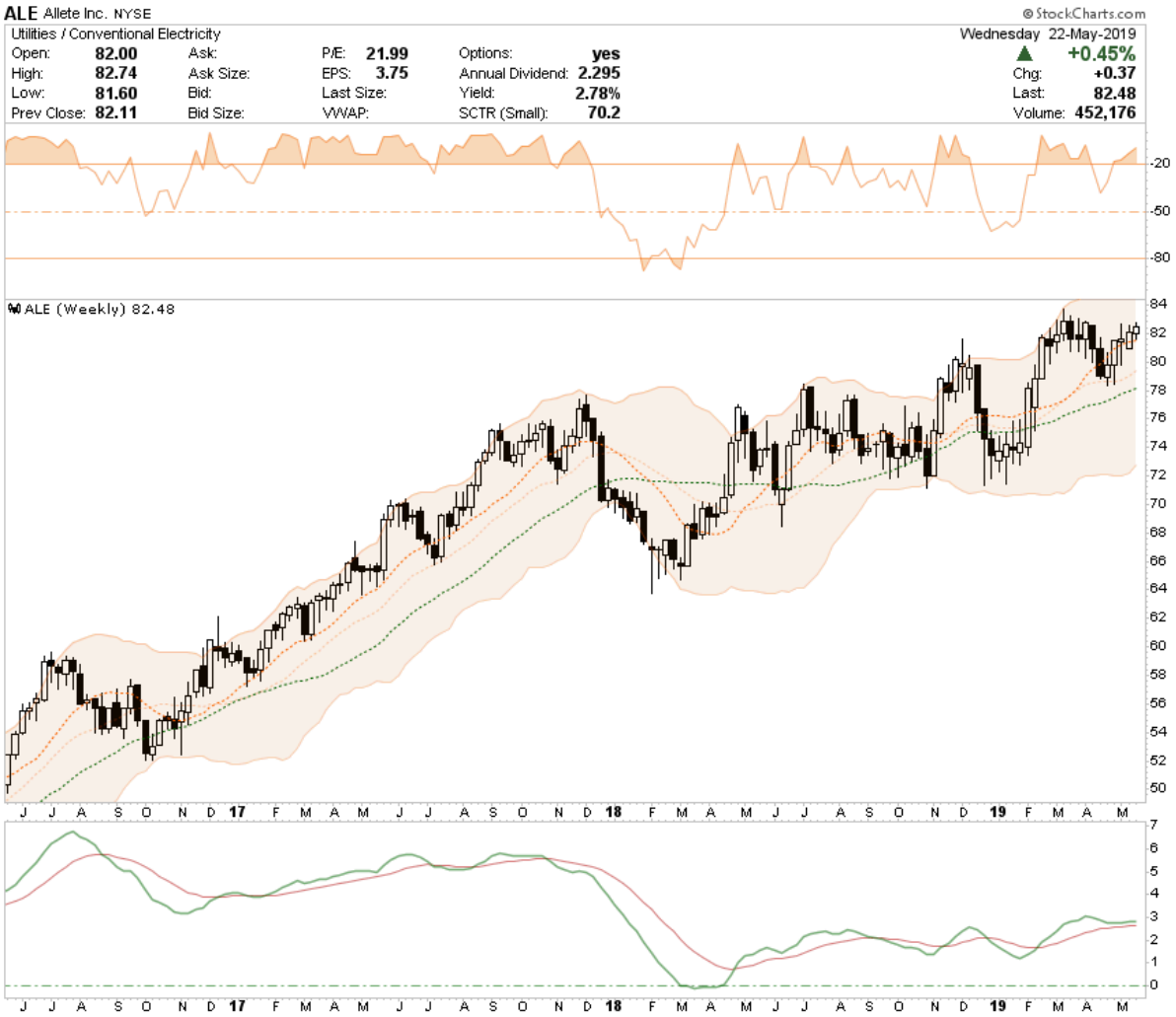
**HOW TO READ THE CHARTS**

There are four primary components to each chart:

