would prolong? According to the story on 21-Aug, VNIndex only reached to the lowest at 385.78 points (-31.06 points) after 5 sessions. The seesaw indice lengthened in 3 months before visible gain momentum. It was quite in line with the fact that a large amount of news in bad-debt risk in Banking system was unveiled. The incipient increase only came back when appearing supporting news such as interest rate decline, credit growth, improvement on bad-debt process. Backed to the Sea dispute, some say that political tension would accelerate but some predict the peaceful action would occur. In our opinion, investors' sentiment was such the critical concern currently. Calm actions, and avoiding herb psychology is such the statergic plan.

Based on our estimates, , geopolitics factors effects could burden investors' sentiment for a long time, thus buying is not a rush at this time, especially for portfolios with high margin or stock proportion.

Graph 1: Market reaction to Mr. Kien event (FY2012)



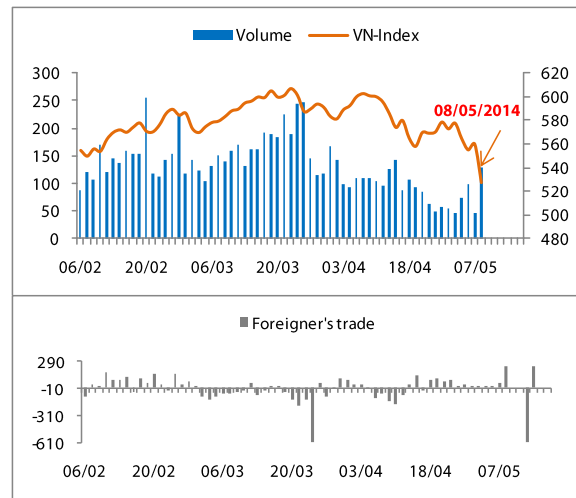
"How long the investors' sentiment has been influenced?"

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Graph 2: Market reaction to South China Sea event (FY2014)

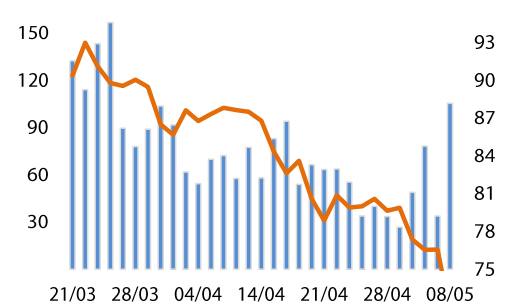
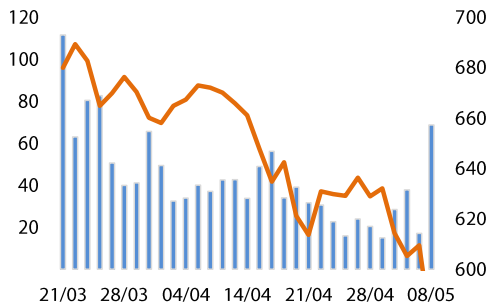
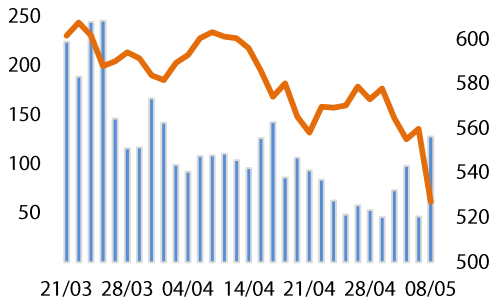


