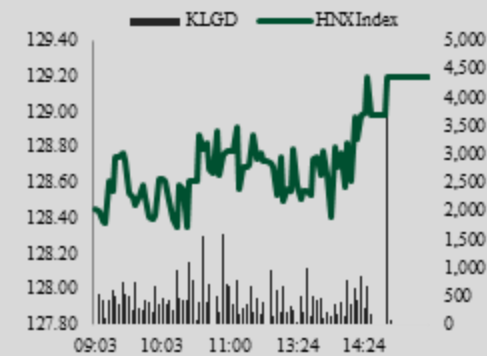
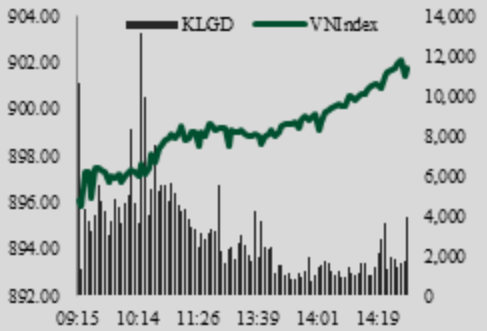


WEEKLY STRATEGY REPORT

21/09/2020 – 25/09/2020

Market statistics	HSX	HNX
Index	900.95	129.20
+/-	1.35%	2.37%
Volume (mil. shares)	2,040.31	339.98
Value (bil. VND)	36,018.01	3,977.26

Derivatives	Change	
VN30F1M	846.30	18.40
VN30F2M	844.20	18.20
VN30F1Q	843.30	20.60
VN30F2Q	840.00	17.30



INVESTMENT STRATEGY (21/09 – 25/09)

The upward trend returned, VN Index reached 900 again this week. In particular, the index increased from Monday (September 14th) and reached 890. The upward trend continued through the Tuesday and Wednesday sessions (September 15th and 16th), but the profit-taking pressure returned strongly in the Thursday session (September 17th) as the world's stock indexes such as Dow Jones, S&P 500, Nikkei 225,... all recorded a strong decrease towards the end of the week, which made the index reverse right after failing to reach 900. There were moments that VN - Index even retreated to 890, but the bottom-fishing demand remained stable at this supportive level, which made the index reversed and surpassed 900 at the end of the week. Liquidity increased slightly comparing to the last week in terms of both trading volume and value, but the increase in liquidity was greatly affected by the periodic restructuring activities of two major foreign ETF funds on the Vietnamese market, namely FTSE and MVIS ETFs. Closing the week, VN Index reached 900.95 (+11.98 points, equivalent to 1.35%), while HNX closed at 129.20 (+2.37%).

The cash flow returned to the market towards the last sessions of the week as the trading volume was improved, which shows that the investors' sentiment has become more optimistic. The upward trend is positive, but the overall index still sticks at 900 and the current increase in liquidity is not enough to expect a strong increase to above this resistance level next week. At the moment, we recommend the investors to take advantage of the corrective phases to "surf" in the short-term based on signals of the technical indicators on the basis of strictly following investment discipline on the cut-loss and take-profit prices. In addition, investors may consider disbursing with an appropriate proportion on some mid-cap and large-cap stocks of the sectors that have increased along with the market this week.

	Recommendation
SHORT TERM	- Take advantage of the corrective phase to "surf" in the short-term based on signals of the technical indicators on the basis of strictly following investment rules on the cut-loss and take-profit prices.
MEDIUM TO LONG TERM	- Consider disbursing with an appropriate proportion on some mid-cap and large-cap stocks of the sectors that have increased along with the market this week.

MARKET NEWS

- ✓ **The German economy is threatened as China changes from being a partner to a competitor.** The fact that the Chinese companies producing machines and competing with German is threatening the recover after Covid-19 of the biggest economy of Europe.
- ✓ **The partner of Apple, Microsoft wants to invest in a USD 1 billion high-tech complex in Haiphong.** Pegatron plans to invest in a complex producing high-tech products in the Nam Dinh Vu Industrial Park – Cat Hai. The complex is divided into three projects, in which one project has been approved and is in the process of completing paperwork. Pegatron also plans to move the R&D center from China to Vietnam.
- ✓ **Fed keeps the interest rate close to 0 until the inflation rate continuously increases.** After two days of meeting, Fed decides to keep the interest rate close to 0 until the inflation rate continuously increase. The Central Bank of America also adjusts the forecast on GDP, the unemployment rate and the inflation rate.

