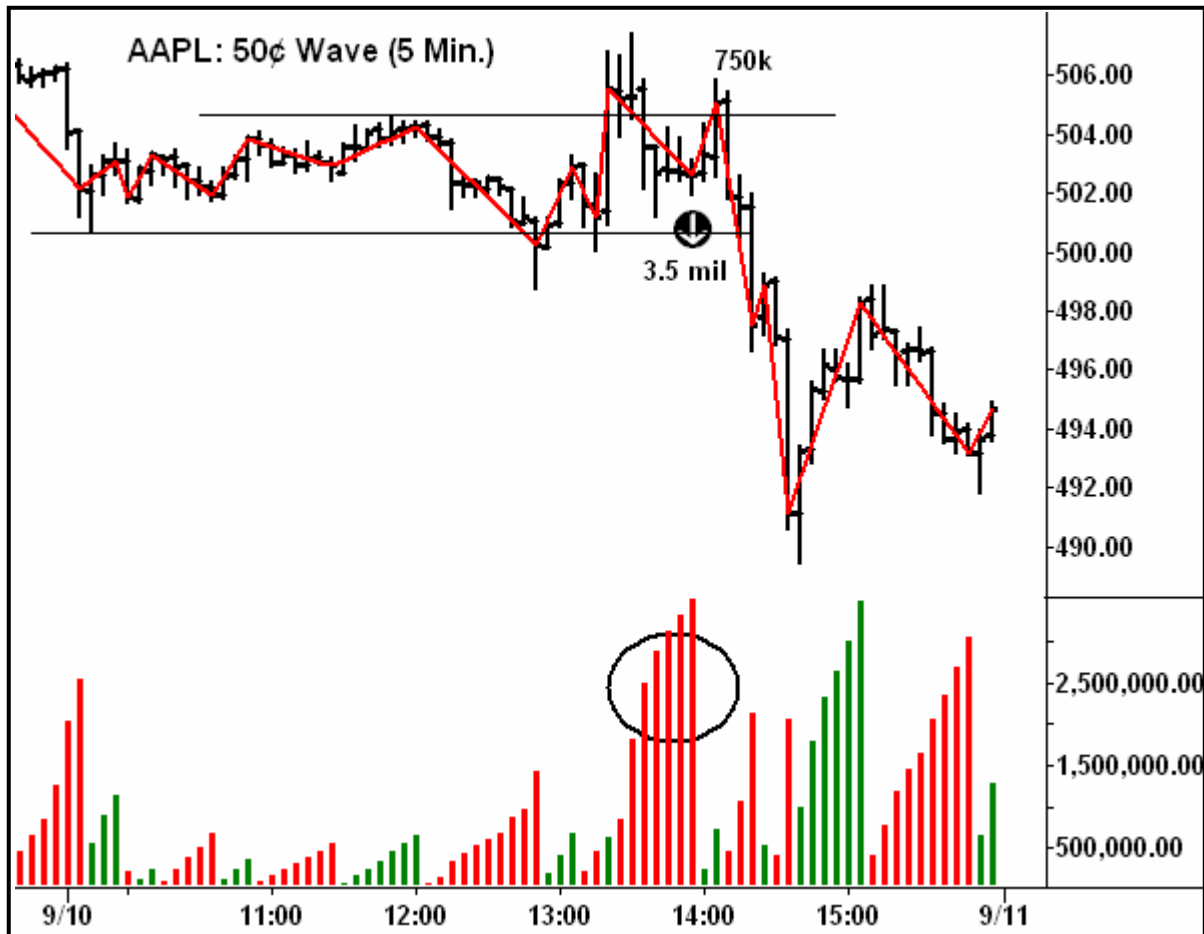


The S&P never approached Friday’s high at 1664 and again closed on a strong note. But there are some subtle differences between the price action today and on Monday. Firstly, on the daily bar chart, there was not as much ease of upward movement today. Secondly, the upward thrust shortened on the final upwave to the day’s high. Thirdly, there was not as much reward for the effort on the final surge when compared to the previous two high-volume upwaves. If there is upward follow through tomorrow, these observations will be meaningless. On the other hand, if there is little or no follow through, we could see a pullback—perhaps into the 1660-1655 area.



The volatility in AAPL makes it one of the best stocks for intraday trading. Today's session began with a trading range roughly between 500 and 504.40. Around 13:00, a spring occurred that took prices above the trading range. Volume did not expand on this upwave. The 3.5-million share decline from the 13:30 high was a grossly bearish change in behavior. On the next pullback, the low volume (750k) indicated demand was spent. As prices turned down from this high, shorts could have been established and stops placed above the pullback high.