



**August 31, 2017**

**Traders Club Investor Monthly Newsletter, End of the Month Review and Outlook**

You can find past Newsletters and the helpful resources in your member area

- <http://2tradersclub.com/member-investor/>
- Passcode: **33773**

**Market Sentiment:**

Primary Trend: **Bullish** • Intermediate Trend: **Bullish** • Minor Trend: **Bullish**

Dear Investors,

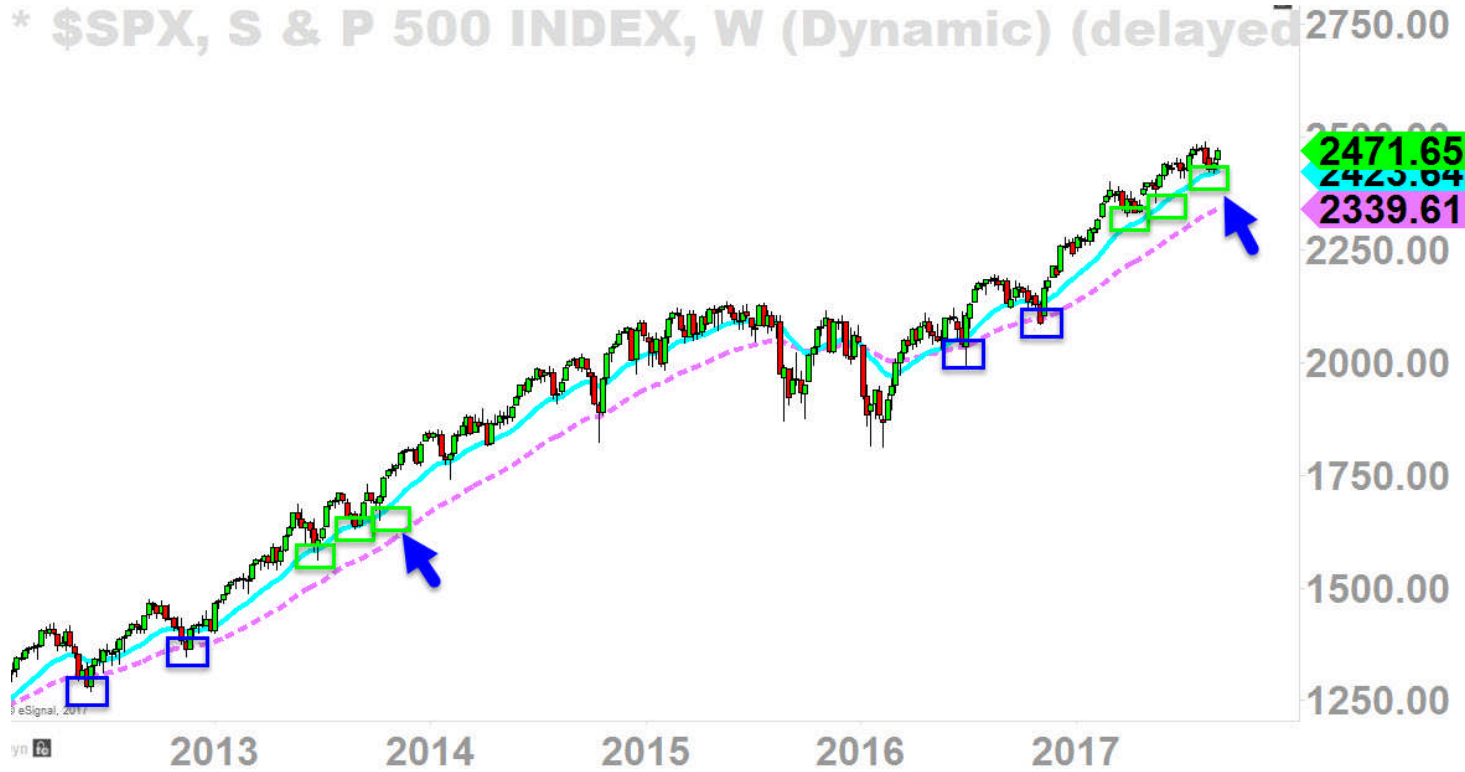
August definitely was a volatile month, but nothing we should worry about as far as the overall primary-term trend is concerned. S&P 500 saw, measly, 2.87% correction which is nothing for us market investors. Overall market is still in an uptrend and healthy and valid. We do not have any major reversal signal and I continue to expect the market to rally remainder of this year, of course, with its minor-term ups-and-downs. I see a bullish rally this month now that we scared the crap out of the short-term traders with last week's volatility.

Below daily-chart shows us that S&P 500 is still in this rising-channel uptrend – which is a good sign in the intermediate-term.

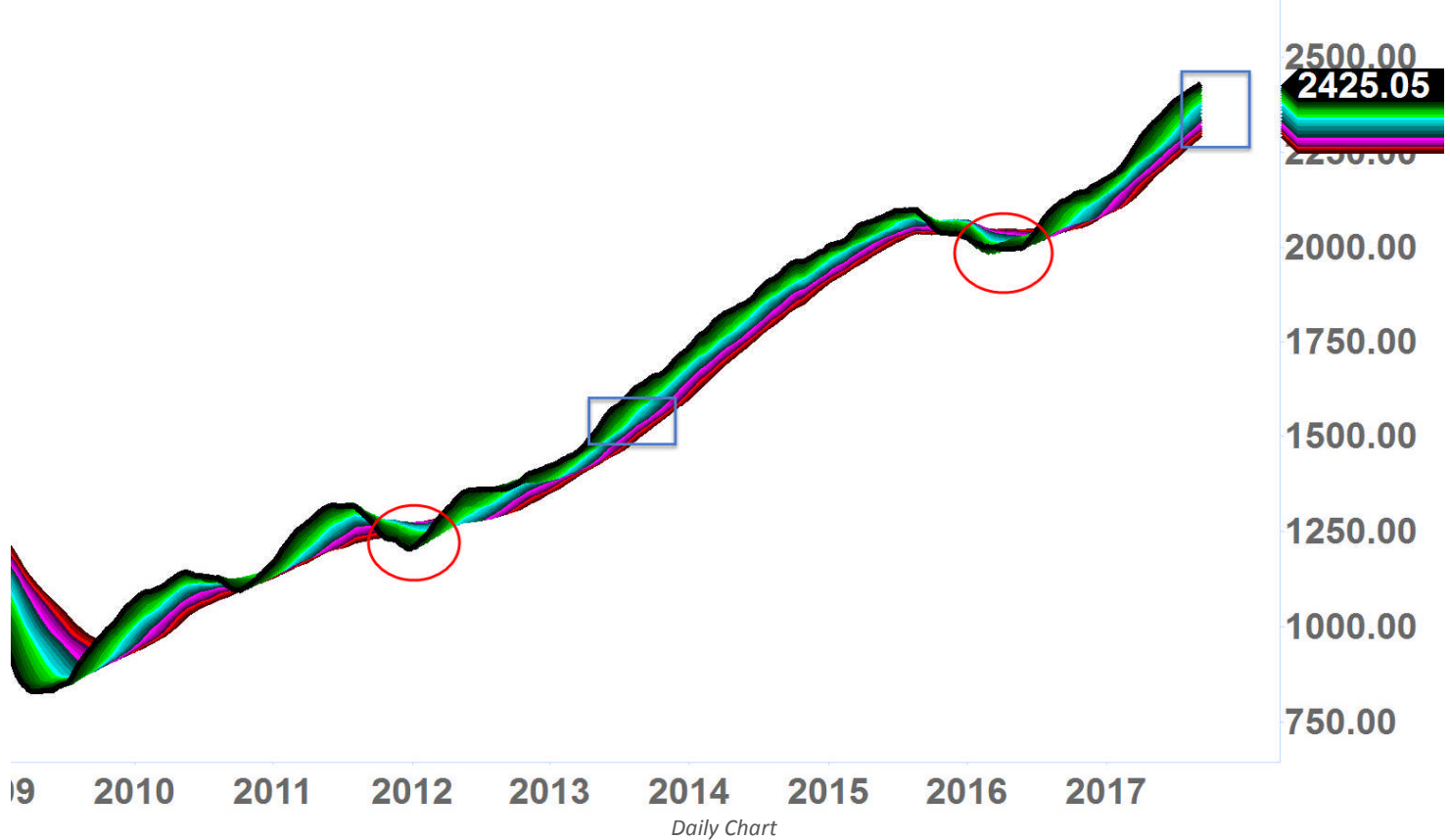
\* **\$SPX, S & P 500 INDEX, D (Dynamic) (delayed)**



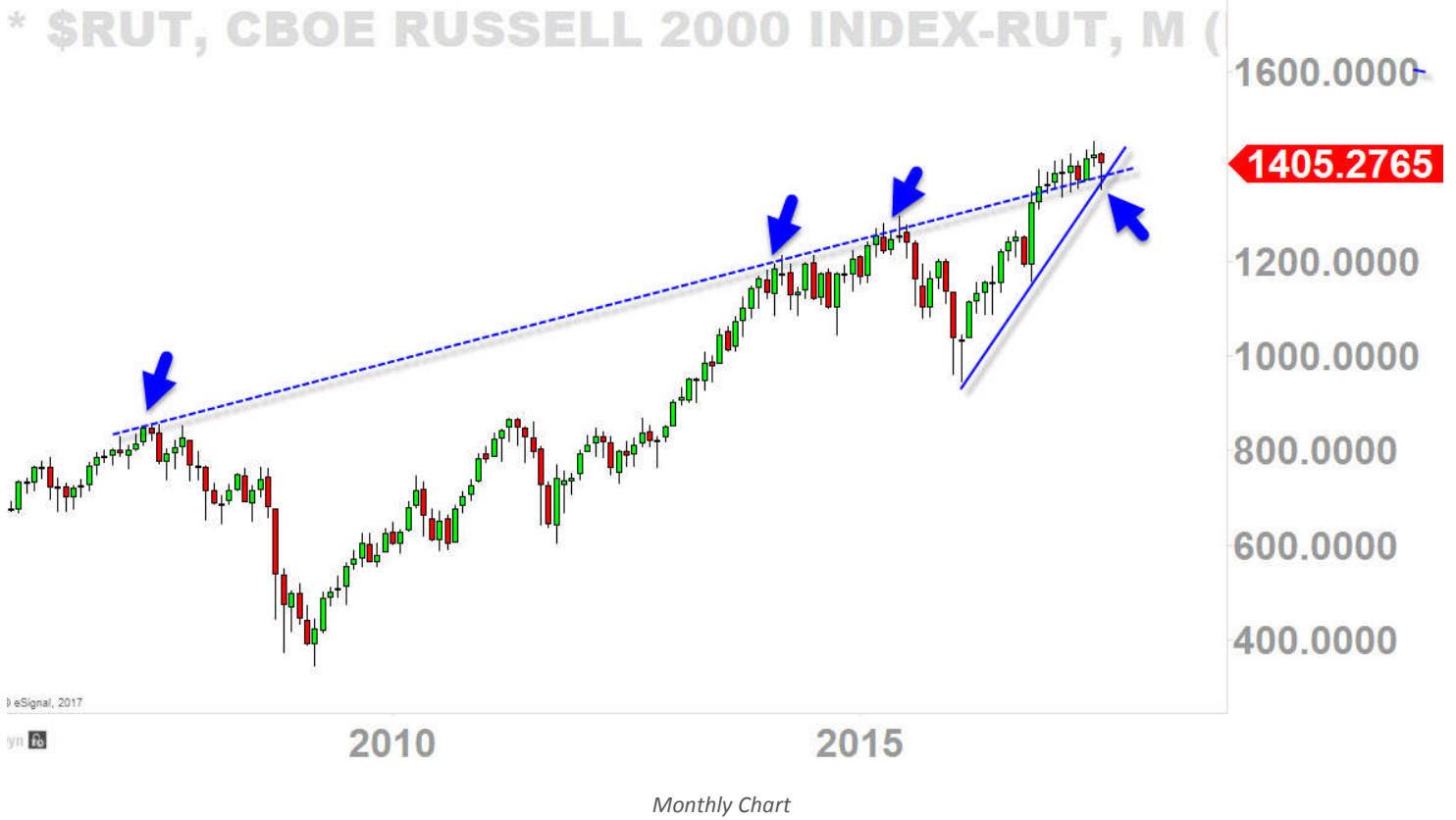
On this weekly-chart S&P 500 held rising 20EMA (arrow) and bouncing, which is good sign for the long-term buyers on the overall market.



