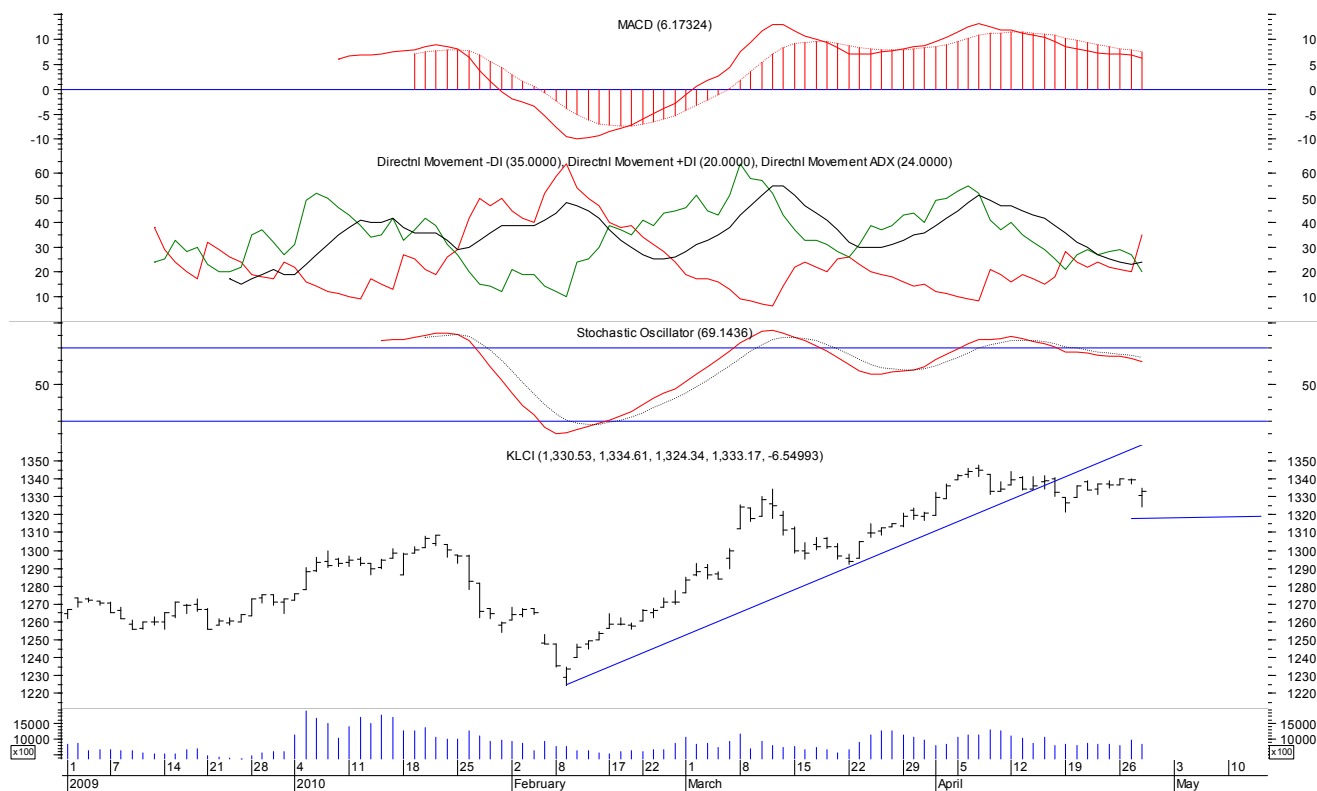


Technical Analysis – Daily FBM KLCI



Date	Open	High	Low	Close	Vol.
28/4/2010	1,330.53	1,334.61	1,324.34	1,333.17	831.0 mil
27/4/2010	1,339.58	1,340.07	1,337.07	1,339.72	975.4 mil

Trying hard to protect 1,330 level

Market Commentary :

Worried over debt problem in Greece and Portugal in slowing down the global economic recovery, DJIA had on 27/4/2010 lost 213.04 point to close below 11,000 mark at 10,991.99.

