

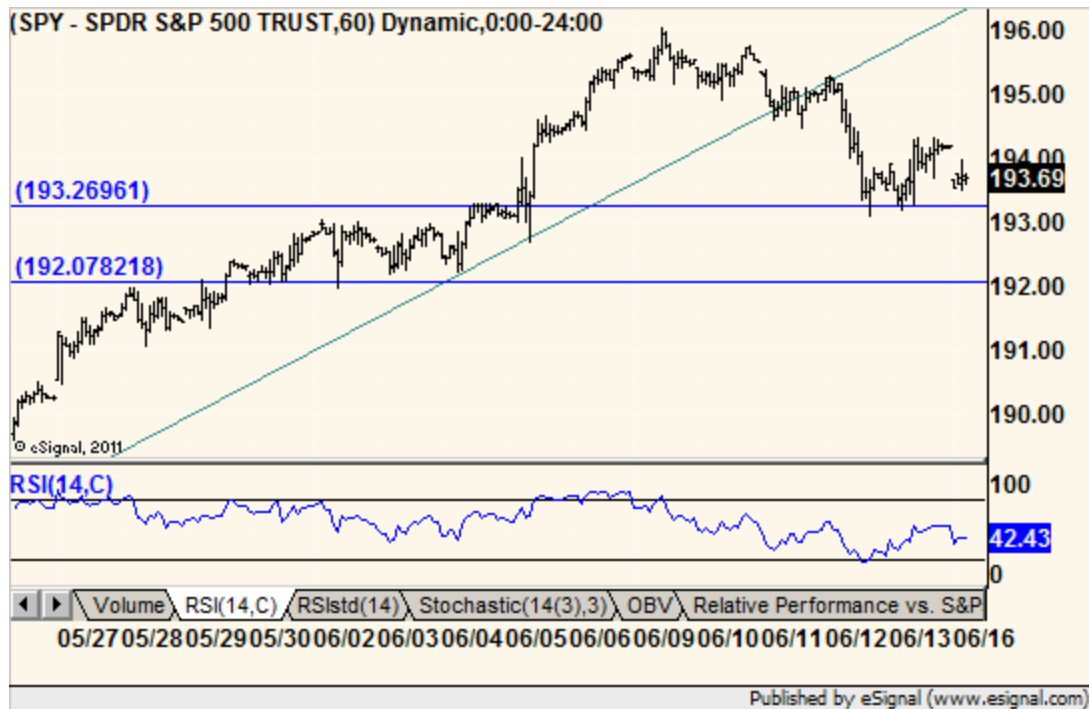
QUICK TAKES PRO

"TECHNICAL ANALYSIS FOR EVERYONE"

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RESEARCH LLC

June 16, 2014 - The news shifted from the economy to Iraq and what a mess it is. Crude oil is firm with the word being that Saudi Arabia's cushion is used up already.

But the interesting charts are not in stocks. We'll run through gold, oil and bonds below. Also of note, the Baltic Dry shipping rate hit a 52-week low and copper is in decline. These are not good economic signals.

