

QUICK TAKES PRO

"TECHNICAL ANALYSIS FOR EVERYONE"

MICHAEL KAHN
RESEARCH LLC

November 6, 2015 – I am heading to Las Vegas today to speak at the American Association of Individual Investors national conference. If you are attending, please say hello.

Once again, everyone is dreading the monthly jobs report scheduled for this morning. I am writing ahead of the report so obviously I do not know what will happen but Thursday's trading seemed to be in fear of what it might say. Maybe not low jobs but perhaps high numbers that will all but clear the deck for a December rate hike by the Fed. Indeed, several members are getting increasingly hawkish.

The funny thing is that people now say it is expected and that the market will rally on the news. We shall see. And we shall see if whatever the initial move is actually sticks.

There should be plenty to watch, too, as the dollar, bonds and even commodities should be in play. We don't know about you but when the Fed is fully extracted from the market we will be a lot happier because this nonsense will be over.

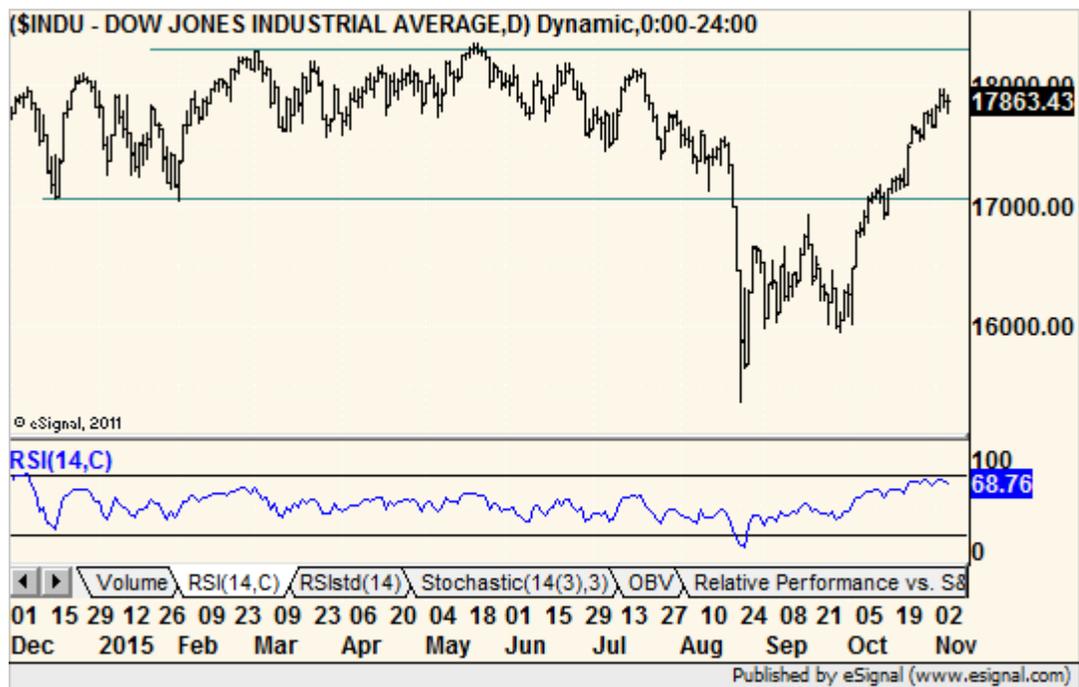
The big excitement yesterday was Facebook's earnings. A little more sedate was a pretty good day in clothing and accessories. We've got a few charts below – including headline grabber **KORS**, which is just now hitting resistance.



The hourly trendline broke but as we warned it was due to sideways action – the passage of time. That may change today.

Check out strength in regional banks as the yield curve steepens a bit. They would like a rate hike.

Index Charts of the Day



Not much movement in the Dow or any index over the past few days.



The NYSE composite is at a lower resistance level once again showing how big stocks were the leaders and small stocks the laggards.

