

QUICK TAKES PRO

"TECHNICAL ANALYSIS FOR EVERYONE"

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June 23, 2015 – We normally write the comments section in the premarket but due to travel we are writing Monday evening. Basically, the market reacted again to hope on Greece but did not seem quite so powerful in doing so. Volume was down. Breadth was mediocre.

And then we saw this headline – “2 main points of contention in the Greek debt saga.”

Second guessing already? We thought it would take a few days before people woke up. But again we do not know what happened overnight and into the European morning.

For now, we are buying a few biotechs and offer no new shorts (for a few days already). The market is not exciting but there are individual stock setups that are. See below.



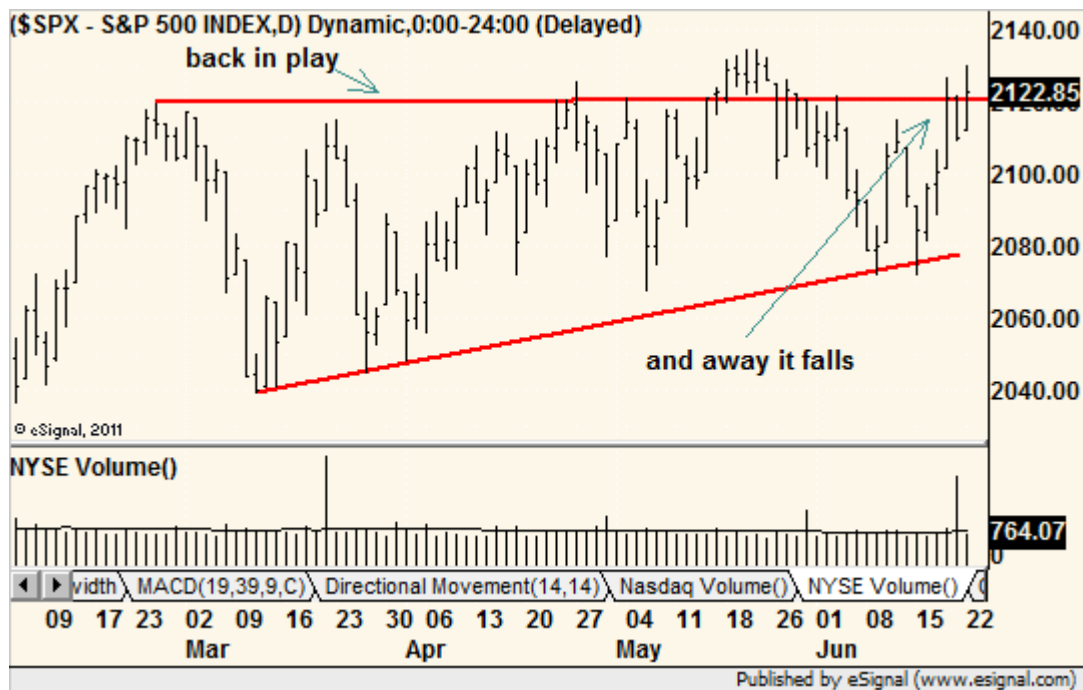
This hourly chart is the same as it was Monday morning when we last looked at it. More bullish than bearish short-term but not the most exciting to go long over.

Friday, we said we were still heavy into cash but tilted a little more to the bull side. That still holds true today. We will have to see if the domestic market believes the Greek deal will happen because the premarket gain happened all at once. It faded most of the time thereafter.

