

QUICK TAKES PRO

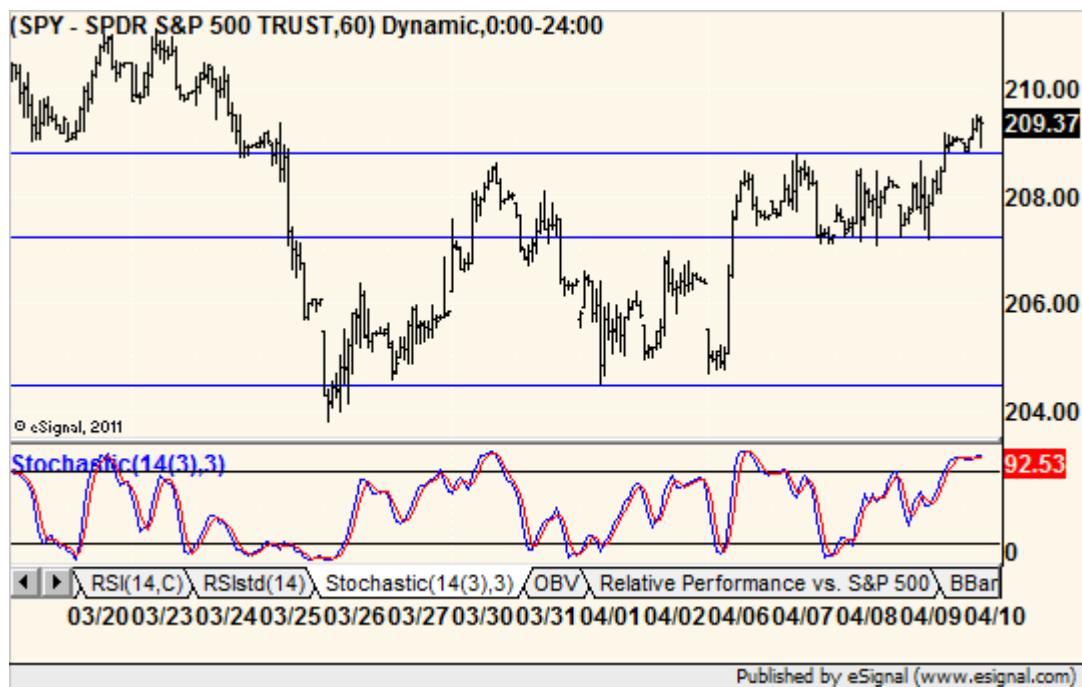
"TECHNICAL ANALYSIS FOR EVERYONE"

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RESEARCH LLC

April 10, 2015 – This is a new phrase – Wall Street gains were driven by energy stocks. We thank the charts for tipping us off to this change last month.

Other than a big jump in **GE**, which apparently has little effect on the DJIA thanks to GE's small weighting, the only news is that global markets are hitting new highs. With all the press about "this is the top," not to mention last week's declaration of a Dow Theory sell signal by analysts with an agenda we have to think that the current domestic market malaise is going to resolve to the upside.

