

QUICK TAKES PRO

"TECHNICAL ANALYSIS FOR EVERYONE"

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April 30, 2015 – This hits (and misses) keep coming, earnings-wise. That is not the unusual part but rather the extreme reactions stocks are having to those earnings. **LL** yesterday. **YELP** this morning. **CRM** and **GPRO** on the positive side yesterday.

Of course, we always see big reactions to earnings in both directions but this season they seem to be seriously exaggerated. That is not exactly an environment for the average investor so staying nimble is necessary. We also cannot help thinking that while the market remains bullish there are evil forces building up to really smack it once the end finally does arrive.

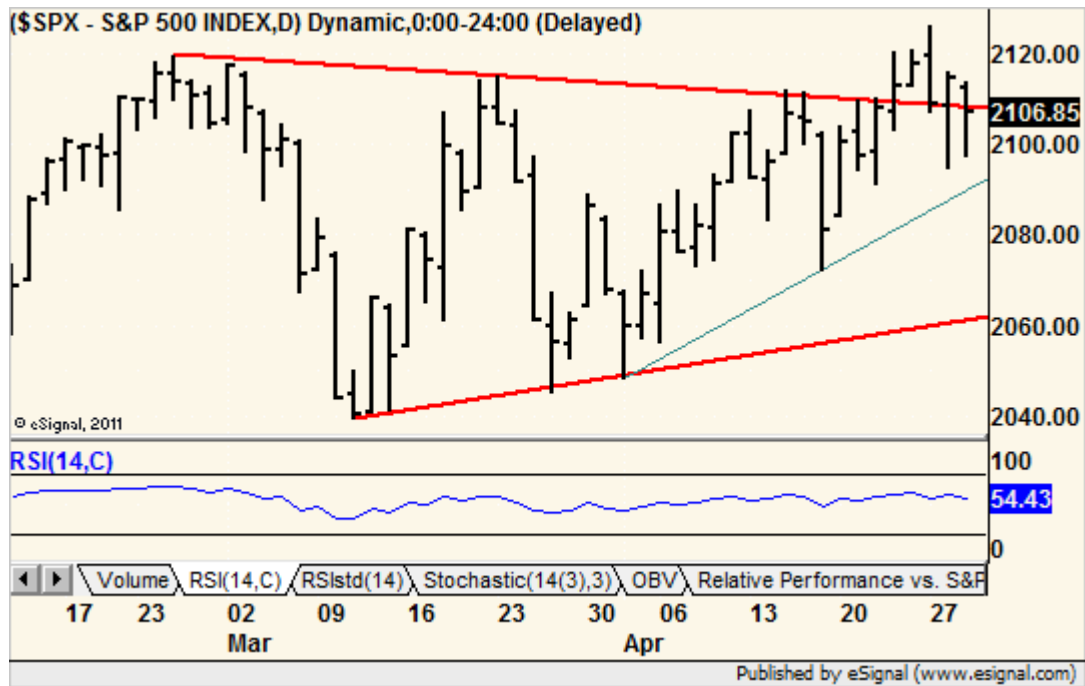
Other big news is in currencies. As the dollar fell hard, the euro soared. That crushed the German DAX index for more than a 3% loss to lead Europe lower. We are going to look at a few currency ETFs below to show that there has been a change in these markets. And at the same time, gold is actually firming up: the opposite of what we'd expect. That suggests something is happening we cannot see just yet and gold and silver seem much more interesting than when we poo-pooed them a few days ago.



