



Straits Index (M) Sdn Bhd.
WinChart Technical Analysis
Tel: (03) 8941 6828
Fax: (03) 8941 9828



email: info@straitsindex.com

Open:4216.150 High:4246.780 Low:4168.010 Close:4246.780 +30.63(0.7%) Volume:
FBM-MDQ [FBMACE] 07/07/2009 - 16/12/2009 Ticks-113 { Indices } Bollinger Band(10,2) 2% - RSI(14) - 35.62 Daily (Fibo) 16-12-2009 17:13:19
Created with WinChart (TM) Copyright (C) Straits Index (M) Sdn Bhd



FBMACE Index Technical Analysis, 16/12/2009, by Straits Index (M) Sdn Bhd

As indicated by A, the FBMACE tested the 4187 WinChart Automatic Fibonacci Retracement, and rebounded on Wednesday, closing 30.63 points or 0.7% higher. Therefore, support for the FBMACE is still at 4187 WinChart Automatic Fibonacci Retracement while the resistance are found in the Bollinger Middle Band dynamic resistance as well as the 4302 WinChart Automatic Fibonacci Retracement.

As shown on the chart above, the Bollinger Bands only expanded 2%, and when compared to the

previous two days expansion rate, Wednesday's expansion rate suggests that the Bollinger Bands might contracting, thus the FBMAE is expected to consolidate.

As circled at B, the WinChart RSI rebounded, breaking above 30% level. This is a signal suggesting a technical rebound for the FBMAE, and if the WinChart RSI should continue rising, the rebound of the FBMAE is expected to continue.

As circled at C, the Stochastic also breaks above the 30% level, suggesting a short term technical rebound for the FBMAE. If the Stochastic should also break above 50%, the technical rebound is likely to carry on. However, technically speaking, the Stochastic has to break and maintain above 70% level, in order for the FBMAE to regain its short term bullish position.

Despite improvement signals found in the WinChart RSI and the Stochastic, the FBMAE is still resisted by the Bollinger Middle Band. Therefore, the immediate outlook for the FBMAE is still on the negative side. In short, any rebound below the Bollinger Middle Band could only considered as technical rebound, but not really any bullish signal.

© 2009 Straits Index (M) Sdn Bhd

www.straitsindex.com

WinChart – Designed by investor for investors, since 1998