



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



Open:1279.890 High:1284.080 Low:1273.230 Close:1279.300 -0.700(-0.1%) Volume:6,189,648 (-550244,-8.2%)
COMPOSITE INDEX [COMPOSITE] 21/12/2007 - 22/04/2008 Ticks=80 { Indices } Bollinger Band(10,2) 3% - Volume Daily (Fibo)
Created with WinChart (TM) Copyright (C) Straits Index (M) Sdn Bhd



Composite Index Daily Technical Analysis, 22/04/2008, by Straits Index (M) Sdn Bhd

On Tuesday, the Bollinger Bands Width only expanded 3%, and the signal was rather insignificant. This suggests that the current upside volatility of the KLCI is still low. (Study A) Currently, the KLCI is still testing the 1280 resistance level, as well as the 1300 psychological level. Nevertheless, the Bollinger Middle Band shall continue serving as the dynamic support for the KLCI.

As indicated by B, total market volume declined 8.2%, and failed to stay above the 40-day VMA level. It is absolutely important that the volume to maintain above the 40-day VMA level, or else the market participation would not be sufficient to sustain the KLCI bullish movement.

As circled at C, the Stochastic is still showing a short term bullish signal, with the Stochastic staying above the 70% level. As long as the Stochastic is still staying above the 70% level, the short term market movement for the KLCI is likely to be bullish biased.

© 2008 Straits Index (M) Sdn Bhd

www.straitsindex.com

WinChart – Designed by investor for investors, since 1998