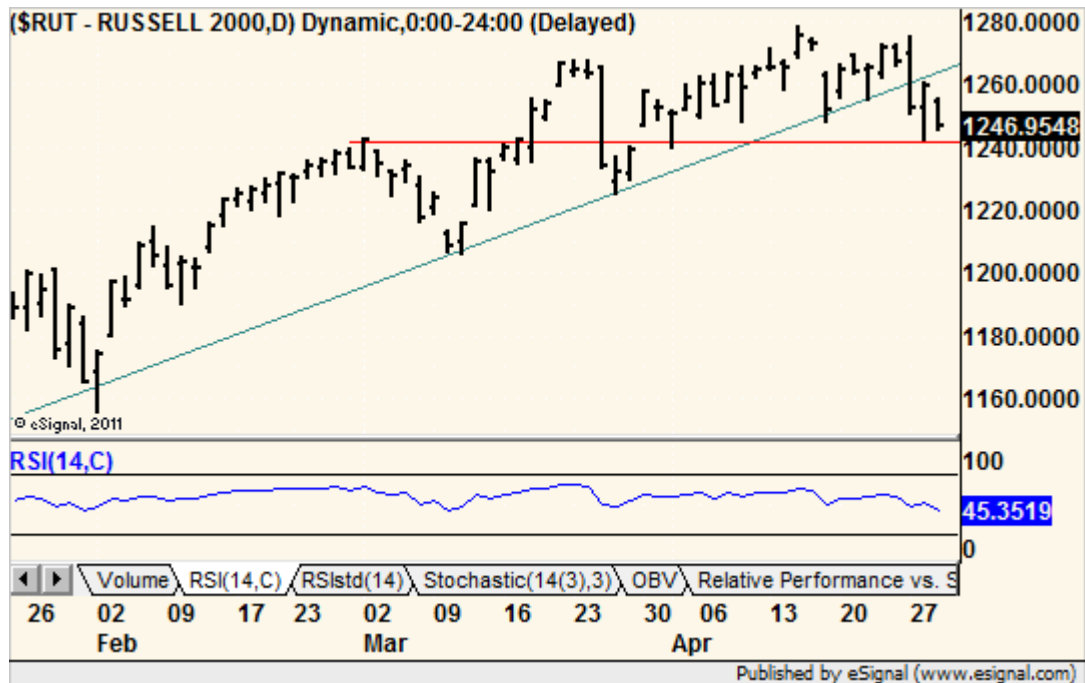
The hourly chart now has the line-in-the-sand look at the new trendline. We will likely remove the horizontal lines tomorrow as the glory days of these support/resistance features seem to be over. But the bottom line is that the trend is still up and many of the daily chats below still cling to breakouts.

Don't forget to keep an eye on the **XLE** energy ETF. Looking perky. Probably will trigger the buy today.

