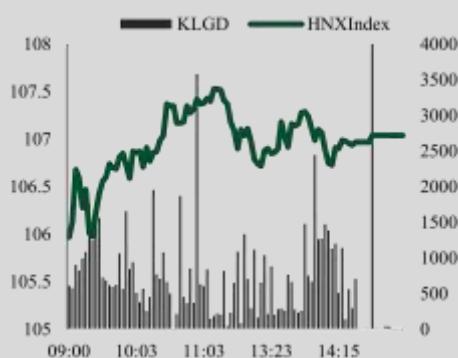
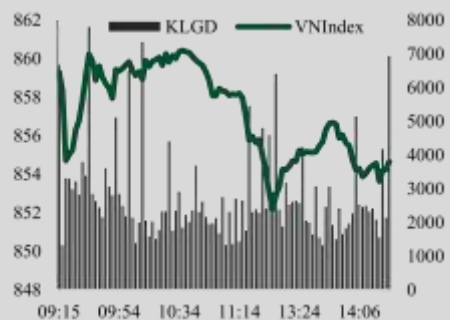


WEEKLY STRATEGY REPORT

25/05/2020 – 29/05/2020

Market statistics	HSX	HNX
Index	852.74	107.04
+/-	+3.11%	-1.82%
Volume (mil. shares)	1,486,92	314.68
Value (bil. VND)	27,136.41	3,200.67

Derivatives	Change
VN30F1M	+2.20
VN30F2M	+9.50
VN30F1Q	+16.70
VN30F2Q	+10.90



INVESTMENT STRATEGY

VN – Index extended the upward momentum to the third consecutive week as it surpassed the resistance thresholds. Specifically, after relatively strong fluctuating during the session, abundant and continuous buying cash flow made the index easily break through the resistance thresholds of 840 and 850. It was noteworthy that at the end of the session on Thursday (May 21st) when the one-month VN30 derivative contract matured, the upward momentum of a small number of the Banking sector caused the VN30 index and VN Index to record an unexpected increase - of which VN Index surpassed 860 points. Despite declining in Friday's session and returning to 850 points due to the new escalating movements in the US-China trade war and concerns about global economic growth slowing in 2H.2020, in the whole week, VN Index still recorded an increase of nearly 30 points compared to the previous week. The cash flow was continuously maintained stable as the volume and trading value continued to remain high. Closing the week, VN Index reached 852.74 points (+3.11%), while HNX – Index reached 107.04 points (-1.82%).

The index successfully conquered the 850 point level thanks to abundant cash flow and continuously maintained positive signs, showing the optimism of investors about disease control situation in Vietnam. The upward momentum spread out well among stock groups, showing that the opportunities for investors are quite diverse and in many different stocks. Besides, foreign investors' net buying position was also a positive factor supporting the index. However, this is still a "twilight" period when many shareholders' meetings of enterprises are about to be held and we think that the market may fluctuate quite strongly in the coming sessions. Therefore, investors might consider selling part of the portfolio to protect the achievement and increase cash proportion compared to the previous period to wait for new disbursement opportunities at the time of the publishing period of the business results in Q2.2020.

	Recommendations
Short term	Consider profit-taking a part of the portfolio to protect results in the context of "the dark picture" when many shareholders' meetings of businesses are preparing to be held.
Medium to long term.	Increasing the proportion of cash compared to the previous period to wait for new disbursement opportunities at the time before the announcement of the business results in Q2.2020.

MARKET NEWS

- ✓ **The Ministry of Transport wants to erase the BOT station that is opposed by the people, ask for budget to 'pay for it'.** The Ministry of Transport will remove stations, stop charging with BOT stations that people oppose or reduce revenues. These BOT stations are proposed to use the budget to pay investors. 15/19 BOT national highway stations have overcome the situation of insecurity and order. The toll station of La Son - Tuy Loan is proposed by the Ministry of Transport to continue charging.
- ✓ **Minister of the Interior: 'The roadmap for wage reform may slow down'.** The increase in base salary and pension from July 01st will be postponed this year. The roadmap for postponement of wage increase is to save the budget to support workers who are in trouble due to Covid-19 epidemic. Minister of Labor, Invalids and Social Affairs Dao Ngoc Dung said that the postponement of wage increase should be carefully examined.
- ✓ **Ho Chi Minh City creates land fund for investment in industrial parks and export processing zones.** Ho Chi Minh City will review industrial parks and export processing zones to find solutions to create land funds to attract investment. The 381 ha high-tech industrial park in Binh Chanh is also promoted to attract technology enterprises, creative startups.

REPORTS RECENTLY RELEASED BY VCBS

- ✓ [Quick report NCT 22.05.2020](#): Recommendation **HOLD**, target price of VND 63,473 per share
- ✓ [Quick report BWE 22.05.2020](#): Recommendation **OUTPERFORM**, target price of VND 25,150 per share
- ✓ [Update report REE 18.05.2020](#): Recommendation **OUTPERFORM**
- ✓ [Update report DRC 15.05.2020](#): Recommendation **OUTPERFORM**, target price of VND 21,223 per share
- ✓ [Update report VNM Q1.2020](#): Recommendation **OUTPERFORM**, target price of VND 126,571 per share
- ✓ [Quick report GEG 12.05.2020](#): Recommendation **HOLD**, target price of VND 20,500 per share
- ✓ [Update report PHR 12.05.2020](#): Recommendation **HOLD**, target price of VND 42,084 per share

WEEKLY TECHNICAL VIEW

VN Index



VN Index (weekly chart) continued to record the third consecutive bullish candlestick and surpassed the resistance threshold of 850 points. This week's liquidity decreased slightly compared to the previous week but still higher than the average period from the beginning of the year until now. Along with that, RSI continues to fluctuate in the zone of 30-70. The index might drop in the next week and accumulate around support level of 800 - 820 points. Closest support level: 850 points.

