

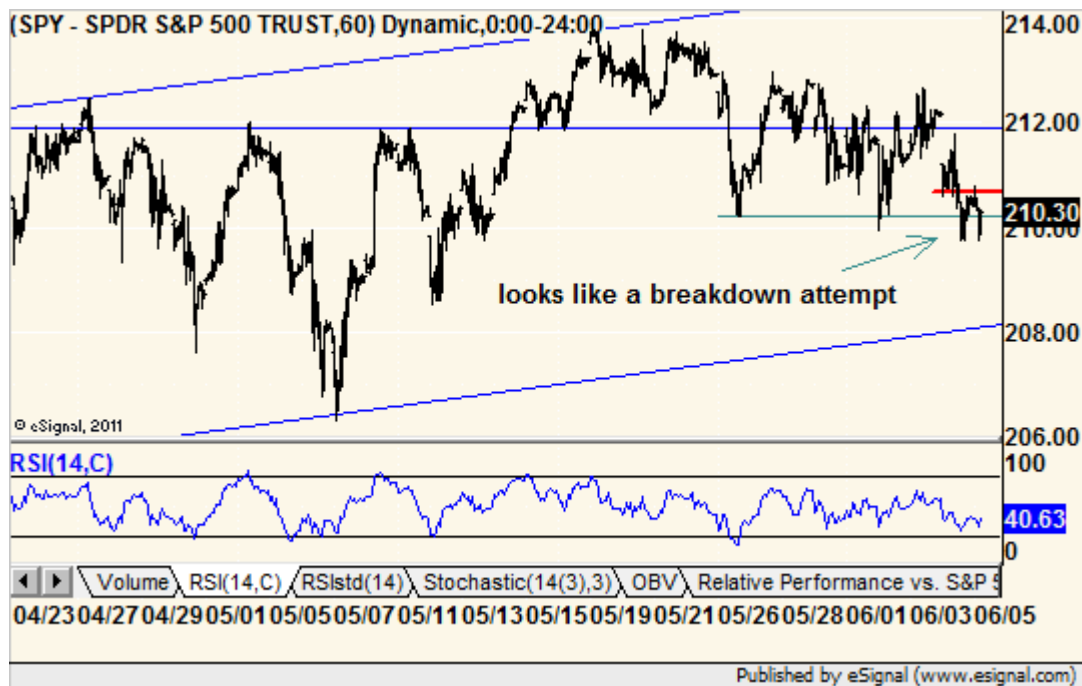
QUICK TAKES PRO

"TECHNICAL ANALYSIS FOR EVERYONE"

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RESEARCH LLC

June 5, 2015 – While the stock market action is not boring, the news everyone claims is moving it sure is. Greece and interest rates. Interest rates and Greece. Yesterday is was bad. Today started bad but we'll see. Will Christine Lagarde's plea to Janet Yellen not to raise rates this year work? Why do visions of the Ya Ya Sisterhood come to mind here?

Overseas trading was interesting with China soaring to a multi-year high but Hong Kong down over 1%. Lots of bourses really look weak and we've got two below – Australia and India. We cannot say this is the end of the domestic bull market but it sure feels that it could be. Let's just stay focused on the short-term correction until – and if – it breaks down even more. See below.