REE - Q1FY14 result update

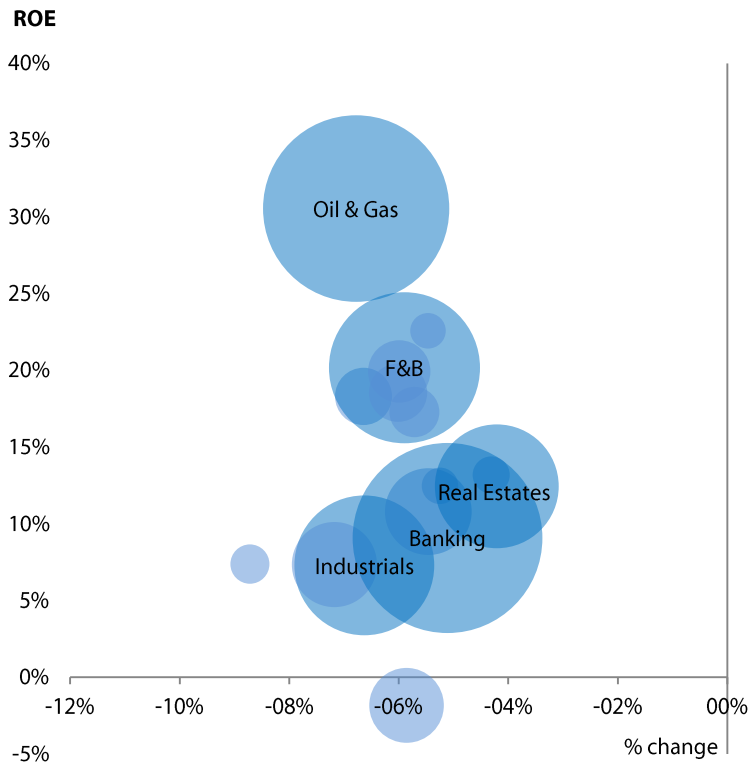
REE has just announced Q1/2014 result, accordingly, NAT Q1 recorded a decline of 39.92% in comparison with the same period. The main reason is due to the decrease in profits of the profit from joint venture of PPC. In Q1/2013, NAT of PPC was about VND994 billion thanks to the gain from exchange rate amid a profit of VND221 billion this year. Thus, profit from joint ventures was dropped in this quarter.

With the exclusion of extraordinary profit from joint ventures, REE's earning from core activities compared to the previous corresponding period has increased about 8% in both revenue and profit. This suggested REE's stability and sustainability of its core business activities. According to our analyst, REE's profit will not see a dramatic increase in 2014 because PPC's profit will not replicate last year's breakthrough. In our recent company update, we forecasted net profit for PPC in 2014 to be VND612 billion, as against VND1,639 billion in 2013. REE's revenue and profit in 2014 were also forecasted at VND2,480 billion and VND814 billion respectively.

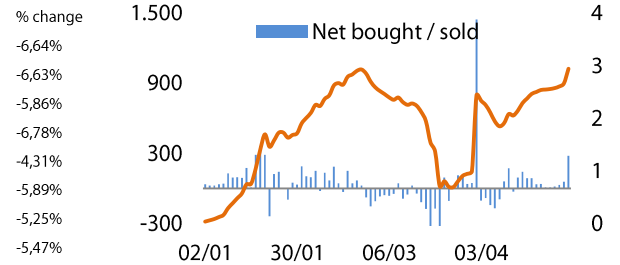
VNINDEX **-5,87%** **527,09** VN30 **-5,61%** **575,31** HNXINDEX **-6,40%** **71,66**



