

QUICK TAKES PRO

"TECHNICAL ANALYSIS FOR EVERYONE"

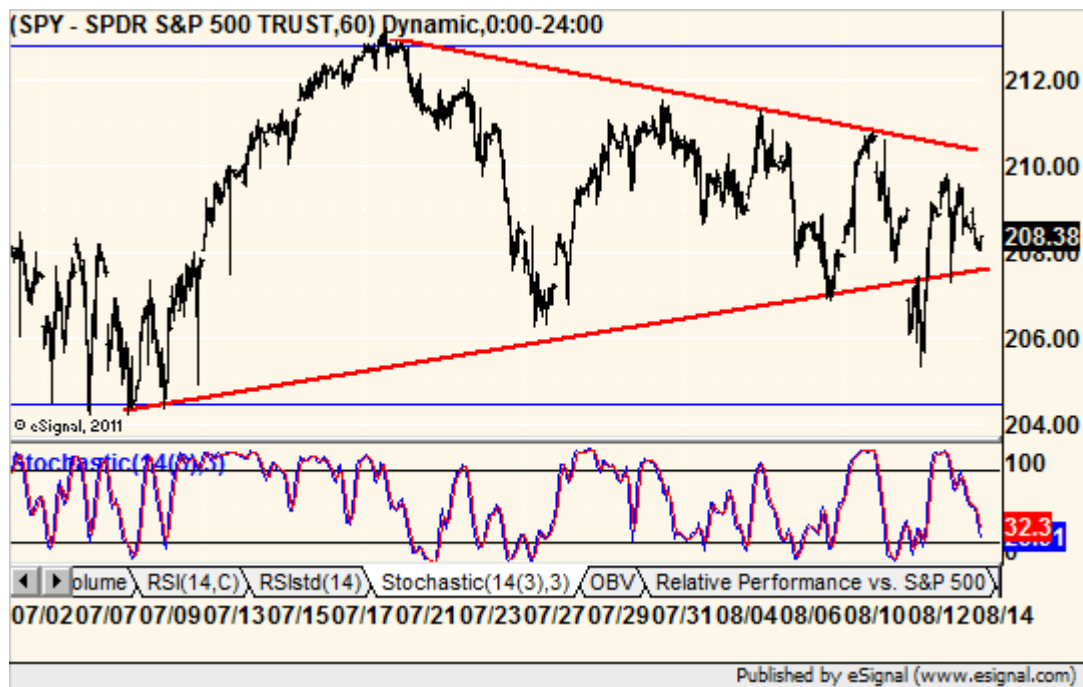
MICHAEL KAHN
RESEARCH LLC

August 14, 2015 – The fact that the market futzed around yesterday instead of following through to the upside suggests that the bulls really have not come back. Sure, it was a powerful bullish reversal bar from oversold conditions on Wednesday but if it were really meaningful we should have seen a little more pent up demand get unleashed.

Therefore, we have to go back to what we were thinking a few days ago and as usual extol the virtues of a higher cash position.

That's it. No more to say on the topic.