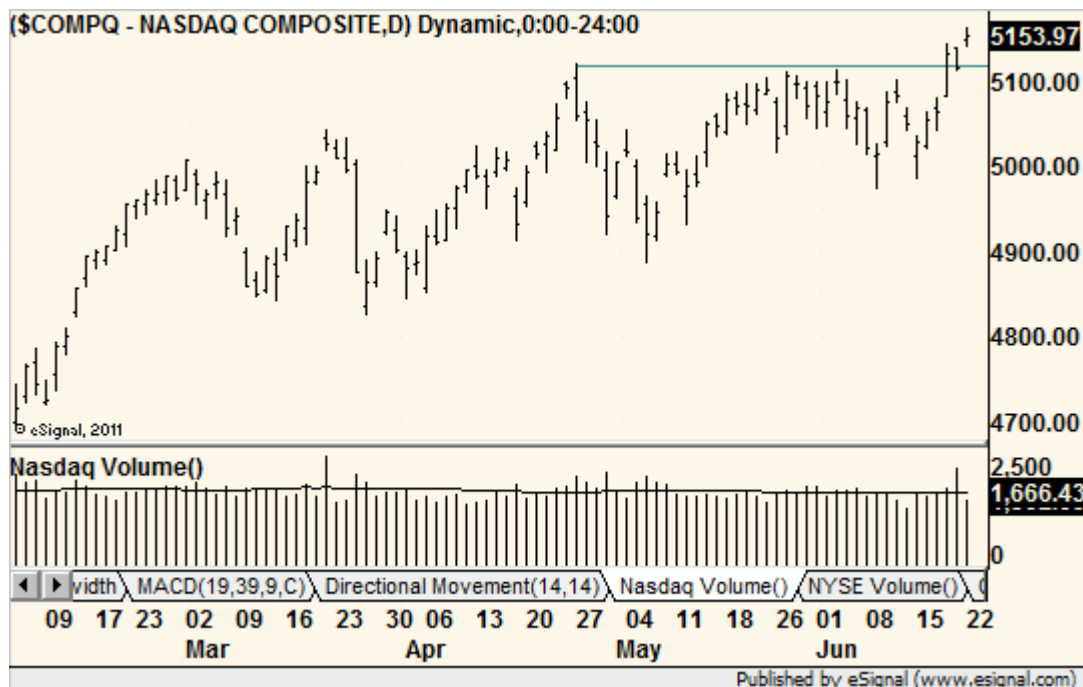
We will repeat this from yesterday:

In summary, it is difficult to make a plan when the markets are dominated by the deal making of a few instead of organic elements of buying and selling.

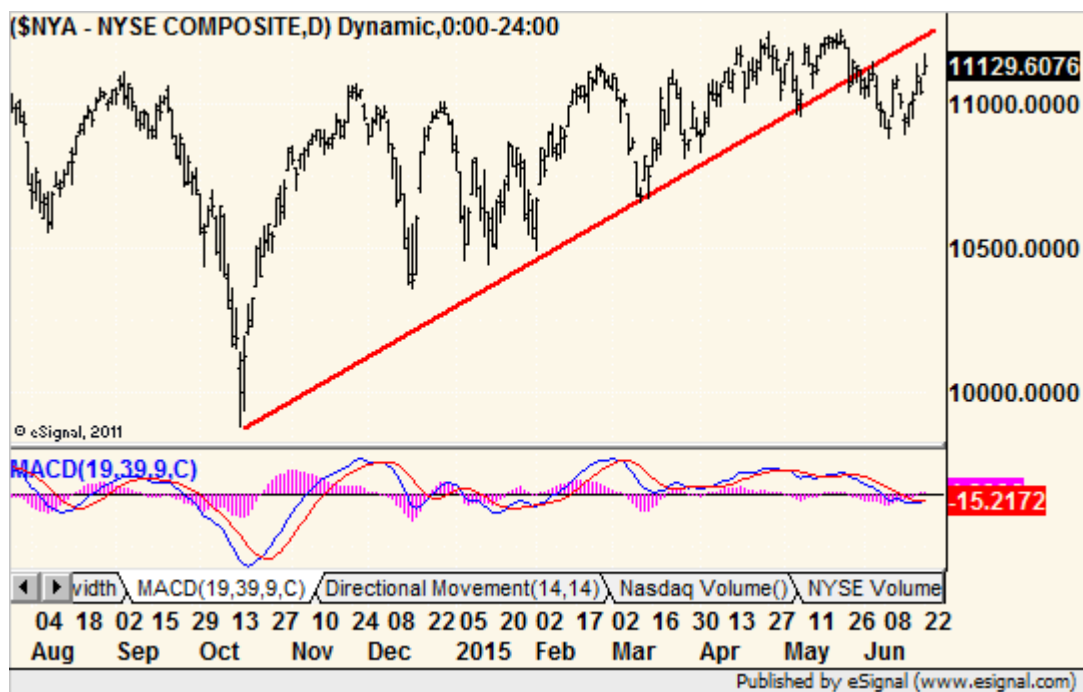
Index Charts of the Day



So much for the old resistance. But look at volume. Don't compare to Friday's options expiration volume but to the average. It was way down.



