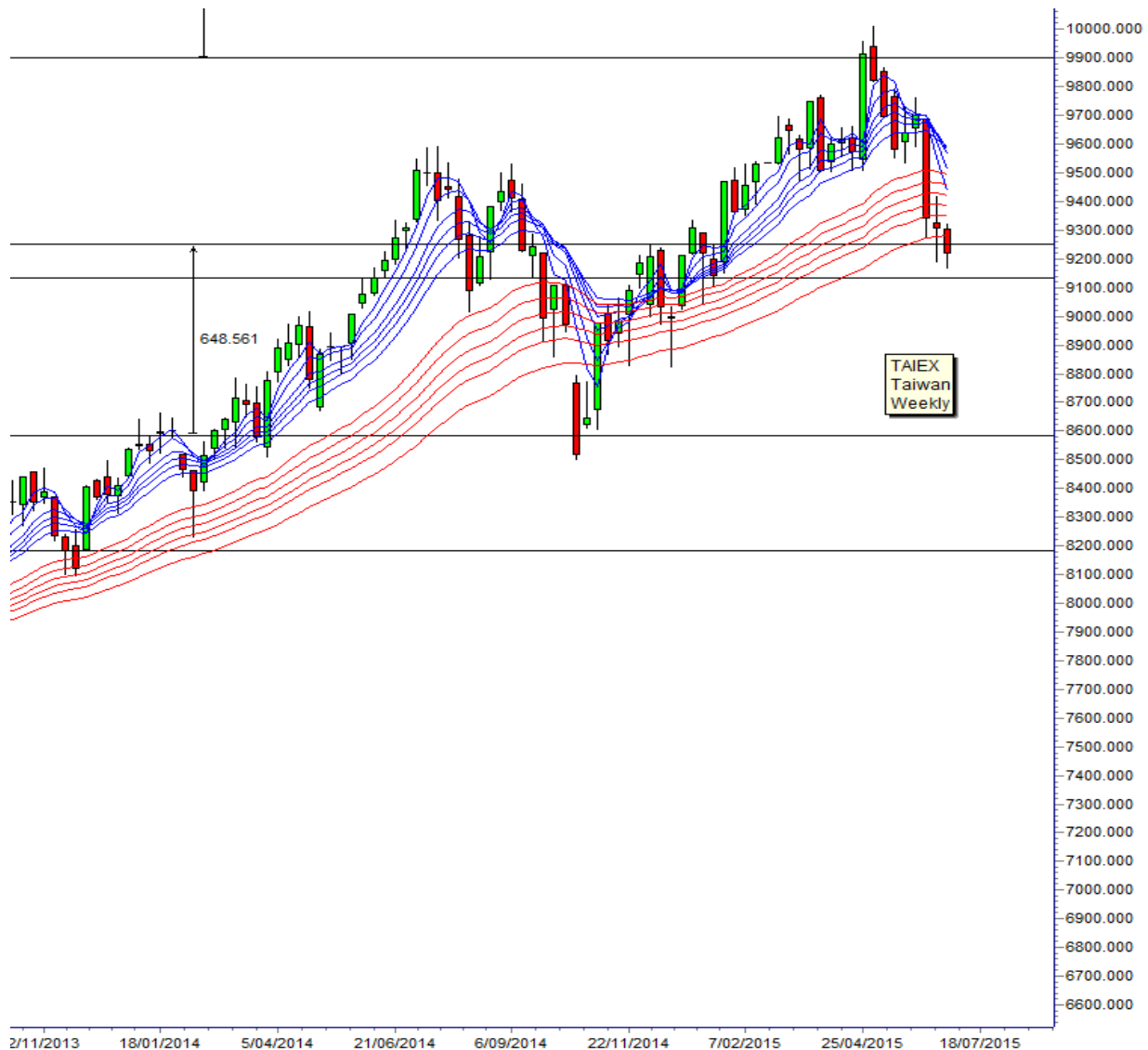


# **TAIEX, TAIWAN**

*By Daryl Guppy*

The resistance breakout had an upside target near 9900 that was reached with a fast moving rally. This target is calculated using the width of the trading band. This developed into a string resistance level followed by a sharp pullback. Trend strength shown by the GMMA is good. Traders watch for a successful retest of the lower edge of the long term GMMA near 9300.



The Taiex is defined with trading bands. At the upper and lower level of each trading band there is a small consolidation band. Traders watch for consolidation between 9140 and 9250. A fall below 9140 signals a change to a new downtrend.

## **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.