

Stan's comment:

Air Products & Chemicals (APD-NY-63.20) is in a powerful Stage 2 uptrend but, near term, it's becoming extended. Do additional buying on pullbacks toward support now near 61, and protect with a 59.49 trading sell stop and a 54.99 investing stop.

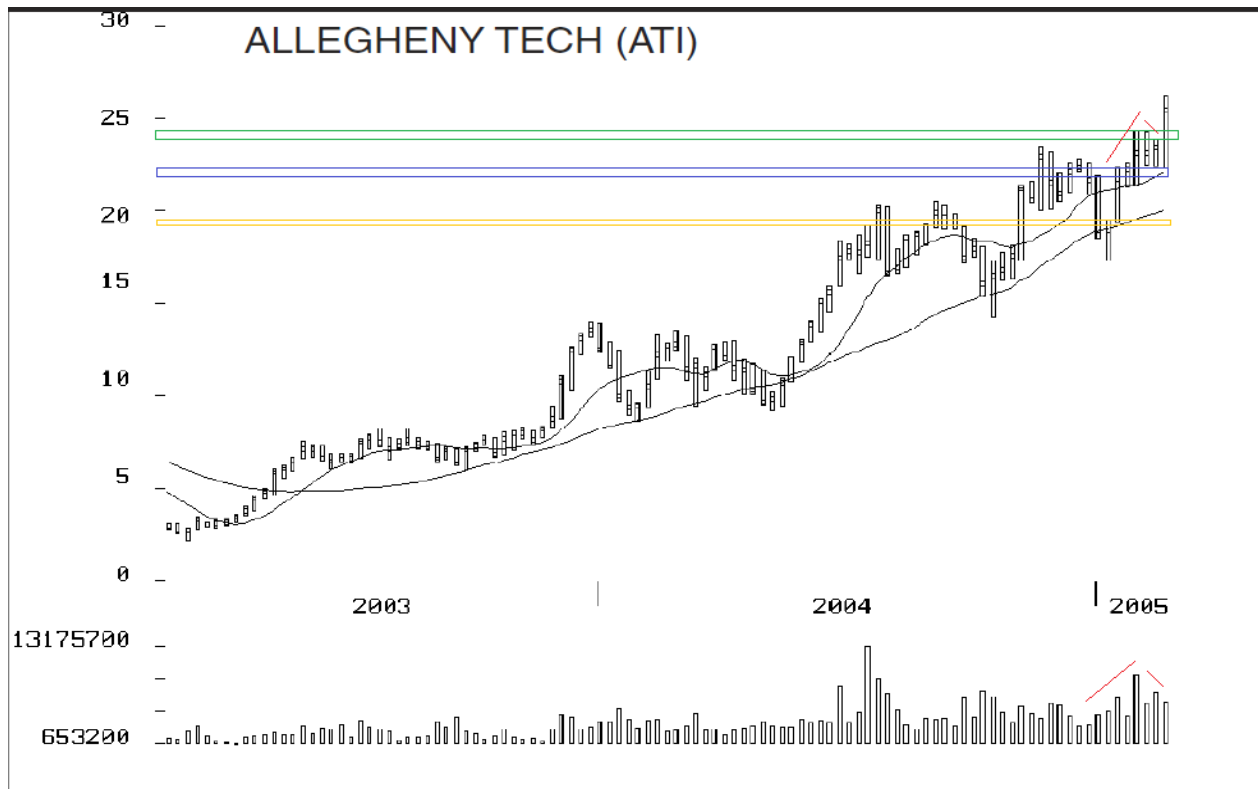
My comment:

Chart rated as **2B** and the stock doesn't seem to have strong momentum. But the sector (Chemicals-Diversified) was rated **2B+** (that's why probably the stock was included in the Most Promising S&P Stocks section). The sector's chart looks very similar to this stock's chart.