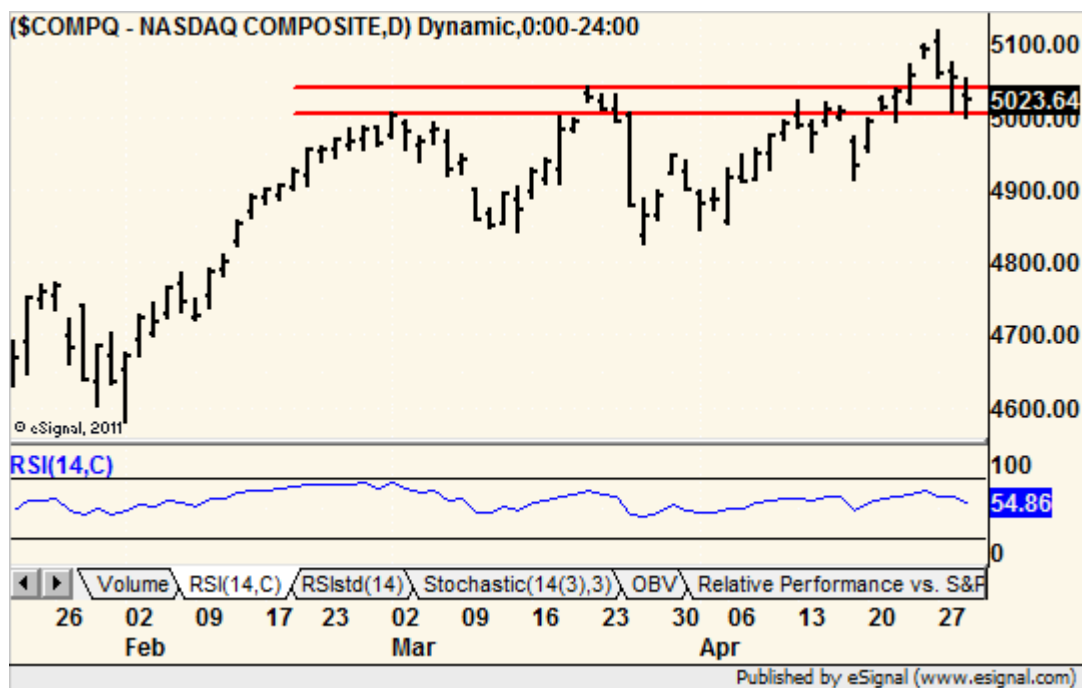
Index Charts of the Day



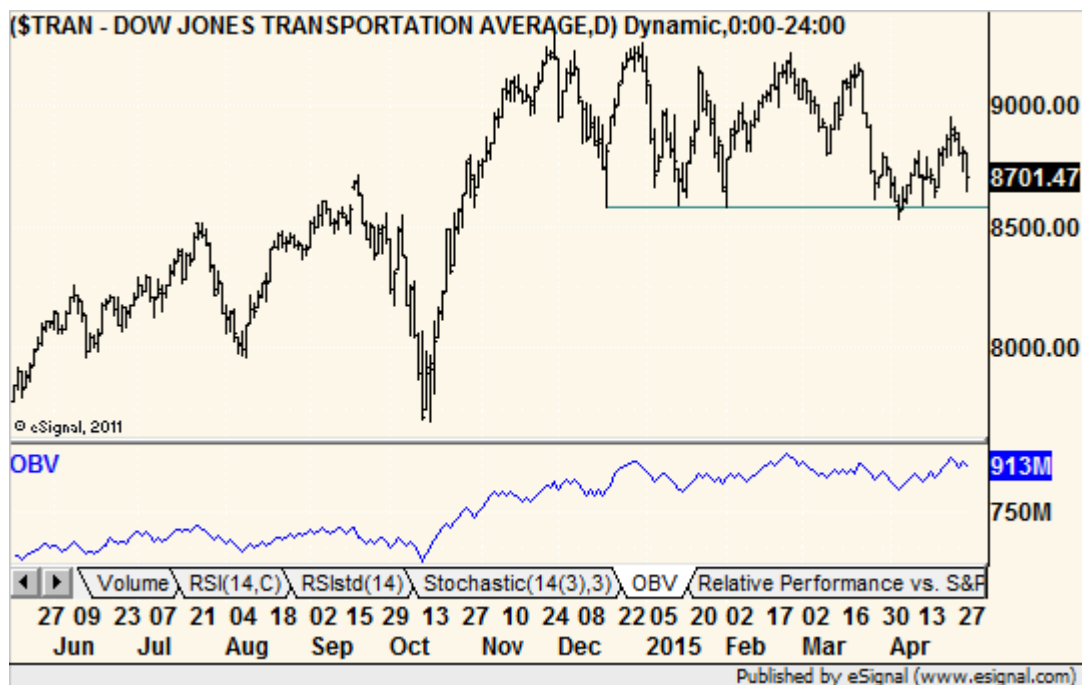
Still clinging to the breakout. Notice the long lower tails indicating morning weakness and afternoon comebacks. That leans bullish.



The Russell is still clinging to its breakdown. Or is that support developing right about here?



The pullback is still within the acceptable limits of a test of the breakout. A close under yesterday's low would negate that.