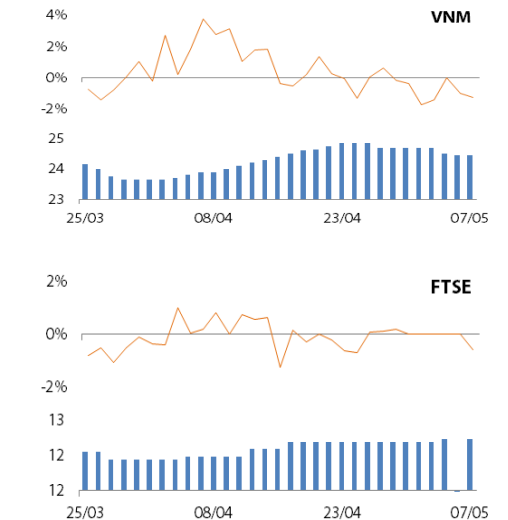
Industry Movement



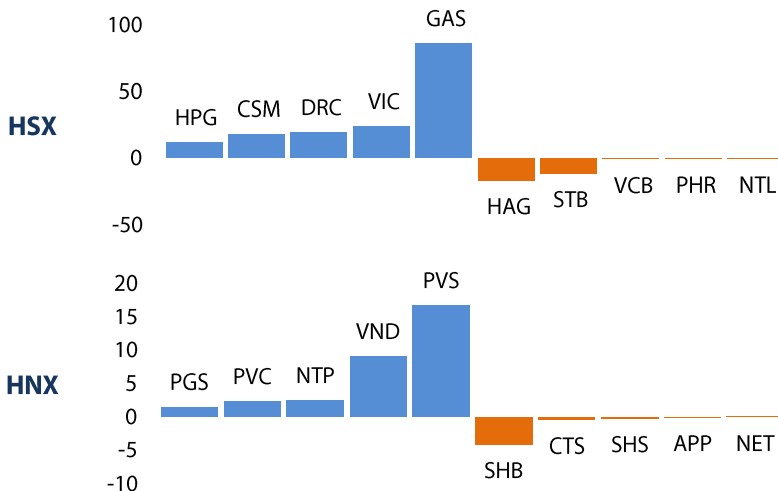
Foreign Investors Trading



ETF



Top net bought/sold by foreigners (VND bn)



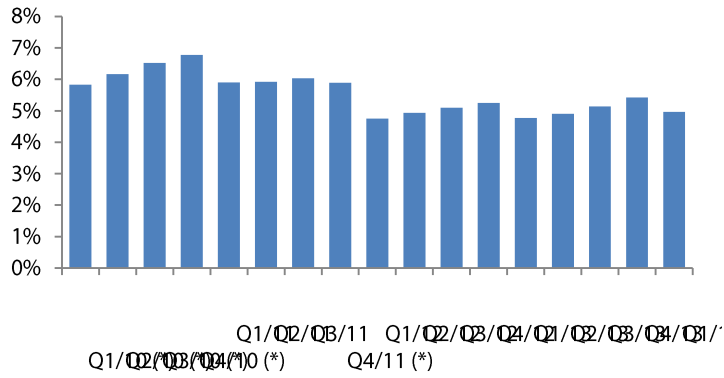
Top Active

Ticker	Price	Volume	% P change
OGC	9,30	9,18	-7,00%
ITA	7,50	8,42	-6,25%
HAG	22,60	6,77	-7,00%
MBB	12,90	6,62	-5,84%
SSI	22,60	5,06	-6,61%

Ticker	Price	Volume	% P change
SHB	8,20	23,80	-5,75%
PVX	4,40	12,89	-8,33%
SCR	7,50	12,56	-9,64%
KLS	9,30	7,90	-9,71%
PVS	23,00	6,74	-9,45%

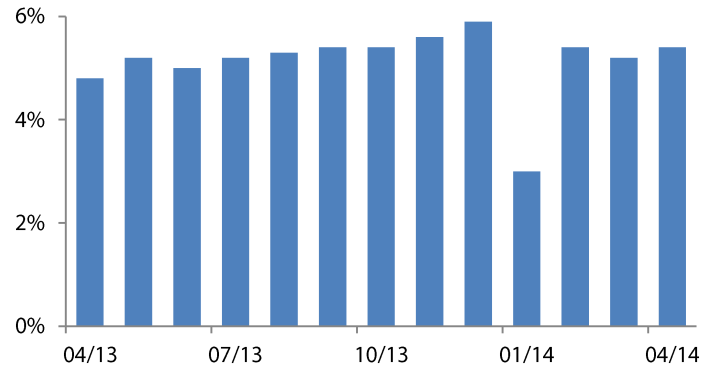
MACRO WATCH

Graph 1: GDP Growth



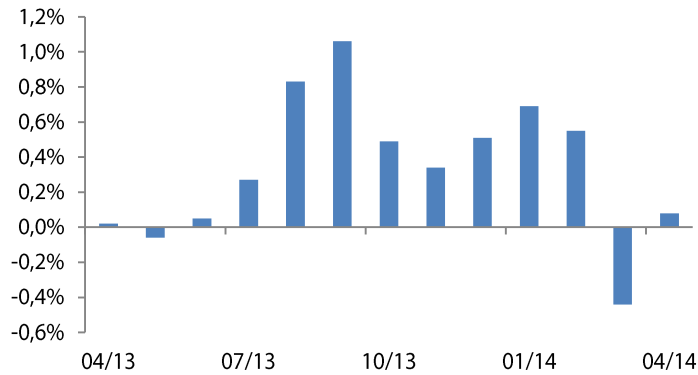
Sources: GSO, Rongviet Securities database
(*) Comparison price in 1994

