

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 Lebuh 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

Wednesday, 25 Jan
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FBM KLCI DAILY CHART



TECHNICAL INDICATIONS

Support : 1502, 1491 Resistance : 1530, 1546
Bias : Consolidating

Having succeeded in averting further slide by charging through the mini downtrend channel, the market will find support, initially at the level of 1502 (200-day SMA) and 1491 the next line of defense. Now that it had established a temporary base, its next task is to challenge the 1530 resistance to close the huge gap of 1529-1546 point levels.

COMMENTARY

Long holiday beckons ... Overall trading was mixed with 512 gainers and 249 losers. Counters that saw trading interest were DBE, TMS and Compugate. Selective lower liners also saw some buying support and other than that the broader market was relatively quiet. As the week winds down, market activities are expected to taper as the long break ahead will discourage short-term traders from holding massive outstanding positions. Nevertheless, certain speculative counters may well continue to race ahead. With only three trading days next week, most players are likely to be still on leave that will result in a thinly traded market.

Technically steady ... The composite index is still being supported through several key component stocks, resulting in an up-trending chart. However, the long break ahead is likely to result in a patchy and shallow market until after the holidays.

MARKET STATISTICS

	Close	Chg.
LOCAL		
FBM KLCI	1522.66	5.85
Volume (m)	1650.9	
Value (RMm)	1489.4	
Up	512	
Down	249	
Unchanged	301	

FOREIGN

Nikkei	8766.36	126.68
Hang Seng	20110.37	167.42
STI	2849.38	38.18
Shanghai CI	2319.12	23.04

BURSA MOVERS

Gainers	Close (RM)	Chg (RM)
KLK	25.48	0.70
HLInd	4.27	0.24
BLDPInt	8.15	0.20
UMW	7.10	0.20
Genting	10.98	0.16

Losers	Close (RM)	Chg(RM)
BAT	49.50	(0.30)
Supermx	4.44	(0.17)
Biport	6.68	(0.12)
Arank	0.405	(0.085)
JTInter	7.02	(0.08)

Actives	Close (RM)	Chg(RM)
DBE	0.125	(0.01)
TMS-WA	0.115	0.015
DBE-WA	0.07	(0.005)
Compugt	0.08	0.005
DVM	0.105	0.005

Current Stock Review

Buy – SOP

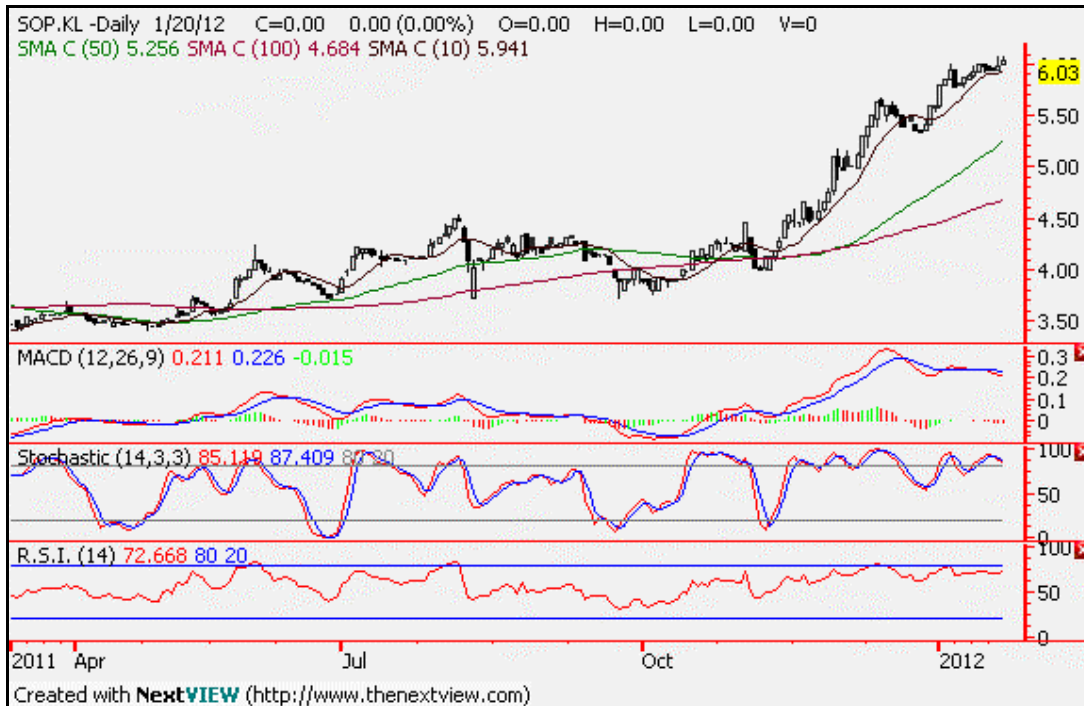


Chart wise:

Sarawak Oil Palms Bhd (5126) – Plantations – RM6.03.

Tracking an up-trend, SOP has bucked the general market volatility to maintain its northbound journey. The company is on an expansion program in line with its objective to become a major plantation player.

We expect the uptrend channel to continue as its technical indicators are not showing any signs of stress yet. The previous high at RM6.10 will be the next resistance, while the support is at RM5.80. Backed by a promising outlook, SOP is expected to continue rising. Buy.