

deGraaf's Daily

WTI has convincingly broken out of its 9-month base formation, and improved the energy sectors relative performance in the process. At February's beginning, we suggested the space was entering its most favored part of the year seasonally, and to date that has proven more critical than the 2011's lack of price momentum. The seasonal tail-wind tends to run to June, so there may be more follow through to some of the recent breakouts.

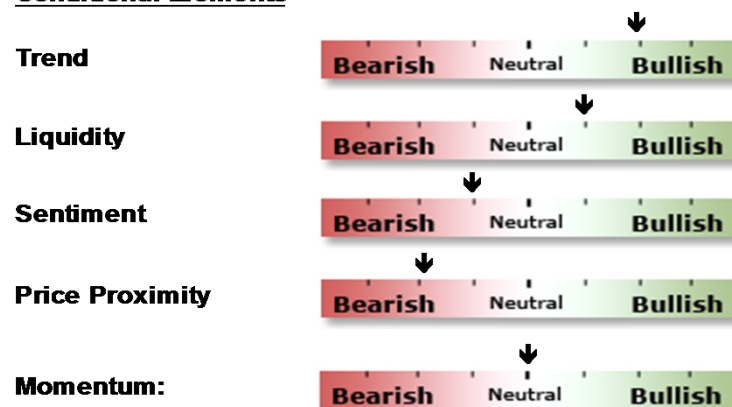
Industrials and financials have lost some relative ground, but remain in uptrends. The failure of industrials to keep pace belies the recent divergence in transports, and underscores the failure in the market's expansion of 20-day highs over the last several weeks. We have seen some deterioration in credit, but it appears to be more noise than anything to grow terribly concerned with at this point. What we do know is that the final round of 3-yr financing from ECB will take place mid-week, and while estimates vary on the allocation, the question remains as to what becomes the targeted asset from the carry trade. The BoJ has decided to join the QE club, targeting inflation and injecting 10T yen to the economy, thereby weakening the value of the Yen to the dollar (and practically every other currency). If governments all pursue the same policy (devaluation to grow), does that not, in and of itself, prevent such policies from working? The trend in gold and silver have shown improvement over the last week, little wonder given the "solutions" with which G7 leaders seem most comfortable to implement.

Industry Group Technical Rankings

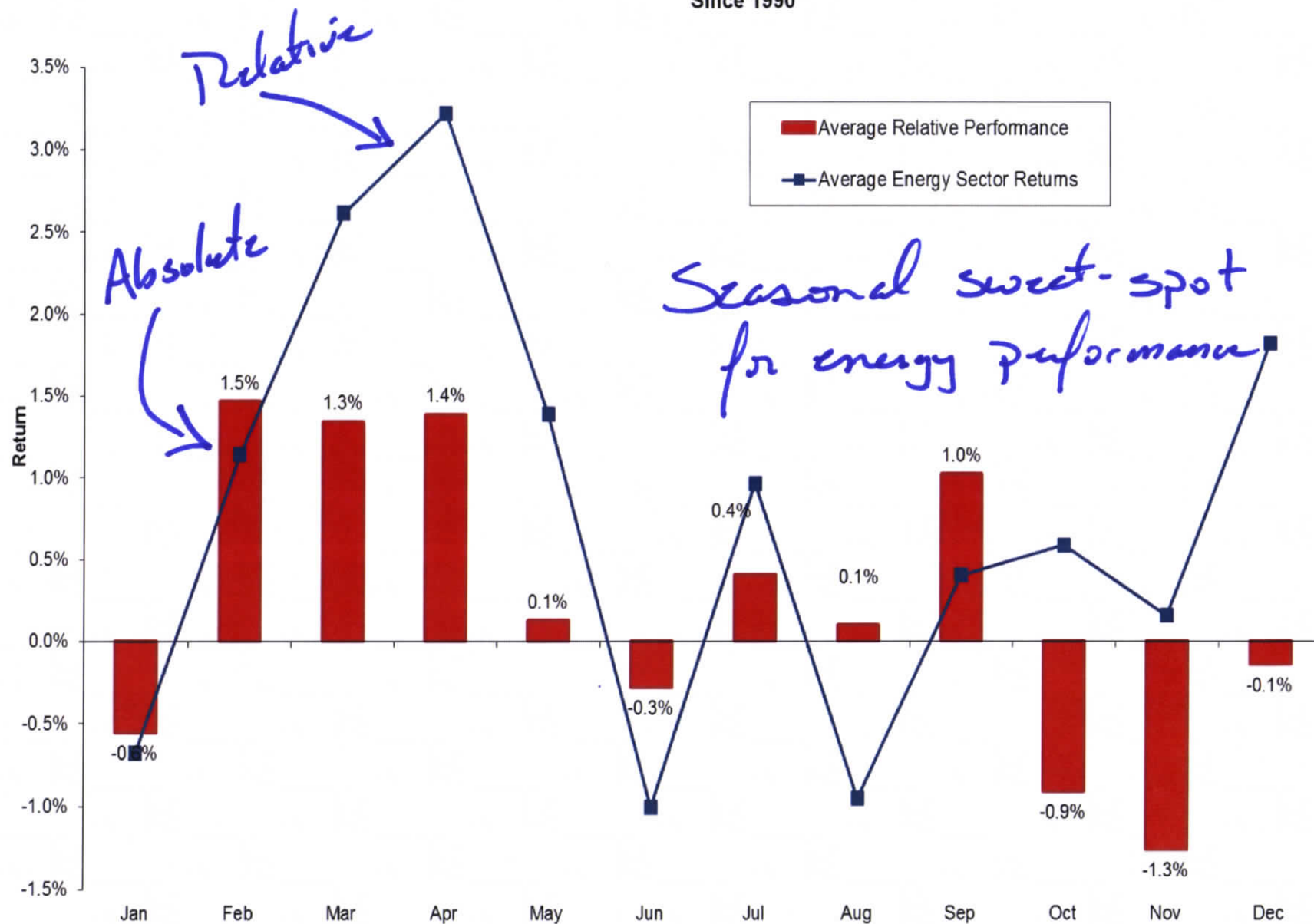
<u>Strongest</u>	<u>Weakest</u>
Computers & Peripherals	Diversified Financial Services
Specialty Retail	Capital Markets
Pharmaceuticals	Energy Equipment & Services
Hotels Restaurants & Leisure	Metals & Mining
Internet Software & Services	Health Care Equipment & Services