Graph 2: IIP



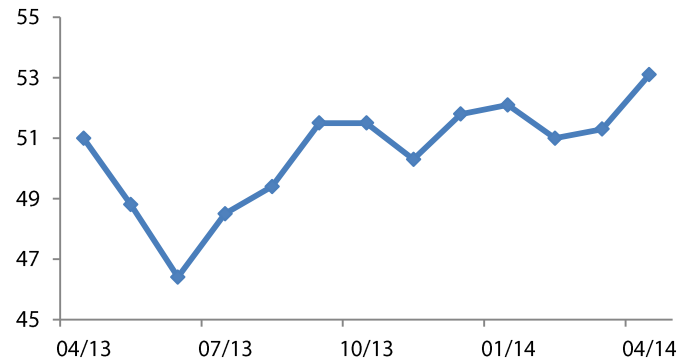
Sources: GSO, Rongviet Securities database

Graph 3: Monthly CPI



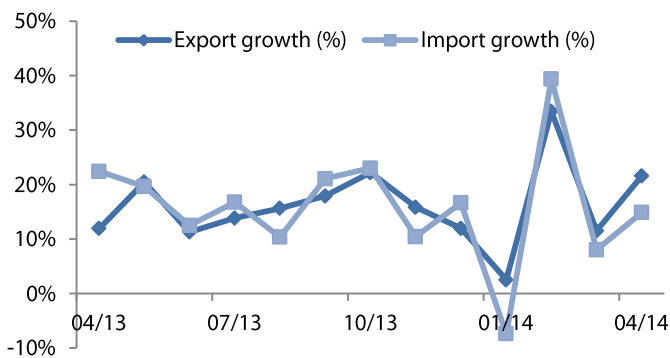
Sources: GSO, Rongviet Securities database

Graph 4: HSBC - PMI



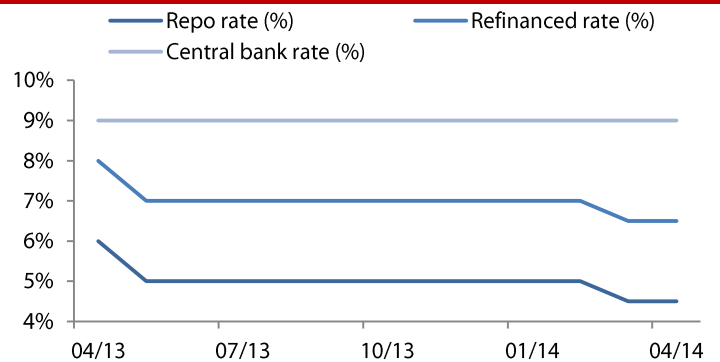
Sources: GSO, Rongviet Securities database

Graph 5: Trade Growth



Sources: GSO, Rongviet Securities database

Graph 6: Interest



Sources: SBV, Rongviet Securities database

RONG VIET NEWS

COMPANY REPORTS (5 Most Recent)	Issued Date	Recommend	Target Price
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
BMP – Stable in hardship	April 4 th , 2014	Neutral – Intermediate-term	87,700

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	29/04/2014	0.75%	0.75%	10,727	10,610	1.10%
VF1	24/04/2014	1.00%	0.50%-2.00%	21,500	21,844	-1.58%
VF4	23/04/2014	1.00%	0.50%-2.00%	9,812	10,137	-3.21 %
VFA	25/04/2014	1.00%	0.50%-2.00%	7,379	7,442	-0.85%
VFB	25/04/2014	1.00%	0.50%-2.00%	10,765	10,720	0.42%
ENF	25/04/2014	0.30%-1.00%		9,773	9,878	-1.06 %

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