Even with low volume, this looks pretty good. Remember, it is biotech driving this index right now.



The NYSE composite is a party pooper.

The Radar Screen

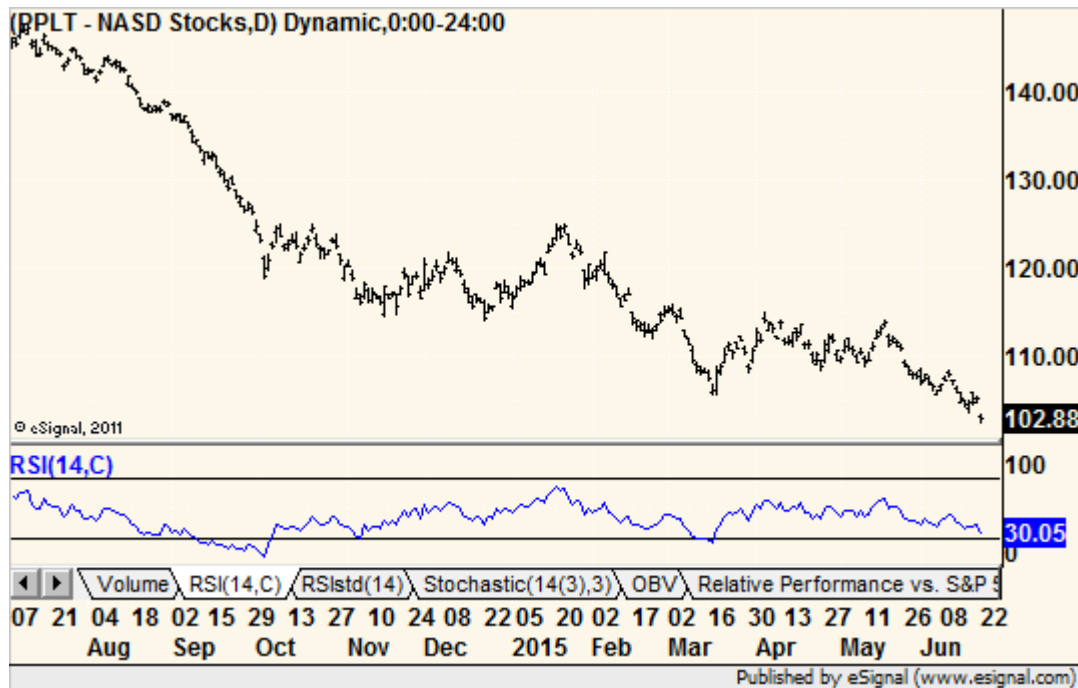
This is a list of potential opportunities, not a recommended portfolio. Underlined text is a change from previous report and if important it will be highlighted in yellow. If and when stocks give buy or sell signals here, they then move into the Advice Tracker section below. Dates listed are first appearances 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		
Quanta Services PWR – Because we cannot resist showing nice setups even if they do not agree with our market view, this one is challenging a seven-month resistance. Positive trend break in on-balance volume. Buy 30.30 on close.	Triggered	6/17
IBM –If you liked the MSFT setup then this one is similar. Big tech with a bull flag at support. Buy 169 on close.		6/17
Weyerhaeuser WY – Watching fan lines on this paper stock. How fitting! Buy 33.15. Peer IP got clocked Monday.		6/17
United Therapeutics UTHR – A nice biotech waiting for the breakout. It actually rallied Friday as the market was weak for a marginal breakout. Buying.	Triggered	6/19
Henry Schein HSIC – It's not biotech but it is medical (supplies). Range breakout Thursday and minor pullback Friday. Buying.	Triggered	6/19
Costco COST – This retailer came back to its prior breakout and 200-day average. MACD has a crossover but it would be better to wait for a price breakout. We'll go with a close over Friday's high of 141.48.		6/22
UnitedHealth UNH – Inverse head-and-shoulders. Buy the breakout above 122.15. Note rising on-balance volume throughout.		6/22
Bearish Implications		
none –		
Unknown Implications		
none –		
Holding Tank - red shade leans bearish, green shade leans bullish		
Long-term setups – SFUN (breakout), AGU , MOO		6/3
Manpower MAN – Not exactly a weekly cup-with-handle but it has the same feel. Watching for now. Breakout. <u>Unless it pulls back, we missed it.</u>		6/9
Buckle BKE – A retailer with potential. Needs a flag breakout.		6/5
Sector Watch (observations that may spark ideas)		
Nasdaq biotech ETF IBB – Huge upside breakout.		6/11
Updates		
none –		