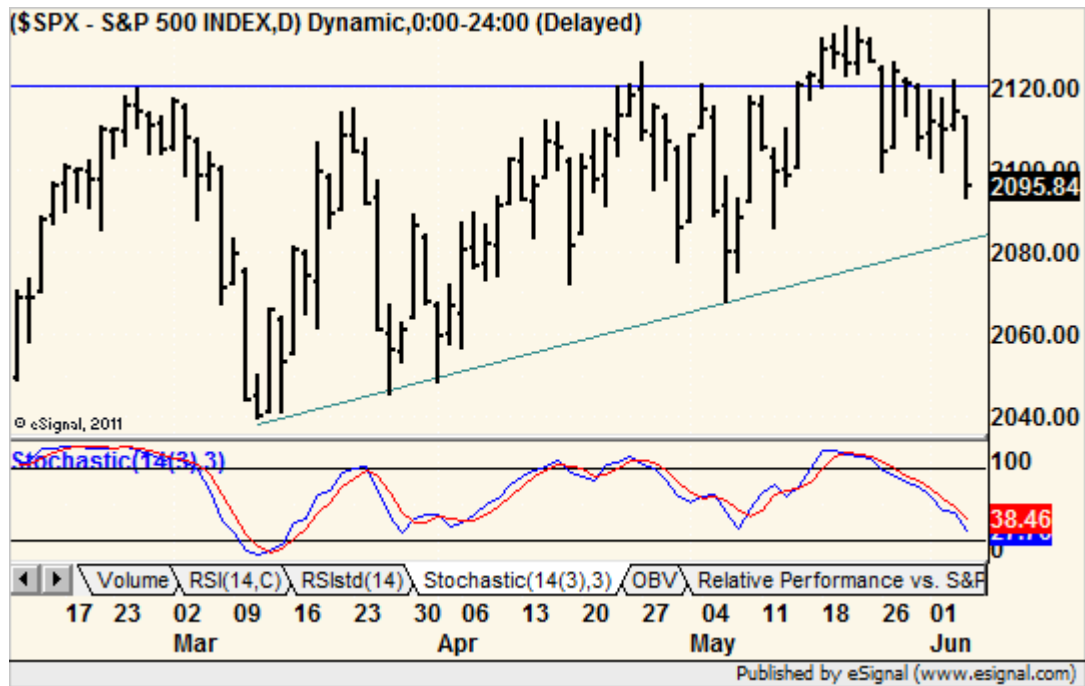
The hourly chart still points to a test of the channel bottom now just above 208. If we zoom in we can see a possible intraday double bottom but that does not officially happen until price breached the overnight high at the red line. Below 208 and we will have to worry about something bigger to the downside.

In sectors, retail continues to make us look bad (by staying strong). Gambling was really hot yesterday. Heavy industry the weakest.

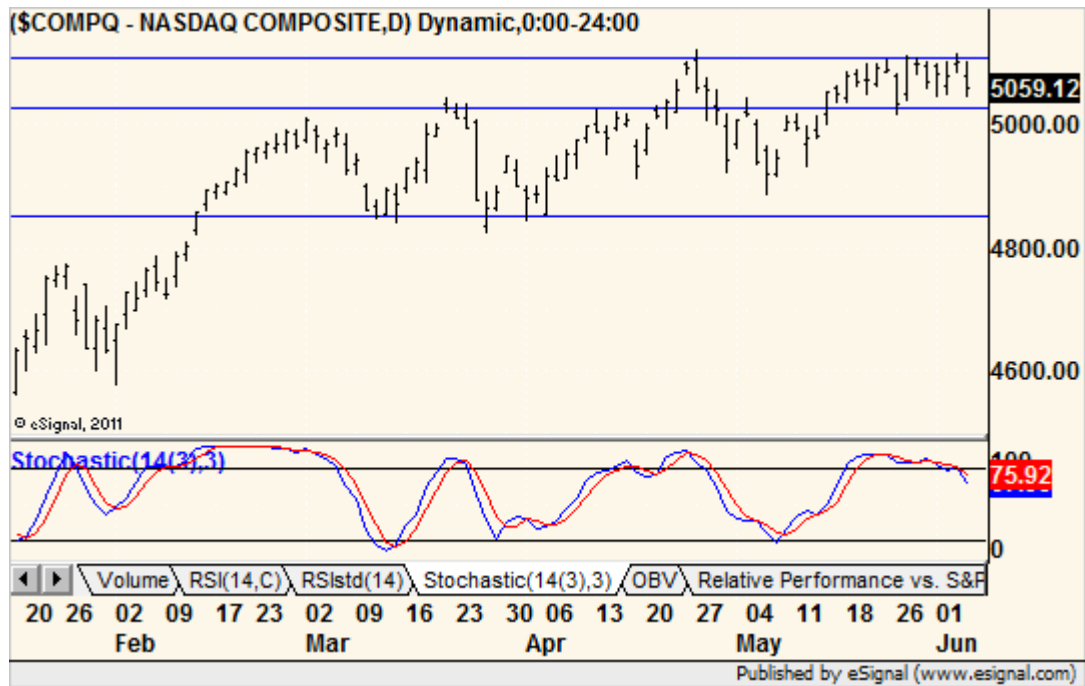
The big question is still whether the flat market is starting to move or not. So far, no. The daily chart should make that clear and the hourly shows how the current weakness is playing out within the flat range.

