

# Breakout trading or bargain hunting

## VN30 performance

The VN30 index was added 0.2% to close at 904 pts. Among top 5 index weight tickers, only TCB (+1.5%), VNM (+0.3%), and VIC (+0.1%) contributed to the index gains whilst VPB (-0.6%) and HPG (-0.7%) faded the benchmark and became index laggard. Relating to foreign trading activities, selling activities kept overwhelming with net sell value recorded at VND322bn. Particularly, CTG, MSN, and VPB continued to be sold the most whilst TCB, VIC, and VCB attracted the most demand across VN30.

## VN30 Future chart: Best bid for VN30F2011

VN30F2011 surged on the previous trading day, retesting 900 pts zone with high probability for breakout to occur. On daily time frame, as the MA50 and MA20 are moving upward parallel to each other as well as upward crossover between MA50 and MA200 is confirmed, these signal the long duration for the upward market. With congestion area, 900-910 pts zone and 865 pts zone act as strong resistance and support area, respectively. For intraday trading, 890 pts area acts as the important support for the bullish leg. However, the bullish candle (Daily time frame) formed with below average volume, implying the decrease in buying activities. In this case, as the strong resistance placed at 910 pts zone, breakout trading strategy accompanies with unfavorable risk/reward ratio. Thus, bargain hunting strategy is preferred.

## Technical strategy

Buy VN30F2011 at 880 pts zone, take a profit at 910 pts and stop a loss at 870 pts.

**Table 1. Future statistics**

(points, %, contracts)

	Close Price	% chg.	Trading Volume	Open Interest	Fair Value	Expire Date
VN30 Index	903.5	0.2				
VN30F2011	903.4	0.9	95,453	27,702	801	19/11/20
VN30F2012	899.1	1.1	583	1,363	786	17/12/20
VN30F2103	895.0	0.6	51	320	787	18/03/21
VN30F2106	892.4	1.0	43	9	787	17/06/21

Source: Bloomberg, KIS

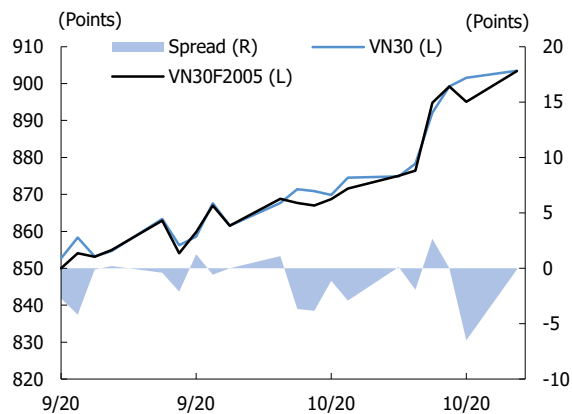
**Dang Le**  
dang.lh@kisvn.vn

**Figure 1. VN30 Generics hourly chart**



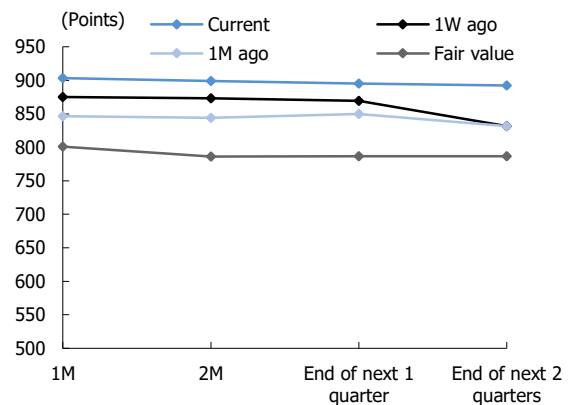
Source: Bloomberg, KIS. Price is adjusted by Proportional Adjustment method

