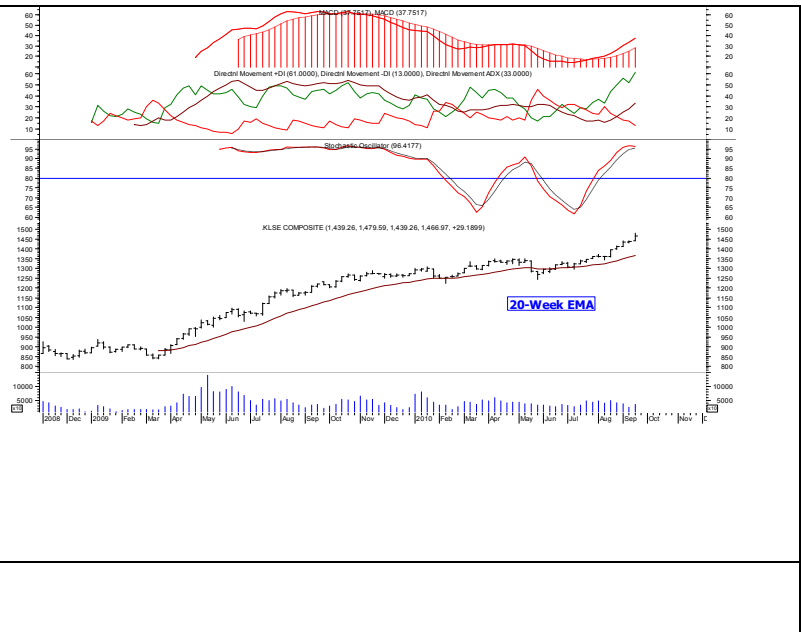


## Technical Analysis – Weekly FBM KLCI

	17/9/2010	9/9/2010	
Open	1,439.26	1,436.11	
High	1,479.59	1,440.61	
Low	1,439.26	1,428.66	
Close	1,466.97	1,437.78	
Volume	3.57 b	2.44 b	
<b>Pivot</b>	1,461.9	1,435.4	
1 <sup>st</sup> Resis.	1,484.6	1,442.3	
2 <sup>nd</sup> Resis.	1,502.2	1,446.8	
1 <sup>st</sup> Supp.	1,444.2	1,430.9	
2 <sup>nd</sup> Supp.	1,421.6	1,424.1	
<b>Indicators</b>			
MACD	buy	buy	
DM Index	buy	buy	
Stochastics	buy	buy	

**Chart wise : .**

**..... 84 % of total weekly market trading activity was on buying side .....**

### **Weekly Market Commentary :**

Supported by new found optimism about the economy on improving confidence in consumers, reports of robust economy and takeovers in China and new rules for how much money banks must hold in reserves to reassure the health of global economy, DJIA traded higher to a high of **10,603.70** for the week ended 16/9/2010 before settled at **10,594.80**.

The follow thru buying support in Wall Street lifted the trading sentiment in Bursa Malaysia last week, FBM KLCI went above 1,470 level to reach highest high of **1,479.59 since 17/1/2008** as traders continued to play on buying side; however, light profit taking activity rolled in to push the stock index to settle off week high at **1,466.97** ahead of weekend.

Last week, total market turnover was **3.57** billion shares on shorter trading days compared to **2.44** billion shares in the preceding week; thus, the **bigger market volume in an up close** scenario suggested **stronger buying pressure**.

**With a week high (1,479.59) higher than previous week high (1,440.01) and a low (1,439.26) higher than previous week low (1,428.66), can market continue to go upward ?** The inside bar in week ended 9/9/2010 did not result in weaker market last week, the stock index went on to trade higher with more traders seen willing to take the chance to play on buying side.

On examination of the market behaviour for the week ended 17/9/2010, the weekly **up close** of **1,466.97** helped to paint a friendly picture onto the chart with immediate **support** pegged at **1,428** and **overhead resistance** at **1,500** level.

A mathematical calculation showed that about **84 %** of the total market trading activity for week ended 17/9/2010 was on the **buying side** compared to **51 %** in the previous week.

### **Conclusion :**

The market action(s) for week ended 17/9/2010 revealed that buying power was **stronger** than selling pressure, FBM KLCI would thus be making attempt to trade **above 1,479.59**.