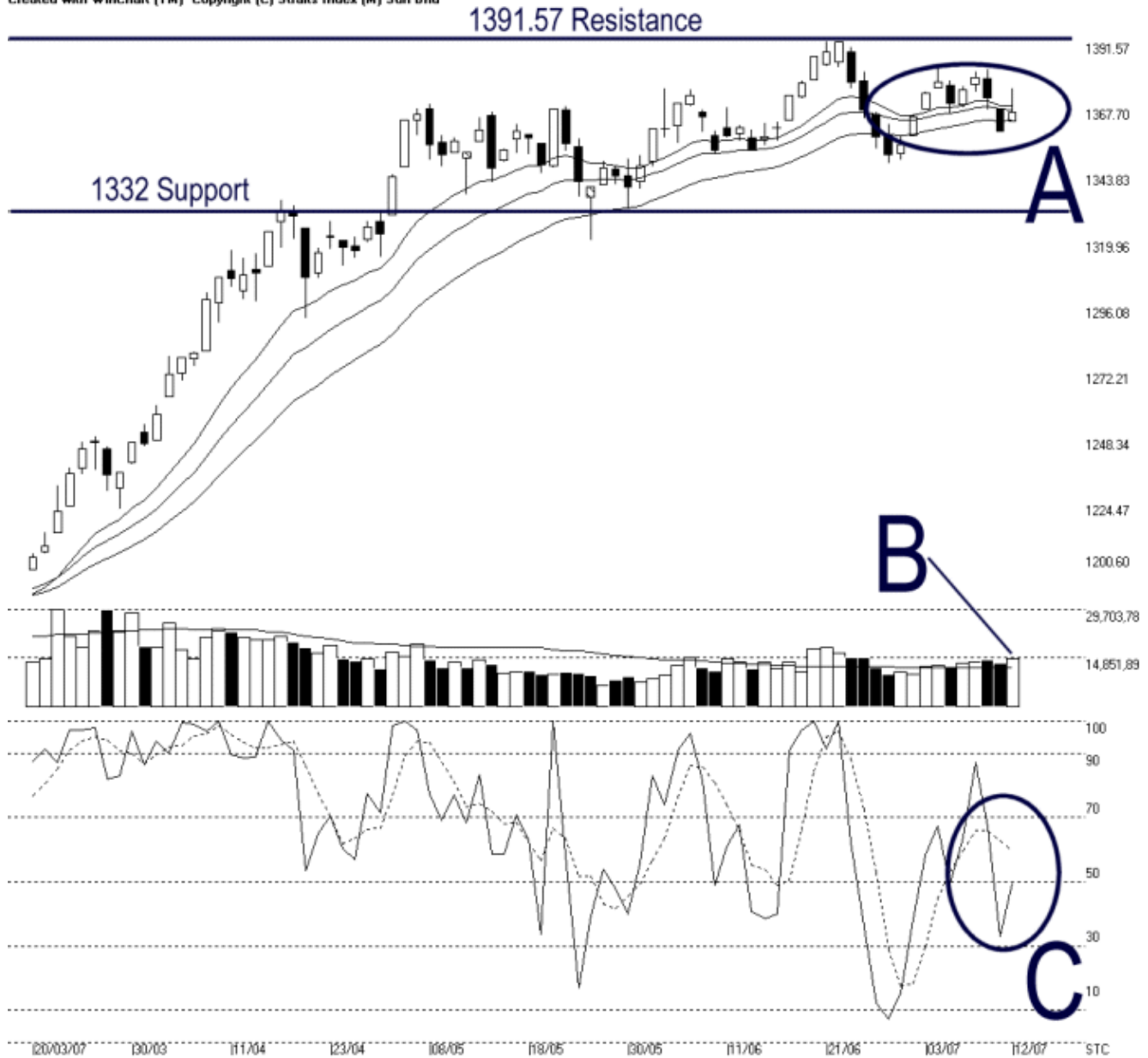




Straits Index (M) Sdn Bhd.
 WinChart Technical Analysis
 Tel: (03) 8941 6828
 Fax: (03) 8941 9828
 email: info@straitsindex.com

Open:1362.950 High:1374.480 Low:1362.950 Close:1366.020 +6.750(0.5%) Volume:14,527,366 (+1071725.8.0%)
 COMPOSITE INDEX [COMPOSITE] 20/03/2007 - 12/07/2007 Ticks=80 Moving Averages e(14,21,31) - Volume Daily
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Composite Index Daily Technical Analysis, 12/07/2007, by Straits Index (M) Sdn Bhd

As circled by the A eclipse, the KLCI continued its sideways movement at the 14, 21, 31 EMA congestion area, and therefore, the direction for the KLCI remains unclear. Nevertheless, the 1391.57 resistance and the 1332 support remain intact.

Total market volume increased 8% on Thursday, with the volume staying above the 40-day VMA

level. This suggests that the market is relatively well participated, and therefore, provided that the volume should continue staying above the 40-day VMA level, the sentiment for the market shall improve. If the KLCI should test the 1391.57 resistance, a higher volume is the important element. (Study B)

Nothing much changes for the short term movement for the Stochastic is basically still showing a neutral signal. As circled at C, the Stochastic remains in the neutral region around the 50% level. If the Stochastic should break above the 70% level, it would be a short term bullish signal. Otherwise, if the Stochastic should fall below the 30% level, it would be a short term bearish signal. (Study C)