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Weekly Technical Highlights – Dow Jones Industrial Average (DJIA)

Weekly Charting – DJIA

Source: TradingView

Key Support & Resistance Levels:

Last Price	:	49,504.07	
Resistance	:	49,621 (R1)	50,000 (R2)
Support	:	48,939 (S1)	48,180 (S2)
Weekly view	:	Rising volatility with positive bias	

Dow Jones Industrial Average (DJIA)

- U.S. equities opened 2026 strongly, with major indices up ~2% for the first full trading week with the S&P 500 and DJIA notching fresh highs, while the NASDAQ moved within 1.2% of its record. December payrolls rose by a quantum below the forecast 50k, and the prior two months numbers were revised down by 76k, reinforcing a cooling labour market. Consumer sentiment improved for a second month, with the University of Michigan's preliminary January reading at 54.0 vs. 52.9 in December. Oil was volatile on geopolitical headlines but still gained over 3% for the week, swinging between USD56–60/bbl. Separately, the U.S. Supreme Court did not issue a ruling on last Friday on the legality of President Trump's broad tariffs. Indeed, the court released only one unrelated opinion, leaving markets awaiting clarity on a decision with potentially wide implications for trade policy and fiscal expectations.
- Looking ahead, market tone will likely be shaped by a heavy catalyst calendar this week. First, the Supreme Court is scheduled to issue opinions on 14 Jan, keeping markets on watch for any update on the still-unresolved challenge to President Trump's broad tariffs. Second, 4Q earnings season kicks off with the major U.S. banks starting 13 Jan, and the market reaction will be closely watched given the strong run in Financials and Technology. Third, a busy macro slate (CPI/PPI/Retail Sales) could lift volatility.
- Technically, while the broader setup remains constructive, the market may see choppier, more mean-reverting trade in the near term given still-elevated (overbought) conditions. Even so, improving market breadth remains supportive and could continue into next week, barring any major negative surprise.
- Overall, we expect market volatility to rise with a positive bias this week. Key supports are at 48,969 (5-day SMA) and 48,180 (5-week SMA), while resistances are at 49,621 (all-time intraday high) and the 50,000 psychological level. Key risks include hotter-than-expected inflation prints and a "sell-the-news" reaction to 4Q earnings, which could weigh on sentiment and trigger a pullback.

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