- *The price chart is contained within the shaded area which represents 2-standard deviations above and below the short-term moving average.*
- *The Over Bought/Over Sold indicator is in orange at the top.*
- *The Support/Resistance line (green) is the longer-term moving average which also acts as a trailing stop in many cases.*
- *The Buy / Sell is triggered when the green line is above the red line (Buy) or vice-versa (Sell).*

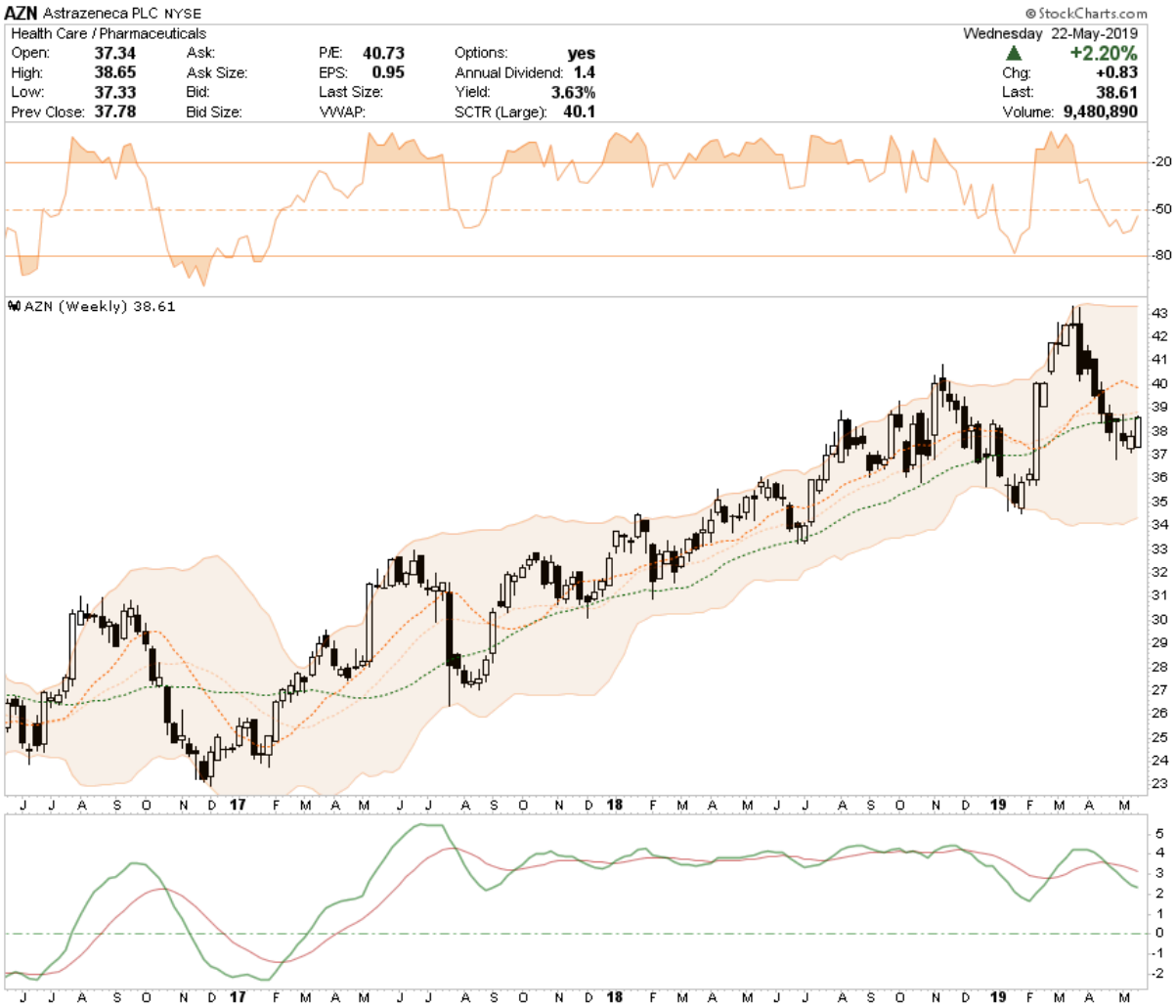
# LONG CANDIDATES

**ALE - Allete Inc.**




- ALE sold off to support recently and turned up and is testing previous highs.
- *Buy at $83.50 with a target of $100*
- *Stop level is $77.50*

