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TABELL'S MARKET LETTER

Recent technical action has slightly favorable near term implications and the expectation is a firmer market for the time being with the possibility of an advance to the 255-260 area in the industrials and 80 to 83 in the rails. This type of action seems needed in order to broaden out the probable distributional patterns in some of the groups that have as yet only relatively small potential top formations. However, would not be inclined to follow strength at this stage, but would rather wait for periods of price declines to purchase issues with favorable long term formations. There are many issues with this type of technical pattern. Some of them have been advised at lower levels in our recommended list. There are others that I would add to this list during periods of price decline. Listed below are a number of issues of this type. All of these stocks indicate higher price levels when the longer term market upswing is resumed. It is possible that they may be the leaders of the first phase of the advance. Issues marked with an asterisk are already in our recommended list. Would await periods of price declines to the buying range mentioned below before purchasing:

	Price	Buying Range	Earned Last 12 Months	Times ** Div. Earnings	Rate	Per Cent Yield
BETTER GRADE						
*Armstrong Cork	56	50-48	\$ 8.13	6.9	\$3.75#	6.7%
*Commercial Credit	53	48-46	8.68	6.0	4.80	9.0
Johns Manville	56	48-47	7.92	7.0	3.50#	6.2
Masonite	32	30-28	3.75-S	8.5	1.50#	4.7
*Montgomery Ward	71	66-64	11.81	6.0	3.00#	4.2
Owens Illinois	83	77-75	8.57	9.7	4.00	4.8
*Western Auto Sup.	47	45-43	10.19	3.6	3.00	6.3
*Westinghouse Elec.	38	36-34	5.10	7.4	2.00	5.3
MEDIUM GRADE						
American Seating	40	36-34	6.20	6.5	2.00	5.0
Bucyrus Erie	22	20-19	2.84-S	7.7	2.00#	9.1
Burroughs Add.	17	16-15	1.82	9.3	.90#	5.3
*Carrier Corp.	23	21-19	5.23-A	4.4	1.00	4.3
*Elliott Co.	25 $\frac{1}{2}$	23-21	5.01	5.1	1.50#	6.0
*Fruehauf Trailer	27	24-22	6.30	4.3	2.00	7.4
Hall Printing	17	17-16	2.58	6.6	1.30	7.6
*Hewitt Robins	25	22-20	5.10	4.9	2.15#	8.6
Motorola	46	40-38	14.27	3.2	4.09#	8.8
*National Supply	27	25-23	6.05	4.5	2.00#	7.4
*Pacific Mills	40	39-37	3.72	10.7	2.50#	6.2
*Paramount	22	22-20	2.73	8.1	2.00	9.0
*Shamrock Oil	32	30-29	3.54	9.0	2.00	6.2
*Smith, A.O.	38	36-34	7.49	5.1	1.60	4.2
*Sylvania Elec.	31	28-26	5.45-A	5.7	2.00	6.5
SPECULATIVE						
*American Airlines	16	15-14	2.07	7.7	.50-B	3.1
Columbia Gas	13 $\frac{1}{2}$	13-12	1.28	10.5	.80	5.9
*Columbia Pictures	11 $\frac{1}{2}$	11-9	1.85	6.2	.75-#	6.5
*Eastern Airlines	22	20-18	2.61	8.4	.50	2.3
*Gray Mfg	14	12-11	2.05	6.8	1.00	7.1
Gulf, Mobile & Ohio	26	23-21	7.51	2.9	2.00	7.7
*Inter. Tel & Tel	16	15-14	2.66	6.0	.60	3.7
Radio Corp.	20	17-16	3.15	6.3	1.50-#	7.5
*United Airlines	29	26-24	4.45	6.5	.75-#	2.6
Western Maryland	21	20-18	9.06	2.3	.00	.0

*--Already on "Official List". #--Total paid in 1950. **--Some issues might pay stock dividend too. A--Adjusted for recent sale of more stock. B--Anticipated dividend rate. S--Net cut by non-recurring strike. (Carrier Corporation and Sylvania offered by prospectus).

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Closing Averages
Dow-Jones Ind. 254.03

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