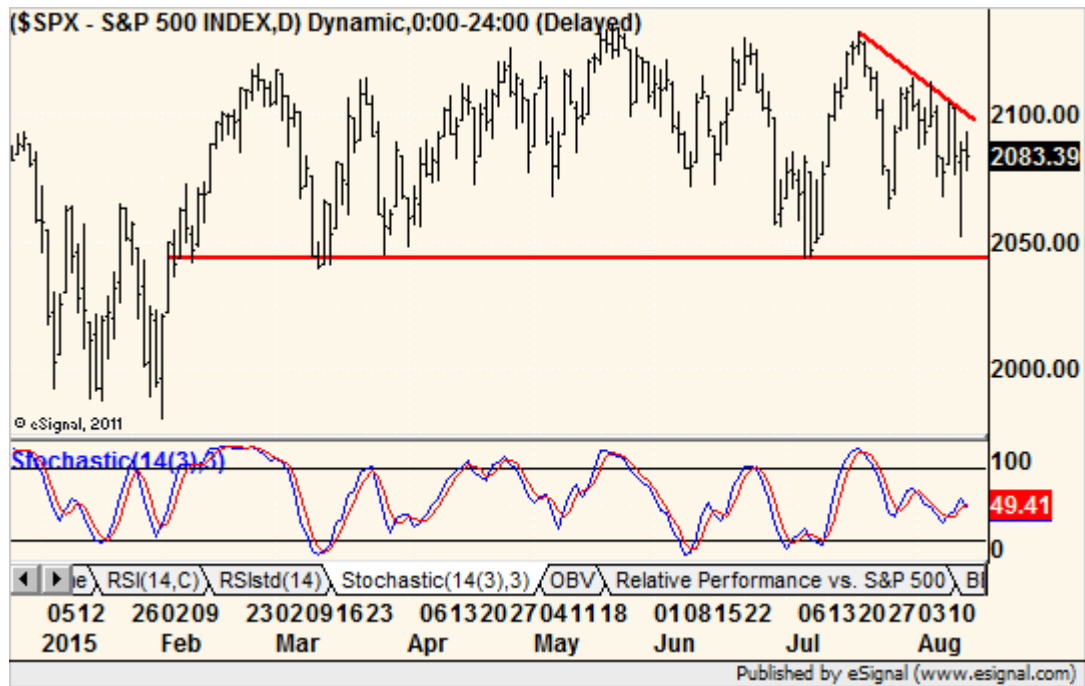
However, there are a few things to say about global, action and we have a few of those charts below. Greece is not out of the woods and Europe is feeling the pain. China is in remission and has not found a bottom yet. And have you noticed bear markets in Asia tigers (Malaysia, Singapore, etc) and Brazil?



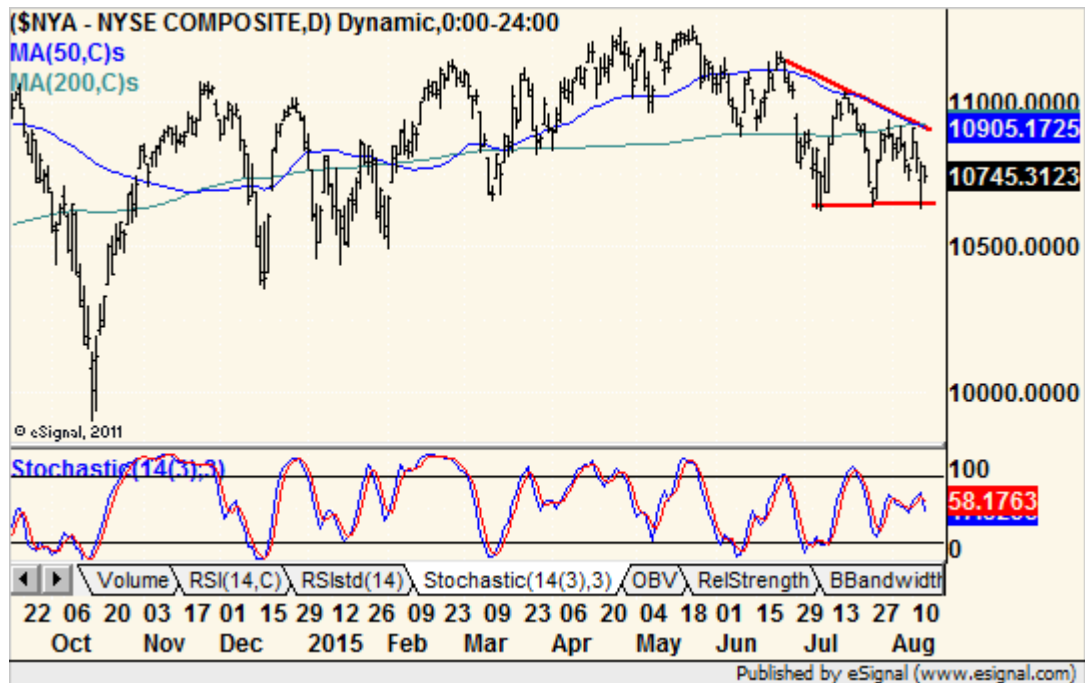
The hourly chart's triangle pattern has lost its power but the overall chop within the larger 2015 range is still leaning to the downside.

We may have nibbled on a few very depressed longs but our overall view is not good. But until the S&P 500 breaks it is all chop for now.

Index Charts of the Day



Yesterday we called support the “event horizon” akin to a black hole. Fall below it and you’re gone. See next chart...



It is not the exact same look but the NYSE composite is just above its own critical support.

