Technical Market Action

WRITTEN IN SAN FRANCISCO

At Friday's and Saturday's intra-day lows of 171.94 and 171.90, the market had reached the lower limit of the 172-174 area. This area has been mentioned in recent letters as a strong support zone.

Individual issues also have met support at the proper resistance levels and the rally of Monday and Tuesday has brought the averages back to the 174-175 area. For the near term would expect upside resistance at the 176-179 area. Expect a continuation of irregular market action, on small volume, as the market builds up a base area in the middle 170s.

Continue to like the technical patterns of numerous individual issues. Included in this group are American Rolling Mills, American Water Works, Chicago & Northwestern, Crane & Company, Deere & Company, General Cable, Illinois Central, Penn-Dixie Cement, Seaboard Air Line, Simmons, Union Bag and Wheeling Steel. The air line issues have also shown strong resistance in the recent decline and have built up good base patterns. United Air Lines, Northwestern Airlines and TWA seem to have the most favorable patterns in the group.

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March 18, 1947

Closing

Dow-Jones Industrials	174.95
Dow-Jones Rails	48.70
Dow-Jones 65-Stock	63.06

The opinions expressed in this letter are the personal interpretation of charts by Mr. Edmund W. Tabell and are not presented as the opinions of Shields & Company.