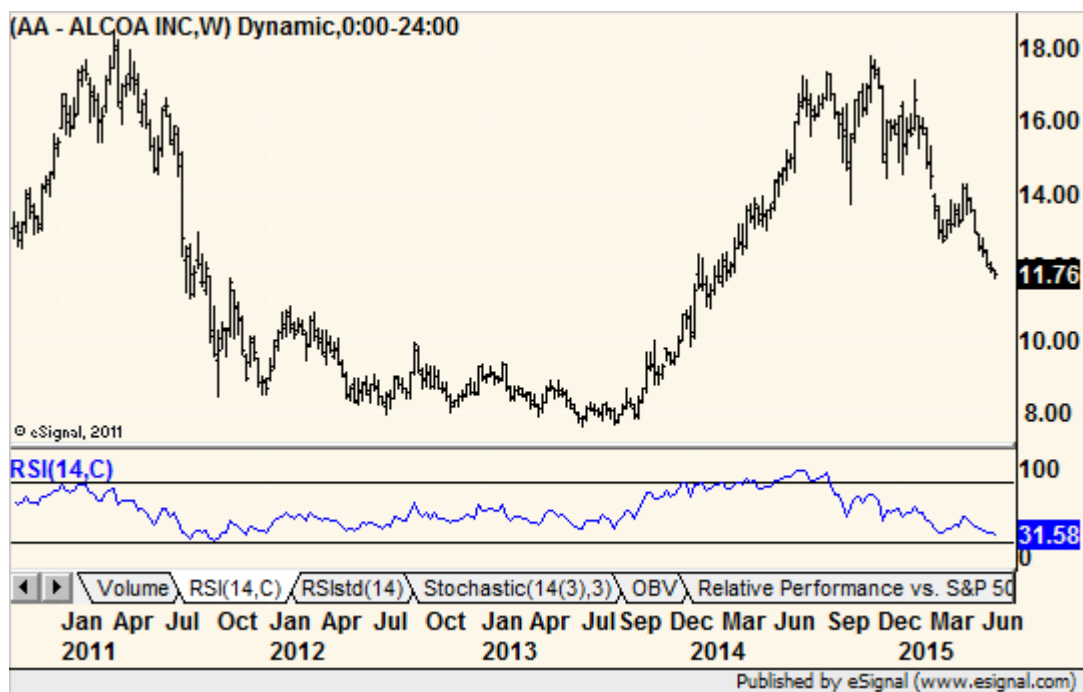
Market Highlights



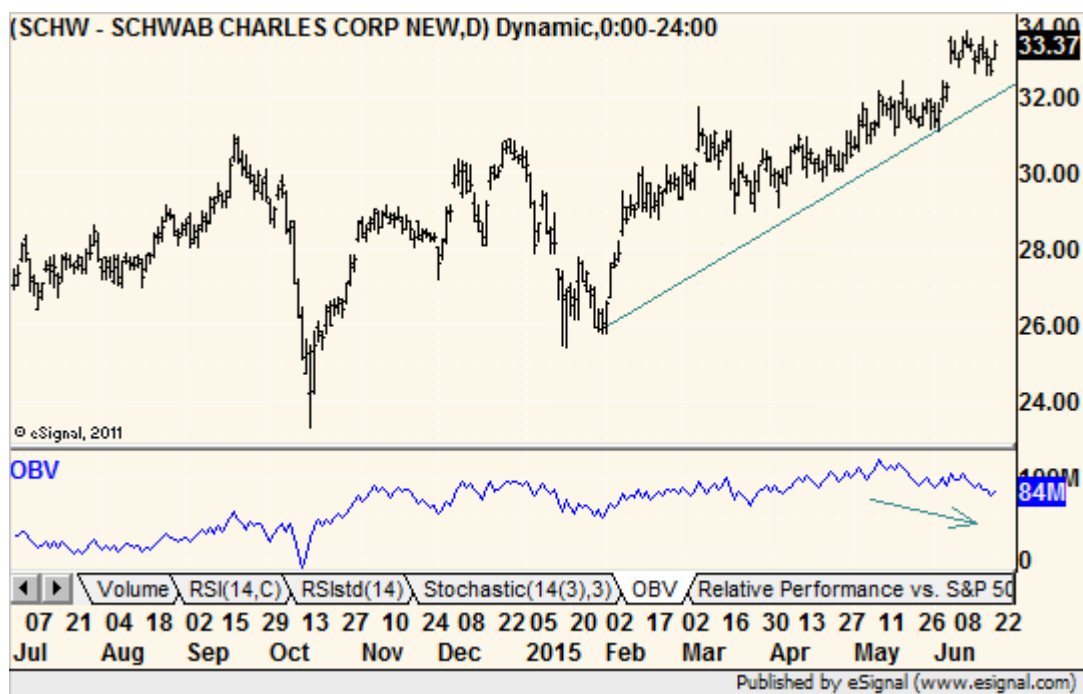
Palladium ETF – While gold and silver did nothing, this semiprecious and industrial metal broke