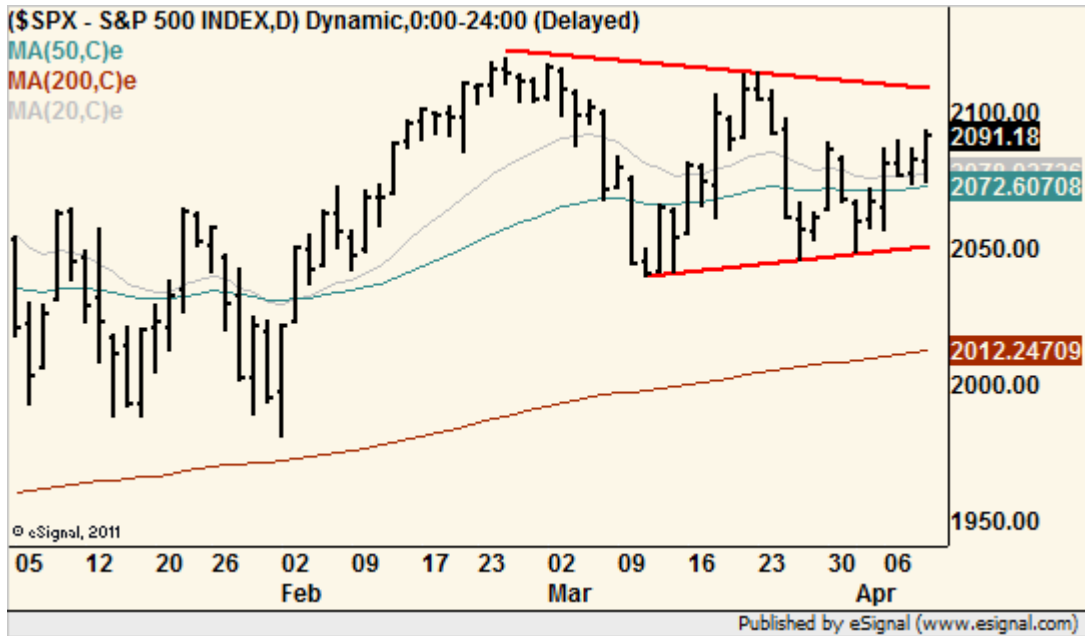
But the problem, at least for the S&P 500, is that it is still trapped in a range. The good news is that the bias within that range is to the upside as the hourly SPY chart below shows.



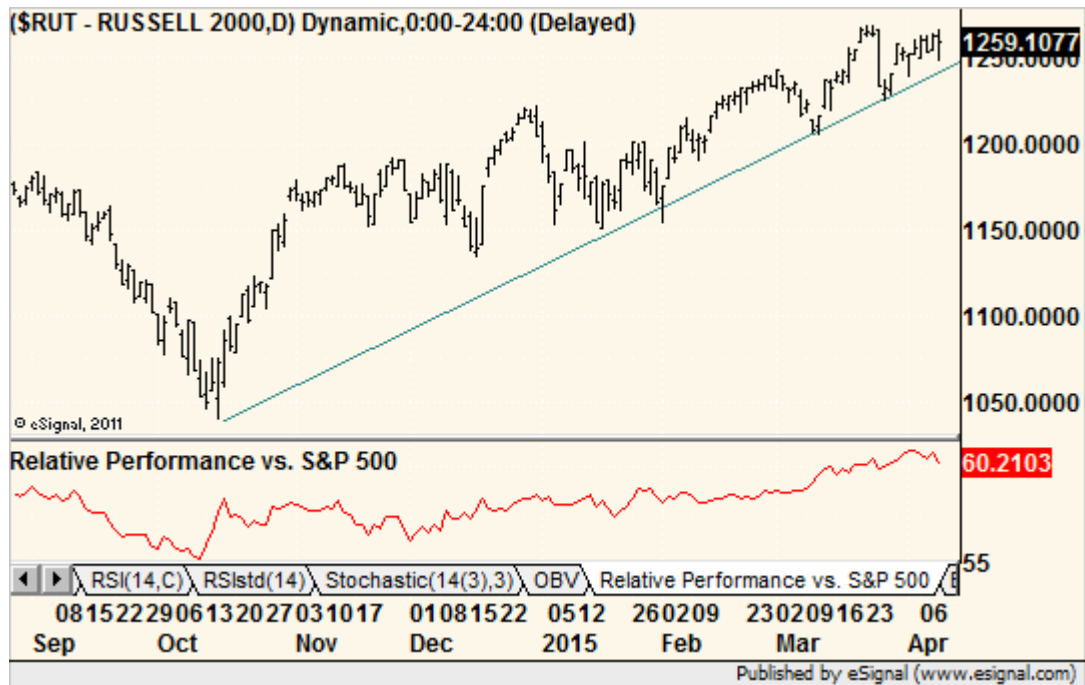
This looks like a short-term breakout and that suggests a move back to the March highs.