In this chart I've completely remove the price action to eradicate noise, and only displaying moving averages; it tells us we are in a strong uptrend.



Russell 2000 (small-caps) continues to show adamancy as the price is staying up above the rising-pivot and the rising-support line. There was lot of commotion around the small-caps this month, but as you can see in this chart nothing has changed since last month's sentiment. This is still very much bullish signal – since I am holding many small-cap stocks in my investment portfolio, I am eager to see some strong growth on the small-caps in the next 6-12 months here.



*LIST FOR THE INVESTMENT HOLDINGS*

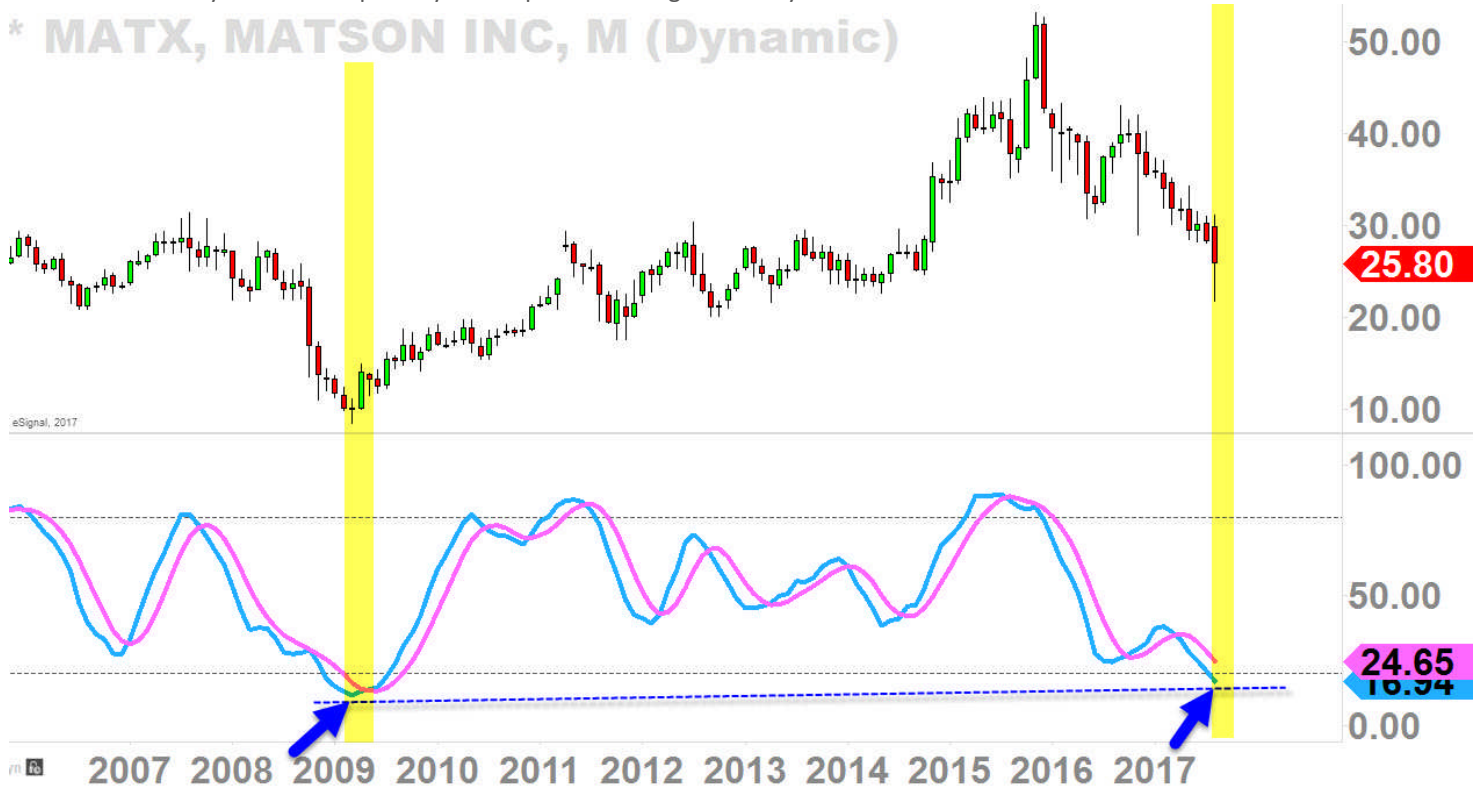
*\*ALL CHARTS ARE 'MONTHLY' UNLESS SPECIFIED*

## 1) Matson: MATX (Shipping Services) *Holding since 28.55*

MATX did see a steep decline this month currently trading at 25.80 as of today.

- Extremely oversold condition
- Pretty much 10-month straight downside move
- Technically it is still in a primary-term uptrend as long as we stay above 20

### \* MATX, MATSON INC, M (Dynamic)

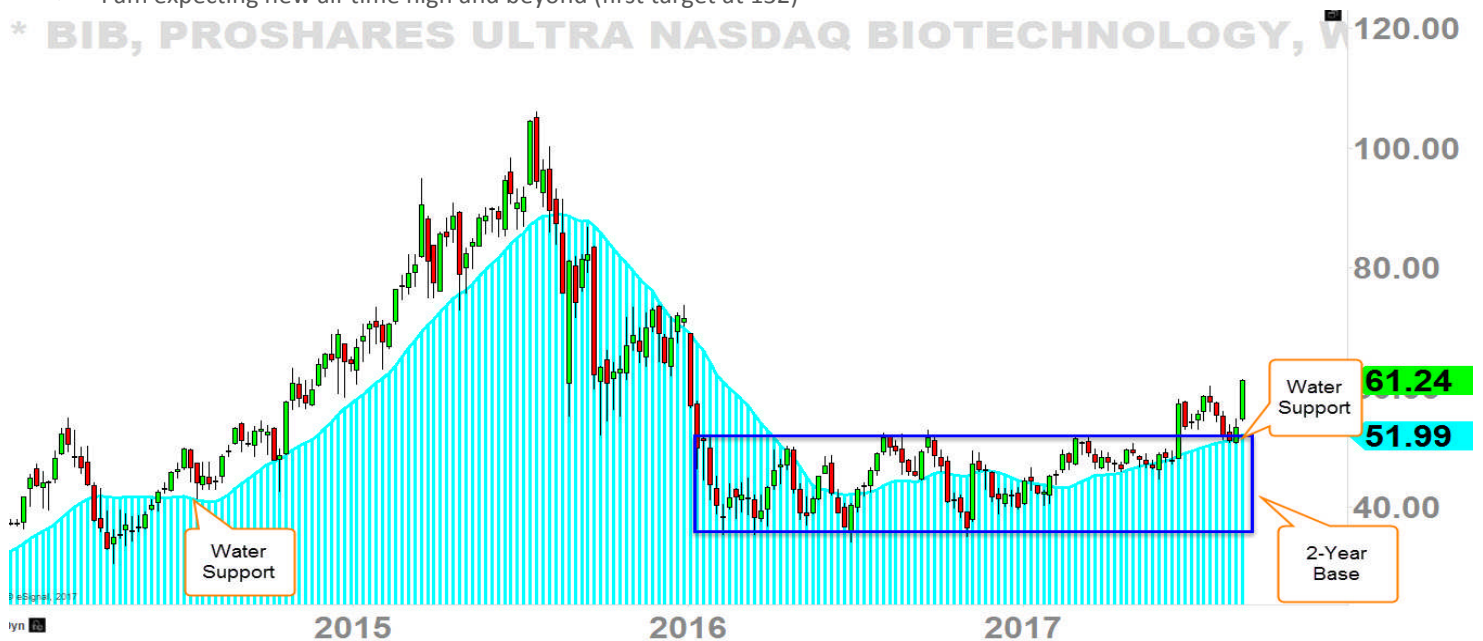


## 2) Biotech Index Fund: BIB *Holding since 51.00*

This is a newly acquired position (Stock Pick sent out to you on 8/18/17)

- Broke out of the "2-Year Base" and retested
- "Water Support" held and bounced
- I am expecting new all-time high and beyond (first target at 132)

