

QUICK TAKES PRO

"TECHNICAL ANALYSIS FOR EVERYONE"

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RESEARCH LLC

June 16, 2015 – Hey kids! Guess what? The market is down on Greece jitters again! Who'da thunk it?

We wish they'd just admit they do not want to get out of their mess, will leave the EU and collapse like they should. That, of course, reminds us of something from pop culture:

Doctor: You need to eat better and start exercising

Patient: I don't have time to eat better and exercise

Doctor: OK, if you don't you will be dead. How does that fit into your schedule?

We cannot relate that directly to the charts but if today goes the way the premarket suggests then the S&P 500 will break down below its trendline and short-term support. What was interesting yesterday is that during Greece crisis du Monday, neither the dollar, bonds nor gold – the safe haven plays – went up. However, junk bonds had a fairly rotten day and look to stay weak this morning. Perhaps taken together all that means stocks are going to correct and not panic. Of course, why should they over Greece?

Do you want another reason to raise cash? China was down 3.5% overnight and this time it does make a dent on the chart confirming a bearish RSI divergence.

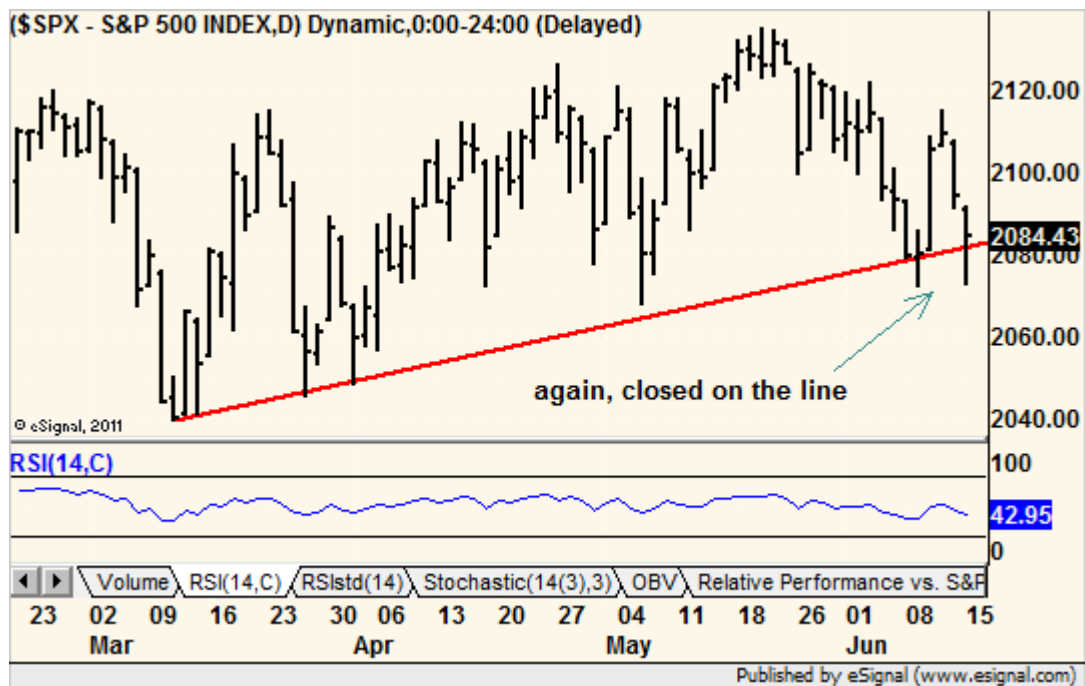


Once again the hourly chart opens below its trendline although this time it follows on the heels of a rally attempt yesterday afternoon. While anything goes on any given day this does look worse. As we write the market has firmed slightly but no bets either way from us today.