Intermediate Term Barometer

Conditional Elements



Average Monthly Relative Performance to SPX: Energy Sector
Since 1990

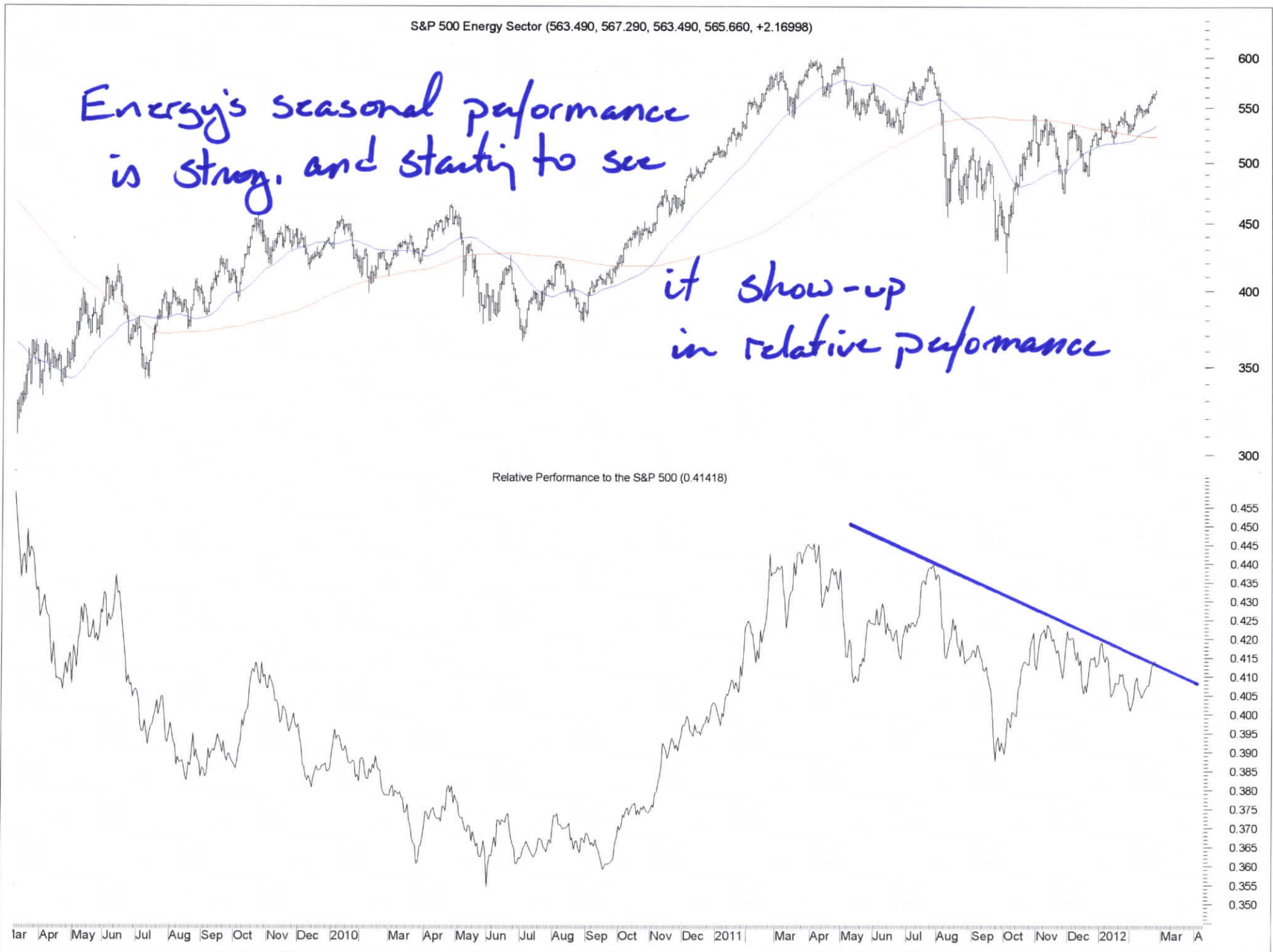


S&P 500 Energy Sector (563.490, 567.290, 563.490, 565.660, +2.16998)

Energy's seasonal performance is strong, and starting to see

it show-up in relative performance

Relative Performance to the S&P 500 (0.41418)