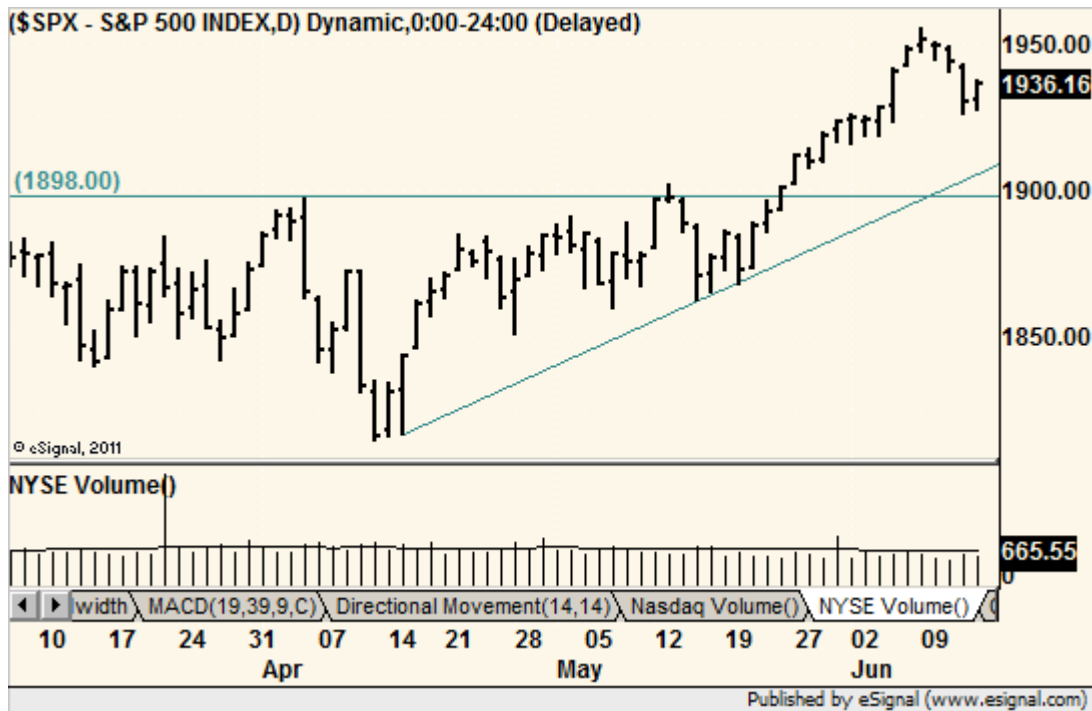


The hourly chart tells a good story this morning. We've raised the upper support just a bit but it still remains an important feature. We still view the lower level as the line in the sand where a breakdown will morph into a much bigger correction. Maybe not "the" correction but something to avoid.

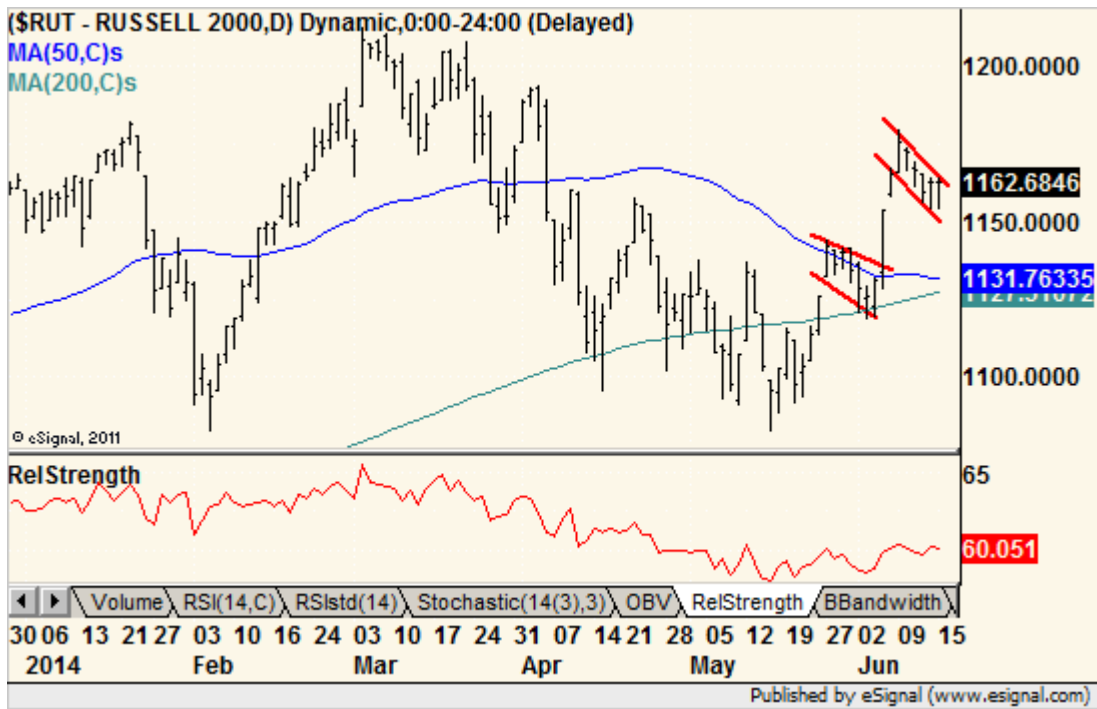
That about it. When news from outside the market dominates, there is not much we can do with charts. Technical levels will still matter but we cannot nuance the analysis with rotation and money flows.

We'll leave you with this thought. Semiconductors were overbought and then kept going higher. **INTC** gapped up Friday as apparently the PC is making some sort of comeback. As far as I am concerned, mobile has its place but I will never give up a full keyboard with mouse just to touch the screen. I use two 17 inch monitors and even that is too small. Fit that in your pocket.

Index Charts of the Day



The trendline is interesting but support at 1890-1900 is the key. Note volume is still lousy and rather than apply traditional thought to that let's say that opinions are being expressed in options, futures and other instruments.



The Russell looks to have another bull flag in place. Needs to break out to complete the bullish signal. Of course, if it breaks down then we have to look for a test of the moving averages.

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.

