

QUICK TAKES PRO

"TECHNICAL ANALYSIS FOR EVERYONE"

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August 6, 2015 – It seems that every other day we can report on the summer doldrums. The market's excuse to procrastinate today is tomorrow's jobs report. Let's jump right to the chart because we have nothing clever to say today.



The hourly chart seems to be jockeying for an upside breakout from the triangle and head to the old high. Note low stochastics with a slight crossover to the upside. The top of the range is where big resistance will once again emerge so this is still a wobbly trader's market. Cash is still a good idea.

Elsewhere, oil continues to get pummeled. And even though some call us foolish, slowly accumulating big oil stocks is still good. Repeat the word "slowly." **XOM** is starting to get close to the downside target we set on it weeks ago (\$75). We might increase the buying down there.

Watch for a little dollar strength as the British pound weakens. The latter is on the verge of a short-term breakdown after the Bank of England indicated it remains on course to begin slowly lifting interest rates early next year.

Index Charts of the Day



The NYSE composite is in a down trend. Shown are the 20-, 50- and 200-day exponential averages and the short-term cross is already in place. The big cross – the death cross – of 50- and 200- is days away unless the market rallies right now.



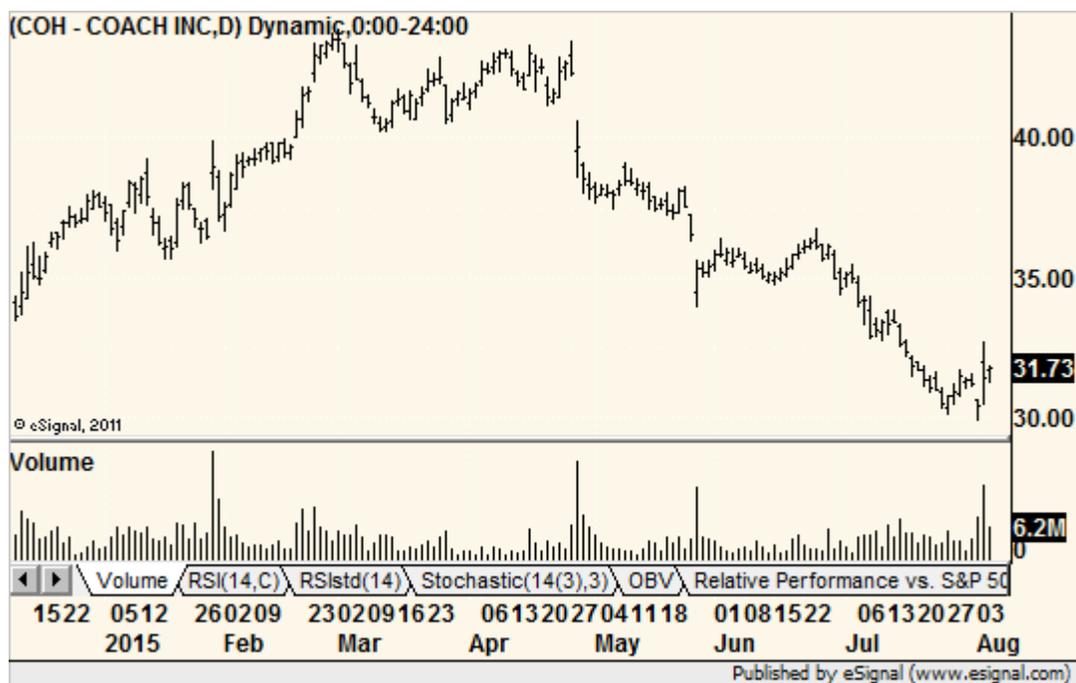
The Nasdaq-100 is dominated by the generals. While Apple fell, the others did well. But note how this one closed in the lower half of its range Wednesday. That takes a lot of wind from the sails.

