

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, 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:

Transports: Similarities to 1999 and 2007 Patterns

You can access his website and subscribe to his service at the following link:

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.

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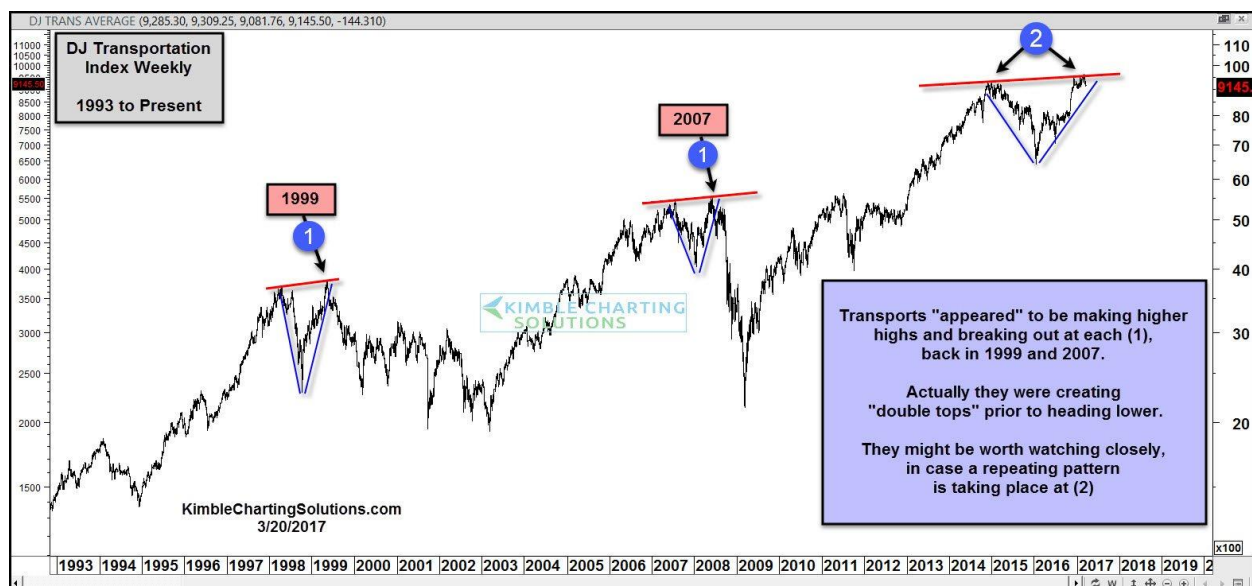
Transports: Similarities to 1999 and 2007 Patterns

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

The chart below looks at the Dow Jones Transportation Index over the past 20-years. Before we discuss the chart below, let me be clear about this, the trend at this time remains up.

The focus of this chart is what the highs in 1999 and 2007 looked like.

As you can see, in 1999 and 2007, the transports made attempts to break out above old highs and, each time, it did make a “moderate new high” at (1). Then weakness came in, breaking support and selling picked up speed.



As mentioned earlier, the trend remains up in the transports and they are attempting to break out to new highs. It would take very little gains to create a break-out.

As Transports are attempting to break out, the current pattern looks a little like prior highs in 1999 and 2007 at (2).

Breakout above resistance at (2) = Positive move for this key sector.



The break-down of short-term rising support at (2) could cause selling pressure to increase and could make the current pattern start looking all the more like 1999 and 2007.

Transports are in a tight stop, caught between overhead resistance and short-term rising support at (2). Which one is taken out (breakout/breakdown) should send an important message to the broad markets.

***e*Research Corporation**

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