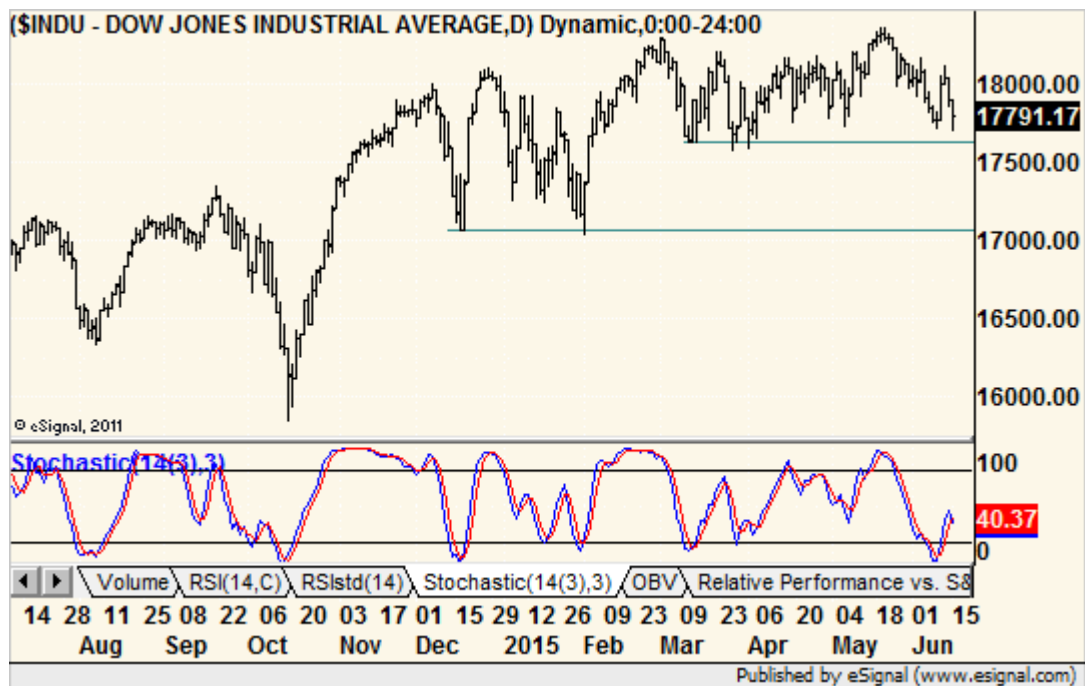
O'Neil follow-through day countdown – Today is day 5 in the 4-7 day window. If the market surges now it deserves to have another leg up. Will it? We think the chances are low unless Greece caves in to everyone's demands.

Strategy remains – Cash is looking better with a smattering of shorts. Keeping the banks long for now.

