



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



Open:5878.380 High:5888.910 Low:5820.420 Close:5888.910 +14.170(0.2%) Volume:
FBM2BRD [FBM2BRD] 23/10/2007 - 06/05/2008 Ticks=130 { Indices } Bollinger Band(10,2) -21% - STC(9,3) %K=37.37, %D=43.98 (-6.61) Daily [... ,
Created with WinChart (TM) Copyright (C) Straits Index (M) Sdn Bhd



FBM 2nd Board Index Daily Technical Analysis 06/05/2008

As indicated by A the FBM2nd Board Index Bollinger Bands Width contracted another 21% on Tuesday, suggesting that the market direction for the FBM2nd Board Index is still unclear. It is important to know that when the Bollinger Bands Width is getting very narrow, it usually implies that the consolidation is near its end. Nevertheless, we still need to wait until the Bollinger Bands Width expands, for it would indicate a new direction for the FBM2nd Board Index. Resistance for the FBM2nd Board Index is still at 5956 Fibonacci line, and the support is a 5536 Fibonacci line.

As circled at B, the Stochastic %K rebounded on Tuesday, without entering the short term bearish region. Therefore, the Stochastic is still showing a short term neutral signal, and the FBM2nd Board Index short term movement is expected to be at neutral.

As circled at C, the MACD histogram falls on Tuesday, suggests that the FBM2nd Board Index is still weakening. However, since the MACD is a secondary indicator, the significance of its signal will reduced when the Bollinger Bands Width contracts. Nevertheless, if the MACD histogram should starts rising and form a rounding bottom, it would suggests that the MACD bullish signal is picking up strength again.

© 2008 Straits Index (M) Sdn Bhd

www.straitsindex.com

WinChart – Designed by investor for investors, since 1998