HNX Index



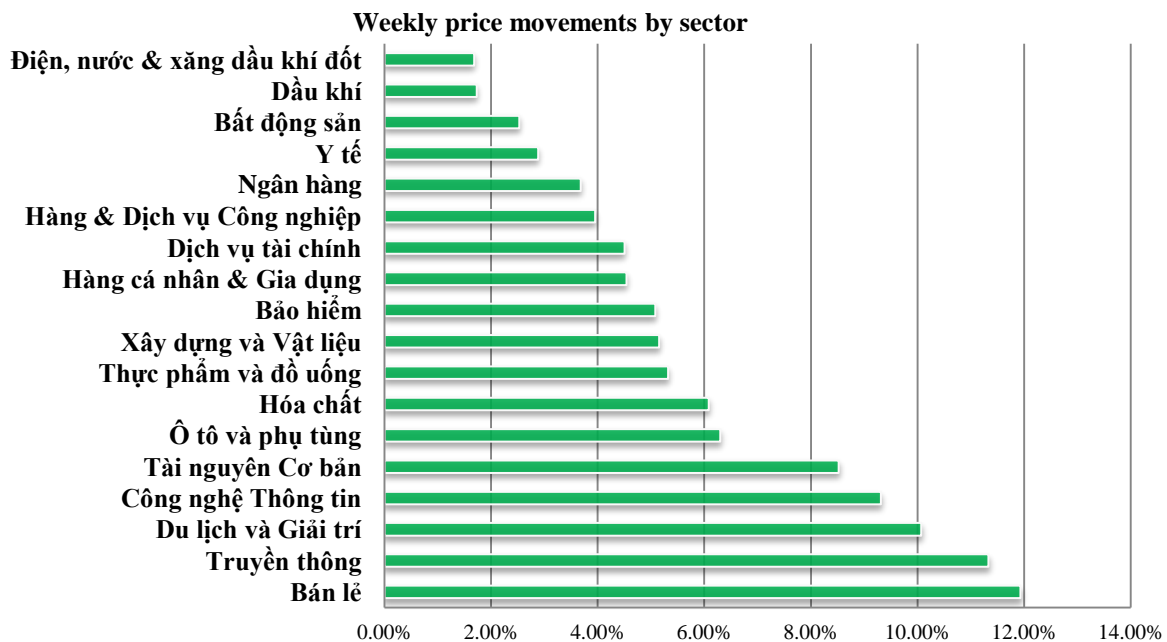
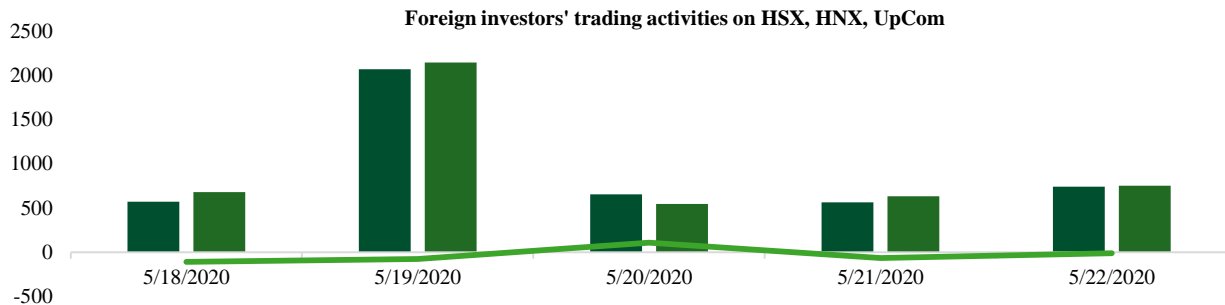
HNX Index (weekly chart) recorded a bearish candlestick but still stayed above MA10. This week's liquidity is equivalent to the previous week and continues to be higher than the average period from the beginning of the year until now. Along with that, RSI is still fluctuating in the zone of 30-70. The index is fluctuating around the resistance level of 110.00 points and might decline to check MA10 again next week. Closest support level: 105.00 points.

MARKET STATISTICS
Top large-cap price movements on HSX

Ticker	Capital	Closing price	Trading volume 5-day average	% change in 1 week
VIC	324,713.34	96,000	1,002,810	-1.54
VCB	281,874.69	76,000	2,121,750	3.40
VHM	232,239.68	70,600	2,268,270	-0.42
VNM	196,775.68	113,000	1,397,750	7.62
BID	159,674.12	39,700	1,994,890	4.47
GAS	136,847.43	71,500	688,000	2.73
SAB	110,428.62	172,200	45,790	0.12
CTG	79,494.69	21,350	5,828,440	2.15
MSN	74,695.68	63,900	2,573,510	4.75
TCB	71,752.87	20,500	3,351,270	8.47

Top large-cap price movements on HNX

Ticker	Capital	Closing price	Trading volume 5-day average	% change in 1 week
ACB	35,582.58	21,400	3,825,900	0.00
SHB	30,191.80	17,200	2,679,400	1.18
VCG	11,131.11	25,200	28,900	-0.79
VCS	10,258.72	66,100	348,800	3.61
PVI	7,465.52	33,400	27,200	9.51
VIF	6,125.00	16,600	1,002	1.16
PVS	6,117.97	12,800	4,002,600	5.79
IDC	5,070.00	16,900	19,500	0.00
DGC	4,126.67	31,900	207,800	11.54
NTP	3,524.08	35,900	48,800	7.81



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