The Radar Screen

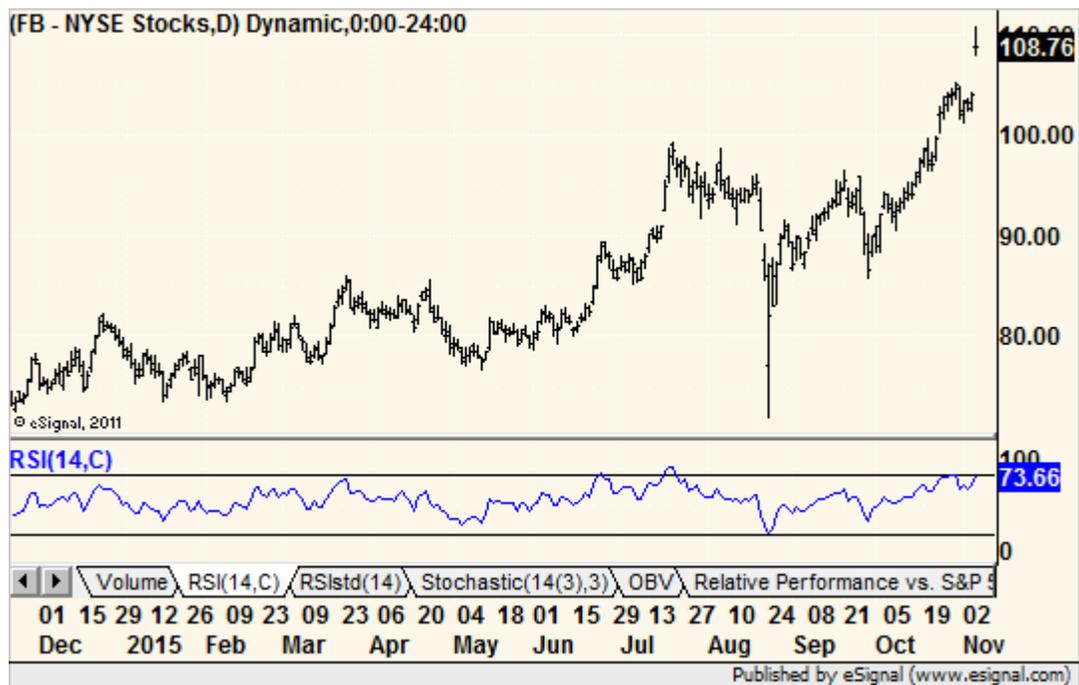
This is a list of potential opportunities, not a recommended portfolio. Underlined text is a change from previous report and if important it will be highlighted in yellow. If and when stocks give buy or sell signals here, they then move into the Advice Tracker section below. Dates listed are first appearances 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 110.		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
Rockwell Collings COL – Moving this defense stock up here as it looks to have calmed down following a breakout. Buying here.	Triggered	11/5
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
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.		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
Banks – This may not be a failure after all. Still watching.		11/2
Energy XLE - breakout		11/4
Clothing /Accessories – on the verge of a breakout.	New	11/6
Updates		
none –		

Market Highlights



Energy ETF – Considering how oil fell, this sector held pretty well.



Facebook – Really, what can we do with this. It did end with a doji candle so we'll see if this was an exhaustion gap or not.