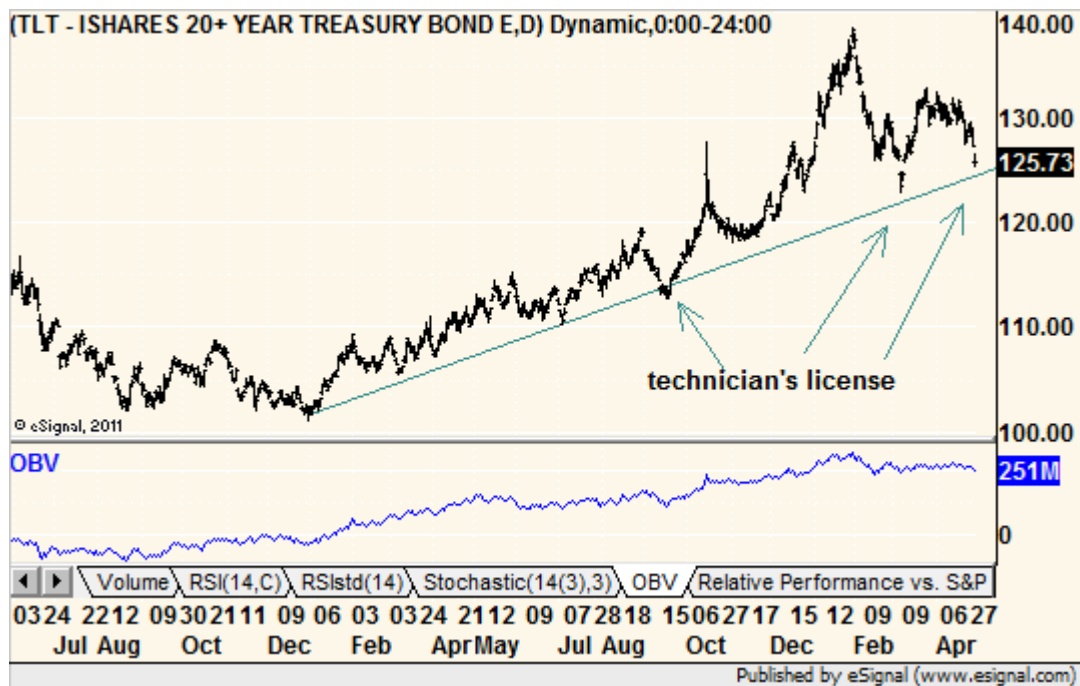
The transports have the more worrisome pattern as the bounce off support has almost failed. The saving grace is that on-balance volume is still holding near the highs.

The Radar Screen

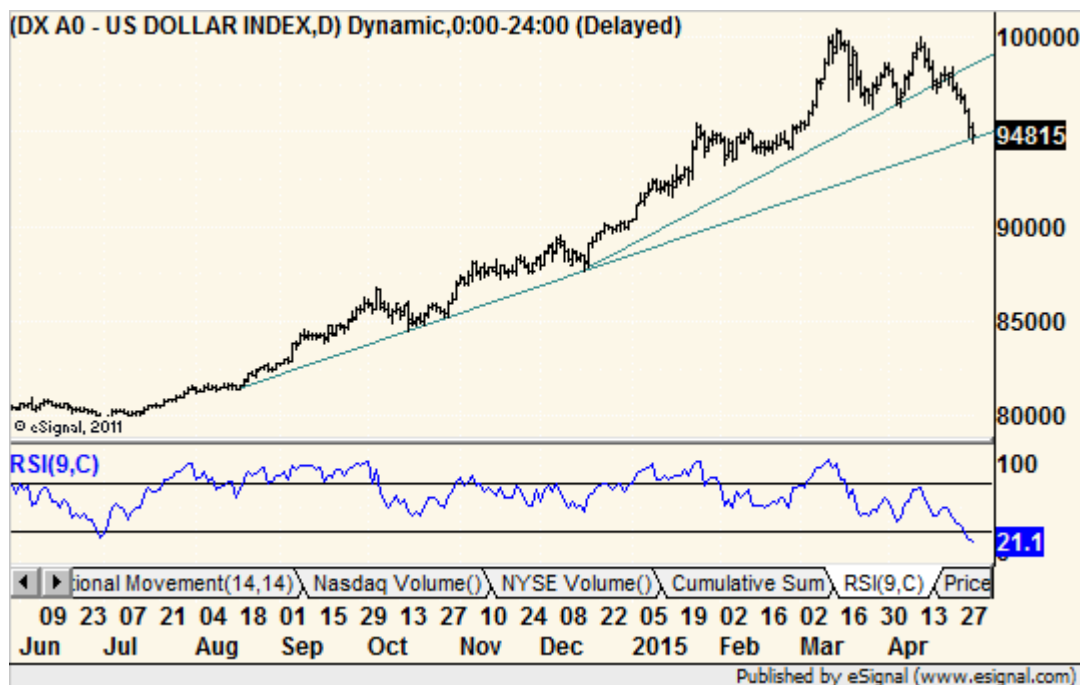
This is a list of potential opportunities, not a recommended portfolio. Underlined text is a change from previous report and if important it will be highlighted in yellow. If and when stocks give buy or sell signals here, they then move into the Advice Tracker section below. Dates listed are first appearances 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		
Matrix Services MTRX – Heavy construction stock now in a bull flag right at 200-day average. Buy close over 22.50		4/7
Barrick Gold ABX – Even though the sector ETF is nothing much we like Barrick's double bottom with a handle and will buy the opening dip. Just be aware that the Fed could impact the dollar which will impact gold.	Triggered	4/29
Energy ETF XLE – Challenging top of handle in cup/handle-like bottoming pattern. Buying	New	4/30
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
Unknown Implications		
none –		
Holding Tank - red shade leans bearish, green shade leans bullish		
Caterpillar CAT – Breakout failure so far. Keep watching as strength now would catch everyone off guard and likely be a buy. <u>Looks like we've missed it. We'll keep it here for a few more days in case it dips.</u>	Changed	4/24
IBM - Ditto		4/30
FedEx FDX – Breakdown failure last month and now squeezed between averages.		4/29
Sector Watch (observations that may spark ideas)		
Banks ETF KBE - Still waiting for a real breakout despite same in JPM and GS . <u>Getting very close.</u>		4/21
DJ medical supplies sector – Bull flag. On-balance volume held steady during the pullback. Bullish setup. BCR, TFX, BAX . <u>Heading the wrong way.</u>	Removed	4/22
Industrial Metals stocks – FCX, SCCO, TS, CCJ looking better		4/27
Energy ETF XLE – Still looks like a killer base waiting for the breakout.		4/28
Updates		
JPMorgan JPM – Flag breakout		
Apple AAPL – Followed through to the downside after big reversal.		
E*TRADE ETFC – Broke out from the rectangle pattern we highlighted yesterday.		
Chipotle CMG – secondary breakdown. Ugly.		