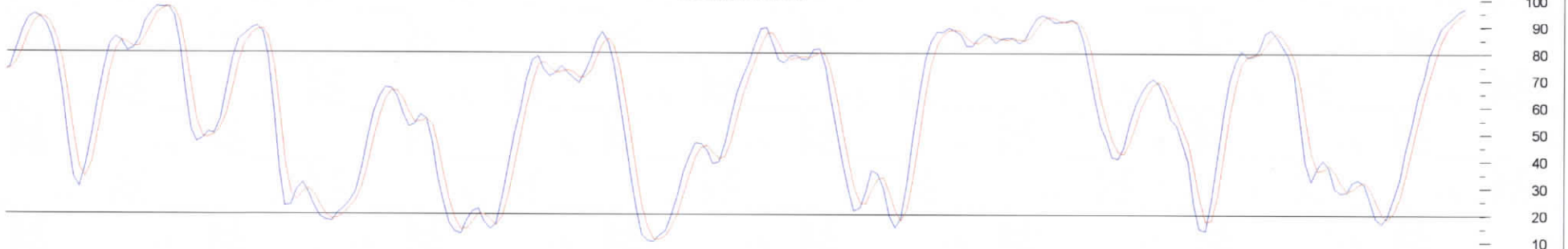
Crude Oil Light Sweet Continuous

Bullish breakout
last week

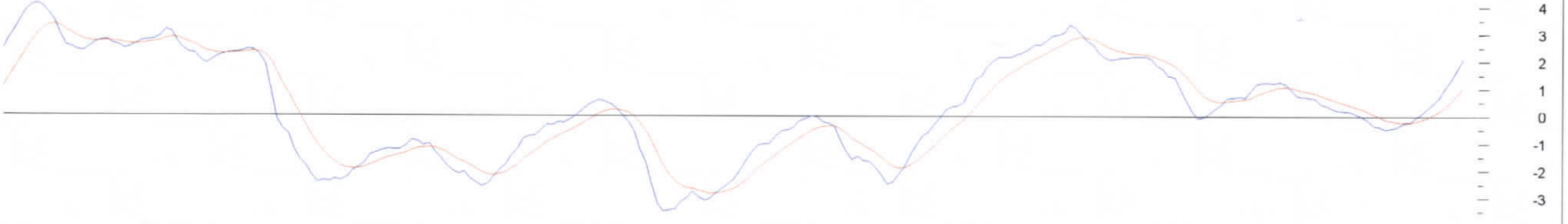
BASE



Stochastic Oscillator

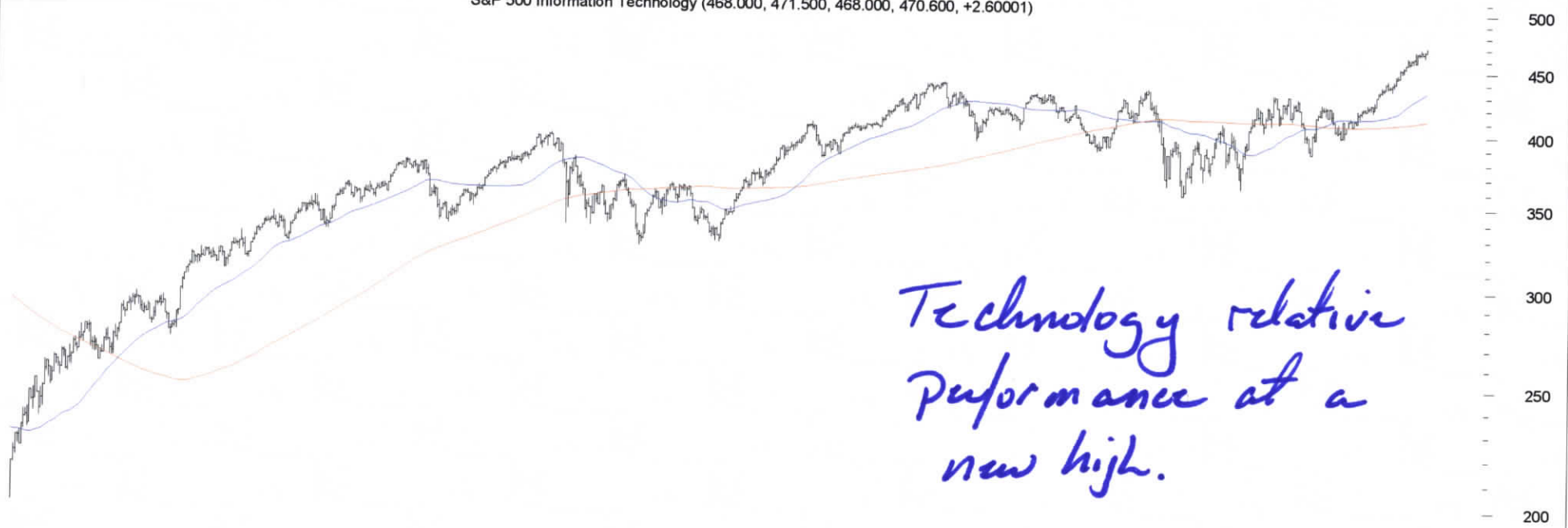


MACD



8 7 15 22 29 5 12 19 26 3 10 17 24 1 7 14 21 28 6 12 19 26 2 9 16 23 30 7 13 20 27 4 11 18 25 1 7 14 21 28 5 12 19 27 3 9 17 23 30 6 13 21 2

S&P 500 Information Technology (468.000, 471.500, 468.000, 470.600, +2.60001)



Technology relative performance at a new high.