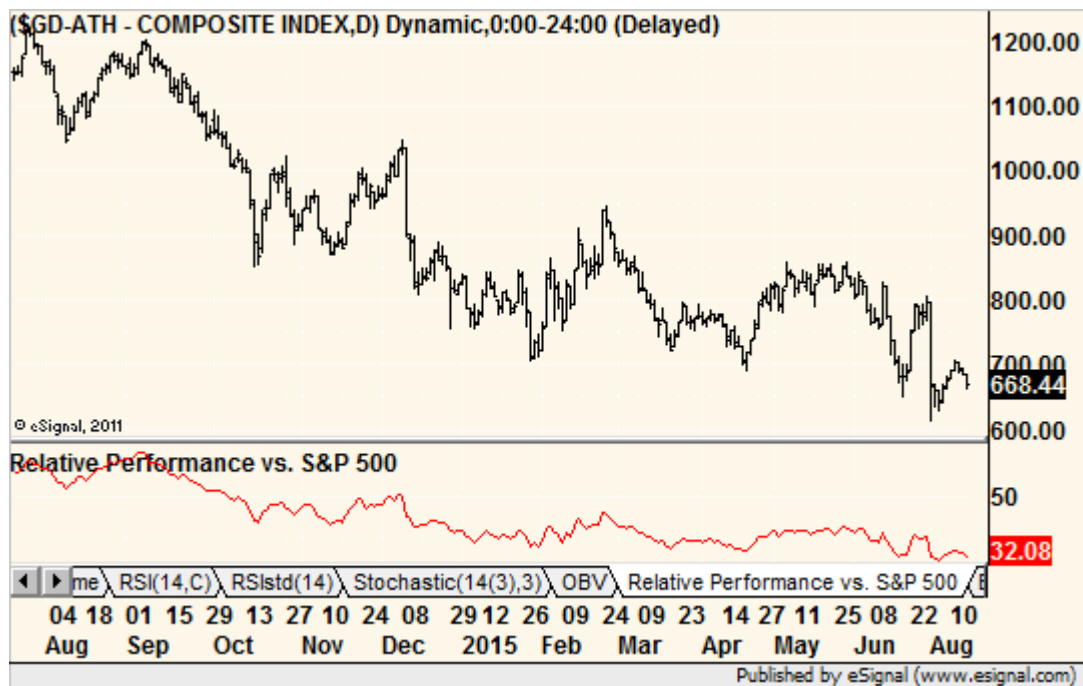
Both have falling upper borders where a rally back to old highs can begin – which we doubt.

