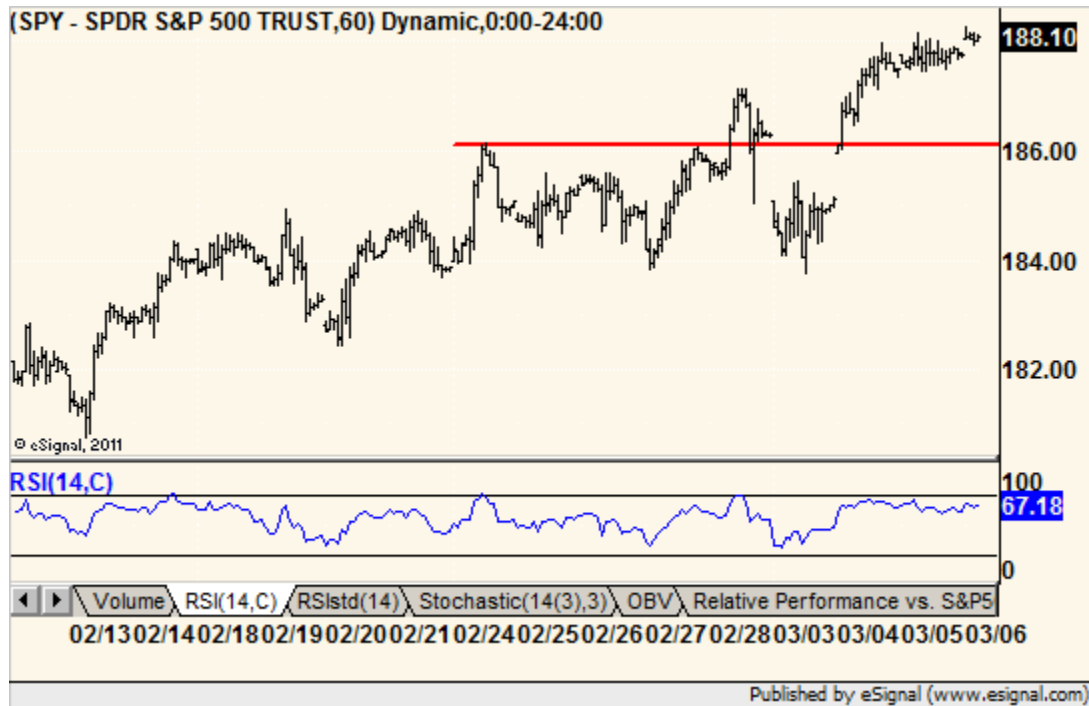


QUICK TAKES PRO

"TECHNICAL ANALYSIS FOR EVERYONE"

MICHAEL KAHN
RESEARCH LLC

March 6, 2014 – It was a relatively calm day with mixed results at the close. Gold, bonds and even Tesla all traded relatively flat with the only real movement in oil. We've got a chart of **USO** below to show that it is still respecting last month's upside breakout.