**AZN - Astrazeneca**

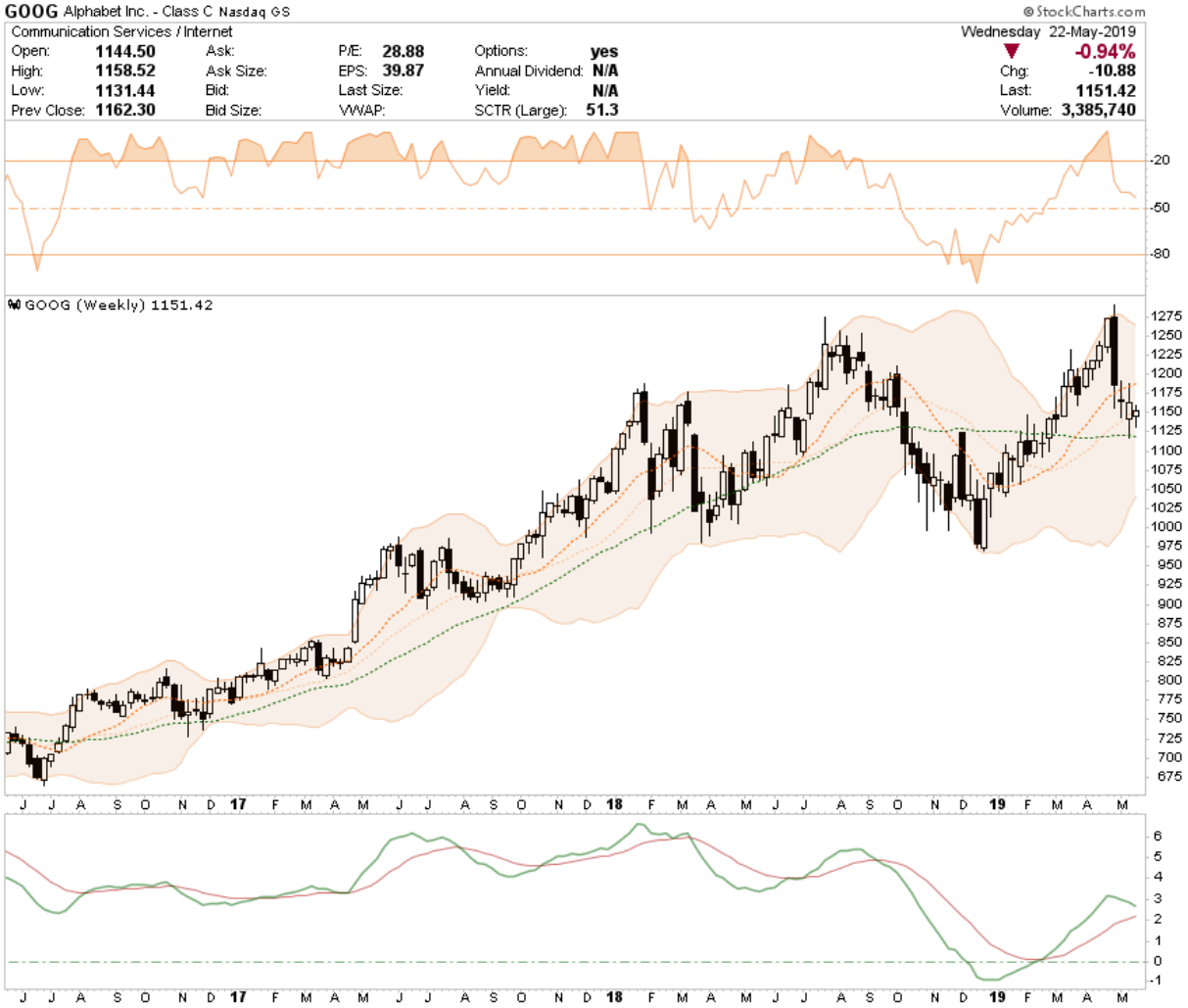



- *AZN sold off and broke support and is on a sell signal. However, we are currently seeing the early stages of a rotation into Healthcare so if AZN can break back above the 200-dma a trading position can be added.*
- *Currently AZN is oversold and is turning up.*
