

## The market rallied positively, VN-Index recovered to approach psychological threshold 1000 points.

- The market in August ended up recovering after a two-week consolidation. The VNIndex has been fluctuating in a narrow range with caution of investors. The 1H of the month, the market witnessed sideways moves, diversified large caps plus the cash flow decreased, making VNIndex lack of motive for growth. In the second trading day, the market traded with more positive signals as the indexes broke out, the excitement of investors led the liquidity growth helped VNIndex successfully conquer short-term resistance level, but when the market reached the critical resistance at 980 points, profit taking led the market to fall back to accumulate 960 points. At the end of the month, the VNIndex continued to maintain its positive momentum with many green sessions, cash flow through stocks of the Large cap helped the market reach the resistance at 1000 points. At this time, the pressure of profit taking on the Large Cap continued to cause the market to weaken in the last trading sessions. In the month, cash flow continued to be circulated through key stocks such as GAS, PLX, MSN, VNM, and VCB, BID, CTG VCB, VPB, HDB. Main points of the market in the past month: i) Selling pressure always occurred at the end of the trading session causing the market to fluctuate in a narrow band; ii) Foreign investors continued net selling in the first 3 weeks and returned to net buy in the last week of the month; iii) Investors' cautiousness led to a drop in cash flow into the market; iv) The market lacked supportive information as the Q2 earnings release has somewhat influenced investor sentiment; v) Selling pressure at the market over the resistance level of 1000 points made the index retreat.
- In August, the HSX had a loss of 4.45% of the VNIndex and a 16-day rally helped VN Index recover 7.92%.
- At the end of August, VNIndex closed at 989.54 points, up 33.15 points or 3.47% compared to the end of July. The trading volume was over 4.2 billion shares, up 12% Trading volume reached nearly VND 97.96 trillion, up 20.12% compared to July. On average, the average trading volume on the HSX was 182.61 million shares, a 7.1% increase and the value Average daily trading reached VND4,259 billion, up nearly 14.8% over the previous month. HNXIndex closed at the end of the month at 112.79 points, equivalent to 6.25% higher than the end of July, with trading volume of over 972 million shares, up by 8% The average daily trading volume on the HNX was 42.26 million shares, increased 3.88% and the average transaction value reached 620.4 billion, up 13.74% over the previous month.
- The stocks that helped the market gained the most were: GAS (contributed VNIndex gain 1.09%), BID (contributed VNIndex increase 0.91%), VCB (contributed VNIndex increase 0.48%), CTG, 43%), and SAB (contributed VNIndex increase by 0.42%). On the opposite side, stocks weighted the VN-Index down most were VNM (weighted VNIndex down 0.56%), VHM (weighted VN-Index down 0.55%), VIC (weighted VNIndex down 0.39%), TCB weighted VNIndex down 0.17%), and VPB (weighted VNIndex down 0.10%).

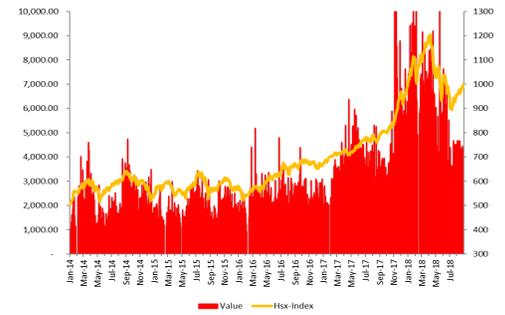
## In August, foreign investors remained net sellers on HOSE more than VND 1.7 trillion, strong net sell of stocks with the biggest impact on VNIndex.

- About Foreign investor transactions: The stock market ended in August, dealing with a more positive trend. In the first half of the month, the market traded in tandem with the narrow range. The market continued to conquer short-term resistance levels. In the second half of the month, the market gained more aggressively and sometimes exceeded 1000 points. At the end of the month, the profit-taking pressure from the investors was reduced to 980 points. While the market has a positive recovery, the transaction of foreign investors was unstable. Foreigners continued to be net sellers on HOSE while net buyers on HNX and UPCoM. On the HOSE, foreign investors continued seeing a net selling of VND1,779 billion, equivalent to a net selling of 50.5 million shares. Foreigners were net sellers of VIC, VHM, VNM. VIC had the 5th consecutive month of being net sellers and topped the list with a value of 1,329, VND 5 bn; Foreigners were net buyers with VND 286 bn, SCS with a net buying of VND 252 bn, VJC with a net buying of VND 236 bn and E1VFN30 with VND 220 bn. In the opposite direction, VIC was sold the most with a net selling value of over VND1,329 billion, followed by VNM with a net sale of over VND1,063 billion. VHM were net sellers of VND513 billion and NVL were net sellers of over VND343 billion. On the HNX, foreign investors saw a net buying of nearly 110 billion dong, equivalent to 5.2 million shares. On the UPCoM, foreigners returned to net buy more than 208 billion, equivalent to volume of nearly 400,000 shares.
- About two foreign ETFs: Foreign ETFs had a mixed trading month, ETF ETFs were net sellers worth more than \$ 790k, while the DB X-Tracker FTSE Vietnam Fund Index ETF returned to net worth more than \$ 1 million. Generally, the Fund had net purchases of more than 213 thousand dollars.

