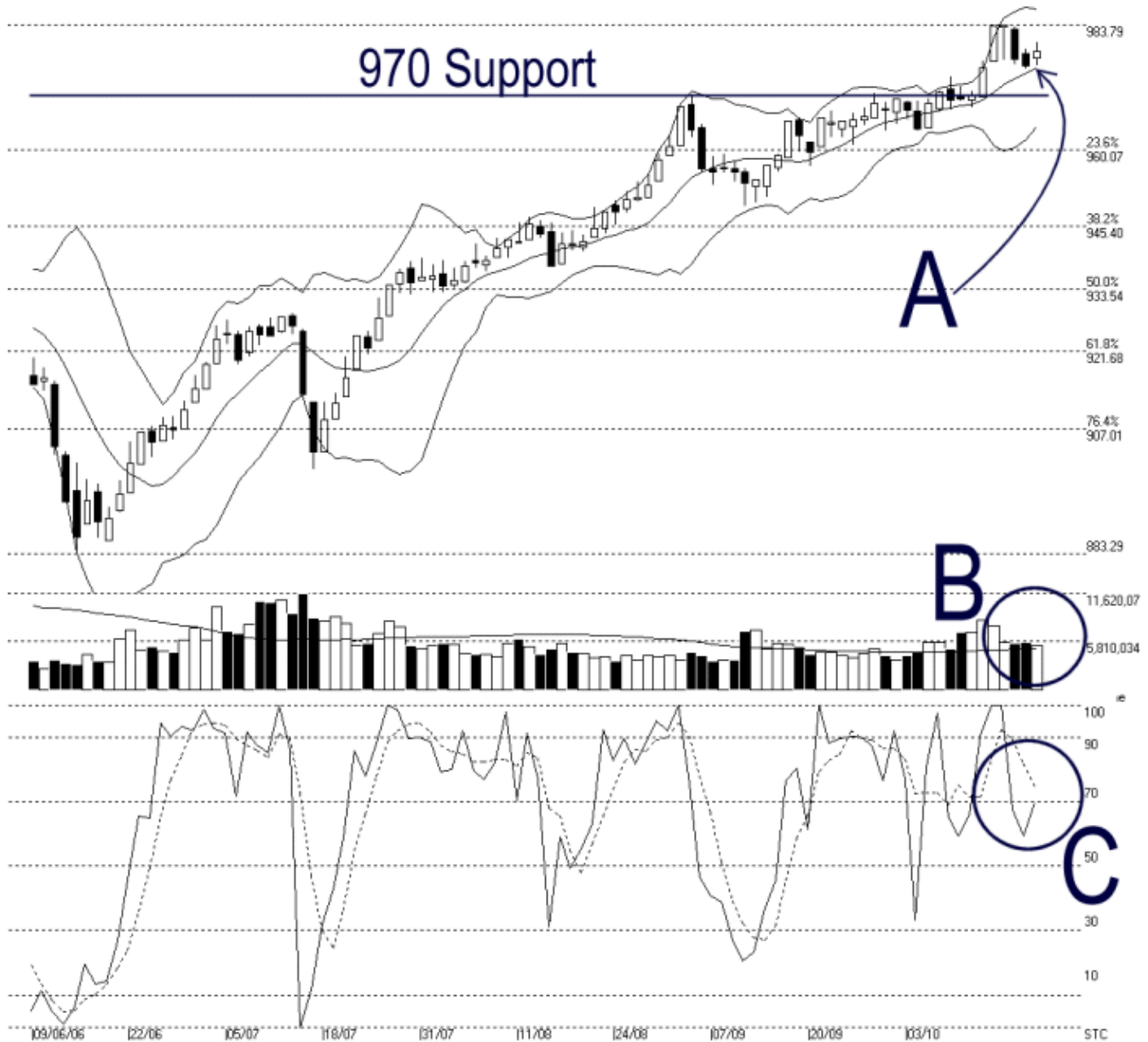




Straits Index (M) Sdn Bhd.
WinChart Technical Analysis
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Open:977.490 High:980.450 Low:976.050 Close:978.770 +2.880(0.3%) Volume:5,316,105 (-360454,-6.3%)
COMPOSITE INDEX [COMPOSITE] 09/06/2006 - 19/10/2006 Ticks=94 Bollinger Band(10.2) -12% - Volume Daily
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Composite Index Daily Technical Analysis, 19/10/2006, by Straits Index (M) Sdn Bhd

As pointed by A, the KLCI continued its consolidation on Thursday while successfully supported by the Bollinger middle band dynamic support. Mean while, the Bollinger Band width also contracted 12%, suggested that the KLCI is still consolidating. Resistance for the KLCI remained at 983.79 Fibonacci Retracement while the 970 is still an important support level.

Total market volume fell 6.3%, with around 531 million shares. Volume managed to stay marginally above the 40 days VMA level suggested that the market participation was still at a comfortable level. However, if the KLCI were to re-test the 983.79 resistance, more volume is required. (Study B)

%K of Stochastic rebounded, while the %D remained above 70% level. Therefore, Stochastic suggested a bullish bias short-term market movement. As long as the Stochastic could remain above 70% level, market movement for the short-term is expected to stay positive. (Study C)