- *Buy at $39 with a target of $44.*
- *Stop-loss is currently $37*

**EGHT - 8x8, Inc.**

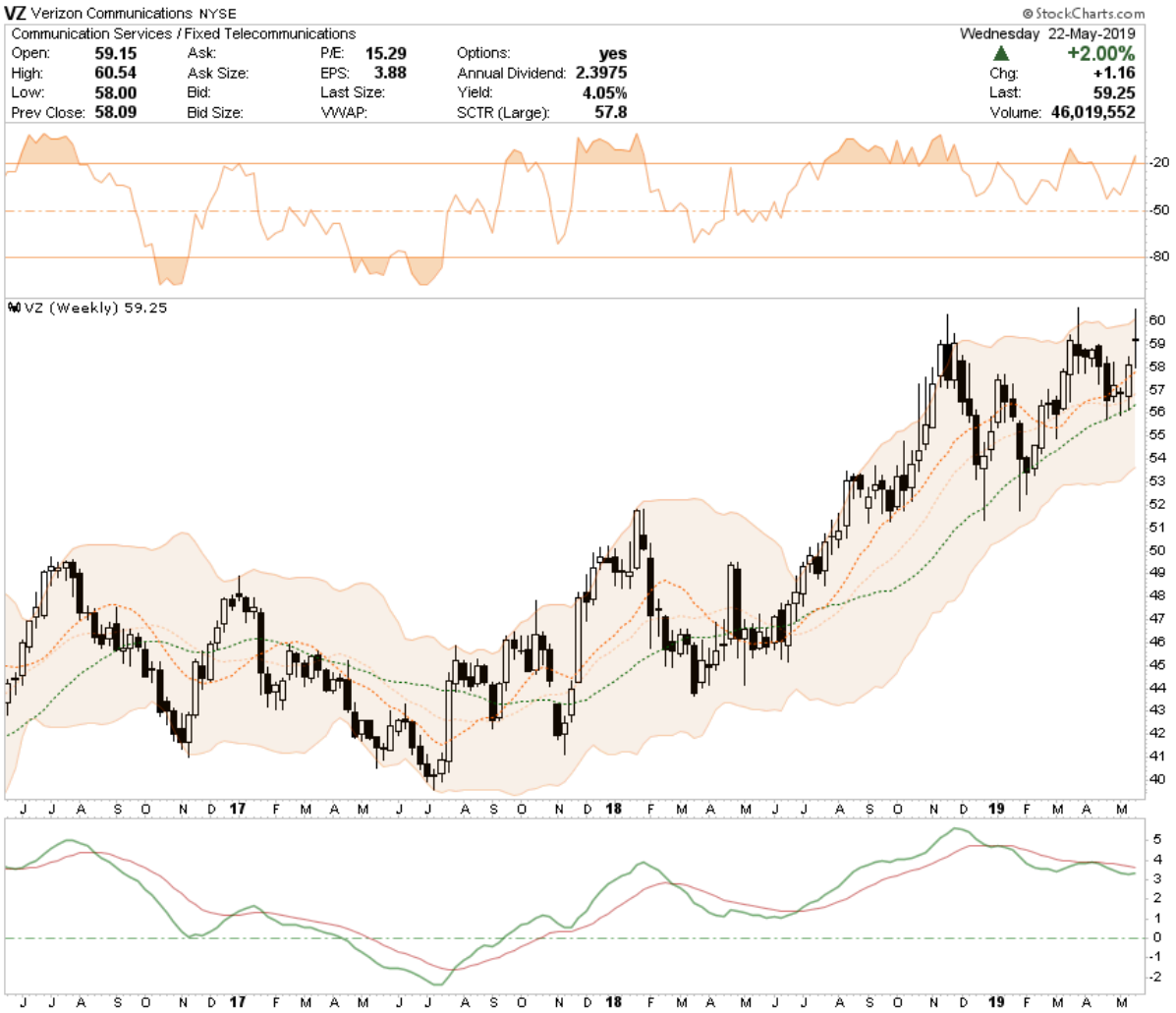
- *We previously recommended going long EGHT on a decent "trade" setup with a target of $23.*
- *That target was reached, so sell 1/3rd of the position and take profits.*
- *Stop-loss on balance of position is $22*