We still see no reason to rush to do much of anything right now.

Index Charts of the Day



S&P 500 still on track to hit the pattern bottom and stochastics low to match early May.



Nasdaq still holding up better although the stochastics divergence is a problem.

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		
IBM – Now setting up for a fresh breakout. I wrote this up for a website. Buy 173 target 180 and then 194. <u>Starting to get far from the trigger.</u>		5/21
Schlumberger SLB – Yes, an oil services stock. Base breakout and flag consolidation. Buy the next breakout at 92.50		6/4
Bearish Implications		
Yum Brands YUM – Restaurant with bearish RSI divergence. Sell close under 90 as that breaks support.	Moved	5/29
Unknown Implications		
none –		
Holding Tank - red shade leans bearish, green shade leans bullish		
KLA Tencor KLAC – We'd like to say this one is next but... <u>Breakdown so we are moving on. No harm done.</u>	Removed	5/28
Long-term setups – LGF, SFUN, AGU, MOO		6/3
Sector Watch (observations that may spark ideas)		
Oil services – Still holding a base breakout.		5/6
REIT ETF IYR – On the edge of a cliff. ST support, LT trendline. Broken		5/27
Retail – Went from disliked here to instant leader. TGT, AEO, BKE, GES. SPLS is dead flat.	New	6/5
Updates		
Greece ETF GREK – Failed breakout attempt. Bearish.		

Market Highlights



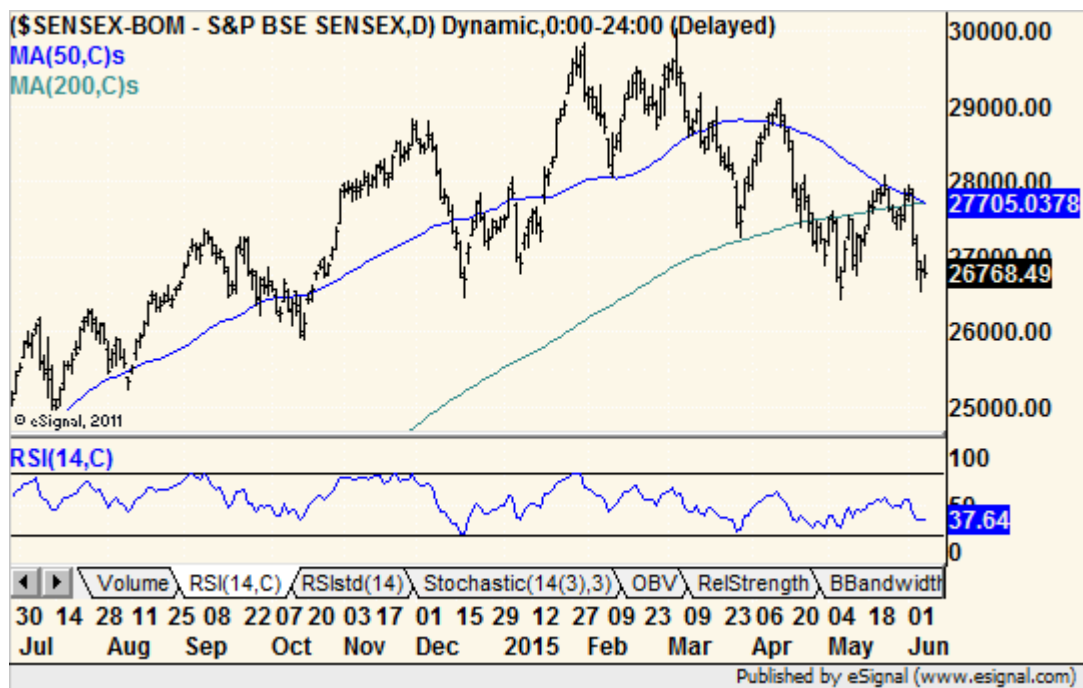
Guess – One of the many retailers that bucked yesterday’s market trend. Earnings beat. However, we are not convinced this is an upside trend break just yet. A good start, for sure.