The stock is extended as it broke out of congestion area around 60-61 level (created by only two weekly bars). The highs of this congestion area serve as a support. Trading Stop is 2.5 percent below this support level (just under the lows of the weekly bars in the congestion 60-61 area) and Investing Stop is 10 percent below this level (slightly below 30MA).

Volume seems to be below average but lower during pullbacks and higher during rallies what suggest that the trend is healthy.

There is no overhead resistance nearby.



Stan's comment:

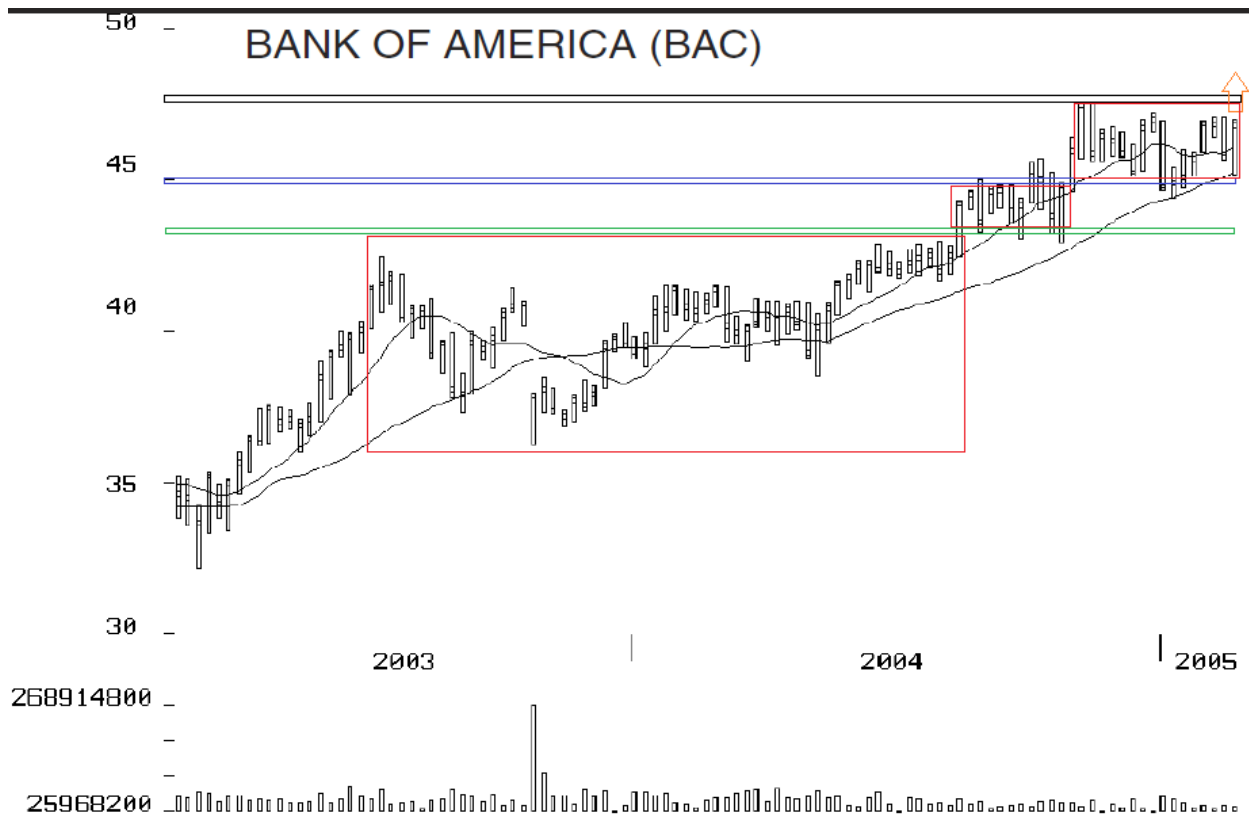
Allegheny Technologies (ATI-NY-25.46) has just flashed a repeat positive signal. Do additional buying from here back toward support near 24. Set the trading sell stop at 21.99 and raise the investing stop to 18.49.

