

Technical Analysis – Weekly FBM KLCI

	4/6/3010	27/5/2010
Open	1,276.43	1,282.96
High	1,297.75	1,282.96
Low	1,271.55	1,243.86
Close	1,294.39	1,269.16
Volume	3.32 bil	3.39 bil
Pivot	1,289.1	1,265.3
1 st Resis.	1,303.0	1,286.7
2 nd Resis.	1,311.7	1,304.4
1 st Supp.	1,280.4	1,247.6
2 nd Supp.	1,266.5	1,226.2
Indicators		
MACD	sell	sell
DM Index	sell	sell
Stochastics	sell	sell

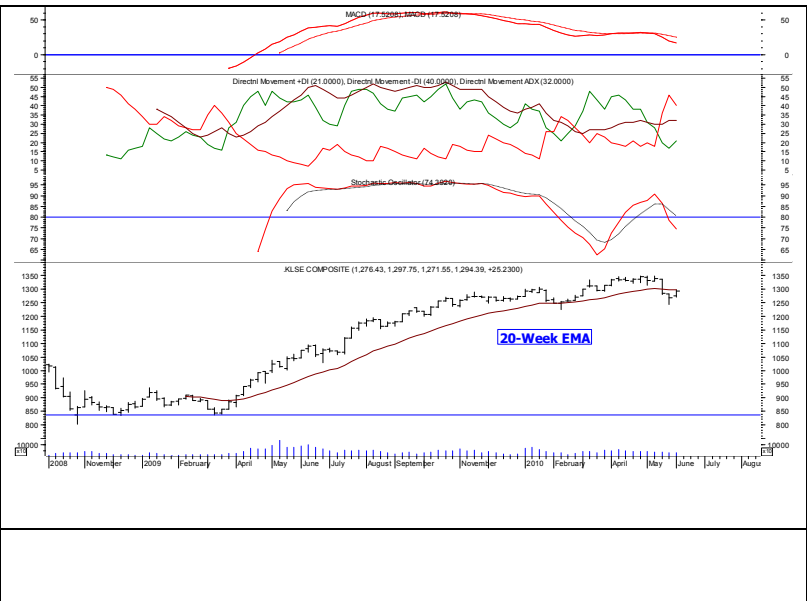


Chart wise : .

..... 71 % of total weekly market trading activity was on buying side

Weekly Market Commentary :

Supported by report from US Commerce Department that factory orders rose by 12% in April 2010 (Factory orders jumped in March 2010 by highest level in 6 years), DJIA crawled back into 1,000 zone with a high of 10,315.20 before settled at **10,255.30** for the week ended 3/6/2010.

The friendly upward move in Wall Street rendered an encouraging support to Bursa Malaysia, FBM KLCI traded to a high of 1,297.75 level as traders chose to play on buying side in anticipation of a technical rebound before settled at **1,294.39** last week.

Total market turnover was **3.32** billion shares for week ended 4/6/2010 compared to **3.39** billion shares in the previous week, the **smaller market volume** in an up close scenario suggested **weaker selling pressure** last week.

With a week high (1,297.75) higher than previous week high (1,282.96) and a higher low (1,271.55) than previous week low (1,243.86), can market continue to go downward ? The higher weekly high and higher weekly low last week (4/6/2010) was a friendly market development with weekly high touched the 20-week MA last week after traded below 20-week MA line for 2 consecutive weeks. But, market still remained on a weak side.

On examination of the market behaviour for the week ended 4/6/2010, the weekly **up close** of **1,294.39** helped to paint a friendly picture onto the chart with **support** pegged at **1,270** and **overhead resistance** at **1,300** level.

A mathematical calculation showed that about 71 % of the total market trading activity for week ended 4/6/2010 was on the **buying side** compared to the 32 % in the previous week.

Conclusion :

The market action(s) for week ended 4/6/2010 revealed that buying power was **stronger** than selling pressure, FBM KLCI would thus be likely to trade **above 1,297.75** this week.