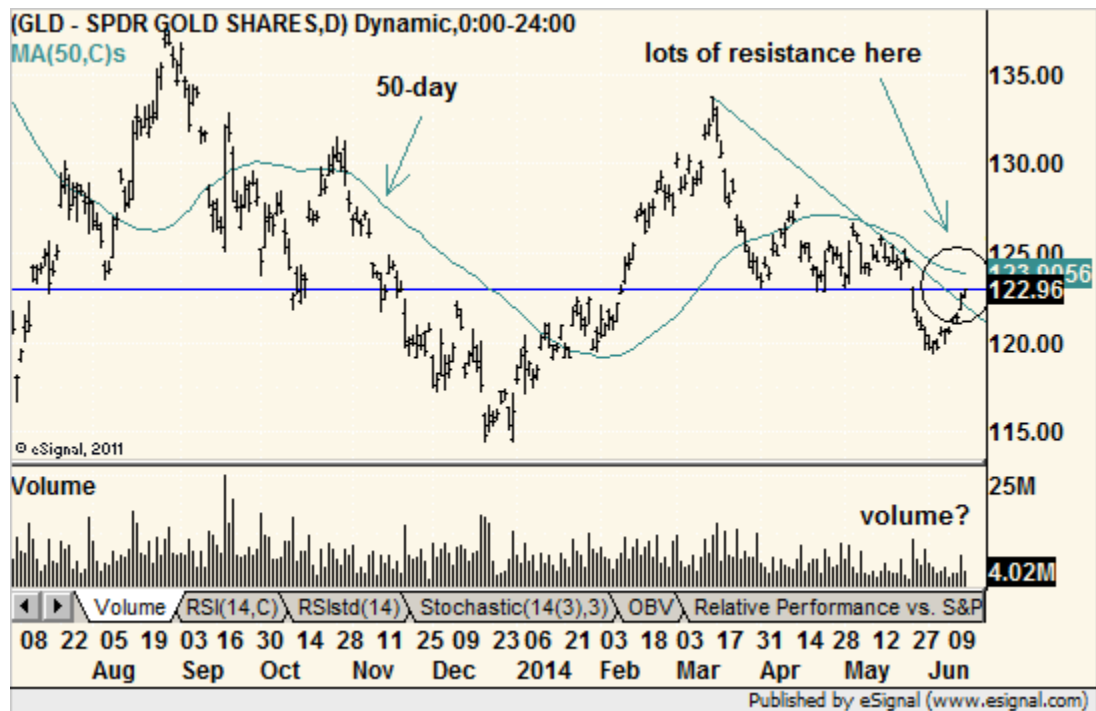
>>> Nothing new here

Bullish Implications		
Corning GLW - Ascending triangle breaks out at 21.75. Broke down	Removed	5/28
Paychex PAYX - Rising stochastics in a trading range makes it lean bullish. Buy range breakout over 41.65.		5/28
KEYW Holdings KEYW - This is a cyber security company and the chart sports a bullish RSI divergence and possible upside breakout. It is a bit thin for many investors to trade and of course it is still below its 50-day average but for risk-lovers this is a good look. Giving it a go.	Triggered	6/13
Bearish Implications		
none -		5/28
Unknown Implications		
none -		5/28
Holding Tank - red shade leans bearish, green shade leans bullish		
none -		5/28
Sector Watch (observations that may spark ideas)		
Telecoms - Flattened out over the past month with RSI divergence. Breakdown		6/9
Gaming - Still lagging. Never recovered.		6/10
Industrial machinery group - Keep this sector in mind for opportunities should the market <u>finish</u> a nice orderly pullback.		6/10
Oil Services ETF OIH - Trend is up.		6/10
Semiconductor index SOX - Very resilient in a sell-off.		6/10
Updates		
Priceline PCLN - After initial run-up, it tanked on acquisition news		

