

Taking profit restrains the upside

- In the last month of first quarter, market capture the huge inflow although the upside was modest. The resistance of 720 was quite strong and played the key reason that made market go sideways at this level in the first half of March. Large caps maintained its leading role to guide the market. And the momentum of this group triggered the selling pressure over the broad market. In the third trading week of March, the booming of large caps and banking stocks supported VNIndex to conquer the 720 resistance. For monthly review, we see the key notes as following: i/ smart money rotated just between large caps and bluechips, ii/ money flow was abundant that motivated the positive sentiment to overall market, iii/ foreign investors accelerated their long position that supported the market.
- In March, VN-Index had 10 trading sessions of decline, which eroded VN-Index 3.48% and 13 trading sessions of advance, lifted VN-Index by 5.10%. VNIndex managed to close at 722.31 points, increased by 11.52 points or 1.62% MoM. Total trading volume achieved 4.48 billion shares, +37% MoM and trading value at VND87.2 trillion, +44.06% MoM. For average daily trading in HSX, daily trading volume came at 194.78 million shares, 13.78% MoM and daily trading value also soared to VND3,791 billion, +19% MoM. HNX also surged to 90.82 points, 4.59% MoM with trading volume sharply jumped by 34.55% MoM to 1.16 trillion shares and trading value at VND13.97 trillion, +76.84% MoM. For average daily trading in HNX, daily trading volume came at 50.43 million shares, 10.91% MoM and daily trading value also soared to VND607.39 billion, +46.08% MoM.
- Top advancers of the month include: VNM lifted VN-Index by 1.04%, MSN +0.42%, ROS +0.39%, VJC +0.37% and HPG +0.25%. In the opposite direction, those dragged the VNIndex including SAB, pulled VNIndex down -0.97%, BHN -0.37% and VCB -0.11%.

Foreign investors accumulated sizeable amount

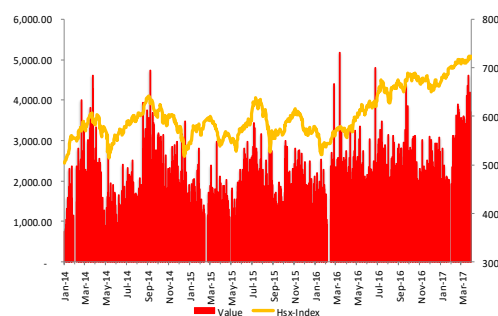
- The market has maintained the positive sentiment, foreign investors recorded the long position 3 months in a row. In March, they bought with the absolute amount of VND 2,069 billion, +269% MoM and in HNX, they also bought VND137 billion, +199% MoM.
- For first quarter review, foreigners bought a total amount of VND3,254 billion although in terms of trading volume, they sold 83 million shares. VNM is the top pick of foreign investors with the long position of VND 2,654 billion, following was ROS with VND 647 billion, then NVL and SAB with VND353 billion and VND340 billion, respectively.
- In March, 2 foreign ETFs were net sellers at total amount of USD15million, of which DB X-Tracker FTSE Vietnam Index ETF sold more than USD9.6 million and Market Vector Vietnam ETF balanced the rest of net sold amount of USD5.4 million.

Fresh money to support market

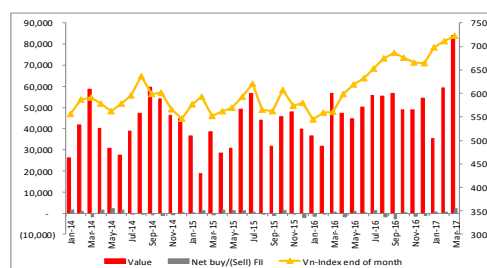
- Closing first quarter, stock market performed more vigorously than the same period of last few years. The new listings such as VJC, NVL, SAB and HVN have refreshed the market. The daily trading value has stayed high at VND3,500 billion due to money flow goes smoothly in line with the margin lending of broker houses have been pumped regularly. In addition, the inflow of foreigners also bolstered the bull market. Hence, for second quarter outlook in general and the current trading month (April) particularly, we keep the positive view as: i/ strong earnings of first quarter will be released, ii/ annual general meeting season has started which provides the long-term strategy to enhance investor sentiment and iii/ market continues to welcome fresh money from both locals and foreigners. We think securities stocks will attract the special attention of investors as their brokerage income has been benefited from solid trading volume of transaction. Moreover, the triple related sectors (real estate, construction and steel) and some key leaders of each industry (VNM, FPT, VJC and SAB) will have a sound quarterly earnings to publish.

- From the view of technical analysis, VN-Index went consolidation at 720 in most of the trading time last month, we think 720 level becomes the solid support once the market overcame this. We forecast VN-Index in April will be supported strongly from inflow from both locals and foreigners, therefore the market will move into the new height of 730. The market continues the uptrend in short-term although there will be some trading sessions of sideways and consolidation. The MA of Bollinger band at 720 level will be the support line. Hence, the current support level is 712-720 and current resistance is 730-735.

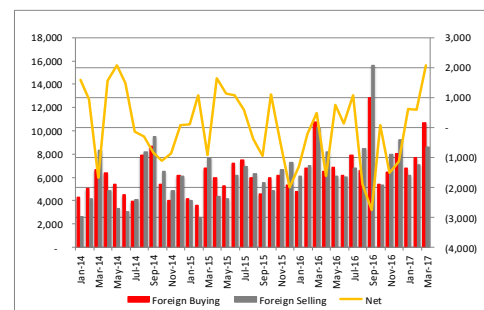
Vn-Index (RHS) & Daily trading value (bVND-LHS)



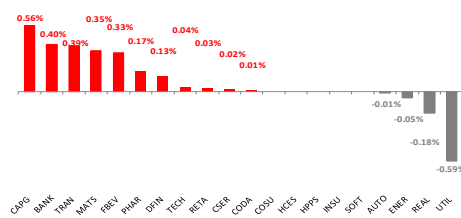
Monthly Trading value (bVND-LHS) & Foreigners activities (bVND-RHS)



FOREIGN TRADING VALUE AND THEIR NET POSITION (bVND)



INDUSTRIAL CONTRIBUTION TO VN-INDEX 03-2017



INDUSTRIAL PERFORMANCE

