



**STRAITS
index**

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

Open:101.980 High:102.060 Low:99.360 Close:100.060 -1.930(-1.9%) Volume:1,497,373 (-290850,-16.3%)
2ND-BOARD [2ND-BOARD] 16/01/2007 - 15/05/2007 Ticks=80 Moving Averages e(14,21,31) - Volume Daily (Fibo)
Created with WinChart (TM) Copyright (C) Straits Index (M) Sdn Bhd



2nd Board Index Daily Technical Analysis 15/05/2007

As indicated by A, the 2nd board index fell below the 14, 21, 31 EMA dynamic support, ended the day 1.93 points lower to 100.06 points. (Study A) The 2nd board index was temporary supported by the 100.02 Fibonacci Retracement line, and if the 2nd board index should rebound from this support level, a consolidation may temporary stop the decline. (Study B)

However, since the KLCI is now situated below the 14, 21, 31 EMA, and provided that the 2nd board is still staying below the 14, 21, 31 EMA, the outlook for the 2nd board index would be bearish biased.

Volume for the 2nd board market remained below the 40-day VMA level, suggesting that the 2nd board market is relatively lightly participated. Therefore, as long as the volume is still staying below the 40-day VMA, the 2nd board index is not likely to regain strength. (Study C)

On Tuesday, the Stochastic %K remained below the 30% level, entering the short term bearish region. If the Stochastic %D should fall below the 30% level, it shall confirm the %K signal, and the market movement for the short term would be bearish biased. (Study D)