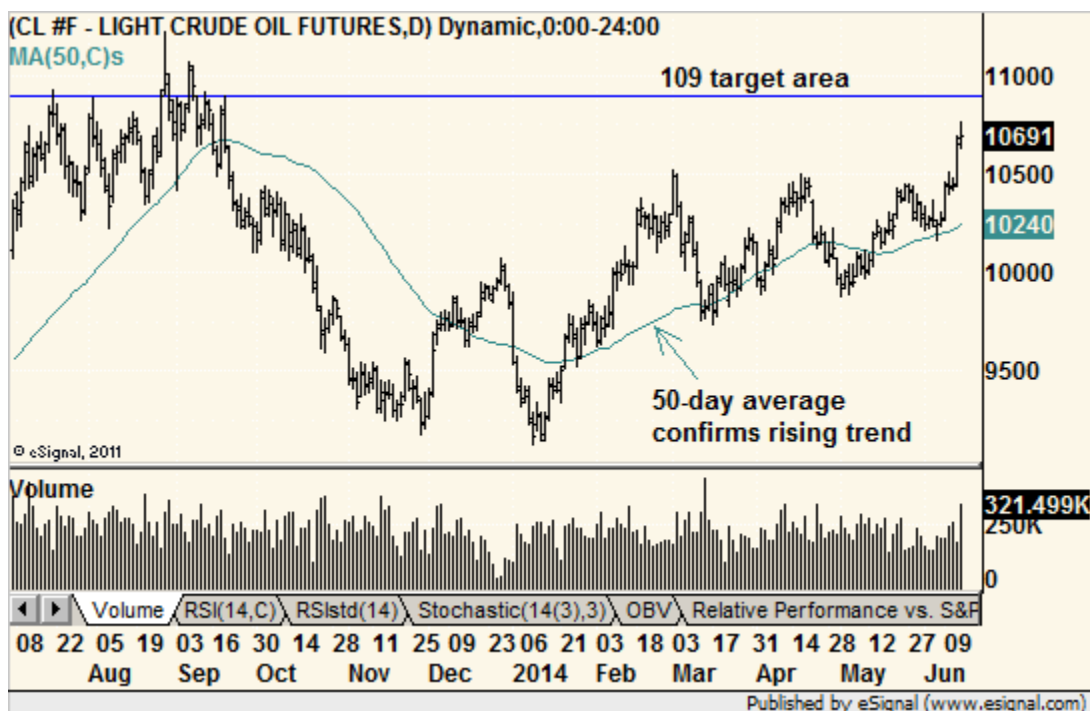
Market Highlights



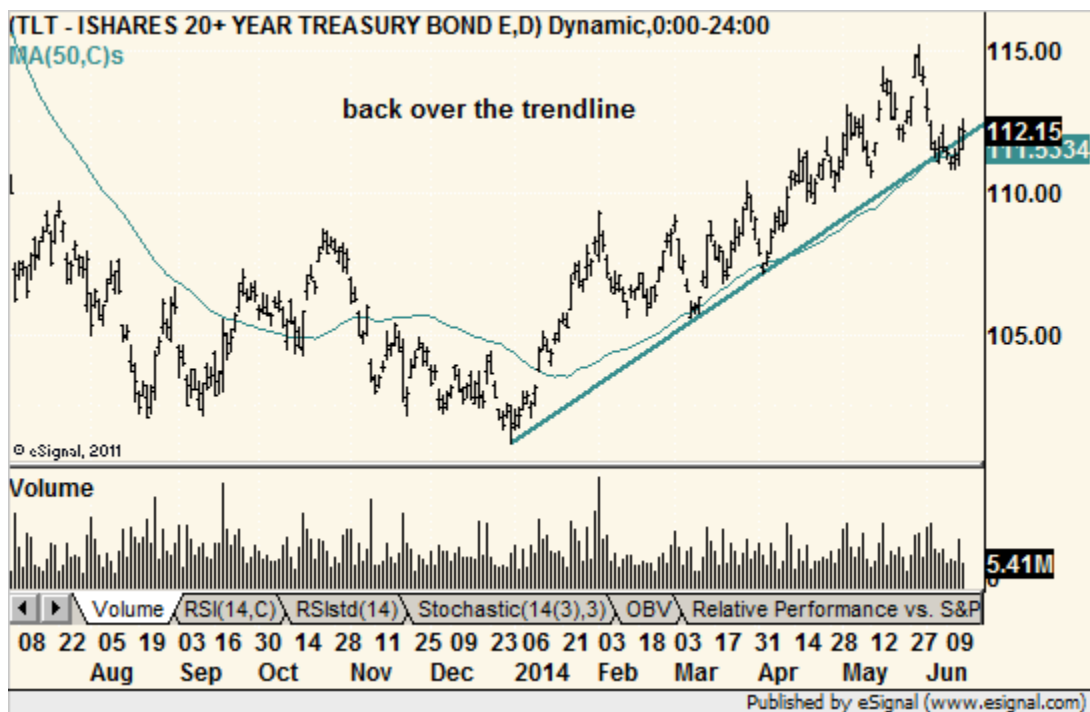
Utilities - While a triangle may now be in progress, look at on-valance volume still rising.



