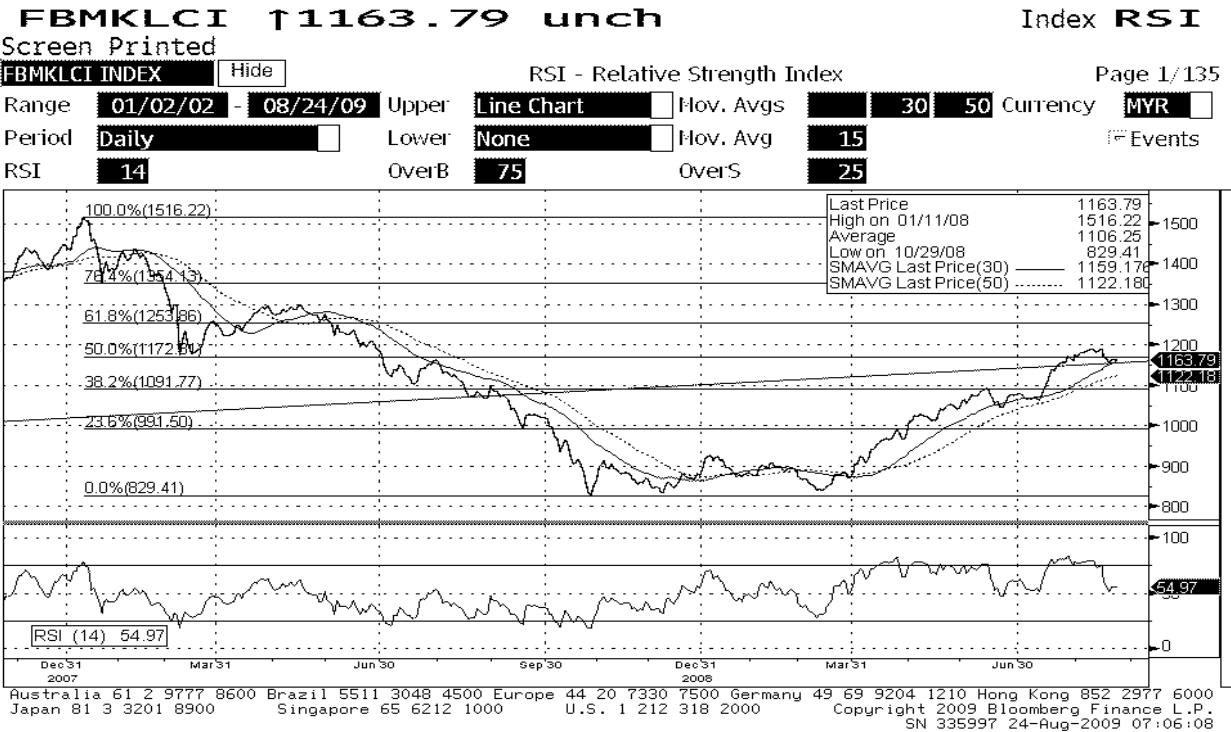


**KL Composite Index**  
*Healthy pullback*



Recent pullback was healthy and much to be expected. Technically, the CI remained sound with a positive bias as it continues to trade above the shorter term moving averages namely the 30days and 50-days. Pullback in the daily RSI had also neutralized a substantial amount of overbought and is once again looking to base out at the current support. The weekly however remained slightly rich on the RSI level and we shall monitor it with vigilance.

With the US market chalking up new highs, markets in Asia including ours will likely to be well supported in the near term. Immediate support for the CI is likely to be found at the 1,160 – 1,137 levels with resistance pegged at the 1,172 – 1,188 levels for the time being. Maintain our trading stance.

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Published and printed by:  
**KENANGA INVESTMENT BANK BERHAD (15678-H)**, (formerly known as K&N Kenanga Bhd)  
8th Floor, Kenanga International, Jalan Sultan Ismail, 50250 Kuala Lumpur, Malaysia  
Telephone: (603) 2166 6822 Facsimile: (603) 2166 6823 Website: [www.kenangaresearch.com](http://www.kenangaresearch.com)

*Yeonzon*  
Yeonzon Yeow  
Head of Research