

# Technical Perspectives on Analyst's Rating Changes

MGM case study  
06-26-2008

MGM – The TPARC report for July 30, 2007 contained a textbox with comments that called attention to the "overly large pullback in the stock" and that the "uptrend is now in doubt." A triple bottom sell signal should always be respected. This did prove to be a major top and the subsequent downtrend has been serious. This example shows that it is often necessary to act on a stock while the outcome is still in doubt. This stock has been almost cut in half since the TPARC report was prepared. There are no indications of a reversal at the present time.

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