

QUICK TAKES PRO

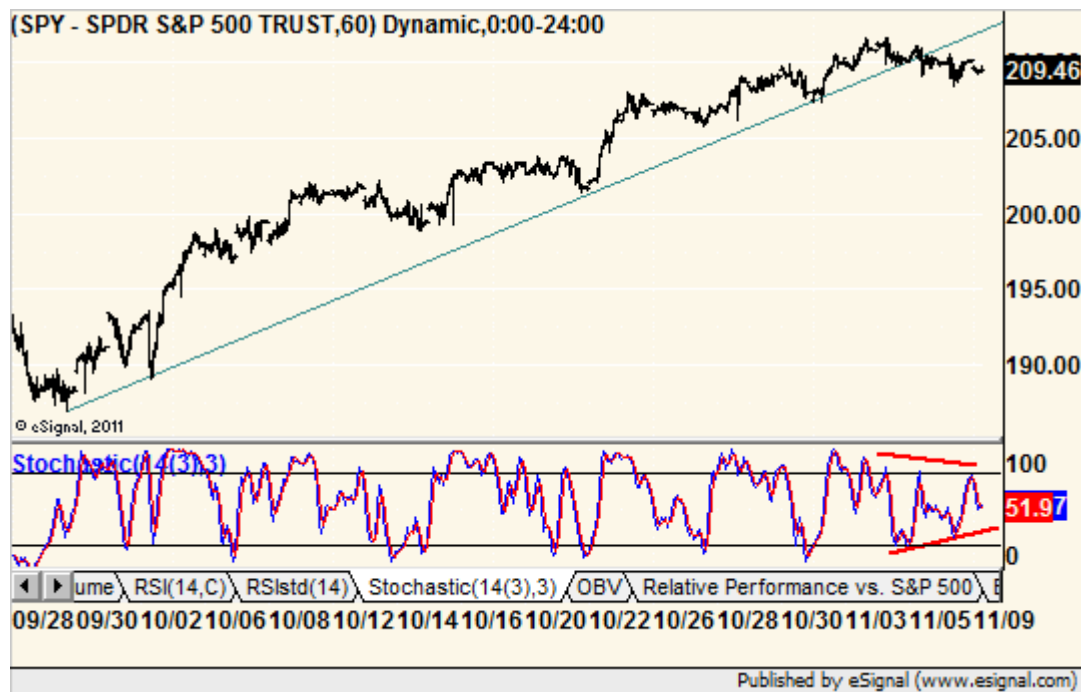
"TECHNICAL ANALYSIS FOR EVERYONE"

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RESEARCH LLC

November 9, 2015 – I'd like to say I learned a ton from the AAI conference in Las Vegas this weekend but aside from having to bug out early I did not see much on the agenda that was new. The typical "invest for life" stuff with dividends a big part. Big crowd, however, so the desire from retail really is there.

There is not much to report here from last week's action other than the six week win streak. Jobs data was hot but the market seemed to take the rate hike possibility in stride. However, utilities and real estate got crushed. Financials soared. And the dollar was red hot to keep a boot on gold's neck. Copper and other commodities also felt the pressure.

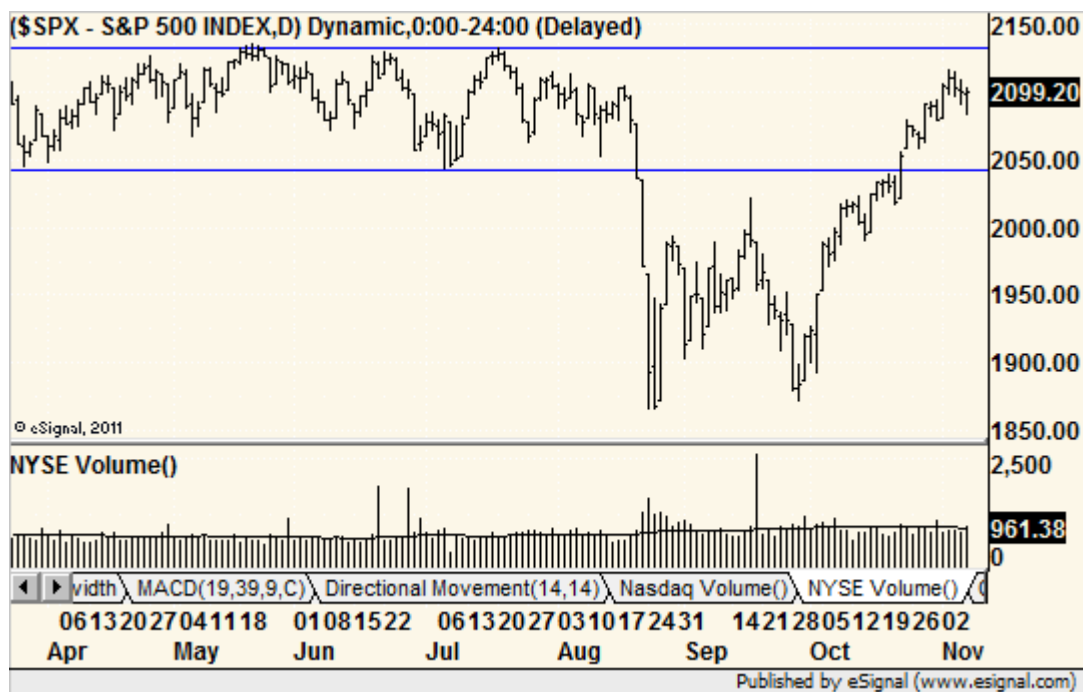
Overseas, China and Japan are doing well and the latter looks like the banks here with a nice breakout. Korea seems to be rolling over and that has a decent correlation with technology here. We are not saying tech is heading lower but it is worth watching.



