

QUICK TAKES PRO

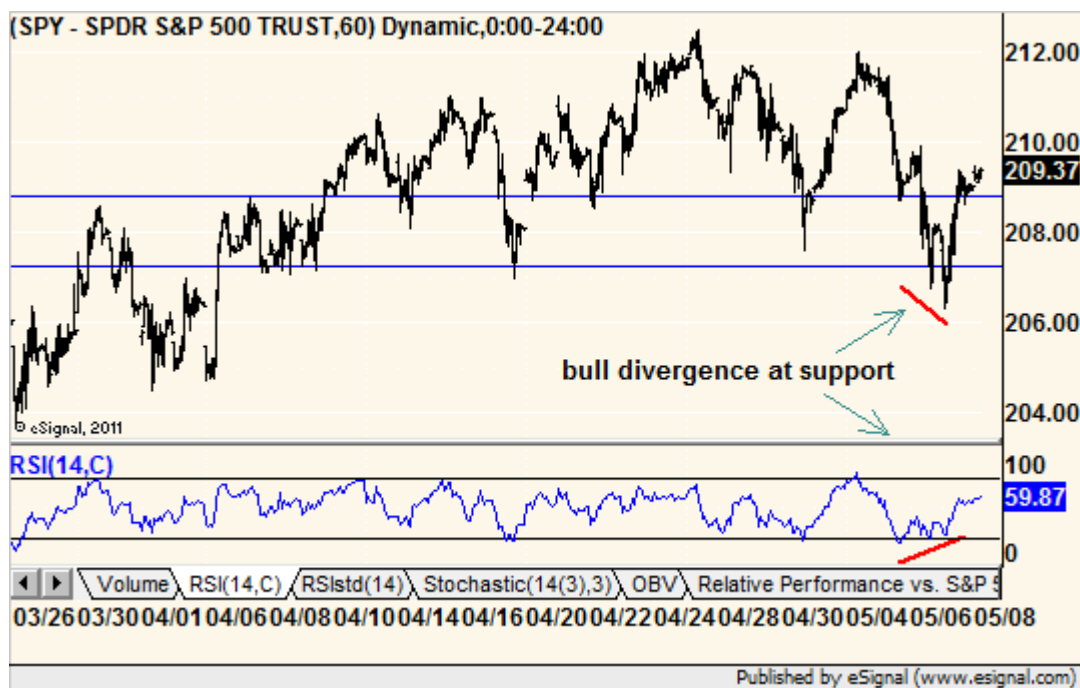
"TECHNICAL ANALYSIS FOR EVERYONE"

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RESEARCH LLC

May 8, 2015 – Yesterday's trading seemed to be a reversal of the previous few days'. Technically, the hourly chart bounced off support and the daily S&P 500 bounced off the bottom of the redefined triangle pattern. That's good but not enough to get too excited about. Of course, that can change in a heartbeat after today's jobs report– which was not out at the time of this writing.

>> Jobs update – solid report sending stocks up for now. Dollar and bonds just wiggled.

Both the dollar and bonds bounced yesterday but they are still technically broken. Again, the jobs report can create rallies here (after the knee jerks) that negate those breaks and as failed bearish signals they become rather bullish. Basically, the analysis is on hold until the market decides what it is going to do about the report. That could take 15 minutes or all day so once again we make no bold moves beforehand.

