

# Reject the downward correction

## VN30 performance

The VN30 was added 1.1% to close at 841 pts. Among top 5 index weight tickers, only VIC (0%) negatively impacted the benchmark whilst TCB (+2.3%), VPB (+1.8%), VNM (+1.5%), and HPG (+1.2%) contributed to the index gains. Relating to foreign trading activities, over supply remained with net sell value recorded at VND61bn. VHM, POW, BID, SAB, and MSN were sold the most whilst HPG, PLX, and VRE absorbed the most foreign demand.

## VN30 Future chart: Long duration for the upward market

VN30F2010 has followed the upward resumption phase after breaking the 835 pts level. Bullish momentum comes to the market, increasing the tendency to retest 850 pts area. Besides, as the MA20 slopes upward as well as upward crossover between MA20 and MA50 is confirmed, bullish market comes back. Notably, MA50 and MA200 are moving upward as well as these MAs have maintained the stable degree of separation, signaling the long duration for the upward market. However, MA5 has travelled far from others MAs, signaling the increase of trading activities and intraday correction phase will take place. As the instrument was traded at 846.3 pts, intraday resistance is 850 pts, risk/reward ratio is unfavorable. Thus, long positions should only captures when 835 pts are revisited.

## Technical strategy

Buy VN30F2010 at 835 pts, take a profit at 865 pts and stop a loss at 825 pts.

**Table 1. Future statistics**

(points, %, contracts)

	Close Price	% chg.	Trading Volume	Open Interest	Fair Value	Expire Date
<b>VN30 Index</b>	841.3	1.1				
<b>VN30F2010</b>	846.3	1.7	111,328	22,708	832	15/10/20
<b>VN30F2011</b>	844.2	1.7	247	137	680	19/11/20
<b>VN30F2012</b>	843.3	1.7	171	675	638	17/12/20
<b>VN30F2103</b>	840.0	1.8	204	228	641	18/03/21

Source: Bloomberg, KIS

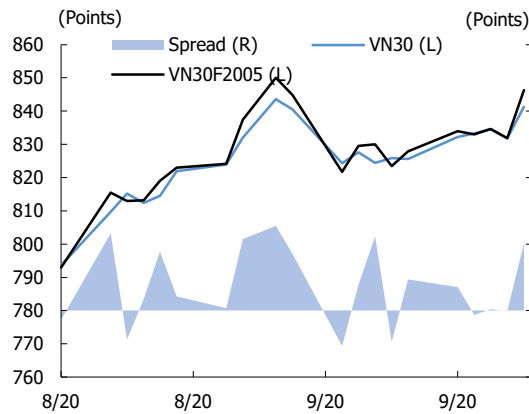
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**Figure 1. VN30 Generics hourly chart**



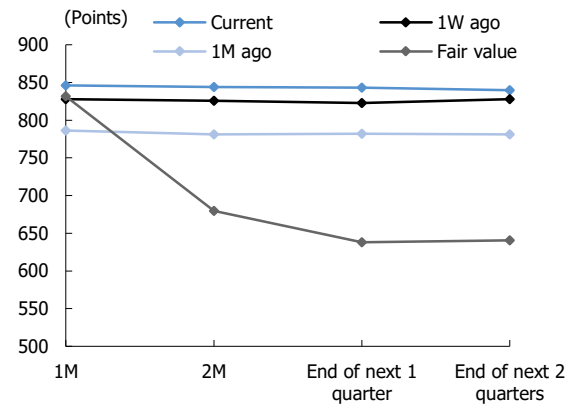
Source: Bloomberg, KIS. Price is adjusted by Proportional Adjustment method