Relative Performance to the S&P 500 (0.344573)



Jan Apr May Jun Jul Aug Sep Oct Nov Dec 2010 Mar Apr May Jun Jul Aug Sep Oct Nov Dec 2011 Mar Apr May Jun Jul Aug Sep Oct Nov Dec 2012 Mar A

S&P 500 Industrials Sector (322.140, 323.510, 321.610, 322.050, -0.09003)



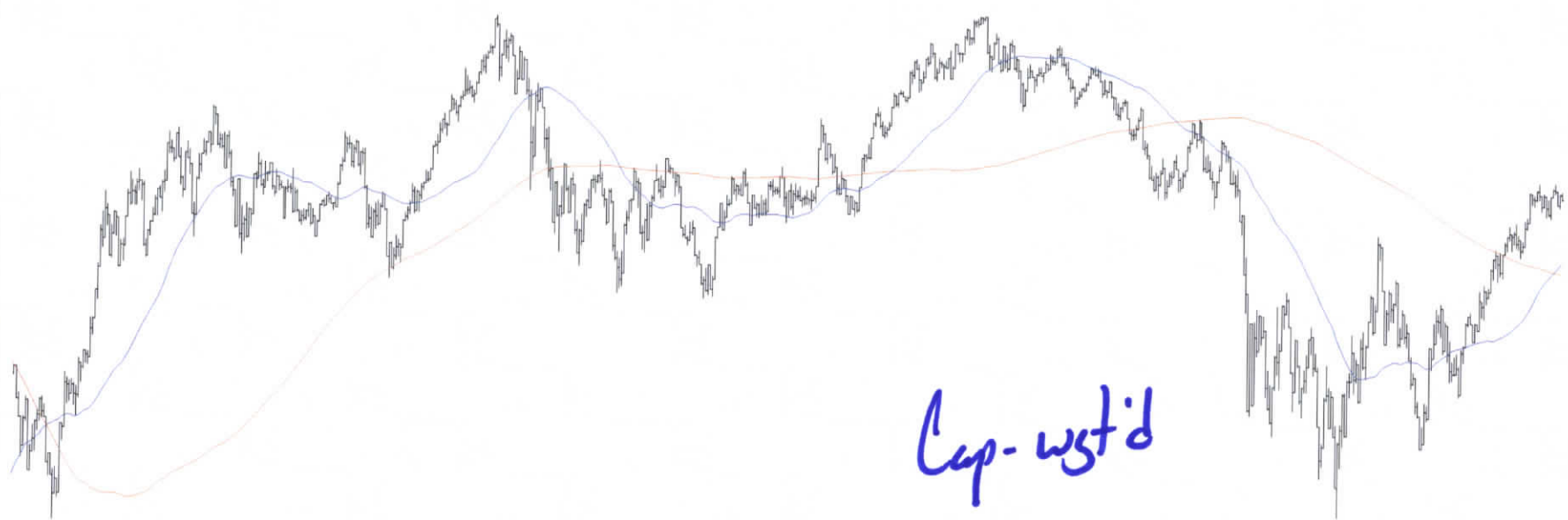
*Industrials stalling,
worth watching*

Relative Performance to the S&P 500 (0.235804)



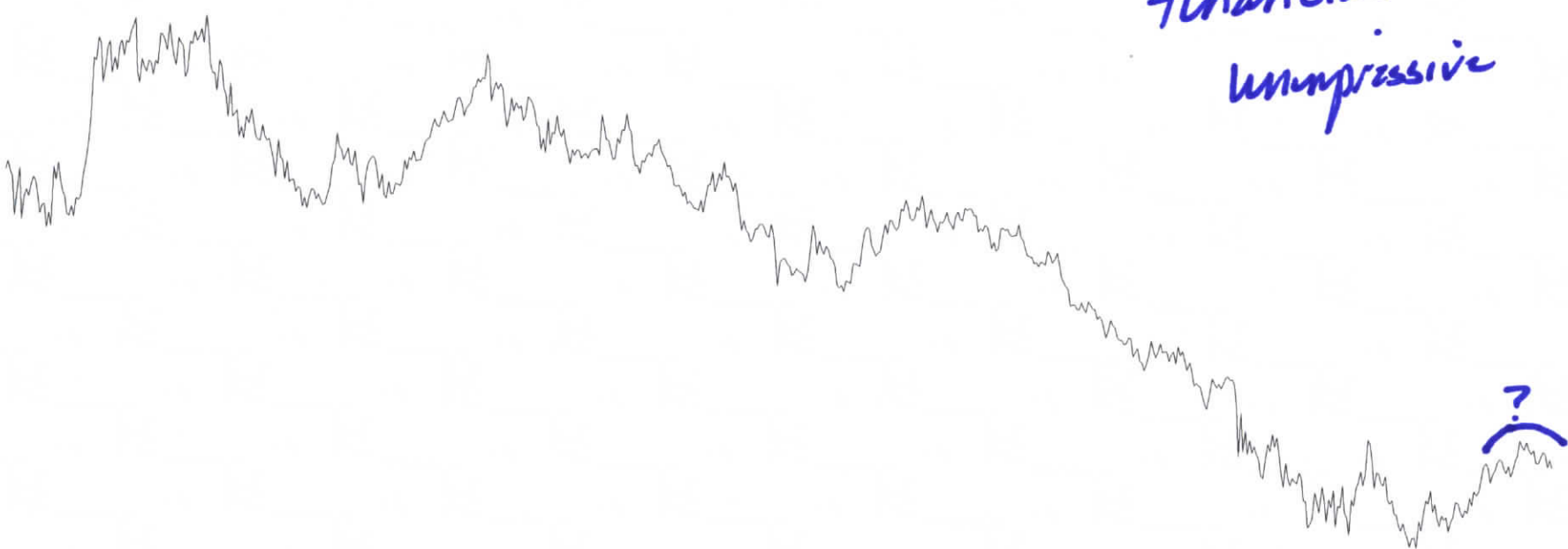
Jan Apr May Jun Jul Aug Sep Oct Nov Dec 2010 Mar Apr May Jun Jul Aug Sep Oct Nov Dec 2011 Mar Apr May Jun Jul Aug Sep Oct Nov Dec 2012 Mar A

S&P 500 Finance (198.130, 198.600, 196.940, 197.260, -0.88000)



Cap-wst'd

Relative Performance to the S&P 500 (0.144433)



