

Approaching January's peak

VN30 performance

The VN30 index was added 0.7% to close at 910 pts. Among top 5 index weight tickers, TCB (+3.9%), HPG (+1.6%), VPB (+1.4%), and VIC (+0.1%) contributed to the index gains whilst VNM (-1.4%) faded the benchmark and became index laggard. Relating to foreign trading activities, selling activities kept overwhelming with net sell value recorded at VND484bn. Particularly, MSN, VPB, and VHM continued to be sold the most whilst VCB, HPG, and VIC attracted the most demand across VN30.

VN30 Future chart: Approaching January's peak

VN30F2011 surged on the previous trading day, retesting 910 pts zone which is an important resistance area (January's peak). 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, 900 pts area acts as the important support for the bullish leg. Notably, Bollinger bands have expanded, implying the increase of volatility level. As the instrument is retesting January's peak (910 pts), new long positions must be captured when correction phase occurs and traders should not chase the bullish momentum.

Technical strategy

The short-term bullish leg is reaching its short-term objective and there is no entry point with good risk-reward ratio. Thus, traders should stay on the sidelines and wait for the reaction of VN30F2010 at 910 pts zone and only buy when price collapses.

Table 1. Future statistics

(points, %, contracts)

	Close Price	% chg.	Trading Volume	Open Interest	Fair Value	Expire Date
VN30 Index	909.5	0.7				
VN30F2011	911.2	0.9	108,098	30,254	803	19/11/20
VN30F2012	907.1	0.9	296	1,371	788	17/12/20
VN30F2103	904.0	1.0	43	328	788	18/03/21
VN30F2106	902.0	1.1	203	14	789	17/06/21

Source: Bloomberg, KIS

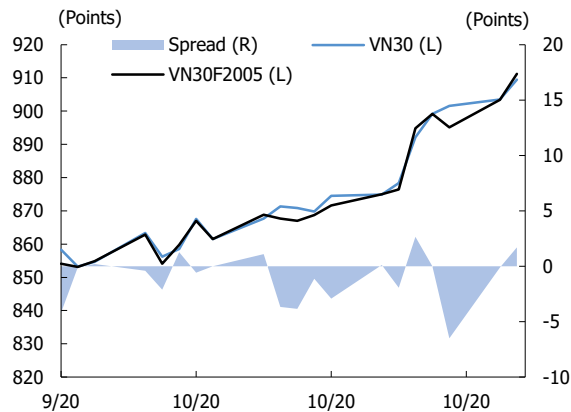
Dang Le
dang.lh@kisvn.vn

Figure 1. VN30 Generics hourly chart



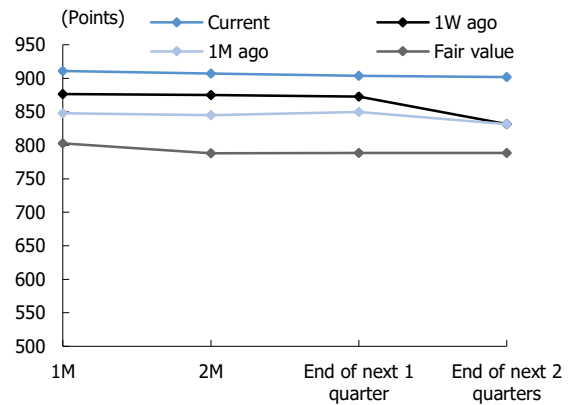
Source: Bloomberg, KIS. Price is adjusted by Proportional Adjustment method