### \* BIB, PROSHARES ULTRA NASDAQ BIOTECHNOLOGY, W

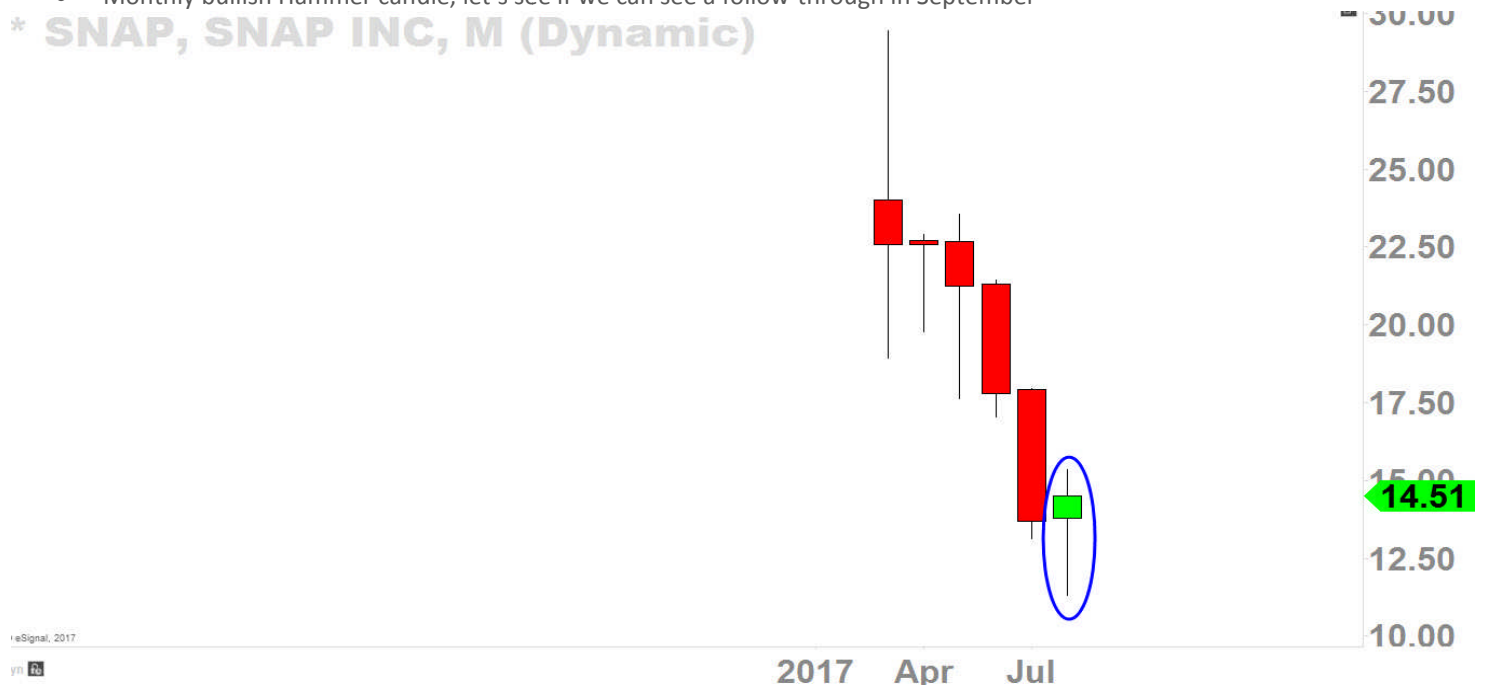


### 3) Snap: SNAP (Social Media) *Holding since 13.20*

Another newly acquired position (Stock Pick sent out to you on 8/16/2017)

- Watch the video analysis (if you haven't already)
- First green monthly candle
- Monthly bullish Hammer candle, let's see if we can see a follow-through in September

#### \* SNAP, SNAP INC, M (Dynamic)

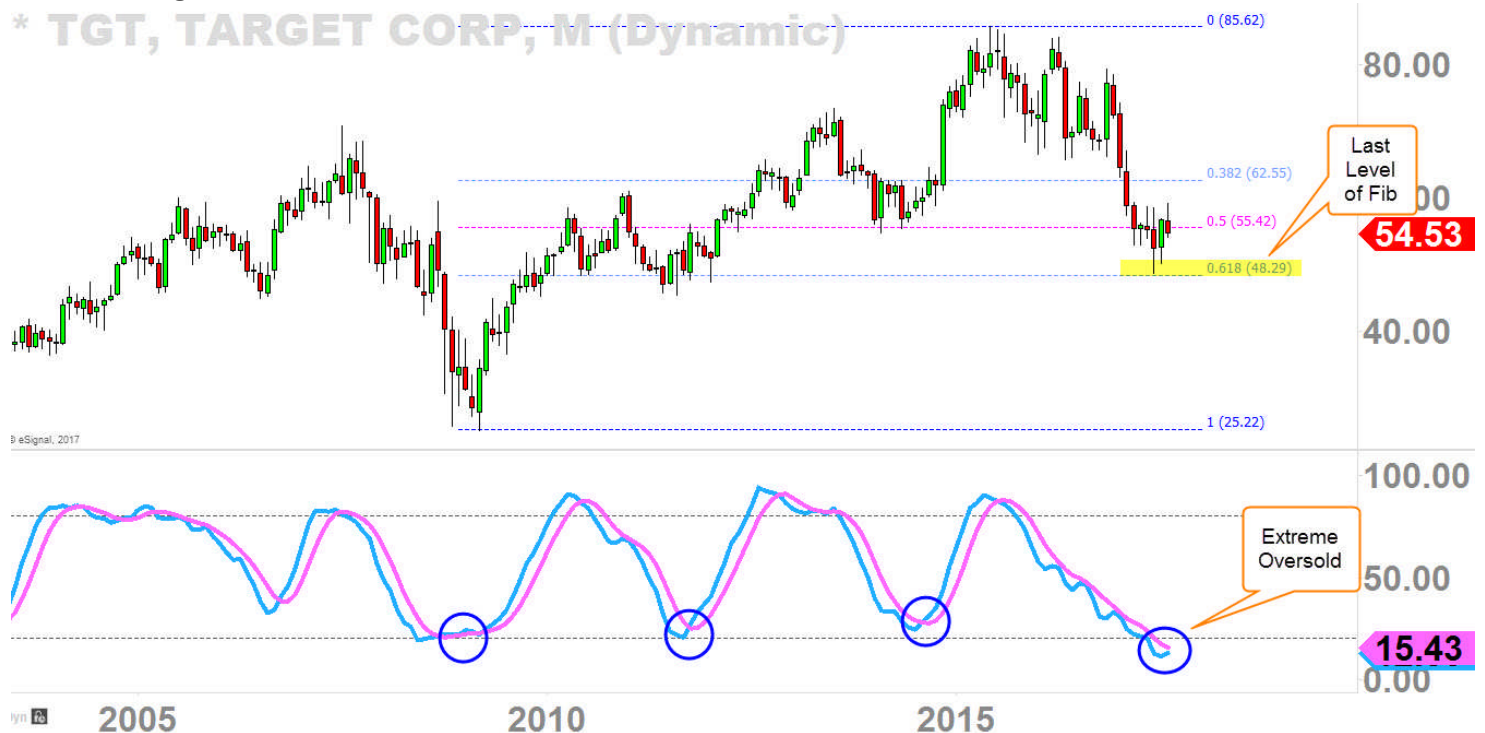


### 4) Target: TGT (Retail) *Holding since 56.31*

Another newly acquired position (Stock Pick sent out to you on 8/17/2017)

- "Extreme oversold" condition (Oscillator at historical low)
- Last three months, selling seems to be slowing down
- Holding the "Last Level of Fib" so far

#### \* TGT, TARGET CORP, M (Dynamic)

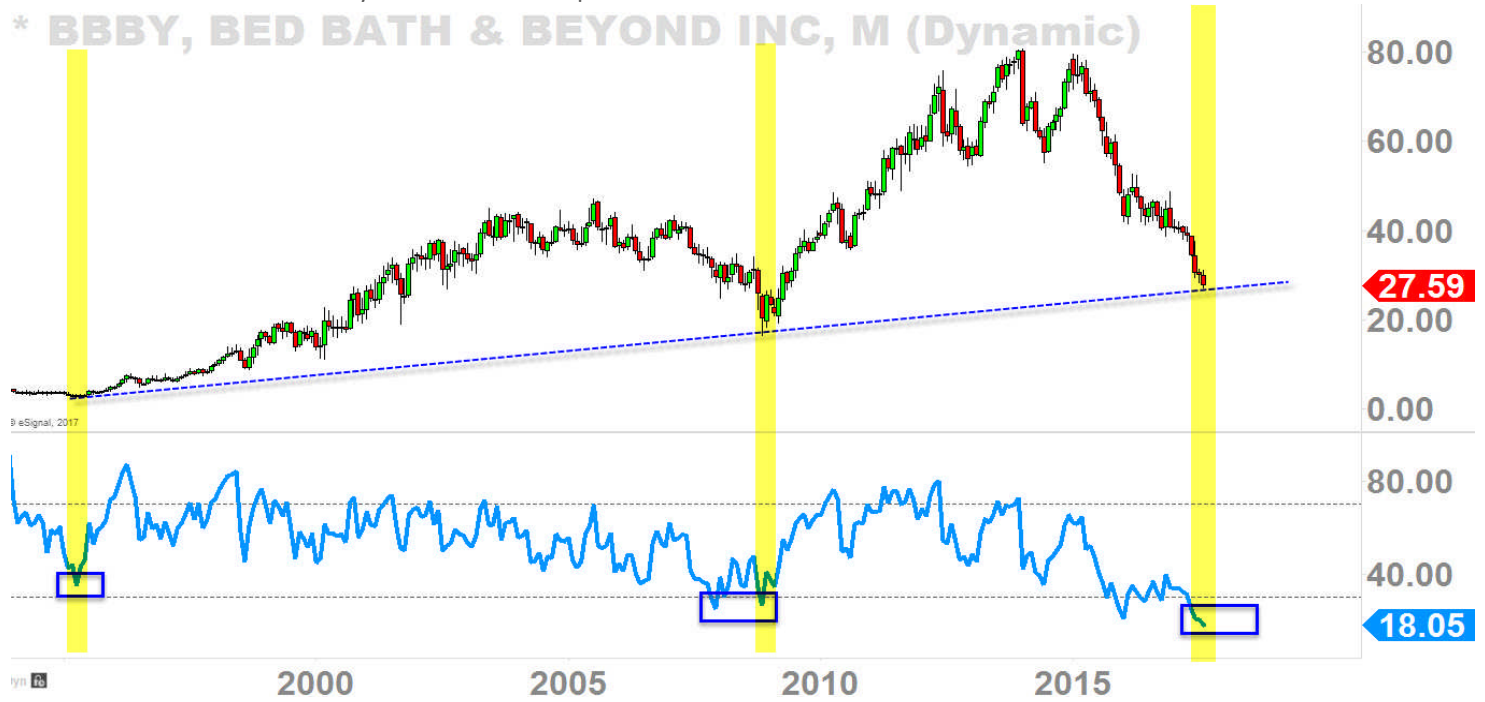


## 5) Bed Bath & Beyond: BBY (Retail) *Holding Since 29.62*

My RSI oscillator is now entering all-time historical low

- Extremely oversold condition = long-term buy signal
- Still working with rising uptrend support
- Let's see if we can finally see a bounce in September

