

Technical Perspectives on Analyst's Rating Changes

LEH - case study
10-25-2008

LEH – The TPARC report for March 17, 2008 called attention to the “breakout below a major congestion” and that the stock was “performing poorly.” The chart on the right shows that the poor performance continued over the next six months ending in the company filing for bankruptcy in September of 2008. The stock remained below the 45-degree Bearish Resistance Line throughout the decline. This is another example of a major stock market disaster among venerable Wall Street investment banks during the credit crunch of 2007-2008.

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Chart from the TPARC report for 03/17/2008

Chart for 09/09/2008

