

# Technical Perspectives on Analyst's Rating Changes

BAX – case study  
02-10-2008

BAX – The TPARC report from January 2006 indicated that BAX had formed a major base and had broken out above the 45-degree Bearish Resistance Line. This was the beginning of a major reversal and up trend. The chart on the right shows the above average performance of BAX over the next two years as the stock moved up from about \$38 per share to just over \$60 per share. The strong upward trend on the relative performance chart shows the excess return over and above the return generated by the S&P 500.

W. Clay Allen CFA