With that said, we must acknowledge that two of our four horsemen are lagging. And one of the leaders, retail, seems very tired. That does not mean the ballgame is over because energy is indeed coming back into leadership. As long as there are leaders there is a good chance the market keeps going. And don't forget biotech and semiconductors seem to be pulling out of deep corrections. All good.

Index Charts of the Day



Waiting, waiting, waiting. But price is above the averages, which are in proper order for a bull trend.



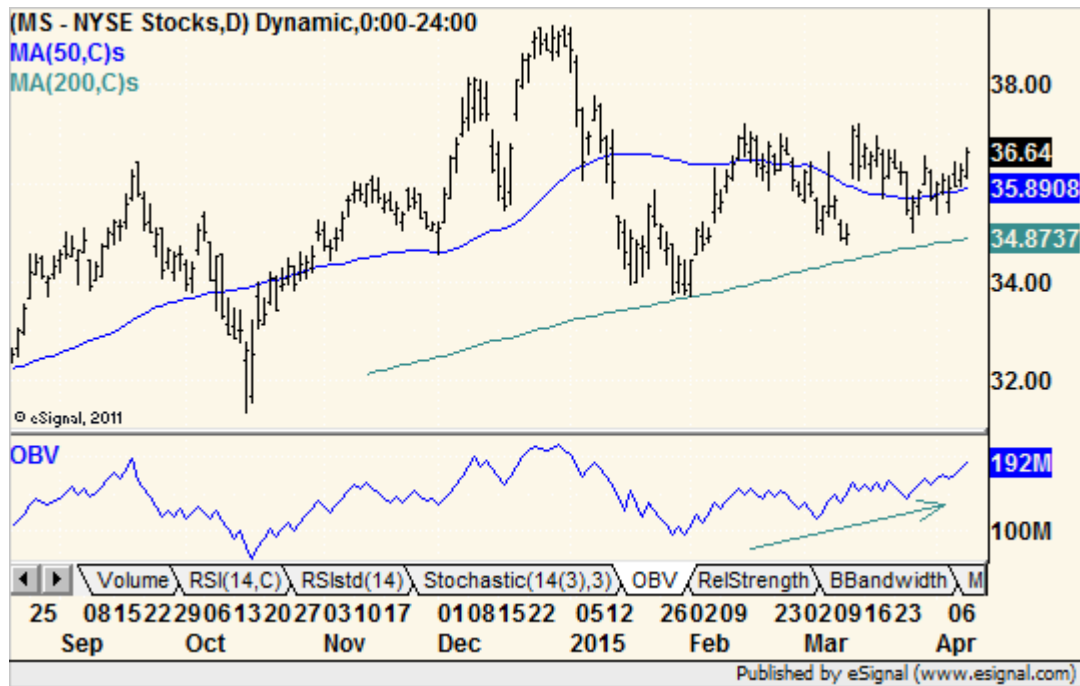
Nothing new here, either.

