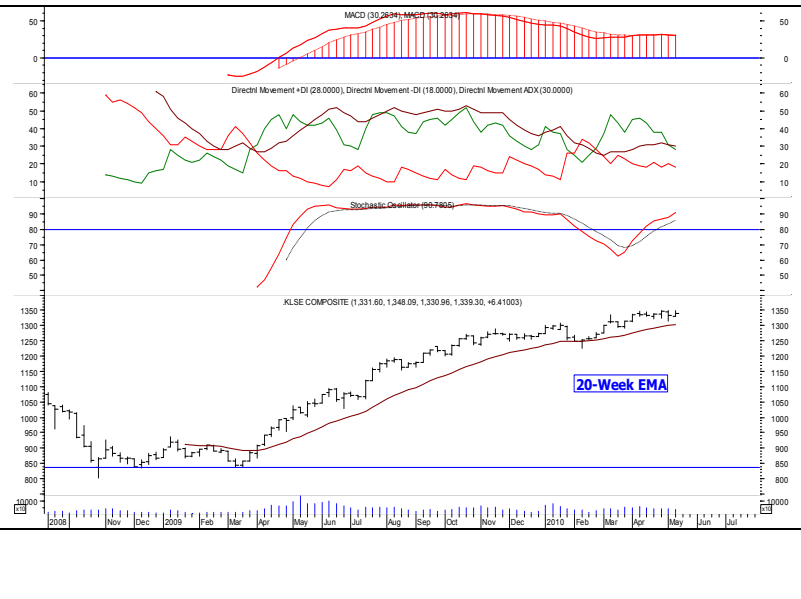


## Technical Analysis – Weekly FBM KLCI

	14/5/2010	7/5/2010
Open	1,331.60	1,344.24
High	1,348.09	1,349.92
Low	1,330.96	1,315.63
Close	1,339.30	1,332.89
Volume	3.79 bil	4.23 bil
<b>Pivot</b>	1,339.4	1,332.8
1 <sup>st</sup> Resis.	1,347.9	1,350.0
2 <sup>nd</sup> Resis.	1,356.5	1,367.1
1 <sup>st</sup> Supp.	1,330.8	1,315.7
2 <sup>nd</sup> Supp.	1,322.3	1,298.5
<b>Indicators</b>		
MACD	sell	sell
DM Index	buy	buy
Stochastics	buy	buy



**Chart wise : .**

**.....72% of total weekly market trading activity was on buying side .....**

### **Weekly Market Commentary :**

Led by the US\$1 trillion rescue plan agreed by EU and IMF to contain Europe's debt crisis, DJIA traded back up to a high of 10,920.30 on 13/5/2010 after plunging down to 9,869.62, it settled at **10,782.95** in the week ended 13/5/2010.

The market recovery above 10,000 level was a cheer to many traders as the ability to bounce back up somehow showed the availability of buying interest in low level. This friendly market development in Wall Street rendered a helping hand to Bursa Malaysia, FBM KLCI traded up to a week high of 1,348.09 before settled at **1,339.30** last week.

Total market turnover was **3.79** billion shares for week ended 14/5/2010 compared to **4.23** 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 (1,348.09) lower than previous week high (1,349.92) and a higher low (1,330.96) than previous week low (1,315.63), can market continue to go upward ?** The lower weekly high and lower weekly low last week (14/5/2010) created a market scenario called inside bar, this indicated an indecisive game play. Market can thus be expected to see a sideways play in coming week.

A positive point to be noted was the continuity of this market to stay above the 20-week MA line on settlement basis for week ended 14/5/2010.

On examination of the market behaviour for the week ended 14/5/2010, the weekly **up close** of **1,339.3** 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 **72%** of the total market trading activity for week ended 14/5/2010 was on the **buying side** compared to the **33%** in the previous week.

**Conclusion** : The market action(s) for week ended 14/5/2010 revealed that buying power was **stronger** than selling pressure, FBM KLCI would thus be likely to trade **above 1,348.09** this week.