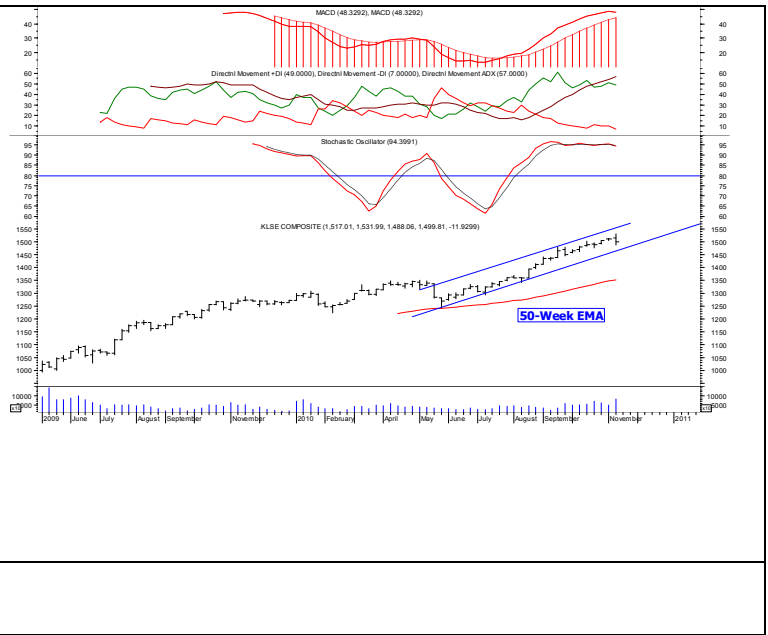


**Technical Analysis – Weekly FBM KLCI**

	12/11/2010	4/11/2010
Open	1,517.01	1,510.69
High	1,531.99	1,513.41
Low	1,488.06	1,504.72
Close	1,499.81	1,511.74
Volume	8.20 b	5.07 b
<b>Pivot</b>	1,506.6	1,511.2
1 <sup>st</sup> Resis.	1,525.1	1,513.9
2 <sup>nd</sup> Resis.	1,550.5	1,516.0
1 <sup>st</sup> Supp.	1,481.2	1,509.0
2 <sup>nd</sup> Supp.	1,462.6	1,506.4
<b>Indicators</b>		
MACD	buy	buy
DM Index	Buy	buy
Stochastics	sell	buy

**Chart wise :**

..... **30 % of total weekly market trading activity was on buying side** .....

**Weekly Market Commentary :**

Dampened by a disappointing outlook from Cisco Systems Inc., divided views on currency & trade policies in G20 summit meeting in Korea, and also the worry over Federal Reserve's bond buying program to result in a jump in inflation, DJIA only traded to a high of **11,439.60** in week ended 11/11/2010 before settled at **11,283.10**.

The drop in Wall Street sent a negative spill over effect to Bursa Malaysia last week, FBM KLCI traded broke below 1,500 level to a low of **1,488.06 after recorded new high at 1,531.99 on 10/11/2010** as traders decided to profit take their winning trades. Under greater selling pressure, stock index settled at **1,499.81**.

Last week, total market turnover was **8.18** billion shares compared to **5.07** billion shares in the preceding week; thus, the larger market volume in a down close scenario suggested stronger selling pressure.

**With a week high (1,531.99) higher than previous week high (1,513.41) and a low (1,488.06) higher than previous week low (1,504.72), can market continue to go upward ?** Traders turned aggressive in their selling game, and the way market carried itself appeared to be giving bearish traders an upper hand over bullish traders in coming week.

On examination of the market behaviour for the week ended 12/11/2010, the weekly **down close** of **1,499.81** did not paint a friendly picture onto the chart with immediate **support** pegged at **1,470** and **overhead resistance** at **1,532** level.

A mathematical calculation showed that about **30 %** of the total market trading activity for week ended 12/11/2010 was on the **buying side** compared to **75 %** in the previous week.

### **Conclusion :**

The market action(s) for week ended 12/11/2010 revealed that buying power was **weaker** than selling pressure, FBM KLCI would thus be likely to attempt to go below **1,488.06**.