

Time to sell?

Market performance

The VNIndex fell by 5.15% last week as the market sentiment has become cautious, of which the index recorded two crash sessions, decreasing more than 2%.

Chart: Time to sell?

The uptrend is still intact in the long-term as the VNIndex closes above medium- and long-term moving averages such as MA50 and MA100. Moreover, trend lines (red lines in Figure 1) are upward, implying the big trend.

However, the VNIndex confirmed the contraction in the short term as the index crosses down the MA10 and the MA20 with higher volume. Besides, the MACD and Stochastic show the selling signals. Therefore, the down side trend was formed.

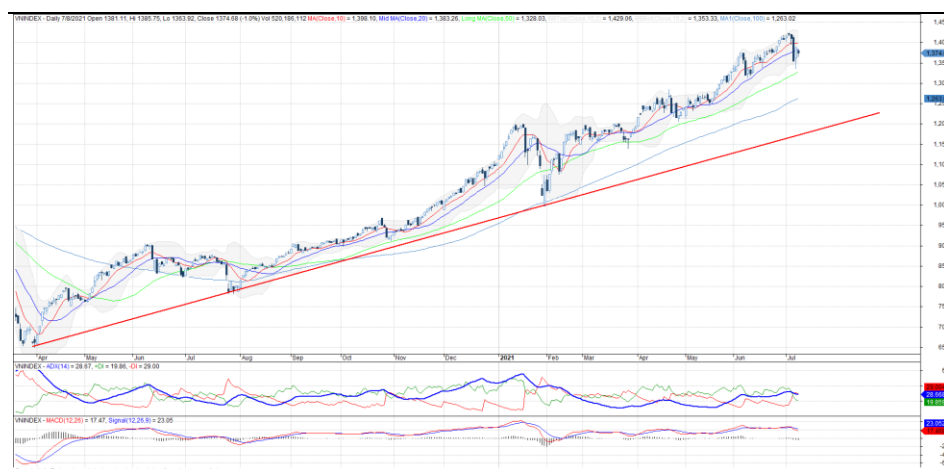
The 1,300-pts area has turned around to act as the important short-term support. On the upside, the 1,400pts area is expected to be the weekly resistance.

→ The VNIndex forms the downtrend in the short term due to selling signals of trend indicators.

Technical strategy: Reduce long position

In the short term, investors should reduce short-term speculative positions to preserve profits. However, the long-term trend is intact. Therefore, the contraction is the opportunity to accumulate stocks at low prices.

Figure 1. Daily candlestick chart - VNIndex



Source: Fiinpro, AmiBroker, KIS

Table 1. Index statistics

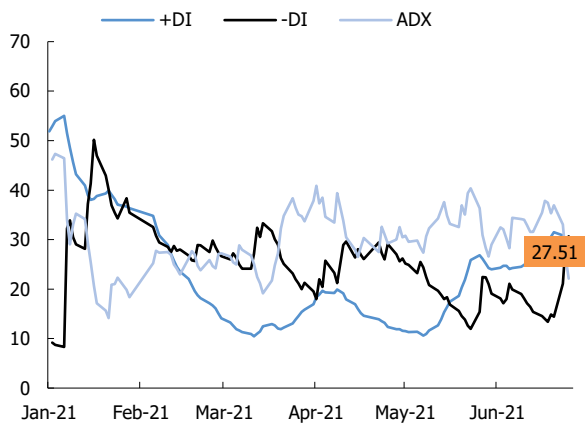
Close (pts)	1,347
1w change (%)	(5.15)
1w avg. daily vol.	592,006,000
52-week range (pts)	780-1424
Mkt cap (VND tn)	2,916
PER (x)	19.3
PBR (x)	2.9

Source: Bloomberg

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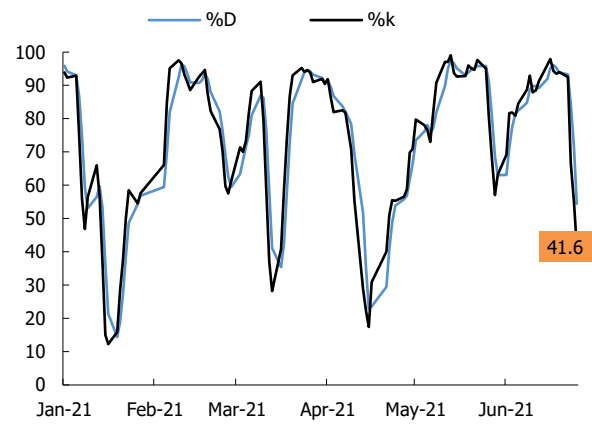
Hieu.ttm@kisvn.vn

