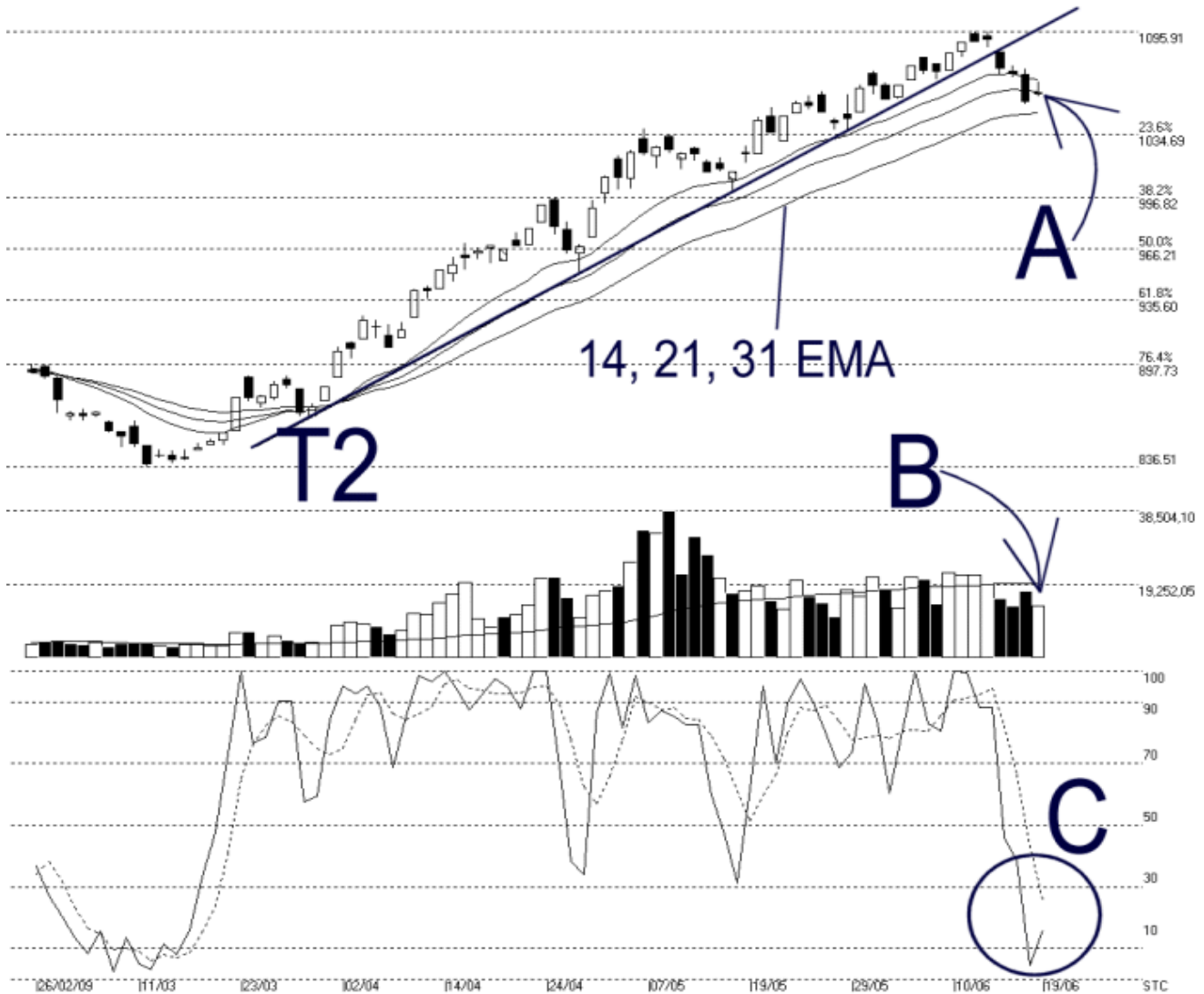


Open:1058.900 High:1065.770 Low:1056.980 Close:1059.500 +5.09(0.5%) Volume:13,533,099 [-3806206,-22.0%]
 COMPOSITE INDEX [COMPOSITE] 26/02/2009 - 19/06/2009 Ticks=80 (Indices) Moving Averages e(14,21,31) 1067.185, 1060.282, 1047.481 - Volume Daily (Fibo)
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Composite Index Daily Technical Analysis, 19/06/2009, by Straits Index (M) Sdn Bhd

As indicated by A, the KLCI continue to stay in the congestion zone of the 14, 21, 31 EMA, ended the day 5.09 points or 0.5% higher. Meanwhile, the Bollinger Bands Width did not expand significantly, and therefore, the KLCI has not yet formed a downtrend.

Resistance for the KLCI is 1077 WinChart Automatic Fibonacci Retracement, while the support for the KLCI are found at 1035 WinChart Automatic Fibonacci Retracement.

As indicated by B, total market volume declined another 22%, with volume below the 40-day VMA level.

This suggest that the overall market participation is low, as inflow of fresh capital is relatively lower. Therefore, without sufficient buying interests, the KLCI is less likely to regain its strength.

As circled at C, the Stochastic rebounded slightly after almost touching 0%, it was a signal suggesting a slight over-sold condition, and as a result, the KLCI rebounded slightly on Friday. Nevertheless, with the Stochastic staying below 30% level, the market movement for the short term is still bearish biased.

Regional markets rebounded on Friday as the Dow Jones Industrial Average technically rebounded, and so as the KLCI. However, while the market is still lack of fresh lead, coupled with the absence of important criteria, such as the increased of volume, the KLCI is expected to stay within its consolidation stage for the immediate term.

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