

QUICK TAKES PRO

"TECHNICAL ANALYSIS FOR EVERYONE"

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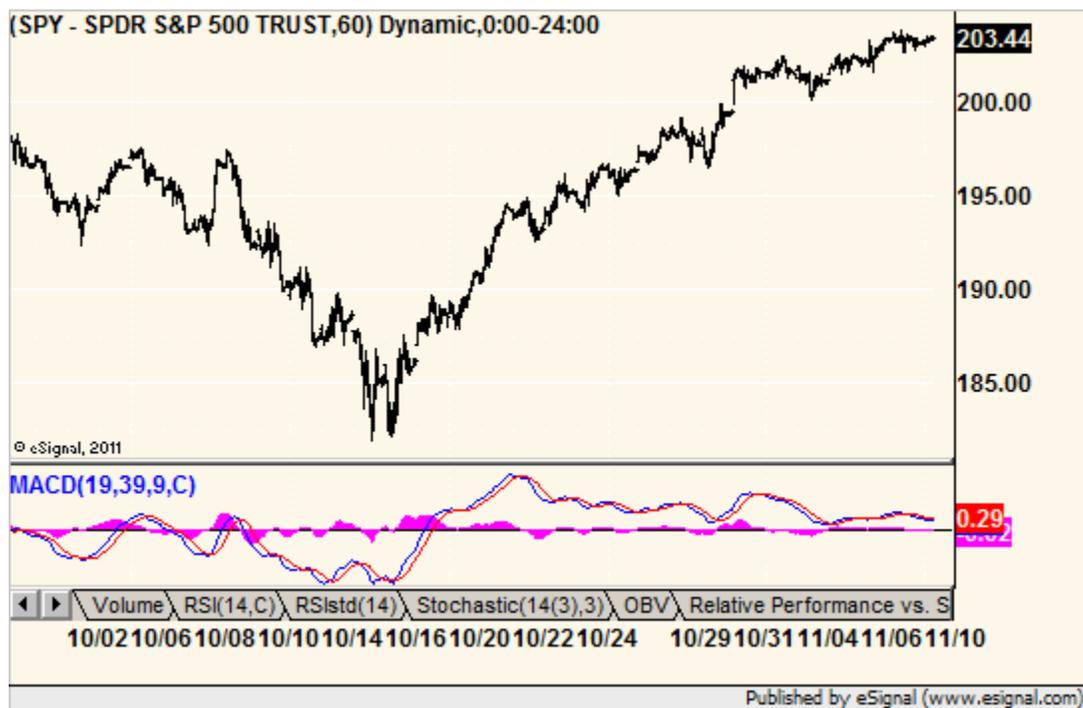
November 10, 2014 – Stocks were higher for the third straight week as major indices hit new highs for the year. Mid- and small-caps were also up three weeks but are not yet close to new highs. Since the October low, mid- and small-caps have only paced the market rather than lead it as we might expect for high beta sectors.

As has been the case for weeks, volume has been really low. Momentum, especially for the Nasdaq, has been merely OK. Junk bonds have been sagging lower. And sentiment is rather happy with the lowest percentage of bears in years. Getting the drift? Everything except the actual price trend says this market should not be rising...but it is.

Gold had a rockin' Friday with a 3% gain in the **GLD**, n 8% gain in the **GDX** and 11% in the **GDXJ**. Dead cat? We don't think so although that does not mean it is heading much higher right away. Eventually, yes and possibly right now but that is far from a guarantee. The trend is still down. We'll have a few charts below.

Oil is trying to make a little comeback but for now all we see is a corrective bounce. Still, with our target being hit we think the selling pressure is off. Waiting for some better signs to buy.

Overseas, China continued its bull run and Europe is up a little this morning on earnings. The latter is far from a leader. And speaking of being far from a leader, emerging markets are still floundering. But check out Peru, which is a big silver exporter. The **EPU** ETF had a nice Friday rally.