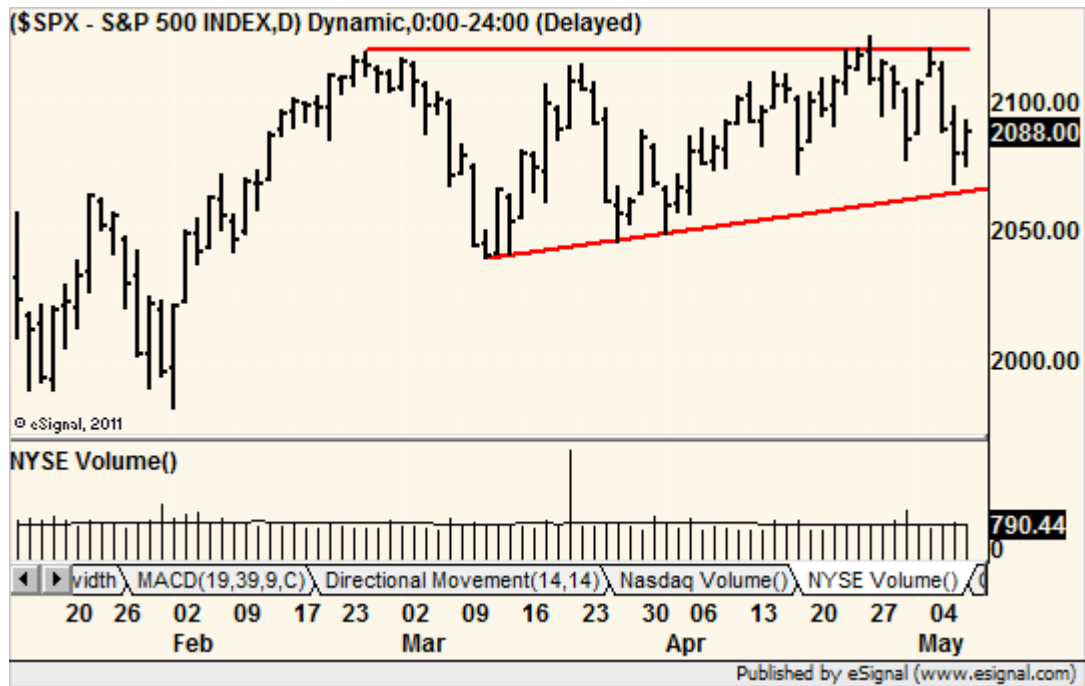


As we can see, support and resistance levels are much fuzzier than they for in March and April. Still, we did see the divergence yesterday and the market responded. We have nothing new to add