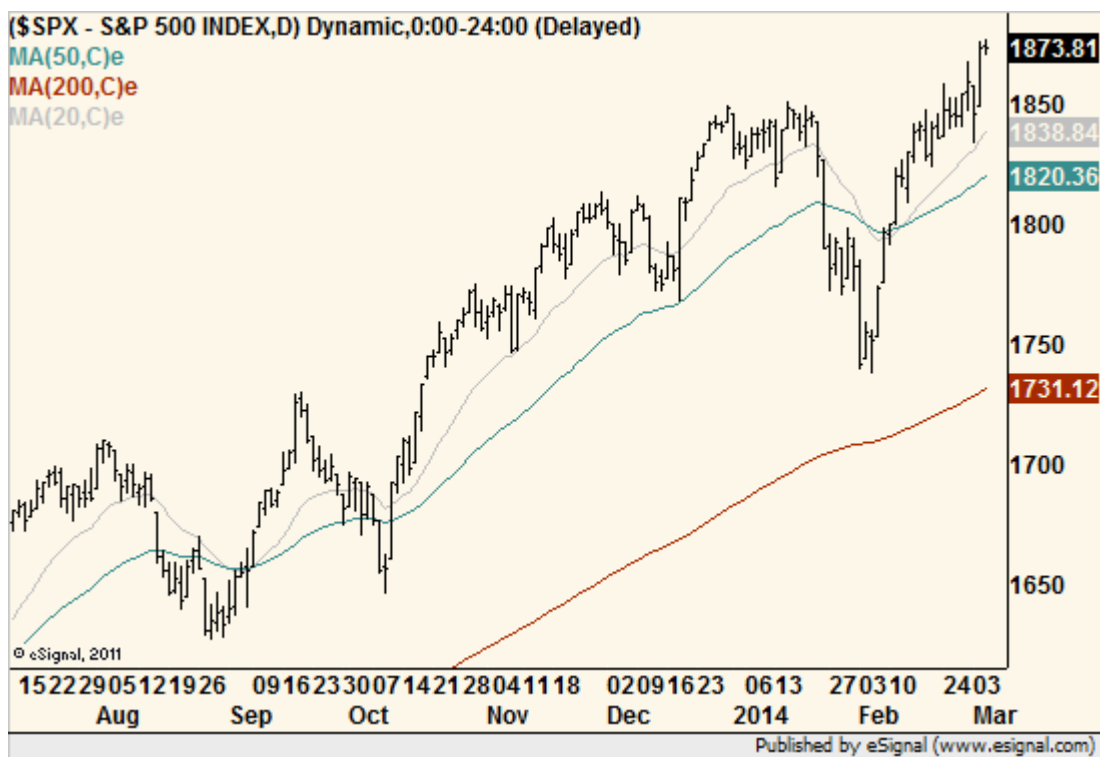


Another new high for the hourly chart although it does look as if it is time for some sort of wiggle or pause. Still, the overall trend is up.

In sectors, the hot one yesterday was fertilizer, which makes sense since agricultural commodities are so strong. Airlines, autos and big banks were also on top of the leader board. We'll have some charts below.

Not much else to say as the market focuses on tomorrow's jobs report. If it is anything like the ADP report yesterday, a lot of politicians and investors will not be happy. Then again, the Fed can drop the put (or put the shot?) by saying it will not taper any more.

Index Charts of the Day



This chart shows the 20-, 50- and 200-day exponential averages and they are in "proper order" for a bull market. Price > 20 > 50 > 200.

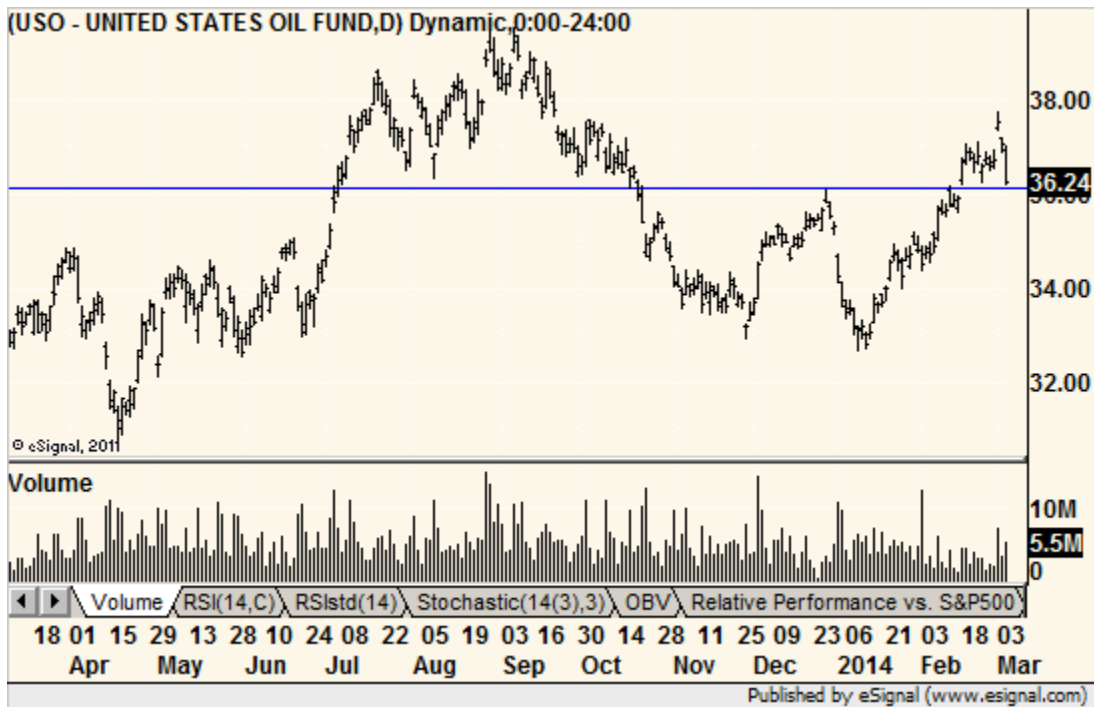
The 20-day expo is a good place to keep a mental warning stop because under that average we will start to look for reasons to get out. Above it and there are no reasons to sell, barring outside news.