My comment:

Chart rated as **2B+**, from the sector (Steel) that is also rated as **2B+**. The stock has a very strong momentum.

The stock is extended as it broke out of congestion area around 22-24 level (created by three weekly bars). The highs of this congestion area serve as a support. Trading Stop is 9 percent below this support level (just under the lows of the weekly bars in the congestion area) and Investing Stop is 20 percent below this level. The Investing Stop is quite far from the suggested entry point (24 USD level) but it still in line with Stan's overall strategy (below 30MA + the stock is strong).

Volume seems to be strong, decreasing during pullbacks and rising during rallies what suggest that the trend is healthy. There is no overhead resistance nearby.



Stan's comment:

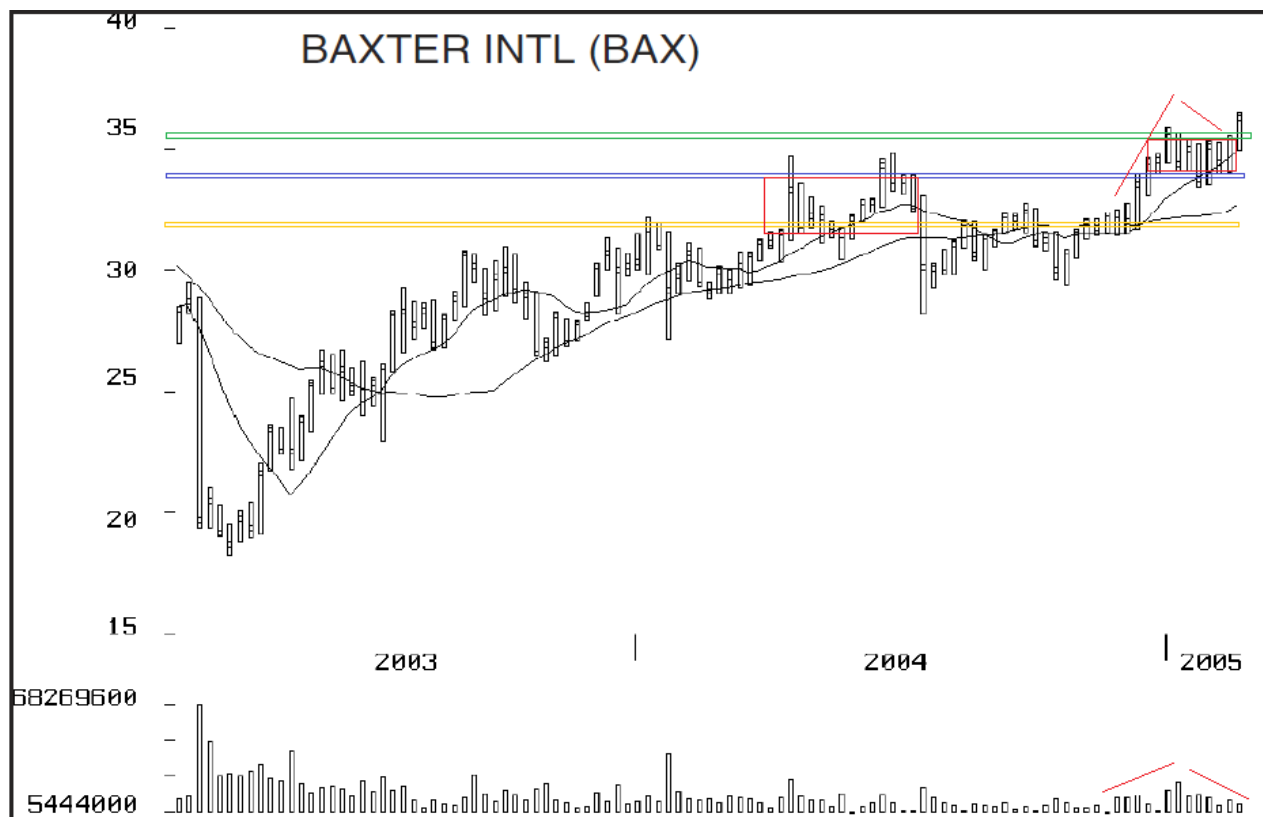
Bank of America (BAC-NY-46.79)
 is starting to shape up once again
 technically. Do buying on a close
 above 47.50, and protect with a 44.99
 trading sell stop and a 43.99 investing
 stop.