Market Highlights



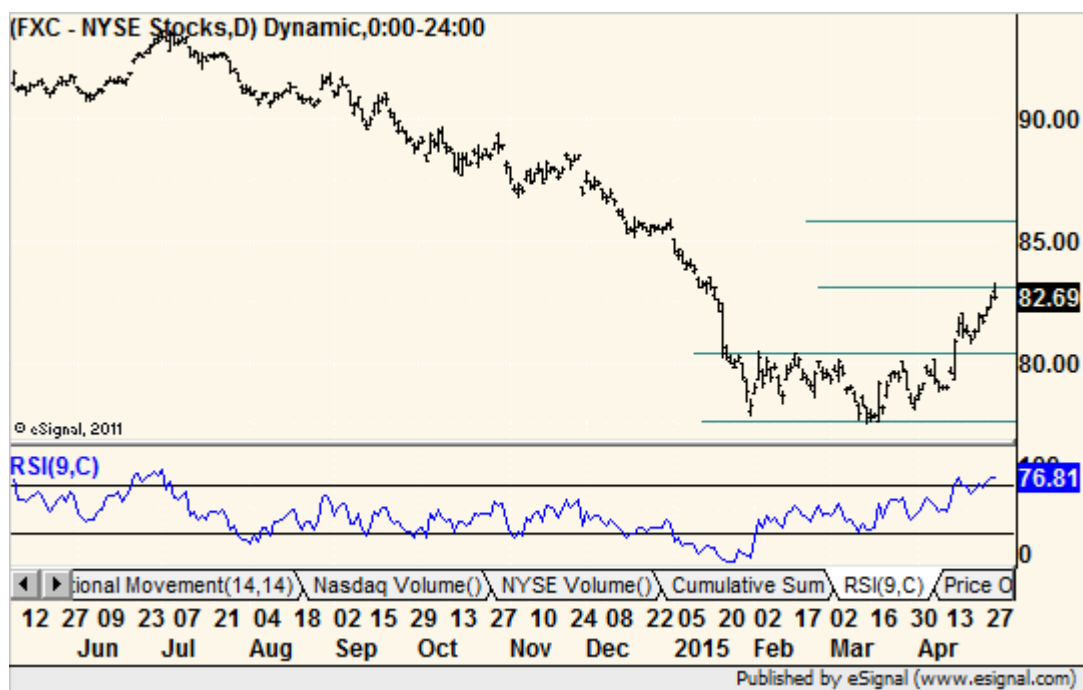
Long T-bond ETF – And other gap down to the admittedly fuzzy trendline. Not much decline in on-balance volume and that suggests the line will hold again. We shall see. A breakdown would be the long-awaited rotation away from bonds although the flip side of moving into stocks is still debatable. Two-pager on technician's license, [click here](#).



