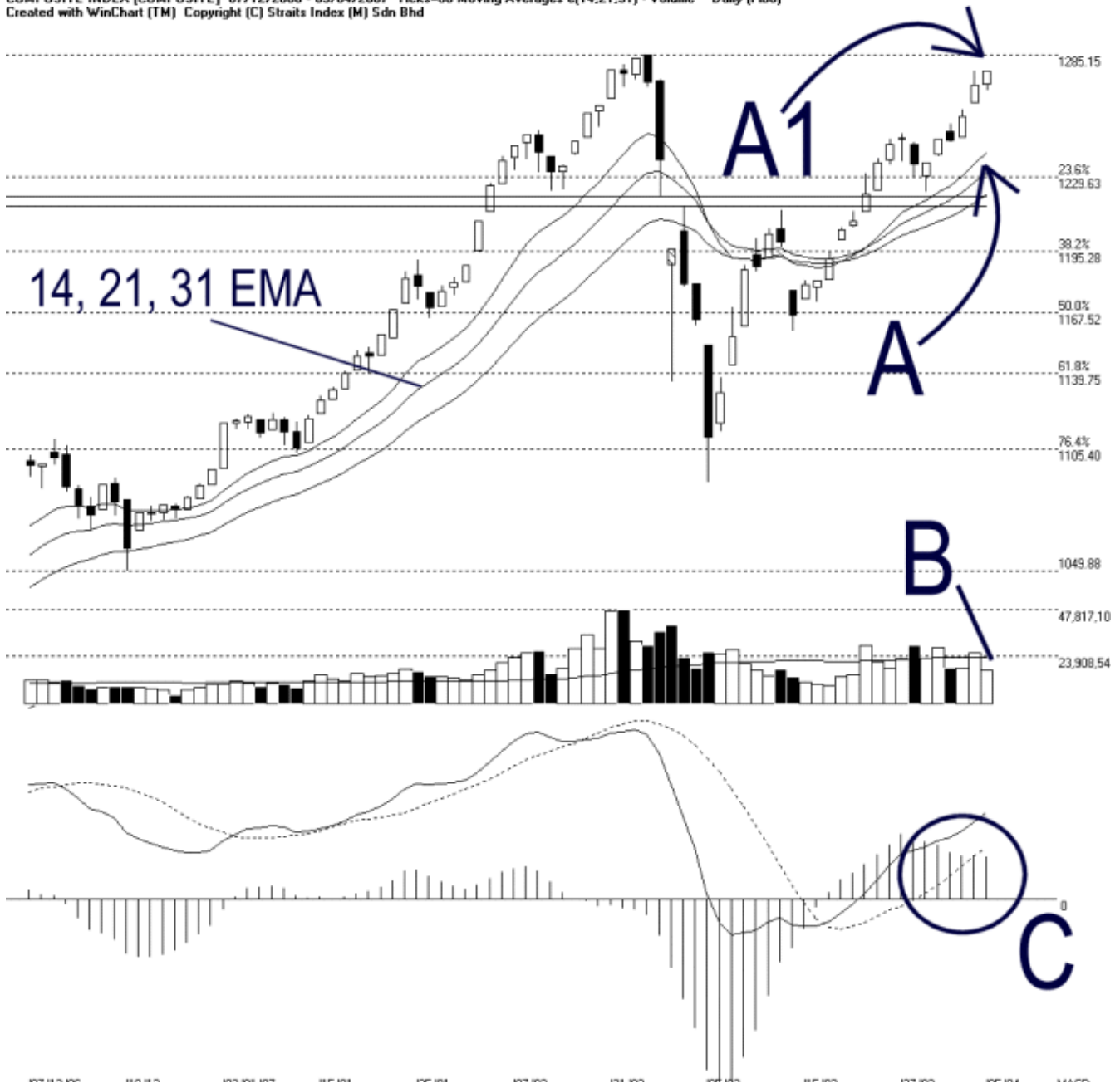




Straits Index (M) Sdn Bhd.
WinChart Technical Analysis
 Tel: (03) 8941 6828
 Fax: (03) 8941 9828
 email: info@straitsindex.com

Open:1271.930 High:1277.480 Low:1268.810 Close:1277.480 +6.170(0.5%) Volume:17,292,708 (-8379110,-32.6%)
 COMPOSITE INDEX [COMPOSITE] 07/12/2006 - 05/04/2007 Ticks=80 Moving Averages e(14,21,31) - Volume Daily (Fibo)
 Created with WinChart (TM) Copyright (C) Straits Index (M) Sdn Bhd



Composite Index Daily Technical Analysis, 05/04/2007, by Straits Index (M) Sdn Bhd

KLCI ended higher on Thursday, and is set to retest the immediate resistance at 1285.15 point. (Study A1). If the KLCI could break above the 1285.15 resistance, it might resume its uptrend, with the 14, 21, 31 EMA continued serving as the dynamic support. (Study A)

However, breaking above the 1285.15 resistance shouldn't be easy for it was a multi-year high, with record high volume of over 4.7 billions shares of daily transacted volume. Therefore, to have a valid and convincing break out, we need to see more promising increased of volume.

As pointed by B, total market volume declined 32.6% on Thursday, and stay further below the 40 days VMA level. This shows weakness in the market participation, thus unable to support the KLCI if the KLCI was to test the immediate resistance. (Study B)

No clear signal from the MACD histogram for it almost ended flat on Thursday. If the histogram ticked lower, it would be a weakening of the bullish MACD signal. Nevertheless, the MACD line remained rising, and therefore, the bullish signal remained intact. (Study C)