

# STOCK MARKET UPDATE 03/2019

**VNIndex surpassed 1,000 points with cautious cashflow, so the index corrected deeply to support level of 980 points.**

- March ended with strong volatility of HSX. VN-Index continuously gained and declined in wide bands, showing the cautiousness of investors. After dropping sharply to 960 points at the end of last month, in the first 2 weeks, the market received support from positive cashflow, and VN-Index recovered and continued to touch 1000 points. Then, selling pressure increased so the index corrected in the sessions around psychological level of 1,000 points. In the last two trading weeks, Vietnam market was negatively affected by the maturity of futures contracts and negative movements of the world market caused strong selling pressure on VN30 stocks. The VN-Index had deep falling sessions with a large margin, causing the index to lose 1,000 points and falling deeply to 960 points. At this time, the market liquidity also fell sharply due to the cautious psychology of investors when witnessing a strong fluctuation in the domestic market. The last week of the month showed a bit of optimism for investors as the VN-Index gradually recovered and ended the month at 980 points, but the cash flow into the market in the last days of the month fell sharply again with the cautious sentiment. The pillar stocks were still the main factors leading the market such as Vingroup, Bank, Food - Beverage and Oil and Gas. Main points of the market in the last month: i) Liquidity continued to increase but still remained cautious when the index approached the peak, making the market unable to maintain the gaining momentum; ii) Foreign investors have returned to selling stocks; iii) The degree of differentiation among stock groups is not as much as before with stocks in the same group simultaneously increased and decreased, leading the market.
- In March, HSX had 11 days of declining trading took away 6.94% of the VN-Index, and 10 days of gains helped VN-Index recovered 8.52%.
- At the end of March, VN-Index closed at 980.76 points, up 15.29 points or 1.58% compared to the end of February. Trading volume reached 4.51 billion shares, up 56.06%, trading value reached VND 98.37 trillion, up 52.44% compared to February. On average, the average daily trading volume on the HSX reached 214 million shares, up 10.88% and the average trading value, daily average reached 4,684 billion, up 8.88% over the previous month. HNX-Index closed at the end of the month at 107.44 points, equivalent to 1.49% compared to the end of February, with trading volume reaching 1.05 million shares, equivalent to an increase of 79, 76%, trading value reached VND 13.13 trillion, equivalent to 68.98% compared to February. On average, the average daily trading volume on the HNX reached 49.9 million shares increased by 28.38% and the average daily transaction value reached VND 625 billion, up 20.66% over the previous month.
- Stocks that helped the market gain the most: VCB (helping VN-Index up 0.78%), VHM (helping VN-Index up 0.43%), BID (helping VN-Index up 0.35%), SAB (helping VN-Index rise 0.2%) and CTG (helping VN-Index up 0.19%). On the other side, stocks that made VN-Index declined the most were VNM (making VN-Index down 0.34%), MSN (making VN-Index down 0.16%), YEG (making VN-Index down 0.14%), TCB (making VN-Index dropped 0.1%), and HPG (making VN-Index down 0.09%).

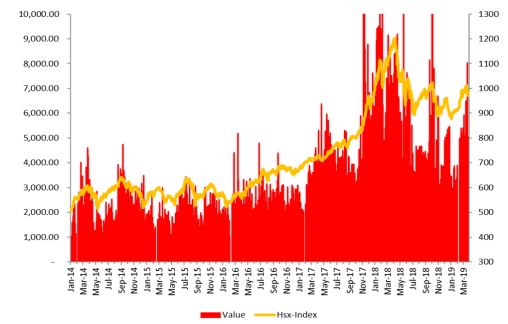
**In March, Foreign investors strongly reduced their net buying by buying stocks, buying strongly from domestic ETF fund.**

