

The short-term rectangle pattern

VN30 performance

The VN30 index was added 0.1% to close at 797 pts. Among top 5 index weight tickers, only HPG (+2.1%) contributed to the index gains whilst VNM (-0.3%), TCB (-0.5%), VPB (-0.2%) and VIC (-1.0%) dragged the benchmark down. Regarding to foreign trading activities, selling pressure ticked up with net sell value recorded at VND105bn. Particularly, VIC, MSN, VCB, VNM and BID were sold the most whilst VHM, PLX, HPG, VRE and NVL attracted most demand on VN30.

VN30 Future chart: The short-term downtrend

VN30F2007 consolidated within the trading range with upside and downside limit placed at 835 pts and 760 pts, respectively. Most importantly, downward crossing between MA20 and MA50 is confirmed, and the bearish market is confirmed. Additionally, on daily time frame, upper Bollinger band hooked down, thereby signaling the diminished upside potential as well as downward swing is expected. Besides, Bollinger bands narrowed on hourly time frame, giving the first signal for intraday consolidation phase where supply and demand are in balance stage. Furthermore, the short-term rectangle pattern was formed with upper and lower threshold placed at 795 pts and 780 pts, respectively. In this case, traders should wait for the breakout/breakdown to capture the long/short positions.

Technical strategy

Short VN30F2007 at 778 pts when the rectangle's lower threshold is broken, take a profit at 760 pts and stop a loss immediately at 785 pts to avoid false breakdown.

Table 1. Future statistics

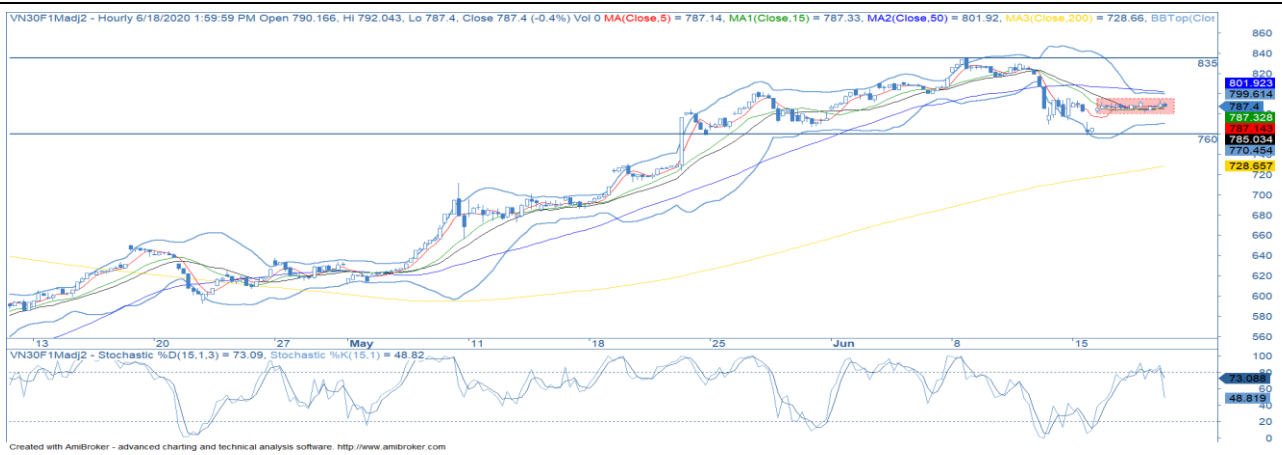
(points, %, contracts)

	Close Price	% chg.	Trading Volume	Open Interest	Fair Value	Expire Date
VN30 Index	797.1	0.1				
VN30F2006	797.1	-0.4	100,844	-	797	18/06/20
VN30F2007	787.4	-0.1	31,550	11,377	798	16/07/20
VN30F2009	777.1	-0.5	119	744	800	17/09/20
VN30F2012	775.0	0.0	88	276	803	17/12/20