My comment:

Chart rated as **2B**, from relatively weak sector (Banking) rated as **2B-** or **3B** and not included in the Most Promising Sectors. The stock doesn't have a strong momentum (its price increased by 12 percent only in the last several weeks). From these reasons it's hard to understand why this stock was highlighted as one of the most promising.

The stock was recommended for buying when breaking out of congestion area around 45-47.5 level (created by the highs of several bars). Trading Stop is 5 percent below this support level (just under the lows of the weekly bars in the 45-47.5 congestion area, above the highs of 43-45 congestion area of Q3 2004 and below 30MA) and Investing Stop is 7 percent below this level (at the top of the big 2003-2004 base). The Investing Stop is quite close to the breakout area (47.5 USD level) probably because the stock is not extended but also not that strong (thus higher margin of safety required).

Volume is weak, below average. There is no overhead resistance nearby.



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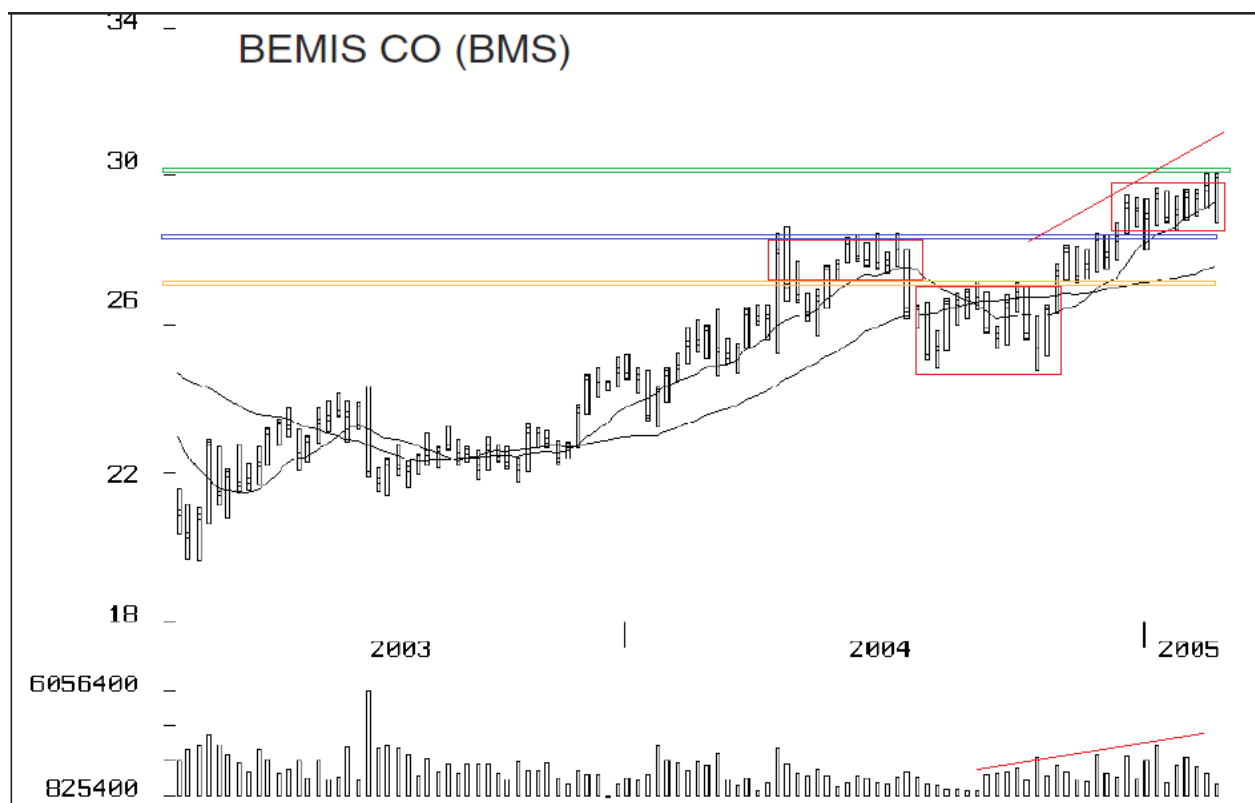
Baxter International (BAX-NY-36.24)
 is displaying excellent relative strength.
 Do additional buying from here back
 toward support near 35.50, and protect
 with a 33.89 trading sell stop and a
 31.99 investing stop.

