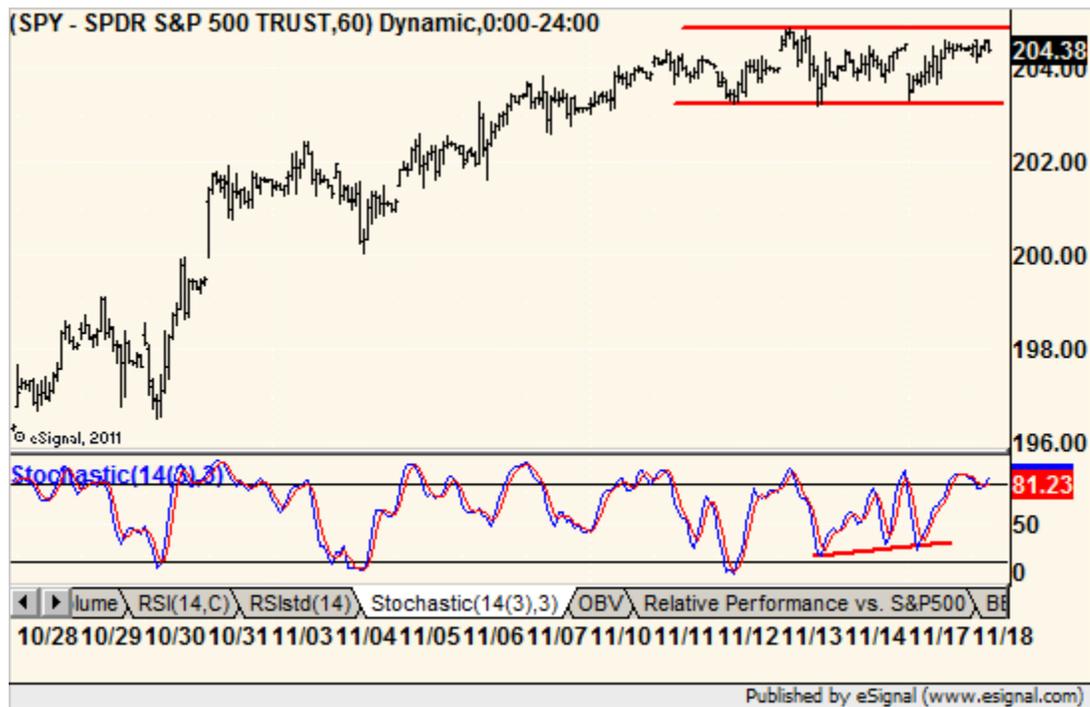


QUICK TAKES PRO

"TECHNICAL ANALYSIS FOR EVERYONE"

MICHAEL KAHN
RESEARCH LLC

November 18, 2014 – The dollar dipped this morning but is still in its two-week range. What is moving, however, is gold. It does indeed look as if the O'Neil follow-through day we mentioned yesterday did occur. Gold stocks should be on your watch lists now.

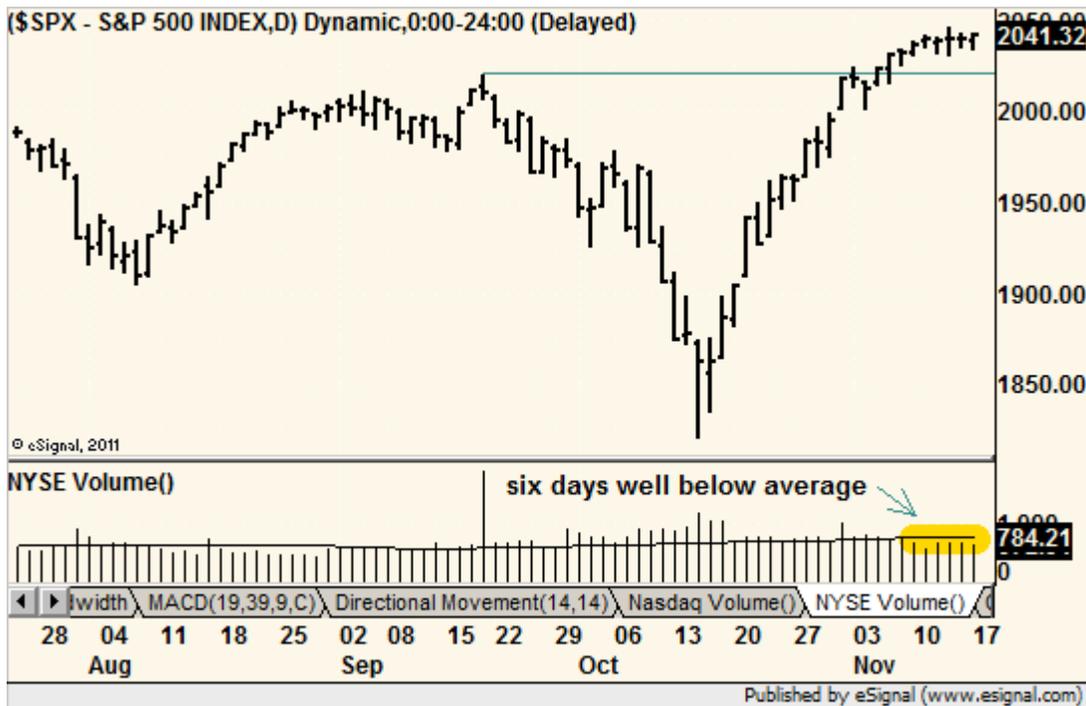


The market's range continued and there is really nothing to say until it breaks one way or the other. Perhaps we can torture the stochastics chart to lean bullish since lows were not that low.