### \* BBY, BED BATH & BEYOND INC, M (Dynamic)

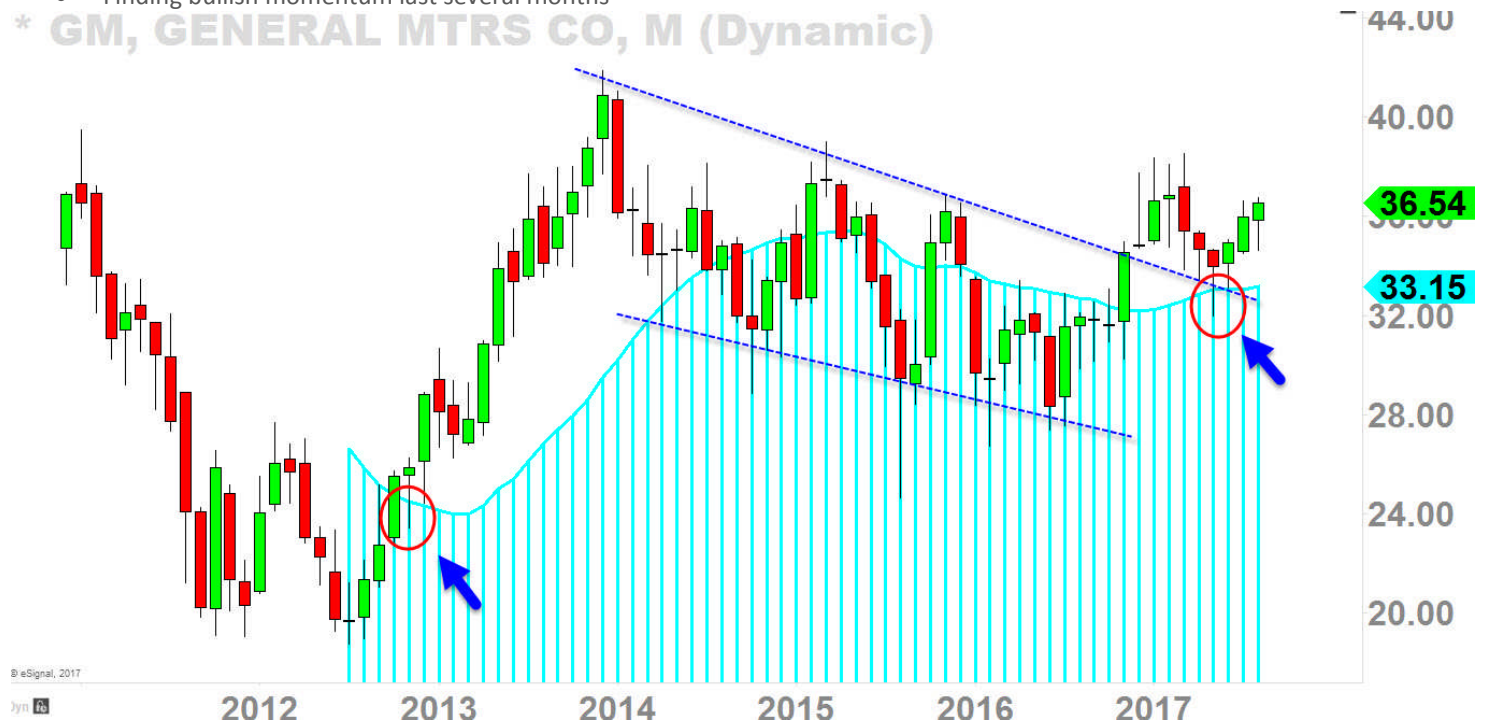


## 6) General Motors: GM (Automaker) *Holding since 34.51 & 34.85*

GM continues to act well here even in the volatile month we've had in August

- Finding strong support above the Water (see arrow)
- Finding bullish momentum last several months

### \* GM, GENERAL MOTORS CO, M (Dynamic)

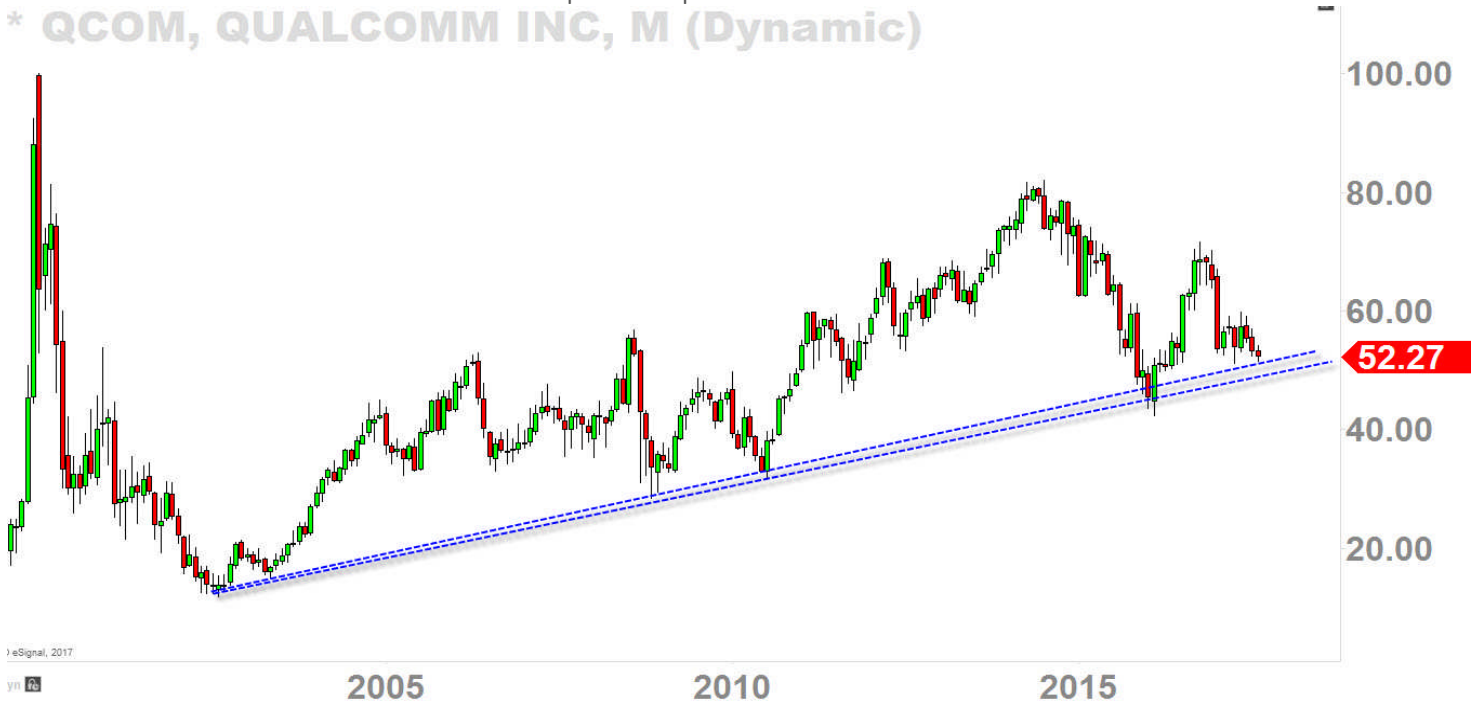


**7) Qualcomm: QCOM (Digital Communication)** *Holding since 58.34*

QCOM continues to be lethargic here

- Still retesting major primary-term uptrend support level
- Let's see if we can find some move to the upside in September

\* **QCOM, QUALCOMM INC, M (Dynamic)**



**8) CA Inc: CA (Business Software)** *Holding since 30.62 & 31.28*

Actually CA did well in August

- Still working with 17-year base
- Rising uptrend-support line holding (arrow)
- Let's see if we can see a follow-through in September

\* **CA, CA INC, M (Dynamic)**



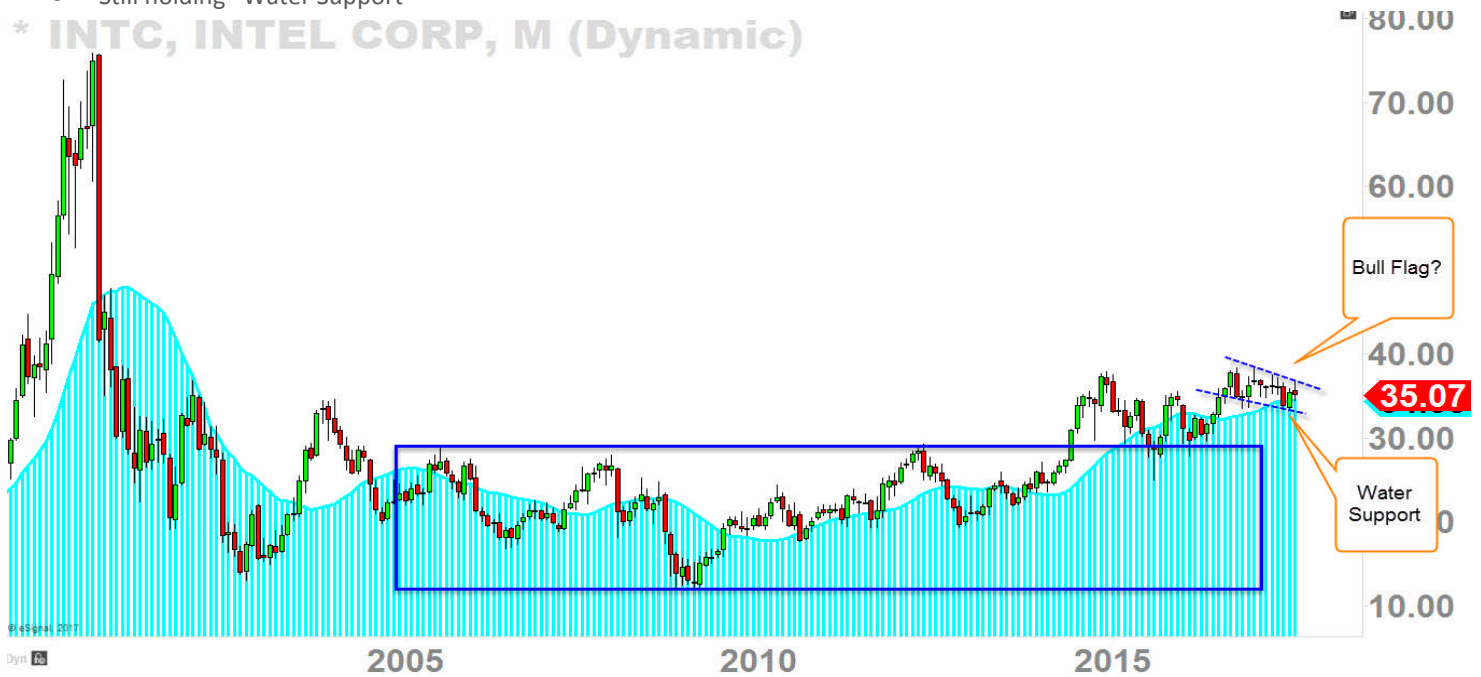


### 9) Intel: INTC (Computer Chips) *Holding since 35.05 & 36.21*

INTC has been consolidating for nearly 12-months now

- Possible “Bull Flag” formation (very bullish signal upon breakout)
- Because it’s been consolidating for 12-months, the breakout bullish move could also be 12-months
- Still holding “Water Support”