The Radar Screen

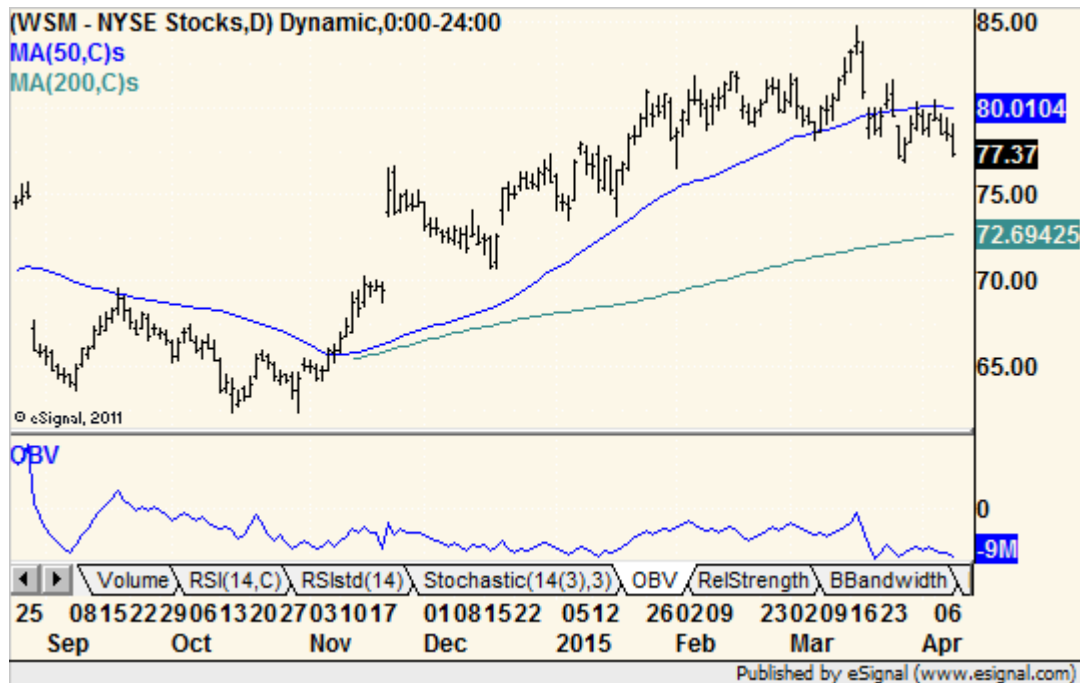
This is a list of potential opportunities, not a recommended portfolio. Underlined text is a change from previous report and if important it will be highlighted in yellow. If and when stocks give buy or sell signals here, they then move into the Advice Tracker section below. Dates listed are first appearances 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		
General Electric GE – A very classic on-balance volume bullish divergence. If this breaks from the flag pattern then it should have a nice run higher. Buy close over 25.40.	Triggered	4/8
General Mills GIS – This cereal maker was already on the move before corn was crushed last week. This is a nice breakout but it is a bit overbought. Buy the dip to 55.25.		4/1
FireEye FEYE – A cyber security stock with a bull flag sitting on the 50-day average. We like that on-balance volume did not drop during the flag's price decline. Buy close over 41.40.	Moved	4/9
Philip Morris Intl PM – We tried tobacco before. This one finally reached long-term support (not shown) and sports a small bullish RSI divergence. Waiting for a little more strength and we'll go after its huge dividend. Close over 78 breaks 20-day expo. A good place to buy	Moved	4/9
Bearish Implications		
Keurig GMCR – A stock on precipice. It has a moving average death cross in February. Now that it bounced we will sell under 111.		3/30
Illinois Tool Works ITW – Just a stock on bear watch with falling on-balance volume and stalled rally. Sell close under 96/10		4/1
Holding Tank - red shade leans bearish, green shade leans bullish		
BP BP – We wanted it to drop to support and now it looks ready to break out above resistance.	Changed	3/12
Viacom B VIAB – Strong on-balance volume suggests this will break trendline.		3/25
Standard Pacific SPF – This homebuilder is the embodiment of a stock in a strong group that is just making its move to catch up. A trendline breakout, test and resumption of the rally. On-balance volume a new high. Buy the dip.		3/30
Briggs & Stratton BGG – This small engine maker looks encouraging with a big base and rising on-balance volume. Waiting for it to get closer to resistance.		4/1
Sprouts Farmers Market SFM – This is an organic foods retailer in competition with WFM . The chart has a breakout with on-balance volume already nearing its old high. Investor's Business Daily had this on a list of good earnings stocks to weather a correction. Waiting for a dip.		4/2
Jacobs Engineering JEC - Heavy construction stock in a "handle" formation. Buy close over resistance 45.50.	Triggered	4/7
Sector Watch (observations that may spark ideas)		
Biotech – A bit more downside than we expected. But now showing a little recovery power.		3/30
Specialty Chemicals – Bounced off major support. Check out bull flags in ECL and IFF . CBT possible catch-up candidate.		3/31
Shale Oil – Think shale oil is dead? Nope. CPE, OAS, SN, LPI		4/6
Oil Explorers/producers – RRC with possible double bottom. PXD, SM, XEC, NFX		4/6
Heavy Construction – cup-with-handle-like bottoming pattern. FLR almost there		4/7
Updates		
none -		