**GOOG - Alphabet, Inc.**




- *We previously recommended taking a position in GOOG on the break above the 200-dma.*
- *That rally has now failed and is retesting the 200-dma.*
- *For now GOOG remains on a buy signal which suggests a long-position can be entered with a decent risk/reward setup.*
- *Buy at current levels.*
- *Stop Loss is set tight at $1120*

**VZ - Verizon Communications**



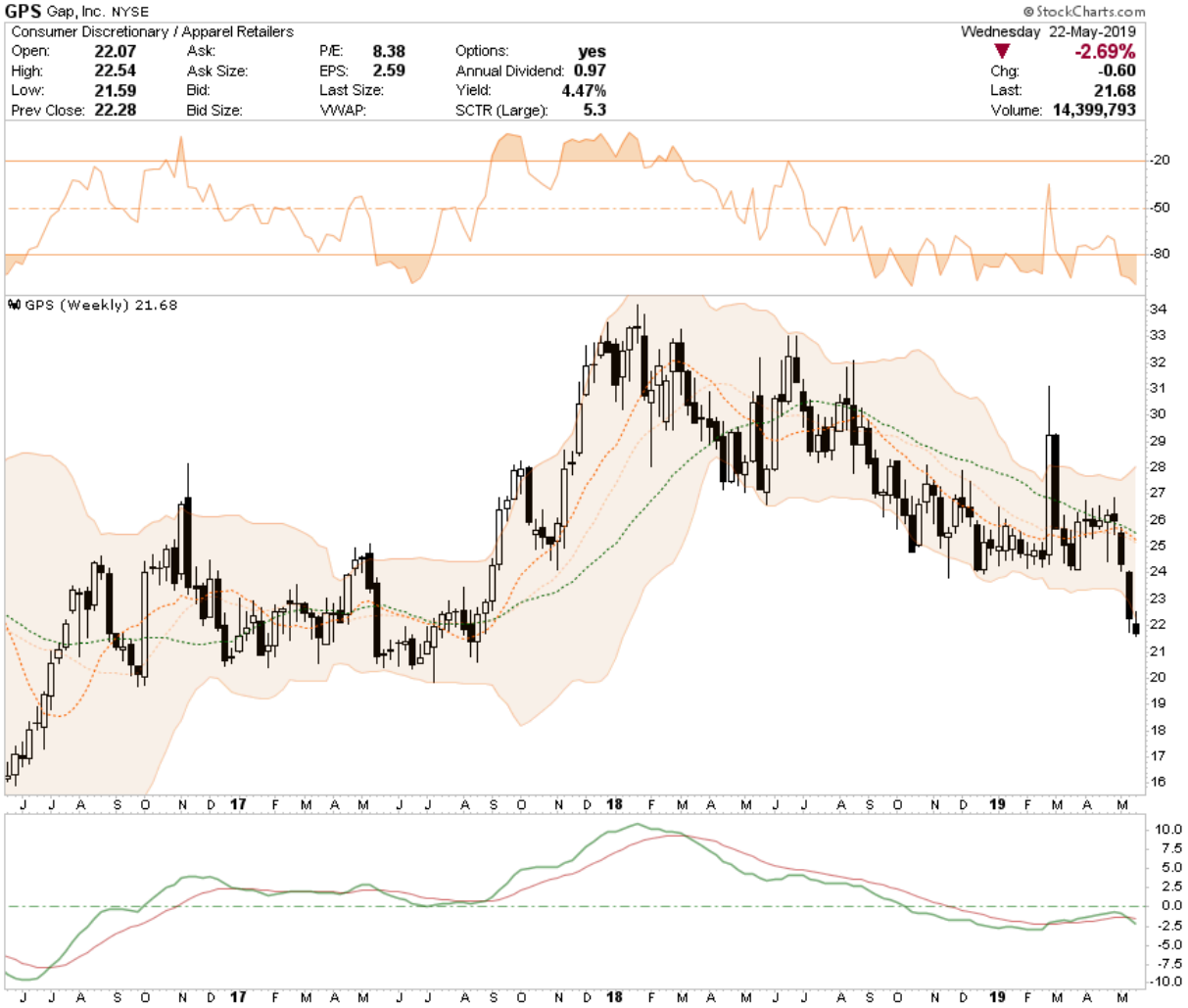

- *VZ is a long position in our equity portfolio currently.*
- *With VZ testing a triple top, we are looking to add to the position on a break out above that resistance level.*
- *Buy on confirmed breakout (must hold above) $61*
- *Stop loss is set at $56*

# SHORT CANDIDATES

### CAT - Caterpillar

- *CAT recently broke below its consolidation pattern and is now triggering a "sell signal."*
- *CAT is getting oversold short-term and is impacted from one-day to the next on "trade war" news.*
- *Look for a rally to $130ish to short CAT.*
- *Target for trade is $100*
- *Stop-loss is set at $135*

**GPS - Gap, Inc.**




- *The retail sector is and will remain under pressure from both the slowing economy and from the resurgence of the trade war.*
- *Short on any rally to $24*
- Target for trade is $16
- *Stop loss is $26*