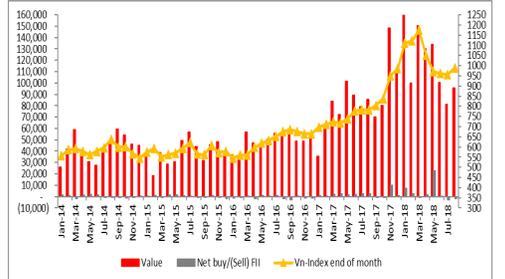
## Markets in 09/2018:

- Market ended in August 2018, the VNIndex has in time overcome the resistance threshold and hit the 1000 points, the strong resistance should be affected by the selling pressure of investors, reducing the bullish sentiment. The market has more time to accumulate around 960 points, this is considered a support for short term investor. In September, will the market continue to gain momentum? In our opinion, the factors affecting the market will be: i) The big risks have gradually gone through such as: interest rate risk or exchange rate has partly reflected in the market over time, the impact of the world trade war Vietnam stock market in the second quarter of 2018; ii) The stock price level is attractive and opens up many investment opportunities for investors; iii) The net selling trend of foreign investors show signals for reductions since August, which is a positive signal to support the market in September; iv) The Vietnam Economic Forum sent two important messages: Firstly, the Government is running the economy in the right direction, especially in the context of unpredictable regional economic situation. Secondly, the government reaffirmed its intention to bring the Vietnamese stock market into Emerging Markets in the next two years by reforming securities laws to meet those standards.
- For technical analysis: The market has had 6 consecutive weeks of fluctuations in the trend of accumulation and gradually increase, in turn surpassed the important supports, can confirm that the market has created the buffer zone at the point 950 - 960. The VNIndex is currently supported by the MA20 and MA50 short-term moving average lines at 950-980 points. We expect the September market to move in a bull run to try to reach the resistance at 1000 points. The market will test the psychological 1000 points. The first resistance levels will be at 1004 points at the 38.2% Fibonacci retracement line and the second resistance at 1040 points at the 50% Fibonacci retracement line. The conditions to support the market are timing with cash inflow in general and groups of stocks in particular. The support of the VN-Index market is between 950-970 range.

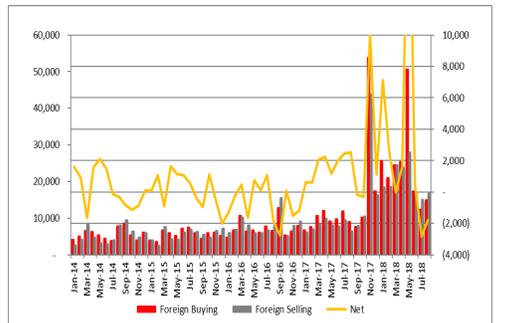
## Vn-Index (RHS) & Daily trading value (bVND-LHS)



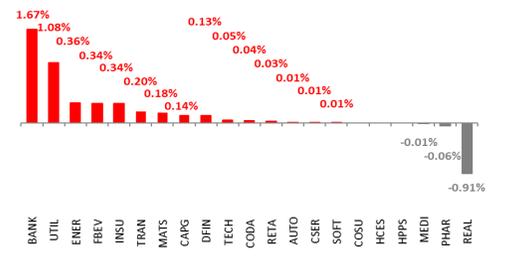
## Monthly Trading value (bVND-LHS) & Foreigners activities (bVND-RHS)



## FOREIGN TRADING VALUE AND THEIR NET POSITION (bVND)



## INDUSTRIAL CONTRIBUTION TO VN-INDEX 08-2018



## INDUSTRIAL PERFORMANCE