Source: Bloomberg, KIS

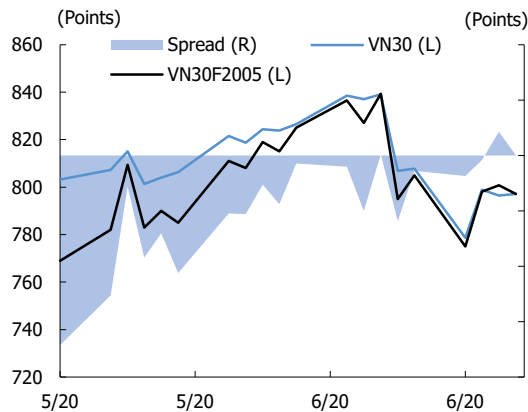
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Figure 1. VN30 Generics hourly chart



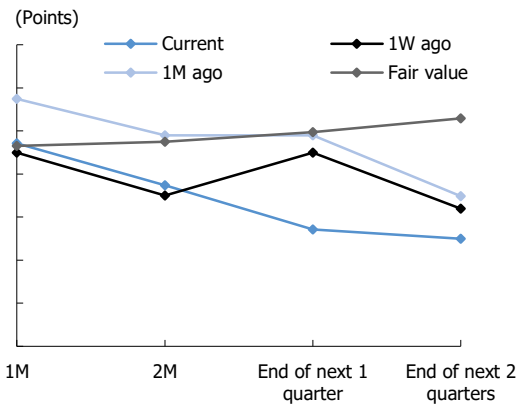
Source: Bloomberg, KIS. Price is adjusted by Proportional Adjustment method

Figure 2. Basis spread



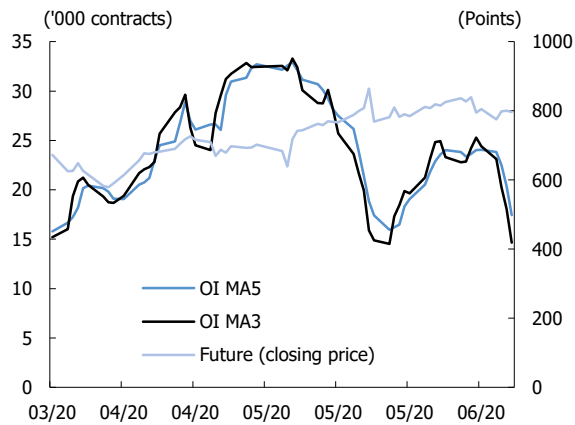
Source: Bloomberg, KIS

Figure 3. Future price curve



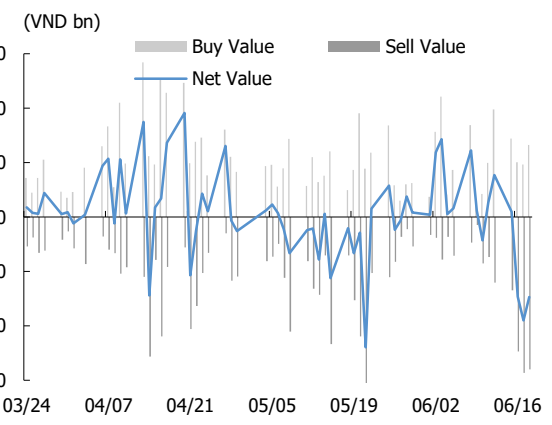
Source: Bloomberg, KIS

Figure 4. Open interest pattern



Source: Bloomberg, KIS

Figure 5. Daily foreign net buy / sell



Source: Bloomberg, KIS

Table 2. VN30 constituent statistics

(VND bn, VND, %, x, '000 shares)

