



Mercury Securities Sdn. Bhd. (113193-W)

(A Participating Organisation of Bursa Malaysia)

Butterworth Office

Wisma Umno
Lorong Bagan Luar 2
12000 Butterworth
Seberang Perai
Tel: 04-3322123

KL Branch

L-7-2, No.2 Jln Solaris
Solaris Mont' Kiara
50480 Kuala Lumpur
Tel: 03-62037227

Melaka Branch

No 81B & 83B
Jalan Merdeka
Taman Melaka Raya
75000 Melaka
Tel: 06-2921898

Penang Branch

2nd Floor
Std Chartered Bank
2 Lebuhr Pantai
10300 Penang
Tel: 04-2639118

Johor Branch

Suite 17.1 Level 17
Menara Pelangi
Tmn Pelangi
80400 Johor Bahru
Tel: 07-3316992

MARKET FLASH

Tuesday, 17 Jan 2012

FBM KLCI DAILY CHART



TECHNICAL INDICATIONS

Support : 1501, 1491 Resistance : 1530, 1546
Bias : Upside

Technically, the candles are beginning to form a bearish flag formation with its indicators on the slide. At this juncture, the support trendline to monitor is at 1501. A drop below 1501 on heavy momentum will indicate a downtrend feature. Any rebound would be short-lived at this juncture.

COMMENTARY

Market slumps on renewed selling ... The market slumped as selling became widespread after S & P downgrade France and Austria and several other European nations. 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 BAT, GAB and Genting contributing to the bulk of the losses.

Nowhere to go, but down ... Yesterday's selldown has switched the key index on its downtrend and undermining market confidence. Most investors are kept on the sidelines in view of the prevailing uncertainties.

MARKET STATISTICS

	Close	Chg.
LOCAL		
FBM KLCI	1509.06	(14.01)
Volume (m)	1435.8	
Value (RMm)	1363.8	
Up	207	
Down	542	
Unchanged	289	

FOREIGN

Nikkei	8378.36	(121.66)
Hang Seng	19012.20	(192.22)
STI	2756.49	(35.05)
Shanghai CI	2206.19	(38.39)

BURSA MOVERS

Gainers	Close (RM)	Chg (RM)
Hiaptek-WA	0.27	0.265
Maybulk	2.11	0.23
EUPE	0.63	0.18
GUH	1.38	0.18
UOADev	1.58	0.17

Losers	Close (RM)	Chg(RM)
BAT	49.30	(0.46)
Genting	10.56	(0.32)
Dlady	25.50	(0.28)
GAB	11.70	(0.28)
F&N	18.68	(0.22)

Actives	Close (RM)	Chg(RM)
Comput	0.08	0.01
UOADDev	1.58	0.17
Hovid-WA	0.085	0.01
Amedia	0.365	0.07
UOADev-CB	0.15	0.04

Current Stock Review

Take Profit – **Wijaya**



Chart wise:

Wijaya Baru Global Bhd (4022) – Industrial Products – RM0.81.

Wijaya was a buy on breakout last week based on expectations of better sentiment. Subsequently, it broke out of its rounding bowl formation to reach a high of RM0.855, before pulling back to its current level.

Having surged ahead strongly, a correction is in the pipeline as investors digest the gains. Hence, it is time to Take Profit on Wijaya Baru.