The Radar Screen

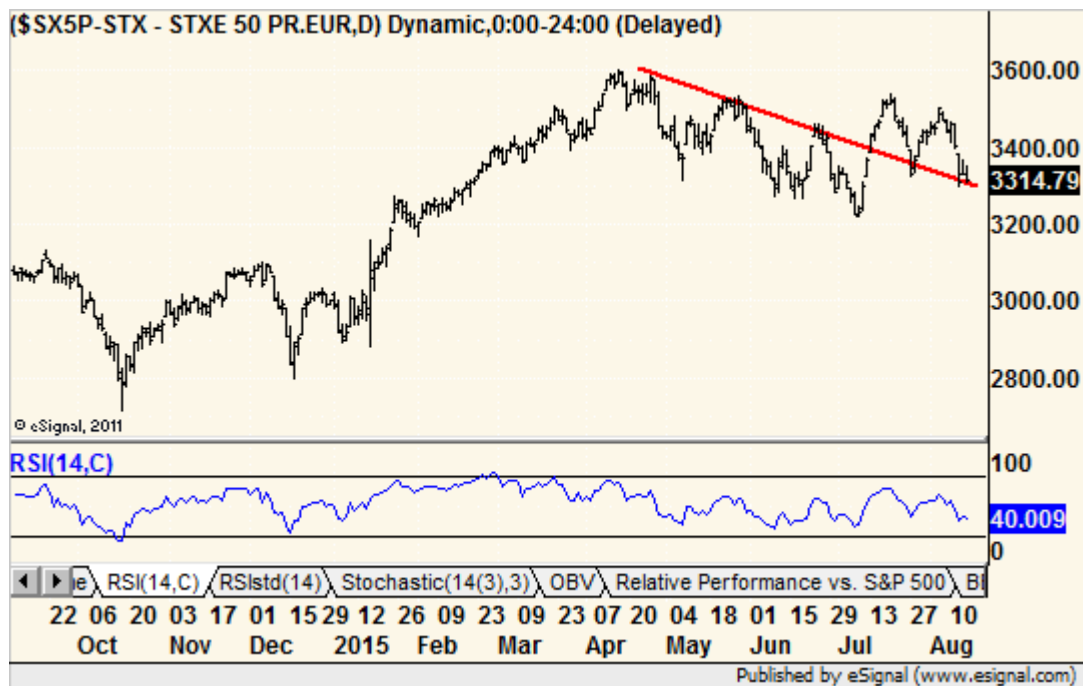
This is a list of potential opportunities, not a recommended portfolio. Underlined text is a change from previous report and if important it will be highlighted in yellow. If and when stocks give buy or sell signals here, they then move into the Advice Tracker section below. Dates listed are first appearances 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		
ExxonMobil XOM – A little RSI divergence. A little Bollinger Band lift off. Higher close than Monday. A little nibble might be good. Keyword little.	Triggered	8/13
DuPont DD – Check out this long-term chart. It has smashed down to a Fibonacci level and is oversold weekly and daily. We can see trying to pick a bottom here – or at least a good place to scalp a long.	Triggered	8/13
Rangold GOLD – Strong support, coming out of a small range, good volume. Nice pullback afterward. Time for a nibble.	Moved	8/3
Bearish Implications		
Analog Devices ADI – I panned semis last week for Barron’s Online. Here is one ready to break a flag and 200-day average. Sell 58.25	Changed	8/5
Unknown Implications		
none –		
Holding Tank – red shade leans bearish, green shade leans bullish		
Nasdaq biotech ETF IBB – trend break		8/4
Viacom VIAB – A classic look of a selling climax. Need a sign it is improving.		8/6
Boeing BA – Looked like a breakout in June but that failed. Now sitting on major averages and at risk.		8/10
Ford F – It’s not ripe yet but this is a nice trendline and prices seem to be hugging it. If gas prices stay low, we would guess that their truck sales would stay firm. Just watching for now.	New	8/14
Sector Watch (observations that may spark ideas)		
The Generals – AMZN, NFLX, GOOGL, AAPL, GILD, FB, SBUX Overall, bent but not broken.		7/27
Defense index DFI – A declining channel presents clear boundaries.		7/31
Retail ETF XRT – Looking dicey.		8/3
Restaurants – Looking ready to fall. JACK, BLMN, CAKE, DIN		8/11
Banks ETF KBE - No hammer but a trend break		8/13
Updates		
Brazil – This market will get its death cross today.		