**Figure 2. Basis spread**



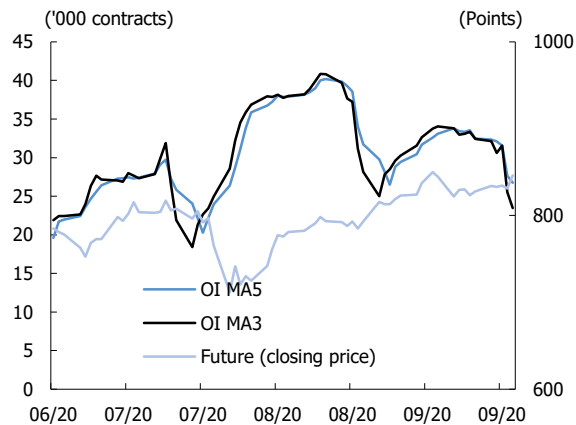
Source: Bloomberg, KIS

**Figure 3. Future price curve**



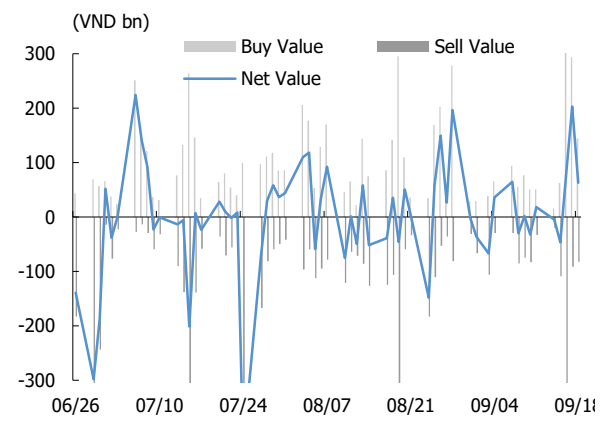
Source: Bloomberg, KIS

**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	164,903	1.02	41,000	1.2	19.2	2.16	986	17.6	55,800	29,500
CTG	Vietinbank	Financials	96,064	2.96	25,800	2.0	8.6	1.19	4,232	30.0	28,450	16,600
EIB	Eximbank	Financials	20,900	2.74	17,000	0.0	30.0	1.29	203	29.9	18,950	14,000
FPT	FPT Corp	Information Technology	40,136	4.94	51,200	2.4	12.0	2.68	1,528	49.0	53,304	34,870
GAS	PetroVietnam Gas	Utilities	138,761	1.07	72,500	1.1	14.0	2.65	564	3.2	109,000	53,900
HDB	HDBank	Financials	28,736	3.10	29,750	0.5	7.0	1.38	1,002	20.7	30,900	16,100
HPG	Hoa Phat Group	Materials	85,151	7.87	25,700	1.2	9.8	1.62	13,632	34.2	25,700	12,708
KDH	Khang Dien House	Real Estate	13,579	1.25	24,300	0.8	12.5	1.77	563	41.8	26,095	16,667
MBB	MBBank	Financials	45,214	4.18	18,750	3.6	5.4	1.03	4,021	23.0	23,900	13,150
MSN	Masan Group Corp	Consumer Staples	63,668	3.43	54,200	0.4	16.7	2.74	1,242	38.1	81,000	46,400
MWG	Mobile World Investment Corp	Consumer Discretionary	42,778	4.28	94,500	0.3	11.3	3.00	802	49.0	129,500	56,300
NVL	Novaland	Real Estate	62,048	3.34	63,900	0.8	16.2	2.71	1,289	5.6	65,700	49,100
PLX	Vietnam National Petroleum Group	Energy	61,428	0.84	50,400	0.8	58.1	3.04	1,104	15.8	62,400	35,100
PNJ	Phu Nhuan Jewelry	Consumer Discretionary	13,597	1.67	60,400	1.0	13.0	2.89	515	49.0	92,500	45,000
POW	PetroVietnam Power Corp	Utilities	23,419	0.72	10,000	0.0	10.7	0.83	3,233	11.0	13,950	6,850
REE	REE Corp	Industrials	12,495	0.96	40,300	1.0	8.4	1.19	411	49.0	40,450	26,100
ROS	FLC Faros	Industrials	1,226	0.19	2,160	(0.5)	8.1	0.21	8,830	2.1	27,000	2,050
SAB	Saigon Beer Alcohol Beverage Corp	Consumer Staples	121,074	2.05	188,800	0.3	29.8	6.56	137	63.2	273,000	111,500
SBT	Thanh Thanh Cong - Bien Hoa	Consumer Staples	8,361	0.51	14,250	0.0	25.4	1.15	3,245	5.6	22,700	11,600
SSI	SSI Securities Corp	Financials	9,795	0.90	16,300	1.9	9.5	1.01	5,101	48.2	20,431	9,569
STB	Sacombank	Financials	21,013	3.07	11,650	1.7	8.6	0.77	9,576	9.3	12,700	7,120
TCB	Techcombank	Financials	76,303	7.64	21,800	2.3	7.0	1.14	1,790	22.5	25,500	14,000
TCH	Hoang Huy Investment	Industrials	7,330	0.62	20,750	1.2	9.2	1.51	3,735	4.6	45,550	16,250
VCB	Vietcombank	Financials	307,466	5.21	82,900	0.5	16.9	3.44	926	23.5	95,000	56,600
VHM	Vinhomes	Real Estate	252,964	4.61	76,900	0.3	11.5	3.70	1,787	22.3	102,300	52,000
VIC	Vingroup	Real Estate	317,948	8.11	94,000	0.0	40.2	3.77	479	13.8	122,800	68,000
VJC	Vietjet Aviation	Industrials	55,527	4.27	106,000	0.1	30.5	3.71	364	17.7	148,800	93,200
VNM	Vinamilk	Consumer Staples	220,110	10.46	126,400	1.5	22.8	7.30	1,140	58.5	135,500	83,700
VPB	VPBank	Financials	56,678	6.11	23,250	1.8	5.6	1.19	3,332	23.4	29,300	16,000
VRE	Vincom Retail	Real Estate	64,761	1.89	28,500	0.7	27.0	2.33	2,413	30.7	35,850	16,900

Source: Bloomberg, KIS

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