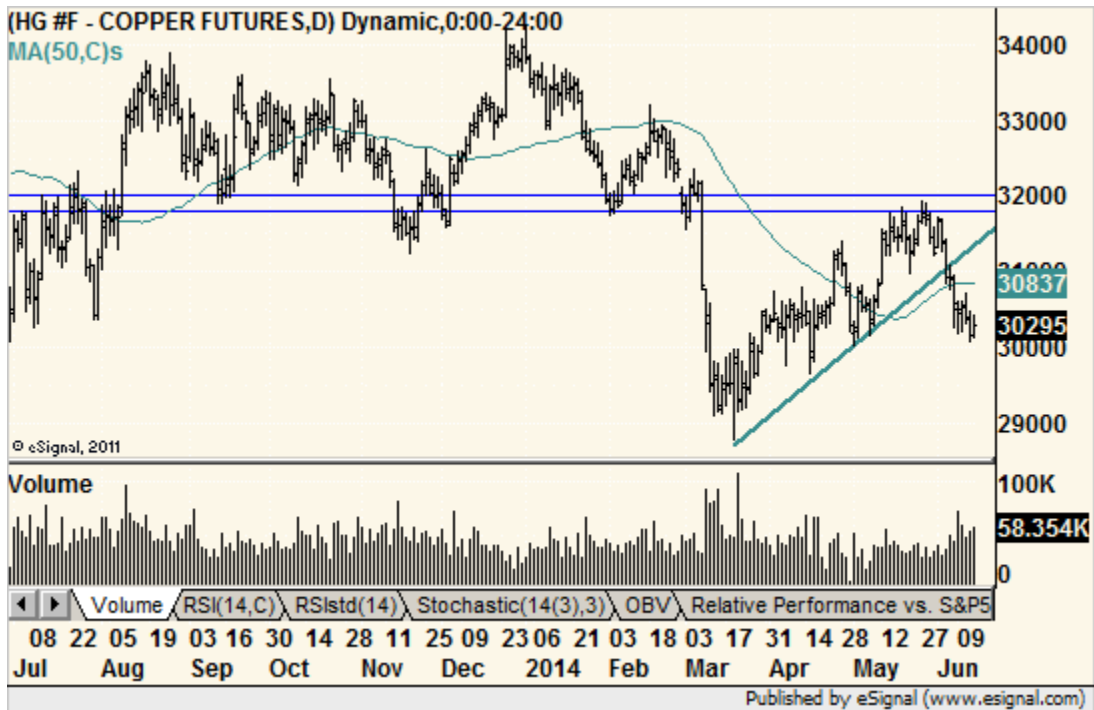
Gold ETF - Still battling resistance. We would have expected more volume if this were the start of something big although it is possible the doubters have not caught on yet.



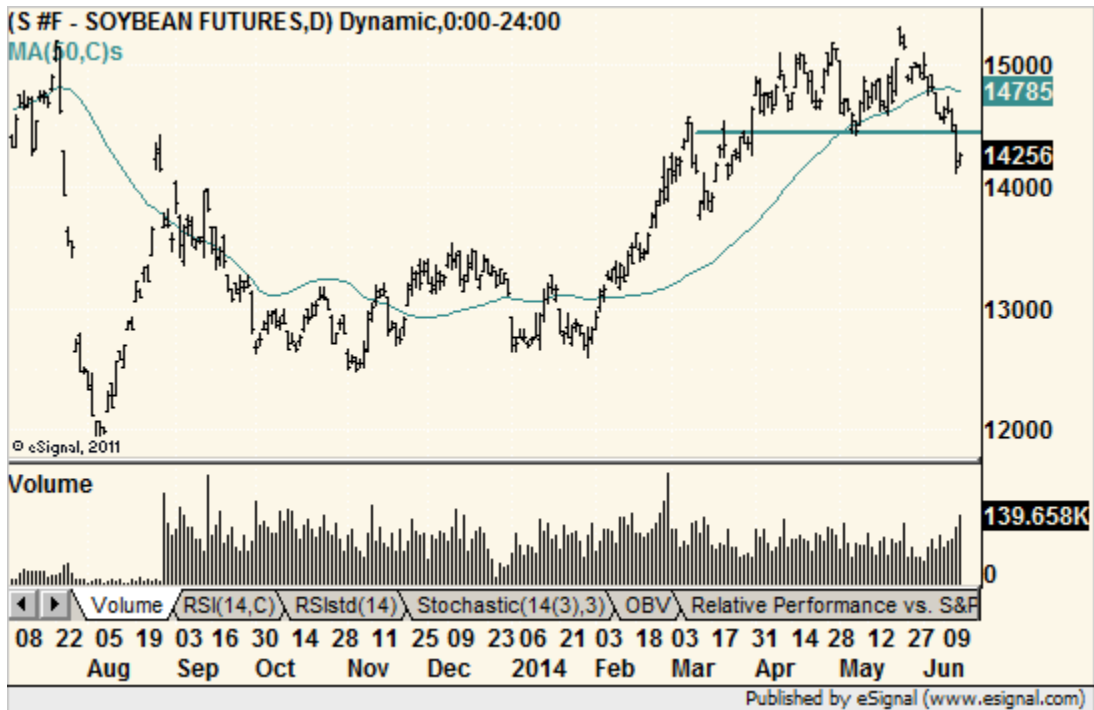
Crude Oil - Reprising Friday's chart. Short-term overbought but the trend is up.



