

# QUICK TAKES PRO

*"TECHNICAL ANALYSIS FOR EVERYONE"*

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**November 26, 2014** – I was on a plane most of Tuesday finally having good luck travelling. Apparently, the Northeast will be deluged in snow today – not like a Buffalo snow but still a big messy one – and I am long gone. Yay me.

Of course, it was not all good as when I finally had access to the markets I saw crude oil had tanked to a new closing low. Yesterday, we said commodities were back so our comfort comes in crude setting only a new closing low. Intraday, it was worse last week and sentiment is still really bearish. We suspect a lot of "I told you so's" from the bears are forthcoming. But that just adds to the already too-bearish sentiment read. It's not dead yet, folks.

As for stocks, it was a mixed but flat bag on the lower volume we all knew was likely. What gets us is how stocks did not like falling oil prices. Go figure. The revised GDP data were certainly better and even that was not much help.

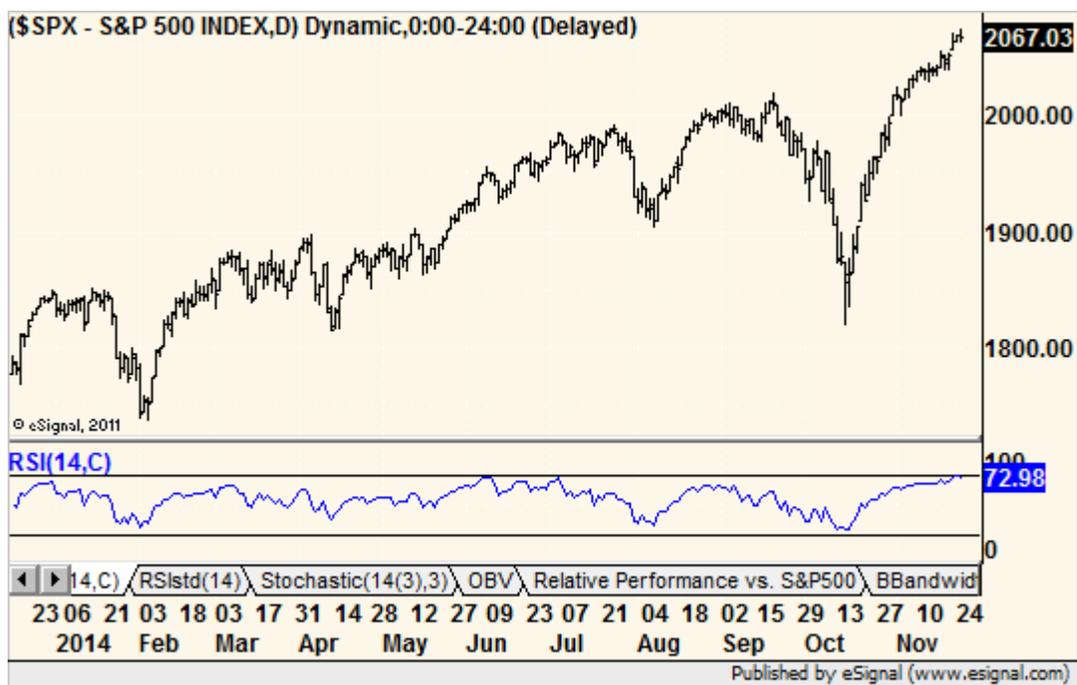
But today is another data filled day as they try to cram it in before the holiday. Volumes are usually low today but with the Northeast slogging through the slush and snow we presume it will be really low. And that suggests lots of jumpy movement meaning very little. The hourly chart would be useless today so we'd head to Grandma's house as early as possible and forget about it until next week.

There is one item to keep in mind. Sentiment is very bullish and high enough to raise red flags. We know it is high when my editors pass down research their sources send them. And even in this morning's media there was a mention that funds are at their second lowest net short position of the year. That puts the Happy in Thanksgiving although the turkey hangover may be rather big afterwards. We don't know when sentiment problems kick in but we are not going to fall for the holiday cheer this week.