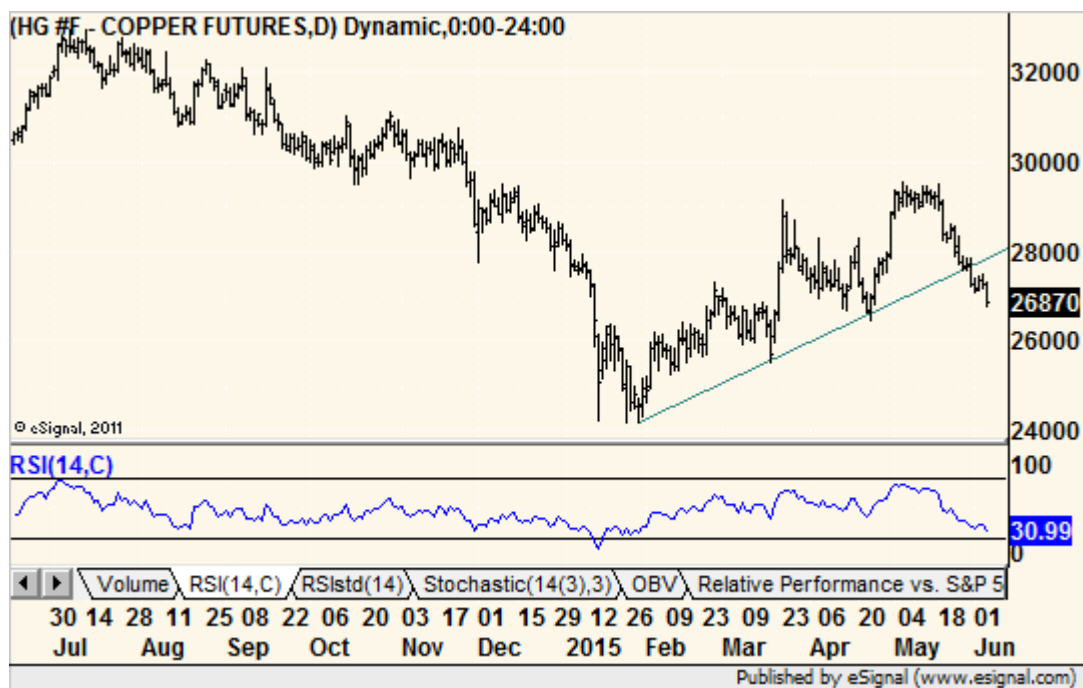
American Eagle – So much for disliking apparel retailers. This is a breakout. But can it keep going in light of the weak market? Check out **BKE**, too.