US Dollar Index – Now oversold at the trendline. This suggests it will bounce. Keep reading...

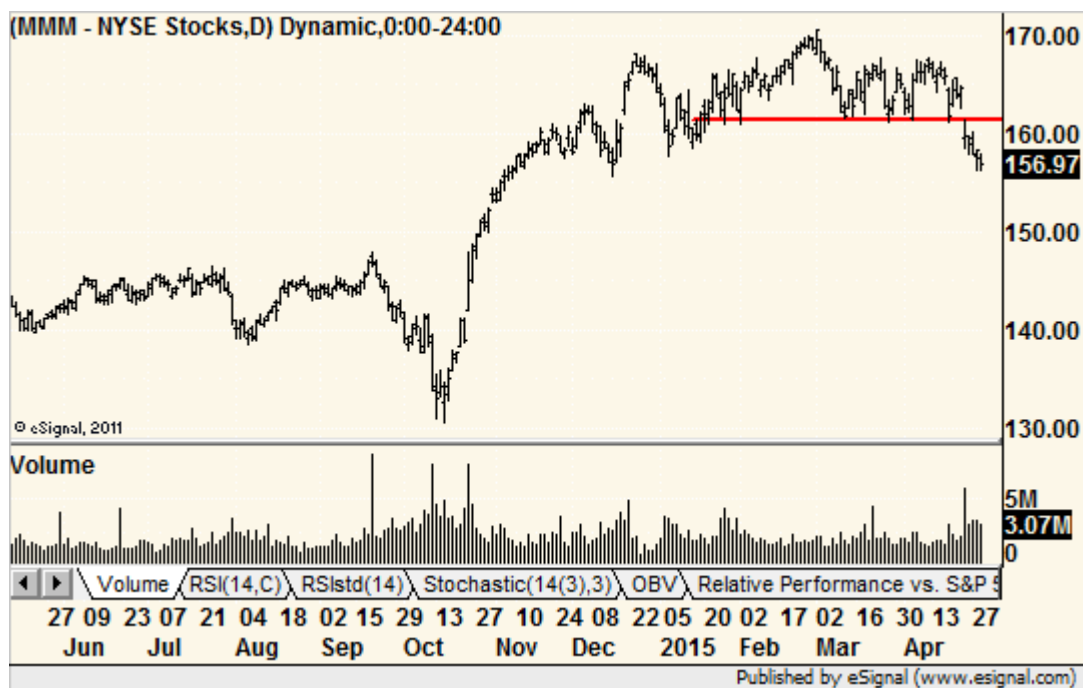


British pound ETF – Overbought at resistance. However, this has a real trend break in place.