#### \* INTC, INTEL CORP, M (Dynamic)

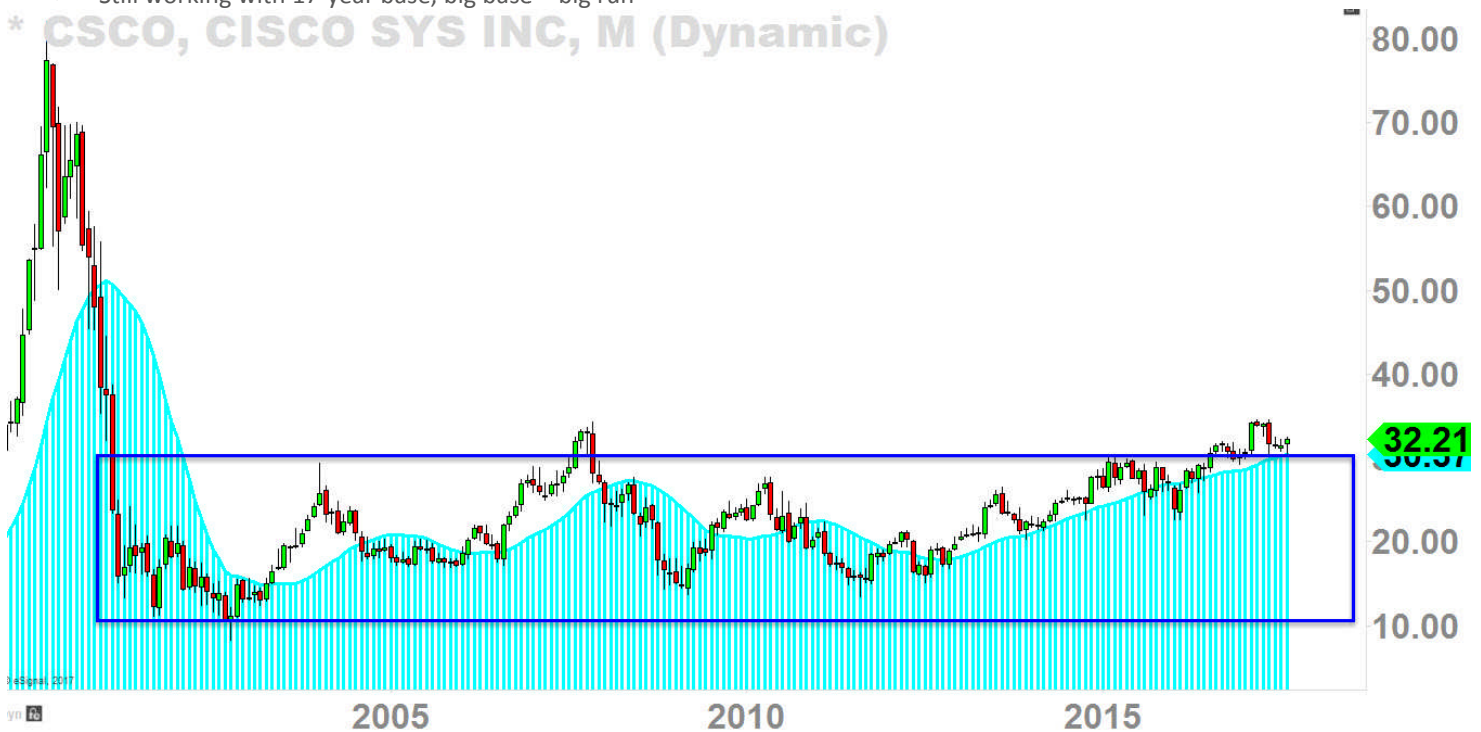


### 10) Cisco: CSCO (Communication Devices) *Holding Since 31.93*

CSCO is getting ready for an uptrend development

- Holding above the Water
- Technically it has been in a uptrend since 2013
- Still working with 17-year base, big base = big run

#### \* CSCO, CISCO SYS INC, M (Dynamic)

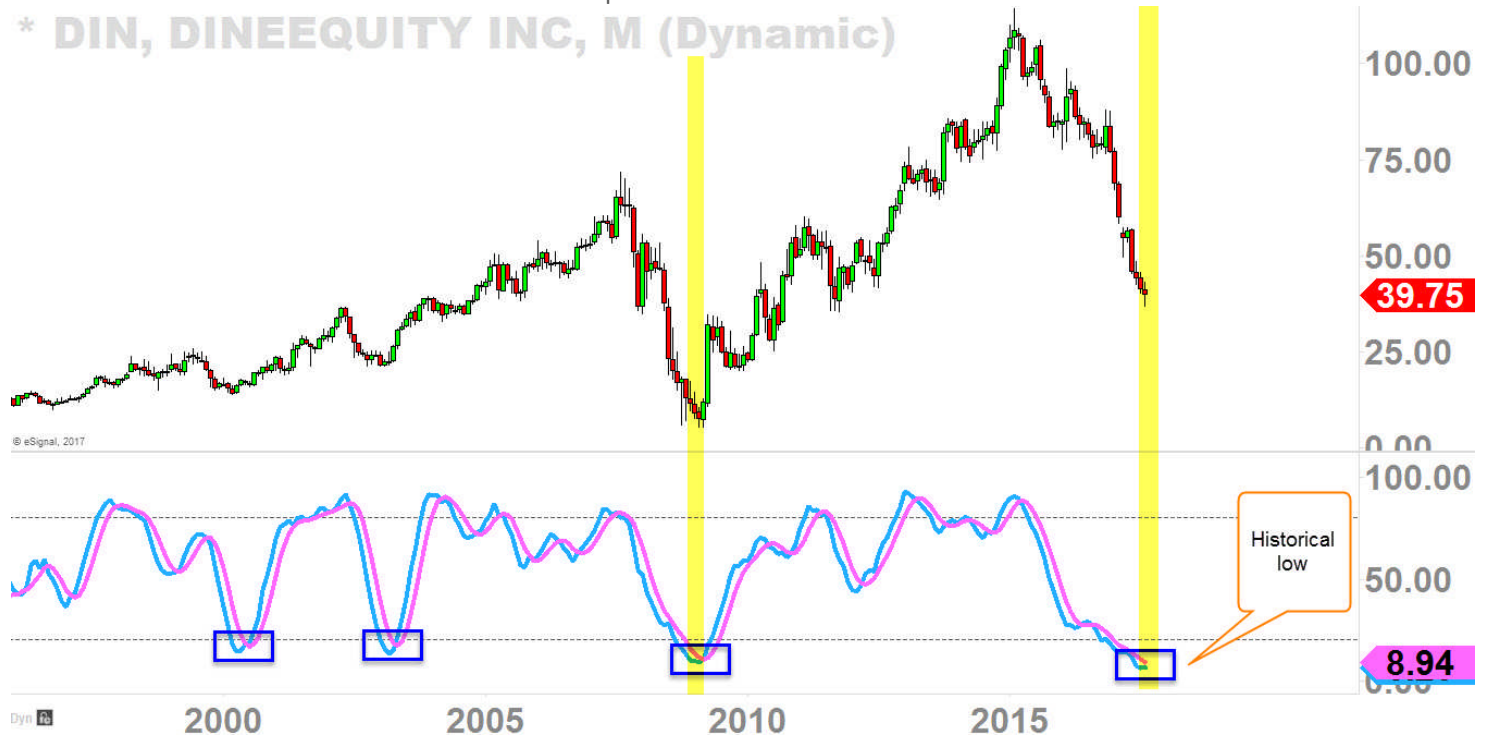


**11) Dineequity: DIN (Restaurants) *Holding Since 49.16***

This stock continues to deteriorate, but I believe the bounce is coming that could establish 3-5 years uptrend

- My Stoch oscillator is now at the historical low (long-term buy signal)
- Extremely oversold condition
- Let's see if we can see a oversold bounce in September

**\* DIN, DINEEQUITY INC, M (Dynamic)**

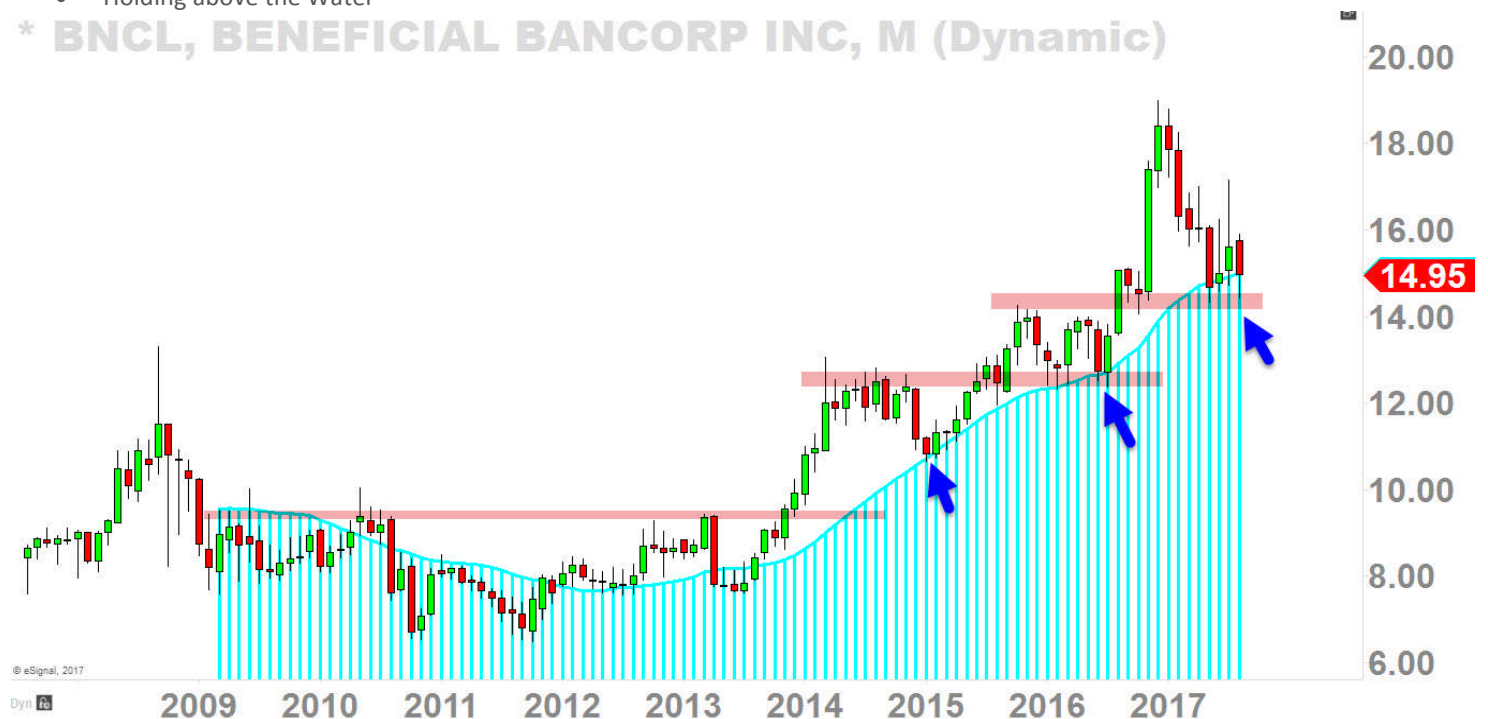


**12) Beneficial Bancorp: BNCL (Banking) *Holding Since 14.83***

BNCL still holding support here (see arrows)