Since there is not much to talk about on the charts we'll just list a few thoughts:

- Restaurants and retail have perked up
- Tech is still leading but it is not a sector-wide show of strength
- Energy is very hated and ripe for a surprise rebound
- Gold and miners are also hated and already showed some upside strength
- Banks ran into resistance
- Biotech has not broken but we think it looks shaky.
- Homebuilders are in a short-term rally but the big picture shows plenty of overhead supply

Index Charts of the Day



Is this "never short a dull market" or has smart money already bailed?

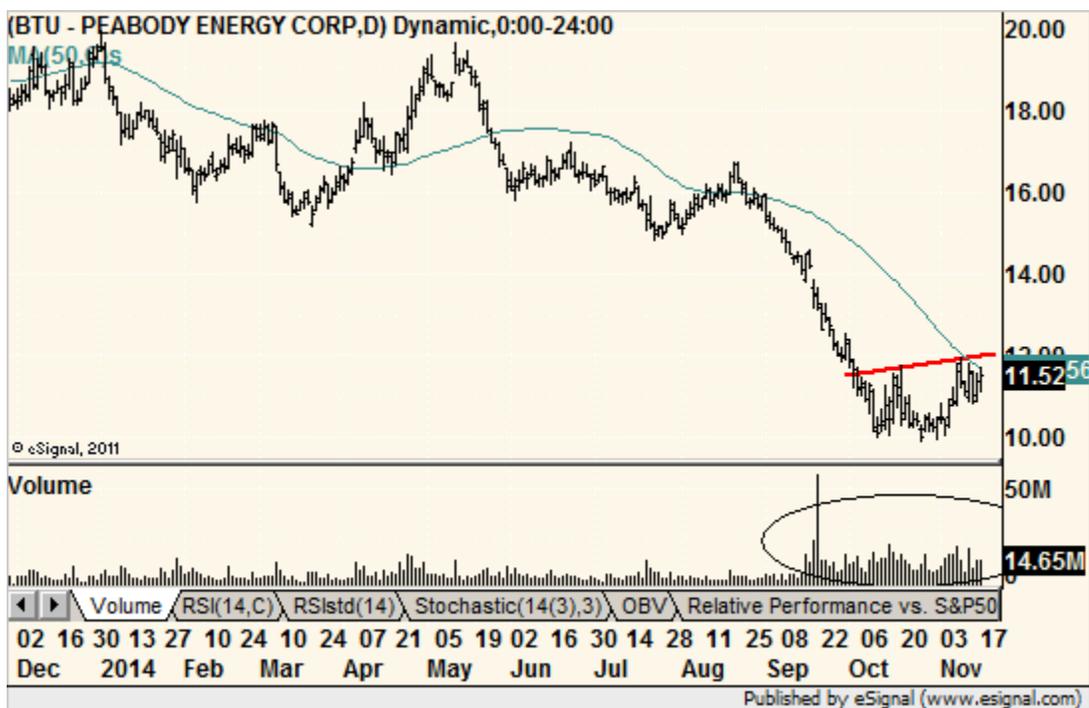


Small caps are starting to really underperform again. The red line is rather important support.

