

Staying above the major MAs

Market performance

The VNIndex broke the downward trend line, shifting the short-term bullish market to the medium-term upward trending phase.

Chart: MA200 is pierced

MA50 is having the tendency to compress with MA200, signaling the increase of buying activities among investors.

Besides, the Index has crossed above the medium-term MAs and 900 pts threshold, implying the uptrend. Besides, 860-870 pts zone is defined at the bullish zone which provides the re-entry period for investors.

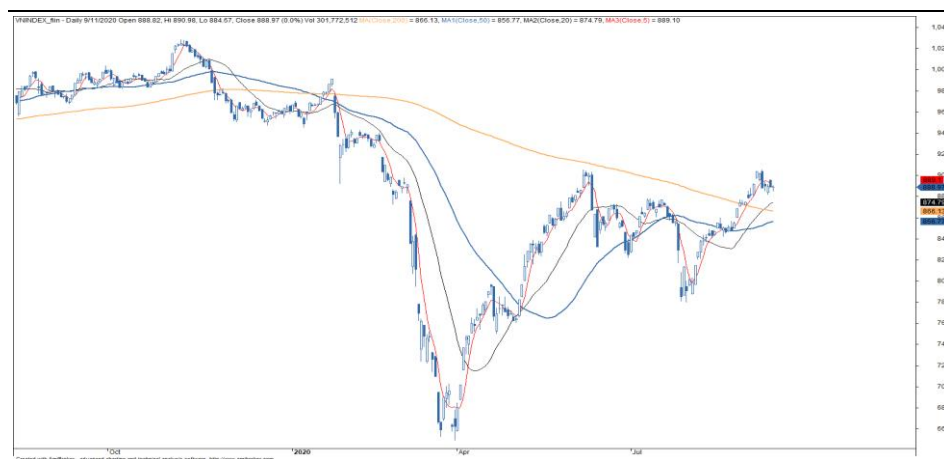
However, MA5 has turned flat as well as Stochastic stayed on the fence, implying the short-term profit taking from trader and signaling the upcoming tightening phase.

→ The market is expected to enter the short-term downward correction/consolidation this week.

Technical strategy: Buy at the bullish zone

As mentioned above, the medium-term trend is confirmed, but there is the tendency for the Index to enter the short-term tightening phase. Thus, investors should increase the proportion of leading stocks when the index revisits the aforementioned buying zone.

Figure 1. Daily candlestick chart - VNIndex



Source: Fiinpro, AmiBroker, KIS

Table 1. Index statistics

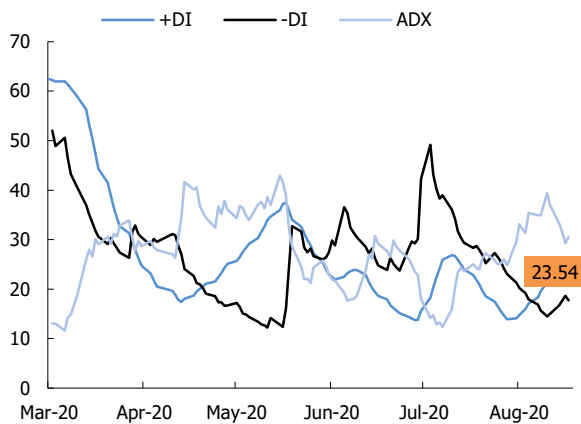
| | |
|---------------------|-------------|
| Close (pts) | 888 |
| 1w change (%) | (1.5) |
| 1w avg. daily vol. | 297,919,316 |
| 52-week range (pts) | 649-1029 |
| Mkt cap (VND tn) | 2,916 |
| PER (x) | 14.6 |
| PBR (x) | 2.0 |