right now and will have to wait for the market to make its move in this time frame.

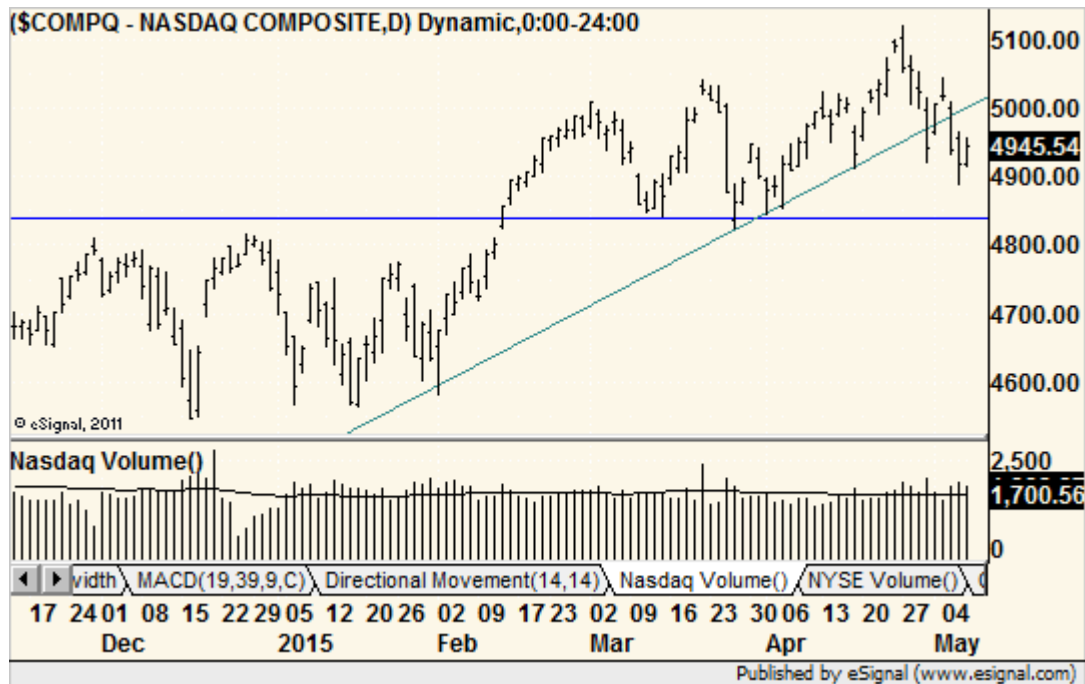
In the daily time frame, trading ranges are still in effect and we'll see them below in Index Charts of the Day.

