



Mercury Securities Sdn. Bhd. (113193-W)

(A Participating Organisation of Bursa Malaysia)

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MARKET FLASH

Monday, 9 May 2011

FBM KLCI DAILY CHART



TECHNICAL INDICATIONS

Support : 1514, 1500

Resistance : 1540, 1565

Bias : Consolidation

Yesterday's selldown firmly maintains the key index on its downtrend and further undermining market confidence. Technically, the candles continue to track the bearish flag formation with its indicators still on the slide to test and breach the 1514 points level again, which must hold to sustain the trend.

COMMENTARY

No follow through, market slumps on renewed selling...

The anticipated follow through failed to materialize as the market slumping instead as selling became widespread. The selling was reportedly by foreign funds, while domestic funds remained on the sidelines. The overnight drop in oil prices failed to stem the selldown, which saw losers holding a significant upper hand by trouncing gainers by a wide margin. Despite the increased selling, however, traded volumes were relatively light. As expected, heavyweights bore the brunt on the selldown with MISC, Petronas Chemical and Sime contributing to the bulk of the losses.

Nowhere to go, but down ... We had earlier hoped for a follow through support to help lift some of the dreary mood that is engulfing the market, but it was not to be.

MARKET STATISTICS

	Close	Chg.
LOCAL		
FBM KLCI	1,515.50	(5.68)
Volume (m)	855	
Value (RMm)	1,424	
Up	257	
Down	448	
Unchanged	308	
FOREIGN		
Nikkei	9859.20	(145.00)
Hang Seng	23159.14	(102.47)
STI	3099.52	(10.33)
Shanghai CI	2863.89	(8.52)

BURSA MOVERS

Gainers	Close (RM)	Chg (RM)
F&N	18.70	0.30
Tahps	4.87	0.27
BAT	47.60	0.22
Cepco	2.08	0.18
Tenaga	6.12	0.13

Losers	Close (RM)	Chg(RM)
BAT	47.38	(0.62)
Tstore	2.50	(0.50)
Digi	29.20	(0.19)
SHH	0.31	(0.23)
LMCement	7.19	(0.20)

Actives	Close (RM)	Chg(RM)
DBE	0.08	0.00
PChem	6.92	(0.16)
Boilerm	0.685	(0.135)
TCubes	0.205	0.02
Airasia	3.06	0.06

Current Stock Review

Caution – Tenaga Nasional Bhd.

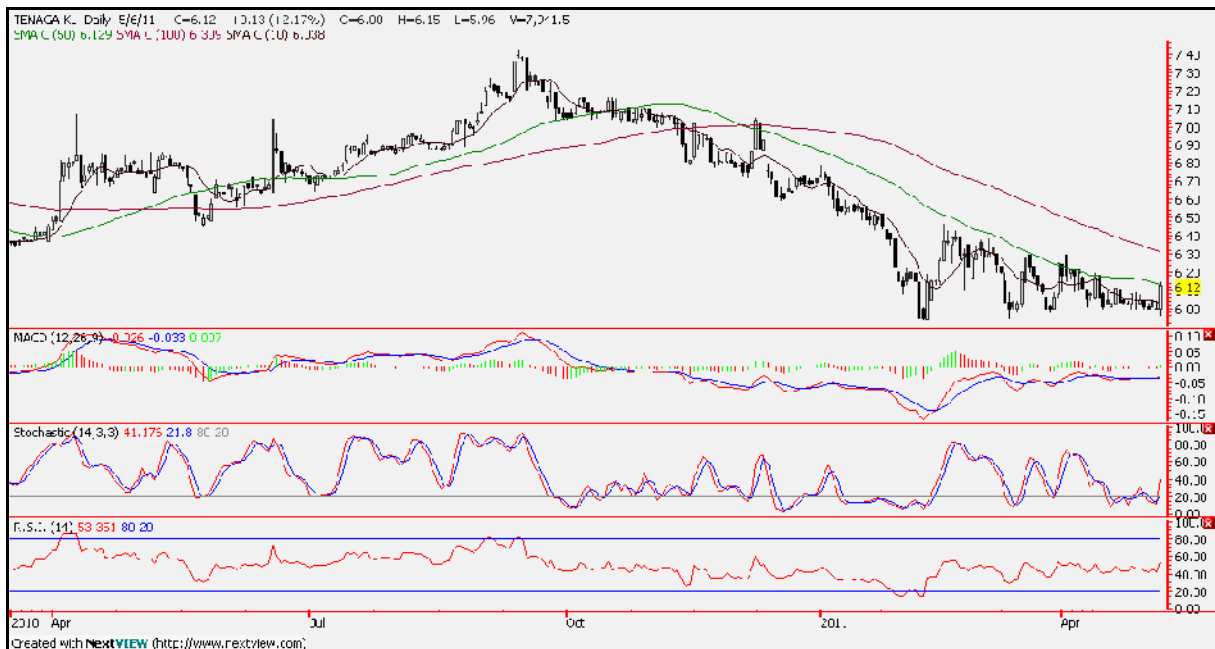


Chart wise:

Tenaga Nasional Bhd (5347) – Trading/Services – RM6.12.

Subject to the persistent weak sentiment for its stock, the share price of TNB has been drifting down for the past two and a half months. It however did not breach its previous low of RM5.94. In the medium term, the share price is expected to continue drifting in view of the costlier coal for generating electricity.

Should the share price fail to stage a recovery from current level, the next visible support is at RM5.90. Hence, caution is in order