My comment:

Chart rated as **2** (so early stage 2 stock) and probably from one of the Most Promising Sectors (Health Care Equipment **2B** or Health Care Facilities – **2+**). It is worth noticing that the bounce from 30MA happened only 2-3 month earlier (in Q4 2004) and the 30MA was almost horizontal during the second half of 2004.

The stock was recommended for buying around 35 level (created by the highs of few bars). Trading Stop is 4 percent below this support level (just under the lows of the weekly bars in the 34-35 congestion area and above the highs of 32-34 congestion area of H1 2004). The Investing Stop is 10 percent below 35 USD level and slightly below 30MA.

Volume seems to be strong, decreasing during pullbacks and rising during rallies what suggest that the trend is healthy. The nearest overhead resistance (established in the 1st half of 2004) was broken few weeks before.



Stan's comment:

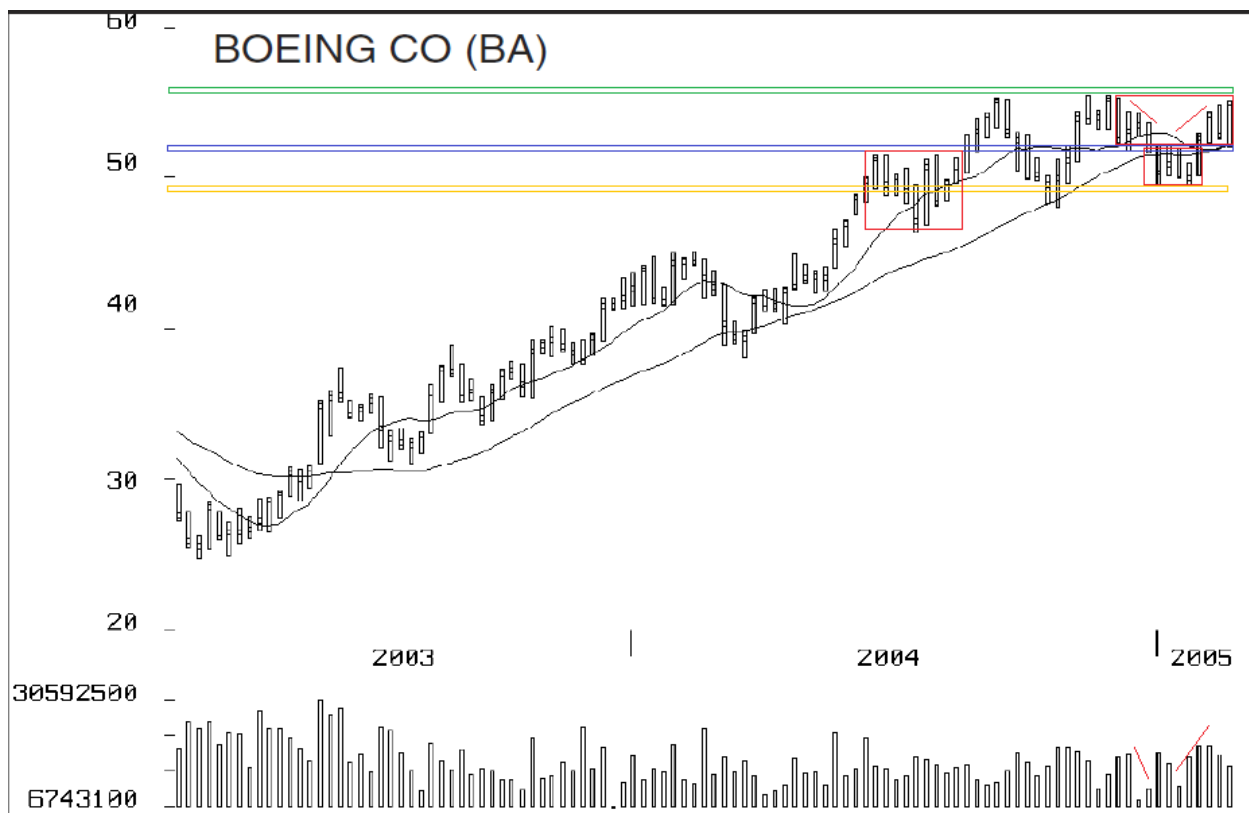
Bemis Co. (BMS-NY-30.01)
 will flash a repeat buy signal if it can now close above 30.05. Do additional buying if that breakout does occur. Set the trading sell stop at 28.69 and adjust the investing stop to 27.49.

