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Weekly Technical Highlights – Dow Jones Industrial Average (DJIA)

Weekly Charting – DJIA



Source: TradingView

Key Support & Resistance Levels:	
Last Price	: 50,115.67
Resistance	: 50,169 (R1) 51,000 (R2)
Support	: 50,000 (S1) 48,919 (S2)
Weekly view	: Volatile with downward bias

Dow Jones Industrial Average (DJIA)

- U.S. equities ended the week mixed, as early and late rallies offset midweek sell-offs that pressured technology stocks. The DJIA rose 2.5% to close above 50,000 for the first time, while the S&P 500 edged slightly lower and the NASDAQ fell 1.8, reflecting a continued rotation away from growth toward defensive and value-oriented sectors such as industrials, energy, and consumer staples, which reached new highs. Volatility extended beyond equities, with Bitcoin sliding to as low as \$61,000 before rebounding to around \$70,000, still ending the week down roughly 17%. Precious metals saw choppy trading, as gold rebounded modestly and silver weakened further. Despite near-term tech weakness, sentiment improved late in the week as earnings and management commentary eased AI-related concerns, with information technology still lead earnings expectations, with 4Q growth projected at 30.4%, more than double the broader market average, according to FactSet.
- Looking ahead, market volatility is expected to remain elevated, with attention centred on the ongoing AI-driven shakeout in technology, particularly software. While rotation into non-tech sectors has supported the DJIA, sustained weakness in tech could weigh on broader US equity performance given its heavy market-cap influence. Investor focus will also turn to a heavy slate of economic data, including Wednesday’s nonfarm payrolls, expected to show an increase of 70k jobs, and Friday’s CPI report, which could reshape expectations around labour market conditions and inflation. Recent signs of labour market cooling, such as declining job openings and a pickup in layoffs, increase sensitivity to upcoming releases. With rate expectations largely stable for now, near-term market direction is likely to hinge on whether incoming data reinforce a soft-landing narrative or revive concerns over growth and policy timing.
- Technically, the DJIA remains in a firm uptrend, holding within a rising channel and above key short- and medium-term SMAs, though momentum indicators are increasingly stretched, with stochastic in overbought territory and RSI holding near the upper range. As such, near-term gains may be more measured, with scope for consolidation on pullbacks.
- In short, we expect market volatility to persist this week with a downward bias, unless stronger-than-expected nonfarm payrolls or softer CPI data improves risk sentiment. Key support levels are at the psychological level of 50,000 and 48,919 (5-week SMA), while resistance levels are at 50,169 (all-time intraday high) and 51,000.

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