

## Technical Market Action

The rails continued their leadership on Wednesday and advanced \$1.18 to close at 50.50. The industrials gained only 37 cents.

At the day's high of 50.63, the rails were less than a point and a half below the July high of 51.95. As mentioned in a recent letter, this is very encouraging technical action. It is the first time since early 1946 that the rails, the leaders of the 1942-1946 advance, have lead an advance in the market. From February 1946 to early this month, they have been the leaders on each decline.

Listed below is our complete list of recommended issues. These issues have been advised for purchase at various times from September 1946 to date. A great many have been recommended during the numerous descents into our long advised 160-170 buying range. Others have been recommended as recently as the past ten days as possible beneficiaries of the abatement of tax selling. Also listed below are the 1946 highs for each issue. It will be noted that in numerous instances several of our recommended issues are now selling higher than their 1946 highs while the industrial average is 33 points lower. We expect a great many more issues to reach levels above their 1946 highs. Others, obviously will not reach these levels. Lack of space precludes giving the indicated technical price objective of each issue. These will be given in subsequent letters.

	Last Sale	1946 High		Last Sale	1946 High
Adams Express	17	24 3/4	International Paper	54 7/8	55 1/2
Alleghany, pfd.	41	69 1/4	Inter.Minerals	32 3/4	45
Allegheny Ludlum	30 3/8	61 1/8	Joy Manufacturing	39 3/4	34
Amer. Cyanamid	39 1/4	63 3/4	Kansas City So.	27 1/4	40 1/4
Amer. Water Works	16 1/4	28 3/4	Mullins Mfg.	25	22 1/4
Atchison, Top	87 3/4	121	Murray Corp	16 1/4	22
Atlas Corp	22 1/4	34 3/8	National Supply	22 5/8	25
Barnsdall Oil	37	31	Northern Pacific	21 3/4	36
Bliss (E.W.)	31 1/4	33 1/4	Ohio Oil	30 7/8	29 5/8
Borg Warner	54	61 3/4	Oliver Corp	26 5/8	36
Campbell Wyant	30	40 3/8	Pepsi Cola	24 1/2	40 1/2
Celotex	26 1/2	38 1/8	Phelps Dodge	48 1/8	48
Chrysler	63	70 1/2	adj. Pure Oil	27	28 7/8
Cities Service	38	41 7/8	Radio Corp	9 5/8	19
Colorado Fuel	15 1/2	23 3/4	Rayonier	29 7/8	33
Consol. Vultee	13	33 5/8	Revere Copper	19 1/4	31 3/4
Crown Cork & Seal	44 1/4	62	Schenley	33 3/8	100
Deere & Co	44 3/8	58 1/2	Seaboard Oil	38 1/4	39 1/2
Doehler Jarvis	37	37 7/8	Shamrock Oil	29 3/4	32 1/2
Eagle Picher	21 5/8	30 1/8	Sharon Steel	35 1/4	40 3/8
Eastern AirLines	17 7/8	33 3/8	adj. Simmons	34 1/4	56 7/8
Elec. Pr. & Lt.	17 3/8	29 1/2	Southern Pacific	47 1/2	70
Elliott	18 3/4	39 1/2	Standard Oil N.J.	77	78 3/4
Evans Prod	20	33 3/4	Texas Pac. Coal	45	32 5/8
Fansteel	12 7/8	42 adj.	Twentieth-Cent.Fox	22 3/4	63 7/8
Flintkote	36	46 7/8	Union Bag	33 1/4	39
Foster Wheeler	30 3/4	49 1/2 *	Union Carbide	102 3/4	125
General Cable	12 1/4	16 3/8	Union Pacific	153	168 1/2
General Motors	57 3/8	80 3/8	United Aircraft	24 1/8	37 3/8
General Rwy.	25	48	U. S. & Foreign	8 1/4	32 1/2
Gulf Mobile	13 3/4	39 1/4	U. S. Pipe	44	60 1/4
Gulf Oil	72 1/2	78	Westinghouse Air B.	37 1/2	41 5/8
Houdaille Hershey	17 1/2	28 3/8	Westinghouse Elec.	29 3/4	39 3/4
Houston Oil	27 1/4	30	Wheeling Steel	46	62 1/2
Illinois Central	28 1/4	45 1/2	Worthington Pump	62	74
Interlake Iron	13 7/8	20 1/4	Youngstown Sheet	76 3/4	83 7/8

\* Foster Wheeler is a new addition to the list.

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SHIELDS & COMPANY

### Closings

Dow-Jones Industrials	179.81
Dow-Jones Rails	50.50
Dow-Jones 65-Stock	64.11