- Regarding foreign currency trading: During the month of foreign trading, the market was exciting, making an important contribution to help the market gain. On HOSE, foreign investors reduced net buying with stocks, but increased net buying of VFMVN30 ETF certificates. Foreign investors bought nearly equal to selling volume with a volume of 455 million shares, equivalent to net buying value of nearly VND 165 billion, but net bought strongly VFMVN30 ETF certificates with net buying value of VND 821 billion. Stocks that were bought the most by foreign investors like: CTG net bought 476 billion dong, VCB net bought 453 billion dong, PLX net bought 341 billion dong and MSN saw a net buying of 282 billion dong. On the other side, VNM was sold the most with a net selling value of 732 billion dong, followed by VJC with a net selling of 491 billion dong, NBB with a net selling of 334 billion dong and DHG with a net selling of 231 billion dong. HNX saw a net buying again with a value of nearly 433 billion dong, equivalent to a net buying volume of 23.2 million shares. On UPCoM, foreign investors also net bought 20 billion dong, but net sold nearly 6.2 million shares.
- Ending quarter 1/2019, the market recorded a strong net buying transaction of foreign investors in the context of Vietnam's stock market expected to be upgraded from the frontier group to the emerging market. Foreign investors' trading on HSX was quite exciting with net buying of 3,672 billion dong in Q1. Meanwhile, on HNX and UPCoM, foreign investors saw a strong net selling of 127 billion dong and 523 billion dong. On all three exchanges, they net bought more than VND3,149 billion, not including put-through transactions.
- Regarding the activities of 2 foreign ETF funds: In March, both foreign ETF funds maintained net buying with a net buying value of more than USD 24 million, of which Market Vector Vietnam ETF net bought nearly VND 13.4 million and the DB X-Tracker FTSE Vietnam Index ETF bought more than \$ 10.6 million.

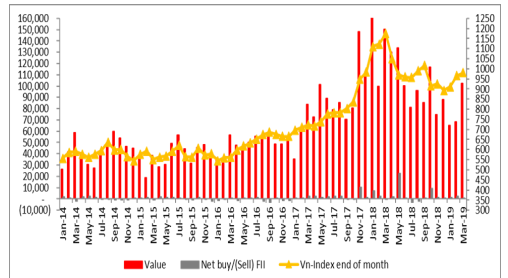
**Market commentary in April 2019: The market will follow the accumulation trend and re-examine the 1,000 points level.**

- The market in March 2019 has just ended, the market movements in the month were quite volatile as the VN-Index continuously increased and there were fluctuating trading days with a lot of difference. Once again, the market recovered and approached 1000 points, but the liquidity in this period decreased compared to the beginning of the month, showing the cautiousness of investors when the index returned to the psychological level of 1000 points. How will the March market happen when it has just undergone a recovery phase? March market will be affected with factors such as: i) World and macro factors support the market; ii) Foreign capital flows continue to come to the market but there is a differentiation; iii) The cautiousness of Investors makes the cash flow into the market decrease, which is a negative point in the short term; iv) The shareholders' meeting season when businesses announce the 2019 plan and Q1 business results will also determine the market trend; iv) The market will continue to be led by a number of key sectors, namely industrial parks, oil and gas real estate, banks ..
- Regarding technical analysis: The market at the end of the month closed at 980, this is a good support area established in the middle of October 2018. The market is on the way to approach the psychological zone of 1000 points, the front will face strong resistance. We think that the market will experience many shaking sessions, there will be accumulation period in the area of 980 to 1000 points. If the cash flow continues to support the market, the index will return to the uptrend and the next target of the index will be 1007 to 1020. If it fails to reach 1000 points, the market will return to the accumulation area from 960 to 980 points. The upper resistance 1 will be within 1,000 points, resistance 2 will be in the range of 1010 to 1020 points. Market support will be 950 zone to 960 points.

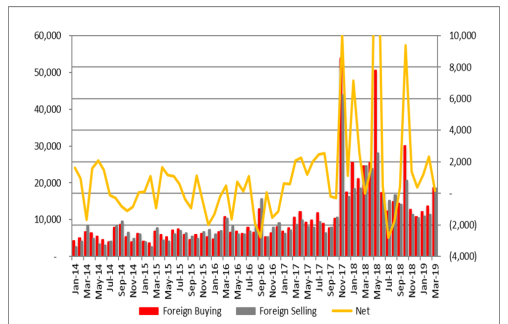
**Vn-Index (RHS) & Daily trading value (bVND-LHS)**



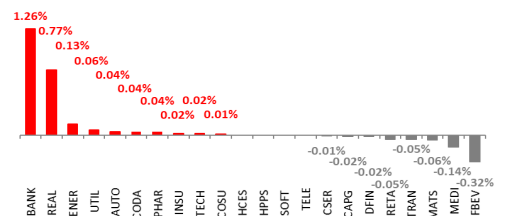
**Monthly Trading value (bVND-LHS) & Foreigners activities (bVND-RHS)**



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



**INDUSTRIAL CONTRIBUTION TO VN-INDEX 03-2019**



**INDUSTRIAL PERFORMANCE**