Quote	Name	Industry	Market Cap	Index Weight	Current Price	1D chg	PER	PBR	3M. Vol	Foreign Owned	52W High	52W Low
BID	BIDV	Financials	162,892	1.1	40,500	0.5	18.9	2.1	1,465	18	55,800	29,500
BVH	Bao Viet Holdings	Financials	35,631	0.5	48,000	0.0	36.7	1.8	884	28	88,600	32,300
CTD	Coteccons	Industrials	4,776	0.4	62,600	(0.2)	7.8	0.6	341	46	115,000	44,000
CTG	Vietinbank	Financials	85,266	2.8	22,900	(0.4)	9.1	1.1	6,643	30	28,450	16,600
EIB	Eximbank	Financials	22,253	3.1	18,100	0.0	23.4	1.4	394	30	18,950	14,000
FPT	FPT Corp	Information Technology	36,530	4.8	46,600	0.5	11.2	2.5	2,276	49	53,304	34,870
GAS	PetroVietnam Gas	Utilities	138,187	1.1	72,200	(1.0)	12.4	2.7	837	3	112,500	53,900
HDB	HDBank	Financials	25,645	3.0	26,550	(1.1)	7.2	1.4	1,475	21	30,100	16,100
HPG	Hoa Phat Group	Materials	73,997	7.3	26,800	2.1	9.7	1.5	10,546	36	28,600	15,250
MBB	MBBank	Financials	41,718	4.1	17,300	0.0	5.1	1.0	7,181	23	23,900	13,150
MSN	Masan Group Corp	Consumer Staples	66,630	4.4	57,000	(0.9)	14.4	1.6	1,861	39	85,600	46,400
MWG	Mobile World Investment Corp	Consumer Discretionary	37,946	4.1	83,800	0.0	9.5	2.8	1,523	49	129,500	56,300
NVL	Novaland	Real Estate	56,524	3.3	58,300	2.1	16.3	2.5	920	6	65,100	49,100
PLX	Vietnam National Petroleum Group	Energy	55,611	0.8	46,700	2.1	53.7	3.0	1,089	13	66,500	35,100
PNJ	Phu Nhuan Jewelry	Consumer Discretionary	13,106	1.7	58,200	(0.2)	11.1	2.6	948	49	92,500	45,000
POW	PetroVietnam Power Corp	Utilities	24,355	0.8	10,400	(1.4)	10.1	0.9	5,760	12	16,050	6,850
REE	REE Corp	Industrials	9,581	0.8	30,900	0.8	6.2	0.9	634	49	40,150	26,100
ROS	FLC Faros	Industrials	1,748	0.1	3,080	(2.2)	11.4	0.3	20,242	2	30,400	2,870
SAB	Saigon Beer Alcohol Beverage Corp	Consumer Staples	106,645	1.9	166,300	0.1	24.8	6.2	89	63	291,000	111,500
SBT	Thanh Thanh Cong - Bien Hoa	Consumer Staples	8,684	0.6	14,800	0.0	86.7	1.2	2,330	6	22,700	11,600
SSI	SSI Securities Corp	Financials	9,014	0.9	15,000	0.0	12.3	1.0	4,441	50	22,328	9,569
STB	Sacombank	Financials	20,562	3.4	11,400	(1.7)	8.6	0.7	12,584	9	12,700	7,120
TCB	Techcombank	Financials	70,703	7.6	20,200	(0.5)	6.8	1.1	2,418	22	25,500	14,000
VCB	Vietcombank	Financials	315,255	5.7	85,000	1.0	17.5	3.7	1,379	24	95,000	56,600
VHM	Vinhomes	Real Estate	251,648	4.9	76,500	0.7	9.8	4.0	2,111	20	102,300	52,000
VIC	Vingroup	Real Estate	307,801	7.2	91,000	(1.0)	43.4	3.8	830	14	126,500	68,000
VJC	Vietjet Aviation	Industrials	58,146	4.8	111,000	1.1	15.6	3.9	414	18	148,800	93,200
VNM	Vinamilk	Consumer Staples	200,607	10.7	115,200	(0.3)	21.1	6.7	1,598	59	135,500	83,700
VPB	VPBank	Financials	54,362	6.3	22,300	(0.2)	5.9	1.2	5,193	23	29,300	16,000
VRE	Vincom Retail	Real Estate	62,602	1.9	27,550	0.2	22.5	2.3	3,580	31	37,950	16,900

Source: Bloomberg, KIS

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