

Reach the 900-pts threshold

Market performance

The VNIndex moved in the tight range last week as the stock market lacked supportive news.

Chart: Need the second confirmation signal

In the medium- and long-term, the uptrend is still intact thanks to the upward moving average, such as the 50-period and 100-period moving average. The VNIndex closed above 900 pts last Friday, but the gain was negligible. Moreover, the volume does not increase, and the index still does not break out the June and September peaks. Therefore, to confirm an uptrend is forming, more confirmation signals are needed.

We are also looking at the pennant pattern on the daily chart, which is a continuation pattern. If the breakout signal occurs (close above the 905-910 pts), the target price may be 1,000-1,100 pts.

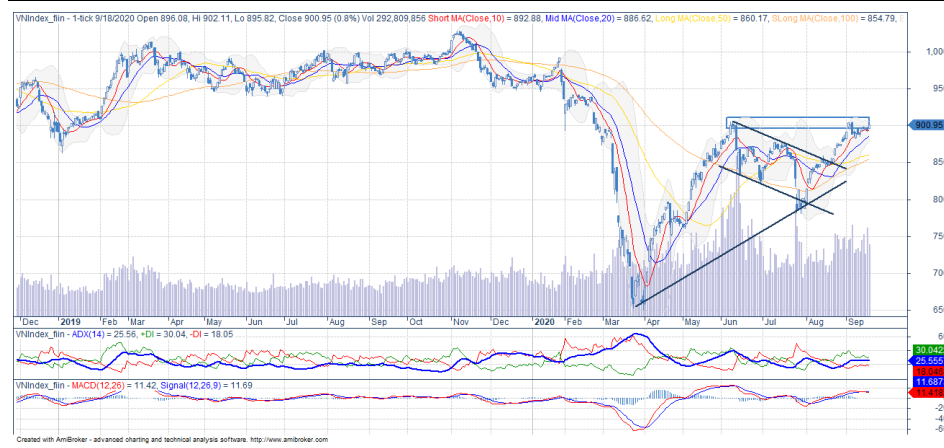
Besides, 900-910 pts zone is defined at the significant resistance. If the index closed above this threshold for the second consecutive session, the short-term uptrend is confirmed again. On the opposite, the 880-890 is the support.

→ The breakout has not high confidence, so traders need the second confirmation session to define the uptrend.

Technical strategy: Wait for the confirmation

As mentioned above, the short-term uptrend has not yet form. Therefore, traders should wait for the second confirmation session. Until then, traders should be careful and stay on the sidelines.

Figure 1. Daily candlestick chart - VNIndex



Source: Fiinpro, AmiBroker, KIS

Table 1. Index statistics

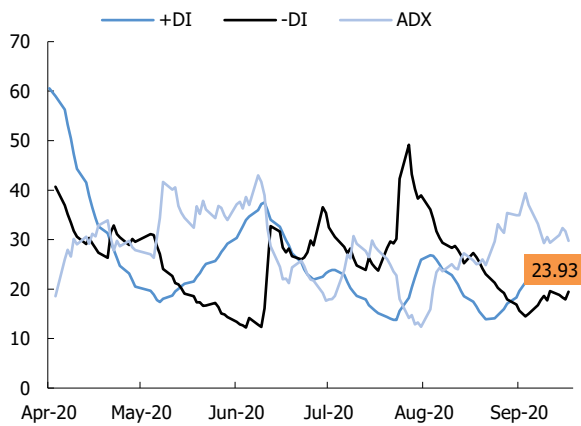
Close (pts)	900
1w change (%)	1.2
1w avg. daily vol.	305,999,154
52-week range (pts)	649-1029
Mkt cap (VND tn)	2,916
PER (x)	14.8
PBR (x)	2.0

Source: Bloomberg

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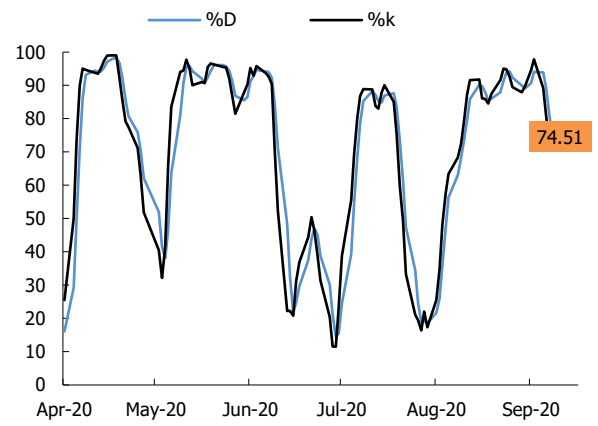
hieu.ttm@kisvn.vn