The sharp drop in Wall Street sent a strong negative signal to Bursa Malaysia in the opening bell on 28/4/2010, FBM KLCI gapped down below 1,330 level to a day low of 1,324.34 as traders rushed to unload their stock positions in anticipation of lower market. However, weak follow thru selling pressure in area of 1,324 prompted renewed buying supports, this lifted stock index up to 1,334.61 before settled near day high at 1,333.17.

The single-digit **drop** of 6.55 points in FBM KLCI was attributed to selling pressure in blue-chip counters such as CIMB (down RM0.10), Maybank (down RM0.04), IOI Corp (down RM0.04), KL Kepong (down RM0.24) and Genting M'sia (down RM0.04).

What was the chart saying

We saw a lower low market yesterday (28/4/2010) in spite of the near day high down close in the preceding day. The stock index was earlier expected to be consolidating its position above 1,330 level plus a waiting timing to go upward after gathered the initial ignition fire powder to go into 1,340 zone on 26/4/2010; thus, the fall below 1,330 level yesterday (28/4/2010) was a little out of expectation when there was still an ongoing search for a strengthened base to consolidate the recent run up from 1,292 (22/3/2010) to 1,347 (7/4/2010).

The outcome on 28/4/2010 had undoubtedly created certain amount of disappointment as traders/investors would become increasingly wary about the potential market's upward strength. These market players would now require a stronger convincing power before making decision to re-establish new stock positions.

As we had said in our earlier market reports, the small trading range from 19/4/2010 to 27/4/2010 implied that bears were seen not hesitating to sell down on negative news and bulls were only expecting the present market weak market scenario to do a minor pull back before resuming its upward move. Yesterday, bears may have won the battle over the bulls; but, the rebound from day low to climb back up into 1,330 zone seemed to have suggested that bulls had not given up of what they believed in the market and were seen prepared to keep the stock index above 1,330 level. **Did this market game play ring a bell ?** Yes, of course.

Market broke below 1,330 level on 19/4/2010 and crossed back up above 1,330 level on 20/4/2010, **what can be said about that ?** The cross back up into 1,330 level on 20/4/2010 was certainly a cheer as it indicated the significance of 1,330 level in the eyes of bulls even though the bulls were unable to find the additional "sweetener" to jump start a greater market buying interest to stay supportive above 1,330 level from 8/4/2010 to 16/4/2010.

Certain traders may be seen be working in "keeping" market stability above 1,330 level. Still, should 1,330 level fail to provide the necessary support, this market would then likely be looking at next support between 1,310 and 1,320 level.

What were the strong hands doing

A check of internal market strength on 28/4/2010 showed that buying strength ***improved*** with strong hand(s) seen ***acquiring a portion of buying positions***, this brought the number of stock positions established between 23/3/2010 and 28/4/2010 (inclusive dates) up to ***55%*** from ***46%*** (23/3/2010 – 27/4/2010) of what was sold from 12/3/2010 to 22/3/2010.

Conclusion : The short term and medium term market outlooks were still favourable. Stock index would be seen losing its momentum if market were to break below 1,330 level again **The analysis of overall daily market action(s) on 28/4/2010 revealed that buying power(s) was weaker compared to selling pressure(s), FBM KLCI would thus likely to trade below 1,324.34.**

Technical wise :

Mov.Avg. Conver/Divergence	MACD :	6.17	Signal :	7.51		
MACD line had on 13/4/2010 cut down the Signal line to emit a " sell " signal.						
Directional Movement Index	+DI :	20	-DI :	35	ADX	24
+DMI crossed over -DMI on 20/4/2010 to indicate an " up " move.						
Stochastics Oscillator	% K :	69.1	% D :	72.0		
%K line cut down the %D line to give a " sell " signal on 14/4/2010.						