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"TECHNICAL ANALYSIS FOR EVERYONE"

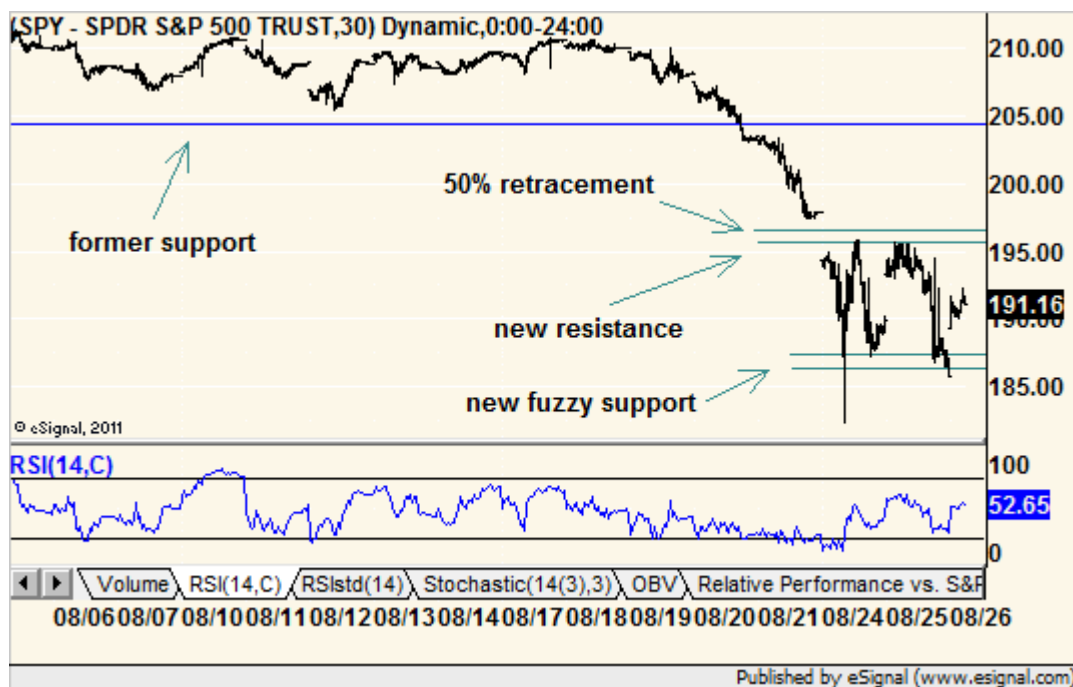
MICHAEL KAHN
RESEARCH LLC

August 26, 2015 – Get your program! Can't tell the bulls from the bears without a program! Hot dogs! Peanuts! Cracker Jack!

Here we go again. The Dow is up 300 points in the premarket after yesterday's 400-point intraday gain turned into a 200-point loss by the close. The funny thing is that it is still trading about where it closed Monday after an even bigger rock and roll and rock. We would not be surprised to see the market end lower again today – or higher – but after all the gyrations the trend is now to the downside.

What is fascinating is that gold has been down for three straight days included this morning. Wow! The Dow goes down quadruple digits and the dollar was crushed Wednesday through Monday and gold is down. Bizarre to say the least. We were stopped out of our small gold stock position for minimal loss and are sure glad we were skeptical at the start (we only recommended a small position).

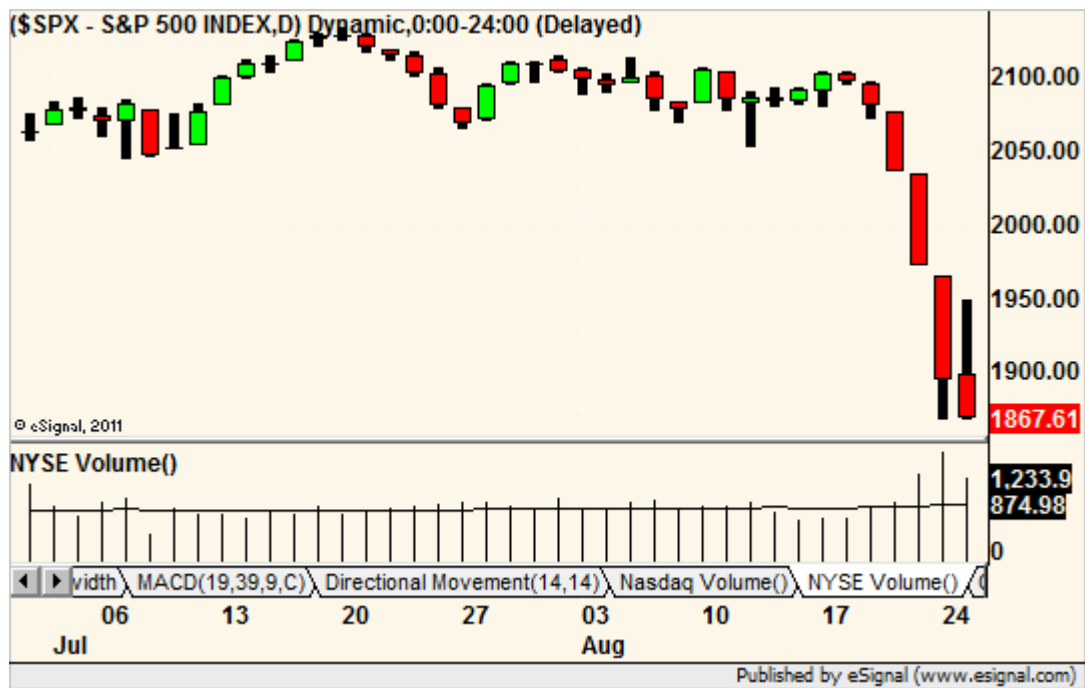
Oil was up but only slightly so we do not have any confirmation that a selling climax occurred. Gasoline is finally falling close to its December low, which crude broke weeks ago. The Saudi stock market is also at its December low so the picture for oil is rather bleak. Even so, when the feeling gets this bad we should not ignore it. **XOM**, for example, still looks like a selling climax and yes we are aware we made a bad call only a week ago.