That's it. Best wishes to you and your families for the holiday and that includes everyone overseas, Yank or not.

Holiday schedule:    Thursday, Nov 27 - NYSE holiday, no newsletter  
                                  Friday, Nov 28 - NYSE closes at 1pm NYT, no newsletter

## Index Charts of the Day



Nothing new here although the past two days left doji candles of uncertainly

## 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.

<b>Bullish Implications</b>		
<b>Vishay Intertechnology VSH</b> - This electronic component maker is now bumping up against resistance. On-balance volume is already back to its 2014 high so we are on alert for a breakout. Buying close above 14.05.		11/17
<b>Bearish Implications</b>		
none -		
<b>Unknown Implications</b>		
none -		
<b>Holding Tank</b> - red shade leans bearish, green shade leans bullish		
<b>Freeport McMoran FCX</b> - Waiting on bowtie reversal pattern. Gapped up Friday on big volume but no bowtie just yet		11/19
<b>Axiom ACXM</b> - Inverted head-and-shoulders setup for this marketing database and intelligence company.		11/24
<b>Sector Watch</b> (observations that may spark ideas)		
<b>Gold Miners</b> - Time to buy		11/3
<b>Marine Transportation</b> - Major breakdown and successful test of that break.		11/5
<b>Airlines</b> - Still needs to correct but it may be doing it by sideways action.		11/7
<b>Retail</b> - Improved relative strength		11/14
<b>Brokers</b> - On-balance volume divergence for <b>GS</b> . Same for <b>MS</b> , <b>RJF</b> and <b>PJC</b>		11/20
<b>Energy ETF XLE</b> - Gap up now testing flag breakdown. <u>Big hit lower Tuesday but the patterns are still intact</u>	<b>Changed</b>	11/21
<b>Updates</b>		
none -		

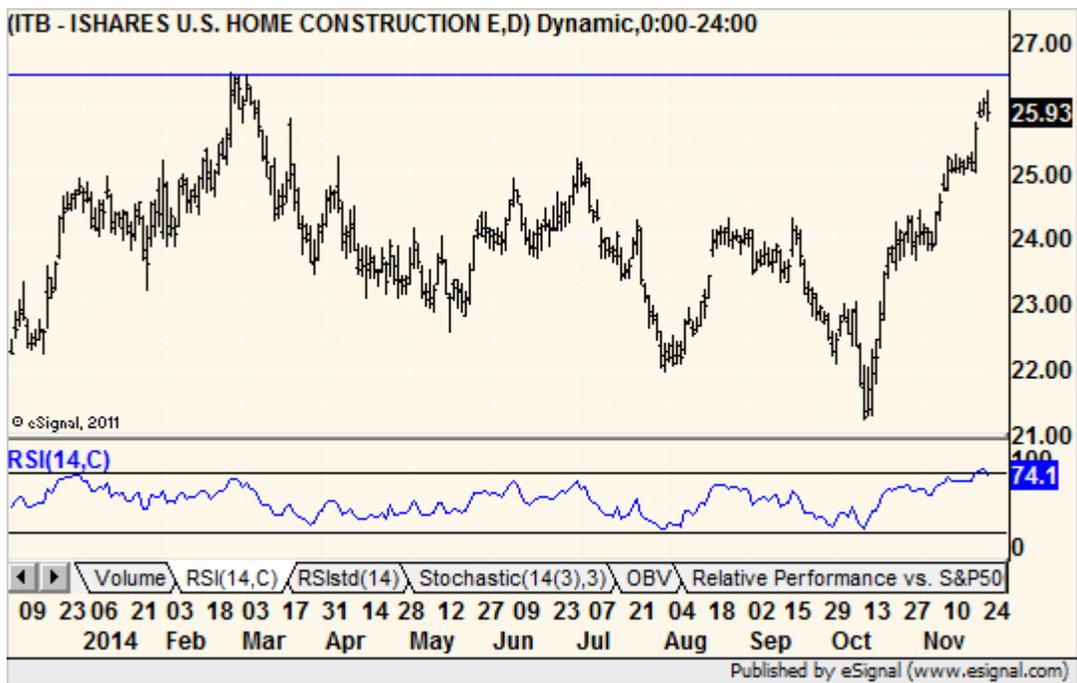
## Market Highlights



**Long T-bond ETF** - The rounded bottom now has its upside breakout.



**Junk bond ETF** – Save for one day, this has been all downhill for weeks. The chart looks terrible including on-balance volume.