The Radar Screen

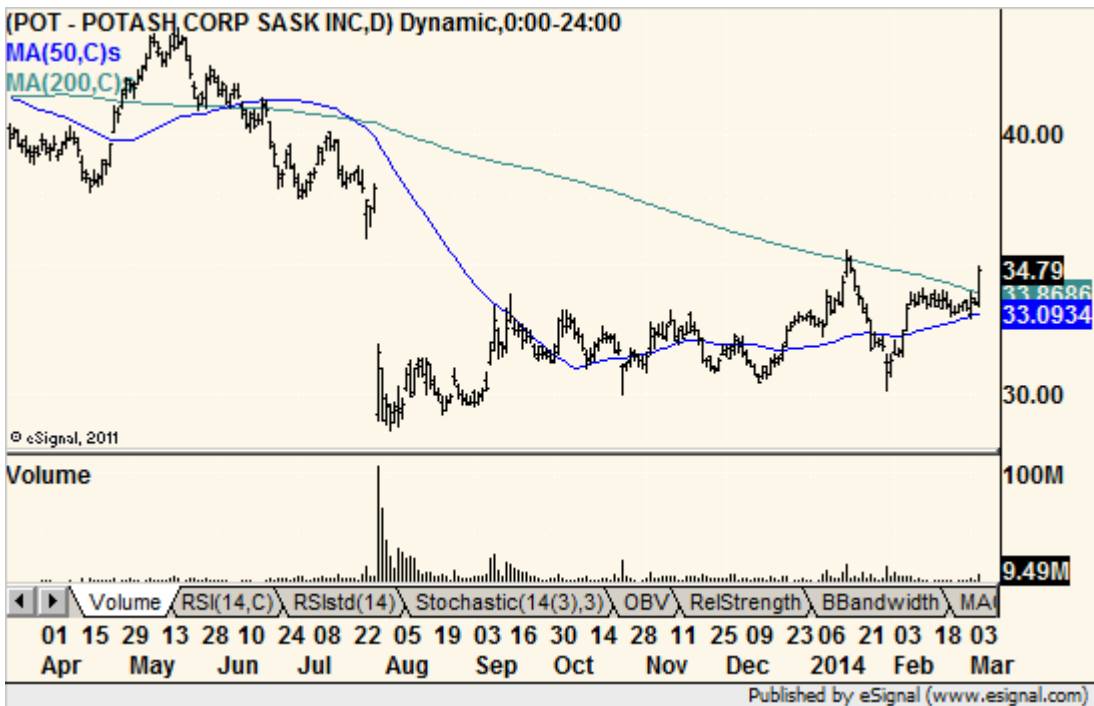
This is a list of potential opportunities, not a recommended portfolio. Underlined text is a change from previous report and if important it will be highlighted in yellow. If and when stocks give buy or sell signals here, they then move into the Advice Tracker section below. Dates listed are first appearances in the Radar Screen or the last major update. We do not take "buy/sell on close" triggers or "at the open" triggers if the stock moves more than 4-5%. See <http://quicktakespro.com/radar.html> for all Radar Screen rules and terms.