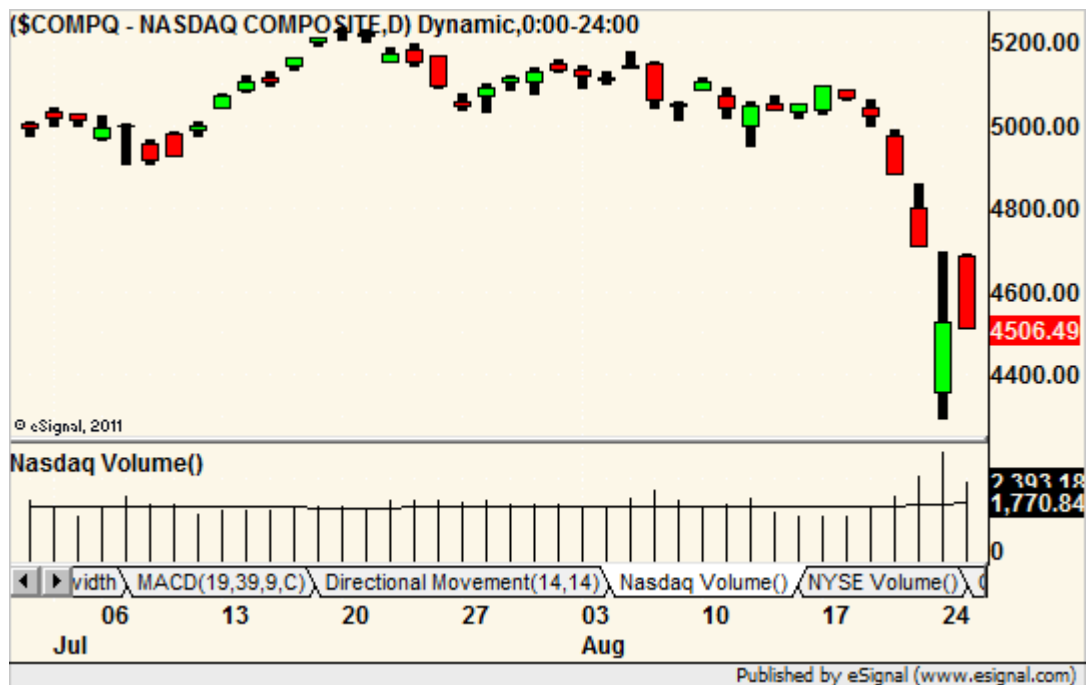
The hourly chart finally developed some levels to watch but volatility is still the rule and these levels are more suggestions than anything firm. Is that bullish RSI divergence? It looks that way but we do not believe it when the range is so wide.

We'll take any rally here as an opportunity to sell. Otherwise, it is the last week in August and it is supposed to be quiet. Yeah, and the Knicks are contenders.