Figure 2. Directional movement indicator - VNIndex



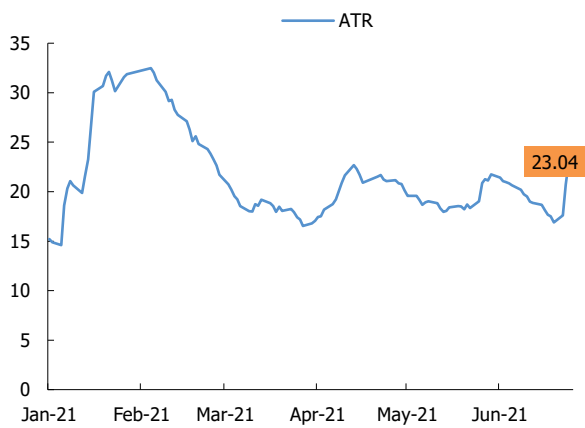
Source: Fiinpro, AmiBroker, KIS

Figure 3. Momentum indicators (Stochastic) - VNIndex



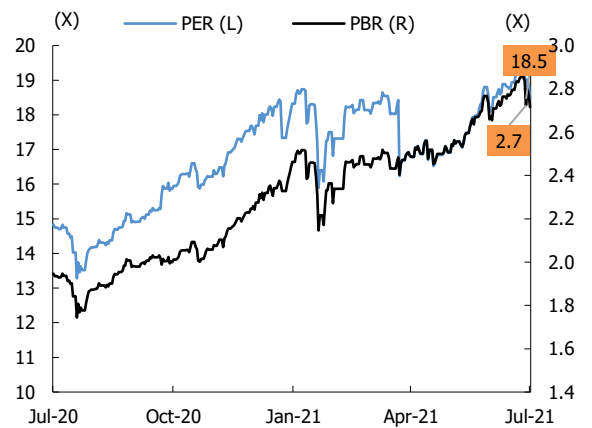
Source: Fiinpro, AmiBroker, KIS

Figure 4. Volatility indicators (ART) - VNIndex



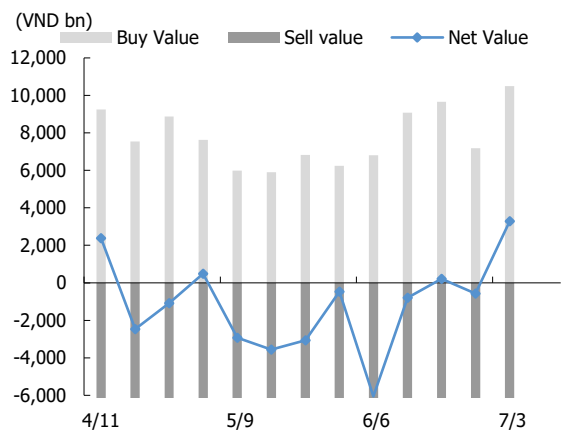
Source: Fiinpro, AmiBroker, KIS

Figure 5. PE and PB - VNIndex



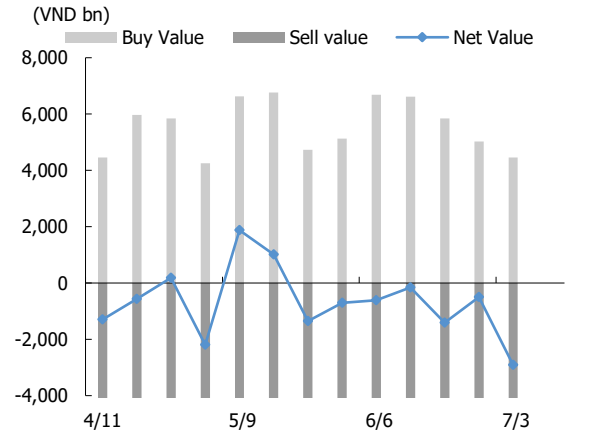
Source: KIS, Bloomberg

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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