In sectors, airlines did well in percentages but the leader **UAL** is still in a down draft (chart below). **HA** is a better choice.

Index Charts of the Day



The ascending triangle held.



The Nasdaq is in no-man's land well above support but well below the broken October trendline.

The Radar Screen

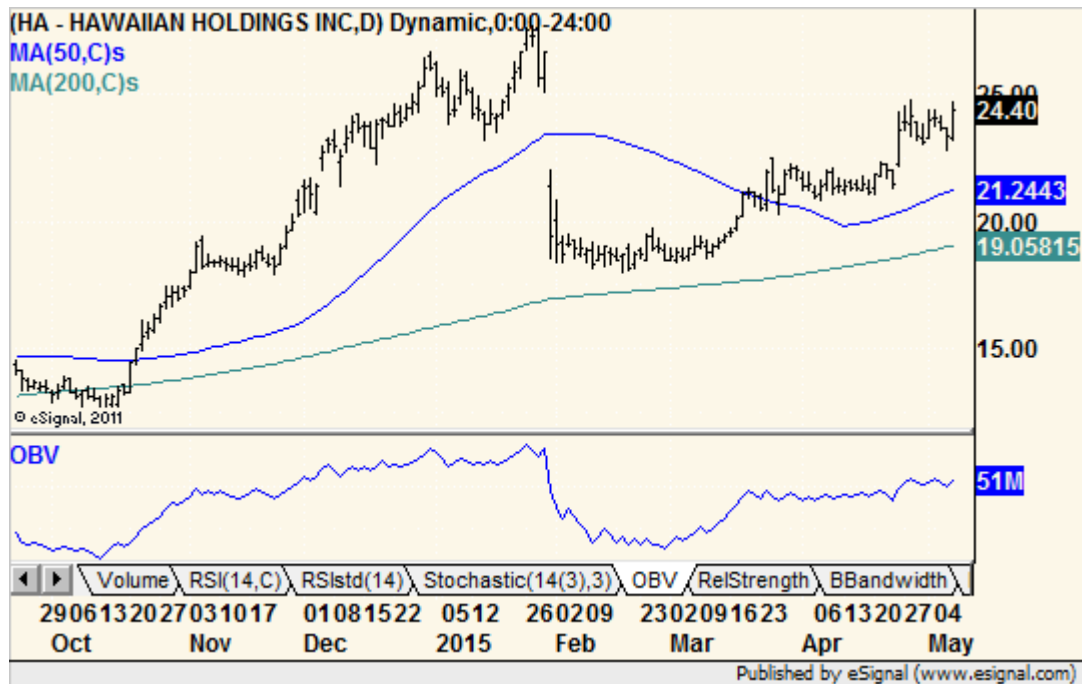
This is a list of potential opportunities, not a recommended portfolio. Underlined text is a change from previous report and if important it will be highlighted in yellow. If and when stocks give buy or sell signals here, they then move into the Advice Tracker section below. Dates listed are first appearances 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. Heading the wrong way but the flag is still intact. Buy close over 22.00 (revised)	Changed	4/7
Keycorp KEY – Here is a bank poised to lead if and when the sector breaks out. Failed attempt Tuesday to breach resistance. Buy 14.75.		5/5
Banks ETF KBE - Still waiting for a real breakout despite same in JPM and GS . Green Wednesday. Buy close over Tuesday high 34.43.		4/21
Goodyear Tire GT – A strong long-term chart with a possible short-term flag breakout. New high in on-balance volume. Buy close over 30.	New	5/8
Bearish Implications		
Dollar General DG – Here is a retailer awaiting a better sell signal. Already has a short-term support break and trendline break. Sell bounce to 74.40.	Triggered	5/4
Nasdaq Biotech ETF IBB – This is more or less a stop-and-reverse play. It bounced off support but then failed at the 50-day average. If it breaks support now it will be game over. Sell close below 333.60		5/5
Unknown Implications		
Nike NKE – Big squeeze in this stock. Bollinger Band width is very narrow suggesting a big move one way or the other. Buy 108.50, sell 98.60.	Triggered (long)	5/7
Holding Tank - red shade leans bearish, green shade leans bullish		
Caterpillar CAT - Looks like we've missed the initial buy. We'll keep it here for a few more days in case it dips.		4/24
IBM – Ditto.		4/30
FedEx FDX –now squeezed between averages.		4/29
Verifone PAY – Another stock to watch for a breakout. Note rising on-balance volume. Had a false attempt to break out over 36.50 so we will watch to see if it was a stumble or a failure.		5/4
Sector Watch (observations that may spark ideas)		
Industrial Metals stocks – FCX, SCCO, TS, CCJ looking better		4/27
REIT ETF IYR – This interest sensitive group is on the edge of a cliff. Boom!		5/4
Consumer Products - These staples stocks (CHD, PG, CL) look terrible and worse than the XLP ETF.		5/4
Oil services – Still holding a base breakout		5/6
Restaurants – Many look very weak		5/6
Airlines – sitting on important support		5/6
Healthcare ETF XLV – Bounced off critical support		5/7
Updates		
none –		