Figure 2. Directional movement indicator - VNIndex



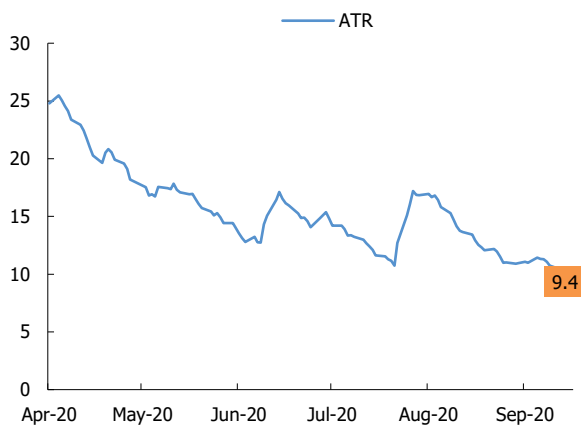
Source: Fiinpro, AmiBroker, KIS

Figure 3. Momentum indicators (Stochastic) - VNIndex



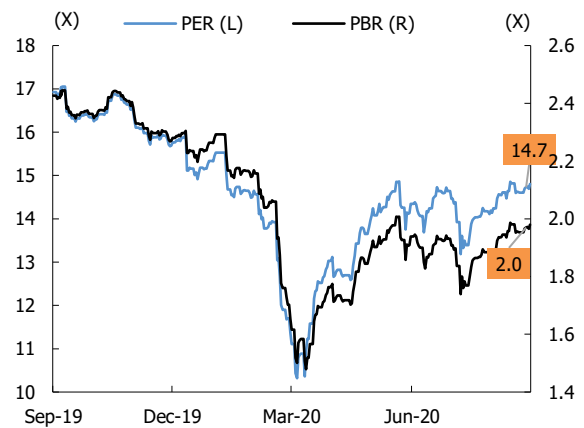
Source: Fiinpro, AmiBroker, KIS

Figure 4. Volatility indicators (ART) - VNIndex



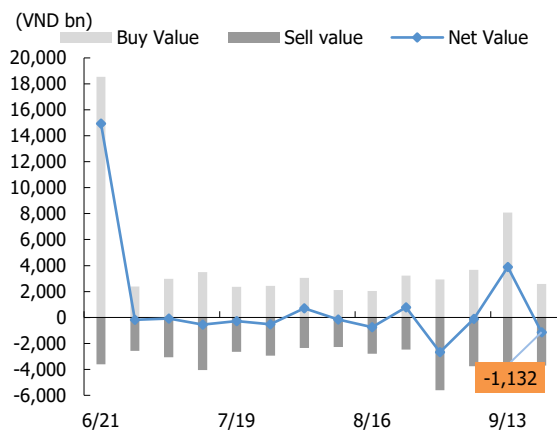
Source: Fiinpro, AmiBroker, KIS

Figure 5. PE and PB - VNIndex



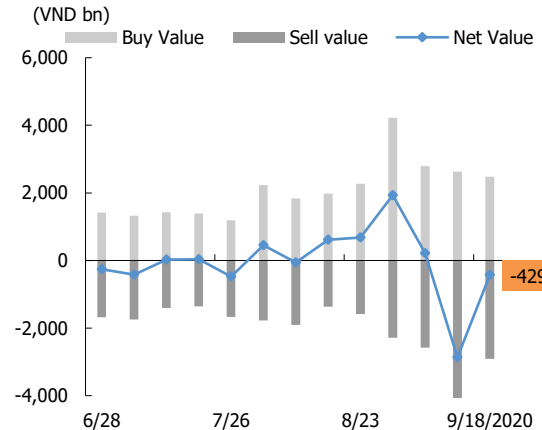
Source: KIS, Bloomberg

Figure 6. Weekly foreign net buy / sell



Source: Fiinpro, KIS

Figure 7. Weekly domestic institution net buy / sell



Source: Fiinpro, KIS

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