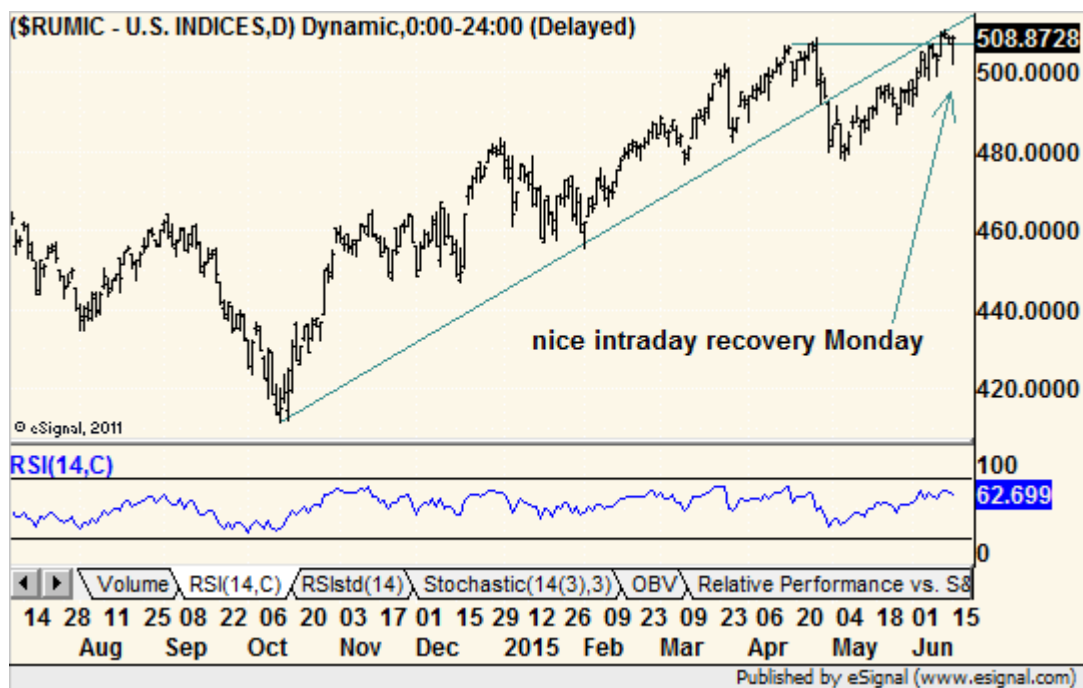
Index Charts of the Day



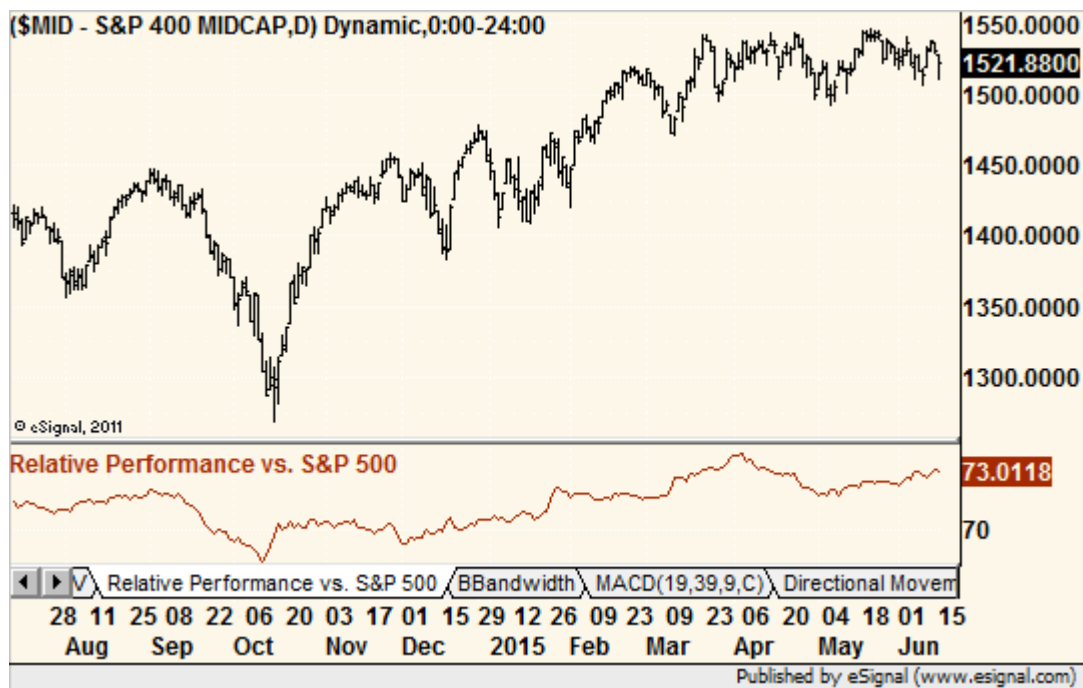
Breakdown attempt number three. There was an early dip yesterday as seen in the bar above.



Here is a different slant. The Dow is approaching support, as well. The weak bounce in stochastics suggests more price weakness and a good chance to break that support.



Microcaps holding up remarkably well but a sell off now would still be a breakout failure.