Figure 2. Basis spread



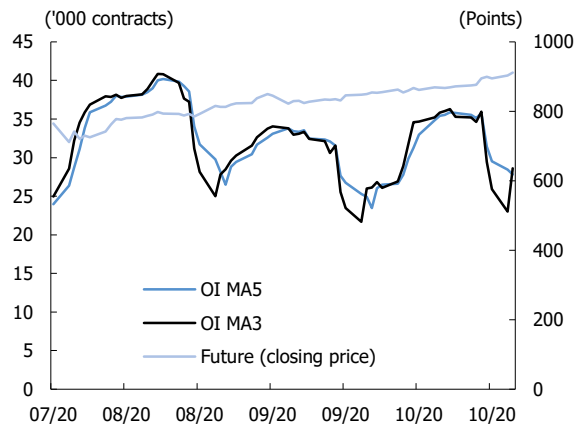
Source: Bloomberg, KIS

Figure 3. Future price curve



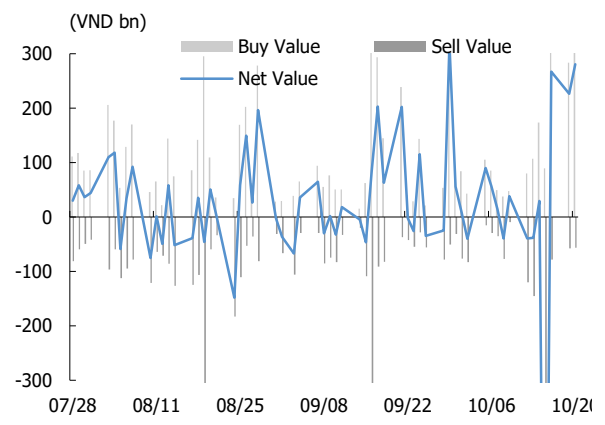
Source: Bloomberg, KIS

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	168,925	0.96	42,000	0.2	19.7	2.21	1,369	17.4	55,800	29,500
CTG	Vietinbank	Financials	119,521	3.40	32,100	(0.2)	10.7	1.49	5,730	29.7	32,450	16,600
EIB	Eximbank	Financials	21,515	2.60	17,500	1.7	30.9	1.33	286	29.9	18,950	14,000
FPT	FPT Corp	Information Technology	41,704	4.75	53,200	(0.2)	12.4	2.79	1,787	49.0	53,900	34,870
GAS	PetroVietnam Gas	Utilities	138,953	0.99	72,600	(1.9)	14.0	2.65	713	3.1	109,000	53,900
HDB	HDBank	Financials	31,769	3.17	25,300	2.2	7.8	1.52	1,514	20.2	25,600	12,385
HPG	Hoa Phat Group	Materials	97,245	8.31	29,350	1.6	11.2	1.86	14,060	34.1	30,000	12,708
KDH	Khang Dien House	Real Estate	13,355	1.14	23,900	0.8	12.3	1.75	563	41.5	26,095	16,667
MBB	MBBank	Financials	51,858	4.43	18,700	2.5	6.2	1.12	6,341	23.0	20,783	11,435
MSN	Masan Group Corp	Consumer Staples	98,321	4.90	83,700	2.1	25.7	4.23	1,893	37.7	83,700	46,400
MWG	Mobile World Investment Corp	Consumer Discretionary	48,338	4.48	106,800	0.0	12.8	3.39	932	49.0	129,100	56,300
NVL	Novaland	Real Estate	61,105	3.00	62,000	(1.0)	15.7	2.63	1,408	5.7	65,700	49,100
PLX	Vietnam National Petroleum Group	Energy	59,844	0.76	49,100	(0.5)	56.6	2.96	795	16.0	60,700	35,100
PNJ	Phu Nhuan Jewelry	Consumer Discretionary	15,083	1.72	67,000	(0.7)	14.5	3.21	679	49.0	92,500	45,000
POW	PetroVietnam Power Corp	Utilities	23,887	0.68	10,200	0.5	10.9	0.85	4,466	10.4	13,950	6,850
REE	REE Corp	Industrials	12,898	0.92	41,600	0.0	8.7	1.23	461	49.0	42,600	26,100
ROS	FLC Faros	Industrials	1,305	0.19	2,300	3.1	8.1	0.22	8,200	2.0	25,700	2,050
SAB	Saigon Beer Alcohol Beverage Corp	Consumer Staples	119,022	1.86	185,600	(1.1)	29.3	6.45	127	63.2	262,500	111,500
SBT	Thanh Thanh Cong - Bien Hoa	Consumer Staples	9,564	0.54	16,300	(0.9)	26.3	1.32	3,609	5.2	22,700	11,600
SSI	SSI Securities Corp	Financials	10,937	0.93	18,200	(0.8)	10.6	1.12	5,500	50.3	19,224	9,569
STB	Sacombank	Financials	25,612	3.46	14,200	0.7	10.5	0.93	13,460	9.2	14,400	7,120
TCB	Techcombank	Financials	83,653	7.74	23,900	3.9	7.7	1.25	5,252	22.3	25,500	14,000
TCH	Hoang Huy Investment	Industrials	7,383	0.58	20,900	1.5	7.3	1.47	6,218	4.2	45,550	16,250
VCB	Vietcombank	Financials	325,269	5.09	87,700	0.2	17.8	3.63	1,029	23.6	95,000	56,600
VHM	Vinhomes	Real Estate	250,661	4.22	76,200	0.1	11.4	3.67	1,888	22.1	102,300	52,000
VIC	Vingroup	Real Estate	330,802	7.80	97,800	0.1	41.9	3.92	502	13.8	122,500	68,000
VJC	Vietjet Aviation	Industrials	54,741	3.90	104,500	0.0	30.0	3.66	388	17.5	148,800	93,200
VNM	Vinamilk	Consumer Staples	221,920	9.75	106,200	(1.4)	23.0	7.36	1,648	58.0	112,917	69,750
VPB	VPBank	Financials	60,456	6.03	24,800	1.4	6.0	1.27	4,645	23.4	29,300	16,000
VRE	Vincom Retail	Real Estate	62,375	1.68	27,450	0.4	26.0	2.25	2,705	30.6	35,850	16,900

Source: Bloomberg, KIS

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