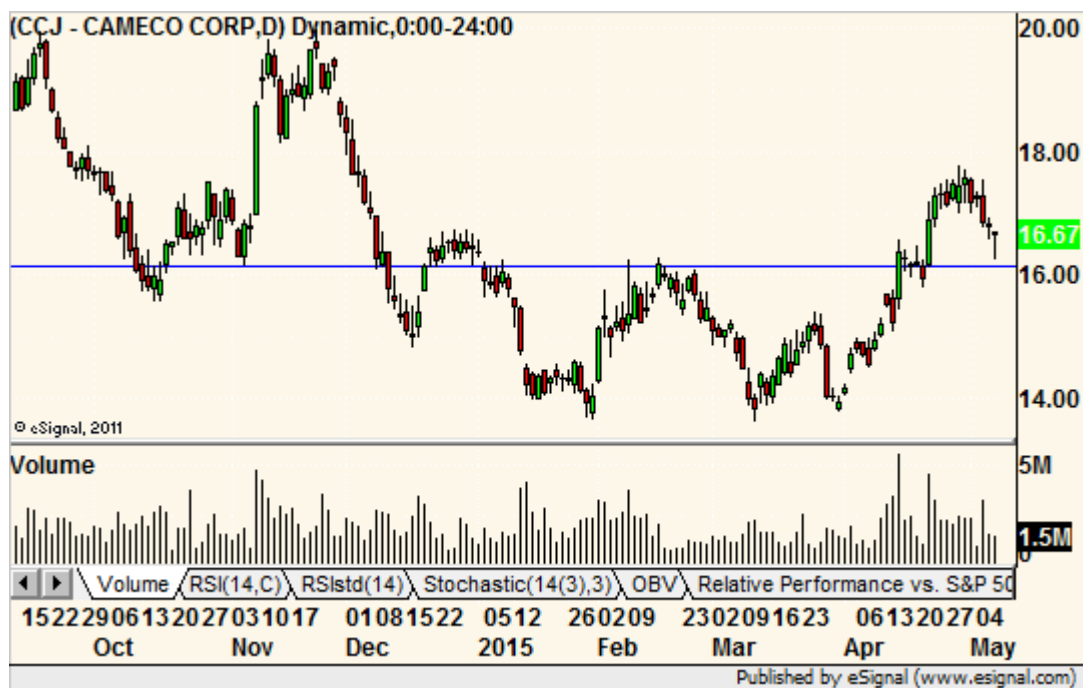
Market Highlights



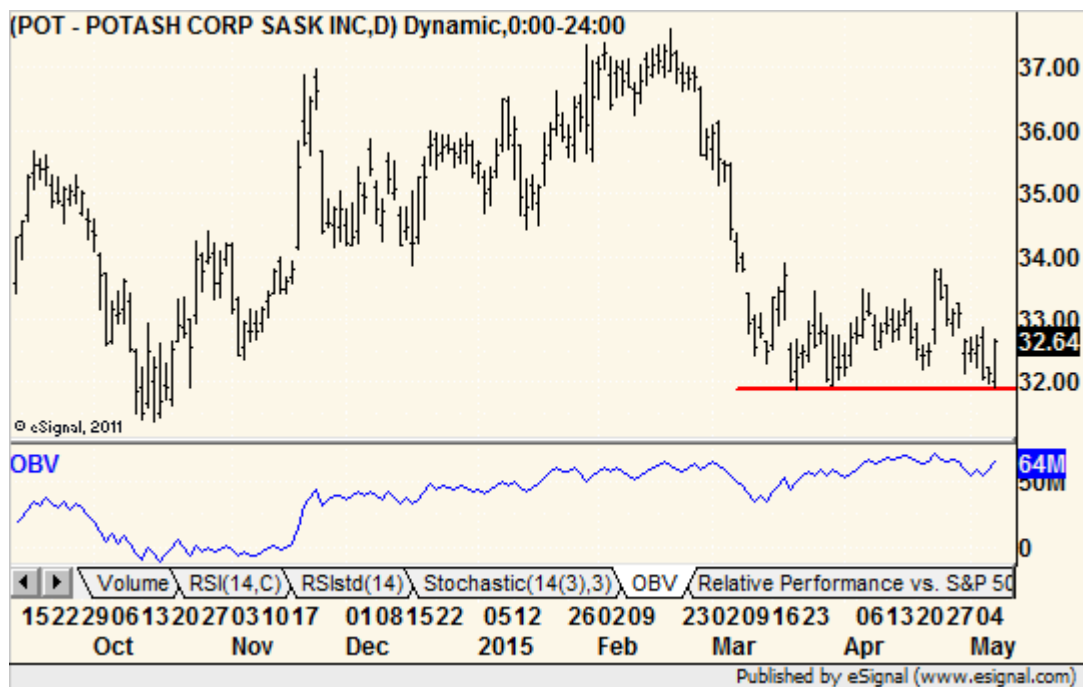
United Continental – This was the leading airline yesterday but it is still in a down trend.