As we can see, the hourly chart broke the trendline but it was thanks to time, not vertical movement. This seems to be a readjustment period rather than the hard end of the October rally. That does not mean it cannot go lower but this is not the chart that suggests it. Note how stochastic is coiling tighter. Something should give soon.

Subscriber note – We will have a plan to you within a day or two about the end winding down of this newsletter. Many of you expressed interest in a weekly report.

Index Charts of the Day



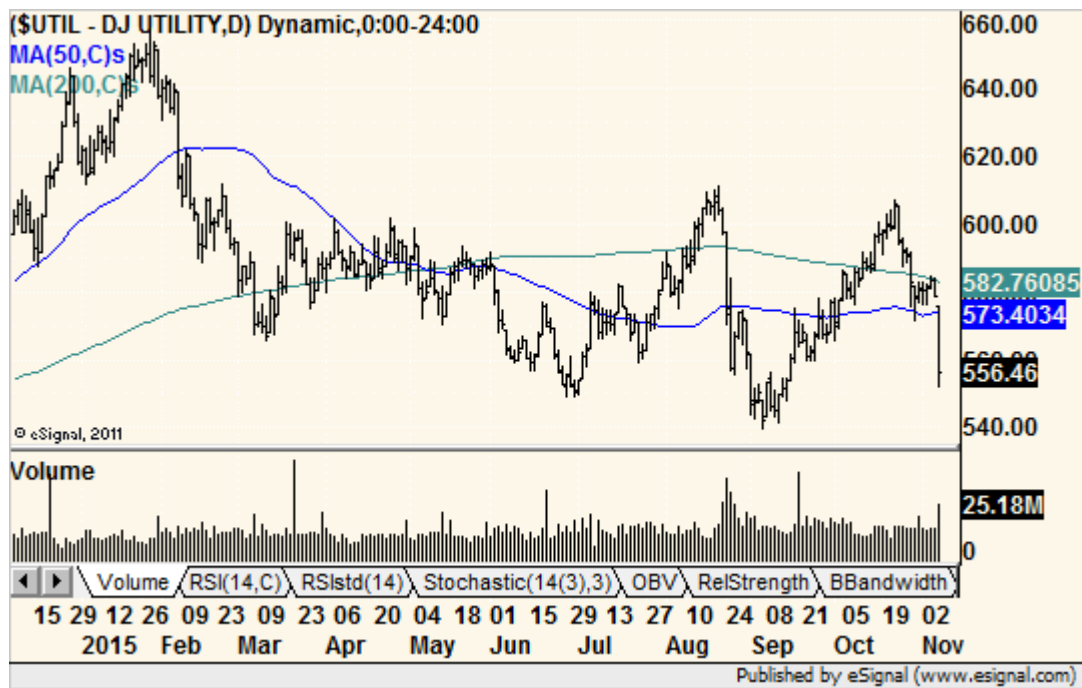
A pretty boring chart for a jobs Friday. It did rally into the close but no follow through in the premarket today.