Source: Bloomberg

Dang Le

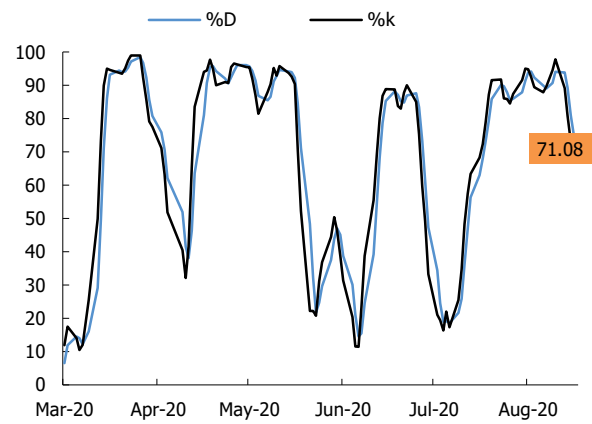
Dang.lh@kisvn.vn

Figure 2. Directional movement indicator - VNIndex



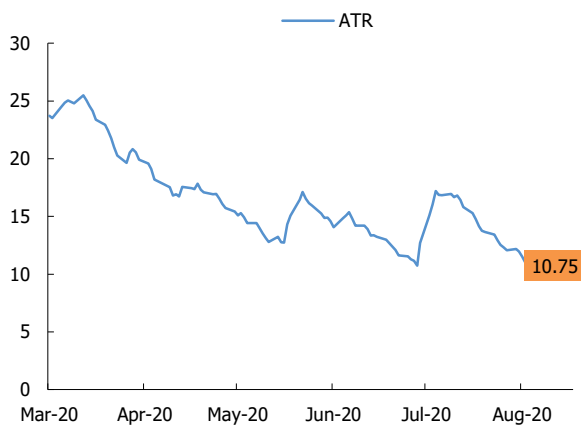
Source: Fiinpro, AmiBroker, KIS

Figure 3. Momentum indicators (Stochastic) - VNIndex



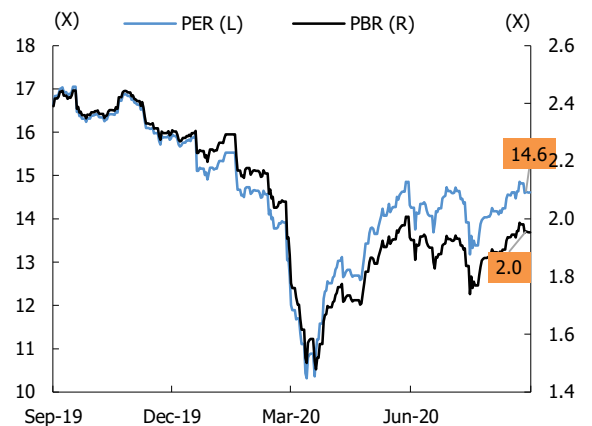
Source: Fiinpro, AmiBroker, KIS

Figure 4. Volatility indicators (ART) - VNIndex



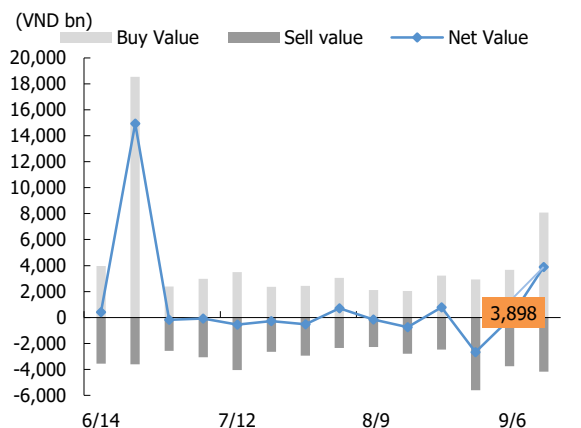
Source: Fiinpro, AmiBroker, KIS

Figure 5. PE and PB - VNIndex



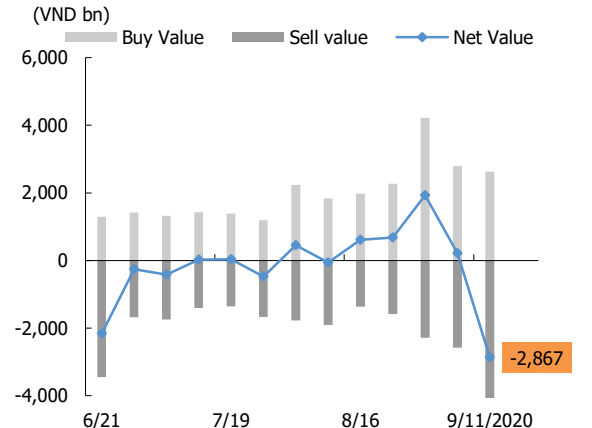
Source: KIS, Bloomberg

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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