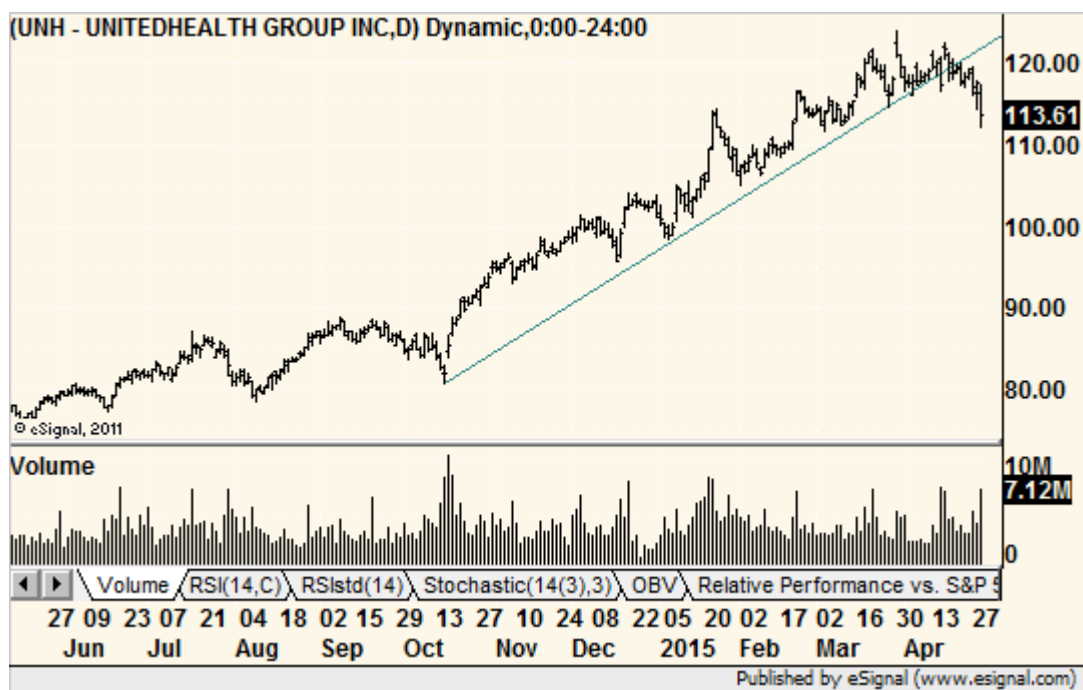


Canada dollar ETF – Now overbought at first upside target for base breakout.

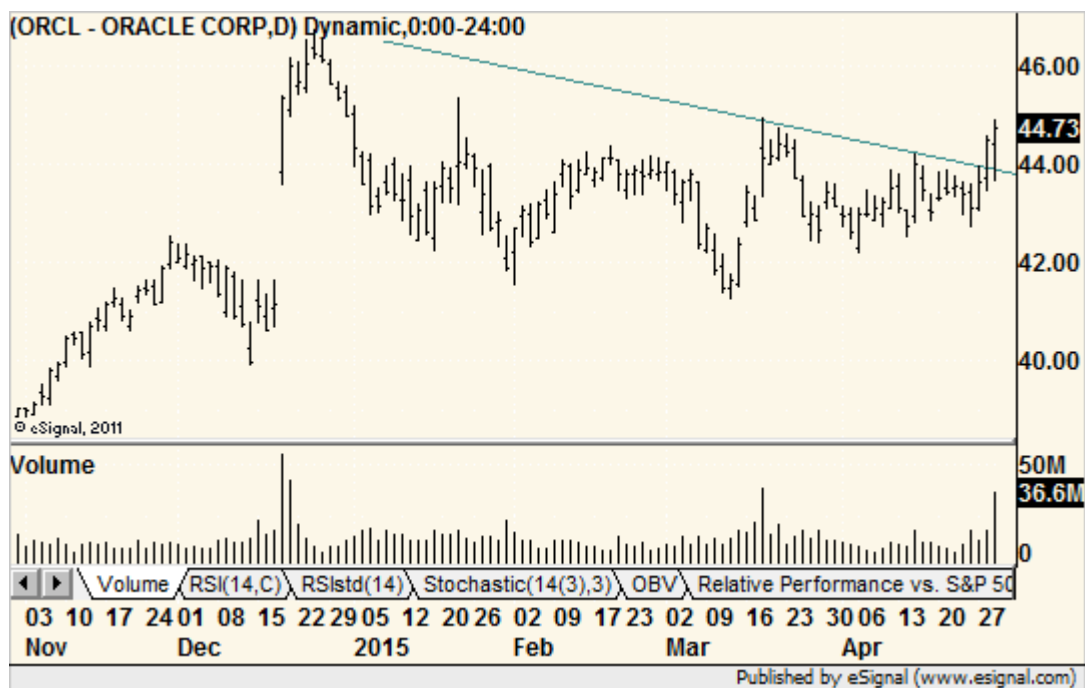
Bottom line for currencies – The early moves have run into road blocks but this could be the start of a real change in the US dollar. It has not happened just yet but be alert.