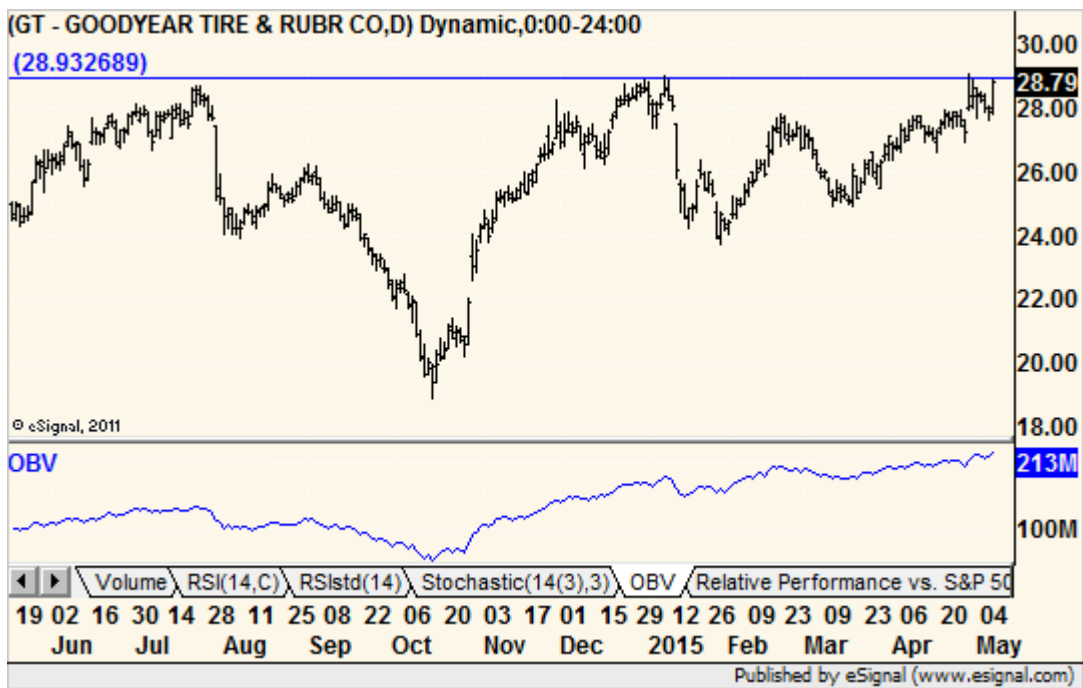
Hawaiian Holdings – We like this airline chart with a rising trend, bull flag breakout and good on-balance volume. However, it conflicts with our oil views.



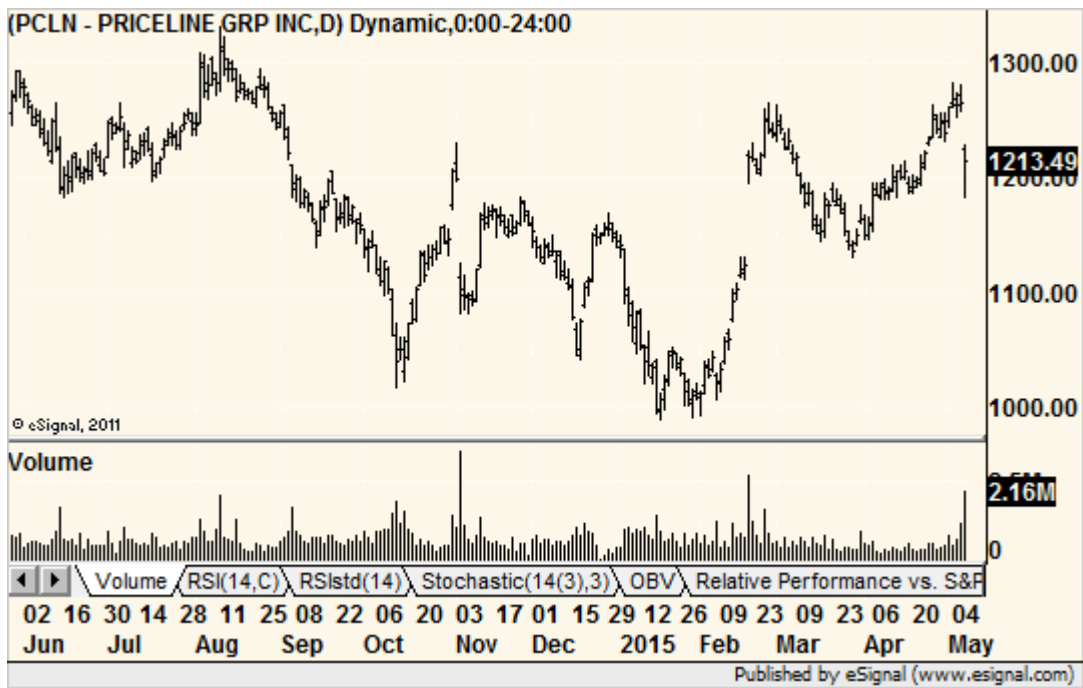
Cameco – This uranium miner scored a hammer candle at support. Volume was low but it is an interesting chart to watch for upside confirmation.