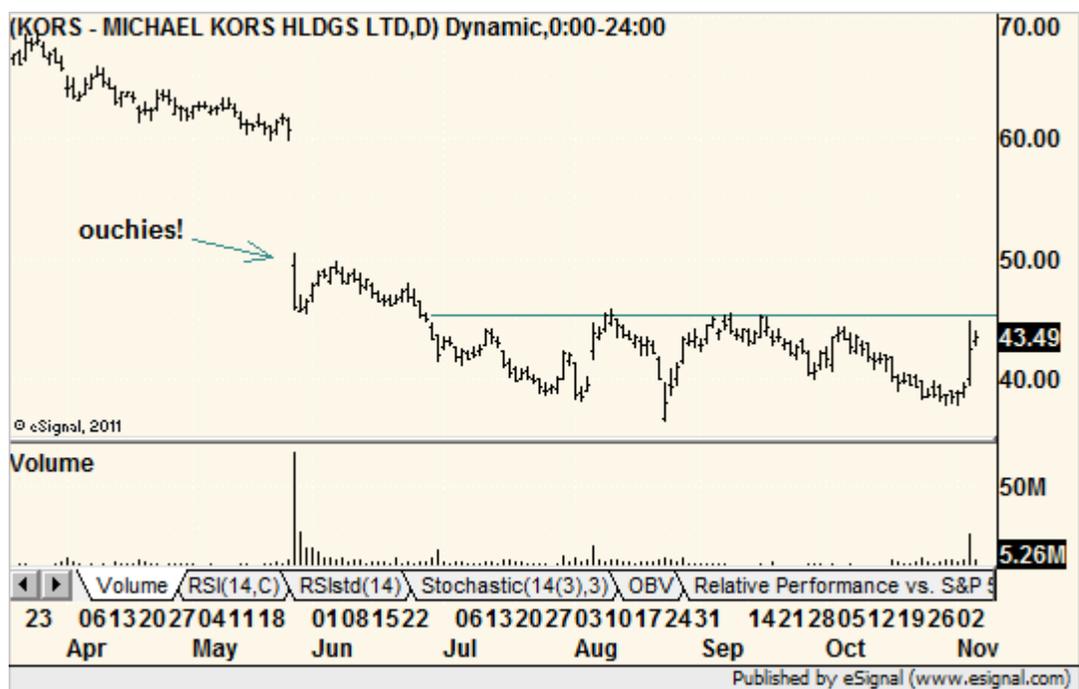
Clothing and accessories index – Could be on the verge of a reversal.



Carter – Clothing stock breakout.



Coach – Clothing accessory maker with a rounded bottom. Waiting for the breakout.



Michael Kors – Big headlines but still not through resistance.

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	42.30	0.8%	41.00	41.95	10/20	16
	PEP	PEPSICO INC	100.61	-2.4%	98.00	103.08	10/22	14
	AMAT	APPLIED MATLS INC	16.81	1.0%	16.10	16.65	10/26	10
	VZ	VERIZON COMMUNICATIONS	46.20	-1.7%	44.50	47.02	11/2	3
	LVS	LAS VEGAS SANDS CORP	49.55	-2.1%	48.00	50.61	11/2	3
	HAL	HALLIBURTON CO	38.41	-4.0%	37.00	40.00	11/4	1
	MUR	MURPHY OIL CORP	31.00	1.1%	29.25	30.65	11/4	1
	NE	NOBLE CORP PLC	13.72	-3.7%	13.25	14.25	11/4	1
	WEN	WENDYS CO	9.71	-0.9%	9.50	9.80	11/4	1
	COL	ROCKWELL COLLINS INC	88.61	0.6%	85.00	88.12	11/5	0
<u>Short</u>	WCG	WELLCARE HEALTH PLANS INC	83.00	6.8%	86.00	88.62	11/2	3
	GT	GOODYEAR TIRE & RUBR CO	32.71	0.4%	34.50	32.84	11/2	3

Notes: New long in **COL** at the open.

Raised stop in **MUR**.

Other Information

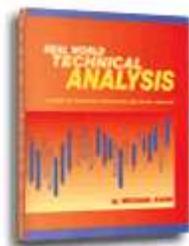
About - Michael Kahn, CMT, has been working with charts and technical analysis since 1986 and currently writes the twice-weekly “Getting Technical” column for Barron's Online. He is also a regular contributor to MarketWatch.com. Michael was formerly Chief Technical Analyst for BridgeNews and seen frequently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



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