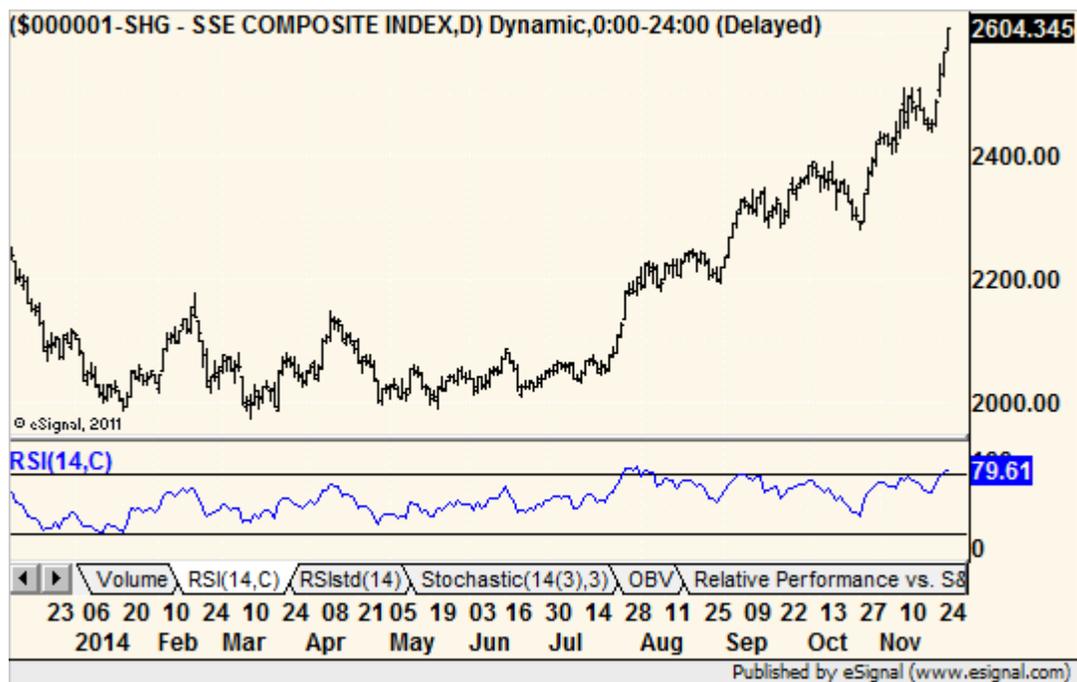
**Homebuilder ETF** – Overbought near resistance. Yesterday was a small reversal. And volume (not shown) is falling. All bearish warnings.