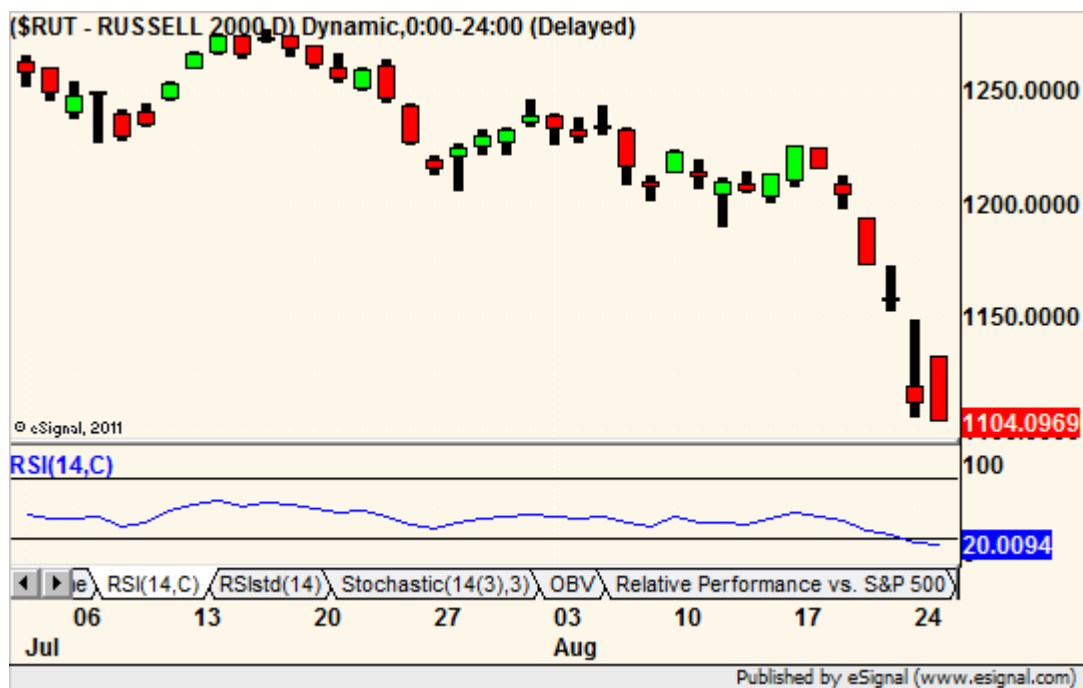
Index Charts of the Day



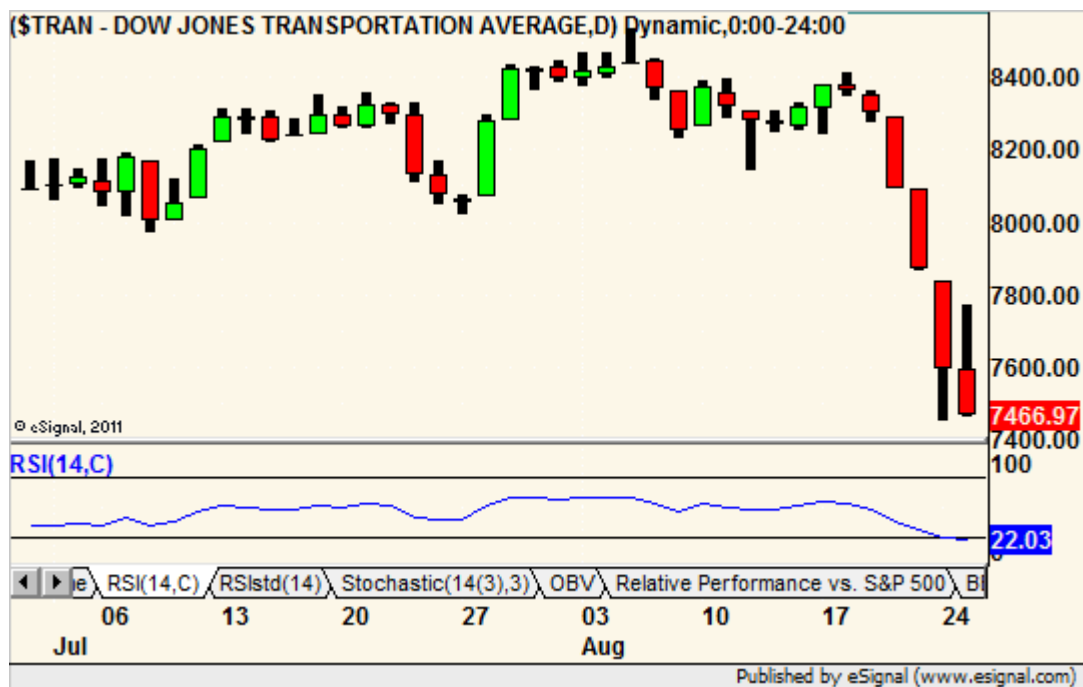
The Dow may have closed in the middle of Monday's range but the S&P 500 went out near the low. That is scary.



The Nasdaq went out nearly unchanged but look at the intraday loss.



The Russell went out at a new low and is clearly oversold. The Russell ETF (**IWM**) did not close anywhere near a new low but we think that is because ETFs were mispriced Monday.



Same for the transports and the **IYT** ETF.

