

VN-INDEX – Sideways trend

- The VN-Index moves in a tight range, that is the rectangle pattern, implying the consolidation in the short term.
 - The ADX drops slightly at 31 and $-DI > +DI \rightarrow$ the downtrend is still stalled.
 - The VN-Index closed above short-term moving averages (such as MA10 and MA20) with the rising stochastic and RSI \rightarrow positive signals of new uptrend.
 - The breakout above 970 pts level will signal the resumption of the recovery phase.
 - Besides, the breakdown below 950 pts will increase the tendency for the VN-Index to retest 900 pts level.
- \rightarrow The short-term downtrend is stalled.**

Resistance 2	Resistance 1	Support 1	Support 2
1,020 - 1,030	1,000	950	900

	Indicator	Slope	Signal
Moving Averages	MA (10)	-	Short-term and medium-term moving averages are sideways \rightarrow the short-term downtrend is stalled.
	MA (20)	-	
	MA (50)	-	
	MA (100)	-	
Directional Movement Indicator	ADX (14)	↓	- $+DI < -DI$. - ADX = 31.3, ADX decreased slightly. \rightarrow Short-term downtrend is still intact.
	+DI (14)	↑	
	-DI (14)	↓	
Momentum Indicator	RSI (14)	↑	Increase
	Stochastic (15,3,3)	↑	Increase and above its signal line
Volatility Indicator	Volume	-	Remain at normal level
	OBV	-	Remain at low level

VNDbn	2013	2014	2015	2016	2017	2018
VNIndex	505	546	579	665	984	892
YoY (%)	22.0%	8.1%	6.1%	14.8%	48.0%	9.3%
Corporate Earnings	72,626	79,722	100,461	118,701	153,103	188,345
Growth (%)	16.5%	6.8%	8.8%	12.3%	25.8%	21.6%
Corporate Equity	556,906	630,329	823,590	959,795	1,101,417	1,331,287
Market Cap	838,755	984,916	1,154,001	1,524,518	2,669,969	2,868,753
ROE (%)	13.1%	12.5%	12.4%	12.7%	14.0%	14.1%
PER (x)	12.6	12.5	13.3	15.6	18.5	15

Source: Bloomberg, Fiinpro, KIS

Stock Statistics 06/01/2020

Close (pts)	965
1w change (%)	0.2%
1w avg. daily vol.	138,996,374
52-week range (pts)	862-1,029
Mkt cap (VND bn.)	3,316.5
PER (x)	15.9
PBR (x)	2.3

Source: Bloomberg

Performance chart



Source: Bloomberg

Recommendation: Neutral

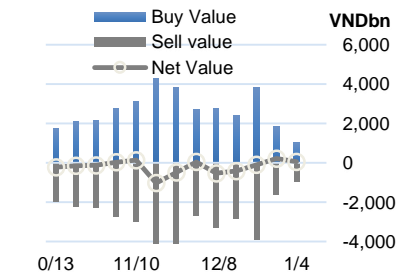
The current trend is not clearly due to the consolidation of the VN-Index. In addition, the index completely formed rectangle pattern with unclear signal for breakout/breakdown. In this scenario, reducing the proportion of leading stocks and waiting for the accurate breakout/breakdown is highly recommended.

VN-Index	Trend
Short term	-
Medium term	-
Long term	↑

Index information

- VN-Index is a market capitalization weighted index that had trading data back since July 2000.
- The benchmark currently comprises of approximately 380 tickers traded on HSX.
- Real Estate, Finance, Consumer staple and Oil & Gas are the top four market sector in term market capitalization.

Foreign activities (weekly)



Source: Fiinpro

Mr. Hieu Tran

Strategy – Team leader

(+84 28) 3914 8585 - Ext: 1464

Hieu.ttm@kisvn.vn

Contacts

HCM City Head Office

Level 3, Maritime Bank Tower
180-192 Nguyen Cong Tru St., District 1, HCM City
Tel: (+84 28) 3914 8585
Fax: (+84 28) 3821 6898

Pham Ngoc Thach Transaction Office

Level 3, 62A Pham Ngoc Thach, District 3, HCM City
Tel: (+84 28) 7108 1188
Fax: (+84 28) 3820 9229

Hanoi Branch

Level 6, CTM Tower
299 Cau Giay, Cau Giay District, Hanoi
Tel: (+84 24) 3974 4448
Fax: (+84 24) 3974 4501

Ba Trieu Transaction Office

Level 6, 74 Ba Trieu, Hoan Kiem District, Hanoi
Tel: (+84 24) 7106 3555
Fax: (+84 24) 3632 0809

Lang Ha Transaction Office

Level 5, TDL Tower, 22 Lang Ha, Dong Da District, Hanoi
Tel (+84 24) 7108 1188
Fax: (+84 24) 3244 4150

Research Department

Mr. Huy Hoang

Head of Research
(+84 28) 3914 8585 (x1450)
huy.hoang@kisvn.vn

Institutional Brokerage

Ms. Uyen Lam

Head of Institutional Brokerage
(+84 28) 3914 8585 (x1444)
uyen.lh@kisvn.vn

Disclaimer

This report has been issued by the **KISVN Securities Corporation (KIS)** with the instructional contributions of **KISVN Securities Corporation** whose employees are specified in the publication. This report is for information of its institutional and professional customers.

This report is and should not be construed as an offer to sell or a solicitation of an offer to purchase or subscribe for any investment. No consideration has been given to the particular investment objectives, financial situation or particular needs of any recipient. Investors are advised make their own financial decisions based on their independent financial advisors as they believe necessary and based on their particular circumstances such as their financial situation, investment objectives and other considerations.

In preparing this report, we have relied upon and assumed the accuracy and completeness of all information available from public and other sources which we believe to be reliable, but which we have not independently verified. KIS makes no express or implied guarantee, representation or warranty and accepts no responsibility or liability as to the accuracy or completeness of such information.

Opinions, estimates, and projections expressed are current opinions of the authors as of the original publication date appearing on this report only and the information, including the opinions contained herein, and are subject to change without notice.

KIS and its affiliates may from time to time perform investment banking or other services for, or solicit investment banking or other business from, companies mentioned herein. Further, KIS and its affiliates, and/or their officers, directors and employees involved in the preparation or issuance of this report may, from time to time, have long or short positions in, and buy or sell, the securities, or derivatives (including options) thereof, of companies mentioned herein, or related securities or derivatives in a manner that may be consistent or inconsistent with this report and opinions expressed therein. As a result, investors should be aware that KIS and its affiliates and/or their officers, directors and employees may have a conflict of interest that could affect this report.

This report shall not be copied, reproduced, distributed (in whole or in part) or disclosed by recipients to any other person without the express permission of KIS in writing.