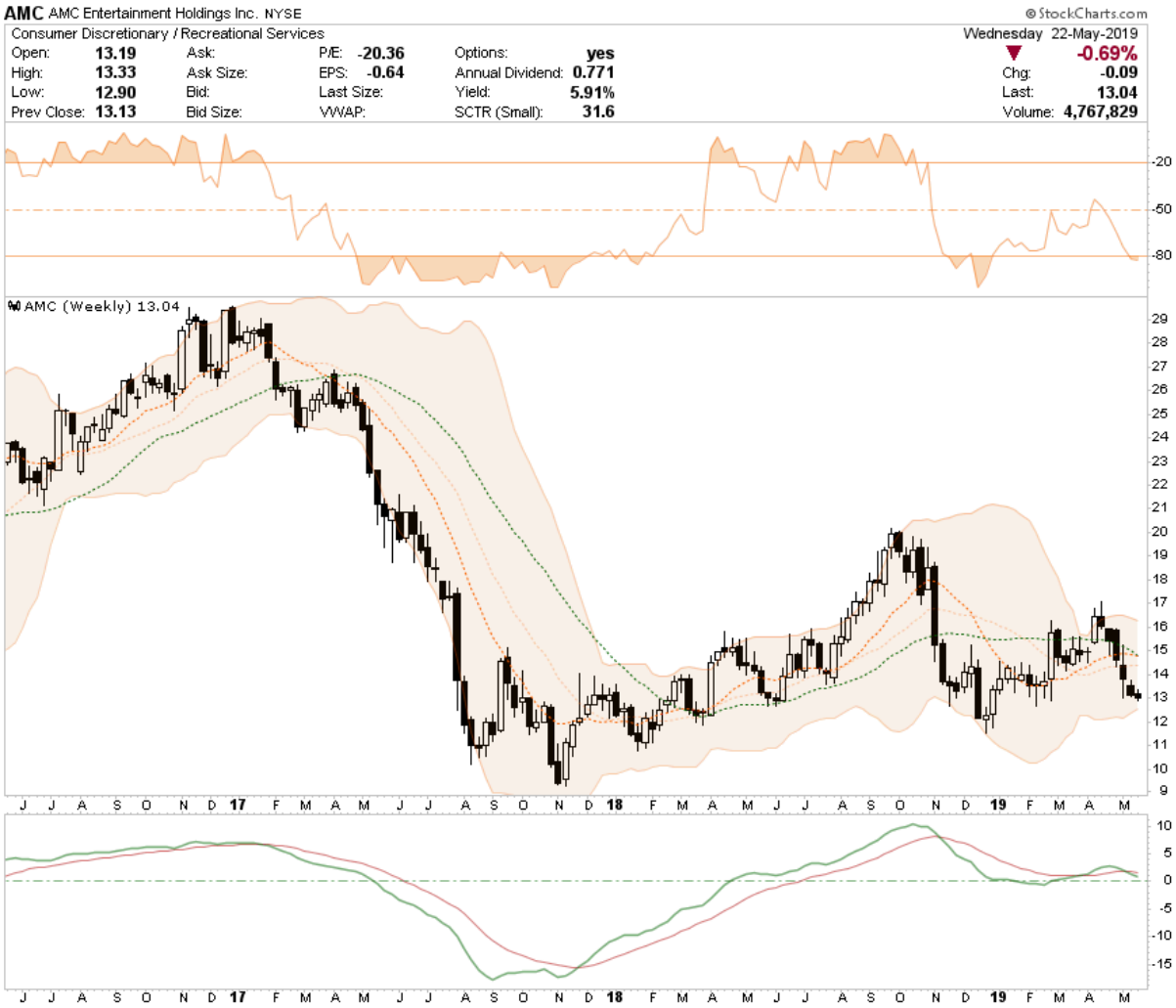
**TSLA - Tesla, Inc.**

- *We recommended shorting TSLA a couple of weeks ago as it broke long-standing support. To wit:*
- *"There is a high risk of disappointment in this earnings seasons report particularly as auto sales have declined. TSLA continues to struggle in a downtrend of the 50-dma and the $260 level is extremely critical support.* ***However, if the $260 level is broken, the downside will be fast and furious and unshortable at that point. Short at current levels with a stop @ $290."***
- *The break and furious sell-off did occur and now the brokerages are piling on.*
- *Our target was initially set at $190 which has now been reached so close out 1/2 of the position and look to re-short TSLA on any rally back to $250/*

**ROST - Ross Stores**

- *ROST is close to signaling a sell signal and is susceptible to both the trade war and consumer spending contraction.*
- *The set up currently for shorting is "not ideal." Therefore, be a little patient and wait for a break of the 200-dma.*
- *Short at $92.*
- *Stop is set at $95*
- *Target for the trade is $77.50*

**AMC - AMC Entertainment**




- *Movie theaters are impacted by constrained consumer spending. Plus, with the continuing ramp up of online streaming services, the need to go to movie theaters is fading.*
- *The recent rally to $17 failed and AMC is now close to triggering a "sell signal."*
- *The shorting setup is not great but there is a reasonable risk reward tradeoff.*
- *Short below $13*
- *Set stops at $15*
- *Initial target for trade is $9*