Bullish Implications		
DSW DSW - A shoe retailer with a possible double bottom. Resistance at the 50-day average but nice RSI divergence in place. Buy intraday over 39.60.	Changed	2/27
Turquoise Hill Resources TRQ - This is a minerals miner with some coal and precious metals properties. It has a trend break and move above the 50-day average and is now at an important resistance. On-balance volume is soaring and the subscriber reports heavy options activity. The only problem is the 200-day average but getting there will still yield a 15% gain. We like it over 4.00.	New	3/6
Potash Corp POT - A fertilizer stock with a big breakout. Had a huge gain Wednesday but it does not look done to us. Buying a dip would be nice but it may not happen. MOS looks exactly the same but with a smaller percentage rally yesterday so let's <u>choose that one</u> .	New	3/6
Knightsbridge Tankers VLCCF - This is a weekly view to put yesterday's rather sizeable move into perspective. It is another stock that looks good but one in which we'd love a pullback. That may not happen and since the whole sector seems to be improving we will take this one now.	New	3/6
Bearish Implications		
Juniper Networks JNPR - Just as we looked for stocks that resisted Monday's sell-off, now we look for stocks that did not participate in Tuesday's rally. Juniper is now at support in a double top pattern with RSI divergence. Sell a close under 26.20.		3/5
Unknown Implications		
Rambus RMBS - This chip stock is in a nice pennant formation that has been in place long enough to flatten out its major moving averages. Buy 9.65, sell 8.65		2/21
Holding Tank - red shade leans bearish, green shade leans bullish		
Boeing BA - This looks to be the real breakdown, especially compared to its sector - defense (indices DFX, DFI).		2/24
GM - While Tesla soars, GM looks to be in a bearish wedge pattern at its 200-day moving average. <u>Setup is gone</u>	Removed	2/25
AT&T T - Waiting for value to come to papa at 30.25.		2/25
Wal-Mart WMT - Everyone is down on this stock but at the same time retail is making a comeback. We're watching for a trendline breakout.		3/3
Lennar LEN - This home builder is at strong resistance but has been there for several days already. Which way it goes may be the tell for the entire homie sector.		3/5
Incyte INCY - This is a member of the hot biotech index and we have it here just to watch at this time. A bearish RSI divergence is all we have on it so no selling yet! However, if it breaks then we will have to look at the entire sector to see if its time is over.		3/5
Sector Watch (observations that may spark ideas)		
Retail - Making a comeback. ANF, AEO, ARO, URBN		2/26
Defense - Very strong (except BA)		
Updates		
Fannie Mae FNMA - Looks like a breakout from the high tight flag		

