

TAIEX, TAIWAN

By Daryl Guppy

The TAIEX rebound has been strong with a good move above resistance near 8200 to the next resistance near 8600. As noted in the last TAIEX notes, rebound rally was not a trend change so traders expect a retreat and consolidation around the 8200 level. The market retreated from this resistance level and retested support near 7500.

Traders treat this market as a rebound rally and retreat market suitable for short term trading. This is traded as a rally and retreat market. A breakout above 8200 has a target near 8600. A retreat from 8200 has a target near 7500.

