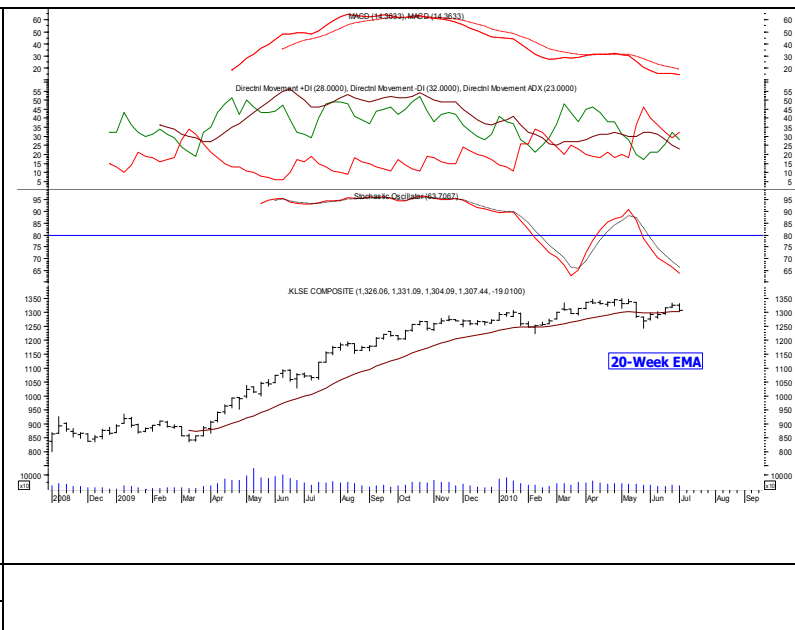


## Technical Analysis – Weekly FBM KLCI

	2/7/10	25/6/10	
Open	1,326.06	1,320.78	
High	1,331.09	1,335.31	
Low	1,304.09	1,318.52	
Close	1,307.44	1,326.45	
Volume	3.02 bil	3.59 bil	
<b>Pivot</b>	1,314.2	1,326.7	
1 <sup>st</sup> Resis.	1,324.3	1,335.0	
2 <sup>nd</sup> Resis.	1,341.2	1,343.5	
1 <sup>st</sup> Supp.	1,297.3	1,318.2	
2 <sup>nd</sup> Supp.	1,287.2	1,309.9	
<b>Indicators</b>			
MACD	sell	sell	
DM Index	sell	buy	
Stochastics	sell	sell	

**Chart wise :** .

..... **15%** of total weekly market trading activity was on buying side .....

### Weekly Market Commentary :

Affected by the non-friendly US reports on jobs, housing and manufacturing, DJIA came under renewed selling pressure to go below 10,000 level to reach a week low of 9,621.89 before settled at **9,732.53** for the week ended 1/7/2010.

The downward move in Wall Street sent a dampening effect to Bursa Malaysia, FBM KLCI only rose to a week high of 1,331.09 until traders chose to change their game play from buying to selling, that gave a pressure to the market to decline. KLCI traded down to a week low of **1,304.09** before settled at **1,307.44** last week.

Total market turnover was **3.02** billion shares for week ended 2/7/2010 compared to **3.59** billion shares in the previous week, the smaller market volume in a down close scenario suggested weaker buying pressure.

**With a week high (1,331.09) lower than previous week high (1,335.31) and a lower low (1,304.09) than previous week low (1,318.52), can market continue to go upward ?** The lower weekly high and weekly low last week (2/7/2010) with weekly high above the 20-week MA on settlement basis was still seen friendly to the market development. And, the decline to 1,304 level was viewed adequate to allow a fair pull back in consideration of the market quick rise to 1,335.31 in the previous week.

On examination of the market behaviour for the week ended 2/7/2010, the weekly **down close** of **1,307.44** did not paint a friendly picture onto the chart with **support** pegged at **1,300** and **overhead resistance** at **1,330** level.

A mathematical calculation showed that about **15 %** of the total market trading activity for week ended 2/7/2010 was on the **buying side** compared to the **66 %** in the previous week.

### **Conclusion :**

The market action(s) for week ended 2/7/2010 revealed that buying power was **weaker** than selling pressure, FBM KLCI would thus be making attempt to trade **below 1,304.09** with certain amount of supportive play expected at 1,300 level.