

Technical Perspectives on Analyst's Rating Changes

ASEI - case study
01-18-2009

ASEI – In the case of ASEI, the analyst upgraded the stock to a “buy” while the technical pattern on the stock was still quite negative. Sometime after the TPARC report for November 28, 2007 was sent out, the stock broke out above the trading range and embarked on a major upward trend. That trend has persisted and it generated a major move up in the stock. A major consolidation developed in late 2008 but that has been resolved by a further move up in the stock. This is a good example of a stock breaking out above a broad trading range and the breakout was followed by a major move up.

W. Clay Allen CFA

Chart from the TPARC report for 07/28/2007

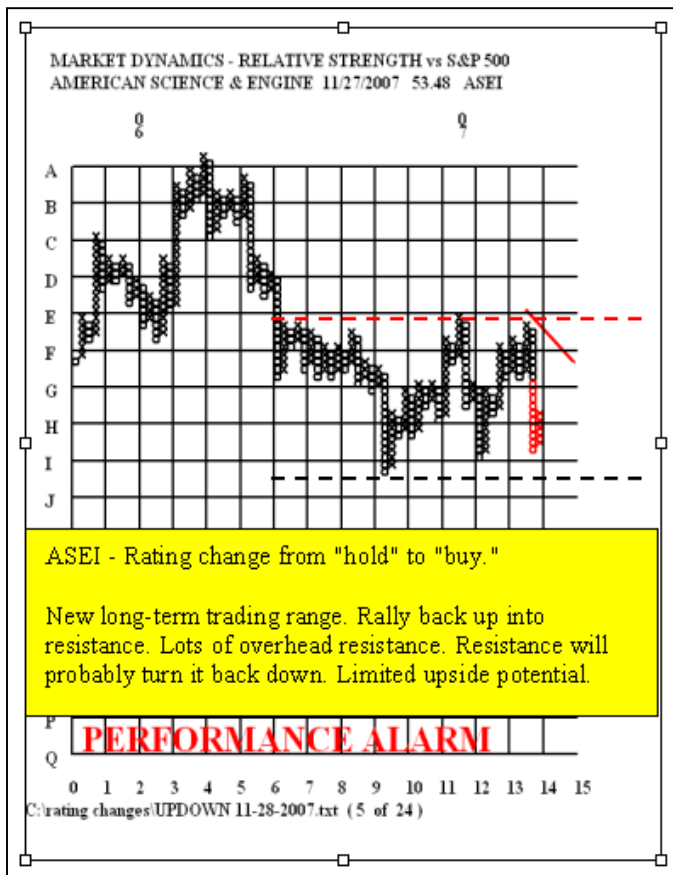


Chart for 01/16/2009