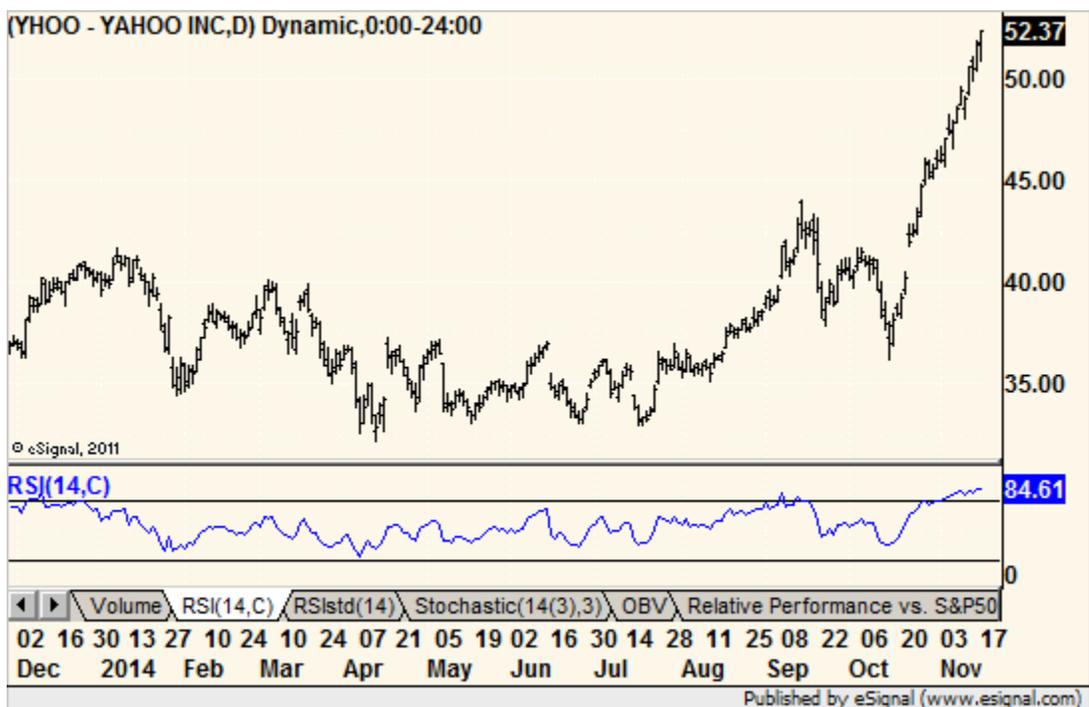
The Radar Screen

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		
Noodles NDLS Inverted head-and-shoulders, rising on-balance volume, good momentum, and above the 50-day average. Broke the neckline of an inverted H/S pattern on a monster gap but now it has pulled back sufficiently. We'll buy over 23.85 . <u>Now below the former breakout level but on falling volume. Still waiting for bull flag breakout.</u>	Changed (again)	11/6
Lululemon LULU - This stock has been tumbling, especially on earnings reports, that is until the last one in September, which was better than expected. A breakout above 46 targets 54.		11/14
Vishay Intertechnology VSH - 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
Bearish Implications		
none -		
Unknown Implications		
none -		
Holding Tank - red shade leans bearish, green shade leans bullish		
Odyssey Marine Exploration OMEX - This deep water explorer is not looking for oil but for minerals and salvage. Its chart shows an inverted head-and-shoulders with rising RSI. Not so sure any more.	Removed	11/11
Staples SPLS - Yet another retailer with a bottoming pattern. The slanted line shows a breakout when using intraday levels. The horizontal line is through the closes set earlier in the year. <u>We wanted a pause before the breakout but Monday was a huge decline on volume.</u>		11/14
JP Morgan JPM - Gap down break after hitting resistance. A move under the current pause would be sellable.		11/17
Sector Watch (observations that may spark ideas)		
Gold Miners - Extreme bearish sentiment and nearing its 2008 lows. <u>We should be setting a buy trigger soon.</u>		11/3
Marine Transportation - Major breakdown and successful test of that break.		11/5
Airlines - Very far above moving averages. Looks like it will snap back.		11/7
Broadline retailers ETF - This group contains TGT, WMT, COST and AMZN among others. On-balance volume has been rising for months even as the sector index floundered. A positive sign.		11/11
Retail - Lots of bottoming setups all over SPLS, DKS, WFM, LULU		11/14
Updates		
Yamana Gold AUY - We did not put an actual buy on it but said you could get it for the price of an option. It was up nicely yesterday and is up more today.		



Peabody Energy - Coal stocks have absolutely been the worst for months but look at all that volume since September. Is that an inverted head-and-shoulders? We think so. RSI (not shown) is rising to confirm. A breakout also breaks the 50-day average.



Yahoo - Way overbought. Sell at the first sign of trouble. So far, despite a soft premarket, there is none.

The Big Picture

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



Long Treasury Bond - With all the talk about deflation, low yields and now flash boys in the market, we thought we'd take a longer view of bonds. Horizontal support and resistance lines were eyeballed.

What we see is a rather stiff resistance above with a critical support just below. Anywhere in between and this chart offers nothing. Therefore, there is not a whole lot to say here other than what we've written in the short-term (short-term decline, intermediate-term rising trend).

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	66.66	6.3%	66.00	62.71	10/27	21
	KKD	KRISPY KREME DOUGHNUTS INC	19.85	8.8%	19.50	18.25	10/28	20
	K	KELLOGG CO	65.14	0.9%	64.00	64.53	11/6	11
	YUM	YUM BRANDS INC	73.99	0.7%	72.00	73.50	11/10	7
	DKS	DICKS SPORTING GOODS INC	47.51	-0.5%	46.00	47.75	11/14	3
	JIVE	JIVE SOFTWARE INC	6.50	-6.3%		6.94	11/14	3
<u>Short</u>	SBAC	SBA COMMUNICATIONS CORP	113.30	-2.3%	116.00	110.69	11/4	13
	CNI	CANADIAN NATL RY CO	70.89	-3.0%	72.00	68.78	11/4	13
	TIVO	TIVO INC	13.07	-1.3%	13.50	12.90	11/10	7

Notes: **JIVE** was stopped out on a huge decline Monday to and through our "too wide" stop. A purely crappy trade.

We have tightened the stops on two longs quite a bit as they seem to be on the verge of rolling over.

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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