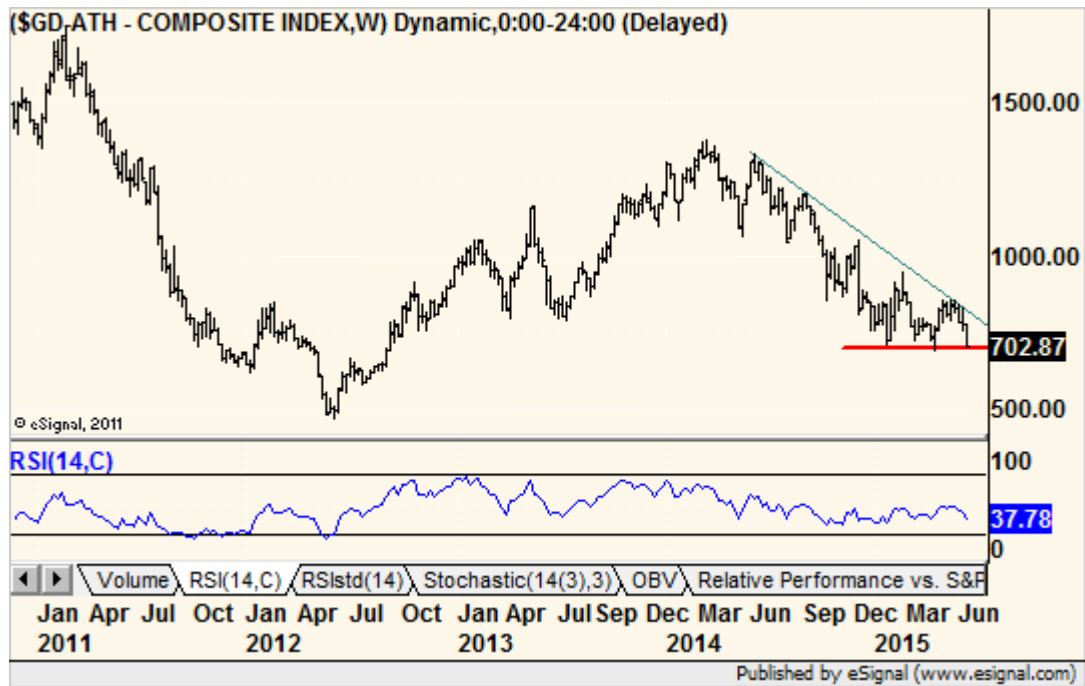
Midcaps also holding up but we cannot say it is due to the dollar hurting big international stocks. The dollar has been flat to weak for weeks.

The Radar Screen

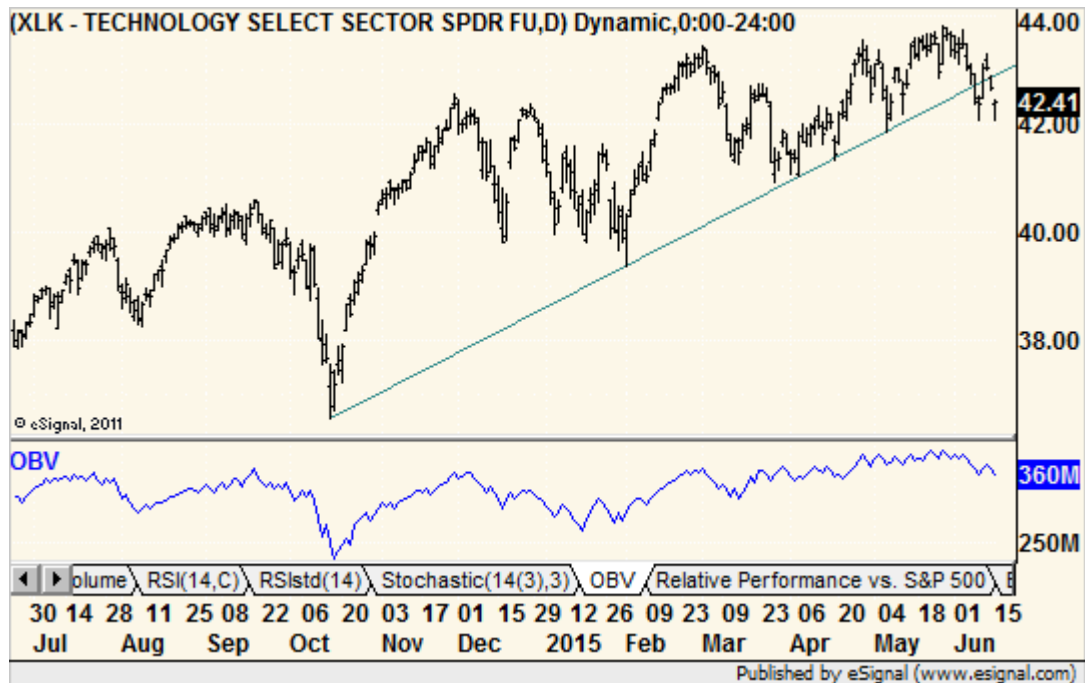
This is a list of potential opportunities, not a recommended portfolio. Underlined text is a change from previous report and if important it will be highlighted in yellow. If and when stocks give buy or sell signals here, they then move into the Advice Tracker section below. Dates listed are first appearances 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		
Microsoft – If you are looking for a reason to buy Mr. Softee, this is it. A move above the six-week flag pattern after support already held would be a very good signal. It may not happen for a while but buy 47.		6/12
Bearish Implications		
Yum Brands YUM – Restaurant with bearish RSI divergence. Sell close under 90 as that breaks support.		5/29
Host Hotels HST – This is a weekly chart and it has arguably broken down. Daily on-balance volume is falling like a knife. We'll watch for a little bounce unless the market falls apart. A big 4% dividend may cushion the blow. Good enough with a weak Friday finish. Selling.	Triggered	6/8
Hawaiian Holdings HA – The bounce for this airline has hit resistance from the 50-day average, October trendline and neckline from the recent head-and-shoulders pattern. A good short right here.	Triggered	6/15
Unknown Implications		
none –		
Holding Tank - red shade leans bearish, green shade leans bullish		
Long-term setups – LGF (breakout), SFUN (breakout), AGU , MOO		6/3
Penn Gaming PENN – While LVS and WYNN fall apart, this gaming stock broke out. If the others recover, this could be a nice long.	Removed	6/8
Manpower MAN – Not exactly a weekly cup-with-handle but it has the same feel. Watching for now.		6/9
Buckle BKE – A retailer with potential. Needs a flag breakout	Moved	6/5
Sector Watch (observations that may spark ideas)		
Oil services – Still holding a base breakout. <u>Time to move on</u>	Removed	5/6
SPDR Insurance ETF KIE – Absolute and relative breakout. This seems to be led by stocks already in rallies and not new ones breaking out to join them. That suggests trend following and not bottom fishing is a better plan if you are interested.		6/11
Nasdaq biotech ETF IBB – Still holding on but with a bearish stochastics divergence		6/11
Updates		
none –		