- Primary-term trend is up
- Holding above the Water

**\* BNCL, BENEFICIAL BANCORP INC, M (Dynamic)**

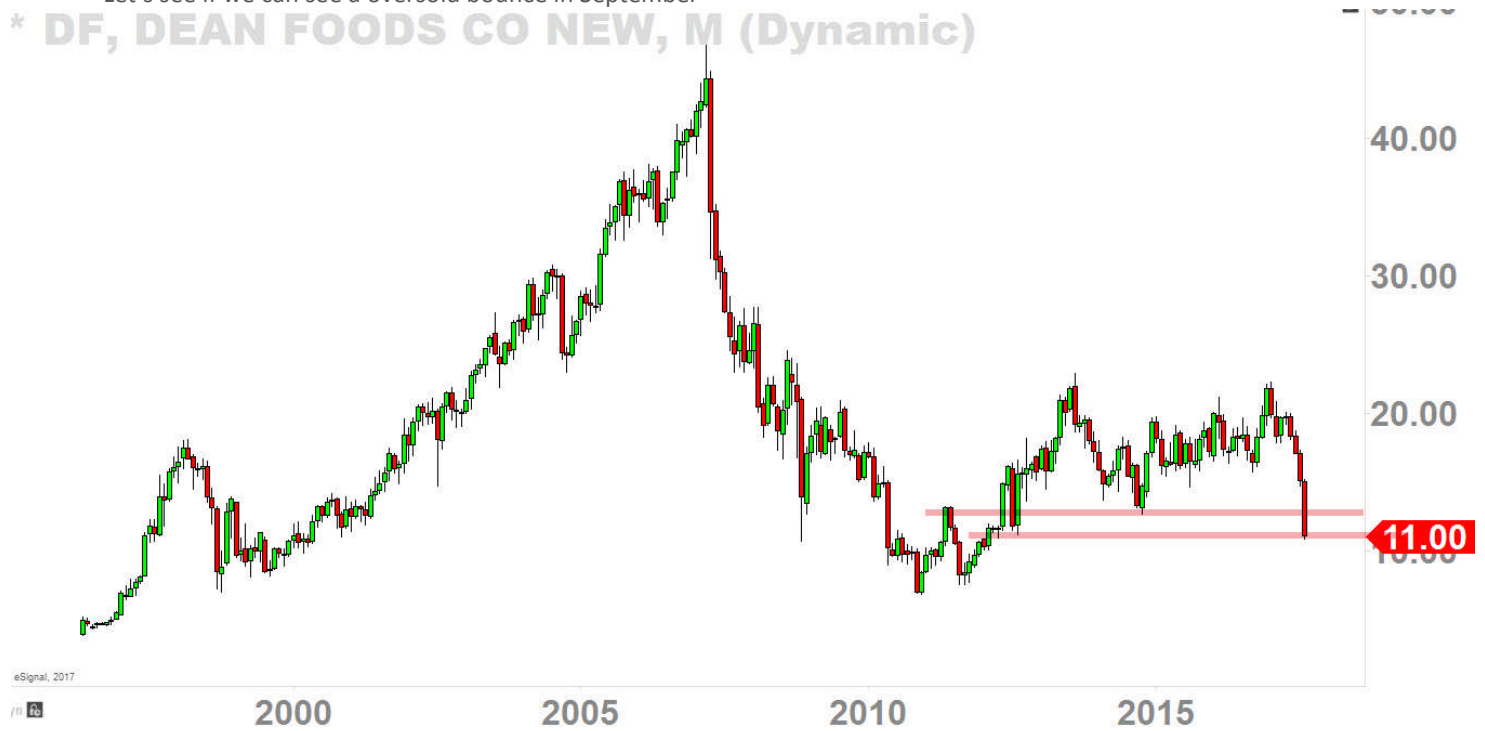


**13) Dean Foods: DF (Dairy Products) Holding Since 18.57**

Not looking good for DF here as I am thinking to exit on this position after a bounce

- Straight-down move often meets with straight-up move
- This position is currently the worst performing stock in my portfolio
- Let's see if we can see a oversold bounce in September

\* **DF, DEAN FOODS CO NEW, M (Dynamic)**

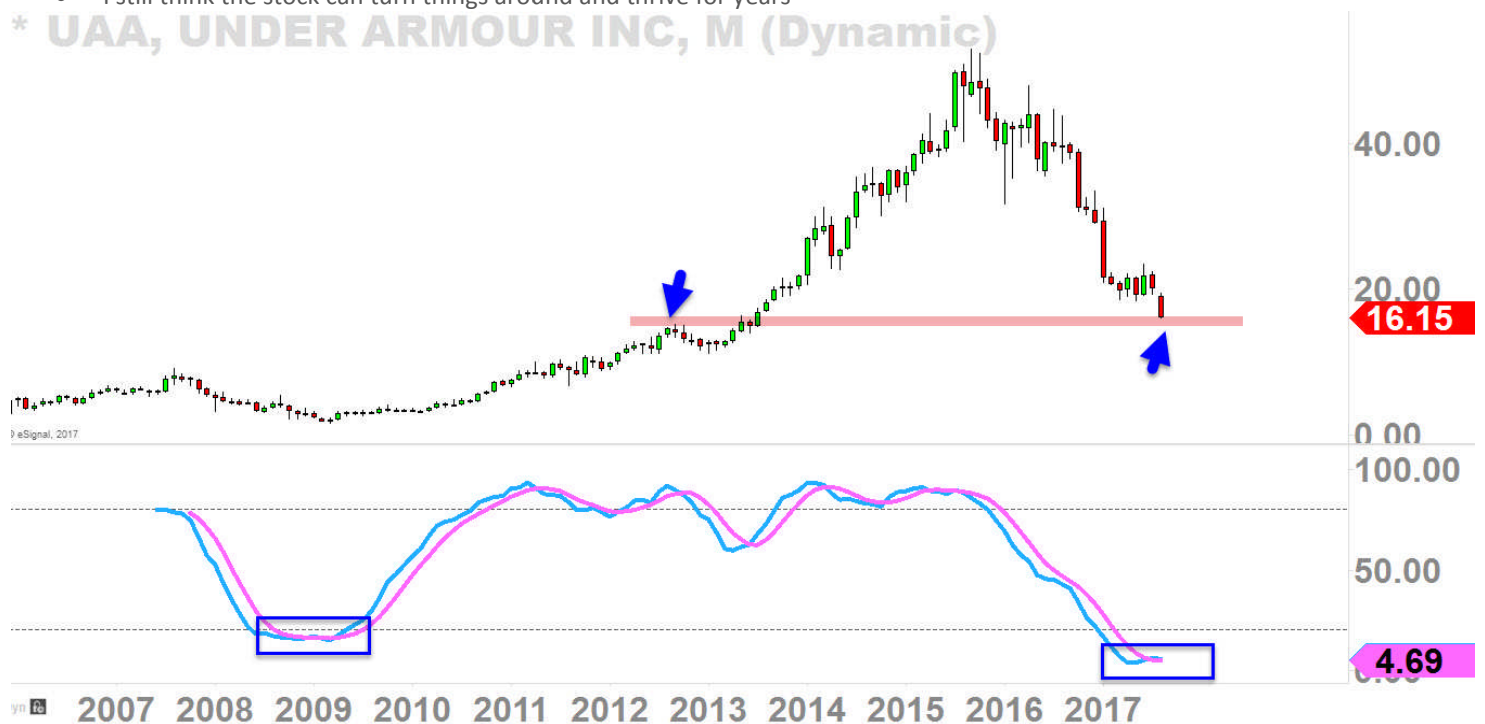


**14) Under Armour: UAA (Clothing) Holding Since 19.81 & 20.82**

I think this month's sell-off was the one final shake-out before the reversal

- My Stoch oscillator is at the historical low
- Previous resistance possible support (see arrows)
- I still think the stock can turn things around and thrive for years

\* **UAA, UNDER ARMOUR INC, M (Dynamic)**

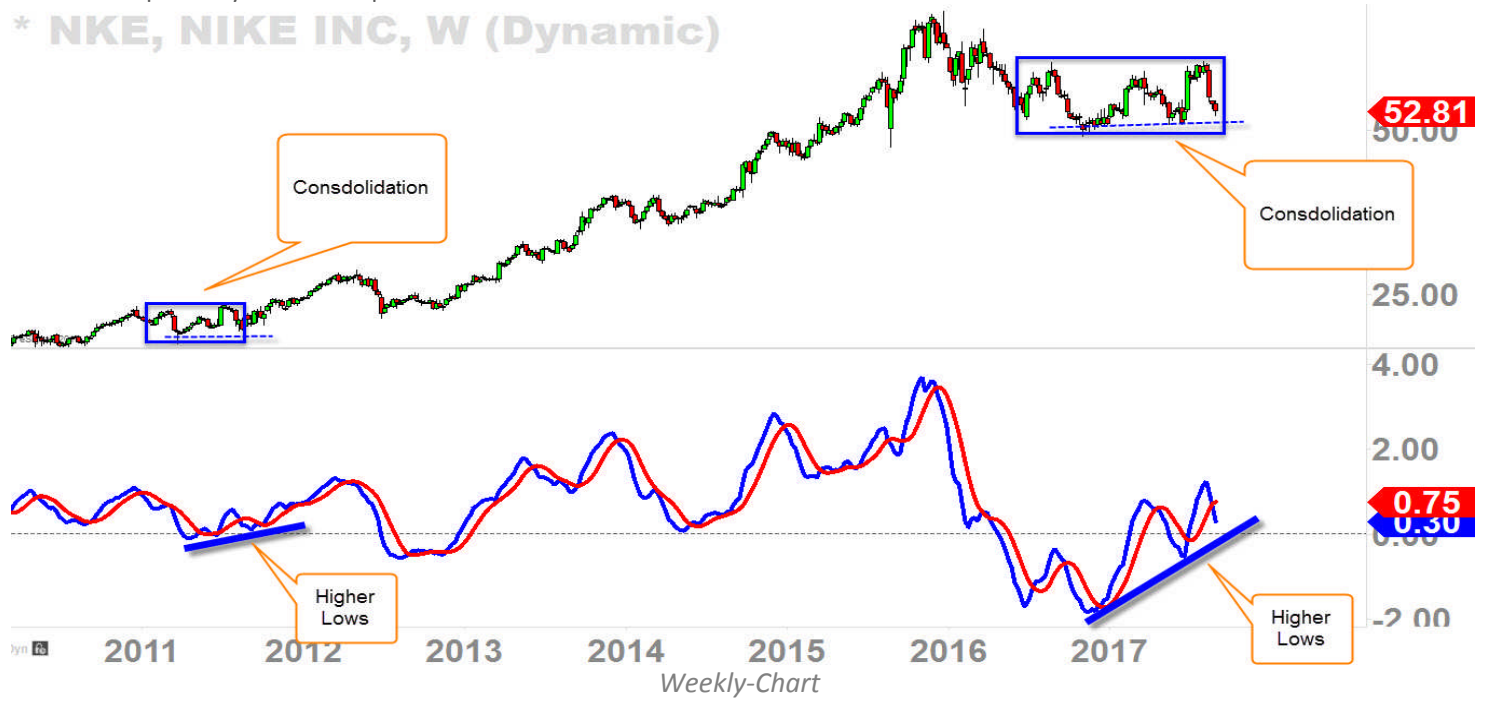


### 15) Nike: NKE (Clothing) *Holding Since 58.90*

August overall market weakness effected NKE as it met with sharp decline, but still structurally looking fine