*Financials
unimpressive*

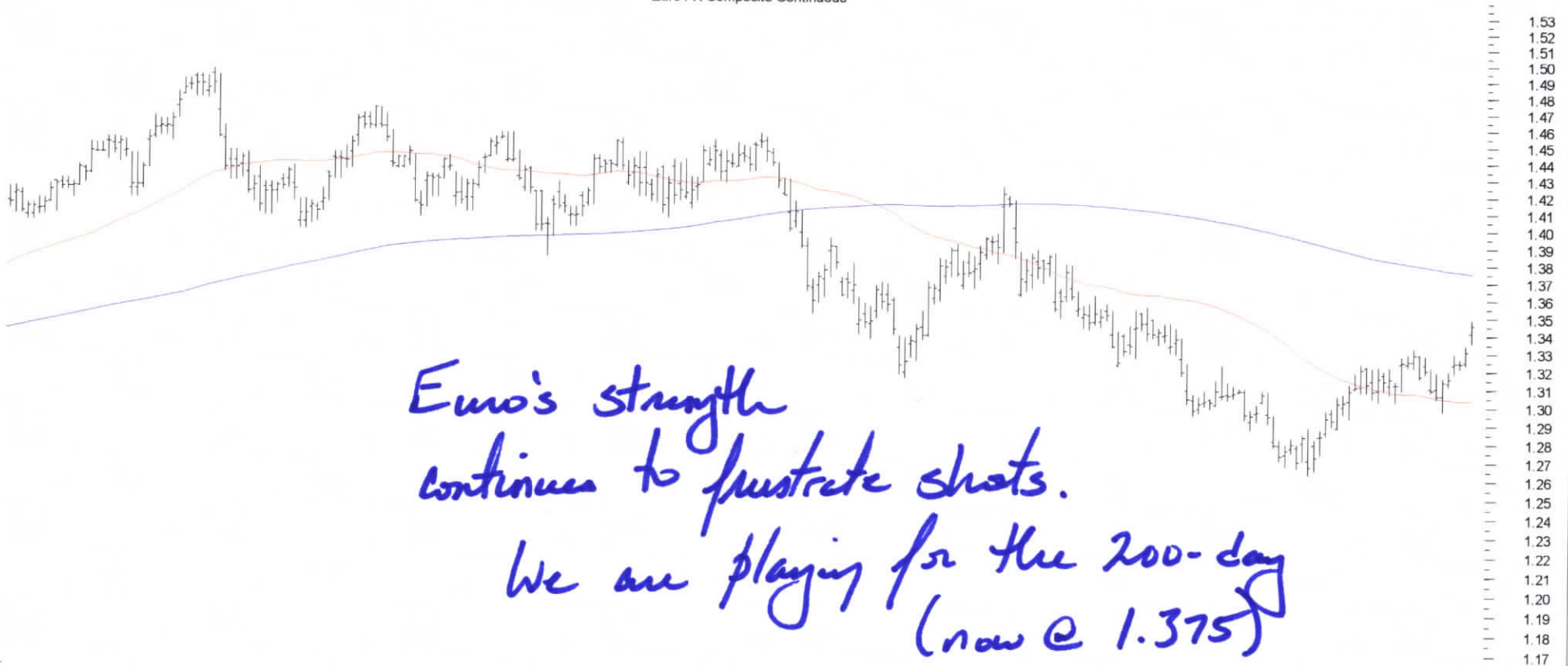
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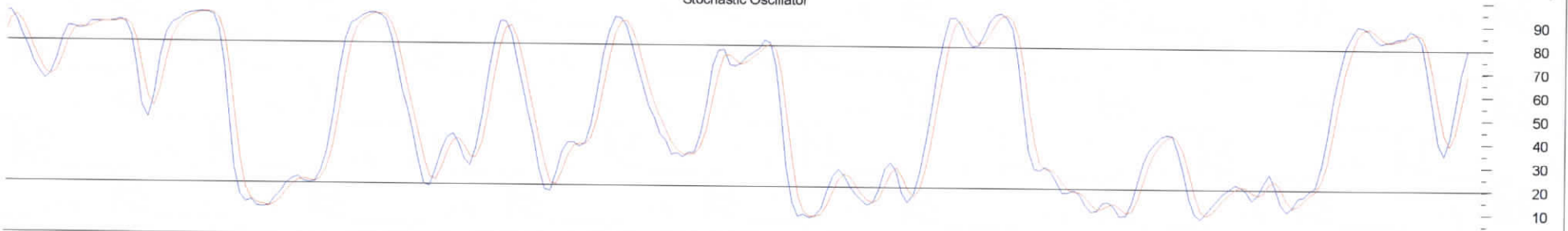
Gold has re-established
trend and looks to
be buyable on weakness



