

Trading value at a record level

Market performance

Despite two losing sessions last week, the VNIndex maintained its uptrend thanks to high demand at the low level.

Chart: Trading value at a record level

The uptrend is still intact in the medium and long term as 50-period and 100-period moving averages go up. Besides, the VNIndex was at its highest level since May 2018.

In the short term, the index continues to move up after it retests the 10-period moving average. Moreover, the trading value is at a record high, implying the cash flows into the stock market. That supports the bullish market. Also, Momentum indicators show positive signals as the Stochastic and RSI are going into overbought.

With the congestion zone, the broken 1,030-1,050 pts area turns around to act as the short-term support. On the upside, the 1,100-pts area (the all-time high) is the short-term resistance for VNIndex.

→ The bullish market is dominant in the short term thanks to the positive of Momentum and Trend indicators.

Technical strategy: Hold the positions

As mentioned above, trading activities reach a high level, and a strong collapse has a high probability of occurring. However, the long-term bull is active. Thus, investors should hold current positions and increase the proportion of leading stocks when the correction phase steps.

Figure 1. Daily candlestick chart - VNIndex



Source: Finpro, AmiBroker, KIS

Table 1. Index statistics

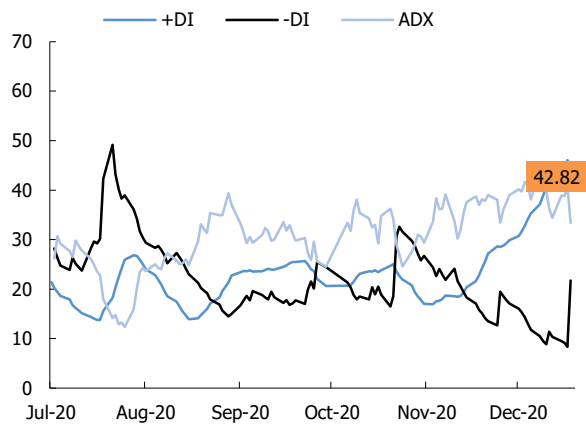
Close (pts)	1,084
1w change (%)	1.5
1w avg. daily vol.	670,322,054
52-week range (pts)	649-1,094
Mkt cap (VND tn)	2,916
PER (x)	17.4
PBR (x)	2.3

Source: Bloomberg

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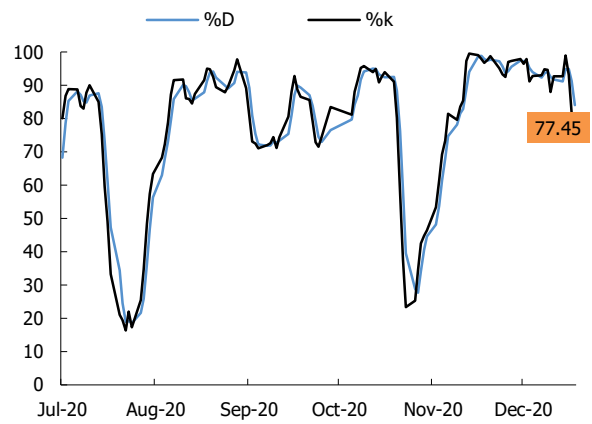
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Figure 2. Directional movement indicator - VNIndex



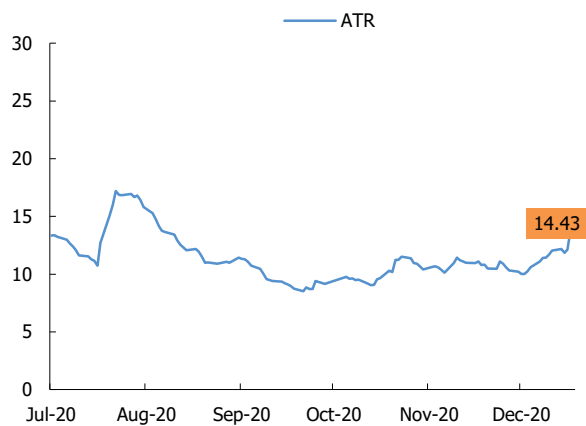
Source: Fiinpro, AmiBroker, KIS

Figure 3. Momentum indicators (Stochastic) - VNIndex



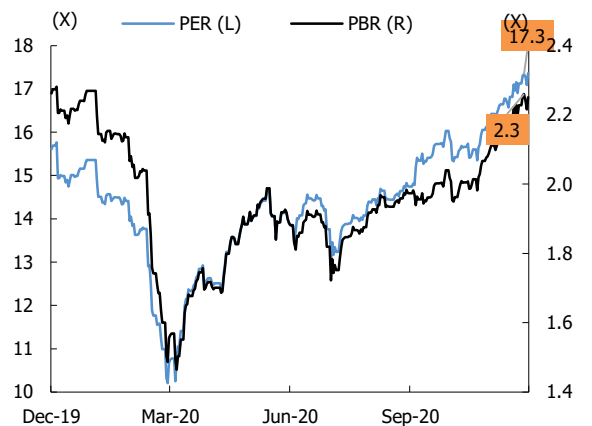
Source: Fiinpro, AmiBroker, KIS

Figure 4. Volatility indicators (ART) - VNIndex



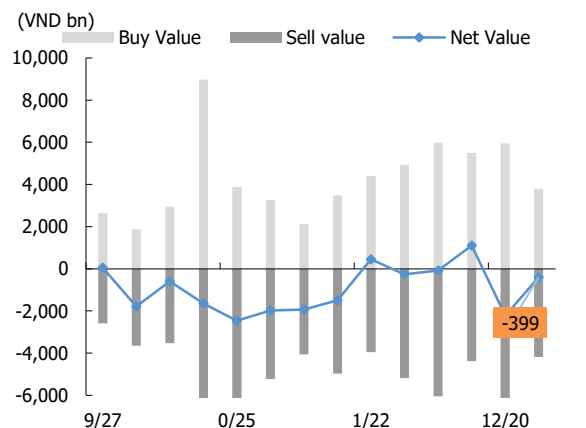
Source: Fiinpro, AmiBroker, KIS

Figure 5. PE and PB - VNIndex



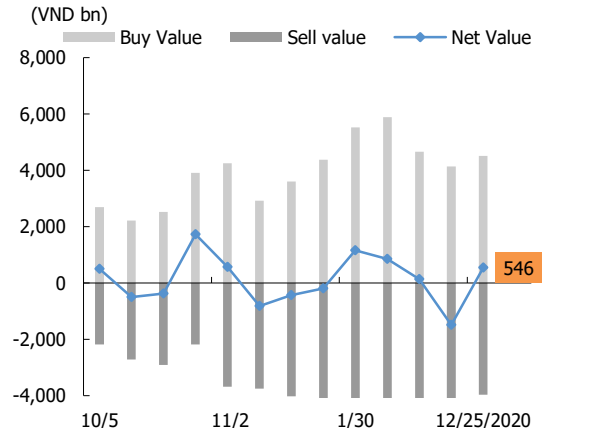
Source: KIS, Bloomberg

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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