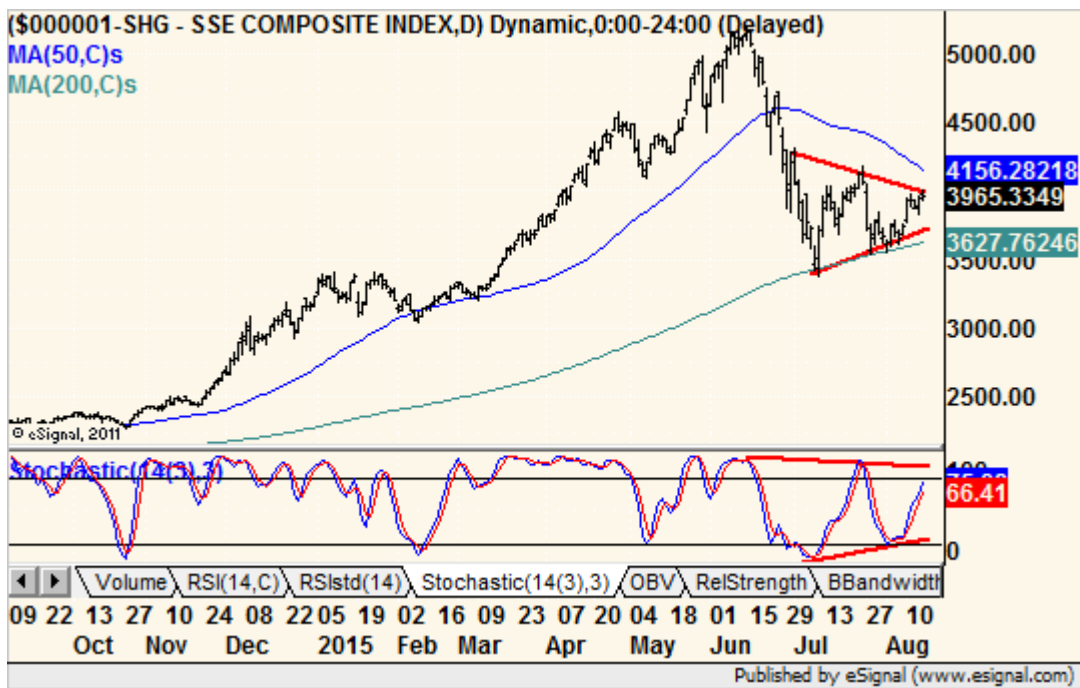
Market Highlights



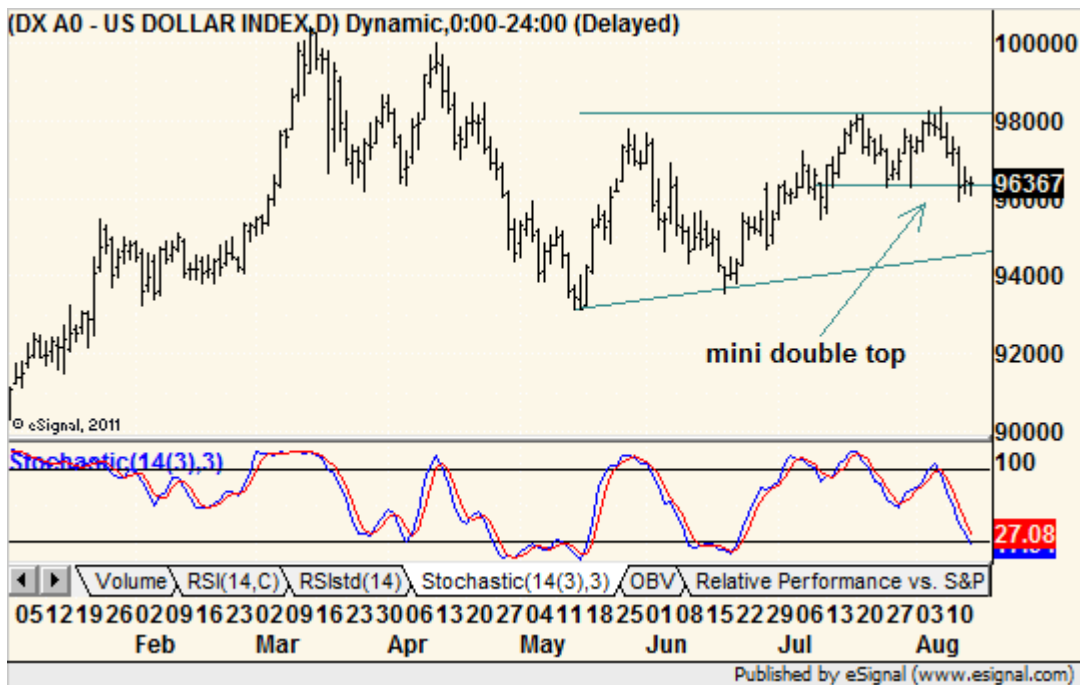
Greece – There is more drama over bailouts afoot. The Athens Composite index is not very confident.



