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Weekly Technical Highlights – Dow Jones Industrial Average (DJIA)

Weekly Charting – DJIA

Source: TradingView

Key Support & Resistance Levels:

Last Price	:	49,499.27	
Resistance	:	49,888 (R1)	50,000 (R2)
Support	:	48,410 (S1)	47,791 (S2)
Weekly view	:	Volatile with downward bias	

Dow Jones Industrial Average (DJIA)

- U.S. equities ended higher last week, though momentum eased following strong gains earlier in April. The S&P 500 and NASDAQ rose about 1% each to record highs, while the DJIA added 0.5% but remained below its peak. Gains were driven by stronger corporate earnings, particularly from mega-cap tech, with S&P 500 1Q earnings growth revised sharply to 27.1% from 15.0% a week earlier, according to FactSet. April overall was notably strong, led by NASDAQ (+15.3%), followed by S&P 500 (+10.4%) and DJIA (+7.1%), marking their biggest monthly gains in years. Economic data was mixed, with 1Q GDP expanding at a 2.0% annualised pace, above the previous quarter but below expectations, while core PCE inflation rose to 3.2% in March, its highest since Nov 2023 amid higher oil prices. Ongoing U.S.-Iran tensions and the Strait of Hormuz blockade kept oil prices above USD100 per barrel, reinforcing inflation concerns, while the Fed held rates unchanged amid rising internal dissent and policy uncertainty ahead of the leadership transition.
- Looking ahead, market direction is expected to be driven by a heavy slate of earnings and upcoming labour market data (Friday), as investors assess the sustainability of the recent rally since late March, with key results from AI and semiconductor names such as AMD (Tuesday) in focus. While strong earnings momentum and AI-driven investment themes continue to support sentiment, markets appear increasingly stretched near record highs. Elevated oil prices, rising Treasury yields and a more hawkish Federal Reserve stance pose potential headwinds to further upside, particularly amid ongoing geopolitical tensions in the Middle East. Attention will also be on the April nonfarm payrolls report, expected to show ~60k job gains, for signals on labour market resilience and rate expectations. Overall, despite supportive fundamentals, markets are likely to consolidate or see a modest pullback in the near term, especially if oil prices rise further or geopolitical risks intensify.
- Technically, while the DJIA remains above all key short- and long-term SMAs, reinforcing the broader uptrend, weekly stochastic and RSI are stabilising, suggesting limited near-term upside momentum. The daily setup also looks increasingly fatigued, with stochastic at 85 and RSI at 62, raising the risk of consolidation or a mild pullback in the near term.
- In short, we expect the market to remain volatile with downward bias this week. Key support levels are at 48,410 (100-day SMA) and 47,791 (13-week SMA), while resistance levels are at 49,988 (intraweek high) and 50,000.

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