**Figure 2. Basis spread**



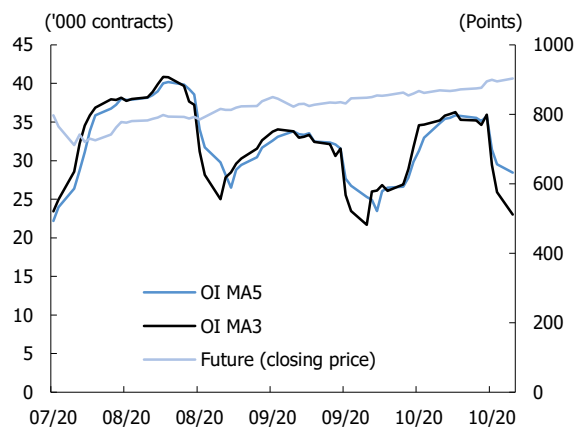
Source: Bloomberg, KIS

**Figure 3. Future price curve**



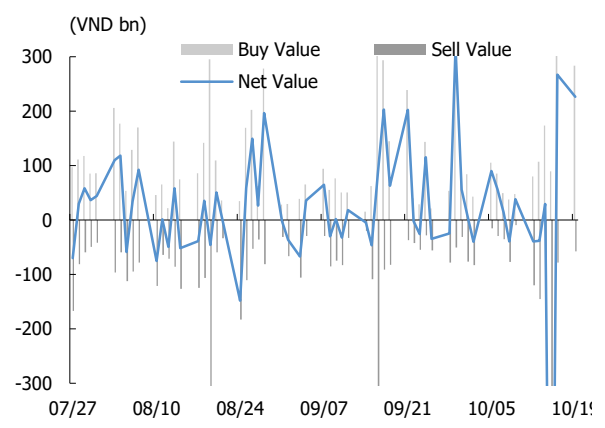
Source: Bloomberg, KIS

**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	168,523	0.97	41,900	(0.7)	19.7	2.20	1,335	17.4	55,800	29,500
CTG	Vietinbank	Financials	119,707	3.43	32,150	3.2	10.7	1.49	5,606	29.7	32,450	16,600
EIB	Eximbank	Financials	21,146	2.58	17,200	(0.9)	30.4	1.31	285	29.9	18,950	14,000
FPT	FPT Corp	Information Technology	41,782	4.79	53,300	0.2	12.5	2.79	1,760	49.0	53,900	34,870
GAS	PetroVietnam Gas	Utilities	141,632	1.02	74,000	(1.9)	14.3	2.70	698	3.1	109,000	53,900
HDB	HDBank	Financials	31,078	3.12	24,750	(0.2)	7.6	1.49	1,500	20.2	25,100	12,385
HPG	Hoa Phat Group	Materials	95,754	8.24	28,900	(0.7)	11.0	1.83	14,130	34.2	30,000	12,708
KDH	Khang Dien House	Real Estate	13,244	1.14	23,700	(0.2)	12.2	1.73	567	41.5	26,095	16,667
MBB	MBBank	Financials	50,610	4.35	18,250	2.2	6.1	1.10	6,220	23.0	20,783	11,435
MSN	Masan Group Corp	Consumer Staples	96,324	4.83	82,000	2.5	25.2	4.14	1,844	37.9	82,900	46,400
MWG	Mobile World Investment Corp	Consumer Discretionary	48,346	4.51	106,800	(0.1)	12.8	3.39	924	49.0	129,100	56,300
NVL	Novaland	Real Estate	61,696	3.05	62,600	0.5	15.8	2.65	1,383	5.7	65,700	49,100
PLX	Vietnam National Petroleum Group	Energy	60,148	0.77	49,350	(1.2)	56.9	2.98	806	16.1	60,700	35,100
PNJ	Phu Nhuan Jewelry	Consumer Discretionary	15,196	1.74	67,500	(0.9)	14.6	3.23	665	49.0	92,500	45,000
POW	PetroVietnam Power Corp	Utilities	23,770	0.68	10,150	(1.5)	10.9	0.85	4,370	10.4	13,950	6,850
REE	REE Corp	Industrials	12,898	0.92	41,600	0.0	8.7	1.23	462	49.0	42,600	26,100
ROS	FLC Faros	Industrials	1,266	0.18	2,230	0.9	8.1	0.21	8,223	2.0	25,700	2,050
SAB	Saigon Beer Alcohol Beverage Corp	Consumer Staples	120,368	1.90	187,700	(0.4)	29.7	6.53	130	63.2	262,500	111,500
SBT	Thanh Thanh Cong - Bien Hoa	Consumer Staples	9,652	0.55	16,450	2.8	26.6	1.33	3,669	5.2	22,700	11,600
SSI	SSI Securities Corp	Financials	11,027	0.95	18,350	1.1	10.7	1.13	5,430	50.3	19,224	9,569
STB	Sacombank	Financials	25,432	3.46	14,100	2.5	10.5	0.93	13,162	9.2	14,400	7,120
TCB	Techcombank	Financials	80,503	7.50	23,000	1.5	7.4	1.20	4,783	22.5	25,500	14,000
TCH	Hoang Huy Investment	Industrials	7,277	0.57	20,600	(2.4)	9.1	1.50	6,214	4.2	45,550	16,250
VCB	Vietcombank	Financials	324,527	5.12	87,500	(0.8)	17.8	3.63	1,023	23.6	95,000	56,600
VHM	Vinhomes	Real Estate	250,332	4.24	76,100	(1.2)	11.4	3.67	1,849	22.1	102,300	52,000
VIC	Vingroup	Real Estate	330,463	7.85	97,700	0.1	41.8	3.92	497	13.8	122,500	68,000
VJC	Vietjet Aviation	Industrials	54,741	3.92	104,500	(0.5)	30.0	3.66	386	17.6	148,800	93,200
VNM	Vinamilk	Consumer Staples	225,056	9.95	107,700	0.3	23.3	7.47	1,629	58.0	112,917	69,750
VPB	VPBank	Financials	59,603	5.98	24,450	(0.6)	5.9	1.26	4,574	23.4	29,300	16,000
VRE	Vincom Retail	Real Estate	62,148	1.69	27,350	(0.5)	25.9	2.24	2,665	30.6	35,850	16,900

Source: Bloomberg, KIS

## Global Disclaimer

### ■ General

This research report and marketing materials for Vietnamese securities are originally prepared and issued by the Research Center of KIS Vietnam Securities Corp., an organization licensed with the State Securities Commission of Vietnam. The analyst(s) who participated in preparing and issuing this research report and marketing materials is/are licensed and regulated by the State Securities Commission of Vietnam in Vietnam only. This report and marketing materials are copyrighted and may not be copied, redistributed, forwarded or altered in any way without the consent of KIS Vietnam Securities Corp..