The hourly chart shows neither a real trading range nor traditional trend for a straight line. We can see there is a rising trend but it seems to be flattening a bit. MACD continues to fall but we think it has to cross below the zero line to say anything useful. Friday, when we still had a trading range interpretation, we had an upside target of 205.

That's all. Lots of data this week and Tuesday the banks are closed for Veterans Day.

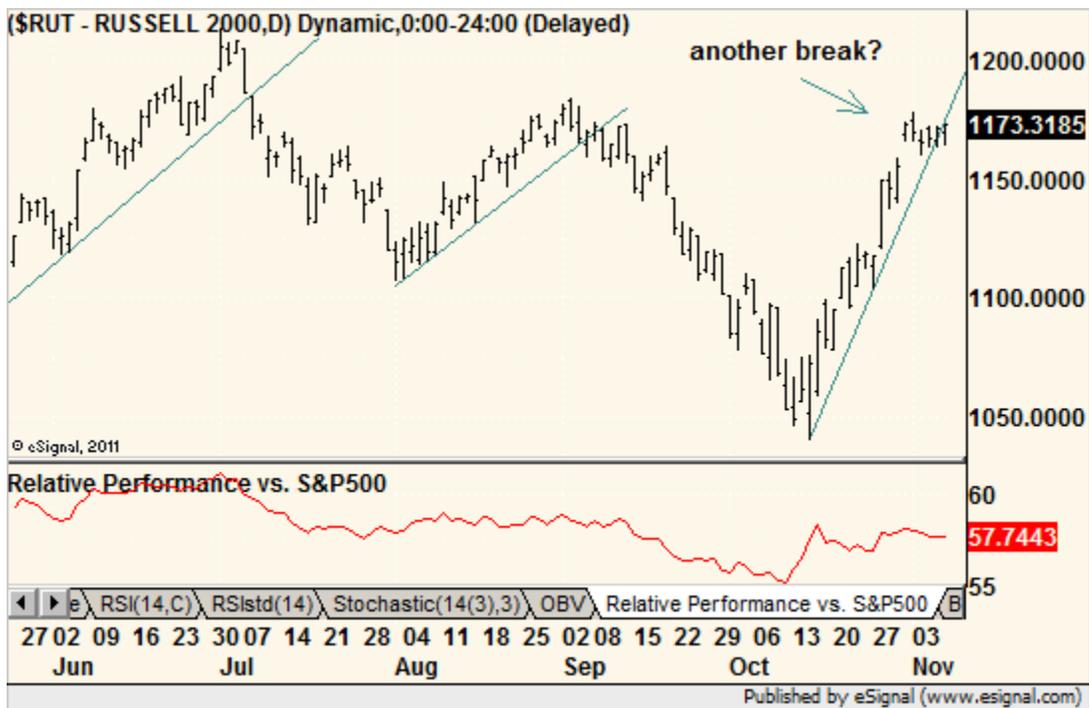
Index Charts of the Day



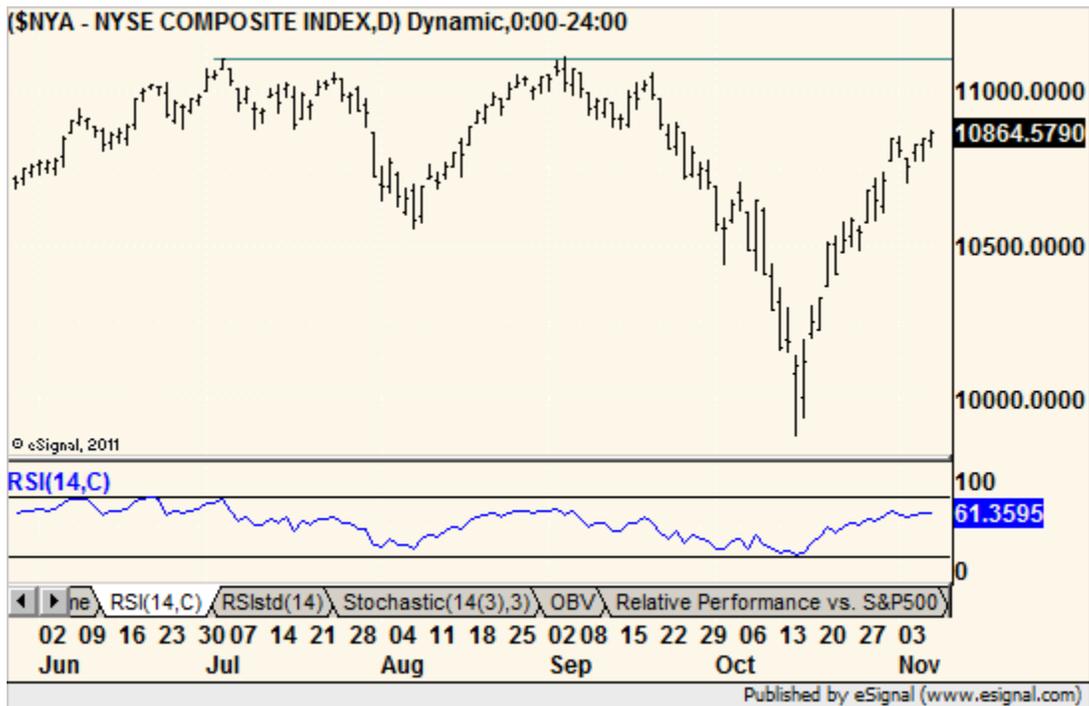
Now clearly above resistance with decent momentum. But not even a wiggle in the trend?



The Nasdaq has not really moved in a week as it still clings to its resistance level, albeit from above.



The Russell has a very tentative trend break although the line is steep and the break was due to sideways movement. For now, just a curiosity.



The NYSE composite, which we consider to represent the average stock, is still below resistance. Note RSI at only 61, which is not that strong.

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		
Tile Shop TTS - Selling climax. A move above resistance at 9.13 would be a good entry.		11/7
Yum Brands YUM - This restaurant stock sports on-balance volume already back to its July price peak levels. Looking for a breakout above resistance. Our trigger is 73.50.	New	11/10
Bearish Implications		
