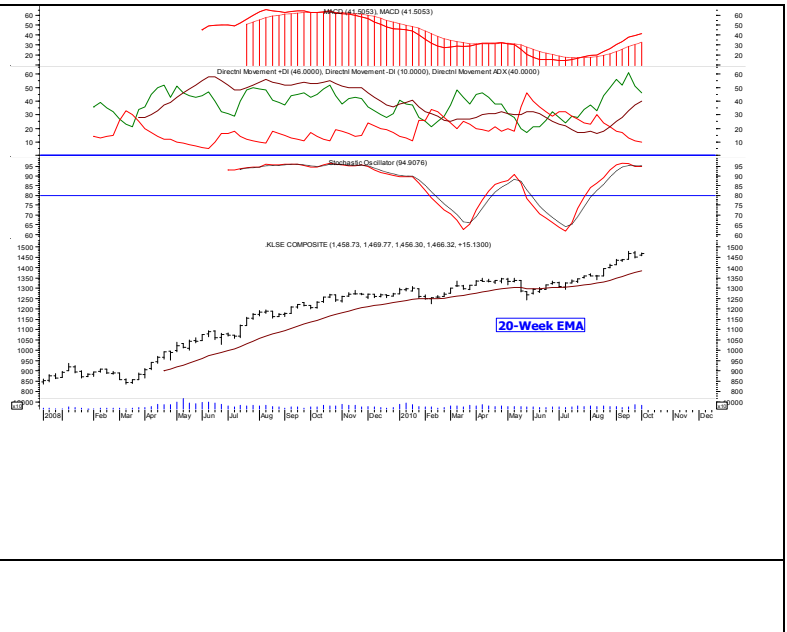


**Technical Analysis – Weekly FBM KLCI**

	1/10/2010	24/9/2010
Open	1,458.73	1,470.73
High	1,469.77	1,479.59
Low	1,456.30	1,445.33
Close	1,466.32	1,451.19
Volume	5.06 b	5.95 b
<b>Pivot</b>	1,464.1	1,458.7
1 <sup>st</sup> Resis.	1,471.9	1,472.0
2 <sup>nd</sup> Resis.	1,477.6	1,492.9
1 <sup>st</sup> Supp.	1,458.4	1,437.8
2 <sup>nd</sup> Supp.	1,450.6	1,424.4
<b>Indicators</b>		
MACD	buy	buy
DM Index	buy	buy
Stochastics	sell	sell

**Chart wise :**

..... **67 % of total weekly market trading activity was on buying side** .....

**Weekly Market Commentary :**

Worried over the Europe economy health and market's strongest September in 71 years, DJIA traded higher to a high of **10,948.90** for the week ended 30/9/2010 before settled at **10,788.0**.

The small drop in Wall Street did not create much of excitement for trading in Bursa Malaysia last week, FBM KLCI only traded to a low of **1,456.30** as some traders chose to profit take a portion of their winning trades in early part of last week. However, lower stock index level attracted bargained hunting interest, this lifted market to a high of **1,469.77** before settled at **1,466.32** ahead of weekend.

Last week, total market turnover was **5.06** billion shares compared to **5.95** billion shares in the preceding week; thus, the **smaller market volume** in an up close scenario suggested **weaker selling pressure**.

**With a week high (1,469.77) NOT higher than previous week high (1,479.59) and a low (1,456.3) higher than previous week low (1,445.33), can market continue to go upward ?** An inside bar in week ended 1/10/2010 indicated market uncertainty where bearish traders decided not to further sell down the market despite the weak close scenario in previous week. Instead of playing an aggressive game right

now, both bullish and bearish traders were waiting for a better timing before making the decision to buy or sell.

On examination of the market behaviour for the week ended 1/10/2010, the weekly **up close** of **1,466.32** helped to paint a friendly picture onto the chart with immediate **support** pegged at **1,440** and **overhead resistance** at **1,500** level.

A mathematical calculation showed that about **67 %** of the total market trading activity for week ended 1/10/2010 was on the **buying side** compared to **21 %** in the previous week.

### **Conclusion :**

The market action(s) for week ended 1/10/2010 revealed that buying power was **stronger** than selling pressure, FBM KLCI would thus be making attempt to trade **above 1,469.77**.