down – this is a weekly chart. Always prone to an oversold bounce but this is a weak market.



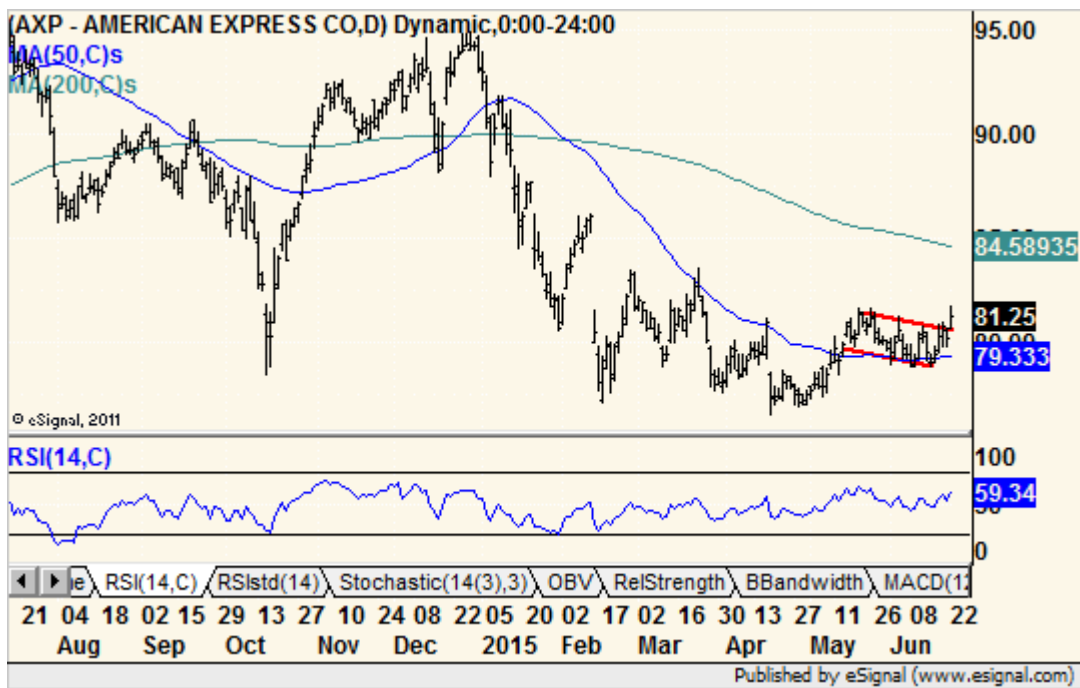
Platinum ETF – Straight down. Wow! Not even oversold yet.



