

VN-INDEX – Big rebound

- The VN-Index rebounds at the strong support, a lower bound of the downside channel.
 - The pullback is likely to form because momentum indicators, a leading indicator, show bullish signals due to the recovery of RSI and STO.
 - Cash flows into the market thanks to the volume rises sharply at the last bottom.
 - However, the medium-term trend is still intact as the moving average goes down.
 - The key support zone is the range of 900 pts to 920 pts. On the opposite, the June bottom, around 940 pts, was the significant resistance.
- The downtrend remained in the medium term, but the pullback may be formed in the short term.



	Indicator	Slope	Signal
Moving Averages	MA (10)	↓	Short-term and medium-term moving averages cross down → the short-term downtrend is confirmed.
	MA (20)	↓	
	MA (50)	↓	
	MA (100)	-	
Directional Movement Indicator	ADX (14)	↑	- +DI < -DI.
	+DI (14)	↑	- ADX = 33, ADX decreased.
	-DI (14)	↓	→ Short-term downtrend is strong.
Momentum Indicator	RSI (14)	↑	Increased
	Stochastic (15,3,3)	↑	Upward crossing
Volatility Indicator	Volume	↑	Increased slightly
	OBV	-	Remain at a normal 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 10/02/2020

Close (pts)	940
1w change (%)	-
1w avg. daily vol.	194,662,814
52-week range (pts)	892-1,029
Mkt cap (VND bn.)	3,222.6
PER (x)	16.5
PBR (x)	2.2

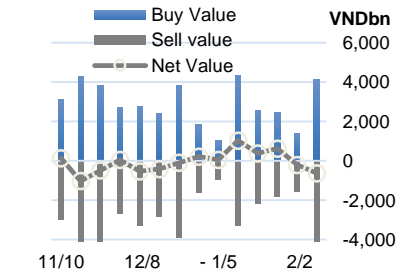
Source: Bloomberg

Performance chart



Source: Bloomberg

Foreign activities (weekly)



Source: Fiinpro

Recommendation: Neutral

Indicators lose consensus in the short term, with high downside risk. Therefore, traders should reduce long positions, stay on the sidelines and wait for reliable signals.

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.

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