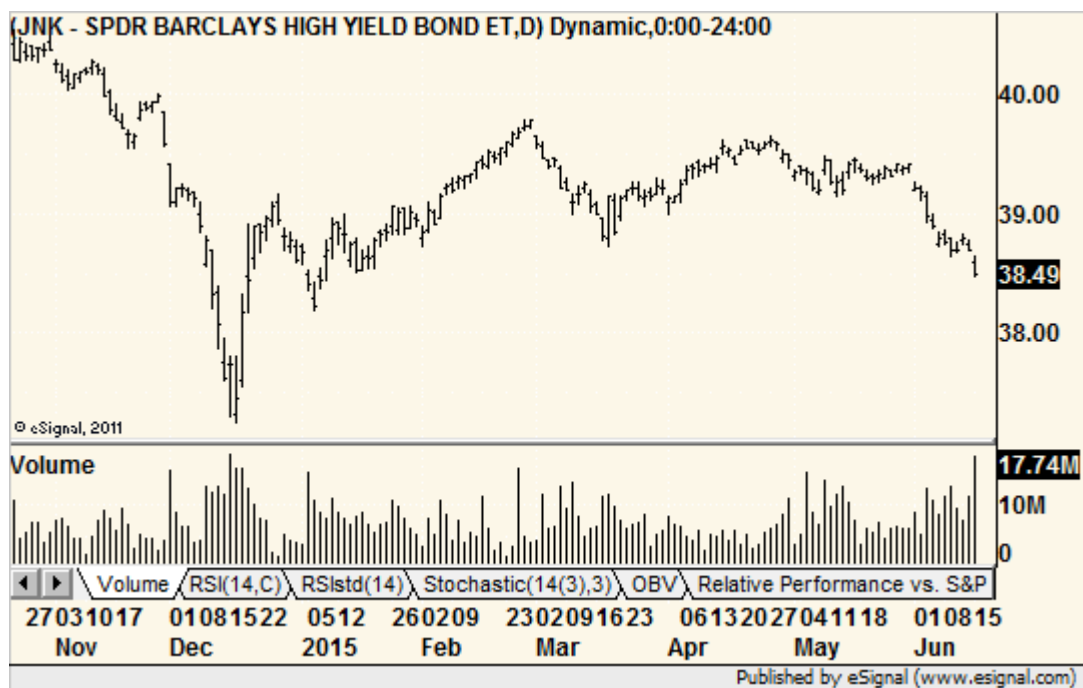
Market Highlights



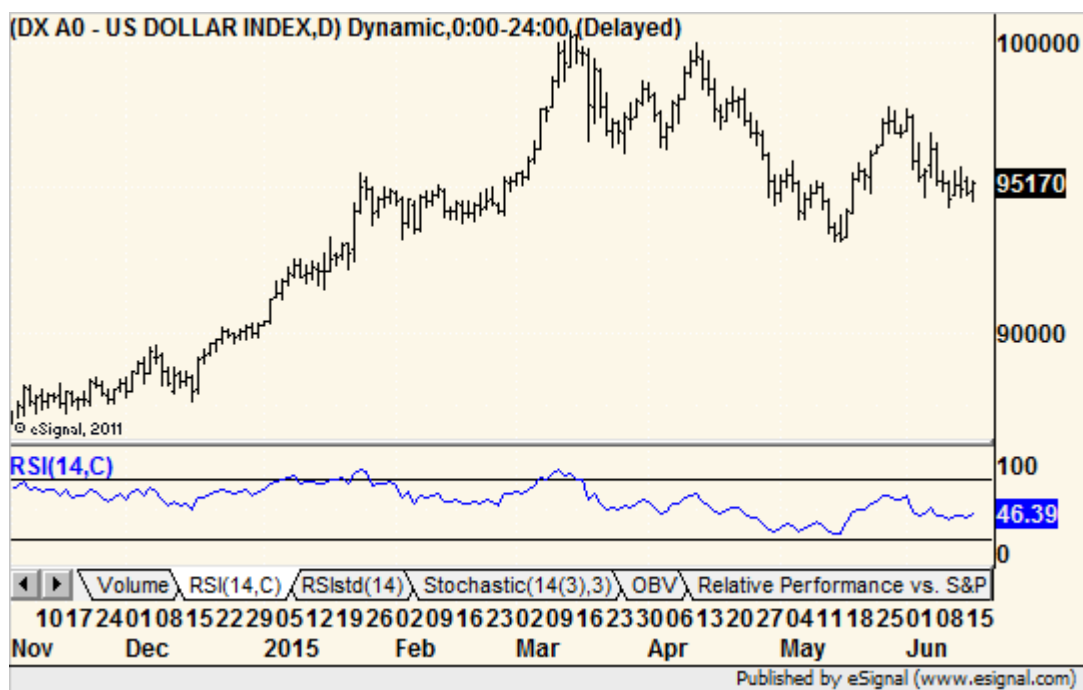
Greece Composite – We’d say a return to the 2012 lows is a good chance but with