25 May 2026

By Cheow Ming Liang / cheowml@kenanga.com.my

Weekly Technical Highlights – Dow Jones Industrial Average (DJIA)

Weekly Charting – DJIA

Source: TradingView

Key Support & Resistance Levels:

Last Price	:	50,585.07	
Resistance	:	50,835 (R1)	51,828 (R2)
Support	:	49,127 (S1)	48,249 (S2)
Weekly view	:	Positive bias	

Dow Jones Industrial Average (DJIA)

- U.S. equities regained footing after a shaky start, with the S&P 500 extending its winning streak to eight weeks—its longest since late 2023—while the DJIA outperformed by breaking to a fresh record and the S&P 500 and Nasdaq ended Friday just shy of their 14 May highs. Rates remained a key swing factor: the 30-year yield peaked at 5.18% on Tuesday (highest since 2007) and the 10-year finished at 4.56%, a 12-month high, even after easing later in the week. Fed minutes reinforced a more hawkish tilt, highlighting willingness to keep rates higher for longer and potentially tighten further if inflation stays above the 2% target. Earnings concentration also stood out, with the "Magnificent Seven" delivering +63% average 1Q earnings growth versus +17% for the rest of the S&P 500, the strongest Mag 7 growth in nearly six years, according to FactSet. Oil was volatile on Middle East negotiations, briefly topping USD108/bbl before sliding below USD100, ending the week down >4% around USD97.
- This week remains catalyst-heavy despite Monday's Memorial Day closure, with a packed earnings calendar spanning tech (i.e. Dell, Marvell, Salesforce, Snowflake) and major retailers, alongside key macro prints including the PCE price index (the Fed's preferred inflation gauge) and an updated 2Q GDP estimate. Even so, near-term market direction is likely to stay anchored to oil, and by extension long-end yields, making any progress (or setbacks) in U.S.–Iran talks the dominant swing factor.
- Technically, fresh highs in both the DJIA and S&P 500 reinforce a healthier, broader-based rally, with participation extending beyond semiconductors as software also contributes. On the weekly DJIA chart, last week's strong bullish candle following a prior doji, signals renewed upside conviction, while the rising SmartMCDX suggests improving institutional participation, supporting the case for bullish momentum to carry into the week ahead.
- In short, we expect the positive bias to extend this week. Key risks include any deterioration in U.S.–Iran peace talks, a renewed upswing in oil prices, and a re-acceleration in Treasury yields. Support is seen at 49,127 (5-week SMA) and 48,249 (13-week SMA), while resistance stands at 50,835 (intraweek high) and 51,828 (upper bound of the uptrend channel).

Published by:
KENANGA INVESTMENT BANK BERHAD (15678-H)
Level 17, Kenanga Tower, 237, Jalan Tun Razak, 50400 Kuala Lumpur, Malaysia
Telephone: (603) 2172 0880 Website: www.kenanga.com.my E-mail: research@kenanga.com.my