

## February 2015 Newsletter (01-02-2015)

In this newsletter we will go through a few of our twitter ideas this week. As well as look at **the top 15 most watched** (on your watchlist) shares on [how-to-trade.co.za](http://how-to-trade.co.za).

### Top 15 Most Watched Shares

Position	Share Code	Name
1	SOL	SASOL
2	SAB	SABMILLER
3	AVI	A-V-I
4	MTN	MTN
5	TKG	TELKOM
6	NPN	NASPERSN
7	SHF	STEINHOFF
8	DBXUS	DBX-USA
9	BIL	BILLITON
10	WHL	WOOLIES
11	OML	OLDMUTUAL
12	GRT	GROWPNT
13	REM	REMGRO
14	DSY	DISCOVERY
15	SGL	SIBANYE

**\*Note:** Just because other people are watching the shares it does not mean they are good shares to invest in. Do you own research, check for setups and only if it agrees with your thoughts and investing strategy should you consider.

### Twitter Ideas:

**MFL (Metrofile)** – Broke out of the ascending triangle highlighted in twitter. Rushed to a 530 close, our target is a 560.



But there is also a strong resistance line if we take a longer term look at the charts. So it might be an opportune time to sell.



I've set a positive breakout at 535 and negative at hopefully the new support of 500.



If it fails to break 535 in the coming 2 weeks might be time to liquefy.

## 2. SAB (SAB Miller PLC) – Another share we have been looking at on twitter.



How To Trade @how\_to\_trade\_sa - Jan 29

\$JSESAB #SABMiller Break of down trending. Targetting 63369 and 66891.



66891, a new high, is still our target.



We have a higher high and a higher low. Very positive, yet just keep an eye out with a negative break of 62285.

## A look at the top 15 most watched:

**1. SOL (Sasol Limited)** – I would advise taking it easy on the fundamentals on this one, avoid the media and hype. Look at the charts. What we have is a strong resistance, A series of lowers highs and a lower low. The lower low may be forming an inverse Head and shoulders formation, but rather wait for the price to confirm before speculating.



The level we need to break above for a higher high is 44800. Below 36000 is the negative breakout and in my opinion time to cut loose.

Positive Breakout	<a href="#">44800</a>
Negative Breakout	<a href="#">36000</a>

**3. AVI (Avi Ltd)** – Excellent Ascending Channel. I have added channels on the upper side and lower side of the trend. Between the lower tracks and points where traders might enjoy buying, the upper tracks are points where traders may enjoy selling.



For investors a negative breakout would be at 8158.

**4. MTN (MTN Group Limited Ltd)** – Ugly descending channel. Break below an ascending wedge that may target 19750. Positive breakout signalling a buy is at 21500. A break below 19750 makes a lower low and a trend continuation. Need to keep an eye on this one.



**5. TKG (Telkom Sa Ltd) – Hammer Candle on Friday. So targeting positive breakout level at 7250. Ascending Channel. Negative Break at 6800.**



**6. NPN (Naspers Limited) – Nearing the top of the range. Expecting to target 151100 if we can't breakout positively at 170400.**





**7. SHF (Steinhoff International Holdings Limited)** – Range bound in a positive ascending channel. Significant levels are 5900 and 6100.



**8. DBXUS (Db X-trackers Col In Usa)** – Nice negative breakout level of 2200 identified. Notice all the high wicks, showing that sellers come back later in the day. Hold.



**9. BIL(Bhp Billiton Plc)** – We’re seeing a bit of a consolidation. Keep in mind that the interim dividend is expected late February. Clear levels and a possible inverse head and shoulders. Positive above 25440, negative below 22182.



**10. WHL (Woolworths Holdings Limited)** – Another one we looked at one twitter.

 **How To Trade** @how\_to\_trade\_sa - Jan 17

**\$JSEWHL #woolworths** - Break above symmetrical triangle, looking good. Breaking back below 7800 would be bad though.



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A quick 10%. Upward Channel, dividends incoming middle of next month. Look to trade closed to the LDT (Last Date to Trade). After which we may fall back to the 7800 level if we don't break out of this channel.



11. OML (Old Mutual Plc) – Another one we looked at on twitter.



How To Trade @how\_to\_trade\_sa · Jan 24

**\$JSEOML** #OldMutual Extended Cup and handle. Looking good.



View more photos and videos

Look at the chart now. Dividend incoming mid Feb, after which it may come back to negative breakout of 3400/3500. If it breaks above 3710, that is very good.



**12. GRT (Growthpoint Properties Limited)** – Looks like the 3 phased bull trend has played out, 2900 and 2700 are negative breakouts to watch. Remember these levels may also be support lines for a bounce.



**13. REM (Remgro Limited)** – Nice ascending channel. Invested hammer. Looks overbought and we may see a pull back.



**14. DSY (Discovery Holdings Limited)** – Lower High, will probably see a lower low to 11200 to form a flag. Broken short term support. A good time to pick it up could be at 11200.



**15. SGL (Sibanye Gold Limited)** – Lower high, now the lower low incoming. A close below 3025 is bad, it will form a flag pattern. But it may be a good idea to short below 3025 for traders. It targets 2500. But be wary, dividend declaration mid Feb and watch for a positive break above the flag.



**Outlook:**

Position	Share Code	Name	Outlook
1	SOL	SASOL	Orange
2	SAB	SABMILLER	Green
3	AVI	A-V-I	Green
4	MTN	MTN	Orange
5	TKG	TELKOM	Orange
6	NPN	NASPERSN	Red
7	SHF	STEINHOFF	Orange
8	DBXUS	DBX-USA	Green
9	BIL	BILLITON	Orange
10	WHL	WOOLIES	Orange
11	OML	OLDMUTUAL	Green
12	GRT	GROWPNT	Red
13	REM	REMGRO	Red
14	DSY	DISCOVERY	Orange
15	SGL	SIBANYE	Red

Red: Negative Outlook

Orange: Watch and Wait

Green: Positive Outlook

All the best for the month ahead!

Remember Trades are ideas only, please check our [terms and conditions](#).