

## Wait for big trend?

### Market performance

The VNIndex reversed to go down last week as the selling pressure appeared next to the 1,200-pts threshold.

### Chart: Wait for big trend?

The long-term uptrend is still intact because long-term moving averages go up, and the index closes above all of them. Moreover, the 100-period moving average is a strong support as the index retests it at the end of January 2021. In the short term, the signals lose consensus as MACD continues to confirm the uptrend, while DMI and Stochastic show the opposite. Notably, the trading volume is at a low level, implying the cautious market sentiment. Therefore, the VNIndex may form the consolidation for a big trend in the future.

950-1,000 pts area acts as the short-term support as well as 1,170-1,200 pts zone is the short-term supply zone. 1,100 pts area will be the weekly support.

→ The VNIndex may form the consolidation for a big trend because indicators lose consensus.

### Technical strategy: Wait for the valid signal after the consolidation phase

As mentioned above, there is no signal for the bearish momentum in the medium- and long-term as well as we are still in the uptrend. Thus, investors should hold the current positions and captured positions at the buy zone (1,000-1,080 pts) and take action only when the next market leg is clear or there is the valid breakout at 1,200 pts zone.

**Figure 1. Daily candlestick chart - VNIndex**



Source: Fiipro, AmiBroker, KIS

**Table 1. Index statistics**

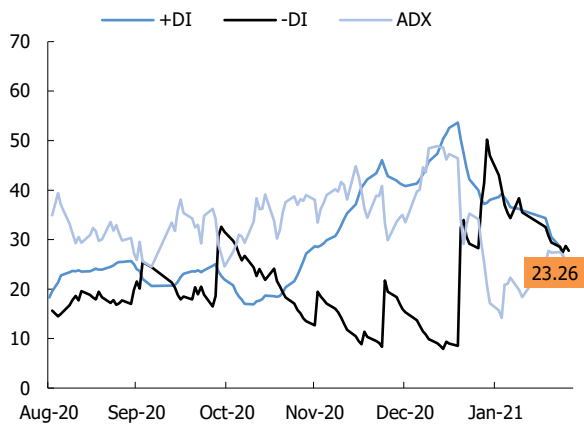
Close (pts)	1,168
1w change (%)	(0.4)
1w avg. daily vol.	524,485,460
52-week range (pts)	649-1,201
Mkt cap (VND tn)	2,916
PER (x)	18.0
PBR (x)	2.4

Source: Bloomberg

**Hieu Tran**

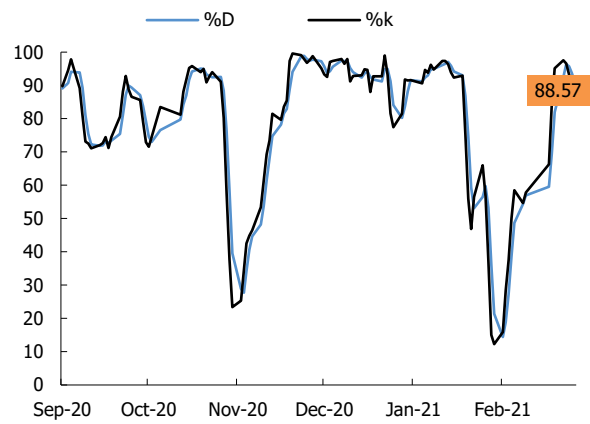
Hieu.ttm@kisvn.vn

**Figure 2. Directional movement indicator - VNIndex**



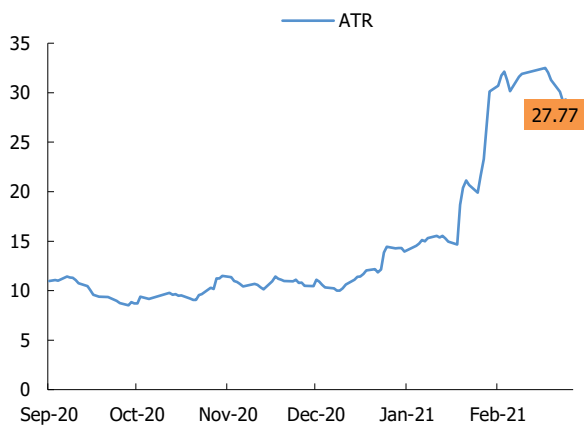
Source: Fiinpro, AmiBroker, KIS

**Figure 3. Momentum indicators (Stochastic) - VNIndex**



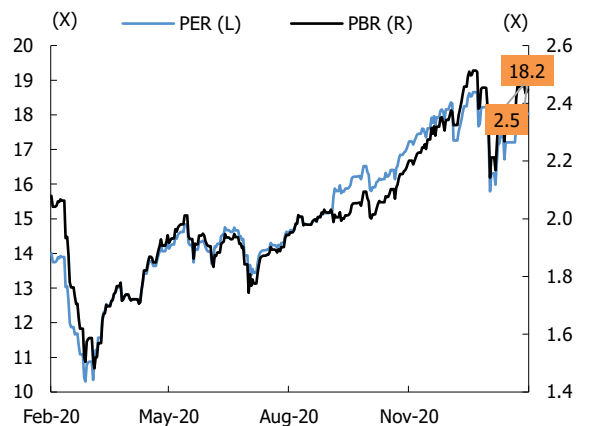
Source: Fiinpro, AmiBroker, KIS

**Figure 4. Volatility indicators (ART) - VNIndex**



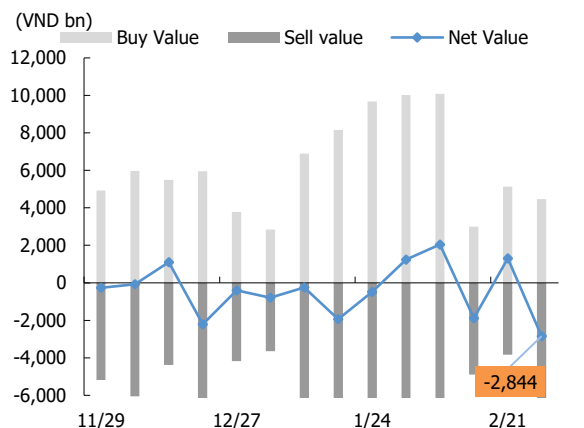
Source: Fiinpro, AmiBroker, KIS

**Figure 5. PE and PB - VNIndex**



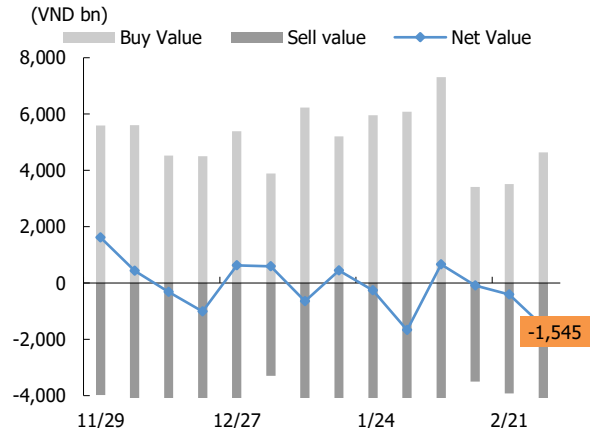
Source: KIS, Bloomberg

**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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