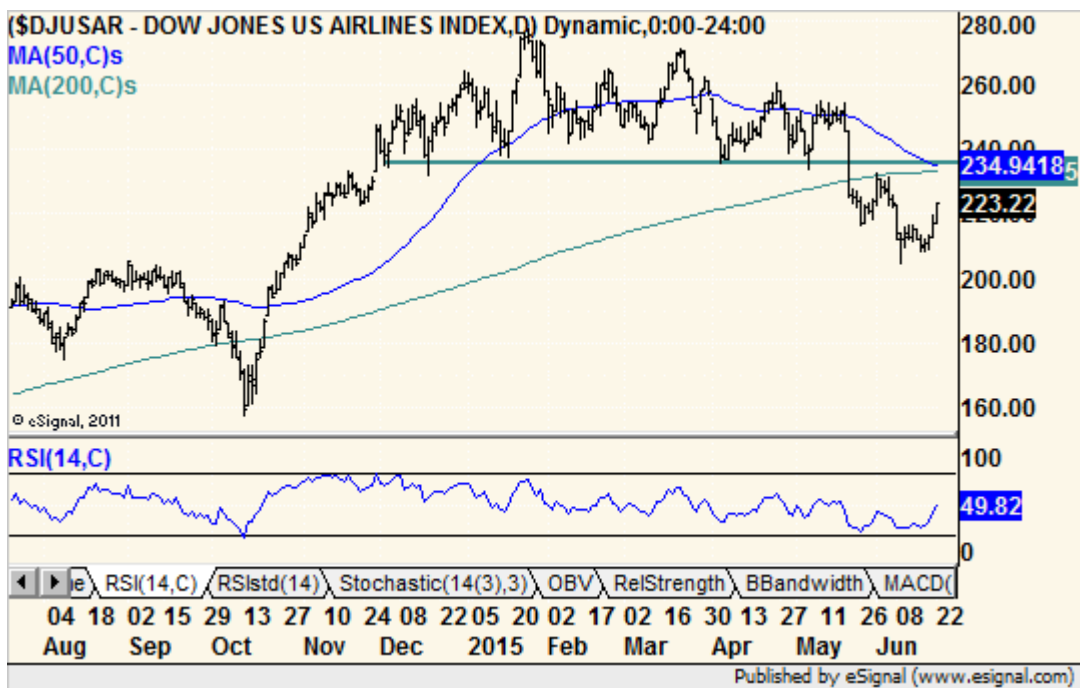
Alcoa – Sinking like an aluminum balloon. Do not get in its way.



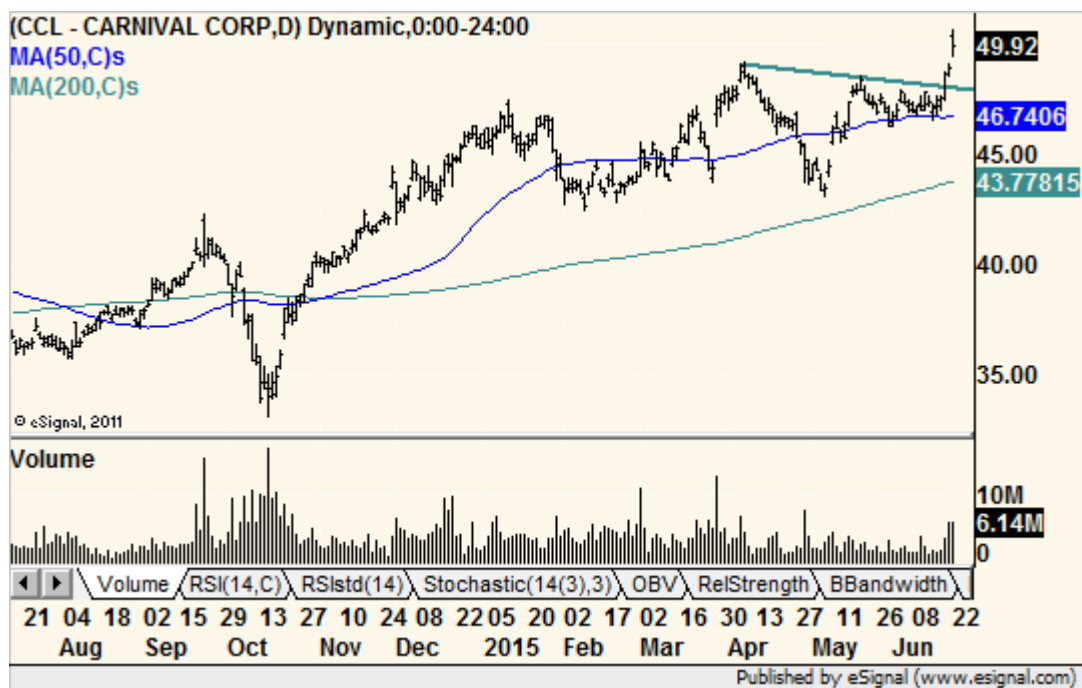
Schwab – This discount broker led the financial ETF higher Monday and the price chart looks pretty good. However, on-balance volume is pretty bad. No trade.



