

Technical Perspectives on Analyst's Rating Changes

MCO case study

02-03-2008

MCO – The TPARC report for late February 2007 indicated that the stock was experiencing a "big correction", that it was "backing away from resistance" and that "everything depended on support holding the stock up." A few months later the support did fail and a downtrend started. It is impossible to tell exactly where the downtrend started but the decline has been serious. The stock still remains below the 45-degree bearish resistance line and there are few signs of a reversal at this point.

W. Clay Allen CFA

