



# KBC TECHNICAL ANALYSIS BONDS

24 FEB 2005

From KBC Market Research Desk

**BUND : (118.26) 1<sup>ST</sup> TARGET OFF 119.26 AT 118.21**



Drop off 120.98 has approached 1<sup>st</sup> target off 119.26 (118.21: see graph + daily Bollinger bottom): would play range of 118.21 —118.65, with contract in ST oversold readings.

If wrong on 118.21 as ST range bottom, next levels at 118.11 (Dec spike), ahead of 118.03/ 117.99 (38.2% 113.27 to 120.98/ daily Starc bottom): tough on 1<sup>st</sup> test and ST rebound expected.

Should 118.65 fail to act as ST range top, next levels at 118.82 (ST breakdown hourly), ahead of 119.02/119.26 (neckline Double top: see graph): tough on 1<sup>st</sup> test.

SUPPORT	RESISTANCE
118.22/ .21 (today's low?/ see above)	118.58/ .65 (ST MA ↓/ daily envelope)
118.11 ((Dec spike + daily envelope)	118.82 (ST breakdown hourly)
118.03/ 117.99 (38.2% 113.27 to 120.98/daily Starc bottom)	119.02/ .08 (yesterday high/ breakdown hourly)

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**BOBL :(112.74) DAILY BOLLINGER BOTTOM AT 112.68 TODAY**



**Drop off 113.85 has met potential of daily channel break off low (112.90), with contract near daily Bollinger bottom (112.68): would play range of 112.68 —112.94.**

If wrong on 112.94 as ST range top, next levels at 113.00 (ST breakdown hourly), ahead 113.07/ .12 (see graph: neckline Double Top/ ST high), favored to cap

Should 112.68 fail to act as ST range bottom, next levels at 112.57 (Equality C wave off 113.85), ahead of 112.48/ .44 (1<sup>st</sup> target off 113.07/ daily Starc bottom), where ST pause expected.

SUPPORT	RESISTANCE
112.69/ .68 (today's low?/ daily Bollinger bottom)	112.82 (ST MA↓)
112.65 (daily envelope)	112.92/ .94 (ST breakdown hourly/ daily envelope)
112.57/ .48 (Equality C wave off 113.85 + weekly envelope/ 1 <sup>st</sup> target off 113.07: see graph)	113.07/ .12 (see graph/ yesterday high)

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**SCHATZE :(106.0900) BELOW DAILY DOWNTRENDLINE OFF HIGH (106.1950 TODAY) WITH POTENTIAL OF BEARISH FLAG BREAK OFF 105.9050 MET (106.05)**



**Back below daily Downtrendline off high (106.1950 today)** with potential of bearish Flag break off 105.9050 met (106.05): would play range of 106.0650 —106.1350.  
If wrong on 106.1350 as ST range top, next levels at 106.1750 (MT MA↓), ahead of 106.1850/ .1950 (see above): favored to cap.

Should 106.0650 fail to act as ST range bottom, next levels at 106.0500, ahead of 106.0450 (daily Bollinger bottom), ahead of 106.00/ 105.9950 (1<sup>ST</sup> C wave off 106.31): tough on 1<sup>st</sup> test.

SUPPORT	RESISTANCE
106.0650 (today's low? + hourly Starc bot-tom)	106.1250/ .1350 (ST breakdown hourly/ daily envelo-pe)
106.0500/ .0450 (reaction low off 106.31 + daily envelope/ daily Bollinger bottom)	106.1750 (MT MA↓)
106.00/ 105.9950 (76.4% 105.9050 to 106.31/ see above)	106.1850/ .1950 (yesterday high/ see above + daily Bollinger midline)

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**US T-NOTE (1/32): (111.14) DAILY DOWNTRENDLINE OFF HIGH AT 112.00+ TODAY**



**Drop off 113.12+ extended to 111.04, with contract below daily Downtrendline off high (112.00+ today) and channel bottom off 113.11 having been tested (see graph): would play range: 111.04-----111.17+(ST MA↓) with contract in ST oversold readings.**

If wrong on 111.17+ as ST range top, next levels at 111.25/ 111.26 (breakdown hourly), ahead of 112.02+ (LT MA↓), favored to cap.

Should 111.04 fail to act as ST range bottom, next levels at 111.02+ (target of daily channel break off 110.08+), ahead of 110.25+/ 23 (daily Starc bottom/ MT spike down) , favored to hold on 1<sup>st</sup> test.

SUPPORT	RESISTANCE
111.09 (hourly Starc bottom)	111.17+ (daily envelope + ST MA↓)
111.05/ .04 (daily Bollinger bottom / reaction low off 113.12+)	111.25/ .26 (yesterday high/ breakdown hourly + see graph: channel top off 113.11)
111.02+/ .01 (see above/ daily envelope)	112.02+/ .04 (LT MA↓/ weekly envelope)

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**GILT : DAILY CHANNEL BOTTOM OFF HIGH AT 109.71 TODAY (+ SEE GRAPH)**



**Tested daily Downchannel bottom off high (109.71 today):** range trading 109.54---110.10 as preferred scenario, amid ST oversold readings.

110.51/ .67 (previous reaction low/ breakdown daily + see graph: channel top), if wrong on 110.10 capping ST.

Should 109.54 fail to act as ST range bottom, next levels at 109.42/ 27 (weekly channel bottom off July 04/ daily Starc bottom): tough on 1<sup>st</sup> test.

SUPPORT	RESISTANCE
109.71 (see above)	109.95 (ST MA↓)
109 .54/ .52 (Daily Bollinger bottom + yesterday low + see graph: channel bottom off high/ potential of daily channel break off	110.10 (hourly Starc top)
109.42/ .27 (see above/ daily Starc bottom)	110.51/ .67 (see above/ see graph: channel top)

KBC Market Research Desk			
		Sales Force	
Piet Lammens	+32 2 417 59 41	Brussels	London +44 207 256 4848
Peter Wuyts	+32 2 417 32 35		Frankfurt +49 69 756 19372
Didier Hanesse	+32 2 417 59 43		
Peter Fontaine	+32.2.417.56. 11	Commercial Desk	Paris +33 153 89 83 15
Bob Maes	+32.2.417.51. 94	Institutional Desk	New York +1 212 541 06 97
			Singapore +65 533 34 10

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