

## TECHNICAL CHARTING OPINION

**eResearch Corporation** is pleased to feature a technical opinion by Chris Kimble of Kimble Charting Solutions.



Mr. Kimble states, on his website [www.kimblechartingsolutions.com](http://www.kimblechartingsolutions.com), that his goal for his investment research is to:

... help people to enlarge portfolios regardless of market direction by looking for patterns at extreme points of "exhaustion" with a high probability of reversing, called TBNM: tops, bottoms, no middles. The intent is to simplify the decision-making process.

Mr. Kimble has been in financial services for over 30 years.

His research is intended to simplify investment decisions and increase confidence with charts that are clear as to the pattern at hand and action to take. His strategy is to look for chart patterns at extreme exhaustion points that have a high probability of reversing. These extremes reflect excess fear and greed of global investors and, therefore, they can be capitalized upon.

By providing research showing markets at extremes of long term resistance or support, and including bullish/bearish sentiment readings when available, Mr. Kimble attempts to help investors simplify their decision-making, reduce risk, increase confidence, and improve results.

Today's article begins on the following page, and is entitled:

### **Ole Doc Copper**

You can access his website and subscribe to his service at the following link:  
[www.kimblechartingsolutions.com](http://www.kimblechartingsolutions.com)

**Note:** All of the comments, views, opinions, suggestions, recommendations, etc., contained in this Article, and which is distributed by eResearch Corporation, are strictly those of the Author and do not necessarily reflect those of eResearch Corporation.

Tuesday, January 24, 2017

## Ole Doc Copper

(To enlarge the chart below, place cursor on chart, and <Ctrl-Click>)

Some feel the price action of Copper is important to watch, because it could send important macro messages, about world-wide growth or lack thereof.

Since 2011, Ole “Doc Copper” has been very weak, no question about it. During this weakness, the S&P 500 has continued to move higher. So, is the price action of Doc Copper not useful or relevant anymore?

The chart below looks at the ratio of Copper to the S&P 500:



Doc Copper has clearly been weaker than the S&P 500 since 2011 and the long-term trend remains down, as the ratio continues to create a series of lower highs and lower lows.

The short-term trend is attempting to turn higher as the Copper/SPY ratio is testing a cluster of resistance at (1).



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If a break-out happens, the suggested message would be to go long Copper and Short the S&P 500, if one is comfortable with a pair trade. Other potential beneficiaries could be FCX, RIO, or JJC.

Even though Ole Doc Copper might not have sent a valuable message to the S&P 500 over the past 6-years, we humbly feel if a break-out takes place at (1), investors should be aware of opportunities that could present themselves in the hard hit sector.

BW: In Canada, a ``copper`` stock worth watching is HudBay Minerals (HBM), which is up sharply today.

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