The Radar Screen

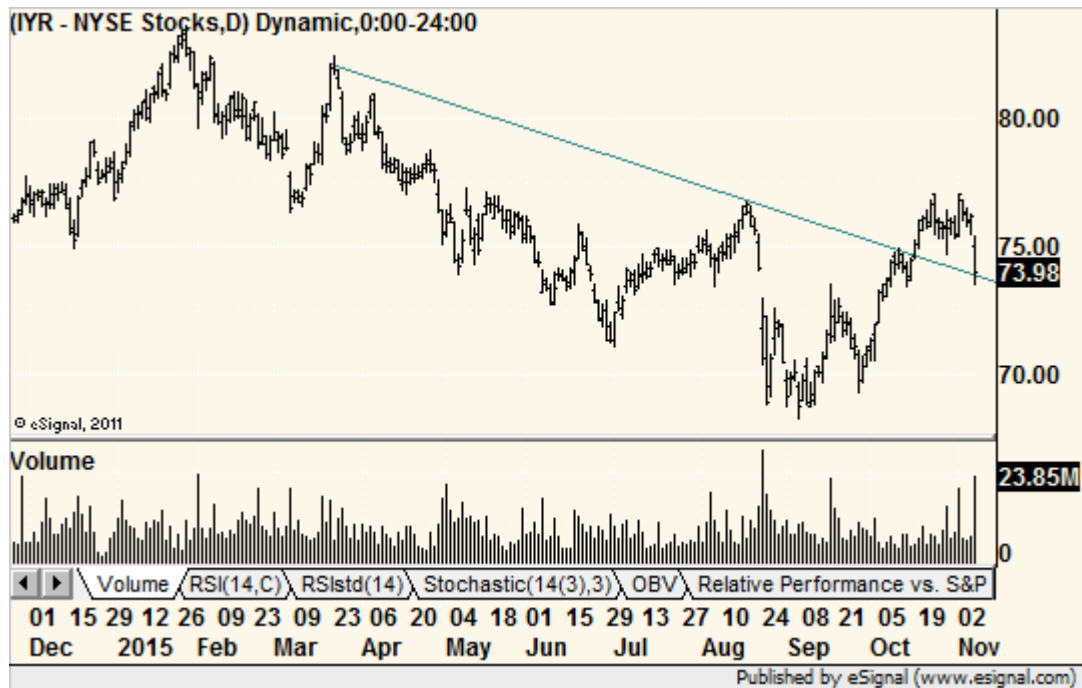
This is a list of potential opportunities, not a recommended portfolio. Underlined text is a change from previous report and if important it will be highlighted in yellow. If and when stocks give buy or sell signals here, they then move into the Advice Tracker section below. Dates listed are first appearances 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		
Gilead Sciences GILD – Pausing at the trendline with nice on-balance volume. Buy close over 109 .	Changed	11/3
United Continental UAL – An airline basing and possibly preparing to catch up to peers. Transports are weak but airlines better. Buy close over 62.		11/3
Merck MRK – Pausing at resistance. Buy close above 55.75.		11/4
Eaton ETN – This is a power management company and it sports the same base we’ve seen elsewhere. Buy close over 57.55.		11/5
Coach COH – Clothing accessory maker with a rounded bottom. Waiting for the breakout above 33.40		11/6
Bearish Implications		
none –		
Unknown Implications		
none –		
Holding Tank – red shade leans bearish, green shade leans bullish		
Waiting for dips - Macys M 47, Bed Bath & Beyond BBBY54.60, IBM 132		9/30
Colgate Palmolive CL – First casualty of a strong dollar? (personal products stock). Failed at resistance. Looks like we were too timid and missed it.		11/2
Electronic Arts EA – Friday the company beat its numbers and raised its outlook. The stock was not so happy and this is quite bearish. Failed to hold rebound Monday. Looks like it is forming a range.		11/2
Barret Bill BBG – Oil producer with a breakout. Much higher risk. Perhaps on a dip.		11/4
Sector Watch (observations that may spark ideas)		
Emerging Markets ETF EEM – If commodities are coming back we will keep an eye on the trendline from April here. Possible “handle”-like formation.		10/6
Healthcare – Looks like a rebound but providers and medical supplies looking ugly.		10/23
Drug sector –trendline breakout. But still lagging.		10.27
Defense – Inverted head-and-shoulders for the DFI index. ERJ, COL and ITT		10/29
Clothing /Accessories – on the verge of a breakout.	New	11/6
Updates		
Carters CRI – Breakout in danger but not dead yet. A decent rebound today puts it back in play.		
Michael Kors – A possible flag developing at range resistance.		
Facebook FB – Still watching to see if last week was exhaustion.		

