

Wait for confirmation signal

Market performance

The VNIndex recorded a gaining week, but the index moved in the tight range of 900 to 920 pts.

Chart: Wait for a confirmation signal

In the medium and long term, moving averages, such as the 50-period and 100-period moving average, go up, implying the uptrend. Besides, the index reaches a new high since Mar 2020.

In the short term, the VNIndex closed above the 10-period moving average, showing the bullish market. Moreover, the volume increase and high demand at the low-price last Friday that supports the current trend.

However, the 920-pts is significant resistance, so the index needs breakout to confirm uptrend again.

With the congestion area, 900 pts (MA20) will act as weekly support, followed by 880 pts. On the upside, the 940-950 pts zone is defined as the resistance area.

→ The VNIndex needs breakout to confirm the short-term uptrend.

Technical strategy: Hold long position

As mentioned above, investors should wait for the confirmation signal. Until then, they should hold a long position and focus the leading stocks such as Energy and Banking.

Figure 1. Daily candlestick chart - VNIndex



Source: Finpro, AmiBroker, KIS

Table 1. Index statistics

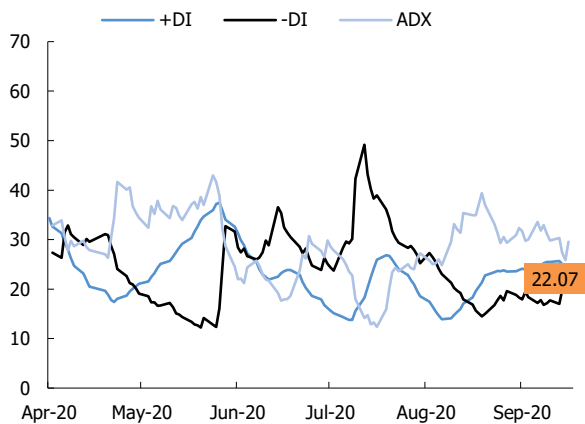
| | |
|---------------------|-------------|
| Close (pts) | 909 |
| 1w change (%) | 0.1 |
| 1w avg. daily vol. | 347,288,872 |
| 52-week range (pts) | 649-1029 |
| Mkt cap (VND tn) | 2,916 |
| PER (x) | 15.1 |
| PBR (x) | 2.0 |

Source: Bloomberg

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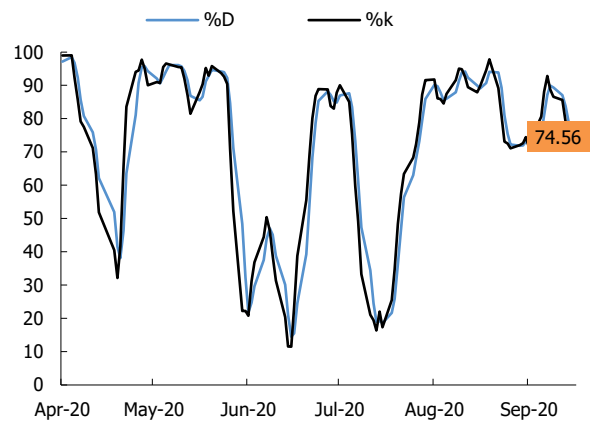
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Figure 2. Directional movement indicator - VNIndex



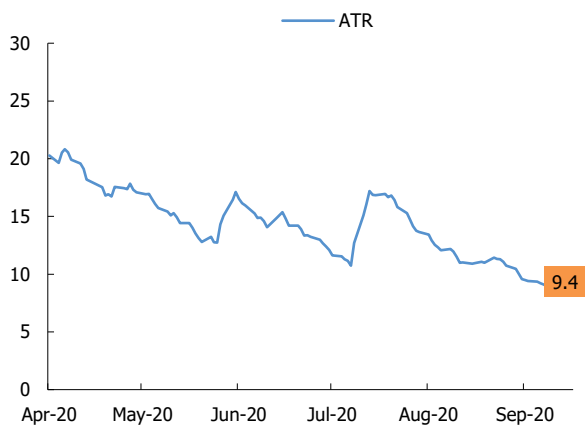
Source: Fiinpro, AmiBroker, KIS

Figure 3. Momentum indicators (Stochastic) - VNIndex



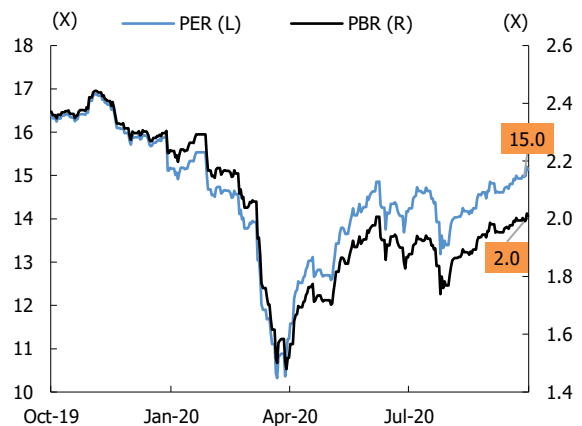
Source: Fiinpro, AmiBroker, KIS

Figure 4. Volatility indicators (ART) - VNIndex



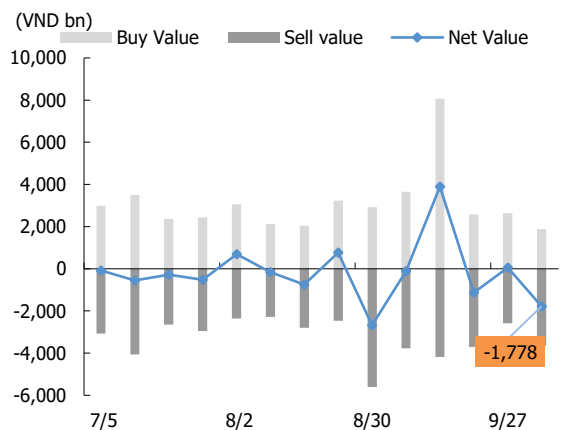
Source: Fiinpro, AmiBroker, KIS

Figure 5. PE and PB - VNIndex



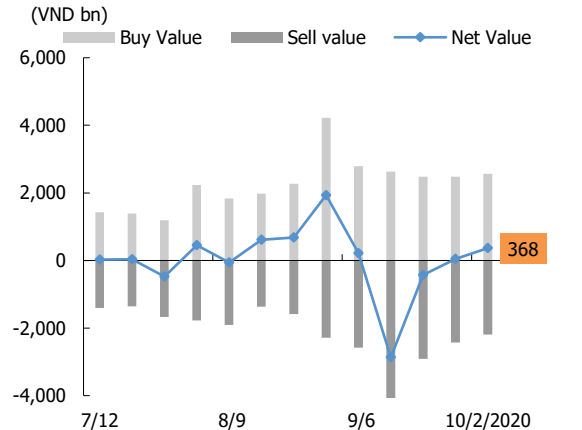
Source: KIS, Bloomberg

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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