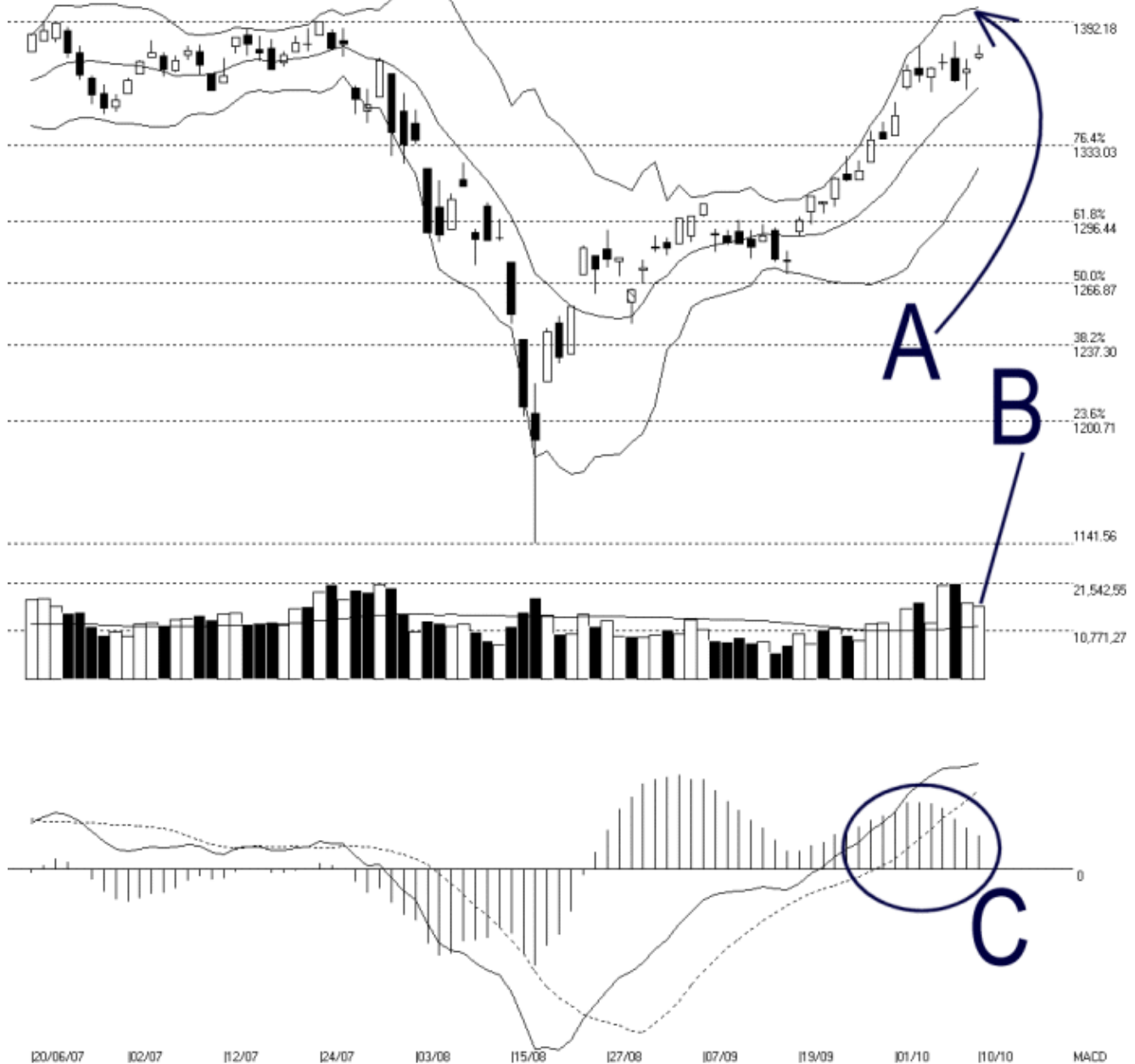




**Straits Index (M) Sdn Bhd.**  
**WinChart Technical Analysis**  
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Open:1375.030 High:1381.040 Low:1373.770 Close:1376.930 +7.540(0.6%) Volume:16,259,277 (-760397,-4.5%)  
 COMPOSITE INDEX [COMPOSITE] 20/06/2007 - 10/10/2007 Ticks=80 { Indices } Bollinger Band(10,2) -11% - Volume Daily (Fibo)  
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**Composite Index Daily Technical Analysis, 10/10/2007, by Straits Index (M) Sdn Bhd**

On Wednesday, the KLCI continue its sideways movement, closing 7.54 points higher to 1376.93 points. Meanwhile, as indicated by A, the Bollinger Bands Width started to contract in respond to the KLCI sideways movement; this also suggests a consolidation signal. Despite this, the 14, 21, 31 EMA is still rising and serving as the dynamic support for the KLCI. Therefore, if the KLCI should rebound

from the rising dynamic support, the uptrend is likely to continue and KLCI could test the important resistance at the 1392.18 level.

Total market volume declined 4.5% on Wednesday. However, it is considered normal or healthy to see a decline of volume when the bench market index is consolidating. This implies that the selling pressure are still mild. Nevertheless, if the KLCI should resume its uptrend, volume must increase while staying above the 40-day VMA level in order to sustain the bullish movement.

On Wednesday, the MACD histogram continues ticking lower, suggests that the KLCI consolidation is still intact. The decline of the histogram also suggests a weakening MACD bullish signal. Unless, the MACD line crossed below the trigger line, the bullish signal shall remains in place.