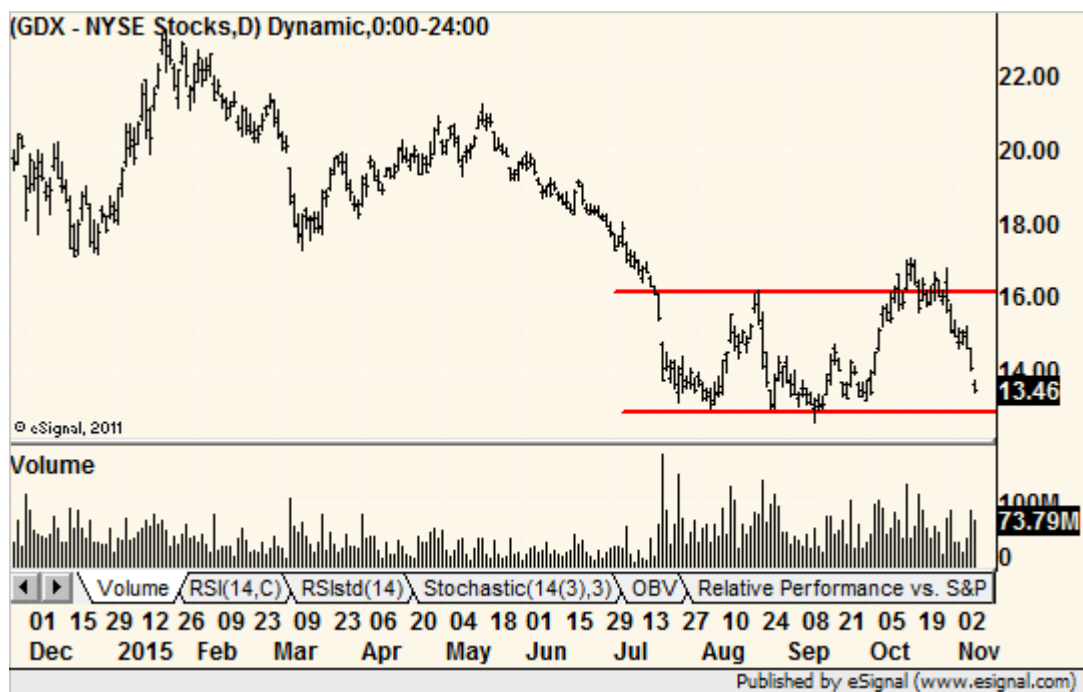
Market Highlights



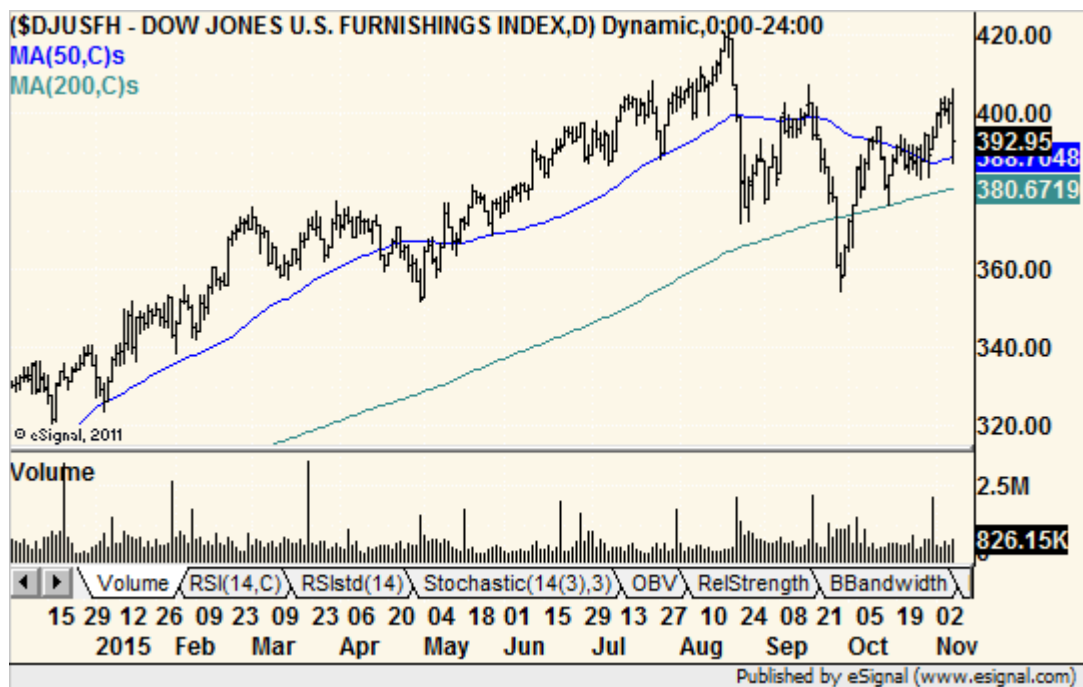
Utilities – While the broad market yawned at the jobs report, utilities got crushed.



