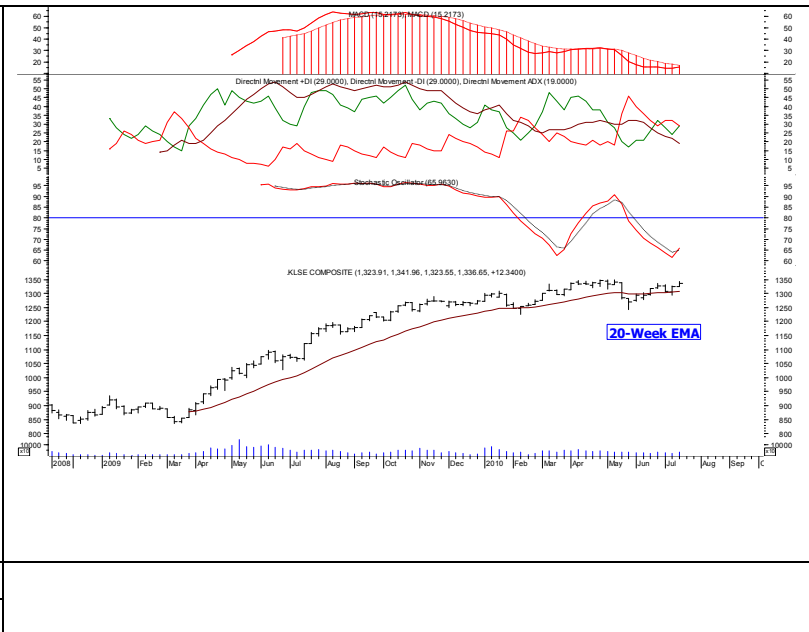


## Technical Analysis – Weekly FBM KLCI

	16/7/10	9/7/10	
Open	1,323.91	1,305.51	
High	1,341.96	1,327.27	
Low	1,323.55	1,294.37	
Close	1,336.65	1,324.31	
Volume	3.39 bil	2.80 bil	
<b>Pivot</b>	1,334.7	1,315.3	
1 <sup>st</sup> Resis.	1,343.8	1,336.2	
2 <sup>nd</sup> Resis.	1,351.1	1,348.2	
1 <sup>st</sup> Supp.	1,327.4	1,303.3	
2 <sup>nd</sup> Supp.	1,318.3	1,282.4	
<b>Indicators</b>			
MACD	sell	sell	
DM Index	sell	sell	
Stochastics	buy	sell	

**Chart wise : .**

..... **84%** of total weekly market trading activity was on buying side .....

### **Weekly Market Commentary :**

Led by better corporate earnings result in 2Q with market support above 10,000 level in previous week, DJIA traded higher to 10,407.80 before settled at near day high at **10,359.30** for the week ended 15/7/2010.

The upward move in Wall Street sent a friendly sentiment to Bursa Malaysia, FBM KLCI continued its upward move above 1,300 level to reach a week high of **1,341.96** as traders chose to play buying game before settled at **1,336.65** last week.

Total market turnover was **3.39** billion shares for week ended 16/7/2010 compared to **2.80** billion shares in the previous week, the larger market volume in an up close scenario suggested stronger buying pressure in week ended 16/7/2010.

**With a week high (1,341.96) higher than previous week high (1,327.27) and a higher low (1,323.55) than previous week low (1,294.37), can market continue to go upward ?** The higher weekly high and higher weekly low last week (15/7/2010) with another settlement above the 20-week MA and above 1,320 level was viewed friendly to the market development. In fact, **the ability on the part of stock index to close above 1,300 level after an intra-week dip below 1,300 level in week ended 9/7/2010 has not only helped to validate the earlier crossover**

of 1,300 level in week ended 18/6/2010; but, it has also opened up room to go upward.

On examination of the market behaviour for the week ended 16/7/2010, the weekly **up close** of **1,336.65** helped to paint a friendly picture onto the chart with **support** pegged at **1,300** and **overhead resistance** at **1,350** level.

A mathematical calculation showed that about **84 %** of the total market trading activity for week ended 16/7/2010 was on the **buying side** compared to the **65 %** in the previous week.

### **Conclusion :**

The market action(s) for week ended 16/7/2010 revealed that buying power was **stronger** than selling pressure, FBM KLCI would thus be making attempt to trade **above 1,341.96**.