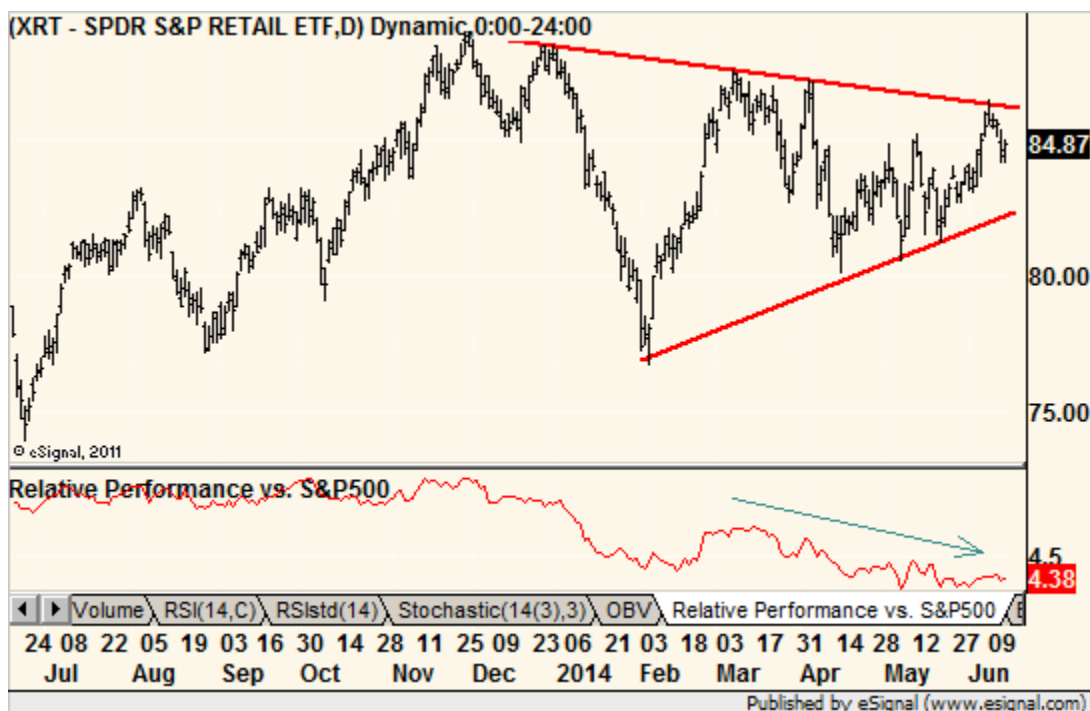
Long T-bond ETF - Some people look at the 50-day average here but we do not often apply it to bonds. What we do see is the ETF back above the trendline to keep the trend alive.



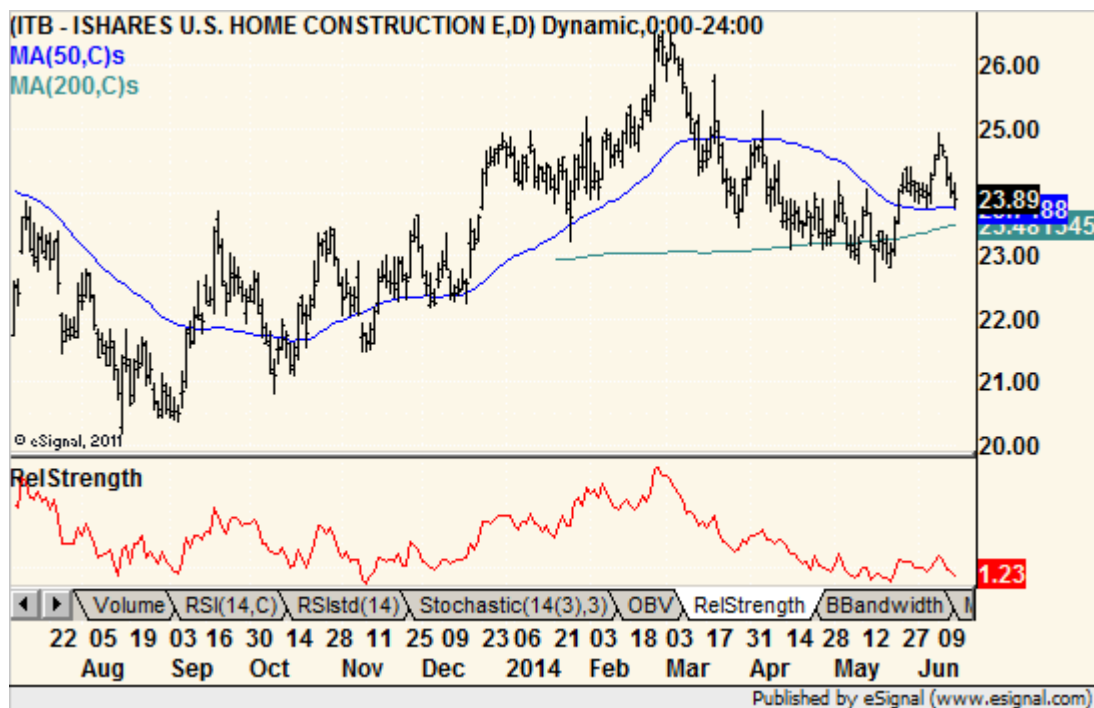
Copper - In decline.