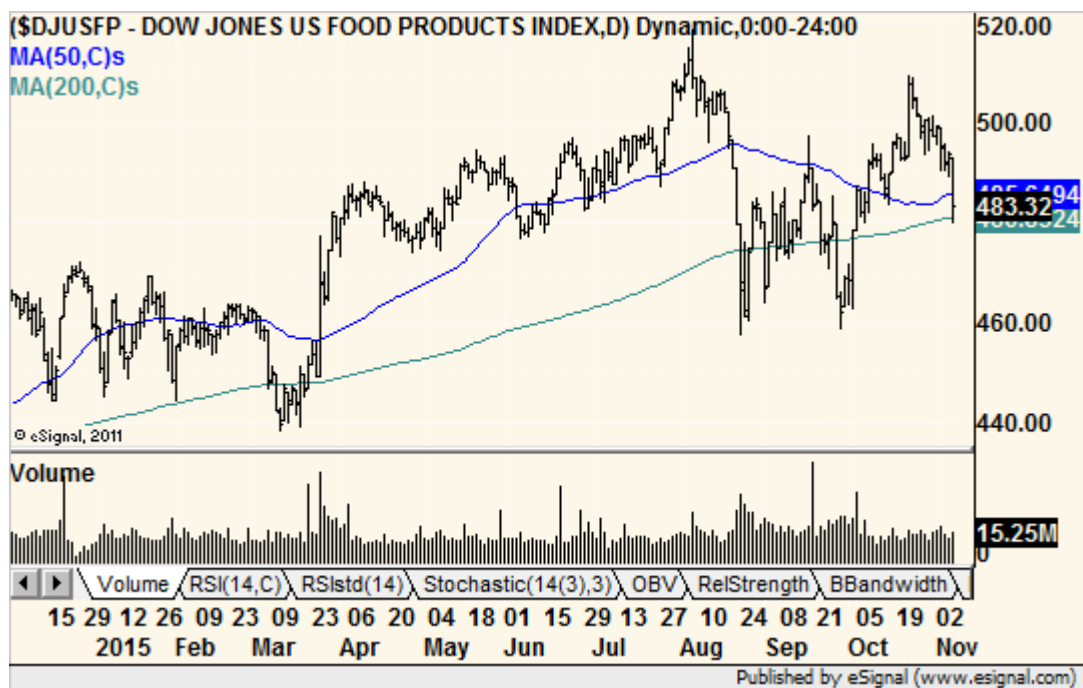
REITS ETF – Real estate got killed to although this chart is still officially a breakout test.