My comment:

Chart rated as **2B** but I cannot verify the sector as the stock is not traded anymore. The repeated buy signal are the very last two weekly bars with the highs over 29 USD level (established by 8 weekly bars at the turn of 2004/2005).

The stock was recommended for buying after breakout over 30 USD level (created by the highs of these two recent bars). Trading Stop is 4 percent below this breakout level (just under the lows of the weekly bars in the 28-30 congestion area and above the highs of 27-28 congestion area of H1 2004). The Investing Stop is 8 percent below 30 USD level, slightly below 30MA and at the top of the highs of the H2 2004 base).

Volume seems to be strong and increasing along with the stock price. The nearest overhead resistance (established in the 1st half of 2004) was broken few weeks before. You can also notice a Double-Bottom in the middle box and the stock broke out from this formation just few months before. That could be even better opportunity to place a buy order as it coincided with 30MA intersection on good volume.



Stan's comment:

Boeing Co. (BA-NY-54.99)

has shown considerable improvement during the past 30 days and is now in fine technical shape. Do buying on a close above 55.50, and protect with a 51.99 trading sell stop and a 49.49 investing stop.

My comment:

Chart rated as **2B** but the Aerospace & Defense sector was included in the Most Promising Groups with **2B** rate. The price in the last few weeks bounced over 10MA and 30MA on rising volume (a kind of pocket pivot bar which is crossing both MAs at solid volume is visible).

The stock was recommended for buying after breakout over 55.50 USD level which is a clearly visible resistance level. Trading Stop is 6 percent below this breakout level and just under the lows of a few weekly bars in the 51-55 congestion area. The Investing Stop is 10 percent below 55.5 USD level, below 30MA and just below small 49-51 congestion area.

Volume seems to be average, but is decreasing during pullbacks and rising during rallies what suggest that the trend is healthy. After the breakout over 55.5 level the overhead resistance would be finally broken giving a strong buy signal.

The lows in the small 49-51 congestion area held above previous lows at 48 (see two bars in Q4 2004 touching 30MA). This was a signal of strength of the bulls. The only missing ingredient was the breakout above 55.5 level that would confirm the continuation of the uptrend.