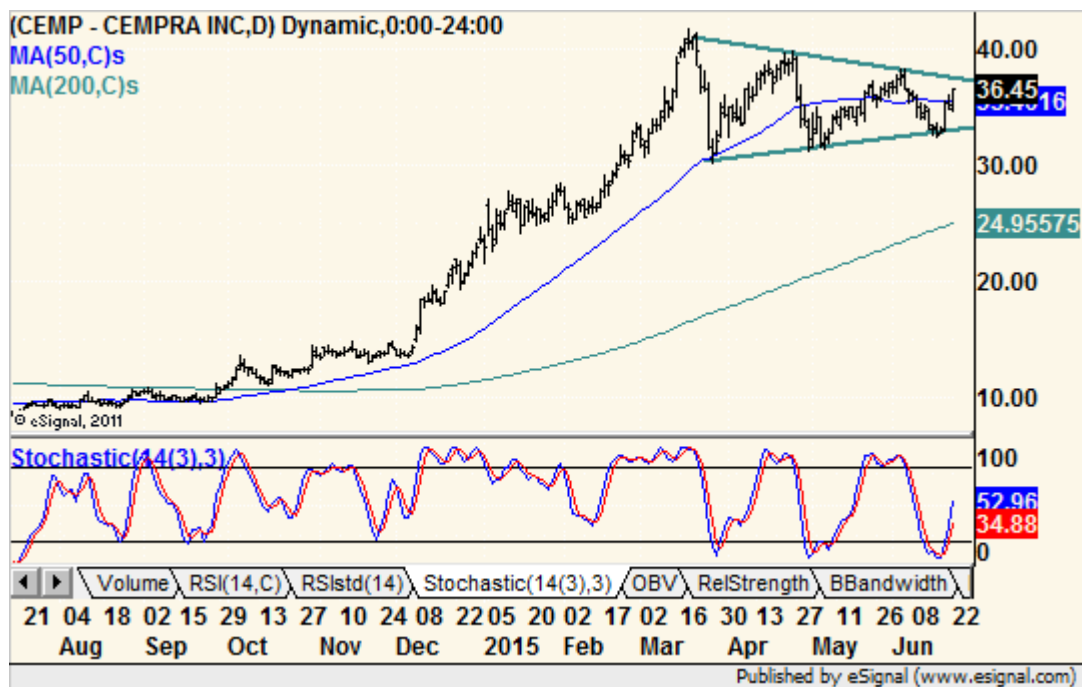
American Express – This one may have come back to life.