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		
Disney DIS – Unlike other recent earnings bonks, Disney is now trading just barely below its 50-day average and the trend is still up. Other stocks looked totally broken. On-balance volume here was also quite strong before the earnings report. We’d say this is a buying opportunity but it does entail plenty of risk. Let’s give it a go.	Triggered	8/5
Bearish Implications		
Analog Devices ADI – I panned semis Monday for Barron’s Online. Here is one ready to break a flag and 200-day average. Sell 58. <u>Still valid but yesterday’s rally put it far away. We’ll leave it here for a little while.</u>		8/5
Unknown Implications		
none –		
Holding Tank – red shade leans bearish, green shade leans bullish		
Intel INTC – Waiting for a test of a weekly head-and-shoulders to sell.		7/28
Rangold GOLD – We just looked around the sector – which is still not bullish even though I think it has capitulated – to see stocks with positive earnings. This one has fairly strong support. Just lookin’, not buyin’.		8/3
Nasdaq biotech ETF IBB – The last divergence did not work but this one seems better. Still have to wait for a trend break so it is only a warning for now.		8/4
Coach COH – Rocked Tuesday by earnings the stock may have overcome the bad news with huge volume. We are going to wait for a follow through day here bit this looks interesting.	New	8/6
Taser – Apple looks like Taser did a few days ago. Taser is now at support (gap, target, 200-day average) but we are not convinced just yet it will hold. Of course, we have to give it the benefit of the doubt. Let’s see if it does anything positive today or tomorrow.	New	8/6
Viacom VIAB – A classic look of a selling climax. That does not mean it is a buy but it could be soon.	New	8/6
Keurig Green Mountain GMCR – We don’t get it. I singlehandedly keep this company afloat. But on the chart we see a plunge after earnings but not a selling climax. It had been recovering so this is just a smack down. With that said, it is in a wide support zone with a possible overshoot of chart support. We are not buying now but it is also interesting.	New	8/6
Sector Watch (observations that may spark ideas)		
The Generals – AMZN, NFLX, GOOGL, AAPL, GILD, FB, SBUX. (Colors represent current state)		7/27
Defense index DFI – A declining channel presents clear boundaries.		7/31
Retail ETF XRT – Looking dicey. Waiting for the breakdown		8/3
Updates		
Walmart WMT – Just broke 50-day average to the upside		