REPORTS RECENTLY RELEASED BY VCBS

- ✓ [Quick report PCI:](#) Recommendation **BUY**, target price VND 25,200 per share.
- ✓ [Quick report AST 16.09.2020:](#) Recommendation **OUTPERFORM**, target price VND 57,273 per share.
- ✓ [Quick report VHM 17.09.2020:](#) Recommendation **OUTPERFORM**, target price VND 94,341 per share.
- ✓ [Quick report KBC 15.09.2020:](#) Recommendation **OUTPERFORM**, target price VND 15,128 per share.
- ✓ [Quick report QNS 15.09.2020:](#) Recommendation **HOLD**, target price VND 34,800 per share.
- ✓ [Quick report ACV 10.09.2020:](#) Recommendation **OUTPERFORM**, target price VND 73,453 per share.
- ✓ [Quick report SGN 04.09.2020:](#) Recommendation **BUY**, target price VND 82,393 per share.

WEEKLY TECHNICAL VIEW

VN Index



VN Index (weekly chart) recorded a bullish hollow candlestick and crossed above the resistance level of 900. Liquidity increased comparing to last week, and RSI still fluctuates between 30 and 70. **The index may continue to retest the resistance level of 900 in the following weeks.** Closest support level: 880.

COMPANIES IN FOCUS

Thang Long Air Services Corporation Joint Stock Company (AST)

Business results: The limitation of international flight routes and the close of business locations during the social distancing period had a negative impact on AST's business results in the first half of 2020. Specifically, in 6M.2020 the revenue of AST was VND 242.4 billion (-55.5% yoy), NPAT was VND 1.5 billion (-98.7% yoy).

Outlook: Business performance of AST is expected to gradually improve in the second half of 2020, when flight routes are gradually re-established and passenger traffic recovers. In the long term, we appreciate the growth prospect of AST with the main drivers: (1) Growth trend in volume and purchasing power of passengers through airports; (2) The potential of increasing market share after the epidemic; (3) The capacity of the airports are improved; (4) Motivation from new businesses.

Risk: (1) The complicated development of Covid-19; (2) Risk of market share distribution at airports.

Recommendation: Assuming that international flight routes are gradually increasing the operating frequency in Q4.2020, we forecast that in 2020, AST will **achieve revenue of VND 480.5 billion (-57.9% yoy), profit for common shareholders is VND 14.4 billion.** At the current price, AST stock is quite attractive in the medium and long term thanks to its positive business prospects in the coming years. We recommend **OUTPERFORM** for the investment opportunity of AST stock in the medium and long term with a target price of **57.273 VND / share.**