Soybeans - Double top completed.



Retail ETF - A nice try but still in the triangle and lagging the market.



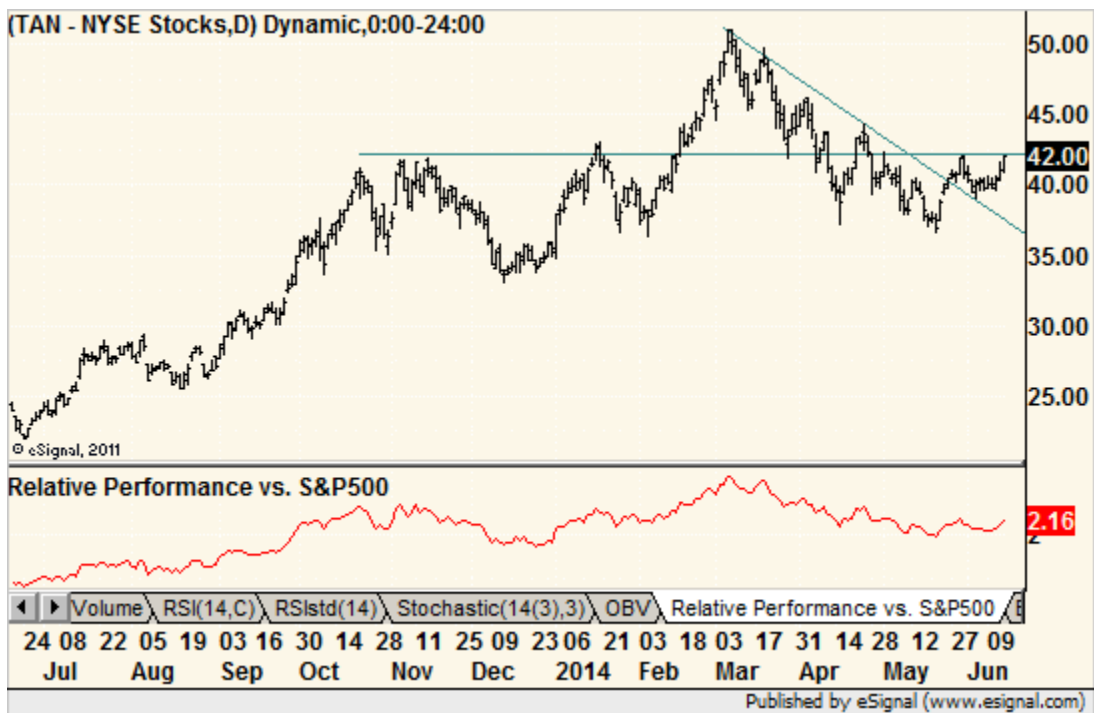
Homebuilding ETF - Another nice try but this one sold off hard last week. I wrote this up positively in the short-term for Barron's and it must hold the averages right now to keep that alive.



Bank of America - Stopped cold at resistance.



TD Ameritrade - We have not forgotten weak brokers. Failing at the averages now.



Solar ETF - We are already long but this chart looks pretty good.