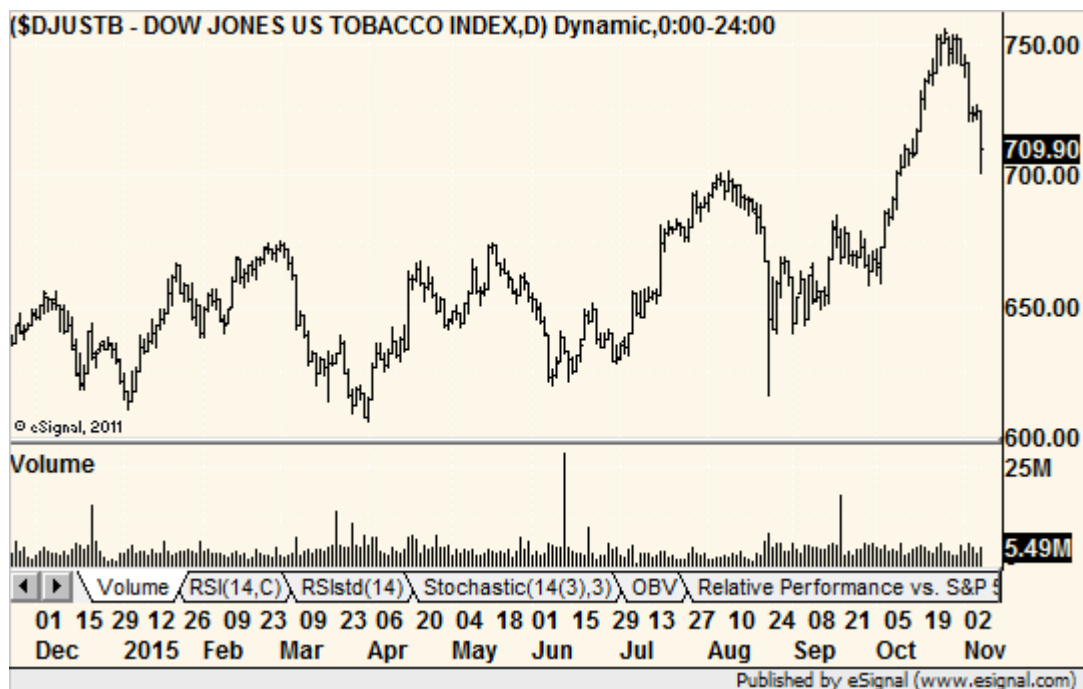
Gold Mining ETF – Gold stocks (and gold) got killed. This chart, however, still give bulls a bit of hope as support remains intact. Fundamentally, it does not seem that this technical support should hold but until it breaks there is always a sliver of light.



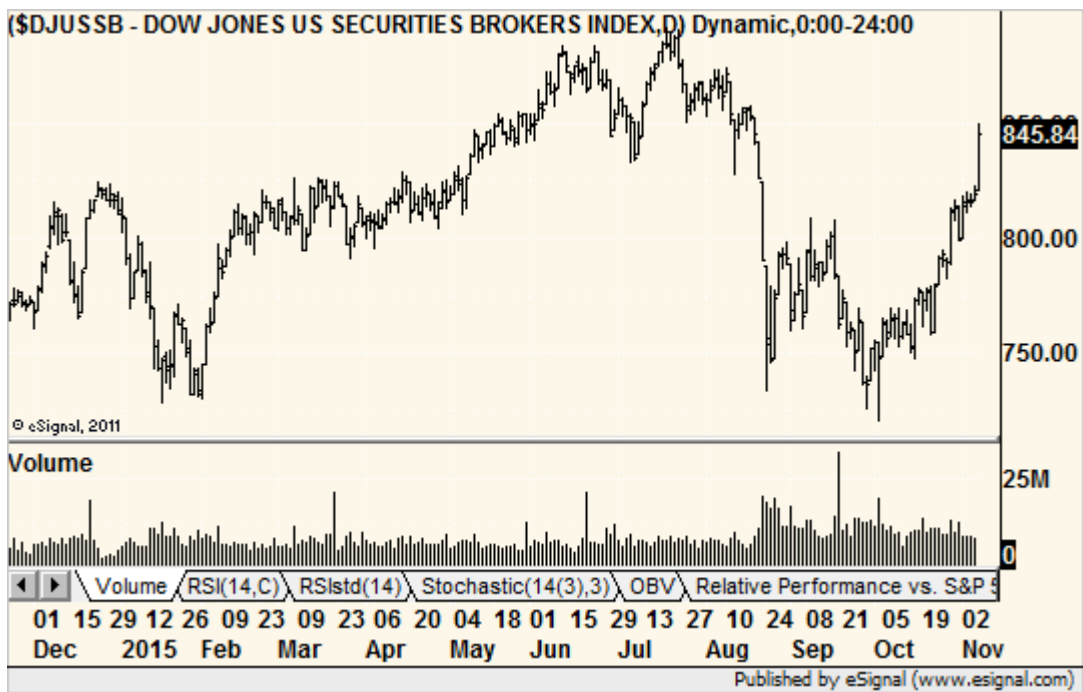
Home Furnishings – Flooring, appliances and other items for inside a house got killed. This chart has not broken down and homebuilders themselves did not do that poorly so perhaps this will lead to some bargains in the furnishings sector. **ETH** has a good chart but it is quite low in volume. **TPX** just broke out to new highs so this could be a trend leader.