Tivo TIVO - A bearish intraday reversal at the 50-day average although it closed with a tiny net gain. Considering the strength in the market that day, this is not a good sign. Big P/E, too. <u>Selling 12.90</u>	Changed	11/3
Unknown Implications		
none -		
Holding Tank - red shade leans bearish, green shade leans bullish		
Marriott MAR - Several hotels failed Friday afternoon after big morning gains. This one is overbought but we need confirmation and a weaker market before selling.		11/3
Choice Hotels CHH - Here, we see a reversal at resistance. Some will argue that this is a cup-with-handle pattern although the shape and volume are wrong. Still, we have a range at resistance where a break in either direction will tell us the next move. Possible downside break		11/3
Hyatt Hotels H - A rather weak stock for such a strong week in the market. Big decline Tuesday.		11/3
Noodles NDLS Inverted head-and-shoulders, rising on-balance volume, good momentum, and above the 50-day average. Neckline breaks at 23.40. Not triggered as it gapped up over 8%. Watching.		11/6
Ford F - Just watching the support/resistance line at 13.50.	New	11/10
Sector Watch (observations that may spark ideas)		
Gold Miners - Extreme bearish sentiment and nearing its 2008 lows.		11/3
Hotels - Some, not all, have weakened considerably.		11/3
Marine Transportation - Major breakdown and successful test of that break.		11/5
Energy - A few pattern breakdowns Tuesday. Still avoiding.		11/5
Airlines - Very far above moving averages. Looks like it will snap back.		11/7
Updates		
none -		

