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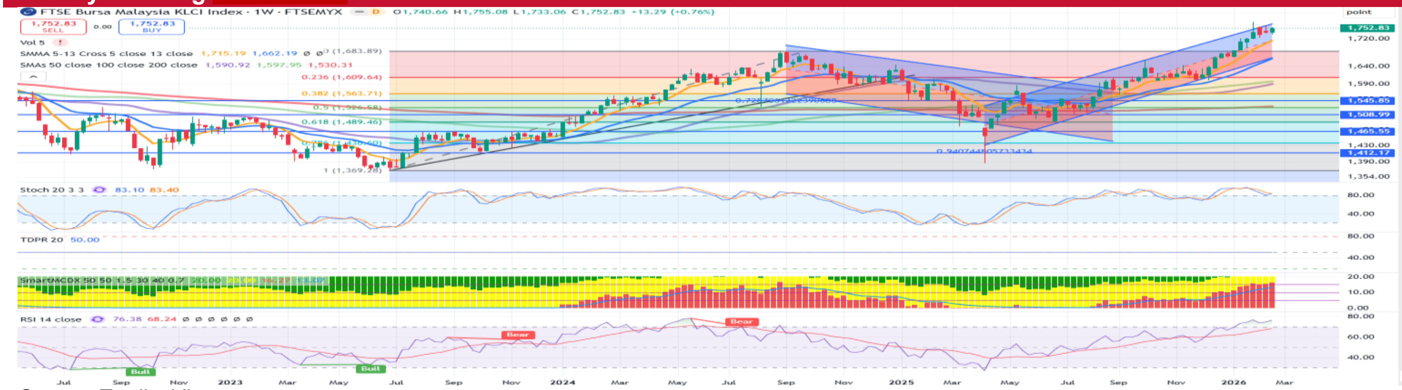
Weekly Technical Highlights – FBM KLCI

Weekly Charting – FBM KLCI



Source: TradingView

Key Support & Resistance Levels:

Last Price	:	1,752.83	
Resistance	:	1,755 (R1)	1,771 (R2)
Support	:	1,731 (S1)	1,715 (S2)
Weekly view	:	Consolidation with downward bias	

FBM KLCI

- The FBM KLCI rose 0.76% (+13.29 points) to 1,752.83 last week, supported by selective bargain hunting during the holiday-shortened week despite lingering geopolitical uncertainty. Most sectors recorded weekly gains, led by Energy (+3.3%), Health Care (+2.7%), and Telecommunications & Media (+2.4%), while Consumer Products & Services (-0.5%) and REIT (-0.2%) were the only laggards. Globally, U.S. macro data pointed to moderating growth, with 4Q GDP expanding at a weaker-than-expected 1.4% annualised pace, while inflation remained sticky as PCE accelerated to 2.9% YoY in December, tempering expectations for aggressive Fed easing. Meanwhile, U.S. crude oil prices climbed nearly 6% WoW to above USD66 per barrel amid rising U.S.-Iran tensions. Friday's landmark US Supreme Court ruling struck down President Trump's blanket tariffs but left open a key question around whether companies that already paid the duties will be able to get refunds. Trump had subsequently signed an executive order to impose a 10% global tariff under a different tariff authority (Section 122 of the Trade Act of 1974) and raise that amount to 15% a day later as well as signalled that he wouldn't give tariff refunds willingly.
- Looking ahead, investor focus will centre on the upcoming earnings season, both domestically and globally, with particular attention on Nvidia's earnings and guidance on Wednesday, which could shape global tech sentiment especially around AI-related themes. Markets will also watch U.S. President Trump's State of the Union address on Tuesday for policy signals, alongside lingering trade uncertainties following the U.S. Supreme Court ruling that struck down last year's broad tariffs and the administration's plans to pursue alternative tariff measures. Moreover, ongoing U.S.-Iran tensions add another layer of geopolitical risk, keeping volatility elevated and sentiment cautious.
- Technically, while the index remains within a rising channel, the price is hovering near the upper bound of the channel, with stochastic easing from overbought levels while RSI still strongly overbought, suggesting a higher likelihood of near-term consolidation or pullback.
- In short, we expect the FBM KLCI to consolidate with a downward bias this week. Technical setups for key constituents such as PBBANK, TENAGA, HLBANK and RHBBANK appear weak. Immediate support levels are seen at 1,731 (13-day SMA) and 1,715 (5-week SMA), with resistance levels at its intraweek high of 1,755 and 1,771 (all-time intraday high).

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