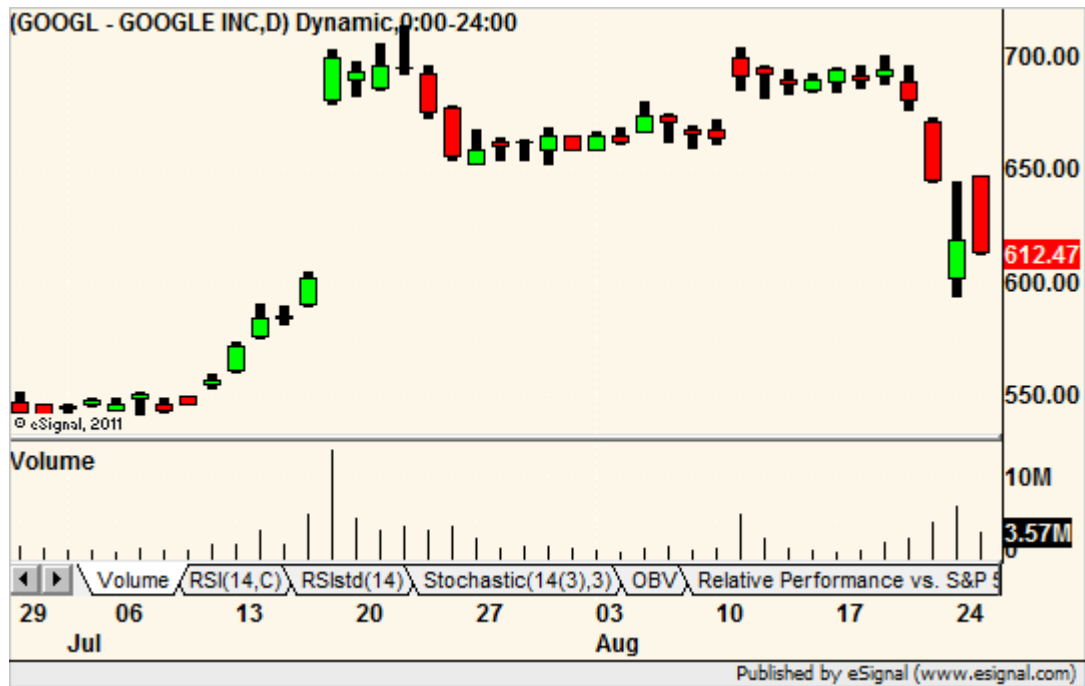
The Radar Screen

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.

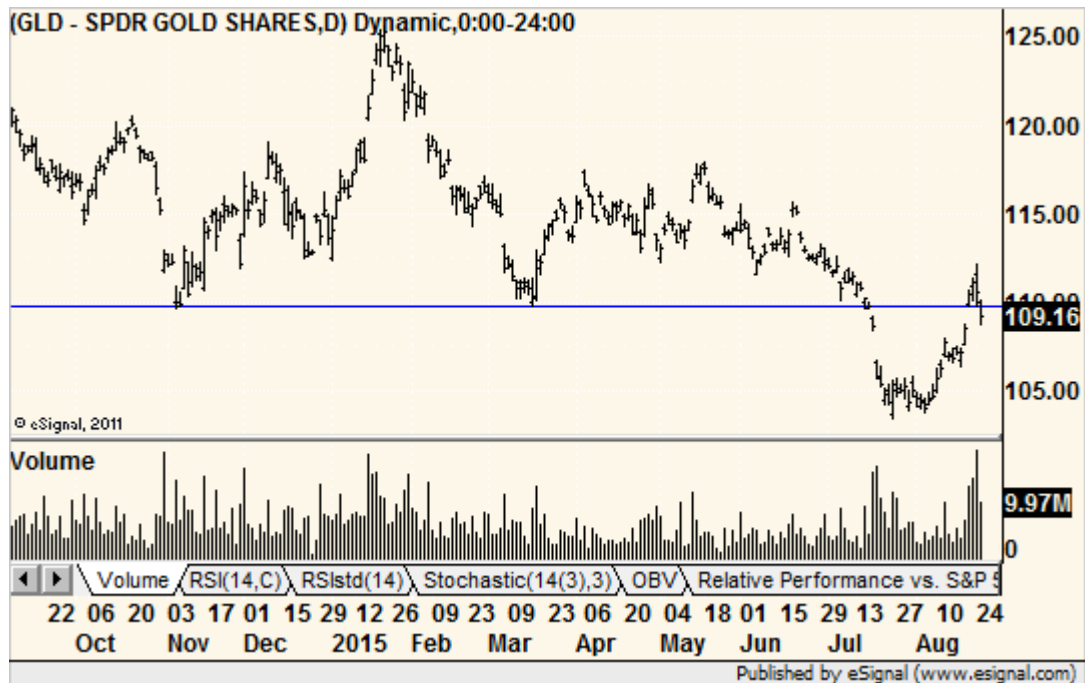
>>> As you can see, the Radar Screen remains empty.

Bullish Implications		
none -		
Bearish Implications		
none -		
Unknown Implications		
Holding Tank – red shade leans bearish, green shade leans bullish		
none –		
Sector Watch (observations that may spark ideas)		
The Generals – AMZN, NFLX, GOOGL, AAPL, GILD, FB, SBUX All broken		7/27
Updates		
Apple AAPL – Will death cross today.		