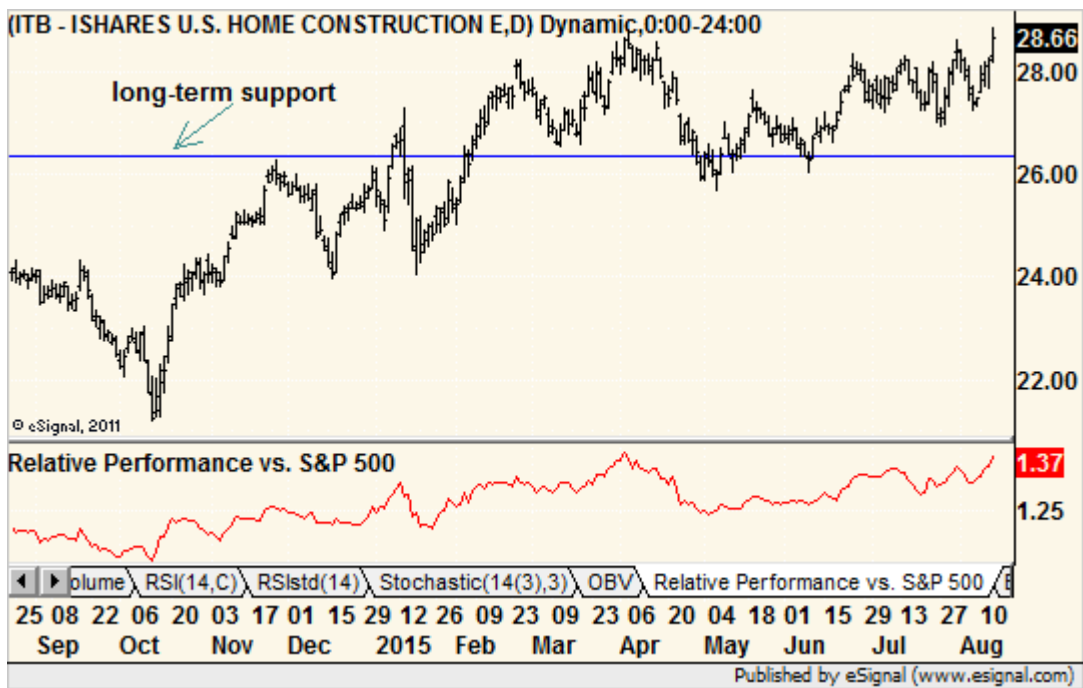
Stoxx 50 – The pan Europe blue chip index is not happy either. A test of the breakout should not happen twice and at a lower low so we think this is in a saggy range (bearish tilt).



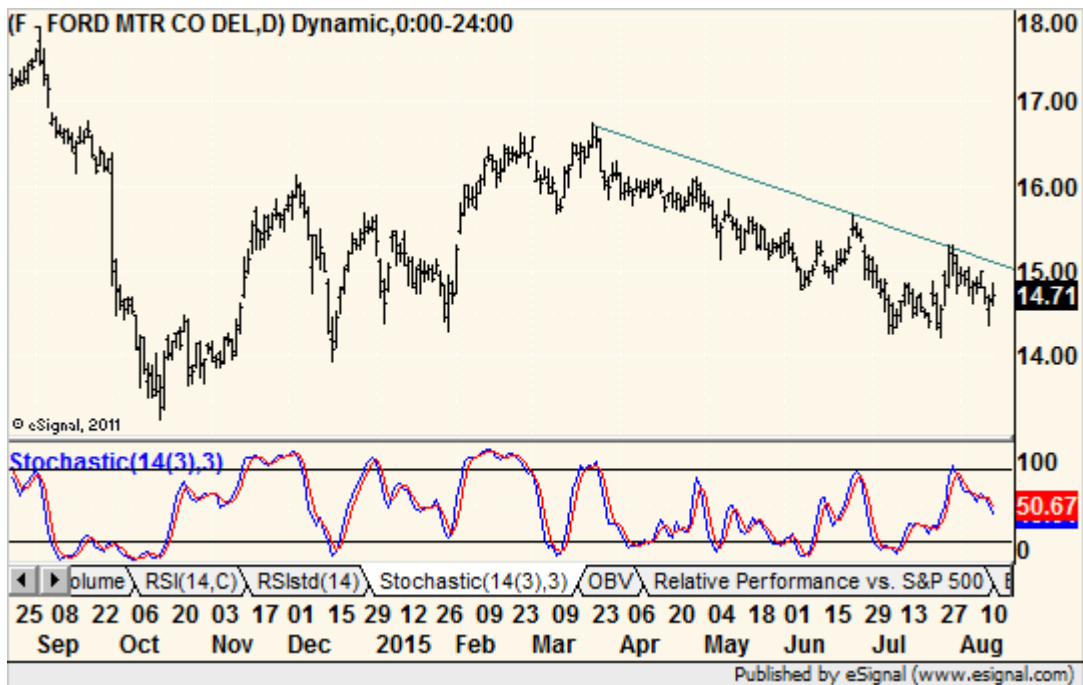
China – Getting squeezed by the triangle, the averages and even stochastics. We think this is the calm before the storm and while there is always a chance for an upside resolution we lean the other way.



