Liquidity decline

Market performance

The market recorded a positive week, though gains were modest, with average liquidity declining, suggesting caution in investor sentiment.

Chart: Liquidity decline

In the short term, the 10- and 20-day moving averages have become strong resistance levels as selling pressure around these levels caused the week's upward momentum to stall.

Caution persists as liquidity remains low, and the index is forming a head-and-shoulders pattern, with the peak near 1,700 points and the neckline in the 1,600-1,610 range.

If the index breaks below the neckline, the head-and-shoulders reversal pattern will be confirmed. In that case, the target for the VNIndex correction would be in the 1,500-1,510 range.

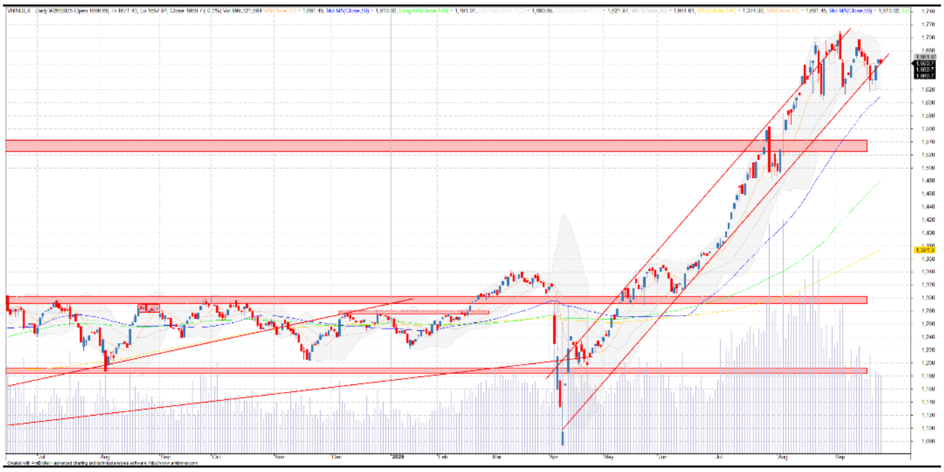
However, this correction should be viewed as a short-term consolidation phase, as the long-term uptrend remains intact while liquidity declines.

→ Current signals lack consistency in confirming the short-term trend. Therefore, further signals are needed to confirm the market's direction. Investors should remain cautious and wait for a buying opportunity after a corrective phase emerges.

Technical strategy: Maintain current equity allocation

In this context, investors may maintain their current equity allocation in portfolios and wait for additional signals before opening new positions.

Figure 1. Daily candlestick chart - VNIndex



Source: Fiinpro, AmiBroker, KIS

Table 1. Index statistics

Close (pts)	1,635
1w change (%)	(2.7)
1w avg. daily vol.	1,012
52-week range (pts)	1711-1073
Mkt cap (VND tn)	7,083
PER (x)	15.8
PBR (x)	2.0

Sources: Bloomberg

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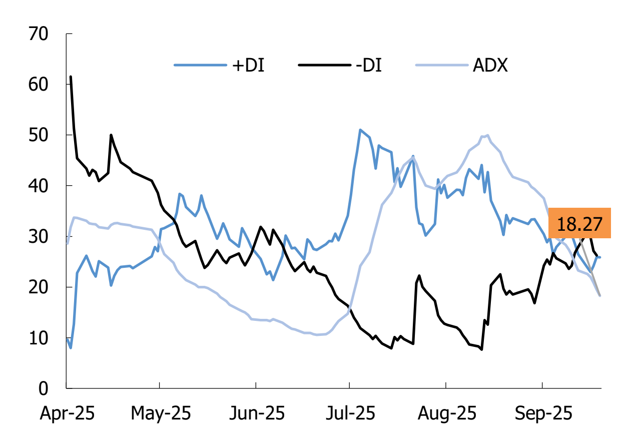
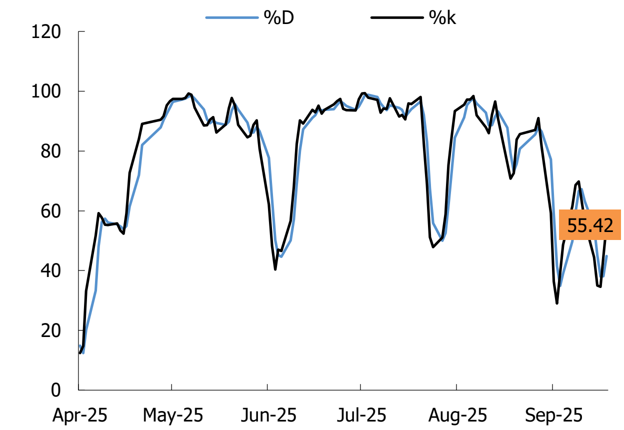
Figure 2. Directional movement indicator - VNIndex



