

Technical Perspectives on Analyst's Rating Changes

MBI case study
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MBI – The TPARC report for 03-30-2006 pointed out that the stock was in a trading range and that it had limited upside potential. Some months later the stock broke out of the trading range on the downside and fell into a persistent downtrend that has lasted until the present time. The resistance did, in fact, prove to be capable of turning the stock down. This case study points out the importance of resistance in a stock's technical perspective. It seems that if the stock can't go up because of resistance, it will probably go down.

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