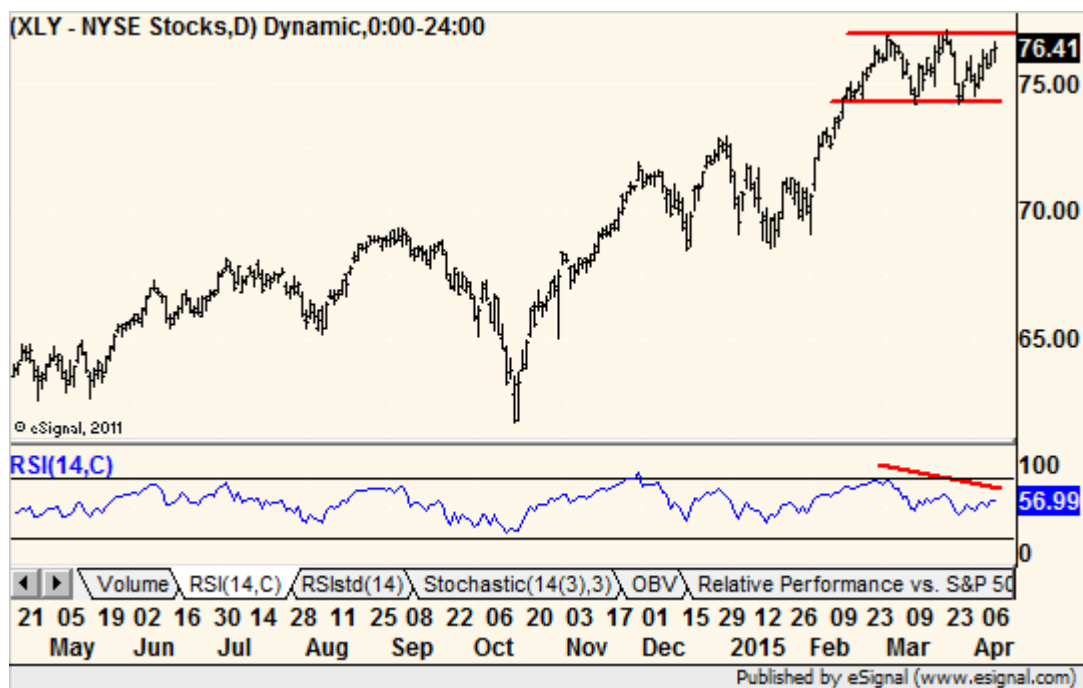
Market Highlights



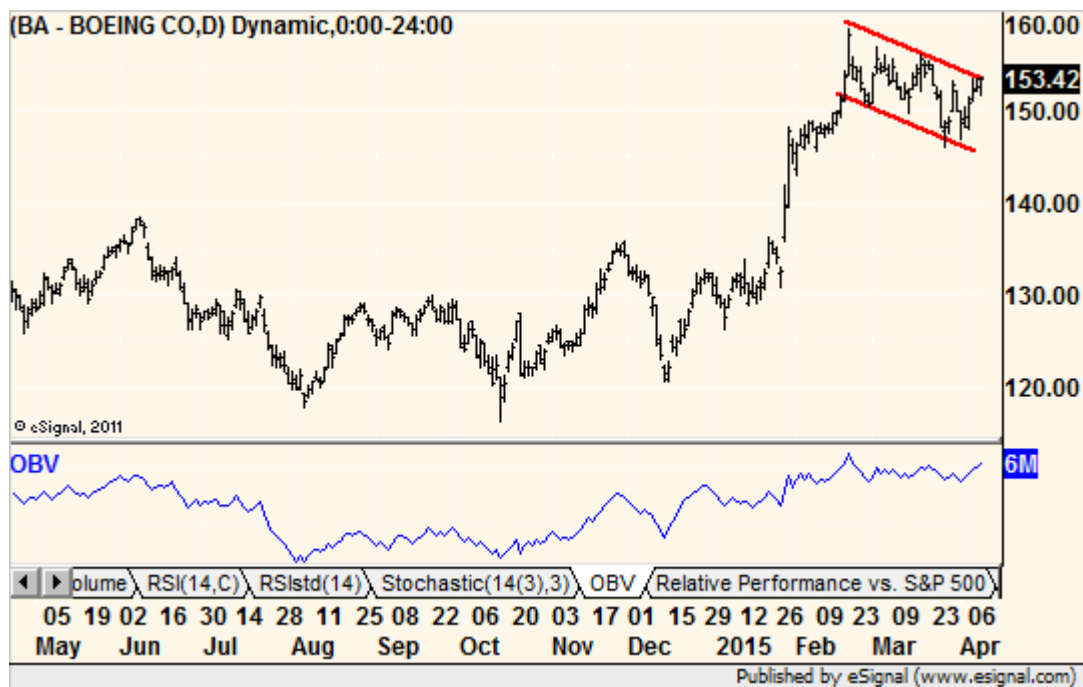
Morgan Stanley – Big banks show some improvement. Here, we see rising on-balance volume and a small range upside breakout. GS similar.



Williams Sonoma – This is what we mean by weakening retail. Here we see a break of the 50-day average with falling on-balance volume.



Consumer Discretionary ETF – Should we worry this is a triple top and not a bullish continuation rectangle? This is why we wait for the break.



Boeing – Defense stocks are mostly strong. This one has a bull flag.

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>	MCD	MCDONALDS CORP	96.55	-0.4%	95.00	96.91	3/10	30
	WMT	WAL-MART STORES INC	80.84	-2.9%	80.50	83.29	3/16	24
	YHOO	YAHOO INC	45.63	1.4%	43.50	44.98	3/19	21
	FB	FACEBOOK INC	82.17	-2.0%	80.00	83.81	3/30	10
	NBR	NABORS INDUSTRIES LTD	14.60	3.7%	14.00	14.08	4/1	8
	CBI	CHICAGO BRIDGE & IRON CO N	49.63	1.3%	47.00	49.01	4/1	8
	HRB	BLOCK H & R INC	31.92	-1.1%	31.50	32.26	4/2	7
	SIMO	SILICON MOTION TECHNOLOGY	32.25	16.3%	30.25	27.74	4/7	2
	HP	HELMERICH & PAYNE INC	73.93	2.7%	70.00	72.00	4/8	1
	POT	POTASH CORP SASK INC	32.53	-1.8%	32.00	33.14	4/8	1
	GE	GENERAL ELECTRIC CO	25.73	0.0%	25.00	25.73	4/9	0
	JEC	JACOBS ENGR GROUP INC DEL	45.90	0.0%	44.00	45.90	4/9	0
<u>Short</u>	none							

Notes: **SIMO** keeps on giving.

Raised stop in **SIMO** and **HP**.

New longs in **GE** and **JEC**. GE looks to open much higher this morning.

Subscriber Corner

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

Other Information

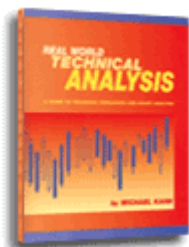
About - Michael Kahn, CMT, has been working with charts and technical analysis since 1986 and currently writes the twice-weekly “Getting Technical” column for Barron's Online. He is also a regular contributor to MarketWatch.com. Michael was formerly Chief Technical Analyst for BridgeNews and seen frequently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



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