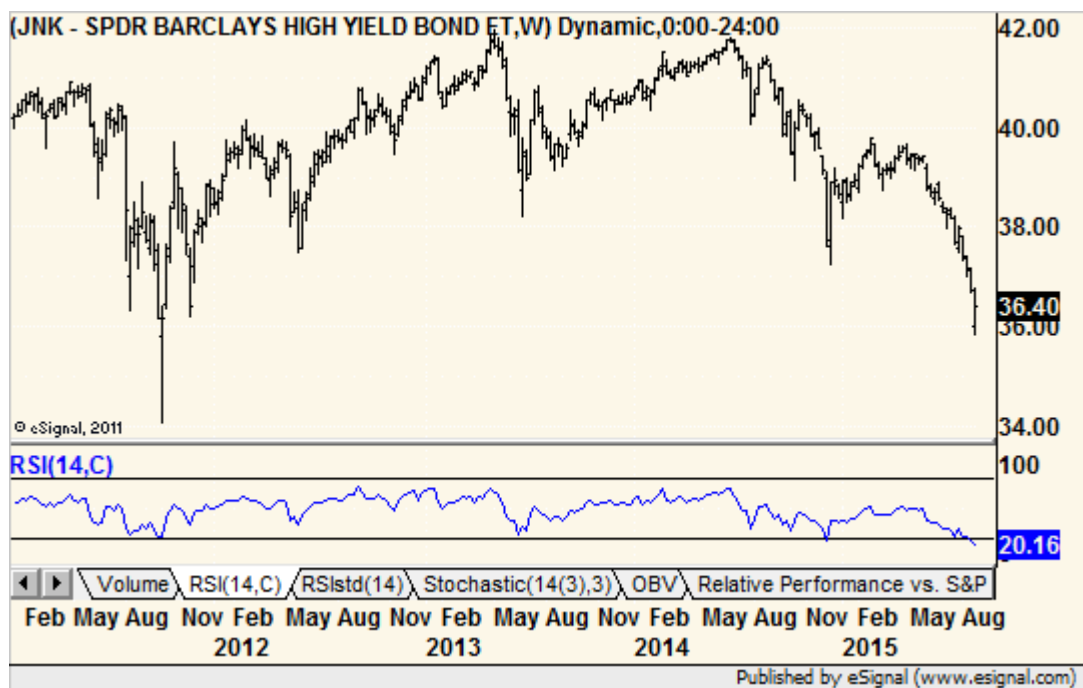
Market Highlights



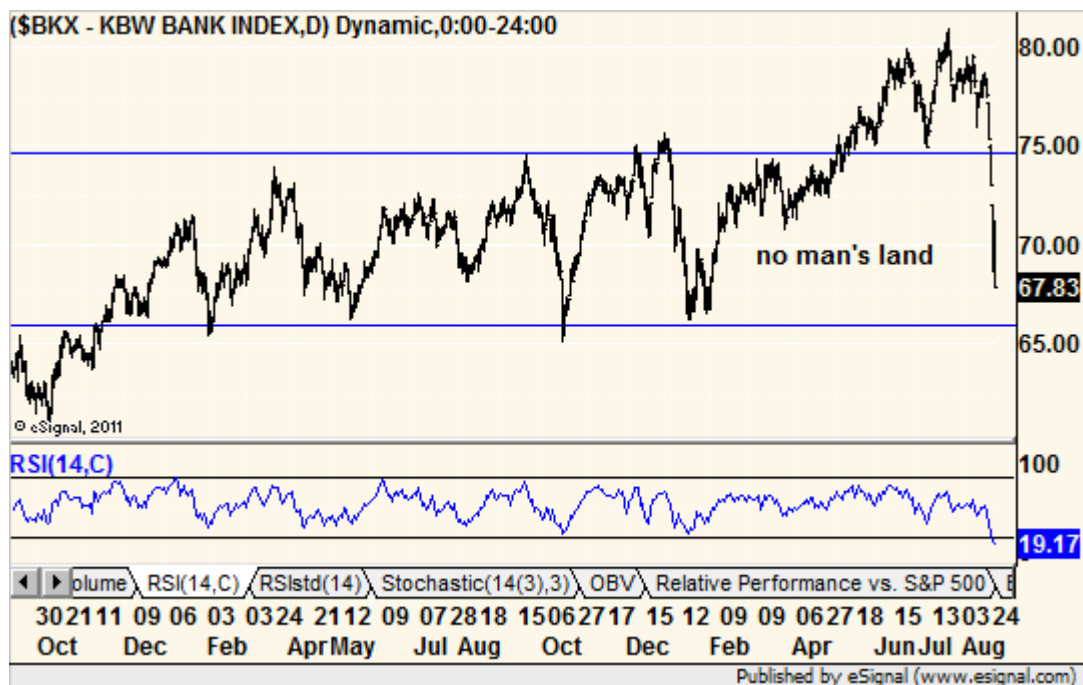
Google – Gave up a big intraday gain to a loss by the close. Not healthy. And this is one of the generals in the market.



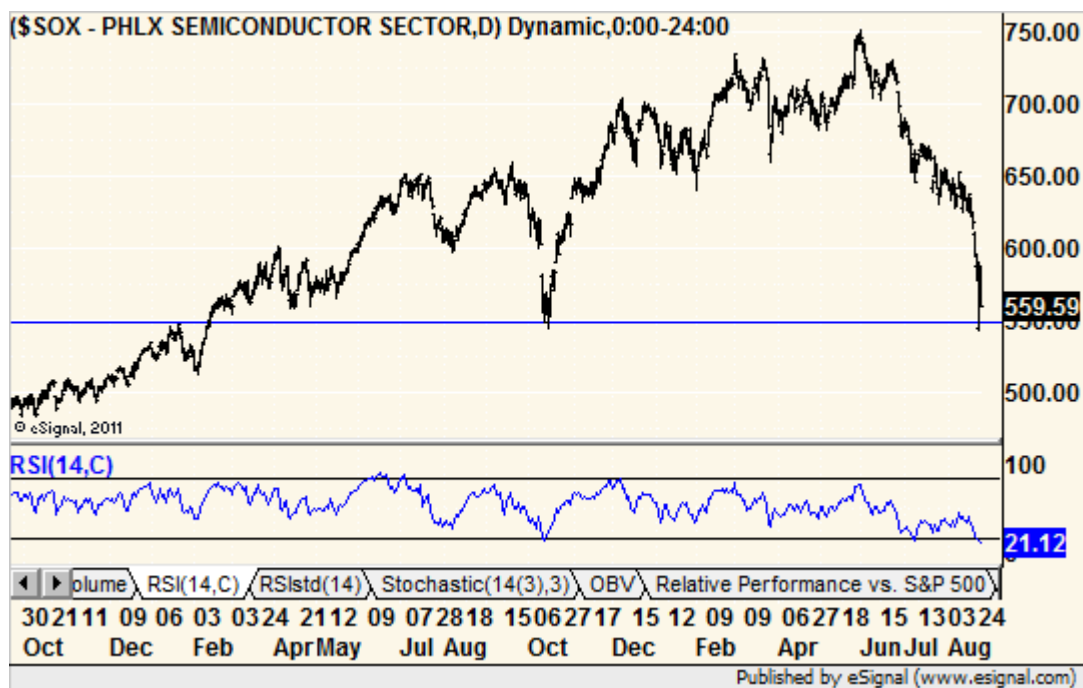
Gold ETF – Breakout failure.