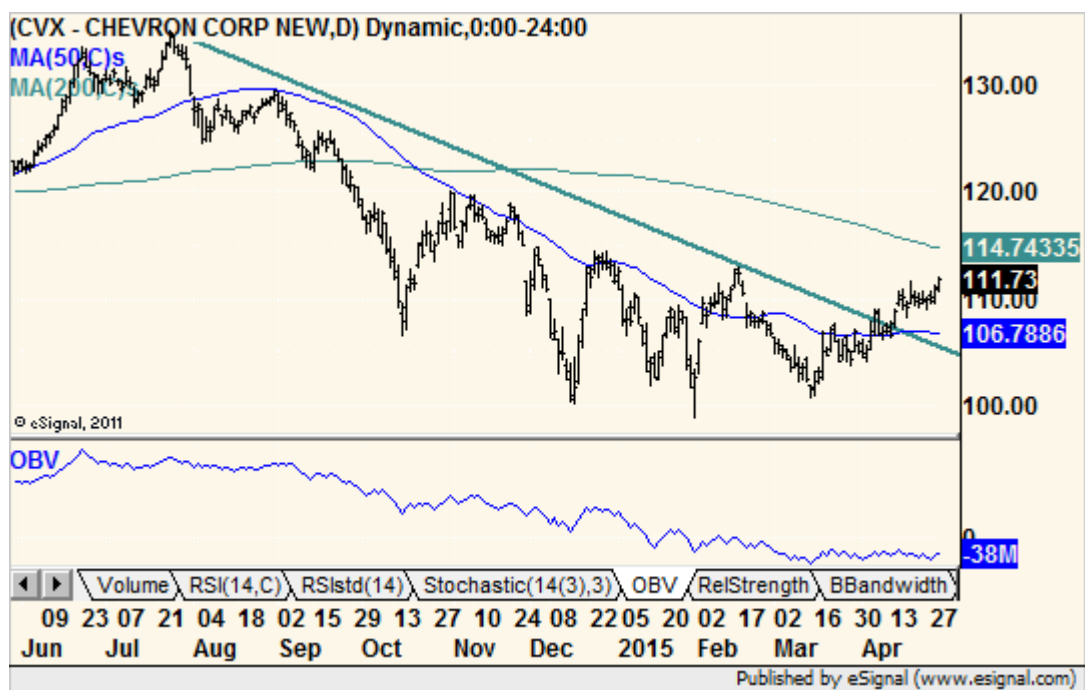
3M – Not a good look for this Dow stock. Similar to **HD** we posted earlier this week.



United Health – Another not so pretty Dow stock.



Oracle – A much better look here with a high volume breakout.



Chevron – Everything here looks good except on-balance volume. Not a deal killer.

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>	YHOO	YAHOO INC	43.50	-3.3%		44.98	3/19	41
	FB	FACEBOOK INC	80.47	-4.0%	80.00	83.81	3/30	30
	PM	PHILIP MORRIS INTL INC	82.73	5.9%	82.00	78.11	4/14	15
	ABB	ABB LTD	22.20	1.8%	21.25	21.80	4/14	15
	GILD	GILEAD SCIENCES INC	102.32	0.0%	100.00	102.34	4/14	15
	XOM	EXXON MOBIL CORP	87.87	1.4%	85.00	86.63	4/14	15
	VIAB	VIACOM INC NEW	72.24	2.5%	69.00	70.45	4/14	15
	FLR	FLUOR CORP NEW	60.97	1.7%	58.00	59.93	4/21	8
	KOP	KOPPERS HOLDINGS INC	22.73	0.4%	22.00	22.64	4/22	7
	STJ	ST JUDE MED INC	71.67	2.2%	71.00	70.15	4/22	7
	PSX	PHILLIPS 66	81.00	-0.5%	77.25	81.38	4/24	5
	VZ	VERIZON COMMUNICATIONS	50.47	0.9%	48.00	50.00	4/27	2
	ABX	BARRICK GOLD CORP	13.51	1.1%	12.75	13.36	4/29	0
<u>Short</u>	WSM	WILLIAMS SONOMA INC	74.49	2.7%	79.00	76.51	4/17	12

Notes: **YHOO** finally ended its painful performance to stop us out. A long time for a loss and very little charting satisfaction.

Raised stop in **VIAB**. Beat on earnings but missed on revenue.

New long in **ABX** at the open yesterday.

Subscriber Corner

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

Note to all – **TWTR** is a busted stock. We would not touch. However, weakness spilled over to other social media stocks and that could create opportunity in stocks such as **FB** (already in Advice Tracker) and **Z**.

Other Information

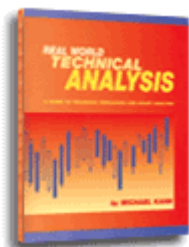
About - Michael Kahn, CMT, has been working with charts and technical analysis since 1986 and currently writes the twice-weekly “Getting Technical” column for Barron's Online. He is also a regular contributor to MarketWatch.com. Michael was formerly Chief Technical Analyst for BridgeNews and seen frequently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



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