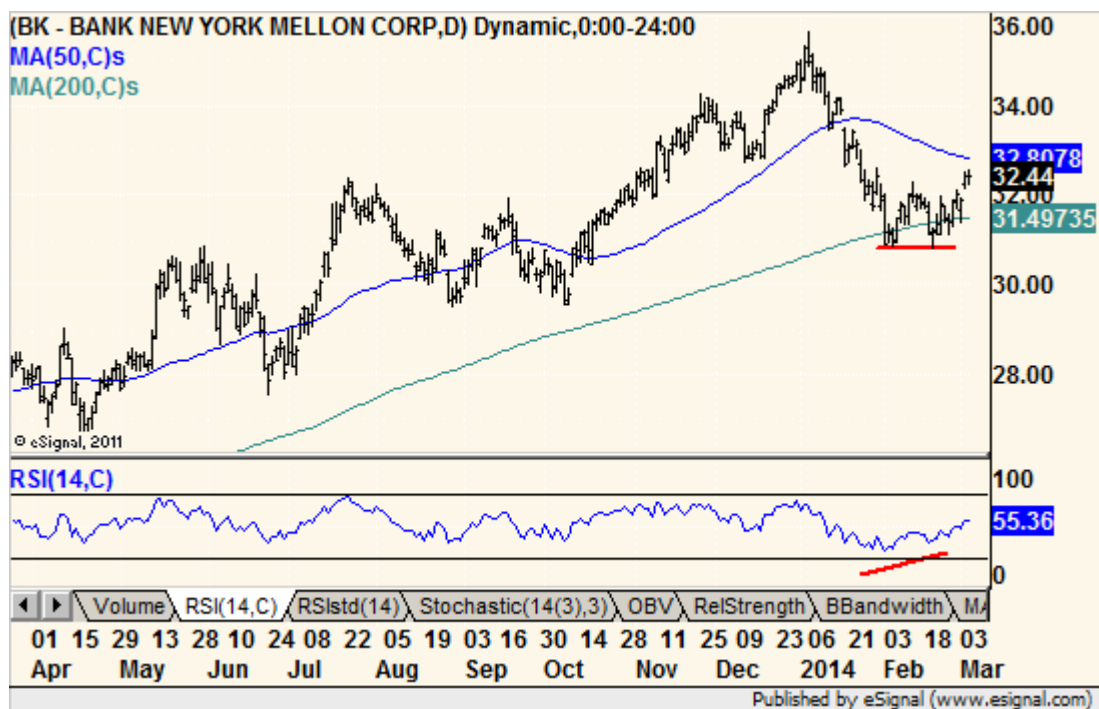
Market Highlights



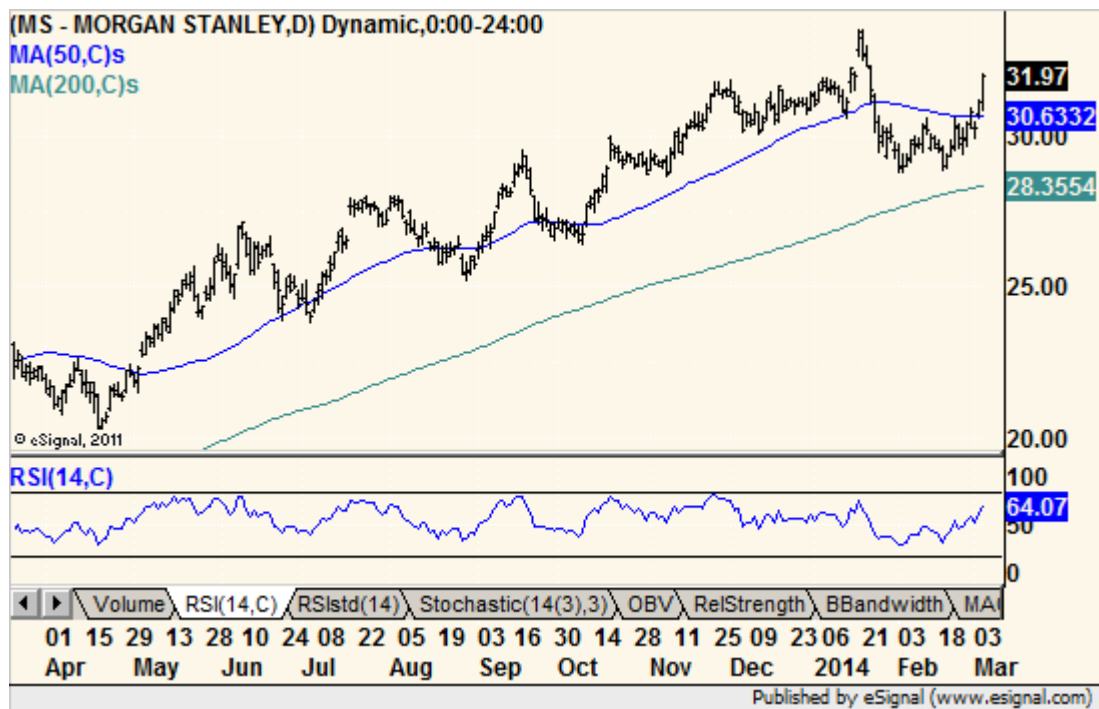
Oil ETF - Still above the breakout level although Tuesday left what could be an island gap reversal. We will have to see how this holds here before saying it is safe for new positions.



Potash Corp - A fertilizer stock with a big breakout. Had a huge gain Wednesday but it does not look done to us. Buying a dip would be nice but it may not happen. **MOS** looks exactly the same but with a smaller percentage rally yesterday so let's choose that one.