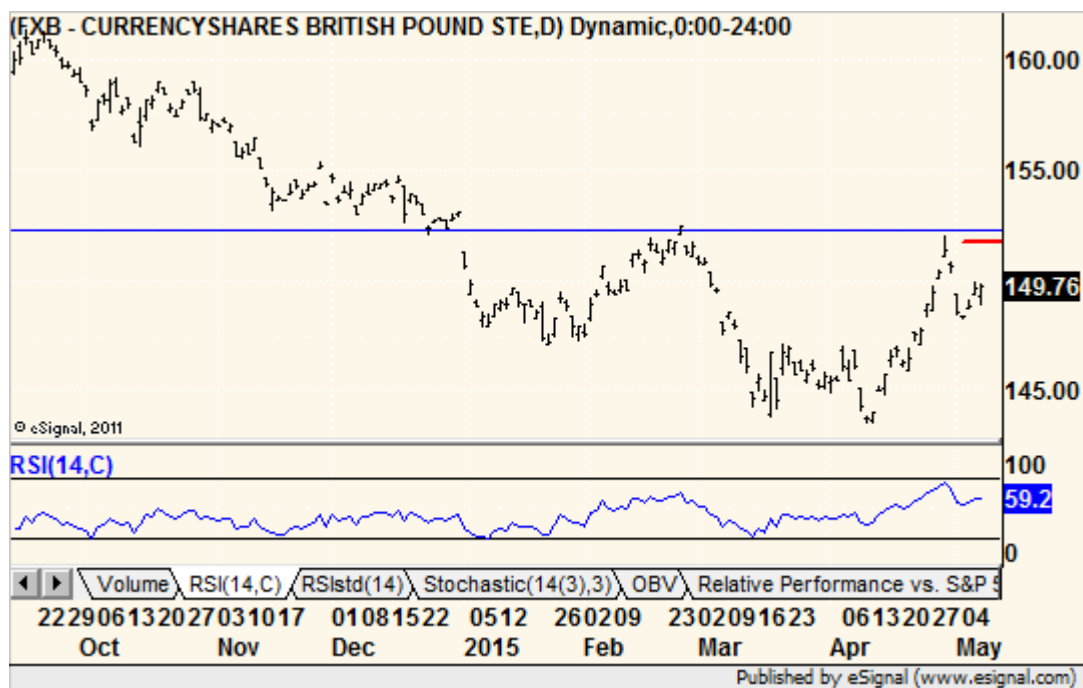
Potash Corp – We like this fertilizer stock again. Last month, we played to get the big dividend and that worked. Now it is sporting a reversal at support with strong on-balance volume.