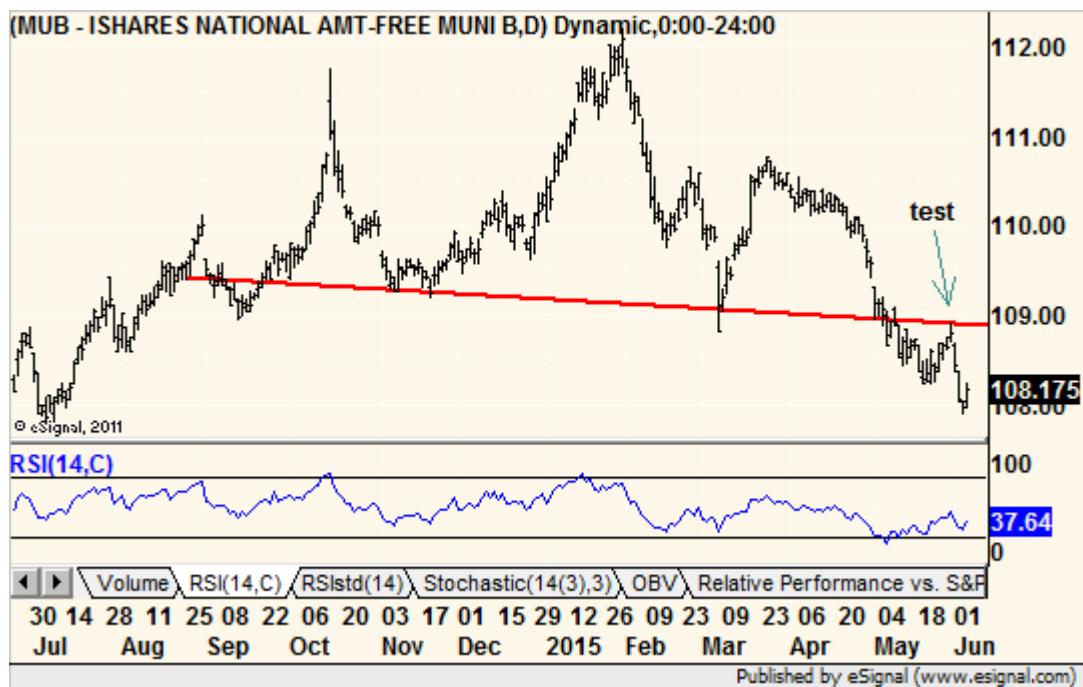
Australia – Ugly. And this is a daily chart, not an intraday.



India – Ugly. And that is a death cross in progress.



Copper – For people looking to trade – anything!. Few markets are moving. Most commodities are flat, flat, flat.



Muni bonds ETF – Head-and-shoulders top with test.



Ameritrade Investor Movement Index – This is a monthly read of what Ameritrade customers are doing. It broke a trendline late last year and has been falling ever since to tell us these traders have reduced exposure to stocks. Past patterns show this to track prices and not be contrarian. Obviously, it takes a while before anything happens to the market and there is no promise the market will decline to follow Ameritrade. Still, this is a bearish type of reading right 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>	PSX	PHILLIPS 66	77.38	-4.9%	77.25	81.38	4/24	41
	COF	CAPITAL ONE FINL CORP	83.19	0.5%	82.00	82.80	5/6	29
	KEY	KEYCORP NEW	14.75	0.0%	14.25	14.75	5/11	24
	KBE	SPDR S&P BANK ETF	35.39	2.3%	34.00	34.58	5/11	24
	GT	GOODYEAR TIRE & RUBR	32.04	5.5%		30.38	5/13	22
	FB	FACEBOOK INC	82.05	3.9%	78.50	78.94	5/14	21
	GM	GENERAL MTRS CO	35.54	-1.6%	34.75	36.11	5/28	7
	XLNX	XILINX INC	47.21	-1.0%	45.75	47.68	5/28	7
	BABA	ALIBABA GROUP HLDG LTD	90.59	-0.8%	86.00	91.35	5/29	6
<u>Short</u>	FLS	FLOWSERVE CORP	54.54	1.6%	57.50	55.40	5/12	23
	ALL	ALLSTATE CORP	67.05	0.4%	69.50	67.30	6/1	3

Notes: Sold **GT** at the open Thursday – a good move to protect the only real profit we had.

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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