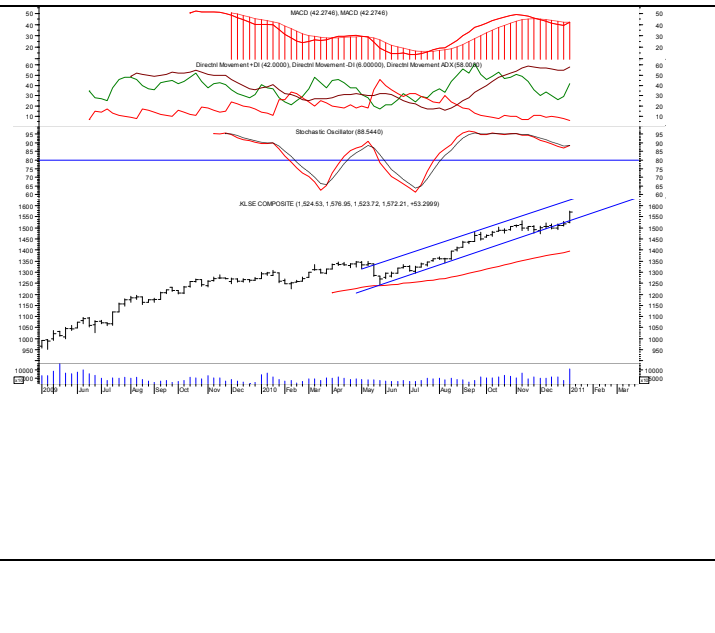


**Technical Analysis – Weekly FBM KLCI**

	3/1/2010	31/12/2010
Open	1,524.53	1,511.90
High	1,576.95	1,529.95
Low	1,523.72	1,509.55
Close	1,572.21	1,518.91
Volume	10.7 b	3.62 b
Pivot	1,557.6	1,519.8
1 st Resis.	1,591.5	1,530.1
2 nd Resis.	1,610.8	1,540.2
1 st Supp.	1,538.3	1,509.7
2 nd Supp.	1,504.4	1,499.4
Indicators		
MACD	Buy	sell
DM Index	Buy	buy
Stochastics	buy	sell

**Chart wise :**

.....94.% of market volume on buying

Weekly Market Commentary :

Supported by better-than-expected report on factory orders for November 2010 and creation of 3 times as many private sector jobs as expected, DJIA traded higher to a high of **11,742.70** in the week ended 6/1/2011 before settled at **11,697.30**.

The gain in Wall Street sent a very friendly signal to Bursa Malaysia last week, FBM KLCI ran up to record high of **1,576.95** before settled at **1,572.21**.

Last week, total market turnover was **10.7** billion shares compared to **3.62** billion shares in the preceding week; thus, the bigger market volume in an **up close** scenario suggested stronger buying power.

With a week high (1,576.95) higher than previous week high (1,529.95) and a low (1,523.72) higher than previous week low (1,509.55), can market continue to go upward ? The ability on the part of stock index to surpass immediate high of 1,531.99 (10/11/2010) was encouraging, for it showed the presence of follow thru buying interest after the up closes in the 2 previous weeks where aggressive traders took the chance to buy when stock index hit the lower line of the upward sloping trend line.

The pull up to **1,576.95** level was certainly another cheer to traders and investors, market **can thus be expected to trade sideways with upside bias this week.**

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On examination of the market behaviour for the week ended 7/1/2011, the weekly **up close** of **1,572.21** helped to paint a friendly picture onto the chart with immediate **support** pegged at **1,520** and **overhead resistance** at **1,630** level.

A mathematical calculation showed that about **94 %** of the total market trading activity for week ended 7/1/2011 was on the **buying side** compared to **67 %** in the previous week.

Conclusion :

The market action(s) for week ended 7/1/2011 revealed that buying power was **stronger** than selling pressure, FBM KLCI would thus be likely to go **above 1,576.95** .