- “Consolidation” usually means continuation to the upside
- “Higher Lows” on my MACD showing strong accumulation
- We probably need to be patient with this one for 2-3 months

#### \* NKE, NIKE INC, W (Dynamic)

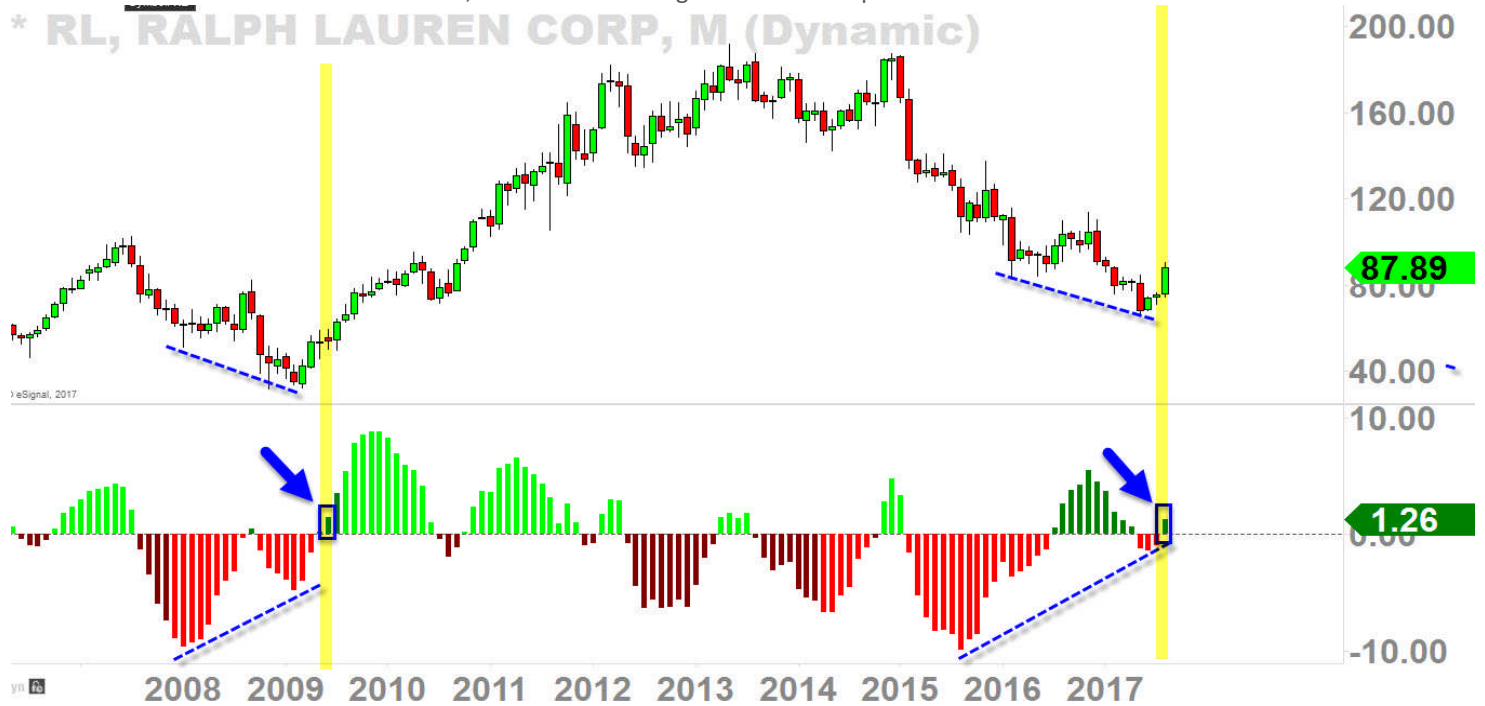


### 16) Ralph Lauren: RL (Clothing) *Holding Since 79.14*

RL actually had a good month in August

- Bullish divergence still in play
- Histogram (arrows) showing accumulation coming back
- Three consecutive bullish months, let's see if we can get another in September

#### \* RL, RALPH LAUREN CORP, M (Dynamic)

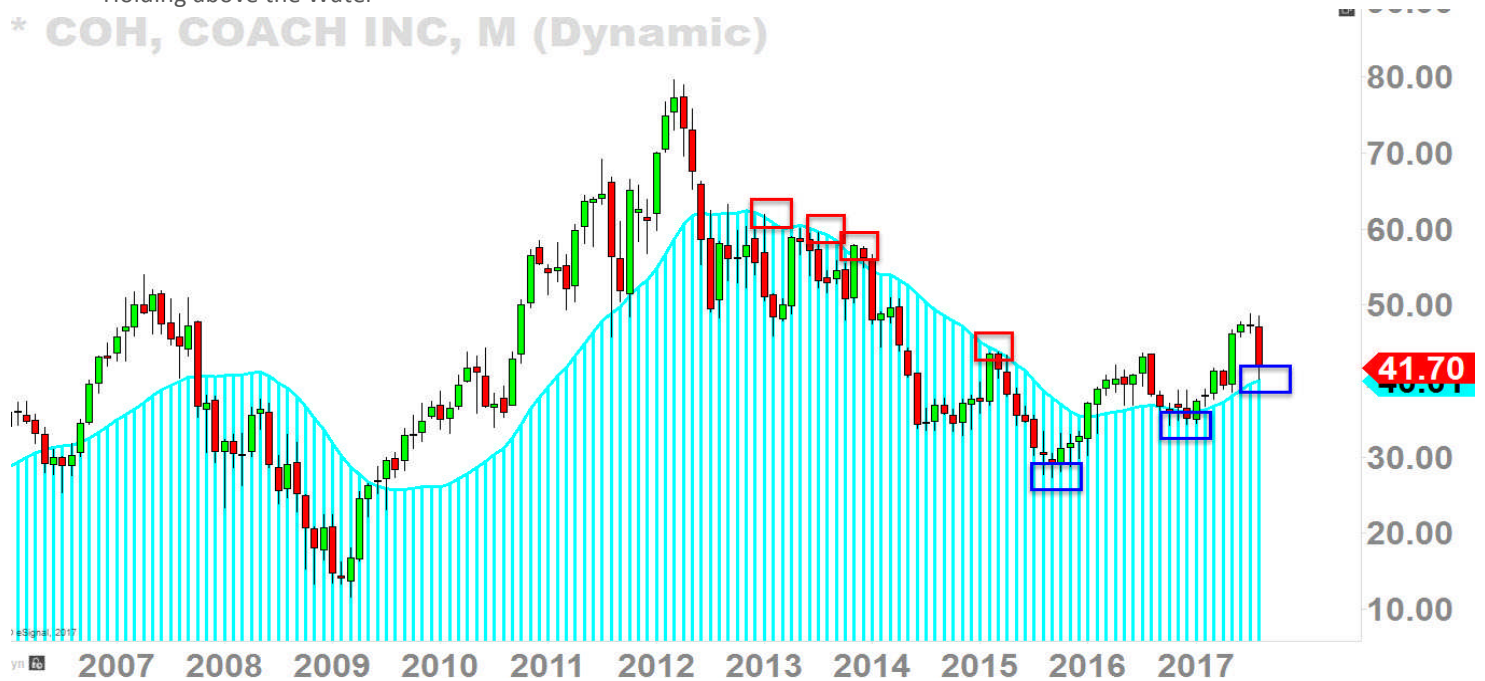


**17) Coach: COH (Clothing)** *Holding since 32.27 & 39.01*

August was a tough month for COH, but I think it might have been that one last shake-out before the run

- If you are not already in COH, this might be a good level to buy
- Uptrend is still valid (blue boxes)
- Holding above the Water

\* **COH, COACH INC, M (Dynamic)**



**18) Interactive Broker: IBKR (Online Broker)** *Holding Since 39.02*

My ultimate target is 63 & 73 for this stock

- Five consecutive bullish months
- I won't be surprised to see some pullback in September
- As long as it holds 39, it's good to go for long-term

