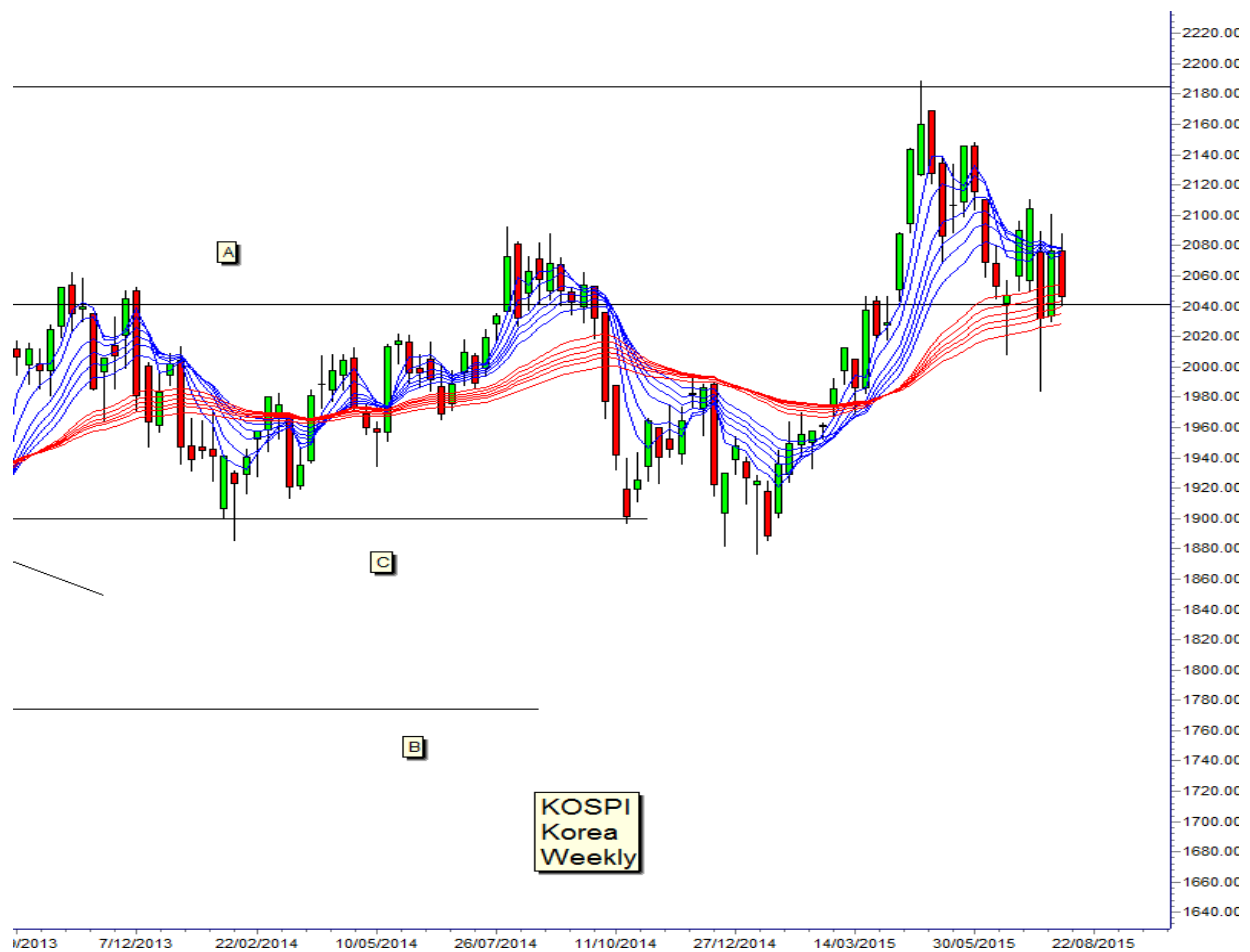


# **KOSPI, KOREA**

*By Daryl Guppy*

The KOSPI breakout above 2040 moved quickly to achieve the trade band projection target of 2180. The retreat and retest of 2040 as a support level continues. This was the first genuine breakout of the KOSPI since February 2012. This is a major breakout from the sideways trading band that has prevailed for nearly three years but it looks like the KOSPI is establishing a new sideways trading range. There is limited evidence of a strong underlying uptrend.



The KOSPI has been a directionless sideways market for three years. This sideways behavior has been broken with this breakout above 2040. The long term trend is confirmed when the lower edge of the long term GMMA moves above 2040.

## **SUBJECT SUMMARY**

### **INDEX NOTES**

Each week we carry index analysis notes for regional markets. These are the markets in Singapore, Malaysia, Hong Kong, Shanghai, Thailand, Taiwan and Korea. Each market is covered once every six weeks or more often if there are significant market developments. The objective of the notes is to provide an analytical, technical background to assist readers in making better trading and investment decisions.