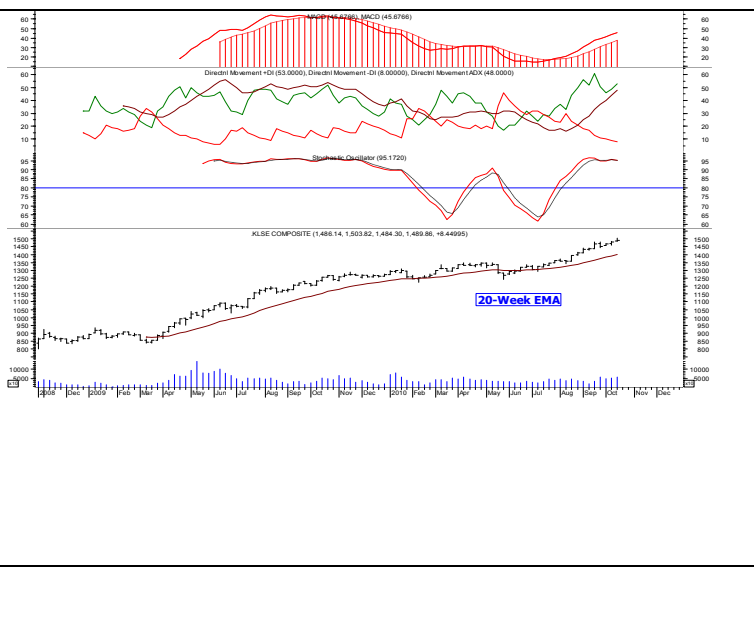


**Technical Analysis – Weekly FBM KLCI**

	15/10/2010	8/10/2010
Open	1,486.14	1,469.51
High	1,503.82	1,484.48
Low	1,484.30	1,462.27
Close	1,489.86	1,481.41
Volume	5.75 b	5.22 b
Pivot	1,492.6	1,476.0
1 st Resis.	1,501.0	1,489.8
2 nd Resis.	1,512.1	1,498.2
1 st Supp.	1,481.5	1,467.6
2 nd Supp.	1,473.1	1,453.8
Indicators		
MACD	Buy	buy
DM Index	Buy	buy
Stochastics	sell	buy

**Chart wise :**

..... **59 % of total weekly market trading activity was on buying side**

Weekly Market Commentary :

Led by hopes built on Federal Reserve to take more action to get the economy going again and better corporate earnings reports, DJIA traded higher to a high of **11,155.20** for the week ended 14/10/2010 before settled at **11,094.60**.

The gains in Wall Street was supportive to the trading environment in Bursa Malaysia last week, FBM KLCI crossed over 1,500 level to reach highest high of 1,503.82 since 16/1/2008 as traders continued to play on buying side. However, weak follow thru buying interest in area of **1,503.82** prompted profit taking activity to roll in, and this put a pressure on stock index to settle near week low at **1,489.86**.

Last week, total market turnover was **5.75** billion shares compared to **5.22** billion shares in the preceding week; thus, the **bigger market volume** in an up close scenario suggested **stronger buying pressure**.

With a week high (1,503.82) higher than previous week high (1,484.48) and a low (1,484.30) higher than previous week low (1,462.27), can market continue to go upward ? Buying interest continued to show their presence; however, selling pressure in area of 1,500 level due to profit taking activity was also visibly strong. Bullish traders were still seen with a slight upper hand over bearish traders. On this note, new attempt(s) to re-test 1,500 level should not be ruled out.

On examination of the market behaviour for the week ended 15/10/2010, the weekly **up close** of **1,489.86** helped to paint a friendly picture onto the chart with immediate **support** pegged at **1,465** and **overhead resistance** at **1,500** level.

A mathematical calculation showed that about **59 %** of the total market trading activity for week ended 15/10/2010 was on the **buying side** compared to **56 %** in the previous week.

Conclusion :

The market action(s) for week ended 15/10/2010 revealed that buying power was **stronger** than selling pressure, FBM KLCI would thus be likely to make attempt to trade **above 1,503.80**.