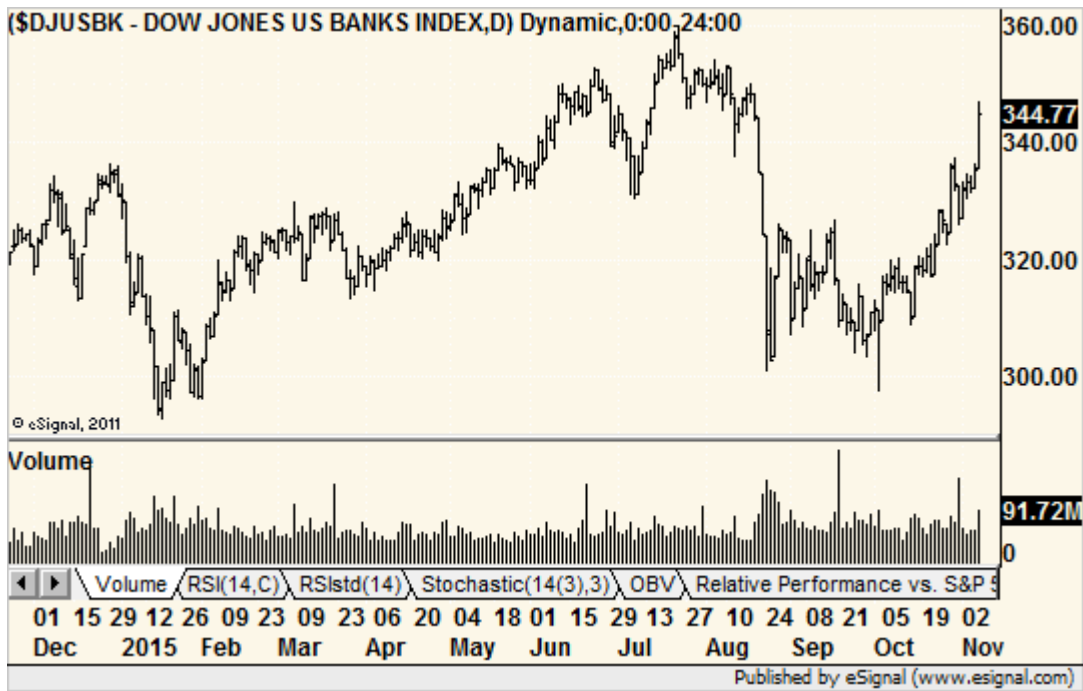
Food Products – Big technical loss here but not a major breakdown. Still, components such as **HSY**, **HAIN** and **CPB** look bad. **CAG** is in a triangle with rising on-balance volume. **DF** soared this morning on earnings so if your other research turns up a name chances are it will look decent on the chart.



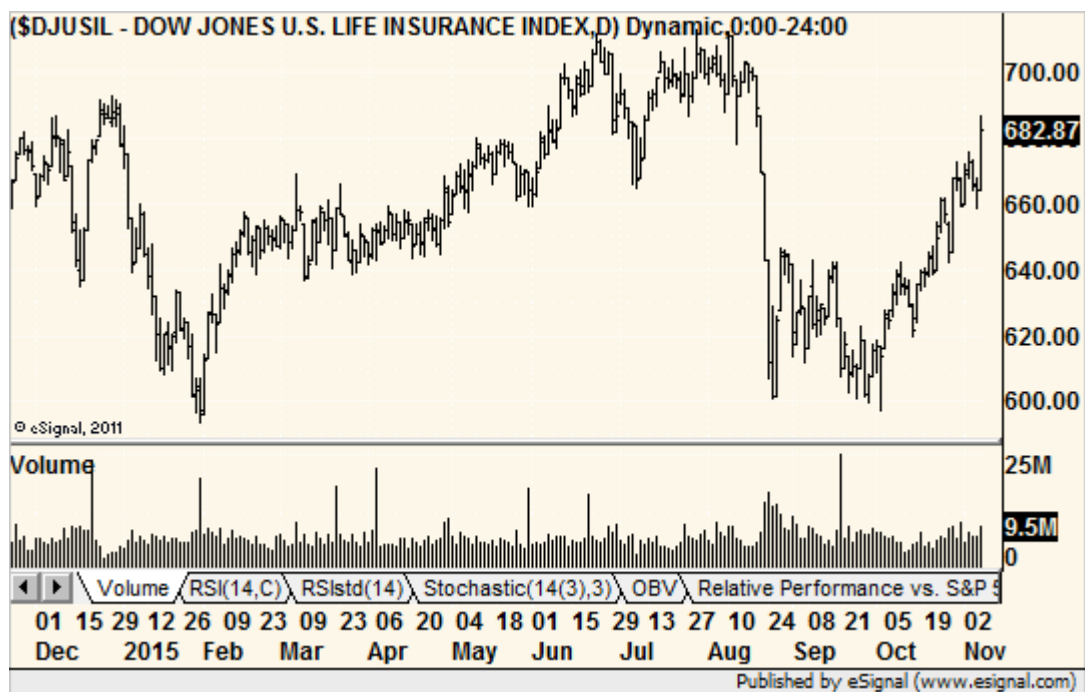
Tobacco – Nasty month so far. Could it be due to the big dividend?