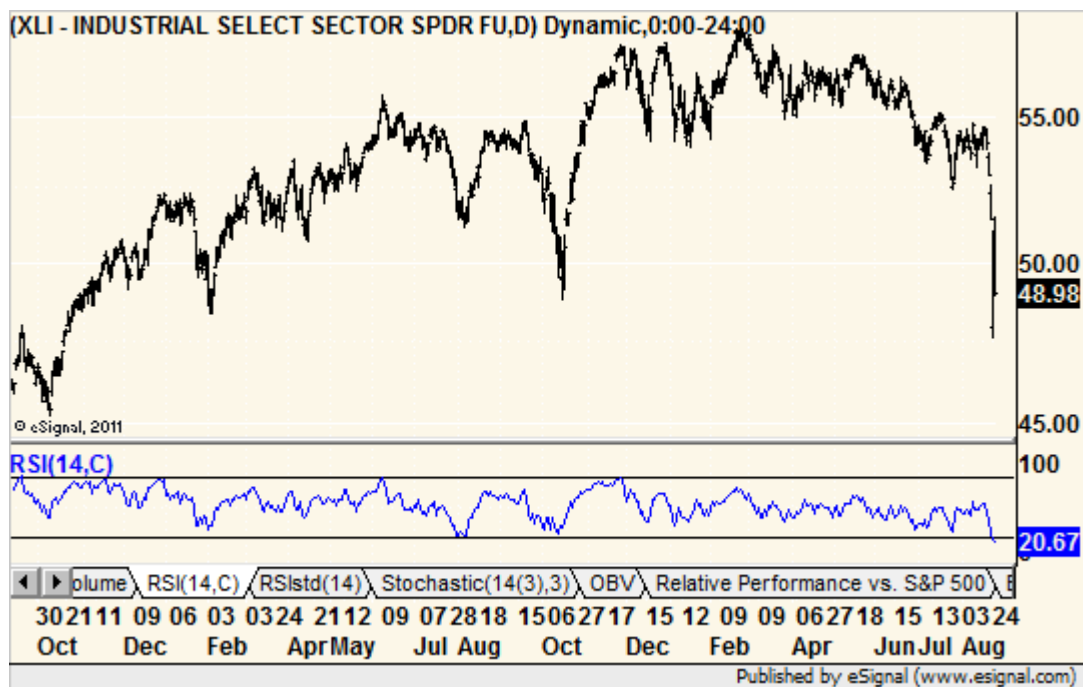
Junk Bonds ETF – A real bear market. It is oversold near the bottom of a channel so we'd expect a bounce – which would be sold. Otherwise, this is not good for stocks.



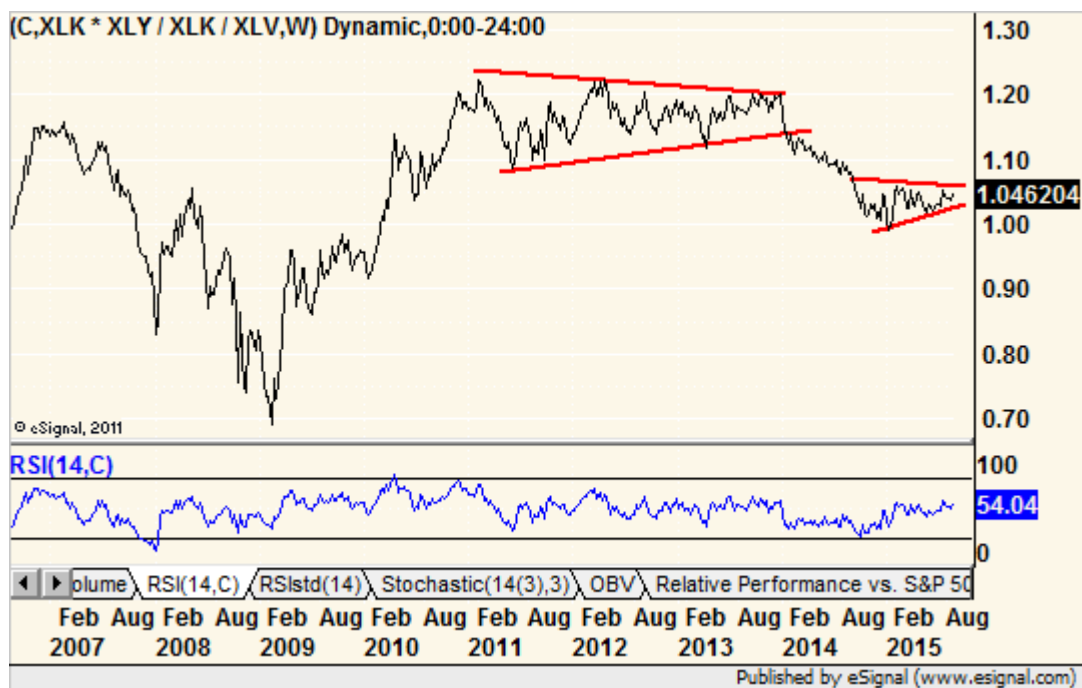
Banks – In a dangerous place for bulls and bears alike.



