



Straits Index (M) Sdn Bhd.
 WinChart Technical Analysis
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Open:1433.630 High:1447.040 Low:1431.380 Close:1447.040 +9.220(0.6%) Volume:6.632.062 (-1765745.-21.0%)
 COMPOSITE INDEX [COMPOSITE] 04/09/2007 - 28/12/2007 Ticks=80 (Indices) Moving Averages e(14.21.31) - Volume Daily
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Composite Index Daily Technical Analysis, 28/12/2007, by Straits Index (M) Sdn Bhd

As indicated by A, the KLCI ended 9.22 points higher on Friday, and now it is testing the 1449.70 resistance. Meanwhile, the 14, 21, 31 EMA is still serving as the dynamic support for the KLCI, and if the KLCI should remains supported by the dynamic support, the immediate outlook for the KLCI is expected to be bullish biased.

Despite the KLCI ended higher, total market volume remains below the 40-day VMA level. As indicated by B, total market volume declined 21% on Friday. Therefore, this has failed to support the KLCI's attempt to test the 1449.70 resistance. Nevertheless, if the KLCI should break out from the resistance with thin volume, the sustainability of the bullish movement would be highly doubtful.

As circled at C, the Stochastic is now showing a short term bullish signal, with both the %K and %D line are situated above the 70% level. Therefore, provided that the Stochastic shall remains above the 70% level, the market movement for the short term is expected to be bullish biased.