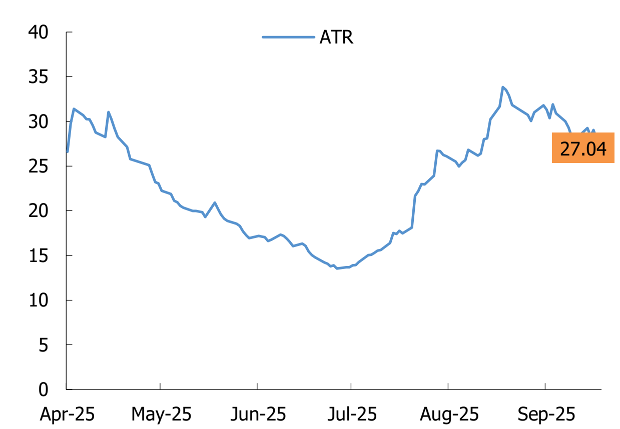
Source: Fiinpro, AmiBroker, KIS

Figure 3. Momentum indicators (Stochastic) - VNIndex



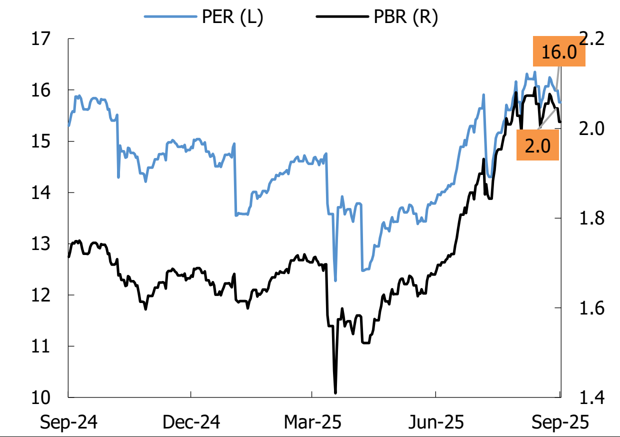
Source: Fiinpro, AmiBroker, KIS

Figure 4. Volatility indicators (ART) - VNIndex



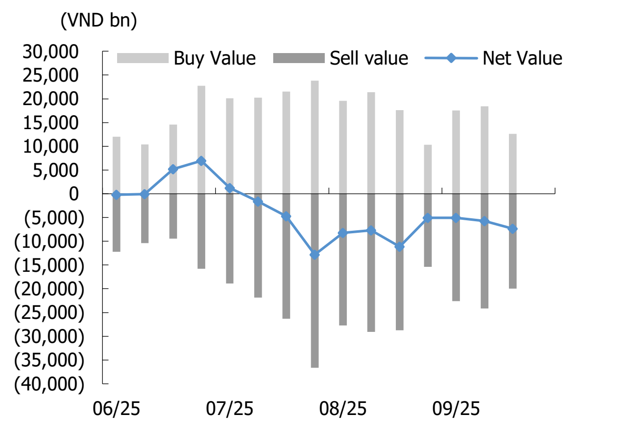
Source: Fiinpro, AmiBroker, KIS

Figure 5. PE and PB - VNIndex



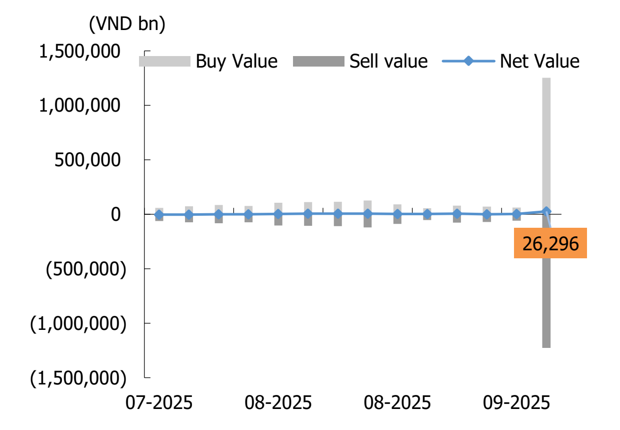
Source: KIS, Bloomberg

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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