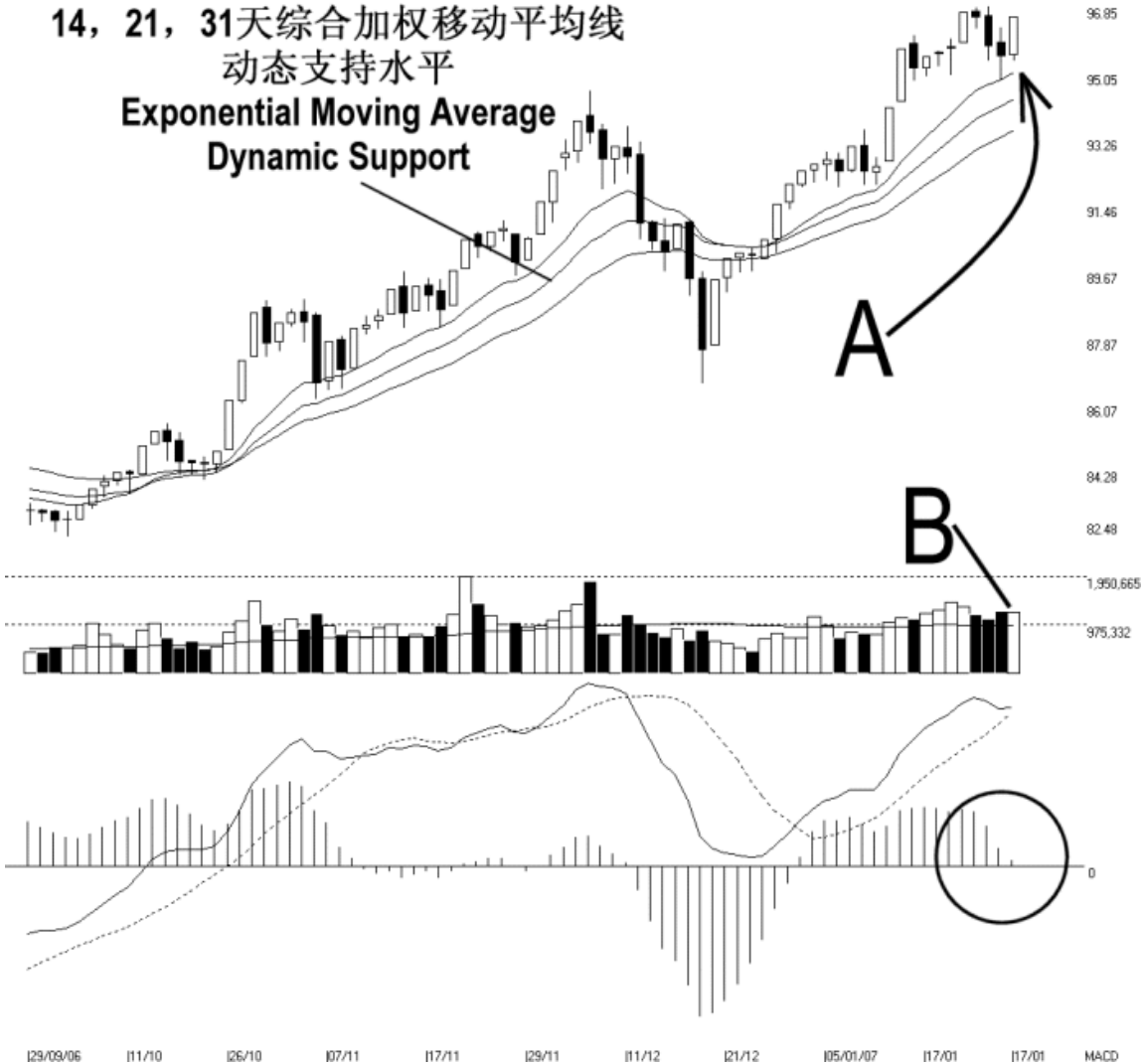




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Open:95.560 High:96.560 Low:95.380 Close:96.560 +1.030(1.1%) Volume:1,243,187 (-11544,-0.9%)  
 2ND-BOARD [2ND-BOARD] 29/09/2006 - 26/01/2007 Ticks=80 Moving Averages e(14,21,31) - Volume Daily 26-1-2007 17:58:31  
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**2<sup>nd</sup> Board Index Daily Technical Analysis 26/01/2007**

2<sup>nd</sup> board index rebounded on Friday, ended the day 1.03 point higher to 96.56 points. As indicated by A, the 2<sup>nd</sup> board index successfully rebounded from the rising 14, 21, 31 EMA, and therefore the 14, 21, 31 EMA shall continue serving as the rising dynamic support to the 2<sup>nd</sup> board index. Provided that the 2<sup>nd</sup> board index could remained above the dynamic support, the uptrend for the 2<sup>nd</sup> board index is likely to sustain. (Study A) Nevertheless, the immediate resistance for the 2<sup>nd</sup> board index is at 96.85 points.

On Friday, volume for the 2<sup>nd</sup> board market remained above 40 days VMA level. This suggested that the market participation is still relatively active. Therefore, provided

that the volume could maintain above the 40 days VMA level, the bullish sentiment is likely to sustain. (Study B)

Since the 2<sup>nd</sup> board index rebounded successfully, it pays to study the MACD histogram. If the histogram could rise and formed a rounding bottom, it shall be an end to the technical correction of the 2<sup>nd</sup> board index. (Study C)