

# Tradewinds likely to re-test 97-sen resistance

## Chart Point

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SHARES on Bursa Malaysia trended in range-bound activities yesterday as the Kuala Lumpur Composite Index (KLCI) failed to stage a follow-through rebound to decisively take out its previous resistance of 953.88.

The KLCI fell back from 954.04 down to its intra-day low of 948.65 closing at 950.23 points, giving a day-on-day loss of 1.02 points, or 0.11 per cent.

The broad-based consolidation saw many second- and third-liners staging sharp technical pull-backs. On the other hand, there were new second and third liners emerging with some interesting speculative plays.

Yesterday, Tradewinds Corp Bhd staged a technical advance to move out of its recent range-bound trade.

Tradewinds' daily price trend rose to close at 88.5 sen, giving a day-on-day gain of 7.5 sen, or 9.26 per cent.

Chartwise, Tradewinds' daily price trend fell from its high of 80 sen on August 8 2005 down to its intra-day low of 57 sen on De-

ember 9 2005, registering a total loss of 23 sen, or 28.75 per cent.

Its daily price trend staged a decisive breakout of the neckline (B1-B2) of its double-bottom pattern formation yesterday.

The decisive breakout confirmed the completion of its bullish double-bottom pattern

formation.

Tradewinds' daily fast Moving Average Convergence/Divergence (MACD) stayed above its daily slow MACD.

Its daily fast and slow MACDs stayed above their respective neutral reference lines. Tradewinds hourly price trend is likely to

re-challenge its immediate overhead resistance zone at the 97-sen to RM1.07 levels.

*The subject expressed above is based purely on technical analysis and opinions of the writer. It is not a solicitation to buy or sell.*