This research report and marketing materials are for information purposes only. They are not and should not be construed as an offer or solicitation of an offer to purchase or sell any securities or other financial instruments or to participate in any trading strategy. This research report and marketing materials do not provide individually tailored investment advice. This research report and marketing materials do not take into account individual investor circumstances, objectives or needs, and are not intended as recommendations of particular securities, financial instruments or strategies to any particular investor. The securities and other financial instruments discussed in this research report and marketing materials may not be suitable for all investors. The recipient of this research report and marketing materials must make their own independent decisions regarding any securities or financial instruments mentioned herein and investors should seek the advice of a financial adviser. KIS Vietnam Securities Corp. does not undertake that investors will obtain any profits, nor will it share with investors any investment profits. KIS Vietnam Securities Corp., its affiliates, or their affiliates and directors, officers, employees or agents of each of them disclaim any and all responsibility or liability whatsoever for any loss (director consequential) or damage arising out of the use of all or any part of this report or its contents or otherwise arising in connection therewith. Information and opinions contained herein are subject to change without notice and may differ or be contrary to opinions expressed by other business areas or KIS Vietnam Securities Corp. The final investment decision is based on the client's judgment, and this research report and marketing materials cannot be used as evidence in any legal dispute related to investment decisions.

### ■ Country-specific disclaimer

**United States:** This report is distributed in the U.S. by Korea Investment & Securities America, Inc., a member of FINRA/SIPC, and is only intended for major U.S. institutional investors as defined in Rule 15a-6(a)(2) under the U.S. Securities Exchange Act of 1934. All U.S. persons that receive this document by their acceptance thereof represent and warrant that they are a major U.S. institutional investor and have not received this report under any express or implied understanding that they will direct commission income to Korea Investment & Securities, Co., Ltd. or its affiliates. Pursuant to Rule 15a-6(a)(3), any U.S. recipient of this document wishing to effect a transaction in any securities discussed herein should contact and place orders with Korea Investment & Securities America, Inc., which accepts responsibility for the contents of this report in the U.S. The securities described in this report may not have been registered under the U.S. Securities Act of 1933, as amended, and, in such case, may not be offered or sold in the U.S. or to U.S. person absent registration or an applicable exemption from the registration requirement.

**United Kingdom:** This report is not an invitation nor is it intended to be an inducement to engage in investment activity for the purpose of section 21 of the Financial Services and Markets Act 2000 of the United Kingdom ("FSMA"). To the extent that this report does constitute such an invitation or inducement, it is directed only at (i) persons who are investment professionals within the meaning of Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended) of the United Kingdom (the "Financial Promotion Order"); (ii) persons who fall within Articles 49(2)(a) to (d) ("high net worth companies, unincorporated associations etc.") of the Financial Promotion Order; and (iii) any other persons to whom this report can, for the purposes of section 21 of FSMA, otherwise lawfully be made (all such persons together being referred to as "relevant persons"). Any investment or investment activity to which this report relates is available only to relevant persons and will be engaged in only with relevant persons. Persons who are not relevant persons must not act or rely on this report.

**Hong Kong:** This research report and marketing materials may be distributed in Hong Kong to institutional clients by Korea Investment & Securities Asia Limited (KISA), a Hong Kong representative subsidiary of Korea Investment & Securities Co., Ltd., and may not otherwise be distributed to any other party. KISA provides equity sales service to institutional clients in Hong Kong for Korean securities under its sole discretion, and is thus solely responsible for provision of the aforementioned equity selling activities in Hong Kong. All requests by and correspondence with Hong Kong investors involving securities discussed in this report and marketing materials must be effected through KISA, which is registered with The Securities & Futures Commission (SFC) of Hong Kong. Korea Investment & Securities Co., Ltd. is not a registered financial institution under Hong Kong's SFC.

**Singapore:** This report is provided pursuant to the financial advisory licensing exemption under Regulation 27(1)(e) of the Financial Advisers Regulation of Singapore and accordingly may only be provided to persons in Singapore who are "institutional investors" as defined in Section 4A of the Securities and Futures Act, Chapter 289 of Singapore. This report is intended only for the person to whom Korea Investment & Securities Co., Ltd. has provided this report and such person may not send, forward or transmit in any way this report or any copy of this report to any other person. Please contact Korea Investment & Securities Singapore Pte Ltd in respect of any matters arising from, or in connection with, the analysis or report (Contact Number: 65 6501 5600).

Copyright © 2020 KIS Vietnam Securities Corp. All rights reserved. No part of this report may be reproduced or distributed in any manner without permission of KIS Vietnam Securities Corp.