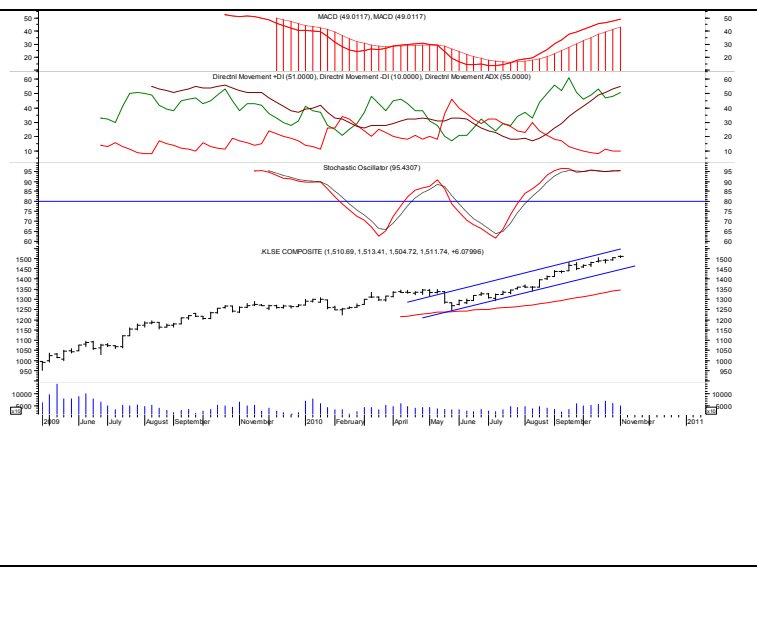


**Technical Analysis – Weekly FBM KLCI**

	4/11/2010	29/10/2010
Open	1,510.69	1,493.53
High	1,513.41	1,505.66
Low	1,504.72	1,491.25
Close	1,511.74	1,505.55
Volume	5.07 b	6.27 b
Pivot	1,511.2	1,500.8
1 st Resis.	1,513.9	1,510.4
2 nd Resis.	1,516.0	1,515.2
1 st Supp.	1,509.0	1,496.0
2 nd Supp.	1,506.4	1,486.4
Indicators		
MACD	Buy	buy
DM Index	Buy	buy
Stochastics	buy	buy

**Chart wise :**

..... **75 % of total weekly market trading activity was on buying side**

Weekly Market Commentary :

Led by reports of unexpected growth in the manufacturing industry in US to 56.9 in October 2010 from 54.4 a month earlier and announcement of plans to buy \$600 billion in treasuries to stimulate the economy, DJIA traded to a high of **11,244.30** for the first 3 trading days in week ended 3/11/2010 before settled at **11,215.10**.

The rise in Wall Street helped to send a friendly effect to Bursa Malaysia last week, FBM KLCI only traded to a low of **1,504.72** as traders decided to play an aggressive selling game. However, weak follow thru selling pressure in area of **1,504.72** prompted renewed buying interests to roll in, and this lifted stock index to a high of **1,513.41** before settled at **1,511.74**.

Last week, total market turnover was **5.07** billion shares compared to **6.27** billion shares in the preceding week; thus, the smaller market volume in an up close scenario may have suggested weaker buying pressure; but, there was only 4 trading days in the week due to Deepavali Festival on 5/11/2010.

With a week high (1,513.41) higher than previous week high (1,505.66) and a low (1,504.72) higher than previous week low (1,491.25), can market continue to go upward ? Traders remained non-aggressive in selling, and the way market carried itself appeared to be giving bullish traders an upper hand over bearish traders in coming week.

On examination of the market behaviour for the week ended 4/11/2010, the weekly **up close** of **1,511.74** helped to paint a friendly picture onto the chart with immediate **support** pegged at **1,490** and **overhead resistance** at **1,525** level.

A mathematical calculation showed that about **75 %** of the total market trading activity for week ended 4/11/2010 was on the **buying side** compared to **92 %** in the previous week.

Conclusion :

The market action(s) for week ended 4/11/2010 revealed that buying power was **weaker** than selling pressure, FBM KLCI would thus be likely to attempt to go **below 1,504.72 after going higher than 1,513.41.**