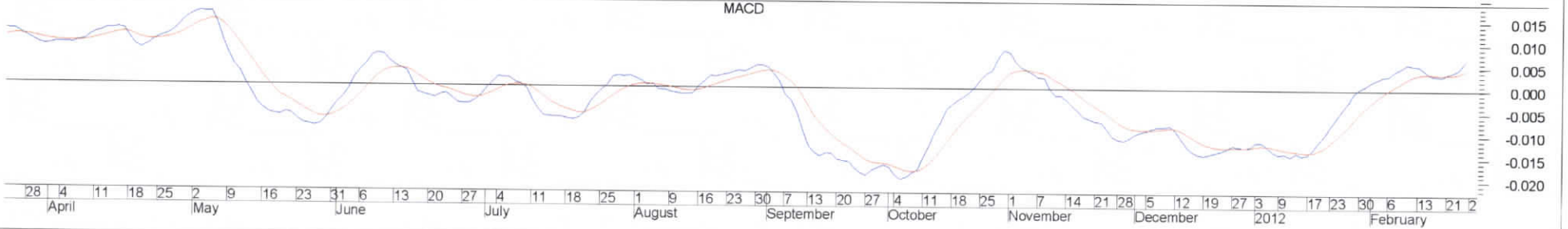
Euro FX Composite Continuous



Stochastic Oscillator



MACD



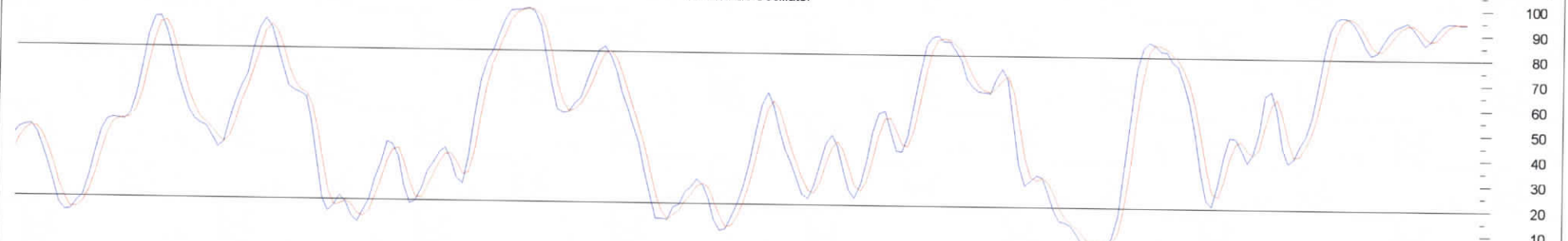
Nikkei trying to turn w/ currency

Next Resistance 10200

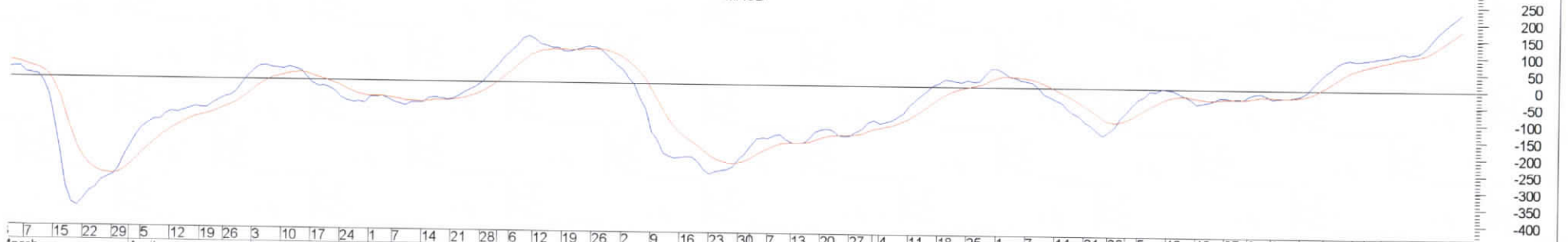
BASE



Stochastic Oscillator

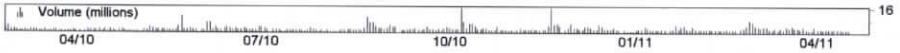
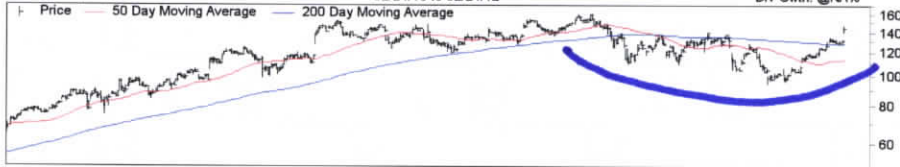


MACD



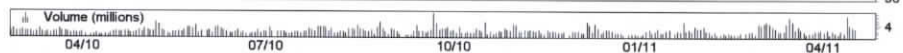
March 7 15 22 29 April 5 12 19 26 May 3 10 17 24 June 1 7 14 21 28 July 6 12 19 26 August 2 9 16 23 30 September 7 13 20 27 October 4 11 18 25 November 1 7 14 21 28 December 5 12 19 27 2012 January 3 9 17 23 30 February 6 13 21 28

Salesforce.com Inc. (CRM-US) Application Software 19535.04
 Technical Ranking: 4 UNITED STATES Div Yld: 0.00 %
 Last Price: \$143.64 02/24/10 to 02/24/12 Div Gwth: @NA%