news driving things we’ll gladly just stay out of the way.



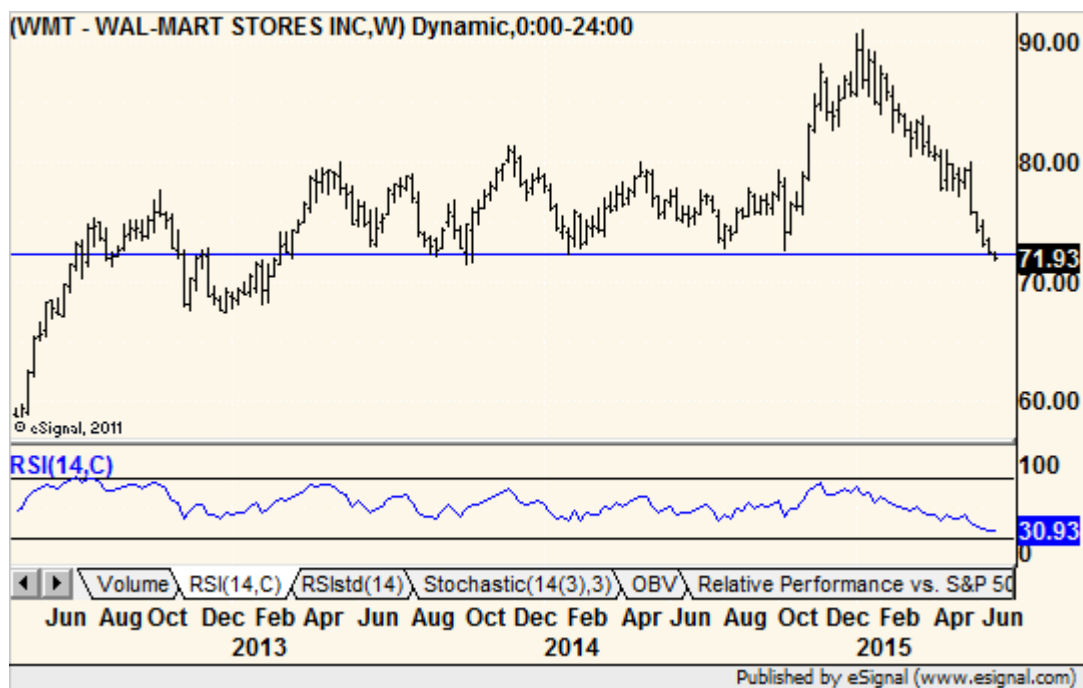
Tech ETF – Everyone seems to think tech is a leader but this is not a good chart.



