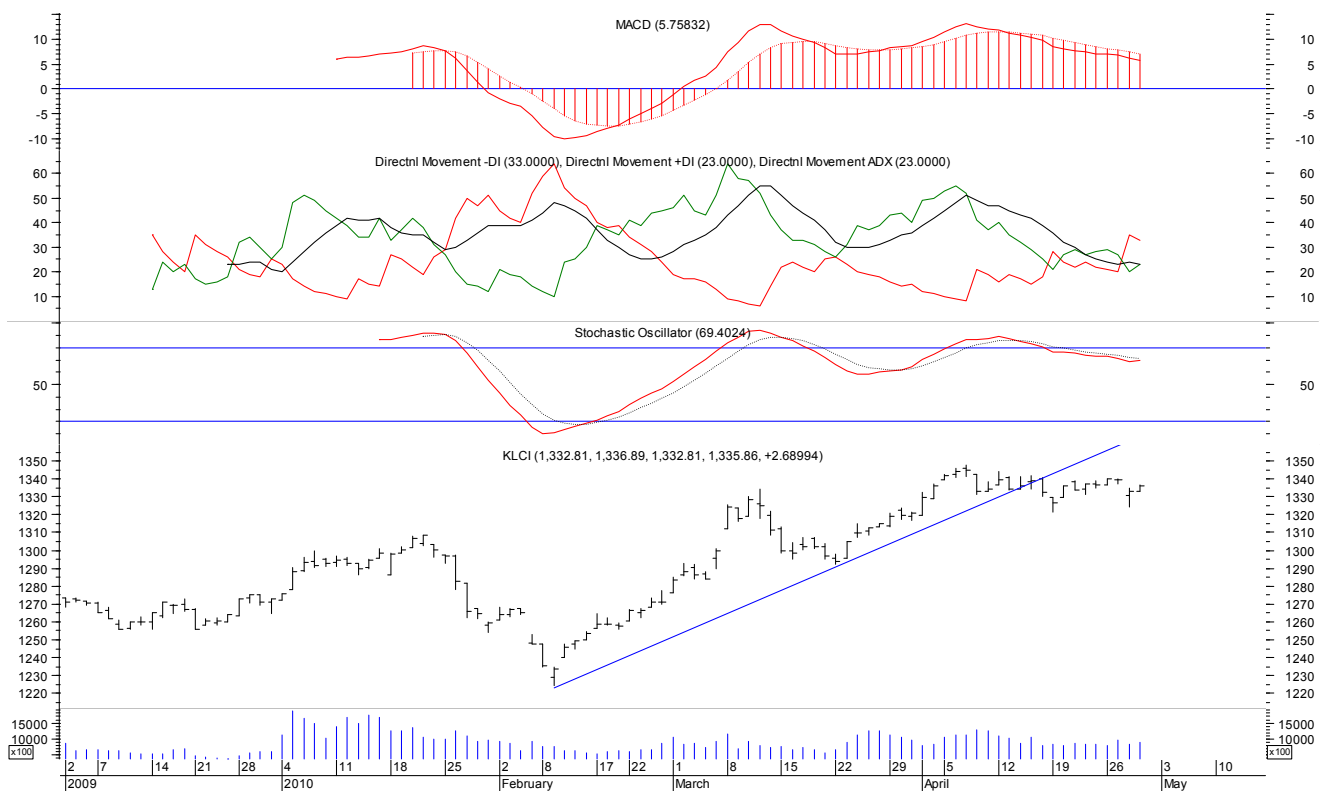


Technical Analysis – Daily FBM KLCI



Date	Open	High	Low	Close	Vol.
29/4/2010	1,332.81	1,336.89	1,332.81	1,335.86	898.8 mil
28/4/2010	1,330.53	1,334.61	1,324.34	1,333.17	831.0 mil

Still on vulnerable side

Market Commentary :

Led by reassuring words from Federal Reserve to keep interest rate stable and another batch of upbeat earnings reports amid debt problem in Greece and Portugal, DJIA had on 28/4/2010 gained 53.28 points to close above 11,000 mark at 11,045.27.

The rise in Wall Street rendered a helping hand to Bursa Malaysia in the opening bell on 29/4/2010, FBM KLCI only traded to a day low of **1,332.81** as traders decided not to stage an immediate follow thru selling pressure, and this provided a reason for the market to continue to stay above 1,330 level. In the absence of strong selling pressure at 1,332.81, some risk taking traders rolled in to establish stock positions, this lifted stock index to a day high of **1,336.89** before settled at **1,335.86**.

The single-digit **rise** of **2.69** points in FBM KLCI was attributed to **buying** pressure in blue-chip counters such as **Maybank** (up RM0.03), **Genting M'sia** (up RM0.05), **Telekom** (up RM0.02), **Plus** (up RM0.04) and **Petronas Dagangan** (up RM0.09).

What was the chart saying

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We saw a higher high market yesterday (29/4/2010) following the rebound to close near day high from day low of 1,324.34 in the preceding day. The higher market scenario on yesterday was no much of a surprise as there were certain traders who were ready to play a supporting role in keeping the market afloat. Furthermore, 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. Stock index would continue to consolidate the recent run up from 1,292 (22/3/2010) to 1,347 (7/4/2010).

It was indeed good to see market making a higher high yesterday (29/4/2010); but, what happened on 28/4/2010 had somehow created certain amount of disappointment as **traders/ investors would now become increasingly wary about the potential market's upward strength.** These market players would need 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. **So, did this market game play on 28/4/2010 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 29/4/2010 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 29/4/2010 (inclusive dates) up to **60%** from **55%** (23/3/2010 – 28/4/2010) 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 29/4/2010 revealed that buying power(s) was stronger compared to selling pressure(s), FBM KLCI would thus likely to trade above 1,336.89.**

Technical wise :

Mov.Avg. Conver/Divergence	MACD :	5.75	Signal :	7.11	
MACD line had on 13/4/2010 cut down the Signal line to emit a " sell " signal.					
Directional Movement Index	+DI :	23	-DI :	33	ADX : 23
+DMI crossed over -DMI on 20/4/2010 to indicate an " up " move.					
Stochastics Oscillator	% K :	69.4	% D :	71.1	
%K line cut down the %D line to give a " sell " signal on 14/4/2010.					