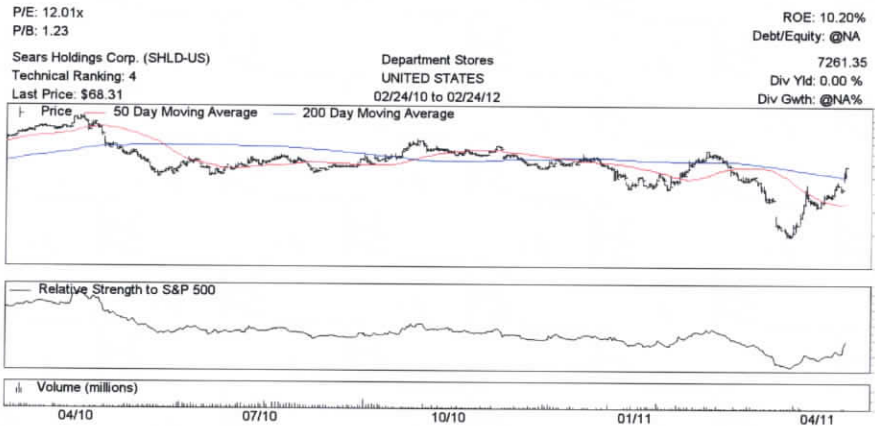
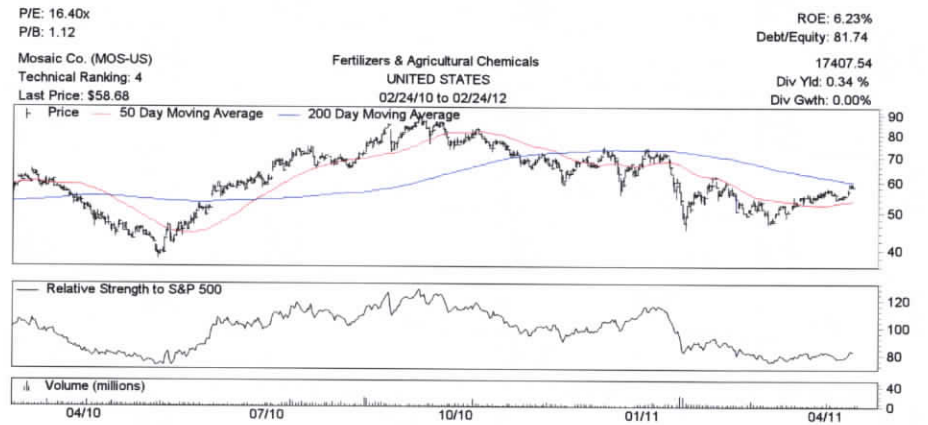
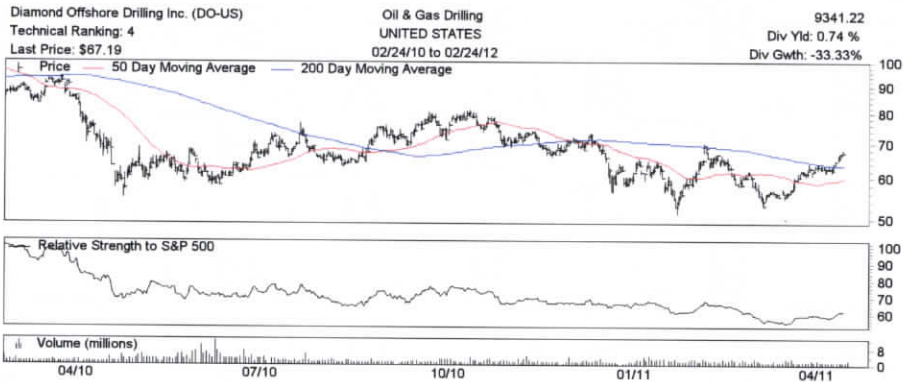
P/E: 7182.00x ROE: -0.79%
 P/B: 15.70 Debt/Equity: 29.78
 P/S: @NAx Int Cov: -0.95x

Edison International (EIX-US) Electric Utilities 13759.00
 Technical Ranking: 3 UNITED STATES Div Yld: 3.08 %
 Last Price: \$42.23 02/24/10 to 02/24/12 Div Gwth: 1.61%



P/E: 14.36x ROE: 11.71%
 P/B: 1.25 Debt/Equity: 109.09
 P/S: @NAx Int Cov: 3.21x

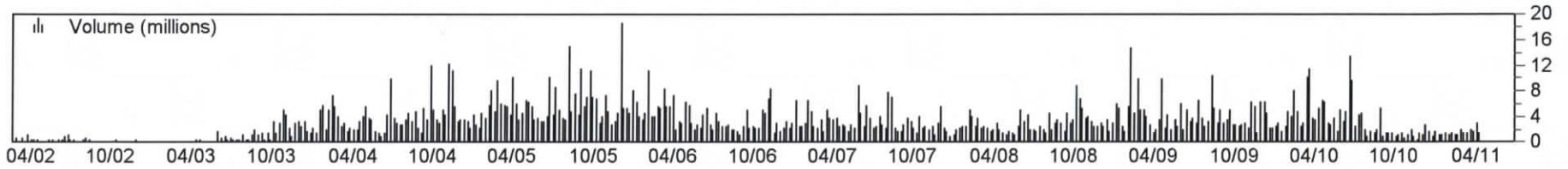
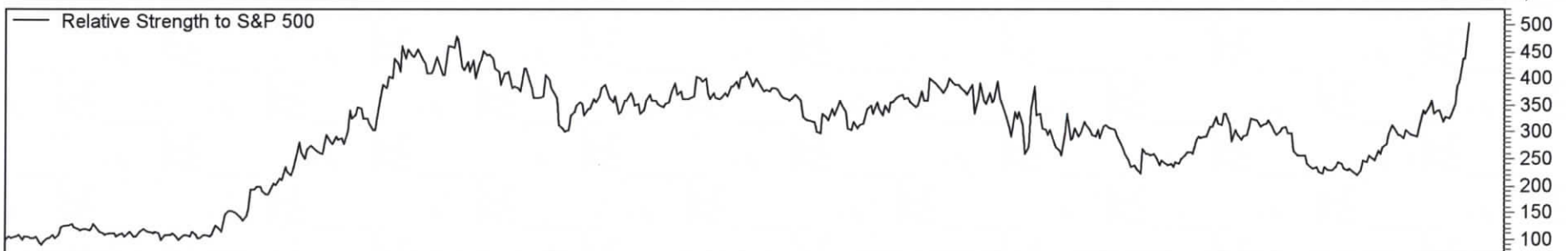
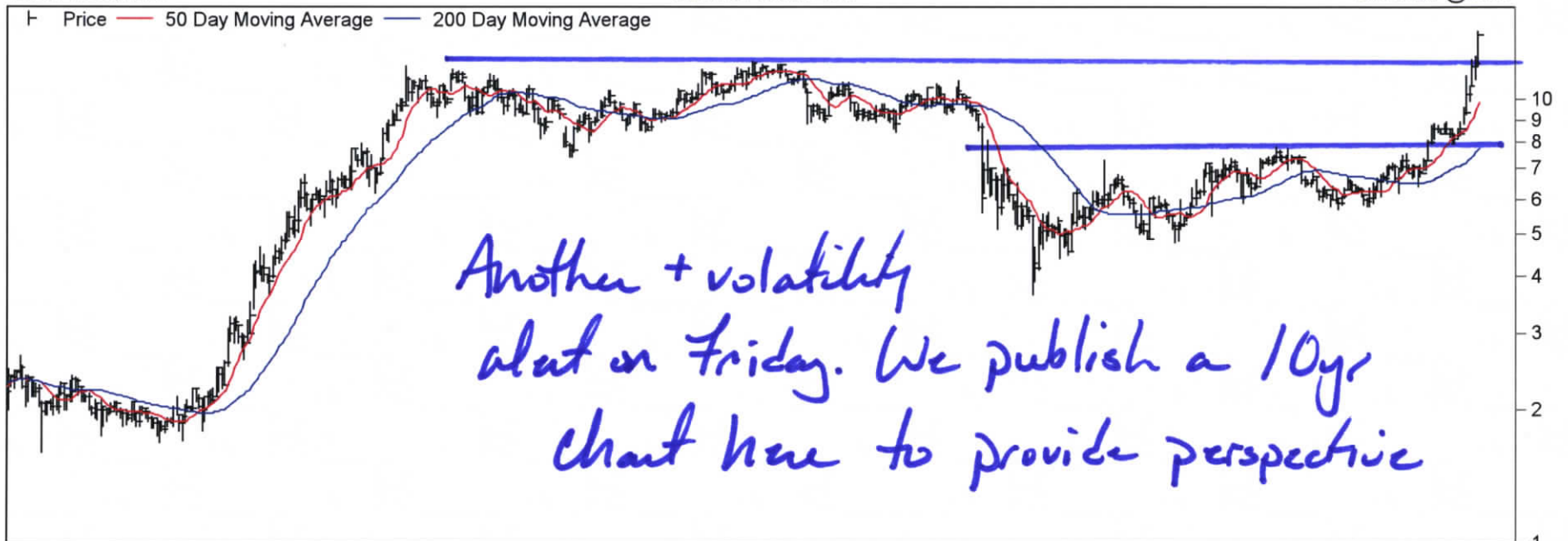
8 Fresh breakouts last week. Most are laybacks
 at this point in the cycle