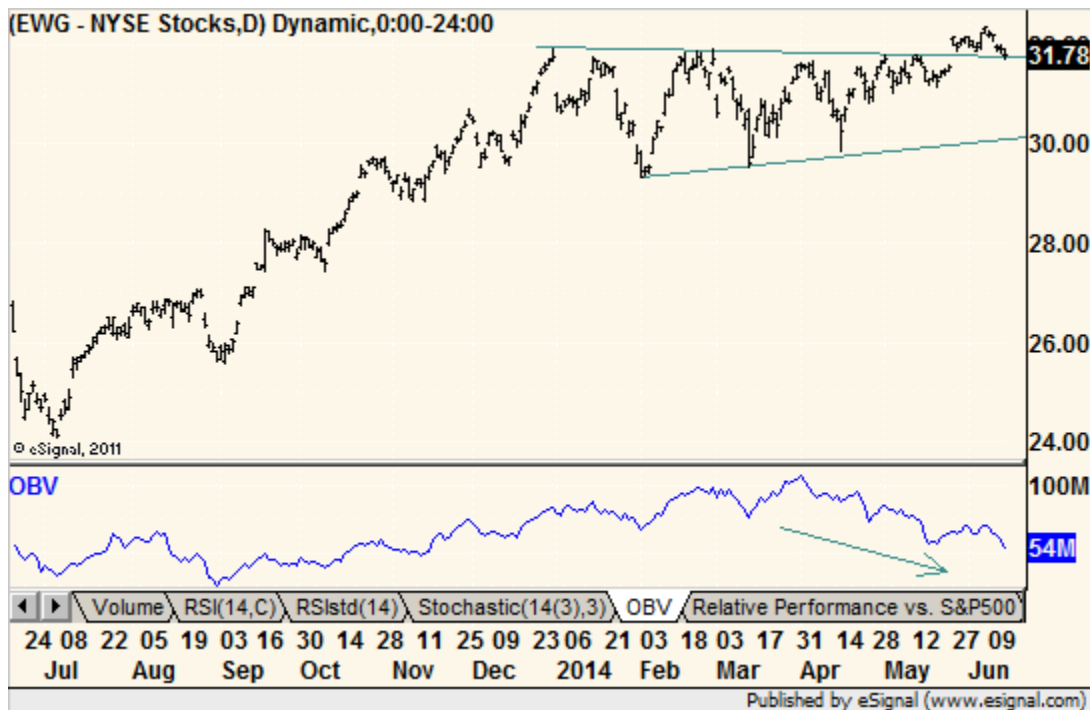


Microsoft - Still looks good for a breakout although on-balance volume has tailed off.

Today's Lesson

In this section, we take a look at a topic in technical analysis in real-time, not textbook time.

Breakout tests



Germany ETF - This ETF broke out from a nice triangle pattern and even paused before a secondary breakout. However, it went nowhere after there and has eased its way back to the breakout level. With falling on-balance volume it is in danger of failing.

We can give it some leeway with a small dip back into the pattern but taking out the mid-May low would suggest a move back to the bottom of the pattern if not through it to the downside.

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>	CAG	CONAGRA FOODS INC	32.50	1.0%	31.75	32.17	5/29	16
	DD	DU PONT E I DE NEMOURS & CO	68.30	-1.0%	67.50	68.97	5/29	16
	WYN	WYNDHAM WORLDWIDE CORP	72.47	-1.4%	71.50	73.50	5/30	15
	TAN	GUGGENHEIM SOLAR ETF	42.00	0.0%	39.50	42.00	5/30	15
	FCG	1ST TRUST ISE-REVERE NAT GAS	23.40	3.1%	22.00	22.70	5/30	15
	APD	AIR PRODS & CHEMS INC	121.13	1.1%	119.00	119.85	5/30	15
	PPG	PPG INDS INC	204.27	1.0%	198.00	202.33	6/2	12
	BDX	BECTON DICKINSON & CO	117.64	-0.7%	115.00	118.50	6/3	11
	KMI	KINDER MORGAN INC DEL	35.19	3.3%	33.75	34.05	6/4	10
	MRO	MARATHON OIL CORP	39.08	5.4%	38.00	37.07	6/5	9
	GOOGL	GOOGLE INC	560.35	0.6%	545.00	557.11	6/5	9
	CBS	CBS CORP NEW	60.45	0.0%	59.00	60.48	6/5	9
	ILMN	ILLUMINA INC	170.53	3.9%	165.00	164.09	6/5	9
	HSY	HERSHEY CO	97.64	-0.4%	95.00	98.00	6/6	8
	NG	NOVAGOLD RES INC	4.08	12.4%	3.85	3.63	6/11	3
	AUY	YAMANA GOLD INC	8.26	5.4%	7.80	7.84	6/12	2
	RGLD	ROYAL GOLD INC	67.42	1.0%	64.00	66.77	6/12	2
	KEYW	KEYW HLDG CORP	11.54	-0.7%	10.80	11.62	6/13	1
<u>Short</u>	RJF	RAYMOND JAMES FINANCIAL INC	48.97	-1.5%	51.00	48.25	5/15	30
	CRM	SALESFORCE COM INC	54.00	-6.9%		50.29	5/22	23
	SCHW	SCHWAB CHARLES CORP NEW	26.01	-2.6%	26.50	25.33	6/2	12
	KO	COCA COLA CO	40.37	0.1%	42.00	40.42	6/12	2

Notes: Stopped out CRM short. This one scored a nice bear reversal last week but kept chugging higher anyway.

New long in KEYW at the open Friday.

Raised stops of some of the gold miner longs.

Other Information

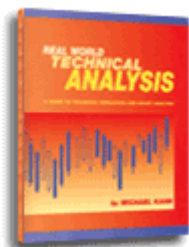
About - Michael Kahn, CMT, has been working with charts and technical analysis since 1986 and currently writes the twice-weekly “Getting Technical” column for Barron's Online. He is also a regular contributor to MarketWatch.com. Michael was formerly Chief Technical Analyst for BridgeNews and seen frequently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



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