Dollar index – Pausing at support within a larger range. We think it will head to the bottom of the range.



Homebuilding ETF – We said months ago it looked OK with its long-term breakout. It was just not very profitable to trade and really still isn't. But up is better than down if you own it.



Ford – It's not ripe yet but this is a nice trendline and prices seem to be hugging it. If gas prices stay low, we would guess that their truck sales would stay firm. Radar Screen.

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. Symbols in **green** were closed by us. 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>	MO	ALTRIA GROUP INC	55.57	7.1%	54.00	51.90	7/16	28
	XOM	EXXON MOBIL CORP	78.65	0.4%	74.00	78.32	8/13	0
	DD	DU PONT E I DE NEMOURS	53.03	-0.2%	50.00	53.14	8/13	0
<u>Short</u>	HPQ	HEWLETT PACKARD CO	28.45	6.6%	30.00	30.34	7/17	27
	URBN	URBAN OUTFITTERS INC	32.34	8.2%	34.25	35.00	7/21	23
	ACM	AECOM	29.39	2.7%		30.19	7/24	20
	NYT	NEW YORK TIMES CO	12.88	1.7%	13.50	13.10	7/27	17
	INTC	INTEL CORP	28.87	-0.2%	30.50	28.80	8/7	6
	GS	GOLDMAN SACHS GROUP INC	200.74	0.5%	208.00	201.70	8/11	2
	BLMN	BLOOMIN BRANDS INC	21.91	-0.9%	22.50	21.71	8/11	2

Notes: Lowering stop on **HPQ** yet again.

Short in **ACM** covered at the open as it scored a reversal bar and the market looked like it would rebound. Small gain – better than a loss.

Two new longs; both opportunistic blue chips at very depressed levels and support – **XOM, DD**

Subscriber Corner

This section is dedicated to subscriber requests for stock, futures, index and foreign exchange analysis. Send requests to <mailto:mkahn@quicktakespro.com>.

Note to Gary – Thank you. Sometimes it is indeed hard to do nothing even if it is the right thing.

Other Information

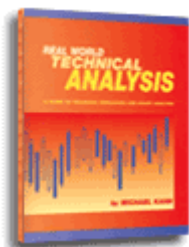
About - Michael Kahn, CMT, has been working with charts and technical analysis since 1986 and currently writes the twice-weekly “Getting Technical” column for Barron's Online. He is also a regular contributor to MarketWatch.com. Michael was formerly Chief Technical Analyst for BridgeNews and seen frequently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



24/7 Website archive – <http://www.quicktakespro.com/archive> (password needed)

Customer Support - <http://www.quicktakespro.com/support.html>

Recommended reading - <http://www.quicktakespro.com/education.html>



What is a **two-pager**? These are short write-ups on various technical topics that are made available when further explanation of a topic is needed. There is no extra charge to subscribers. For those looking for a more complete reference and a bound version of these two-pagers, we offer the book *Real World Technical Analysis* at <http://www.quicktakespro.com/rwta.html>.

Refer a colleague to Quick Takes Pro and get a free month of service for each new paying subscriber. Just send an email (<mailto:mkahn@quicktakespro.com>) with names and email addresses and we’ll track them and credit your account.

Connect with us:



<http://www.facebook.com/QuickTakesPro.biz>



<http://twitter.com/mnkahn>



<http://www.linkedin.com/in/QuickTakesPro>



<http://www.quicktakespro.com/blog>



<http://pinterest.com/mnkahn/>



<http://youtube.com/quicktakespro>



<http://stocktwits.com/mnkahn>



<http://www.talkmarkets.com/contributor/mnkahn>

The information contained in this report is opinion, based on information that we deem to be reliable at the time of publication, but is not guaranteed in any form. This report does not constitute a recommendation to purchase or sell any security and the analysts are not registered investment advisors. Further analysis is recommended before undertaking any position in any security. Any risks are solely the responsibility of the buyer/seller. The authors, publishers and distributors of Quick Takes Pro and any associates thereof accept no liability for the content or actions taken by anyone or institution utilizing this report. The authors, publishers and distributors of Quick Takes Pro may have positions in securities mentioned in this report. All charts prepared with [eSignal](#) data and software unless otherwise indicated.

All contents © Michael Kahn Research LLC, 2015