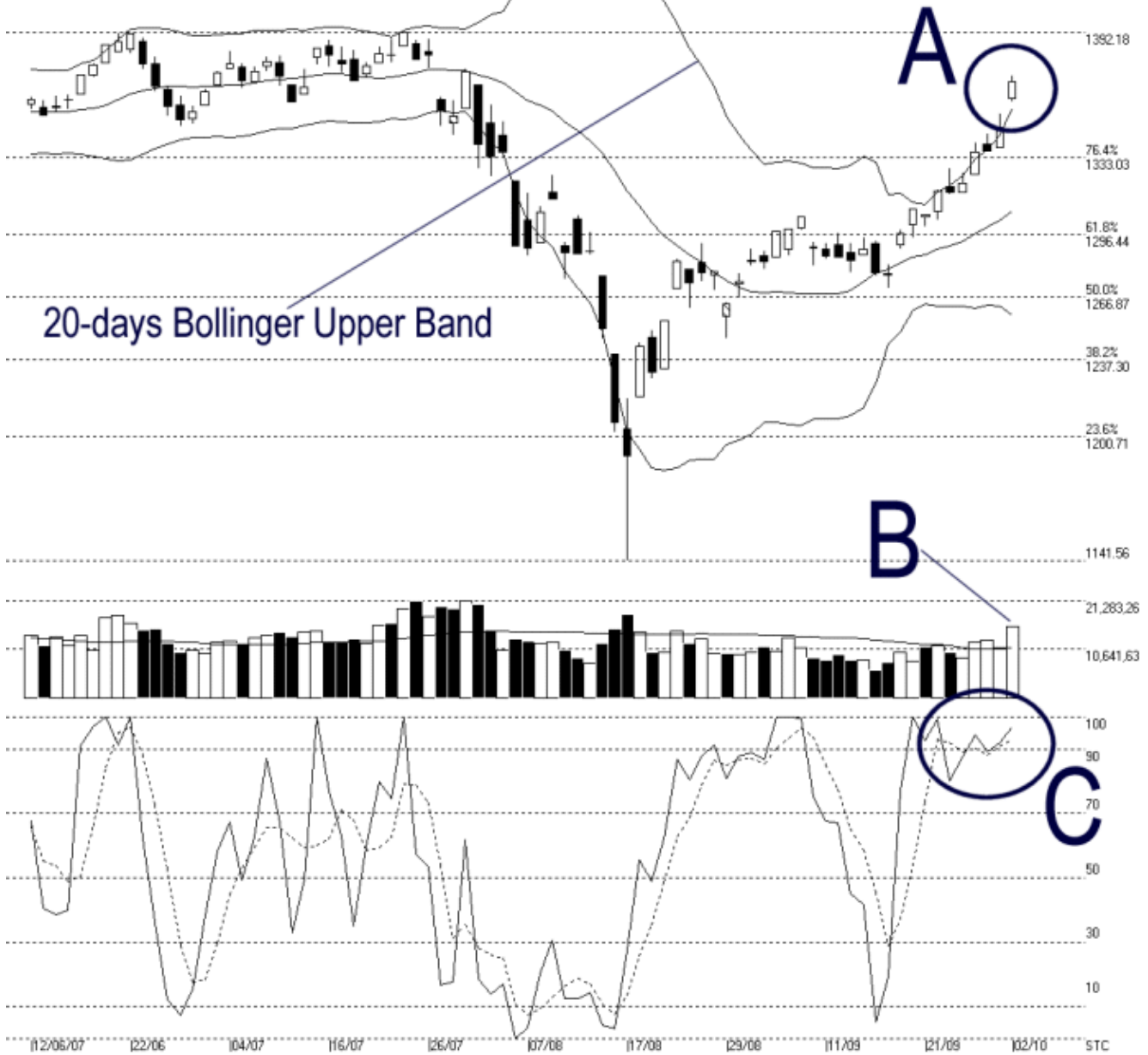




**Straits Index (M) Sdn Bhd.**  
**WinChart Technical Analysis**  
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Open:1361.030 High:1371.350 Low:1359.440 Close:1368.720 +21.670(1.6%) Volume:15,738,568 (+4793359,43.8%)  
 COMPOSITE INDEX [COMPOSITE] 12/06/2007 - 02/10/2007 Ticks=80 (Indices)-Bollinger Band(20,2) 21% - Volume Daily (Fibo)  
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**Composite Index Daily Technical Analysis, 02/10/2007, by Straits Index (M) Sdn Bhd**

On Tuesday, the KLCI opened gap up closing 21.67 points higher to 1368.72 points. As circled at A, the KLCI is now situated above the 20-day Bollinger Upper Band which suggests that the movement was indeed bullish. However, when the KLCI is totally above the 20-day Bollinger Upper Band, this also implies an over-heating warning, thus the KLCI is likely to have a pull-back as a form of technical

correction. However, if the KLCI should remains supported by the rising 14, 21, 31 EMA, the outlook shall remains bullish biased.

Total market volume increased 43.8% on Tuesday, with the volume significantly above the 40-day VMA level. This suggests an increase of market participation or the inflow of fresh capital. Therefore, if the volume should remain above the 40-day VMA level, the market sentiment is likely to be bullish.

As circled at C, the Stochastic is still above the 90% level, which is an over-bought region. This suggests that the KLCI is now over-heated, and there is a risk of a technical correction. However, if after the technical correction and the Stochastic remains above the 70% level, the market movement for the short term would still be bullish biased.