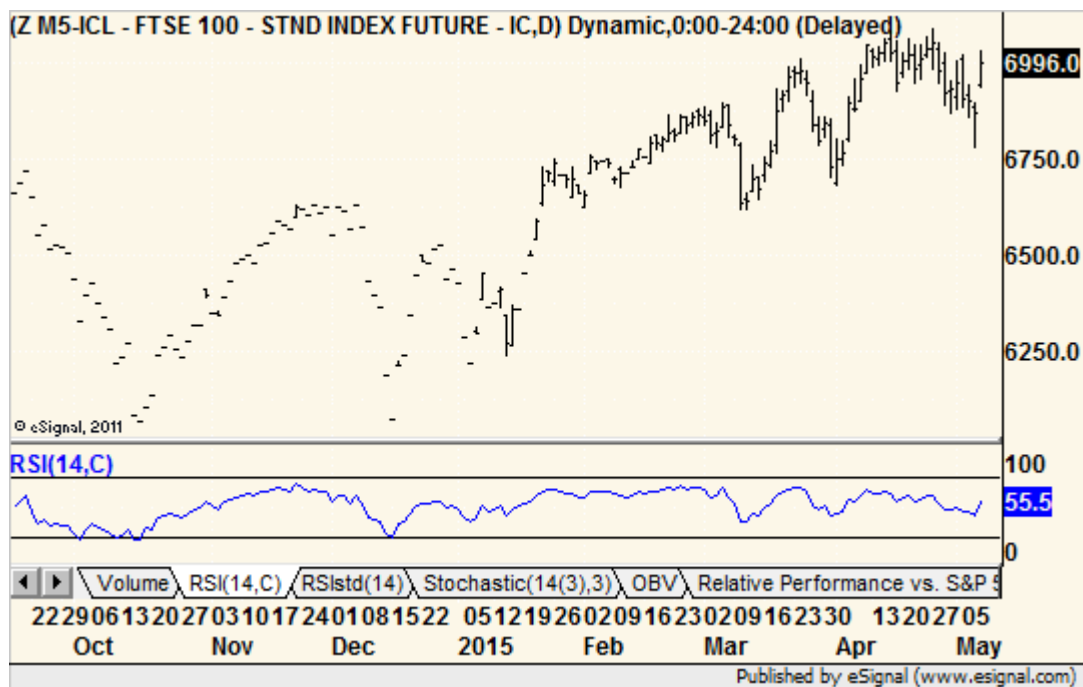
Goodyear Tire – A strong long-term chart with a possible short-term flag breakout. New high in on-balance volume. Buy close over 30.



Priceline – Not cheap. Not on sale.



British Pound ETF – This one rallied after the election to resistance and backed down a little to the red line shown. More important, this is on the verge of an inverted head-and-shoulders breakout.



FTSE – British stocks also liked the election results.

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>	PM	PHILIP MORRIS INTL INC	84.01	7.6%	82.00	78.11	4/14	23
	ABB	ABB LTD	21.35	-2.1%	21.25	21.80	4/14	23
	GILD	GILEAD SCIENCES INC	101.79	-0.5%	100.00	102.34	4/14	23
	XOM	EXXON MOBIL CORP	87.60	1.1%	85.00	86.63	4/14	23
	FLR	FLUOR CORP NEW	58.63	-2.2%	58.00	59.93	4/21	16
	KOP	KOPPERS HOLDINGS INC	23.06	1.9%	22.50	22.64	4/22	15
	PSX	PHILLIPS 66	79.94	-1.8%	77.25	81.38	4/24	13
	VZ	VERIZON COMMUNICATIONS INC	49.73	-0.5%	48.00	50.00	4/27	10
	XLE	ENERGY SELECT SECTOR SPDR	80.44	-3.4%	80.00	83.25	4/29	8
	ORCL	ORACLE CORP	43.48	0.1%	42.25	43.44	5/1	6
	ETFC	E TRADE FINANCIAL CORP	28.86	-0.6%	27.75	29.03	5/1	6
	HPQ	HEWLETT PACKARD CO	32.82	-2.9%	32.00	33.80	5/4	3
	COF	CAPITAL ONE FINL CORP	82.02	-0.9%	79.50	82.80	5/6	1
	NKE	NIKE INC	101.45	-6.5%	98.00	108.50	5/7	0
<u>Short</u>	WSM	WILLIAMS SONOMA INC	75.87	0.8%	79.00	76.51	4/17	20
	GMCR	KEURIG GREEN MTN INC	98.16	13.1%	cover	111.00	5/5	2
	XRT	SPDR S&P RETAIL ETF	98.34	-1.1%	100.00	97.23	5/6	1
	DG	DOLLAR GEN CORP NEW	74.24	0.2%	76.50	74.40	5/7	0

Notes: Taking the gift in the **GMCR** short.

New long in **NKE** as it broke out from a triangle.

New short in **DG** as it traded up to our sell trigger.

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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