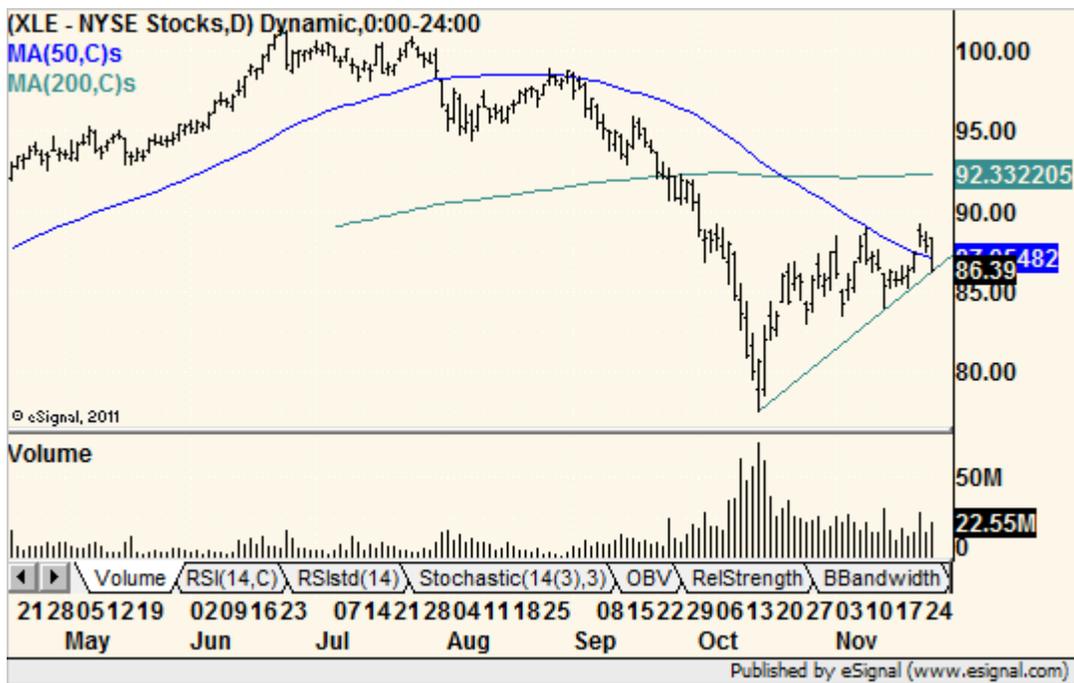
**Gold miners ETF** – The big miners have a marginal close above the 50-day average and the chart looks pretty good.



**Stoxx 50** – The pan-Europe blue chip index hit one resistance although it is not overbought enough to think it cannot reach the next. After that, however, will be another story.



**Shanghai Index (China)** – Hot like a Szechuan pepper. Buy the dips



**Energy ETF** – Yes, it lost the 50-day average but it is not yet broken.



**Oil services ETF** – This one is also still in a pattern.

## The Big Picture

In this section, we take a macro look at things.



**Crude Oil** – as we can see it is still sitting on support and very oversold.

## 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. **Green** means we closed them. 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>	<b>ALL</b>	ALLSTATE CORP	67.58	7.8%	66.00	62.71	10/27	29
	<b>KKD</b>	KRISPY KREME DOUGHNUTS INC	20.38	11.7%	19.75	18.25	10/28	28
	<b>K</b>	KELLOGG CO	65.14	0.9%	64.50	64.53	11/6	19
	<b>YUM</b>	YUM BRANDS INC	76.29	3.8%	73.00	73.50	11/10	15
	<b>DKS</b>	DICKS SPORTING GOODS INC	49.67	4.0%	47.50	47.75	11/14	11
	<b>LULU</b>	LULULEMON ATHLETICA INC	48.67	5.8%	46.00	46.00	11/20	5
	<b>REXX</b>	REX ENERGY CORPORATION	8.84	9.1%	8.40	8.10	11/20	5
	<b>NDLS</b>	NOODLES & CO	24.15	5.0%	22.75	23.00	11/21	4
	<b>GDXJ</b>	MARKET VECTORS JUNIOR GOLD MINER	29.31	-1.0%	27.25	29.61	11/21	4
<u>Short</u>	<b>TIVO</b>	TIVO INC	12.91	0.0%	13.50	12.90	11/10	15
	<b>JPM</b>	JPMORGAN CHASE & CO	60.30	-0.5%	62.75	60.00	11/20	5
	<b>YHOO</b>	YAHOO INC	51.72	-2.2%	53.00	50.60	11/20	5

**Notes:** Considering the flat market, we had a good Tuesday here and stops are raised on several positions. The stop in **KKD** is very tight as we are giving it little rope.

And considering what happened to oil, the long in **REXX** was spectacular!

## 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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