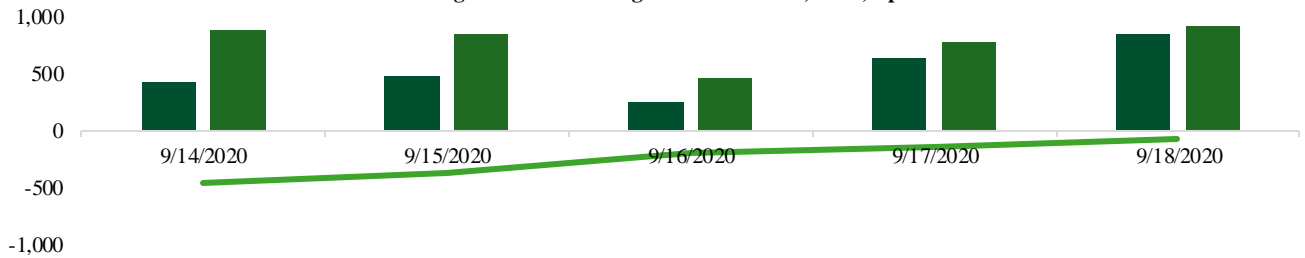
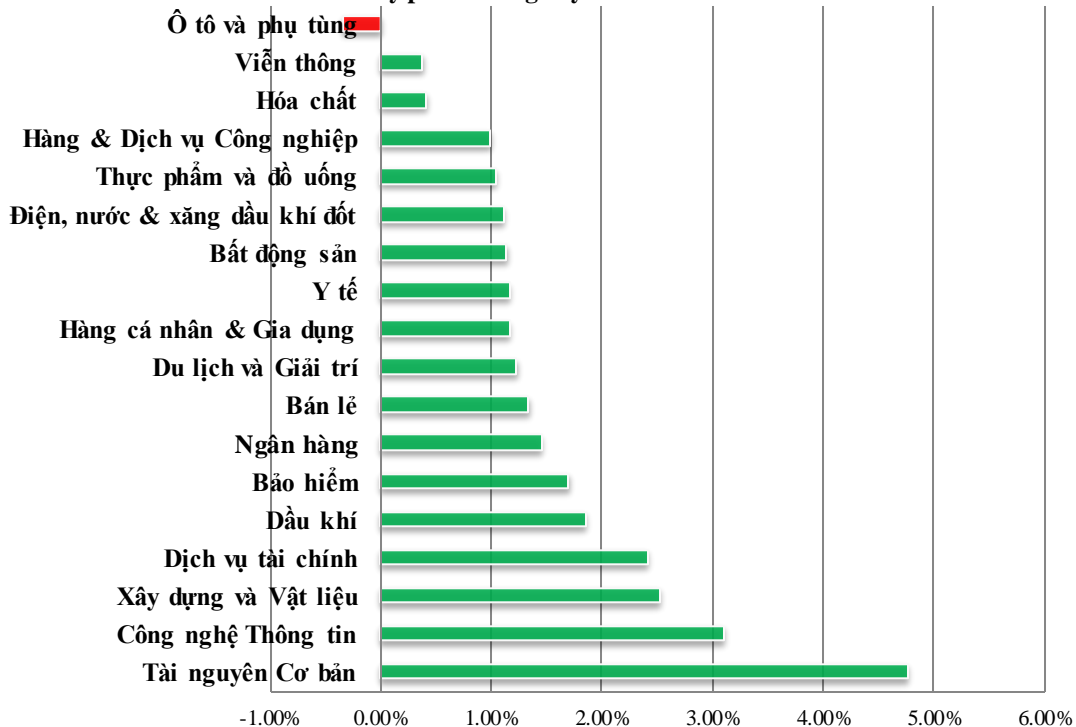
Download the report at: [Quick report AST 16.09.2020](#)

WEEKLY MARKET STATISTICS
Top large-cap price movements on HSX

Ticker	Capital	Closing price	Trading volume 5-day average	% change in 1 week
VIC	317,948.48	94,000	1,089,310	0.97
VCB	307,465.94	82,900	1,188,400	-0.12
VHM	252,963.62	76,900	1,791,160	-0.77
VNM	220,110.14	126,400	1,224,030	1.77
BID	164,902.74	41,000	1,401,990	1.23
GAS	138,761.38	72,500	373,220	1.54
SAB	121,073.89	188,800	45,640	0.32
CTG	96,063.84	25,800	4,213,030	0.78
HPG	85,151.36	25,700	12,475,700	4.47
TCB	76,303.05	21,800	5,334,940	1.40

Top large-cap price movements on HNX

Ticker	Capital	Closing price	Trading volume 5-day average	% change in 1 week
ACB	46,905.82	21,700	3,278,100	2.36
SHB	25,452.39	14,500	2,644,000	0.00
VCG	15,945.76	36,100	166,700	0.28
VCS	10,444.96	67,300	182,200	-1.90
IDC	7,140.00	23,800	79,200	-1.65
PVI	6,772.61	30,300	21,900	0.00
PVS	6,165.77	12,900	2,903,400	4.03
VIF	5,950.00	17,000	2,500	-1.73
NTP	3,922.61	33,300	18,400	4.06
PHP	3,596.56	11,000	3,700	2.80

Foreign investors' trading activities on HSX, HNX, UpCom

Weekly price change by sector


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