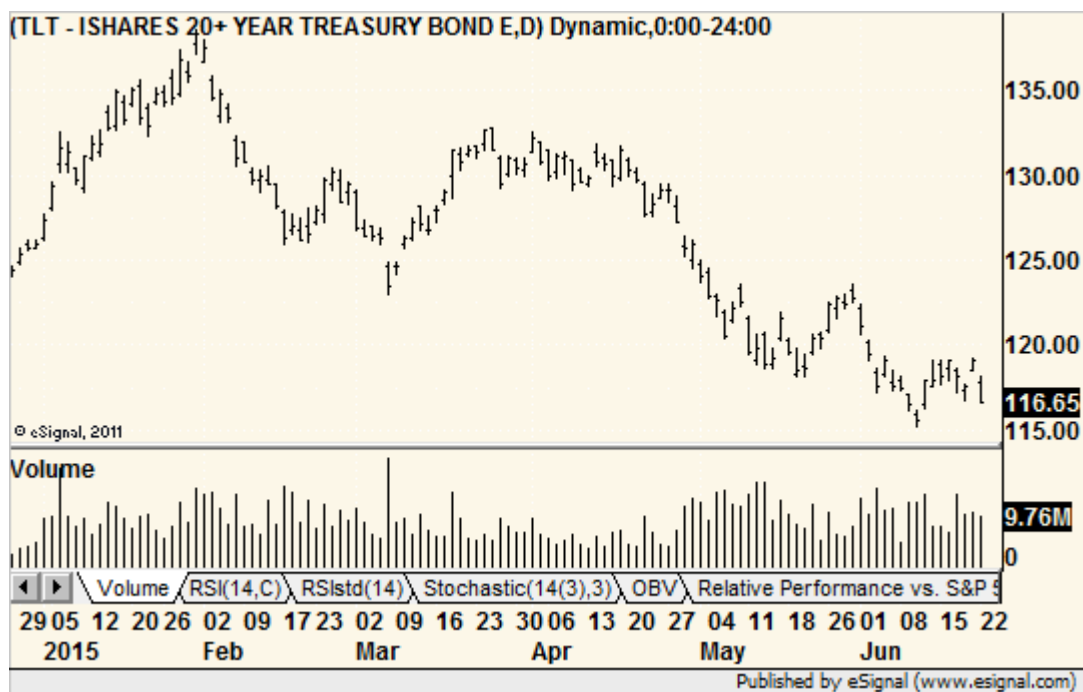
Airlines Index – We see quite often that something rallies right as it gets a moving average death cross. It was not very oversold so no divergence there. Let the dead sector bounce and then look to sell it again.



Carnival – Smoking hot performance for this cruise line. **RCL** is not far behind. **CUK** was even hotter. We have to wait for a pullback.



Cempra – Another good-looking biotech chart. But the triangle breakout. Note stochastics has been very regular and just signaled a bottom.



Long T-bond ETF – Sorry bond bulls, this is bad.



REITs ETF – Is real estate really better? Not according to this down trend in price and on-balance volume.

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	89.32	7.9%	85.00	82.80	5/6	47
	KEY	KEYCORP NEW	15.43	4.6%	14.75	14.75	5/11	42
	KBE	SPDR S&P BANK ETF	36.87	6.6%	35.50	34.58	5/11	42
	GM	GENERAL MTRS CO	36.19	0.2%	34.75	36.11	5/28	25
	XLNX	XILINX INC	46.55	-2.4%	45.75	47.68	5/28	25
	MSFT	MICROSOFT CORP	46.23	-0.6%	45.00	46.50	6/18	4
	PG	PROCTER & GAMBLE CO	80.45	0.1%	78.00	80.33	6/18	4
	PWR	QUANTA SVCS INC	30.41	0.0%	29.00	30.41	6/22	0
	UTHR	UNITED THERAPEUTICS CORP	188.41	-0.4%	179.00	189.09	6/22	0
	HSIC	SCHEIN HENRY INC	145.71	-0.1%	140.00	145.87	6/22	0
<u>Short</u>	FLS	FLOWSERVE CORP	54.13	2.3%	56.00	55.40	5/12	41
	MAR	MARRIOTT INTL INC NEW	77.91	-1.7%	80.00	76.55	6/12	10
	HST	HOST HOTELS & RESORTS INC	20.47	-3.5%	20.75	19.75	6/15	7

Notes: Three new longs. **PWR** at the close and **UTHR** and **HSIC** at the open.

Looks like we are back to liking biotech.

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

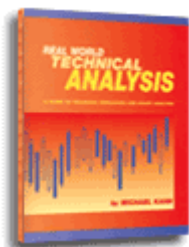
About - Michael Kahn, CMT, has been working with charts and technical analysis since 1986 and currently writes the twice-weekly “Getting Technical” column for Barron's Online. He is also a regular contributor to MarketWatch.com. Michael was formerly Chief Technical Analyst for BridgeNews and seen frequently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



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