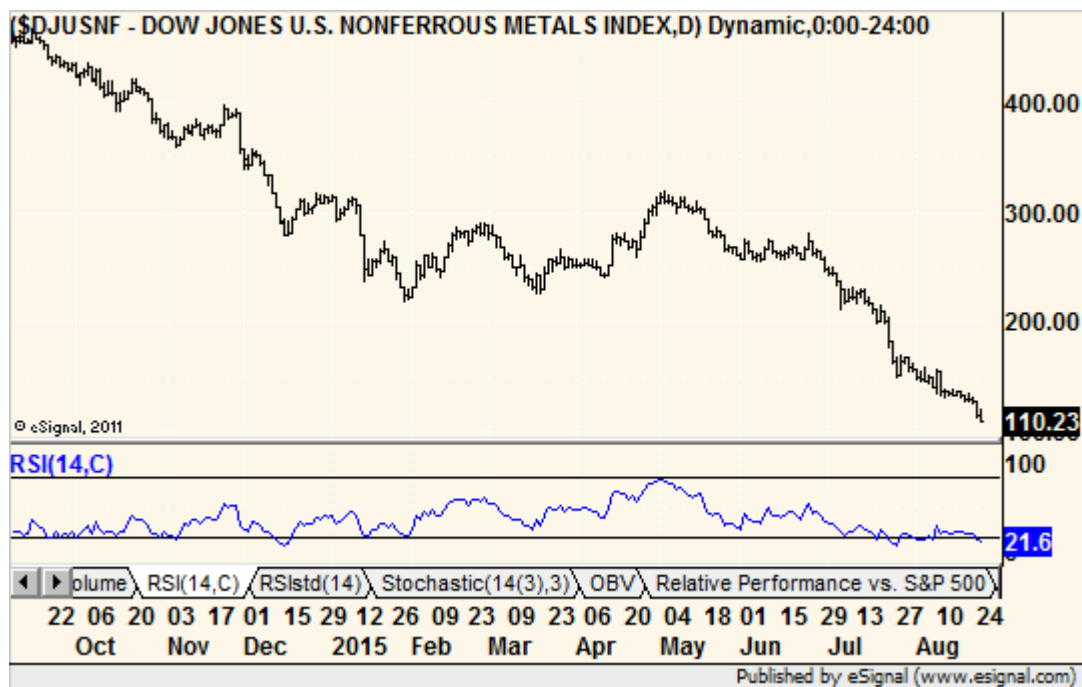
Semis – Oversold at support making actually making it a good short-term buy if you are a very short-term scalper. Otherwise, paws off.



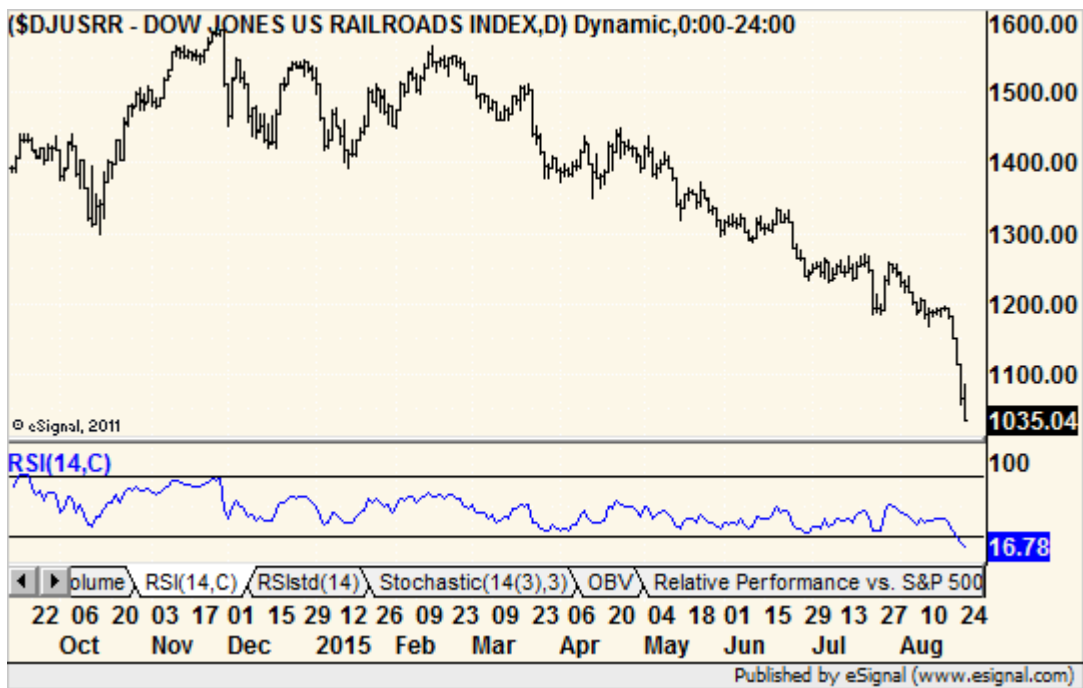
Industrials ETF – Broken, busted. Sell the bounce.