Lions Gate Entertainment Corp. (LGF-US)
Technical Ranking: @NA
Last Price: \$13.91

@NA
UNITED STATES
02/22/02 to 02/24/12

1995.03
Div Yld: 0.00 %
Div Gwth: @NA%



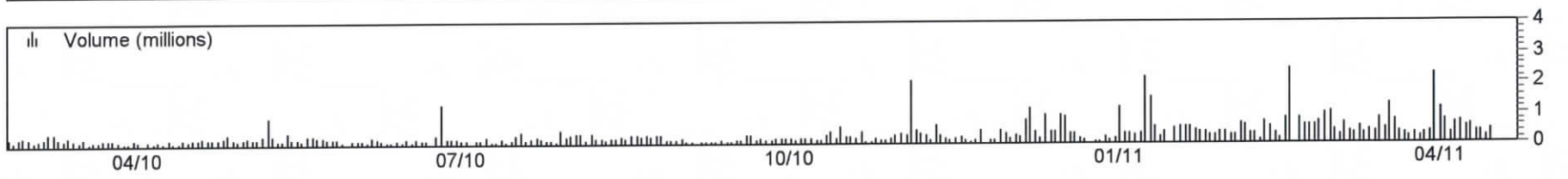
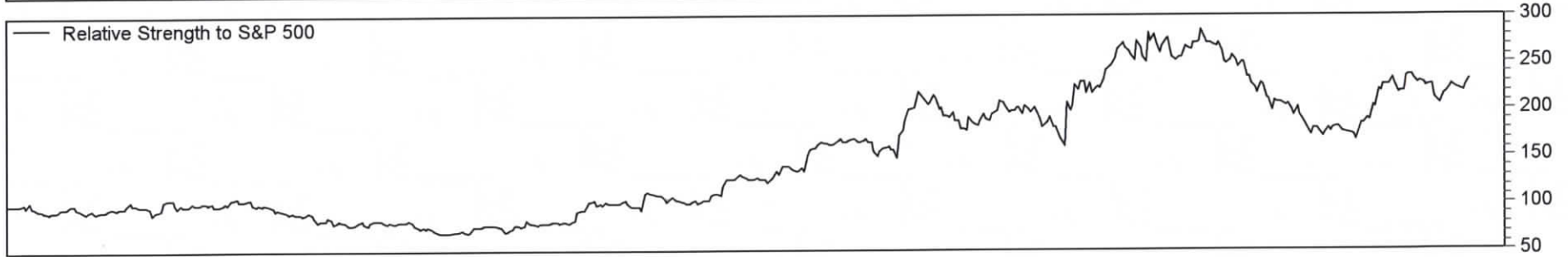
P/E: 54.91x
P/B: 15.62
P/S: 1.15x

ROE: -38.83%
Debt/Equity: 575.85
Int Cov: 0.11x

MAKO Surgical Corp. (MAKO-US)
Technical Ranking: @NA
Last Price: \$37.66

@NA
UNITED STATES
02/24/10 to 02/24/12

1568.76
Div Yld: 0.00 %
Div Gwth: @NA%



P/E: @NAx
P/B: 14.66
P/S: @NAx

ROE: -36.40%
Debt/Equity: 0.00
Int Cov: @NAx

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