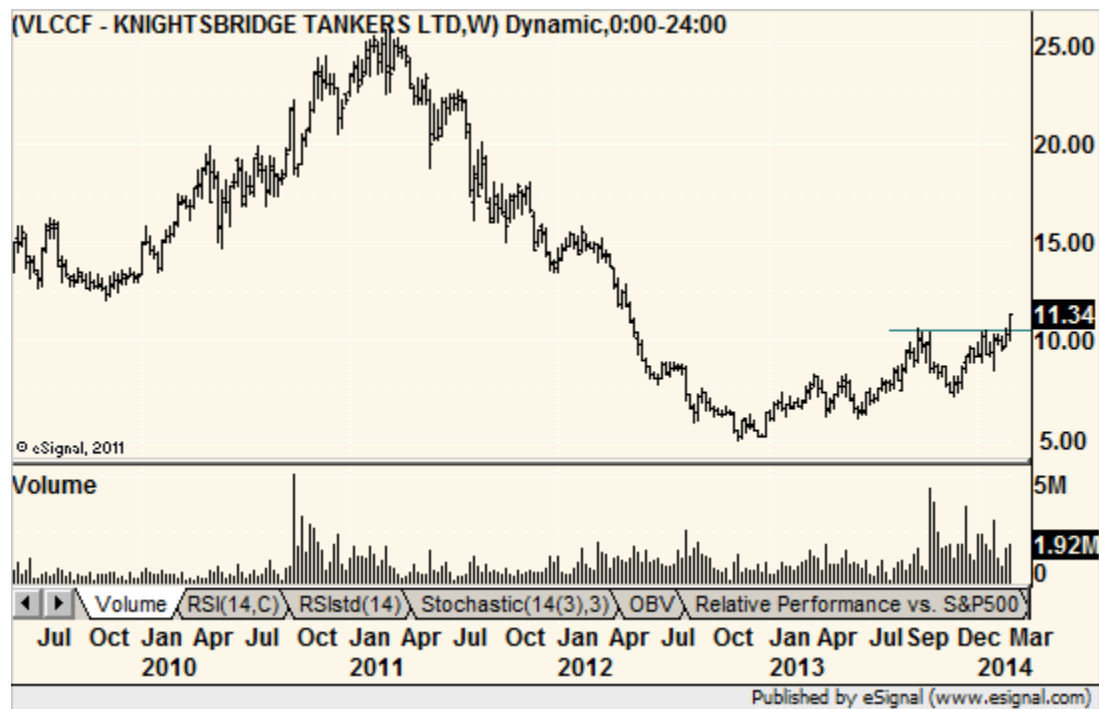
Bank of NY Mellon - Double bottom on 200-day average. Still below 50-day so we are going to wait but we won't talk anyone out of it.



Morgan Stanley - We had this one on breakdown watch but it held its ground and now broke out to the upside. Good on-balance volume, too. Again, we won't talk anyone out of it.



American Airlines - Surprisingly strong group, save for **JBLU**, but now looking tired. Well above its averages and RSI is fading.



Knightsbridge Tankers - This is a weekly view to put yesterday's rather sizeable move into perspective. It is another stock that looks good but one in which we'd love a pullback. That may not happen and since the whole sector seems to be improving we will take this one now.

Advice Tracker

This is a list of stocks that have triggered buys or sells and not a recommended portfolio. We will track them with suggested strategies but specific stops and position closes are up to the subscriber. Symbols in **red** mean that the position was stopped out. Stops in **red** were changed. Any position that moves in the desired direction and then reverses by 5% from the extreme that day is an automatic stop out. This is to compensate for the inability of this once per day newsletter to alert subscribers to the reversal.

	<u>Symbol</u>	<u>Name</u>	<u>Last</u>	<u>P/L</u>	<u>Stop</u>	<u>Price in</u>	<u>Date in</u>	<u>#Days</u>
<u>Long</u>	NLY	ANNALY CAP MGMT INC	11.24	13.7%	10.70	9.89	12/6	89
	GDX	MARKET VECTORS GOLD MINERS ETF	26.50	19.6%	25.25	22.15	1/13	51
	JTP	NUVEEN QUALITY PFD INCOME FD	8.12	3.7%	7.80	7.83	1/23	41
	CORN	TEUCRIUM CORN FUND	33.41	5.8%	32.00	31.57	2/6	27
	FCX	FREEPORT-MCMORAN COPPER GOLD	33.91	8.1%	32.00	31.36	2/6	27
	LXP	LEXINGTON REALTY TRUST	11.68	7.4%	11.20	10.88	2/12	21
	SLV	ISHARES SILVER TRUST	20.36	3.1%	20.00	19.74	2/13	20
	NOV	NATIONAL OILWELL VARCO INC	77.48	1.3%	74.00	76.52	2/18	15
	FSLR	FIRST SOLAR INC	58.15	-0.6%	55.00	58.50	2/25	8
	LTM	LIFE TIME FITNESS INC	47.48	3.0%	46.00	46.09	2/25	8
	BBRY	BLACKBERRY LTD	10.10	-5.4%	9.75	10.68	2/26	7
	FDO	FAMILY DLR STORES INC	64.48	-4.0%	64.00	67.16	2/27	6
	DBC	POWERSHARES DB COMMODITY ETF	26.17	-1.4%	25.50	26.53	3/3	2
	GSK	GLAXOSMITHKLINE PLC	56.43	0.2%	54.00	56.30	3/4	1
<u>Short</u>	none							