Market Highlights



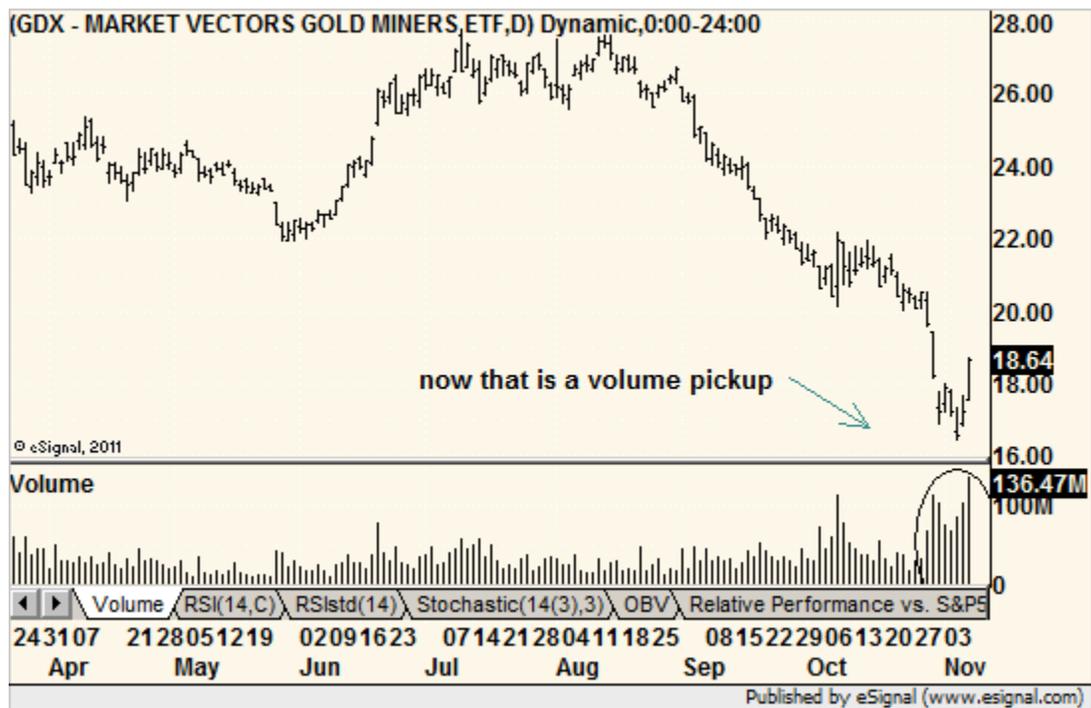
Gold ETF - A nice bounce but the trend is still down and the averages are above. Volume was heavy but not the heaviest it's been recently.



Silver ETF - Same as gold.



Platinum ETF - We like the bullish RSI divergence here. Still needs to follow through, however.



Gold Miners ETF - They are resting this morning but gold stocks have the classic "volume precedes price" setup.



Energy ETF - It is bid up slightly in the premarket but this ETF looks to be at a multiple resistance level now.



Yum Brands - This restaurant stock sports on-balance volume already back to its July price peak levels. Looking for a breakout above resistance. Our trigger is 73.50.



Ford - Just watching the support/resistance line at 13.50.

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>	ALL	ALLSTATE CORP	66.25	5.6%	64.00	62.71	10/27	13
	KKD	KRISPY KREME DOUGHNUTS INC	19.30	5.8%	18.50	18.25	10/28	12
	K	KELLOGG CO	63.66	-1.3%	62.75	64.53	11/6	3
<u>Short</u>	SBAC	SBA COMMUNICATIONS CORP	114.62	-3.4%	116.00	110.69	11/4	5
	LEN	LENNAR CORP	44.54	-4.1%	45.00	42.70	11/4	5
	CNI	CANADIAN NATL RY CO	69.59	-1.2%	72.00	68.78	11/4	5

Notes: none

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

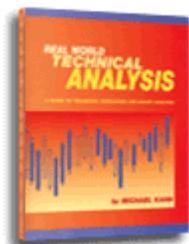
About - Michael Kahn, CMT, has been working with charts and technical analysis since 1986 and currently writes the twice-weekly “Getting Technical” column for Barron's Online. He is also a regular contributor to MarketWatch.com. Michael was formerly Chief Technical Analyst for BridgeNews and seen frequently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



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