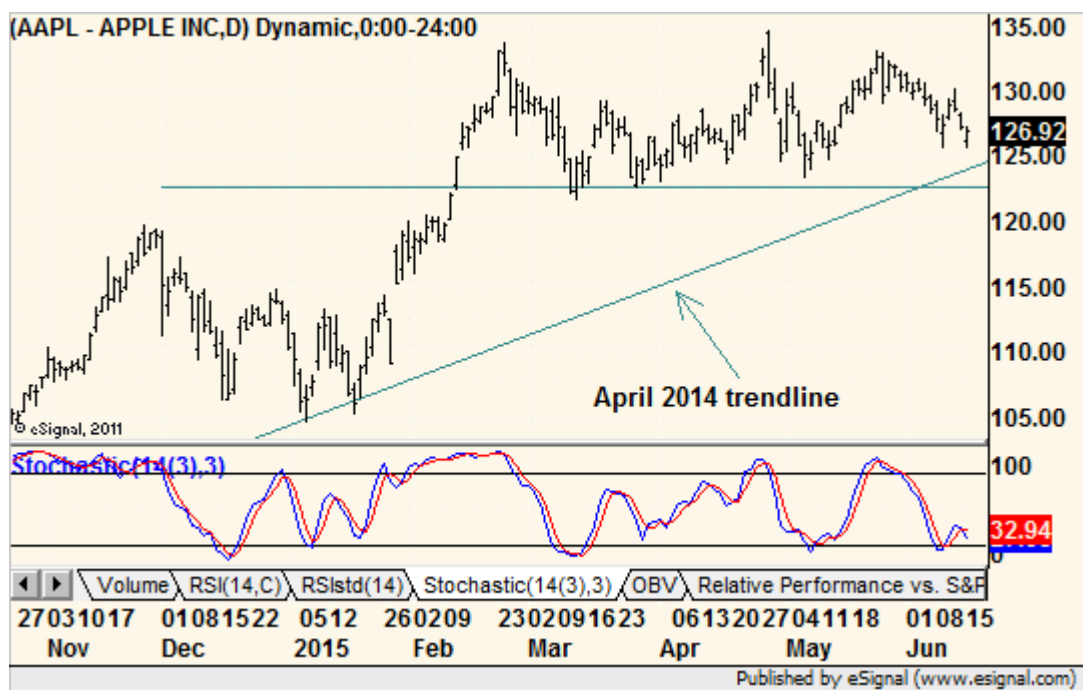
Junk bond ETF – Not a good chart, either.



US Dollar Index – Not much of a trend and more weak than strong.



Wal-Mart – At a rather major support. Hard to think it will blow through without a decent pause.



Apple – ‘Cuz we have to keep looking. Major support coming up.

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>	COF	CAPITAL ONE FINL CORP	87.49	5.7%	85.00	82.80	5/6	40
	KEY	KEYCORP NEW	15.35	4.1%	14.75	14.75	5/11	35
	KBE	SPDR S&P BANK ETF	36.69	6.1%	35.50	34.58	5/11	35
	GM	GENERAL MTRS CO	35.46	-1.8%	34.75	36.11	5/28	18
	XLNX	XILINX INC	46.31	-2.9%	45.75	47.68	5/28	18
<u>Short</u>	FLS	FLOWSERVE CORP	53.30	3.9%	56.50	55.40	5/12	34
	ALL	ALLSTATE CORP	66.67	0.9%	68.00	67.30	6/1	14
	MAR	MARRIOTT INTL INC NEW	77.02	-0.6%	80.00	76.55	6/12	3
	HST	HOST HOTELS & RESORTS	19.71	0.2%	20.75	19.75	6/15	0
	HA	HAWAIIAN HOLDINGS INC	22.65	1.4%	24.00	22.96	6/15	0

Notes: New shorts in **HST** and **HA** at the open Monday.

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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