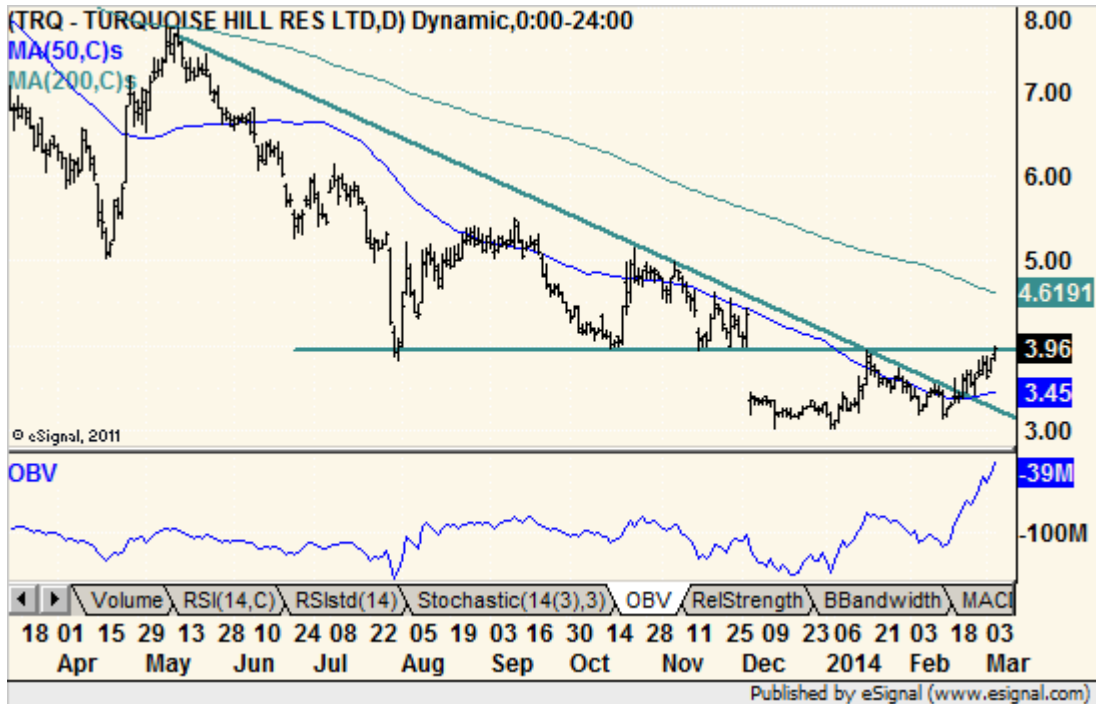
Notes: Tweaked stops in **LXP** and **GSK**. The latter was too wide.

Also note the huge dividend in **NLY** is assumed to be declared for late March.

FSLR trade was stopped out but we are following the unofficial position that wasn't

Subscriber Corner

This section is dedicated to subscriber requests for stock, futures, index and foreign exchange analysis. Send requests to <mailto:mkahn@quicktakespro.com>.



Turquoise Hill Resources - This is a minerals miner with some coal and precious metals properties. It has a trend break and move above the 50-day average and is now at an important resistance. On-balance volume is soaring and the subscriber reports heavy options activity. The only problem on this chart is the 200-day average but getting there will still yield a 15% gain. We like it over 4.00.

Other Information

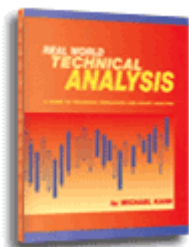
About - Michael Kahn, CMT, has been working with charts and technical analysis since 1986 and currently writes the twice-weekly “Getting Technical” column for Barron's Online. He is also a regular contributor to MarketWatch.com. Michael was formerly Chief Technical Analyst for BridgeNews and seen frequently on financial television including PBS' Nightly Business Report.



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