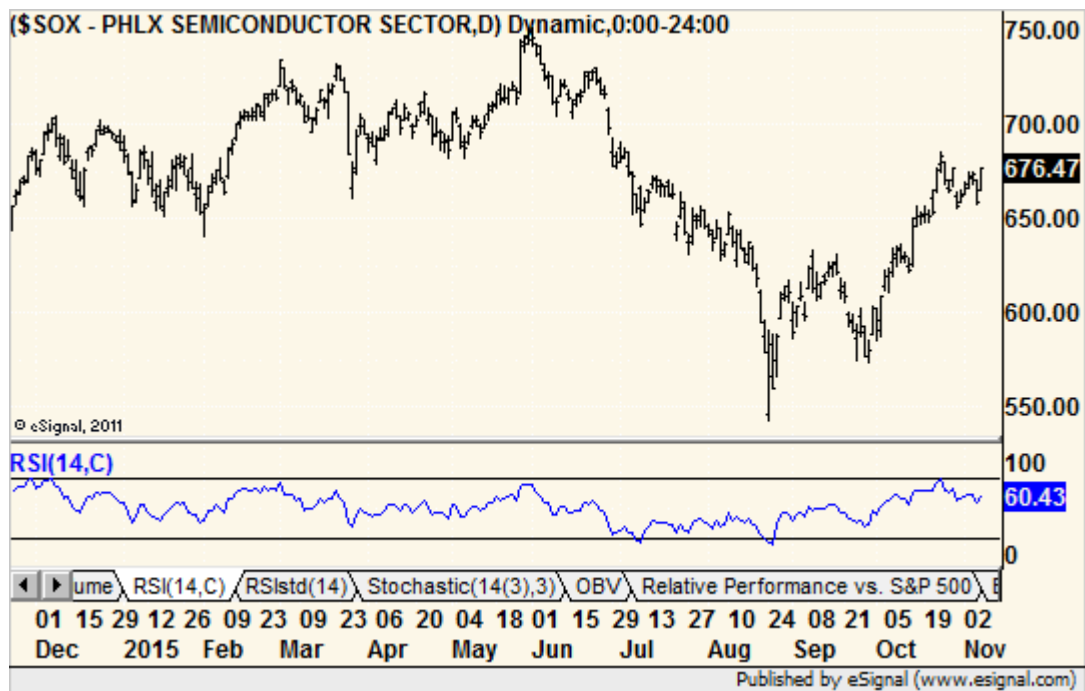
Securities Brokers – Winner, winner, chicken dinner.



Banks – Ditto.



Life Insurance – Ditto.



Semiconductors – Looks like they want to come out of this pause to the upside.

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>	SON	SONOCO PRODS CO	42.35	1.0%	41.00	41.95	10/20	19
	PEP	PEPSICO INC	99.72	-3.3%	98.00	103.08	10/22	17
	AMAT	APPLIED MATLS INC	17.05	2.4%	16.25	16.65	10/26	13
	VZ	VERIZON COMMUNICATIONS	45.78	-2.6%	44.50	47.02	11/2	6
	LVS	LAS VEGAS SANDS CORP	49.78	-1.6%	48.00	50.61	11/2	6
	HAL	HALLIBURTON CO	39.35	-1.6%	37.25	40.00	11/4	4
	MUR	MURPHY OIL CORP	30.82	0.6%	29.25	30.65	11/4	4
	NE	NOBLE CORP PLC	13.54	-5.0%	13.25	14.25	11/4	4
	WEN	WENDYS CO	9.56	-2.4%	9.50	9.80	11/4	4
	COL	ROCKWELL COLLINS INC	87.75	-0.4%	85.00	88.12	11/5	3
<u>Short</u>	WCG	WELLCARE HEALTH PLANS INC	83.34	6.3%	86.00	88.62	11/2	6
	GT	GOODYEAR TIRE & RUBR CO	32.98	-0.4%	34.50	32.84	11/2	6

Notes: Just some stop tweakage.

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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