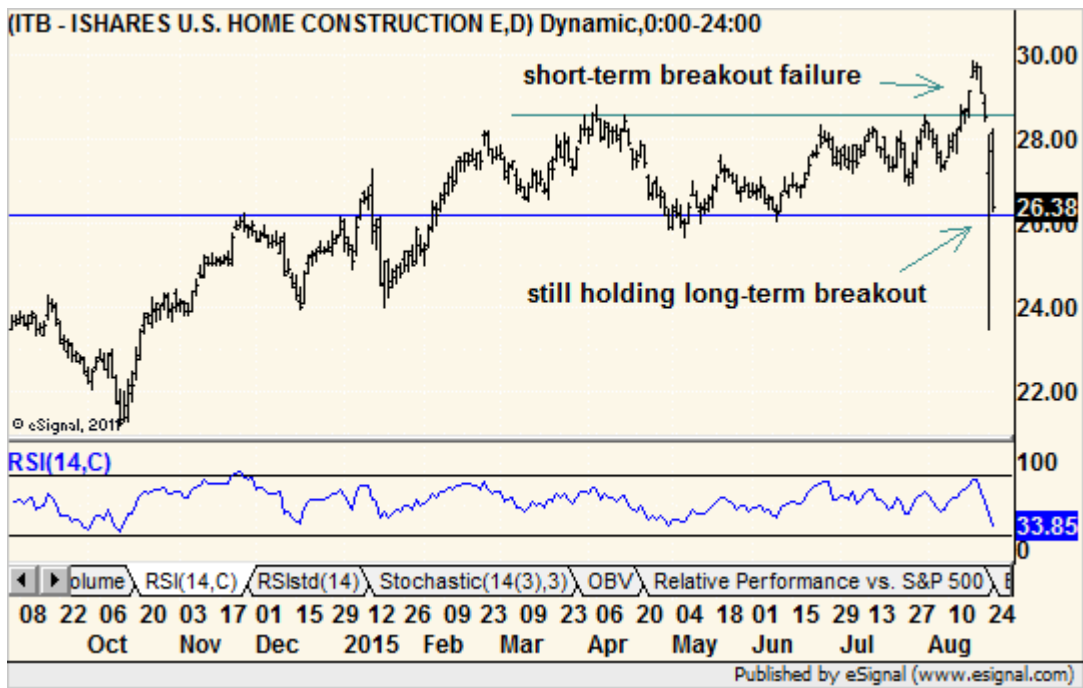
Offense / Defense index – This has actually been flat for a year but in the big picture the ratio really peaked years ago thanks to soaring healthcare stocks. Can we trade off this? Not really. But we can watch to see which way the triangle breaks to get an idea of how happy the market is.



Non-ferrous metals index – This index of copper and other base metals miners tells us the market is not happy at all.



Railroads – Same for rails. They are seriously oversold but this tells us commerce stinks.



Homebuilder ETF – This is a bit worrisome because of all the good housing news lately. Still holding the major breakout.

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>	GOLD	RANDGOLD RES LTD	62.00	-1.0%		62.65	8/14	11
<u>Short</u>	HPQ	HEWLETT PACKARD CO	25.69	18.1%	27.50	30.34	7/17	39
	URBN	URBAN OUTFITTERS INC	28.82	21.4%	31.00	35.00	7/21	35
	NYT	NEW YORK TIMES CO	11.71	11.9%	12.70	13.10	7/27	29
	INTC	INTEL CORP	25.87	11.3%	27.75	28.80	8/7	18
	GS	GOLDMAN SACHS GROUP INC	178.22	13.2%	190.00	201.70	8/11	14
	BLMN	BLOOMIN BRANDS INC	18.82	15.4%	20.00	21.71	8/11	14
	ADI	ANALOG DEVICES INC	50.61	15.1%	54.50	58.25	8/18	7
	FDX	FEDEX CORP	145.06	12.7%	155.00	163.50	8/20	5
	IBB	ISHARES NASDAQ BIOTECH	325.26	7.9%	350.00	350.82	8/20	5
	CMG	CHIPOTLE MEXICAN GRILL INC	695.39	3.5%	740.00	720.01	8/20	5

Notes: Stopped out of GOLD long. Not much damage and it was a small position, too.

Dropped stops on the shorts as well, but still keeping them wide.

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

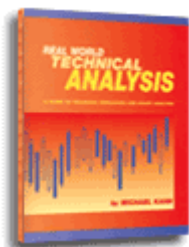
About - Michael Kahn, CMT, has been working with charts and technical analysis since 1986 and currently writes the twice-weekly “Getting Technical” column for Barron's Online. He is also a regular contributor to MarketWatch.com. Michael was formerly Chief Technical Analyst for BridgeNews and seen frequently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



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