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MARKET FLASH

Friday, 28 Oct 2011

FBM KLCI DAILY CHART



TECHNICAL INDICATIONS

Support : 1430

Resistance : 1487, 1500

Bias : Uptrend

The core indicators are on a gradual climb in tandem with the market's uptrend. As the positive outlook remains a feature, the mild upsides look to sustain longer albeit most of the trading activities are concentrated on lower liners and warrants. In the meantime, the FBMKLCI's ascend will push it past the 1487 resistance, while support is at 1430.

COMMENTARY

Climbing ... As with Tuesday, the key index advanced and chalking up commendable gains to keep its uptrend in place. However, trading turned mixed with many lower liners shedding some of their hefty gains. Trading, meanwhile, remains brisk on the back of the continuing strong retail interest on lower liners. Stocks like BLD Plnt and SapCres, all recorded strong gains, while Ewein, JF Tech and Dutaland succumbed to profit taking.

Gaining strength ... The FBMKLCI's continuing ascent is helping to strengthen the market's positive outlook, with the candle maintaining its track of the upper line of the channel formation.

MARKET STATISTICS

	Close	Chg.
LOCAL		
FBM KLCI	1470.93	13.13
Volume (m)	1877.2	
Value (RMm)	2413.2	
Up	689	
Down	165	
Unchanged	195	
FOREIGN		
Nikkei	8926.54	178.07
Hang Seng	19688.70	622.16
STI	2847.57	77.63
Shanghai CI	2435.61	8.13

BURSA MOVERS

Gainers	Close (RM)	Chg (RM)
BldPlnt	6.90	0.57
BAT	45.30	0.40
Dlady	19.96	0.34
Genting	10.30	0.31
Sapcres	4.10	0.31

Losers	Close (RM)	Chg(RM)
Ewein	0.82	(0.26)
Milux	1.13	(0.15)
Jftech	0.15	(0.15)
LMCemnt	6.99	(0.13)
Narra	0.455	(0.095)

Actives	Close (RM)	Chg(RM)
MBFHldg-WA	0.19	0.05
SAAG	0.075	0.01
Hibiscs-WA	0.32	0.03
Harvest-WA	0.315	0.075
Harvest	0.40	0.07

Current Stock Review

Trading Buy – Eng Teknologi Bhd.



Chart wise:

Eng Teknologi Holdings Bhd (8826) – Technology – RM1.48.

Eng Tek's share prices dipped sharply over the past week after the company operation was affected by the Thailand flood. The daily candle broke through the RM1.60 strong support and has rebounded after hitting a low of RM1.43. The stochastic oscillators are oversold, as with the RSI indicator.

The MACD remains negative, but its decline has abated and now points to a technical rebound. The immediate resistance is the RM1.60 level. The next support is at RM1.43. With the impending technical rebound there could be trading opportunities for risk takers. We recommend a Trading buy. Beyond RM1.60 is the RM1.75 resistance.