\* **IBKR, INTERACTIVE BROKERS GROUP INC, M (Dynamic)**

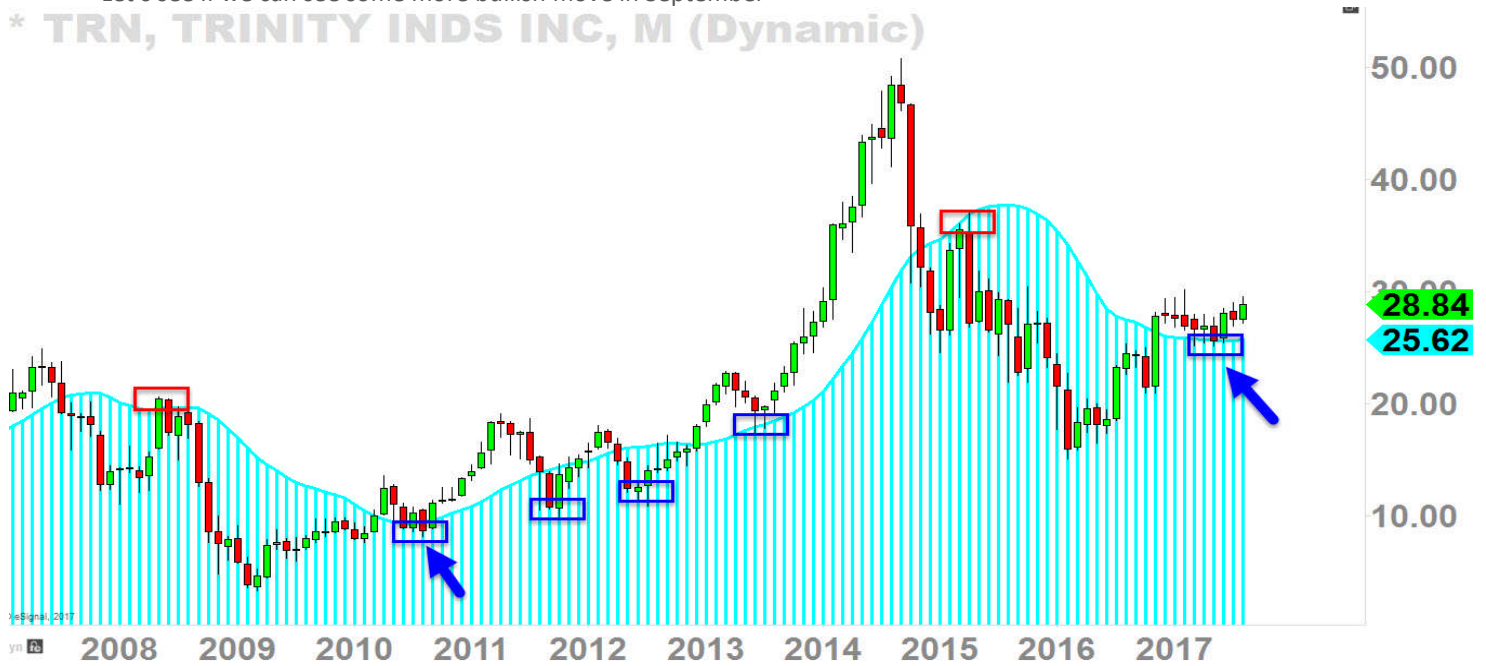


## 19) Trinity Industries: TRN (Railroads) *Holding Since 28.82*

TRN holding above the Water as it is starting to develop uptrend here

- Higher lows establishes uptrend (blue boxes)
- Let's see if we can see some more bullish move in September

\* **TRN, TRINITY INDS INC, M (Dynamic)**

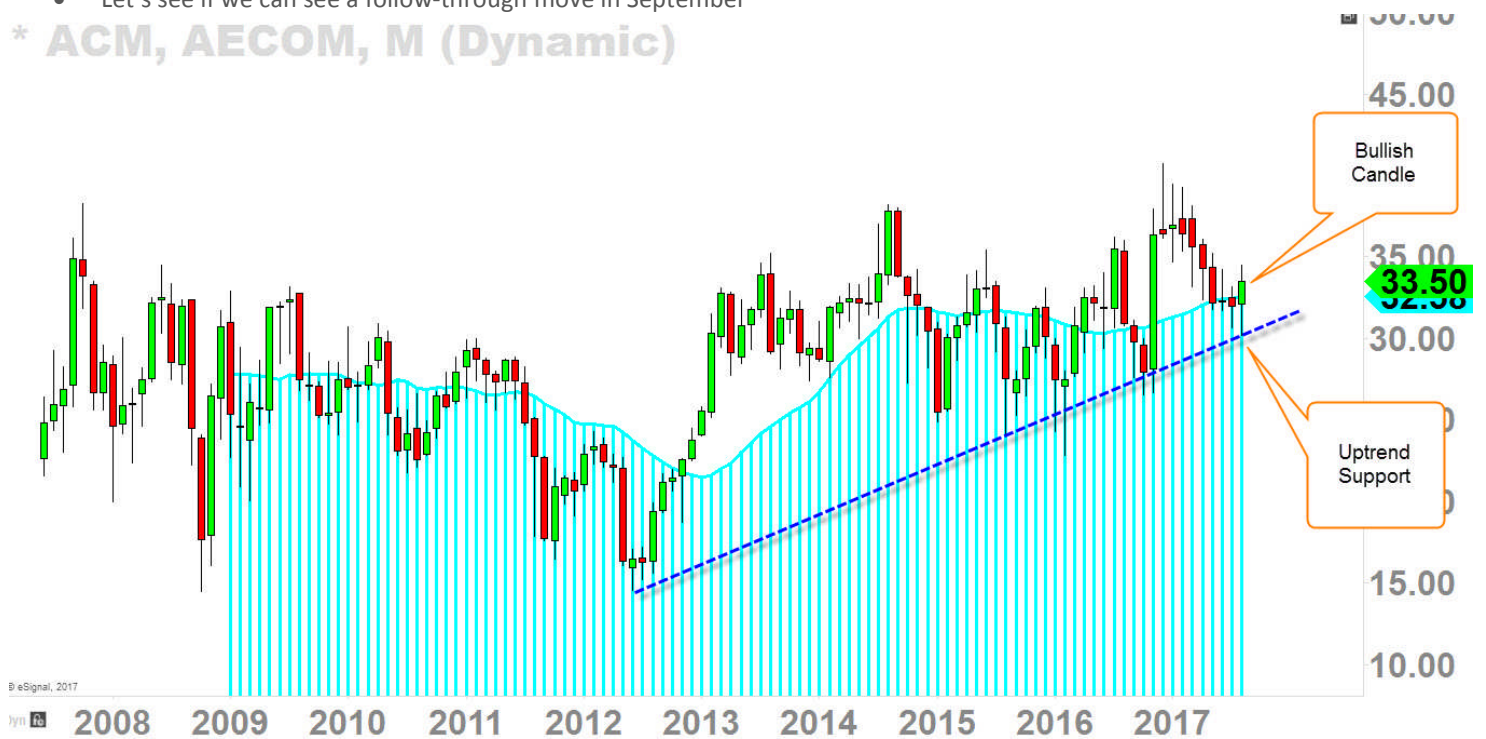


## 20) AECOM: ACM (Business Asset Services) *Holding since 34.05*

ACM just printed first "Bullish Candle" after 8-months of bearish run

- "Uptrend Support" holding
- Let's see if we can see a follow-through move in September

\* **ACM, AECOM, M (Dynamic)**



**21) Melco Resort: MLCO (Casino) Holding since 17.32**

Classic old resistance new support pattern playing out so far

- Let's see if we can see a follow-through move in September

\* **MLCO, MELCO RESORT ENTERTAINMENT LTD, M (Dynamic)**

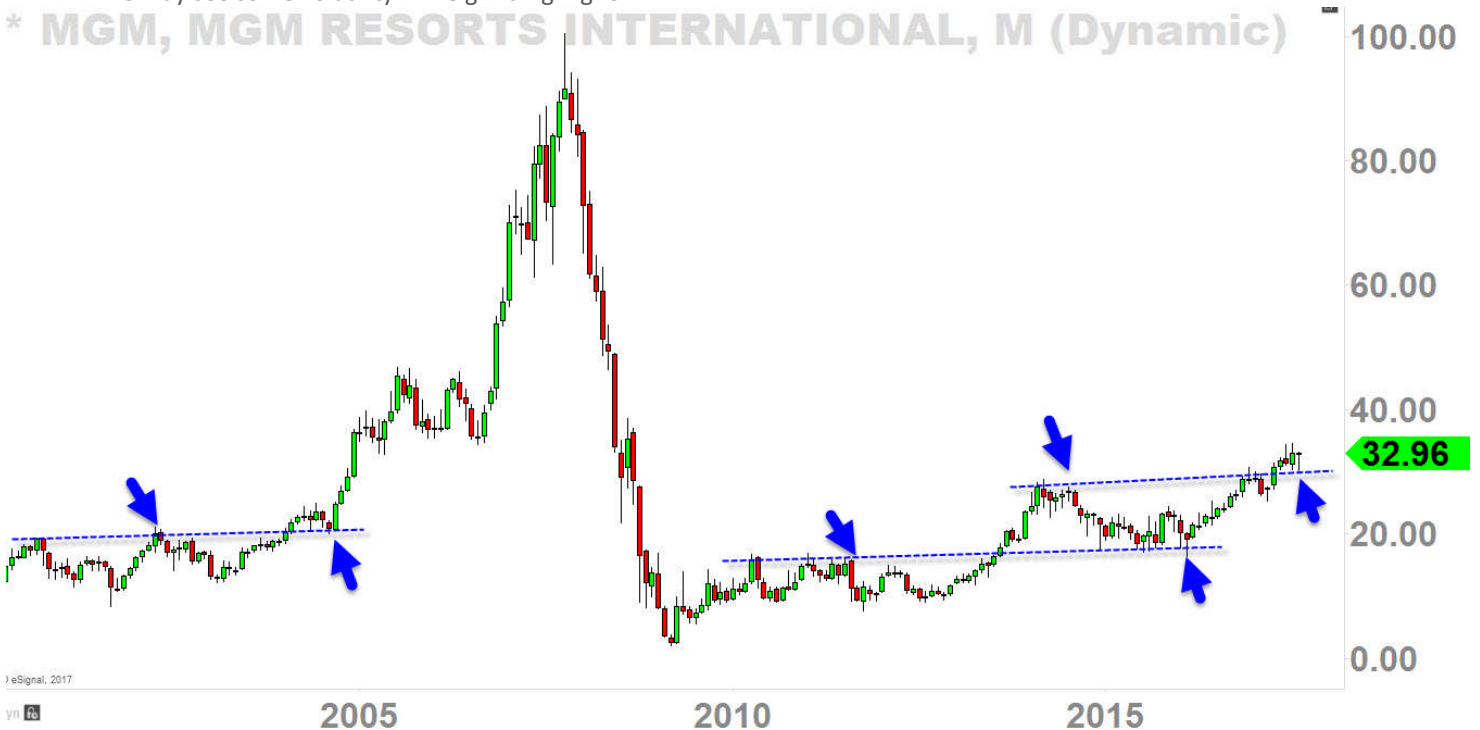


**22) MGM Resort: MGM (Casino) Holding since 24.61 & 25.27**

Another chart with classic old resistance new support pattern holding so far

- Let's see if we can see a follow-through move in September
- MGM has been in this bullish rally since 2016
- We may see some volatility while grinding higher

\* **MGM, MGM RESORTS INTERNATIONAL, M (Dynamic)**



**23) KB Home: KBH (Home Builders)** *Holding since 14.98 & 16.07 (Closed 1/2 @ 23.88)*

I think it was a good move to close 1/2 at 23.88 as the stock has been pulling back last two months here

- Overhead supply (prior resistance is acting as resistance)
- I am looking to buy more at 19 to 17 area
- Long-term picture still looks bullish, any sharp pullback will be opportunity to buy more

**\* KBH, KB HOME, M (Dynamic)**



That's it for this month.

I am pleased to see that some of the stocks are making it's move.

I think September and October will be bullish months, so let's see if the stocks can take advantage of these environments to grow.

Until next Newsletter, enjoy your Labor Day weekend.

Sincerely,



**Kay Kim**

Technical Analyst | Equity Trader

Traders Club

