



Straits Index (M) Sdn Bhd.
WinChart Technical Analysis
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Open:1351.650 High:1356.940 Low:1351.090 Close:1355.620 +4.780(0.4%) Volume:13,573,697 (+1516205,12.6%)
COMPOSITE INDEX [COMPOSITE] 11/01/2007 - 10/05/2007 Ticks=80 Moving Averages e(14,21,31) - Volume Daily (Fibo)
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Composite Index Daily Technical Analysis, 10/05/2007, by Straits Index (M) Sdn Bhd

On Thursday, the KLCI rebounded 4.78 points to 1355.62 points. As indicated by A, the 14, 21, 31 EMA is still serving as the dynamic support to the KLCI, and therefore, the KLCI uptrend remains intact. Immediate resistance for the KLCI is seen at 1368.87, while the 1332 is still an important

support level for the KLCI.

Total market volume increased 12.6% on Thursday; however, it is still below the 40-day VMA level. Therefore, the overall market participation is still relatively low. Nonetheless, if the KLCI was to resume its uptrend by breaking above the 1368.87 resistance, volume must increase significantly to conform to the breakout. (Study B)

The Stochastic %K line rebounded into above the 70% level, and re-entered the short-term bullish region. If the Stochastic should remain above the short-term bullish region, the market movement for the short term is likely to be bullish-biased. (Study C)