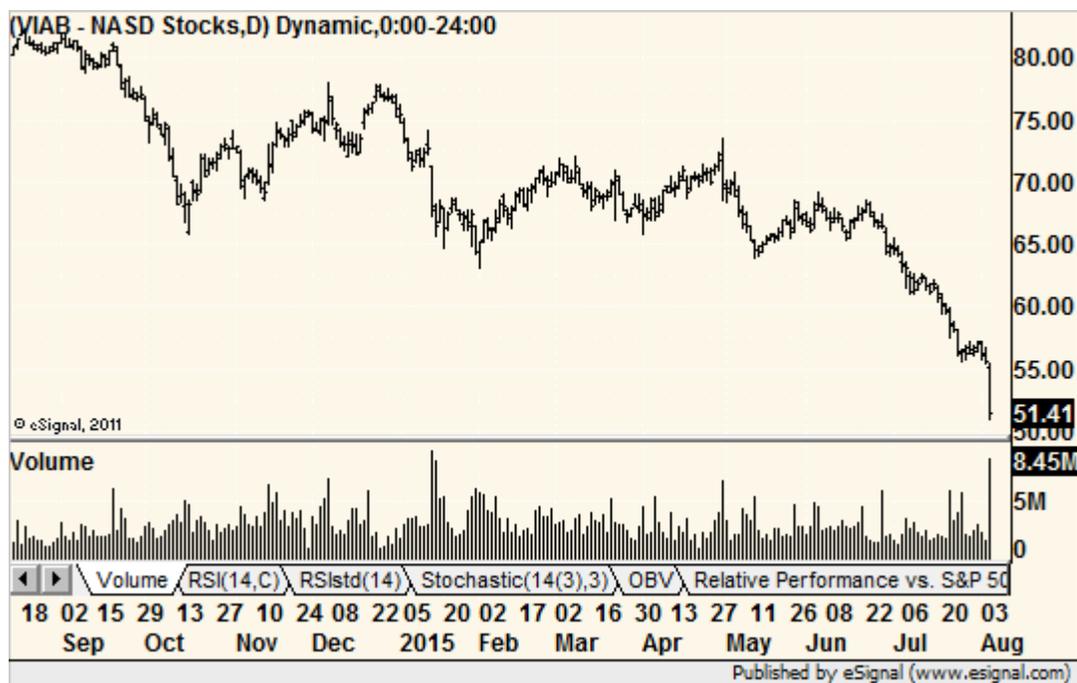
Market Highlights



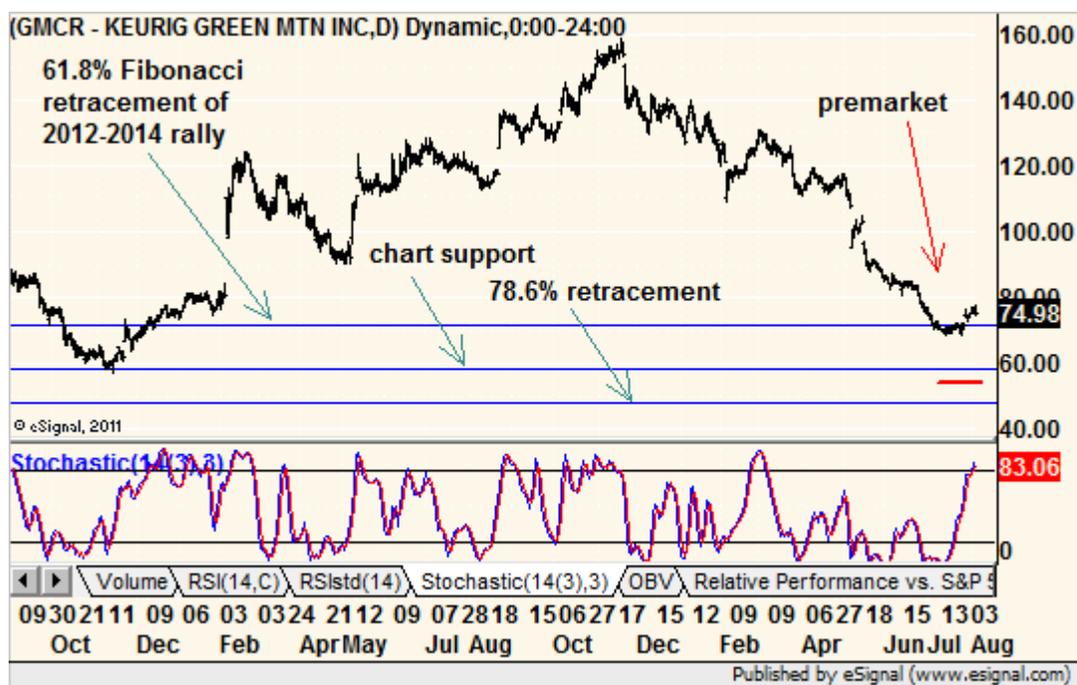
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Advice Tracker

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	55.47	6.9%	53.50	51.90	7/16	20
	DIS	DISNEY WALT CO	110.53	-0.3%	107.00	110.83	8/5	0
<u>Short</u>	DLPH	DELPHI AUTOMOTIVE PLC	77.49	3.1%	79.50	79.92	7/16	20
	HPQ	HEWLETT PACKARD CO	30.30	0.1%	31.50	30.34	7/17	19
	URBN	URBAN OUTFITTERS INC	32.66	7.2%	34.25	35.00	7/21	15
	ACM	AECOM	30.53	-1.1%	31.25	30.19	7/24	12
	NYT	NEW YORK TIMES CO	13.19	-0.7%	13.75	13.10	7/27	9

Notes: We took a shot on Disney at the open and for a few hours looked like heroes. Unfortunately, it faded back. We still see this as a good risk even though the fact it did not hold its rebound is not good. One more day.

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

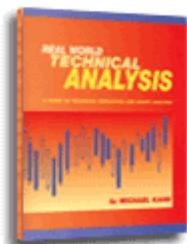
About - Michael Kahn, CMT, has been working with charts and technical analysis since 1986 and currently writes the twice-weekly “Getting Technical” column for Barron's Online. He is also a regular contributor to MarketWatch.com. Michael was formerly Chief Technical Analyst for BridgeNews and seen frequently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



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